HARVEST GOLD CORPORATION

(An Exploration Stage Company)

Condensed Consolidated Financial Statements

For The Six Months Ended September 30, 2015

(Unaudited)

(Expressed in Canadian Dollars)

NOTICE TO READER

In accordance with National Instrument 51-102 of the Canadian Securities Administrators, Harvest Gold Corporation (the "Company") discloses that its auditors have not reviewed the unaudited interim financial statements.

The unaudited condensed consolidated interim financial statements of the Company for the six months ended September 30, 2015 ("Financial Statements") have been prepared by management. The Financial Statements should be read in conjunction with the Company's audited financial statements for the year ended March 31, 2015, which are available at the SEDAR website at www.sedar.com. The Financial Statements are stated in Canadian dollars, unless other indicated, and are prepared in accordance with International Financial Reporting Standards ("IFRS").

Harvest Gold Corporation
(An Exploration Stage Company)
Condensed Consolidated Interim Statements of Financial Position
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	September 30, 2015	March 31, 2015
			(Audited)
ASSETS			
Current assets			
Cash		$ 20,605	$ 61,626
Marketable securities	3	788	788
Receivables and prepaids	4	2,107	1,738
		23,500	64,152
Reclamation bond	6	11,944	21,859
Exploration and evaluation assets	5	671,955	660,072
TOTAL ASSETS		**$ 707,399**	**$ 746,083**
LIABILITIES			
Current liabilities			
Trade payables and accrued liabilities	7,8	$ 94,756	$ 93,090
TOTAL LIABILITIES		**94,756**	**93,090**
SHAREHOLDERS' EQUITY			
Share capital	9	10,476,249	10,476,249
Share-based payment reserve	9	1,329,398	1,329,398
Investment revaluation reserve		142	142
Deficit		(11,193,146)	(11,152,796)
TOTAL SHAREHOLDERS' EQUITY		**612,643**	**652,993**
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		**$ 707,399**	**$ 746,083**

Nature and continuance of operations (Note 1)

Harvest Gold Corporation
(An Exploration Stage Company)
Condensed Consolidated Interim Statements of Comprehensive Loss
(Expressed in Canadian Dollars)
(Unaudited)

	Three Months Ended September 30, 2015	Three Months Ended September 30, 2014	Six Months Ended September 30, 2015	Six Months Ended September 30, 2014
EXPENSES				
Consulting fees	$ 334	$ 440	$ 418	$ 743
Management fees	12,000	-	24,000	-
Office and miscellaneous	1,254	1,570	2,307	3,086
Professional fees	6,803	8,697	11,378	8,697
Shareholder communications	-	-	2,075	-
Transfer agent, filing fees and shareholder relations	2,827	4,138	6,647	6,503
	(23,218)	(14,845)	(46,825)	(19,029)
OTHER ITEMS				
Foreign exchange loss (gain)	-	4,965	-	4,590
Impairment (gain) of marketable securities	-	108	-	72
Option payments received on exploration and evaluation assets	6,475	108	6,475	72
	6,475	(5,073)	6,475	(4,662)
Loss and comprehensive loss for the period	$ (16,743)	$ (19,918)	$ (40,350)	$ (23,691)
Basic and diluted loss per common share	$ (0.00)	$ (0.00)	$ (0.00)	$ (0.00)
Weighted average number of common shares outstanding	8,111,325	8,111,325	8,111,325	8,111,325

Harvest Gold Corporation
(An Exploration Stage Company)
Consolidated Interim Statement of Changes in Equity
(Expressed in Canadian Dollars)
(Unaudited)

