ALORO MINING CORP.

(FORMERLY WOLVERINE MINERALS CORP.)

(AN EXPLORATION STAGE COMPANY)

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTH PERIODS ENDED SEPTEMBER 30, 2018

(Expressed in Canadian dollars)

NOTICE OF NO AUDITOR REVIEW OF CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The accompanying unaudited consolidated interim financial statements for Aloro Mining Corp. (formerly Wolverine Minerals Corp.) (the “Company”) have been prepared by Management in accordance with International Financing Reporting Standards (“IFRS”). These unaudited condensed financial statements, which are the responsibility of Management, are unaudited and have not been reviewed by the Company’s auditors. The Company’s Audit Committee and Board of Directors have reviewed and approved these consolidated interim financial statements. In accordance with the disclosure requirements of National Instrument 51-102 released by the Canadian Securities Administrators, the Company’s independent auditors have not performed a review of these consolidated interim financial statements.

ALORO MINING CORP.
(FORMERLY WOLVERINE MINERALS CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
(Expressed in Canadian Dollars)

		September 30, 2018 (unaudited)		December 31, 2017
ASSETS				
CURRENT				
Cash	$	**67,657**	$	369,017
Other receivables		**30,602**		13,968
		98,259		382,985
NON-CURRENT				
Property and equipment, net		**2,879**		5,768
Exploration and evaluation assets (Note 5)		**417,826**		227,514
		420,705		233,282
TOTAL ASSETS	$	**518,964**	$	616,267
LIABILITIES				
CURRENT				
Accounts payable and accrued liabilities	$	**571,424**	$	302,111
TOTAL LIABILITIES		**571,424**		302,111
SHAREHOLDERS' EQUITY				
Share capital		**15,912,013**		15,877,013
Reserves (Note 7)		**2,048,896**		2,014,637
Accumulated deficit		**(18,013,369)**		(17,577,494)
TOTAL SHAREHOLDERS' EQUITY		**(52,460)**		314,156
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	$	**518,964**	$	616,267

Approved on behalf of the Board:

"Thomas Doyle"		*"Logan Anderson"*	
Thomas Doyle	Director	Logan Anderson	Director

ALORO MINING CORP.
(FORMERLY WOLVERINE MINERALS CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF NET LOSS AND COMPREHENSIVE LOSS
(UNAUDITED)
(Expressed in Canadian Dollars)

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2018	2017	**2018**	2017
OPERATING EXPENSES					
Office and general	$	**3,506**	11,310	**86,778**	64,546
Professional fees		**71,979**	49,500	**115,338**	26,687
Management and director fees (Note 6)		**116,759**	(1,086)	**233,759**	148,500
LOSS BEFORE OTHER ITEMS	$	**192,244**	59,724	**435,875**	239,733
OTHER ITEMS					
Foreign exchange		**4,382**	-	**-**	-
NET LOSS AND COMPREHENSIVE LOSS	$	**196,626**	59,724	**435,875**	239,733
LOSS PER SHARE – BASIC AND DILUTED	$	**(0.01)**	(0.00)	**(0.01)**	(0.01)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING		**38,060,629**	31,130,630	**38,006,953**	31,130,630

The accompanying notes are an integral part of these condensed consolidated interim financial statements

ALORO MINING CORP.
(FORMERLY WOLVERINE MINERALS CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (UNAUDITED)
(Expressed in Canadian Dollars)

	Share Capital				
	Number	**Amount**	**Reserves**	**Accumulated Deficit**	**Total**
Balance at January 1, 2017	**29,380,630**	**15,216,513**	**2,014,637**	**(17,184,361)**	**46,789**
Share issuance for cash (Note 7)	1,500,000	105,000	-	-	105,000
Shares issued for property (Note 5)	250,000	22,500	-	-	22,500
Net loss for the period	-	-	-	(239,734)	(239,734)
Balance at September 30, 2017	**31,130,630**	**15,344,013**	**2,014,637**	**(17,424,095)**	**(65,445)**
Balance at January 1, 2018	**37,710,630**	**$ 15,877,013**	**$ 2,014,637**	**$ (17,577,494)**	**$ 314,156**
Shares issued for property (Notes 5 and 7)	250,000	25,000	-	-	25,000
Shares issuance for cash (Note 7)	100,000	10,000	-	-	10,000
Share based payments	-	-	34,259	-	34,259
Net loss for the period	-	-	-	(435,875)	(435,875)
Balance at September 30, 2018	**38,060,630**	**$ 15,912,013**	**$ 2,048,896**	**$ (18,013,369)**	**$ (52,460)**

