



Fission
URANIUM CORP.

Condensed Interim Financial Statements

Fission Uranium Corp.

**For the Six Month Period Ended
December 31, 2015**

Fission Uranium Corp.

Condensed Interim Financial Statements

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Fission Uranium Corp.

Condensed interim statements of financial position
(Expressed in Canadian dollars)

		December 31	June 30
	Note	2015	2015
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		4,243,671	24,773,556
Restricted cash	4	3,000,000	-
Short-term investments		3,500	2,250
Amounts receivable	5	231,387	393,339
Prepaid expenses		493,717	234,602
		7,972,275	25,403,747
Investment in Fission 3.0 Corp.	6	2,942,500	3,040,535
Property and equipment		143,174	187,248
Exploration and evaluation assets	7	255,346,582	243,461,489
Total Assets		266,404,531	272,093,019
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		1,286,152	1,911,369
Flow-through share premium liability	8(a)	4,402,200	4,402,200
		5,688,352	6,313,569
Deferred tax liability		-	914,834
Total Liabilities		5,688,352	7,228,403
Shareholders' Equity			
Share capital	8	333,741,259	333,328,259
Other capital reserves	8	19,977,536	18,810,691
Deficit		(93,002,616)	(87,274,334)
		260,716,179	264,864,616
Total Liabilities and Shareholders' Equity		266,404,531	272,093,019

Subsequent events (Note 12)

Approved by the Board of Directors and authorized for issue on February 14, 2016.

"Frank Estergaard"

Director

"William Marsh"

Director

Fission Uranium Corp.

Condensed interim statements of loss and comprehensive loss
(Expressed in Canadian dollars)

	Note	Three Months December 31 2015	Three Months December 31 2014	Six Months December 31 2015	Six Months December 31 2014
		\$	\$	\$	\$
Expenses					
Business development		190,303	224,618	440,333	477,965
Consulting and directors fees		367,928	661,033	1,125,448	896,997
Depreciation		21,090	21,159	42,608	44,536
Office and administration		194,462	382,357	441,753	567,673
Professional fees		376,275	34,644	1,394,369	213,585
Public relations and communications		1,071,136	265,621	1,553,123	586,218
Share-based compensation	8(c)	417,418	2,431,205	1,010,171	4,499,273
Trade shows and conferences		79,947	40,205	107,939	52,739
Wages and benefits		316,651	737,600	525,342	934,519
		3,035,210	4,798,442	6,641,086	8,273,505
Other items - income/(expense)					
Equipment rental income		-	5,251	5,769	10,627
Foreign exchange gain/(loss)		(1,279)	(424)	812	(124)
Gain/(loss) on investments		-	7,250	1,250	(6,000)
Interest and miscellaneous income		29,349	87,698	91,300	177,399
Loss on disposal of property and equipment		-	-	(3,126)	-
Share of loss from equity investment in Fission 3.0 Corp.	6	(62,466)	-	(98,035)	-
		(34,396)	99,775	(2,030)	181,902
Loss before income taxes		(3,069,606)	(4,698,667)	(6,643,116)	(8,091,603)
Deferred income tax recovery		155,040	-	914,834	-
Net loss and comprehensive loss for the period		(2,914,566)	(4,698,667)	(5,728,282)	(8,091,603)
Basic and diluted loss per common share		(0.01)	(0.01)	(0.01)	(0.02)
Weighted average number of common shares outstanding		386,745,512	364,870,084	386,491,817	359,199,286

Fission Uranium Corp.

Condensed interim statements of changes in equity
(Expressed in Canadian dollars)