	Notes	Share capital					
		Number of shares	Amount	Share-based payment reserves	Investment revaluation reserve	Deficit	Total
Balance at March 31, 2014		**8,111,325**	**$ 10,476,249**	**$ 1,329,398**	**$ -**	**$ (11,205,143)**	**$ 600,504**
Comprehensive loss:							
Loss for the period		-	-	-	-	(23,691)	(23,691)
Balance at September 30, 2014		**8,111,325**	**10,476,249**	**1,329,398**	**-**	**(11,228,834)**	**576,813**
Balance at March 31, 2015		**8,111,325**	**$ 10,476,249**	**$ 1,329,398**	**$ 142**	**$ (11,152,796)**	**$ 652,993**
Comprehensive loss:							
Loss for the period		-	-	-	-	(40,350)	(40,350)
Balance at September 30, 2015		**8,111,325**	**$ 10,476,249**	**$ 1,329,398**	**$ 142**	**$ (11,193,146)**	**$ 612,643**

Harvest Gold Corporation
(An Exploration Stage Company)
Condensed Consolidated Interim Statements of Cash Flows
Six months ended September 30,
(Expressed in Canadian Dollars)
(Unaudited)

	2015	2014
Operating activities		
Loss for the period	$ (40,350)	$ (23,691)
Adjustments for:		
Impairment (gain) of marketable securities	-	72
Changes in non-cash working capital items:		
Receivables and prepaids	(369)	2,549
Accounts payable and accrued liabilities	1,666	(10,002)
Net cash flows used in operating activities	(39,053)	(31,072)
Investing activities		
Reclamation bond refund	9,915	-
Expenditures on mineral properties	(11,883)	(8,480)
Net cash flows from investing activity	(1,968)	(8,480)
Change in cash	(41,021)	(39,552)
Cash, beginning	61,626	107,609
Cash, ending	**$ 20,605**	**$ 68,057**

Non-cash transactions (Note 13)

1. NATURE AND CONTINUANCE OF OPERATIONS

Harvest Gold Corporation (the "Company") was incorporated on June 28, 2005, under the laws of the province of British Columbia, Canada, and its principal activity is the acquisition and exploration of mineral properties in North America. The Company is a Tier 2 Mining Issuer listed and trading on the TSX Venture Exchange ("TSX-V").

The head office, principal address, records office and registered address of the Company are located at 750 West Pender Street, Suite 804, Vancouver, British Columbia, Canada, V6C 2T7.

These condensed consolidated financial statements have been prepared on the assumption that the Company and its subsidiaries will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future. As at September 30, 2015, the Company had not advanced its properties to commercial production and is not able to finance day to day activities through operations, raising significant doubt about its ability to continue as a going concern. The Company's continuation as a going concern is dependent upon the successful results from its mineral property exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and or private placement of common shares.

2. SIGNIFICANT ACCOUNTING POLICIES AND BASIS OF PRESENTATION

These unaudited condensed consolidated financial statements were approved and authorized for issue on November 30, 2015 by the directors of the Company.

Statement of compliance

These unaudited condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" ("IAS 34") using accounting policies consistent with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") and interpretations of the IFRS Interpretations Committee.

These unaudited condensed consolidated interim financial statements do not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended March 31, 2015.

(Expressed in Canadian Dollars)

3. MARKETABLE SECURITIES

At September 30, 2015 and March 31, 2015 marketable securities consisted of the following:

	September 30, 2015				
	Shares		**Fair value**		**Original cost**
Company:					
Grandview Gold Inc.	50,000	$	500	$	23,500
Gunpoint Exploration Ltd.	1,800		288		9,180
	51,800	$	788	$	32,680

	March 31, 2015				
	Shares		**Fair value**		**Original cost**
Company:					
Grandview Gold Inc.	50,000	$	500	$	23,500
Gunpoint Exploration Ltd.	1,800		288		9,180
	51,800	$	788	$	32,680

During the six months ended September 30, 2015, the Company recognized a gain of $Nil (September 30, 2014 – loss of $72) on its marketable securities, which are classified as available-for-sale.

4. RECEIVABLES

The Company’s receivables consist of GST receivable due from the Government of Canada.