ALORO MINING CORP.
(FORMERLY WOLVERINE MINERALS CORP.)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS (UNAUDITED)
(Expressed in Canadian Dollars)

For the nine months ended September 30,		**2018**		2017
CASH FLOWS PROVIDED BY (USED FOR):				
OPERATING ACTIVITIES				
Net loss for the period	**$**	**(435,875)**	$	(239,734)
Items not involving cash:				
Depreciation		**2,889**		4,850
Share based payments		**34,259**		-
Change in non-cash working capital items:				
Other receivables		**(16,634)**		4,199
Accounts payable and accrued liabilities		**269,313**		123,174
Net cash used in operating activities		**(146,048)**		(107,511)
INVESTING ACTIVITIES				
Expenditures on exploration and evaluation assets		**(165,312)**		(91,911)
Net cash used in investing activities		**(165,312)**		(91,911)
FINANCING ACTIVITIES				
Proceeds from share issuance		**10,000**		127,500
Net cash provided by financing activities		**10,000**		127,500
CHANGE IN CASH		**(301,360)**		(71,922)
CASH, BEGINNING OF PERIOD		**369,017**		167,467
CASH, END OF PERIOD	**$**	**67,657**	**$**	95,545
SUPPLEMENTAL CASH FLOW DISCLOSURE				
Shares issued for exploration and evaluation assets	**$**	**25,000**		22,500

NOTE 1. NATURE OF OPERATIONS

Aloro Mining Corp. (the "Company") was incorporated on June 7, 2004 in British Columbia, and its business is the acquisition, exploration and development of its mineral interest in Mexico. On February 8, 2018, The Company changed its name from Wolverine Minerals Corp. to Aloro Mining Corp. The Company is listed on the TSX Venture Exchange (the "TSX-V").

The address of the Company's corporate office and principal place of business is Suite 1085, Bentall Two, 555 Burrard Street, Vancouver, British Columbia, Canada V7X 1M8.

NOTE 2. BASIS OF PREPARATION AND GOING CONCERN

a) Statement of Compliance

These condensed consolidated interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and Interpretations of the International Financial Reporting Interpretations Committee ("IFRIC").

The condensed consolidated interim financial statements were authorized for issue by the Board of Directors on November 29, 2018.

b) Basis of Presentation

The condensed consolidated interim financial statements have been prepared on a historical cost basis.

The condensed consolidated interim financial statements are presented in Canadian dollars. The functional currency of each entity is measured using the currency of the primary economic environment in which the entity operates. The Company and its subsidiaries' functional currency is the Canadian dollar.

c) Basis of consolidation

Each subsidiary is consolidated from the date of acquisition, being the date on which the Company obtains control, and continue to be consolidated until the date when such control ceases.

The condensed consolidated interim financial statements include the accounts and results of operations of the Company and its wholly owned subsidiary:

Name of Subsidiary	Principal Activity	Place of Incorporation	Ownership Interest
Exploraciones Aloro S.A. de C.V.	Mineral exploration	Mexico	100%

All intercompany balances and transactions were eliminated on consolidation.

d) Going Concern

These condensed consolidated interim financial statements have been prepared assuming the Company will continue on a going-concern basis. At September 30, 2018, the Company had not yet achieved profitable operations, and expects to incur further losses in the development of its business. These conditions indicate the existence of a material uncertainty which may casts significant doubt about the Company's ability to continue as a going concern. The continuing operations of the Company are dependent upon economic and market factors which involve uncertainties including the Company's ability to raise adequate equity financing for continuing operations. Realization values may be substantially different from carrying values as shown and accordingly these financial statements do not give effect to adjustments, if any that would be necessary should the Company be unable to continue as a going concern. If the going concern assumption was not used, then the adjustments required to report the Company's assets and liabilities on a liquidation basis could be material to these interim consolidated financial statements.