	Note	Share capital		Other capital	Deficit	Total
		Shares	Amount	reserves		shareholders'
			\$	\$	\$	equity
						\$
Balance, July 1, 2014		352,309,460	297,123,549	16,990,702	(77,399,754)	236,714,497
Flow-through common shares issued for cash	8(a)	9,602,500	14,403,750	-	-	14,403,750
Flow-through share premium	8(a)	-	(4,321,125)	-	-	(4,321,125)
Share issuance costs	8(a)	-	(917,874)	-	-	(917,874)
Exercise of stock options/warrants		4,031,512	4,259,109	(2,356,439)	-	1,902,670
Share-based compensation	8(c)	-	-	5,124,700	-	5,124,700
Net loss and comprehensive loss		-	-	-	(8,091,603)	(8,091,603)
Balance, December 31, 2014		365,943,472	310,547,409	19,758,963	(85,491,357)	244,815,015
Flow-through common shares issued for cash	8(a)	13,340,000	20,010,000	-	-	20,010,000
Flow-through share premium	8(a)	-	(4,402,200)	-	-	(4,402,200)
Share issuance costs	8(a)	-	(1,339,934)	-	-	(1,339,934)
Deferred income tax impact on share issuance costs		-	587,030	-	-	587,030
Exercise of stock options/warrants		6,954,649	7,925,954	(3,133,834)	-	4,792,120
Share-based compensation		-	-	2,185,562	-	2,185,562
Net loss and comprehensive loss		-	-	-	(1,782,977)	(1,782,977)
Balance, June 30, 2015		386,238,121	333,328,259	18,810,691	(87,274,334)	264,864,616
Exercise of stock options		950,000	413,000	(46,110)	-	366,890
Share-based compensation	8(c)	-	-	1,212,955	-	1,212,955
Net loss and comprehensive loss		-	-	-	(5,728,282)	(5,728,282)
Balance, December 31, 2015		387,188,121	333,741,259	19,977,536	(93,002,616)	260,716,179

Fission Uranium Corp.

Condensed interim statements of cash flows
(Expressed in Canadian dollars)

	Three Months	Three Months	Six Months	Six Months
	December 31	December 31	December 31	December 31
	2015	2014	2015	2014
	\$	\$	\$	\$
Operating activities				
Net loss and comprehensive loss	(2,914,566)	(4,698,667)	(5,728,282)	(8,091,603)
Items not involving cash:				
Depreciation	21,090	21,159	42,608	44,536
Share-based compensation	417,418	2,431,205	1,010,171	4,499,273
(Gain)/loss on investments	-	(7,250)	(1,250)	6,000
Loss on disposal of property and equipment	-	-	3,126	-
Share of loss from equity investment in Fission 3.0 Corp.	62,466	-	98,035	-
Deferred income tax recovery	(155,040)	-	(914,834)	-
	(2,568,632)	(2,253,553)	(5,490,426)	(3,541,794)
Changes in non-cash working capital items:				
Decrease in amounts receivable	564,228	346,190	161,952	116,877
(Increase)/decrease in prepaid expenses	(316,703)	46,653	(259,115)	56,915
Increase/(decrease) in accounts payable and accrued liabilities	16,653	(349,517)	524,953	(63,996)
Cash flow used in operating activities	(2,304,454)	(2,210,227)	(5,062,636)	(3,431,998)
Investing activities				
Restricted cash	(3,000,000)	-	(3,000,000)	-
Property and equipment additions	-	-	(1,660)	(4,858)
Exploration and evaluation asset additions	(3,268,819)	(5,976,882)	(12,832,479)	(18,290,585)
Cash flow used in investing activities	(6,268,819)	(5,976,882)	(15,834,139)	(18,295,443)
Financing activities				
Proceeds from the issuance of flow-through common shares net of share issuance costs	-	-	-	13,485,876
Proceeds from exercise of stock options/warrants	366,890	1,358,647	366,890	1,902,670
Cash flow provided by financing activities	366,890	1,358,647	366,890	15,388,546
Decrease in cash and cash equivalents during the period	(8,206,383)	(6,828,462)	(20,529,885)	(6,338,895)
Cash and cash equivalents, beginning of period	12,450,054	29,397,951	24,773,556	28,908,384
Cash and cash equivalents, end of period	4,243,671	22,569,489	4,243,671	22,569,489

Supplemental disclosure with respect to cash flows (Note 9)

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

1. Nature of operations

Fission Uranium Corp. (the "Company" or "Fission Uranium") was incorporated on February 13, 2013 under the laws of the Canada Business Corporations Act in connection with a court approved plan of arrangement to reorganize Fission Energy Corp. ("Fission Energy") which was completed on April 26, 2013 (the "Fission Energy Arrangement"). The Company's principal business activity is the acquisition and development of exploration and evaluation assets. To date, the Company has not generated significant revenues from operations and is considered to be in the exploration stage. The Company's head office is located at 700 – 1620 Dickson Ave., Kelowna, BC, V1Y 9Y2 and is listed on the Toronto Stock Exchange under the symbol FCU, on the U.S. OTCQX under the symbol FCUUF, and on the Frankfurt Stock Exchange under the symbol 2FU.