(Expressed in Canadian Dollars)

5. EXPLORATION AND EVALUATION ASSETS

	Rosebud Gold Mine	RW Claims	Total
Acquisition:			
Balance, March 31, 2014	$ 585,263	$ -	$ 585,263
Acquisition costs – cash	62,795	-	62,795
Balance, March 31, 2015 and September 30, 2015	648,058	-	648,058
Exploration:			
Balance, March 31, 2014	-	18,278	23,797
Claim fees	10,790	-	10,790
Licenses and fees	(370)	-	(370)
Storage rental	1,596	-	1,596
Option payments	-	(18,278)	(18.278)
Balance, March 31, 2015	12,016	-	12,016
Total, March 31, 2015	$ 660,074	$ -	$ 660,074
Claim fees	11,881	-	11,881
Total, September 30, 2015	$ 671,955	$ -	$ 671,955

Rosebud Gold Mine Property, Nevada, USA

On November 16, 2006, the Company signed a letter of intent to acquire a 100% interest in certain mining claims comprising the Rosebud Gold Mine Property located in Nevada, USA. As consideration, the Company paid US$320,000 (CDN $350,104) and issued 60,000 common shares, at a fair value of $81,000.

Upon earning a 100% interest, on December 15, 2011, the Company is obligated on an annual basis to pay an advance royalty payment of US$50,000 until the property is placed into production and is to be recovered from any actual future mineral production royalty payments. During the year ended March 31, 2015, the Company paid CDN $62,795 (March 31, 2014 – CDN $53,139) in advance royalties on the Rosebud Gold Mine Property.

The Rosebud Gold Mine Property is subject to a 3% Net Smelter Royalty (“NSR”), which the Company has the option to purchase 1.5% of the NSR for $2,250,000.

During the year ended March 31, 2014, the Company had no planned exploration program for the Rosebud Gold Mine Property and recognized an impairment of $1,728,970.

Subsequent to September 30, 2015, the Company entered into an option to sell the Rosebud Gold Mine Property see Note 13.

5. EXPLORATION AND EVALUATION ASSETS

RW Claims, Nevada, USA

On November 19, 2010, the Company staked certain mining claims comprising the RW Claims located in Eureka County, Nevada.

On January 1, 2012, the Company entered into a mining lease and option to purchase agreement with Kinetic Gold (US) Inc. ("Kinetic"), whereby Kinetic agreed to lease the RW Claims for a period of 5 years. On August 13, 2015 the agreement was amended whereby Kinetic paid US$5,000 (CDN$6,475; received) and will pay US$15,000 thirty days after Kinetic assigns the property to a third party. Kinetic will then pay a further US$30,000 on the first anniversary and US$40,000 on the second anniversary of assigning the property to a third party.

Kinetic has the option, at any time during the term, to purchase a 100% interest in the RW Claims by paying the Company the Purchase Price.

Kinetic will also pay a 2% NSR to the Company from the production or sale of minerals from the RW Claims.

Hunt Property

By an option agreement effective June 28, 2005, the Company acquired a 40% interest in certain claims comprising the Hunt Property located in Manitoba, Canada. During the year ended March 31, 2013, management decided not to carry on any further exploration work on the Hunt Property and, accordingly wrote the property off to operations.

During the year ended March 31, 2015, the Company sold its 40% interest in the Hunt Property to VMS Ventures Inc. ("VMS") for consideration of $140,457, payable as to settlement of its related party debt in the amount of $90,307 and cash of $50,150 (received). VMS will issue to the Company 100,000 common shares upon the earliest to occur of the completion by VMS of a Preliminary Economic Assessment, Pre-Feasibility Study or a Feasibility Study. VMS will issue a further 100,000 common shares upon commencement of commercial production from a portion of the mineral claims.

6. RECLAMATION BOND

As at September 30, 2015, the Company had a reclamation bond issued with the Nevada Division of Minerals in the amount of US$11,633 (CDN - $11,944) (March 31, 2015 – CDN$21,859) to guarantee reclamation of the environment of the Rosebud Gold Mine Property.