NOTE 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The same accounting policies are used in the preparation of these condensed consolidated interim financial statements as for the most recent audited annual financial statements and reflect all the adjustments necessary for fair presentation of the results for the interim periods presented.

a) Accounting standards adopted effective July 1, 2018

Effective July 1, 2018, the following standards were adopted without any material impact on the condensed consolidated interim financial statements.

IFRS 9 – Financial Instruments ("IFRS 9")

The Company adopted IFRS 9 effective July 1, 2018 on a retrospective basis and applied the transitional provisions, so that any adjustments would be recorded in opening retained earnings at July 1, 2018. IFRS 9, addresses the classification, measurement and recognition of financial assets and financial liabilities. The adoption of IFRS 9 supersedes the guidance relating to the classification and measurement of financial instruments in IAS 39, Financial Instruments: Recognition and Measurement (IAS 39).

IFRS 9 requires financial assets to be classified into three measurement categories on initial recognition: (i) those measured at fair value through profit and loss, (ii) those measured at fair value through other comprehensive income and (iii) those measured at amortized cost. Measurement and classification of financial assets is dependent on the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. For financial liabilities, the IFRS 9 requirements are similar to those of IAS 39. The main distinction is that, in cases where the fair value option is chosen for financial liabilities, the part of a fair value change relating to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

IFRS 9 introduces a single expected credit loss model for calculating impairment for financial assets, which is based on changes in credit quality since initial recognition. The adoption of the expected credit loss impairment model did not have a significant impact on the Company's condensed interim financial statements and did not result in a transitional adjustment.

The Company has no hedges on its condensed consolidated interim financial statements for the reporting period.

The Company has concluded that the adoption of IFRS 9 did not require any transitional adjustments to the classification or measurement of the Company's financial assets and financial liabilities.

IFRS 2 – Share-based Payments ("IFRS 2")

In June 2016 the Board issued the final amendments to IFRS 2 which amended (a) the effects that vesting conditions have on the measurement of a cash-settled share-based payment; (b) the accounting for modification of the terms of a share-based payment that changes the classification of the transaction from cash-settled to equity settled; and (c) classification of share-based payment transactions with net settlement features.

The adoption of IFRS 2, effective July 1, 2018, did not have a material impact on the Company's condensed consolidated interim financial statements.

IFRS 15 - Revenue from Contracts with Customers ("IFRS 15")

(Expressed in Canadian Dollars)

In May 2014, the IASB issued IFRS 15 – Revenue from Contracts with Customers ("IFRS 15") which supersedes IAS 11 – Construction Contracts, IAS 18 – Revenue, IFRIC 13 – Customer Loyalty Programmes, IFRIC 15 – Agreements for the Construction of Real Estate, IFRIC 18 – Transfers of Assets from Customers, and SIC 31 – Revenue – Barter Transactions Involving Advertising Services. IFRS 15 establishes a comprehensive five-step framework for the timing and measurement of revenue recognition.

The adoption of IFRS 15, effective July 1, 2018, did not have any impact on the Company's financial statements as the Company does not currently have revenue.

b) Accounting standards issued but not yet effective

The Company has reviewed new and revised accounting pronouncements that have been issued but are not yet effective. The Company has not early adopted any new standard and is currently evaluating the impact, if any, that the following new standard might have on its condensed consolidated interim financial statements.

IFRS 16 'Leases' ("IFRS 16")

IFRS 16 will be effective for accounting periods beginning on or after January 1, 2019. Early adoption will be permitted, provided the Company has adopted IFRS 15. This standard sets out a new model for lease accounting. Adoption by the Company will be effective July 1, 2019 and is not expected to have a material impact on the condensed consolidated interim financial statements.

NOTE 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

There have been no material revisions to the nature and amount of changes in estimates of amounts reported in the most recent audited financial statements.