The Company has not yet determined whether its exploration and evaluation assets contain ore reserves that are economically recoverable. The recoverability of the amounts shown for the exploration and evaluation assets, including the acquisition costs, is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of those reserves, and upon future profitable production.

2. Significant accounting policies

(a) Statement of compliance

These condensed interim financial statements are unaudited and have been prepared in accordance with International Accounting Standard *IAS 34, Interim Financial Reporting* ("IAS 34") using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") as at December 31, 2015. The unaudited condensed interim financial statements were authorized for issue by the Board of Directors on February 14, 2016.

These unaudited condensed interim financial statements do not include all of the information required for full annual financial statements and should be read in conjunction with the Company's audited annual financial statements for the year ended June 30, 2015 prepared in accordance with IFRS.

The accounting policies applied in preparation of these unaudited condensed interim financial statements are consistent with those applied and disclosed in the Company's consolidated financial statements for the year ended June 30, 2015.

(b) Basis of presentation

These unaudited condensed interim financial statements have been prepared on the historical cost basis except for certain financial instruments, which are measured at fair value.

3. Key estimates and judgements

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the condensed interim financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

3. Key estimates and judgements (continued)

Exploration and evaluation assets

The application of the Company's accounting policy for exploration and evaluation assets requires judgement in the following areas:

- (i) Determination of whether any impairment indicators exist at each reporting date giving consideration to factors such as budgeted expenditures on the Patterson Lake South ("PLS") property, assessment of the right to explore in the specific area and evaluation of any data which would indicate that the carrying amount of exploration and evaluation assets is not recoverable; and
- (ii) Assessing when the commercial viability and technical feasibility of the project has been determined, at which point the asset is reclassified to property and equipment.

4. Restricted cash

On December 21, 2015 the Company announced it had entered into a binding letter of intent ("LOI") with CGN Mining Company Limited ("CGN Mining"), pursuant to which CGN Mining and the Company agreed to proceed towards the execution of a subscription agreement (the "Subscription Agreement") and an offtake agreement (the "Offtake Agreement"), (together the "Transaction Agreements"). Pursuant to the LOI, the Company and CGN Mining each deposited \$3,000,000 into escrow accounts to be released to either the Company or CGN Mining upon certain release conditions.

Subsequent to the execution of the Transaction Agreements on January 11, 2016, the Company's \$3,000,000 escrowed funds were returned. Pursuant to the Subscription Agreement, the Company and CGN Mining completed a private placement and CGN Mining's \$3,000,000 escrowed funds were released to the Company as partial satisfaction against the proceeds of the private placement.

5. Amounts receivable

	December 31	June 30
	2015	2015
	\$	\$
GST receivable	167,386	266,638
Other receivables	64,001	126,701
	231,387	393,339

The Company does not have any significant balances that are past due. Amounts receivable are current, and the Company does not have any allowance for doubtful accounts. Due to their short-term maturities, the fair value of amounts receivable approximates their carrying value.

6. Investment in Fission 3.0

On February 23, 2015 the Company completed a private placement with Fission 3.0 Corp. ("Fission 3.0") pursuant to which the Company purchased 22,000,000 common shares of Fission 3.0 at a price of \$0.14 per share for a total cost of \$3,080,000.

The Company has a 12.36% interest in Fission 3.0, a company incorporated in Canada, whose principal business activity is the acquisition, exploration and development of uranium resource properties in Canada and Peru. The Company, through a combination of this shareholding and its common directors and management, has significant influence over Fission 3.0 and accounts for the investment using the equity method.

Due to the fact that Fission 3.0's financial statements for the six month period ended December 31, 2015 are not yet publicly available, the Company recognized its proportionate share of Fission 3.0's loss from the three month period ended June 30, 2015 and the three month period ended September 30, 2015 in the Company's six month period ended December 31, 2015.