(Expressed in Canadian Dollars)

7. TRADE PAYABLES AND ACCRUED LIABILITIES

	September 30, 2015	March 31, 2015
Trade payables (Note 9)	$ 56,256	$ 49,590
Accrued liabilities (Note 9)	38,500	43,500
	$ 94,756	$ 93,090

8. RELATED PARTY TRANSACTIONS

a. Contractual commitments with related parties

i. On January 1, 2008, and as amended on September 1, 2009, the Company entered into a management agreement with an officer and director to fulfil the role as Chief Executive Officer for a period of 5 years for a monthly rate of $4,000 per month. Effective April 1, 2013 no further fees, until further notice, will be accrued under this agreement. On January 1, 2015, the Company renewed this contract and re-commenced monthly fees.

ii. On August 1, 2012, the Company entered into an employee agreement with an officer and director to fulfil the role of Chief Operating Officer for a period of 12 months for a monthly rate of $4,000 per month. Effective April 1, 2013 no further fees, until further notice, will be accrued under this agreement. Effective July 29, 2014 the Chief Operating Officer resigned along with the director position held.

b. Transactions with related parties

During the six months ended September 30, 2015, the Company paid $3,000 (September 30, 2014 - $Nil) of professional fees and accrued $24,000 (September 30, 2014 - $Nil) of management fees to companies controlled by officers and directors of the Company.

As of September 30, 2015, included in trade payables and accrued liabilities was $71,083 (March 31, 2015 - $50,083), owing for fees owing to certain officers and directors of the Company (Note 7).

These amounts are non-interest bearing, unsecured and have no fixed terms of repayment.

c. Transactions with key management personnel

	Six months ended	
	Sept. 30, 2015	Sept. 30, 2014
Management and professional fees	$ 27,000	$ -

(Expressed in Canadian Dollars)

9. SHARE CAPITAL

Authorized share capital

Unlimited number of common shares without par value.

Issued share capital

At September 30, 2015 there were 8,111,325 issued and fully paid common shares (March 31, 2015 – 8,111,325).

Stock options

The Company has adopted an incentive stock option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the TSX-V requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable stock options to purchase common shares, provided that the number of common shares reserved for issuance will not exceed 10% of the Company's issued and outstanding common shares. Such options will be exercisable for a period of up to 5 years from the date of grant. Options may be exercised no later than 90 days following cessation of the optionee's position with the Company or 30 days following cessation of an optionee conducting investor relations activities' position. Vesting periods are determined by the Board of Directors.

The changes in options during the six months ended September 30, 2015 and the year ended March 31, 2015 are as follows:

	Six months ended Sept. 30, 2015		**Year ended March 31, 2015**	
	Number of options	**Weighted average exercise price**	**Number of options**	**Weighted average exercise price**
Options outstanding, beginning of year	205,433	$ 1.32	227,933	$ 1.32
Options cancelled / expired	(91,433)	1.50	(22,500)	1.20
Options outstanding, end of year	114,000	$ 1.20	205,433	$ 1.32

Details of options outstanding as at September 30, 2015 are as follows:

Number of options outstanding and exercisable	Exercise Price	Expiry Date
114,000	$1.20	January 26, 2016

(Expressed in Canadian Dollars)

9. SHARE CAPITAL (cont'd)

Warrants

The changes in warrants during the six months ended September 30, 2015 and the year ended March 31, 2015 are as follows:

	Six months ended Sept. 30, 2015		**Year ended March 31, 2015**	
	Number of warrants	**Weighted average exercise price**	**Number of warrants**	**Weighted average exercise price**
Warrants outstanding, beginning of year	1,130,000	$ 0.10	1,130,000	$ 0.10
Warrants expired	(1,130,000)	0.10	-	-
Warrants outstanding, end of year	-	$ -	1,130,000	$ 0.10

Share-based payment reserve

The share-based payment reserve records items recognized as stock-based compensation expense and other share-based payments until such time that the stock options or warrants are exercised, at which time the corresponding amount will be transferred to share capital.

Investment revaluation reserve

The investment revaluation reserve records unrealized gains and losses arising on available-for-sale financial assets, except for impairment losses and foreign exchange gains and losses.