NOTE 5. EXPLORATION AND EVALUATION ASSETS

	Los Venados
Balance – December 31, 2017	**$ 227,514**
Exploration expenditures	**190,312**
Balance, September 30, 2018	**$ 417,826**

Los Venados, Sonora Mexico

The Company entered into an option agreement dated November 28, 2016 (the "Option Agreement") with Minera Gavilan, S.A. de C.V. (the "Optionor") and Almadex Minerals Limited ("Almadex"), pursuant to which the Optionor has agreed to grant the Company an option (the "Option") to acquire up to 100% of the Optionor's 100% right and title interest in and to an option agreement between the Optionor, Almadex and Compania Minera La Pitahaya, S.A. de C.V. (the "Underlying Optionor") dated October 6, 2015, whereby the Optionor has the option to acquire a 100% interest in the Los Venados 1 mineral concession (the "Property") located in Sonora State, Mexico (the "Transaction");

NOTE 5 EXPLORATION AND EVALUATION ASSETS (Continued)

To exercise its Option, the Company shall:

i) assume all obligations of Almadex to the Underlying Optionor, with the exception of the issuance of Almadex shares which remains an obligation of Almadex;

ii) pay CDN$30,000 (the "Cash Payment") on execution of the Option Agreement for expenditures on the Property (paid in year ended December 31, 2016);

iii) issue 250,000 common shares (each, a "Share") within 10 days of receipt of approval of the TSX-V (issued February 8, 2017) (Note 10); The Company received TSX-V approval on February 10, 2017 ("Approval Date").

iv) issue 250,000 Shares on or before the first anniversary of the Approval Date (issued subsequent to December 31, 2017);

v) issue 500,000 Shares on or before the second anniversary of the Approval Date;

vi) issue 1,000,000 Shares on or before the third anniversary of the Approval Date; and

vii) drill a minimum of 1,000 meters by the second anniversary of the Approval Date, as part of the total required project expenditures of a minimum of US$500,000 (the "Expenditures"), which must be incurred on or before the third anniversary of the Approval Date.

Upon exercise of the Option, the Company will grant to Almadex a 2.0% net smelter returns royalty (the "NSR Royalty") with respect to production of all precious metals from the property. The NSR Royalty will be payable following commencement of commercial production on the property. The property is also subject to an underlying 2.0% NSR royalty to the Underlying Optionor which may be purchased by the Company for $1,000,000.

If the Option is exercised, the Company will also be responsible for making a $500,000 bonus payment to the Underlying Optionor when a National Instrument 43-101 compliant resource greater than 500,000 ounces of gold has been identified.

NOTE 6. RELATED PARTY TRANSACTIONS

All related party transactions were in the normal course of business and have been measured at the amount of consideration established and agreed to by the related parties, equivalent to fair value. Amounts due to related parties are unsecured, do not bear interest and are due on demand. Related party transactions during the nine months ended September 30, 2018 and 2017 not disclosed elsewhere in these financial statements are as follows:

a) The Company incurred $144,000 (September 30, 2017: $144,000) in management fees charged by officers of the Company for the nine months ended, September 30, 2018 and recorded $17,121 in share-based payments relating to the issuance of 200,000 stock options (see Note 8).

b) The Company incurred $10,500 for directors fees for the nine-month period ended September 30, 2018 (September 30, 2017: $4,500) and recorded $17,138 in share-based payments relating to the issuance of 200,000 stock options (see Note 8).

c) At September 30, 2018, accounts payable and accrued liabilities included $431,250 (September 30, 2017: $283,800) due to directors of the Company.

(Expressed in Canadian Dollars)

NOTE 6. RELATED PARTY TRANSACTIONS (Continued)

Management and directors fees can be summarized as follows:

For the nine months ended September 30,	2018	2017
Share-based payments	$ 34,259	$ -
Directors fees	10,500	4,500
Management fees	189,000	144,000
Total	**$ 233,759**	**$ 148,500**

NOTE 7. SHARE CAPITAL

<u>During the nine months ended September 30, 2018:</u>

- 250,000 shares were issued at a deemed price of $0.10 per share pursuant to an option agreement with Almadex, and
- 100,000 shares were issued through the exercise of warrants at a price of $0.10.

<u>During the nine months ended September 30, 2017:</u>

- 250,000 shares were issued at a deemed price of $0.09 per share for the acquisition of the Los Venados property in Mexico, and
- 1,500,000 units were issued in a non-brokered private placement at a price of $0.07 per unit for gross proceeds of $105,000. Each unit consists of one common share of the Company and one share purchase warrant. One warrant entitles the holder to purchase one additional share of the Company at a price of $0.085 per share for a period of three years.