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

6. Investment in Fission 3.0 (continued)

Details of the investment in Fission 3.0 are as follows:

	\$
Balance July 1, 2014	-
Purchase of 22,000,000 common shares @ \$0.14 ⁽¹⁾	3,080,000
Share of Fission 3.0's loss for the period ended March 31, 2015 ⁽²⁾	(38,911)
Reversal of gains from intercompany services	(554)
Balance June 30, 2015	3,040,535
Share of Fission 3.0's loss for the three months ended June 30, 2015	(32,207)
Share of Fission 3.0's loss for the three months ended September 30, 2015	(59,622)
Reversal of gains from intercompany services	(6,206)
Balance December 31, 2015	2,942,500

(1) The trading price of Fission 3.0 on December 31, 2015 was \$0.12 (June 30, 2015 - \$0.11). The quoted market value of the investment in Fission 3.0 on December 31, 2015 was \$2,640,000 (June 30, 2015 - \$2,420,000).

(2) Since the investment in Fission 3.0 was purchased on February 23, 2015, the share of Fission 3.0's loss is only calculated from the date of acquisition to March 31, 2015.

7. Exploration and evaluation assets

	December 31 2015	June 30 2015
Patterson Lake South Property	\$	\$
Acquisition costs		
Balance, beginning and end	176,501,858	176,501,858
Exploration costs		
Balance, beginning	66,959,631	33,518,601
Incurred during		
Geology mapping/sampling	100,671	703,920
Geophysics airborne	10,931	25,929
Geophysics ground	151,935	1,383,057
Drilling	11,306,546	29,686,455
Land retention and permitting	25,427	47,014
Reporting	26,091	55,397
Environmental	36,937	109,297
Safety	12,583	226,348
Community relations	1,097	731
General	10,091	20,500
Share-based compensation	202,784	1,182,382
Additions	11,885,093	33,441,030
Balance, end	78,844,724	66,959,631
Total	255,346,582	243,461,489

Title to exploration and evaluation assets involves certain inherent risks due to the difficulties of determining the validity of title and/or ownership of claims. The Company has investigated title to all of its exploration and evaluation assets, and to the best of its knowledge, title to its property is in good standing.

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

8. Share capital and other capital reserves

The Company is authorized to issue an unlimited number of common shares, without par value.

(a) *Private placements*

September 23, 2014

The Company completed a private placement of 9,602,500 flow-through common shares at a price of \$1.50 per share, for gross proceeds of \$14,403,750. The Company paid agents' commissions of \$714,109 plus \$203,765 of expenses. A flow-through share premium liability of \$4,321,125 was recognized and was reported as a reduction to share capital. The flow-through share premium liability was taken into other income when the renunciation documents were filed.

April 29, 2015

The Company completed a private placement of 13,340,000 flow-through common shares at a price of \$1.50 per share, for gross proceeds of \$20,010,000. The Company paid agents' commissions of \$990,435 plus \$349,499 of expenses. A flow-through share premium liability of \$4,402,200 was recognized and was reported as a reduction to share capital. The flow-through share premium liability will be taken into other income when the renunciation documents are filed.

(b) *Stock options and warrants*

The Company has a stock option plan which allows the Board of Directors to grant stock options to employees, directors, officers, and consultants. The exercise price is determined by the Board of Directors provided the minimum exercise price is set at the Company's closing share price on the day before the grant date. The options can be granted for a maximum term of five years and vesting terms are determined by the Board of Directors at the date of grant.

Stock options and share purchase warrants transactions are summarized as follows:

	Stock options		Warrants	
	Number outstanding	Weighted average exercise price	Number outstanding	Weighted average exercise price
		\$		\$
Balance July 1, 2014	31,662,833	1.0155	8,452,199	0.8120
Granted	8,000,000	1.0000	-	-
Exercised ⁽¹⁾	(3,914,500)	0.5089	(7,071,661)	0.6650
Expired	(1,042,500)	1.3997	-	-
Forfeited	(1,127,500)	1.3906	-	-
Outstanding, June 30, 2015	33,578,333	1.0464	1,380,538	1.5651
Exercised ⁽¹⁾	(950,000)	0.3862	-	-
Expired	(1,000,000)	1.1000	(482,099)	1.5000
Outstanding, December 31, 2015	31,628,333	1.0645	898,439	1.6000

(1) The weighted average share price of stock options exercised during the six month period ended December 31, 2015 was \$0.6435 (June 30, 2015 - \$0.9950). There were no warrants exercised during the six month period ended December 31, 2015. The weighted average share price of warrants exercised during the year ended June 30, 2015 was \$1.1874.

