



## Condensed Interim Financial Statements

Three Months Ended March 31, 2018

(Unaudited - Expressed in Canadian Dollars)

**Notice of No Auditor Review of  
Interim Consolidated Financial Statements**

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these interim consolidated financial statements they must be accompanied by a notice indicating that these interim financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

**ALX Uranium Corp.**  
Condensed Interim Statements of Financial Position  
(Expressed in Canadian Dollars)

	<b>March 31, 2018</b>	December 31, 2017
<b>Assets</b>		
<b>Current</b>		
Cash	\$ 1,200,367	\$ 1,142,521
Amounts receivable	58,453	46,152
Marketable securities (Note 12)	1,566,802	2,058,442
Prepaid expenses and deposits	205,224	385,628
<b>Total Current Assets</b>	<b>3,030,846</b>	3,632,743
Marketable securities held in escrow (Note 12)	725,000	862,500
Property and equipment (Note 3)	20,513	21,666
Exploration and evaluation assets (Note 4)	7,955,082	7,803,508
Reclamation bond	10,000	10,000
<b>Total Assets</b>	<b>\$ 11,741,441</b>	\$ 12,330,417
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 245,932	\$ 239,140
<b>Equity</b>		
Share Capital (Note 5)	13,709,304	13,709,304
Share subscriptions receivable	-	(150,000)
Reserves (Note 6)	1,849,556	1,821,559
Deficit	(4,063,351)	(3,289,586)
<b>Total Equity</b>	<b>11,495,509</b>	12,091,277
<b>Total Liabilities and Equity</b>	<b>\$ 11,741,441</b>	\$ 12,330,417

Going concern of operations (Note 2)  
Commitments (Note 9)  
Event after the reporting period (Note 13)

**ALX Uranium Corp.**

Condensed Interim Statements of Net (Loss) Income and Comprehensive (Loss) Income  
For the Three Months ended March 31,  
(Expressed in Canadian Dollars)

	<b>2018</b>	2017
<b>Expenses</b>		
Accounting and audit fees	\$ 25,000	\$ 27,700
Advertising and promotion	42,622	48,698
Amortization	1,153	1,478
Consulting fees and salaries (Note 7)	147,200	133,390
Insurance	4,532	3,982
Investor relations	350	5,000
Legal fees	7,017	33,113
Office and general	32,009	43,557
Property investigation	9,085	-
Share-based payments (Note 6)	27,997	97,661
Transfer agent and filing fees	7,866	9,961
Travel expenses	24,860	9,757
<b>Operating Expenses</b>	<b>329,691</b>	414,297
<b>Other Income (Expenses)</b>		
Foreign exchange loss	(50)	32
Interest and recovery of office and general	12,877	10,845
Unrealized gain(loss) on marketable securities (Note 12)	(503,250)	844,282
Gain on sale of marketable securities (Note 12)	46,349	245,018
<b>(Loss) Income before Income Taxes</b>	<b>(773,765)</b>	685,880
Deferred income tax recovery (Note 10)	-	48,200
<b>Net (Loss) Income and Comprehensive (Loss) Income for the Year</b>	<b>\$ (773,765)</b>	<b>\$ 734,080</b>
<b>Basic and Diluted (Loss) Earnings Per Share</b>	<b>\$ (0.01)</b>	<b>\$ 0.01</b>
<b>Weighted Average Number of Common Shares Outstanding – Basic and Diluted</b>	<b>81,091,422</b>	68,039,244

**ALX Uranium Corp.**

## Condensed Interim Statements of Changes in Equity

For the Three Months ended March 31, 2018 and 2017

(Expressed in Canadian Dollars)