NOTE 8. RESERVES

<u>Share Purchase Warrants</u>

The following table summarizes the changes in warrants outstanding during the periods presented:

	Warrants	Weighted average exercise price
Outstanding, January 1, 2017	12,400,000	$ 0.080
Issued	1,500,000	$ 0.085
Expired	(1,400,000)	-
Outstanding, September 30, 2017	12,500,000	$ 0.080
Outstanding, January 1, 2018	17,500,000	$ 0.080
Expired	(10,900,000)	-
Exercised	(100,000)	-
Outstanding, September 30, 2018	6,500,000	$ 0.097
Exercisable, September 30, 2018	6,500,000	$ 0.097

(Expressed in Canadian Dollars)

NOTE 8 RESERVES (Continued)

As at September 30, 2018, the following share purchase warrants were outstanding:

Numbers of warrants	Exercise price	Expiry Date
1,500,000	$ 0.085	January 31, 2020
5,000,000	$ 0.10/0.125[(1)]	December 11, 2019
6,500,000		

(1) Warrant is exercisable at $0.10 in the first year and $0.125 in the second year.

As at September 30, 2018, the weighted average life of the warrants is 1.23 years.

Stock Options

On November 20, 2006, the Company's Board of Directors approved the adoption of a "rolling" stock incentive plan (the "Plan") in accordance with the policies of the TSX-V. The Board of Directors is authorized to grant options under the Plan to directors, officers, consultants or employees to acquire up to a maximum of 10% of the issued and outstanding common shares at the time an option is granted. The exercise prices of options granted shall not be less than the Discounted Market Price, as defined in Exchange Policy 2.4, and the exercise period shall not exceed 5 years from the date the option is granted. The maximum number of options that may be granted to any one person must not exceed 5% of the common shares outstanding at the time of the grant or 2% if the recipient is a consultant or employed in an investor relations capacity.

Stock options (continued)

A summary of stock option activity for the nine months ending September 30, 2018 were as follows:

For the nine months ending September 30, 2018

	Number of options	Weighted avg. exercise price
Outstanding, January 1, 2017	65,000	$ 0.500
Expired	(65,000)	$ 0.500
Outstanding, September 30, 2017	-	-
Outstanding, January 1, 2018	-	$ -
Granted	900,000	$ 0.114
Forfeited	(500,000)	$ 0.125
Outstanding, September 30, 2018	400,000	$ 0.100
Exercisable, September 30, 2018	400,000	$ 0.100

On March 21, 2018, the Company agreed to issue 500,000 stock options, pursuant to a consulting agreement, with each option being exercisable into one common share of the Company at an exercise price of $0.125 per share for a period of five (5) years and vesting in three tranches over a period of twelve (12) months. On April 5, 2018, the consulting agreement was terminated, and the 500,000 unvested options were forfeited.

On April 2, 2018, the Company granted 200,000 options to a director of the Company. The options, which vested immediately, may be exercised at a price of $0.10 per common share for a period of five (5) years from the date of the agreement. The Company recorded $17,138 in directors' fees in the condensed interim statement of operations pursuant to these options.

(Expressed in Canadian Dollars)

NOTE 8 RESERVES (Continued)

On June 13, 2018, the Company granted 200,000 options to an officer of the Company. The options, which vested immediately, may be exercised at a price of $0.10 per common share for a period of five (5) years from the date of the agreement. The Company recorded $17,121 in management fees in the condensed interim statement of operations pursuant to these options.

The fair value of each stock option is estimated at the date of grant using the Black-Scholes options pricing model and the following average assumptions:

	September 30, 2018
Risk-free interest rate	1.85%
Expected life	2.5
Exercise price	$0.10
Expected volatility (1)	251.32%
Dividend yield	0.00%

(1) The estimated expected share price volatility to be 251.32% based on historical data

At September 30, 2018, the weighted average remaining contractual life of the outstanding options is 4.60 years.

At September 30, 2018, there were 400,000 stock options outstanding entitling the holders thereof the right to purchase one common share for each option held as follows:

Numbers of options outstanding	Exercise price		Expiry Date
200,000	$	0.10	April 2, 2023
200,000	$	0.10	June 13, 2023
400,000			

The reserve of $2,048,896 represents the accumulated balance of share-based payments granted to various parties.

NOTE 9. SUBSEQUENT EVENTS

On October 29, 2018, the Company closed a non-brokered private placement financing of 8,000,000 common shares at a price of $0.10 per share for gross proceeds of $800,000.