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

8. Share capital and other capital reserves (continued)

(b) Stock options and warrants (continued)

As at December 31, 2015, incentive stock options and share purchase warrants were outstanding as follows:

Stock options			
Number outstanding	Exercise price	Number of vested options	Expiry date
	\$		
836,667	0.2505	836,667	December 31, 2017
536,666	0.3862	536,666	January 12, 2017
8,215,000	0.6820	8,215,000	June 1, 2016
8,000,000	1.0000	5,333,333	December 15, 2019
7,270,000	1.2000	7,270,000	January 21, 2019
400,000	1.2920	400,000	August 15, 2016
300,000	1.3100	300,000	February 25, 2019
6,070,000	1.6500	4,552,500	April 4, 2019
31,628,333		27,444,166	
Warrants			
Number outstanding	Exercise price	Number of vested warrants	Expiry date
	\$		
898,439	1.6000	898,439	April 1, 2016
898,439		898,439	

(c) Share-based compensation

All options are recorded at fair value using the Black-Scholes option pricing model. There were no stock options granted during the six month period ended December 31, 2015. During the six month period ended December 31, 2014, the Company granted 8,000,000 options. Pursuant to the vesting of options previously granted, during the six month period ended December 31, 2015 share-based compensation of \$1,010,171 (December 31, 2014 - \$4,499,273) was recognized in the statements of loss and comprehensive loss and \$202,784 (December 31, 2014 - \$625,427) was recognized in exploration and evaluation assets. The total amount was also recorded as other capital reserves in the statements of changes in equity.

The following assumptions were used for the valuation of share-based compensation for vesting of options granted:

	December 31 2015	December 31 2014
Risk Free Interest Rate	N/A	1.04%
Expected Life - Years	N/A	2.92
Estimated Forfeiture Rate	N/A	3.45%
Annualised Volatility	N/A	59.03%
Dividend Rate	N/A	N/A
Weighted average fair value per option	N/A	\$0.26

Fission Uranium Corp.

Notes to the condensed interim financial statements
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(Expressed in Canadian dollars)

9. Supplemental disclosure with respect to cash flows

	December 31	June 30
	2015	2015
	\$	\$
Cash and cash equivalents		
Cash	83,671	613,556
Redeemable Term Deposits	4,160,000	24,160,000
	4,243,671	24,773,556

There were no cash payments for interest and income taxes during the six month period ended December 31, 2015, and December 31, 2014. During the six month period ended December 31, 2015 the Company received \$167,009 (December 31, 2014 - \$127,749) in interest income.

Significant non-cash transactions for the six month period ended December 31, 2015 included:

- (a) Incurring \$406,736 of exploration and evaluation related expenditures through accounts payable and accrued liabilities;
- (b) Recognizing \$202,784 of share-based payments in exploration and evaluation assets; and
- (c) Reclassifying \$46,110 from other capital reserves to share capital on the exercise of stock options.

Significant non-cash transactions for the six month period ended December 31, 2014 included:

- (a) Incurring \$641,591 of exploration and evaluation related expenditures through accounts payable and accrued liabilities;
- (b) Recognizing \$625,427 of share-based payments in exploration and evaluation assets;
- (c) Reclassifying \$2,356,439 from other capital reserves to share capital on the exercise of stock options and warrants; and
- (d) Reclassifying \$4,321,125 from share capital to flow-through share premium liability for the flow-through premium liability recognized, which was taken into other income when the renunciation documents were filed.

Fission Uranium Corp.

Notes to the condensed interim financial statements
For the six month period ended December 31, 2015
(Expressed in Canadian dollars)

10. Related party transactions

The Company has identified the CEO, President and COO, CFO, VP Exploration, and the Company's directors as its key management personnel. The compensation costs for key management personnel are as follows:

	Three months ended		Six months ended	
	December 31		December 31	
	2015	2014	2015	2014
	\$	\$	\$	\$
Compensation Costs				
Wages and consulting fees paid or accrued to key management personnel and companies controlled by key management personnel	625,607	1,035,930	1,161,706	1,422,056
Share-based compensation for vesting of options granted to key management personnel	271,241	1,341,505	654,127	2,548,882
	896,848	2,377,435	1,815,833	3,970,938
	Three months ended		Six months ended	
	December 31		December 31	
	2015	2014	2015	2014
	\$	\$	\$	\$
Amounts Received or Receivable				
Exploration and administrative services to Fission 3.0 Corp. a company over which Fission Uranium has significant influence	70,580	112,957	221,178	231,546
	70,580	112,957	221,178	231,546

Included in accounts payable at December 31, 2015 is \$68,640 (June 30, 2015 - \$21,797) for wages payable and consulting fees due to key management personnel and companies controlled by key management personnel.