10. FINANCIAL RISK AND CAPITAL MANAGEMENT

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. The Company's primary exposure to credit risk is on its cash held in bank accounts. The majority of cash is deposited in bank accounts held with a major bank in Canada. As most of the Company's cash is held by one bank there is a concentration of credit risk. This risk is managed by using major banks that are high credit quality financial institutions as determined by rating agencies. The Company's secondary exposure to risk is on its GST receivable. This risk is minimal as receivables consist of refundable government general sales taxes.

10. FINANCIAL RISK AND CAPITAL MANAGEMENT (cont'd)

Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company has a planning and budgeting process in place to help determine the funds required to support the Company's normal operating requirements on an ongoing basis. The Company ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash.

Historically, the Company's sole source of funding has been the issuance of equity securities for cash, primarily through private placements. The Company's access to financing is always uncertain. There can be no assurance of continued access to significant equity funding.

Foreign exchange risk

Foreign exchange risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The Company is exposed to currency risks as it incurs expenditures that are denominates in the United States dollar while its functional currency is the Canadian dollar. The Company does not hedge its exposure to fluctuations in foreign exchange rates. The majority of cash is held in Canadian dollars. As a result, the Company's exposure to foreign currency risk is minimal.

Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. As at September 30, 2015, the Company did not have any cash equivalents or interest bearing debt and is not subject to interest rate risk.

Capital management

The Company's policy is to maintain a strong capital base so as to maintain investor and creditor confidence and to sustain future development of the business. The capital structure of the Company consists of equity and cash.

There were no changes in the Company's approach to capital management during the year.

The Company is not subject to any externally imposed capital requirements.

Classification of financial instruments

Financial assets included in the consolidated statement of financial position are as follows:

		Sept. 30, 2015		**March 31, 2015**
Cash	$	20,605	$	61,626
Marketable securities		788		788
	$	21,393	$	62,414

(Expressed in Canadian Dollars)

10. FINANCIAL RISK AND CAPITAL MANAGEMENT (cont'd)

Classification of financial instruments **(cont'd)**

Financial liabilities included in the consolidated statement of financial position are as follows:

		Sept. 30, 2015		**March 31, 2015**
Non-derivative financial liabilities:				
Trade payables	$	56,256	$	49,590

11. SEGMENTED INFORMATION

Operating segments

The Company operates in a single reportable operating segment – the acquisition, exploration and development of mineral properties.

Geographic segments

		Sept. 30, 2015		**March 31, 2015**
Total assets				
Canada	$	19,273	$	63,730
United States		688,126		682,353
	$	707,399	$	746,083
Exploration and evaluation assets				
United States	$	671,955	$	660,072

12. NON-CASH TRANSACTIONS

There were no non-cash transactions during the six months ended September 30, 2015 and 2014.

13. SUBSEQUENT EVENT

Subsequent to September 30, 2015, the Company reached an option to sell agreement with Rosebud Exploration LLC (“RE”), a private Nevada corporation, for its Rosebud Gold Mine Property as follows. In Stage One, RE will pay the Company US$25,000 upon signing (received); within ten business days RE will pay US$50,000 to Newmont for the Company’s December 15, 2015 Advanced Royalty Payment on Rosebud. RE is also required to pay all BLM and County fees on Rosebud by the end of July 2015. To Carry the option into Stage Two, RE will inform the Company of its intention to do so before September 15, 2016 and pay the Company US$15,000 on or before September 15, 2016. RE must also commit to the US$50,000 2016 Advanced Royalty Payment and 2017 BLM and County fees on the property by the end of July 2017. RE may exercise its option to purchase Rosebud any time after January 1, 2016 up to November 23, 2017, by paying the Company CDN$100,000. If RE exercises its option to purchase, it will also be committed to paying CDN$1,000,000 to the Company within 30 days of RE receiving funding designed to commission and construct a mine at Rosebud. On Closing of the sale of Rosebud, RE shall assume all obligations of the Company in respect of the 3% NSR on Rosebud including the obligations to make annual advance Royalty payments. The agreement is subject to TSX Venture Exchange acceptance.