Included in amounts receivable at December 31, 2015 is \$32,820 (June 30, 2015 - \$23,001) for exploration and administrative services and expense recoveries due from Fission 3.0.

These transactions were in the normal course of operations.

11. Financial instruments and risk management

International Financial Reporting Standards 13, Fair Value Measurement, establishes a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fission Uranium Corp.

Notes to the condensed interim financial statements
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(Expressed in Canadian dollars)

11. Financial instruments and risk management (continued)

The Company's financial instruments consist of cash and cash equivalents, restricted cash, short-term investments, amounts receivable and accounts payable and accrued liabilities. For cash and cash equivalents, restricted cash, amounts receivable and accounts payable and accrued liabilities, carrying value is considered to be a reasonable approximation of fair value due to the short-term nature of these instruments. The fair value of short-term investments is determined by their quoted market price.

Short-term investments are carried at fair value, with the unrealized gain or loss recorded in the statements of loss and comprehensive loss.

The Company's financial instruments are exposed to a number of financial and market risks, including credit, liquidity and foreign exchange risks. The Company does not currently have in place any active hedging or derivative trading policies to manage these risks since the Company's management does not believe that the current size, scale and pattern of its operations warrant such hedging activities.

(a) Credit risk

Credit risk is the risk that a counterparty to a financial instrument will not discharge its obligations, resulting in a financial loss to the Company. The Company has procedures in place to minimize its exposure to credit risk. Company management evaluates credit risk on an ongoing basis including counterparty credit rating and other counterparty concentrations as measured by amount and percentage.

The primary sources of credit risk for the Company arise from:

- (i) Cash and cash equivalents;
- (ii) Restricted cash; and
- (iii) Amounts receivable.

The Company has not had any credit losses in the past, nor does it expect to have any credit losses in the future. At December 31, 2015, the Company has no financial assets that are past due or impaired due to credit risk defaults.

The Company's maximum exposure to credit risk is as follows:

	December 31	June 30
	2015	2015
	\$	\$
Cash and cash equivalents	4,243,671	24,773,556
Restricted cash	3,000,000	-
Amounts receivable	231,387	393,339
	7,475,058	25,166,895

Fission Uranium Corp.

Notes to the condensed interim financial statements
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11. Financial instruments and risk management (continued)

(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its obligations with respect to financial liabilities as they fall due. The Company's financial liabilities are comprised of accounts payable and accrued liabilities. The Company frequently assesses its liquidity position by reviewing the timing of amounts due and the Company's current cash flow position to meet its obligations. The Company manages its liquidity risk by maintaining sufficient cash and cash equivalents and short-term investment balances to meet its anticipated operational needs.

The Company's accounts payable and accrued liabilities arose as a result of exploration and development of its exploration and evaluation assets and other corporate expenses. Payment terms on these liabilities are typically 30 to 60 days from receipt of invoice and do not generally bear interest.

The following table summarizes the remaining contractual maturities of the Company's financial liabilities.

	Maturity Dates	December 31 2015	June 30 2015
		\$	\$
Accounts payable and accrued liabilities	< 6 months	1,286,152	1,911,369

12. Subsequent events

Subsequent to December 31, 2015:

- (a) The Company executed Transaction Agreements (Note 4) with CGN Mining. Pursuant to the Subscription Agreement, the Company completed a private placement with CGN Mining, under which CGN Mining purchased 96,736,540 common shares equal to 19.99% of the issued and outstanding shares of the Company upon closing. The Company's common shares were purchased at a price of \$0.85 per common share for gross proceeds of \$82,226,059. The Company paid agents' commissions of \$4,111,303 plus estimated expenses of \$650,000. In addition, under the terms of the Subscription Agreement, CGN Mining appointed two members to the Company's Board of Directors.

Under the terms of the Offtake Agreement, CGN Mining will purchase 20% of annual U₃O₈ production and will have an option to purchase up to an additional 15% of U₃O₈ production from the PLS property, after commencement of commercial production.

- (b) The Company granted 16,350,000 stock options to directors, officers, employees and consultants exercisable at \$0.85 per share expiring on February 5, 2021.