	Number of Shares	Share Capital	Reserves	Share Subscription Receivable	Deficit	Total
<b>Balance, January 1, 2017</b>	<b>67,561,422</b>	<b>\$ 12,374,961</b>	<b>\$ 1,610,493</b>	<b>\$ (4,000)</b>	<b>\$ (1,550,019)</b>	<b>\$ 12,431,435</b>
Issuance of shares for cash (Note 5)	2,700,000	370,156	(100,156)	4,000	-	274,000
Share-based compensation (Note 6)	-	-	97,662	-	-	97,662
Net income for the period	-	-	-	-	734,080	734,080
<b>Balance, March 31, 2017</b>	<b>70,261,422</b>	<b>\$ 12,745,117</b>	<b>\$ 1,607,999</b>	<b>\$ -</b>	<b>\$ (815,939)</b>	<b>\$ 13,537,177</b>

  

	Number of Shares	Share Capital	Reserves	Share Subscription Receivable	Deficit	Total
<b>Balance, January 1, 2018</b>	<b>81,091,422</b>	<b>\$ 13,709,304</b>	<b>\$ 1,821,559</b>	<b>\$ (150,000)</b>	<b>\$ (3,289,586)</b>	<b>\$ 12,091,277</b>
Issuance of shares for cash (Note 5)	-	-	-	150,000	-	150,000
Share-based compensation (Note 6)	-	-	27,997	-	-	27,997
Net loss for the period	-	-	-	-	(773,765)	(773,765)
<b>Balance, March 31, 2018</b>	<b>81,091,422</b>	<b>\$ 13,709,304</b>	<b>\$ 1,849,556</b>	<b>\$ -</b>	<b>\$ (4,063,351)</b>	<b>\$ 11,495,509</b>

**ALX Uranium Corp.**

Condensed Interim Statements of Cash Flows  
For the Three Months ended March 31,  
(Expressed in Canadian Dollars)

	2018	2017
<b>CASH FLOWS USED IN OPERATING ACTIVITIES:</b>		
Net (loss) income for the period:	\$ (773,765)	\$ 734,080
Items not involving cash:		
Deferred income tax recovery	-	(48,200)
Amortization	1,153	1,478
Share-based payments	27,997	97,661
Unrealized loss(gain) on marketable securities	503,250	(844,282)
Gain on sale of marketable securities	(46,349)	(245,018)
Changes in non-cash operating working capital:		
Amounts receivable	(12,301)	(38,730)
Prepaid expenses	180,404	(122,055)
Accounts payable and accrued liabilities	6,525	56,536
<b>Net cash flows used in operating activities</b>	<b>(113,086)</b>	<b>(408,530)</b>
<b>CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES:</b>		
Proceeds from sale of marketable securities	172,239	405,528
Exploration and evaluation asset expenditures	(151,307)	(248,505)
<b>Net cash flows provided from (used in) investing activities</b>	<b>20,932</b>	<b>157,023</b>
<b>CASH FLOWS PROVIDED FROM FINANCING ACTIVITIES:</b>		
Issuance of shares for cash	150,000	274,000
<b>Net cash flows provided from financing activities</b>	<b>150,000</b>	<b>274,000</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>57,846</b>	<b>22,493</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>1,142,521</b>	<b>920,910</b>
<b>Cash and cash equivalents, end of period</b>	<b>\$ 1,200,367</b>	<b>\$ 943,403</b>

Supplemental disclosure with respect to cash flows (Note 11)

# **ALX Uranium Corp.**

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## **1. NATURE OF OPERATIONS**

ALX Uranium Corp. (“ALX” or the “Company”) is a publicly listed company incorporated in British Columbia with limited liability under the legislation of the Province of British Columbia. The shares of the Company are listed on the Toronto Venture Exchange (“TSX-V”) under the symbol ‘AL’, on the Frankfurt Stock Exchange (“FSE”) under the symbol “6LNN”. The Company is principally engaged in the acquisition, exploration, and development of mineral properties.

The head office, principal address and registered and records office of the Company are located at 408 – 1199 West Pender Street, Vancouver, BC, Canada, V6E 2R1.

## **2. BASIS OF PREPARATION**

### **Statement of compliance and basis of measurement**

These financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”), applicable to the presentation of interim financial statements, including IAS 34, Interim Financial Reporting.

On January 1, 2018 the Company amalgamated with its wholly owned subsidiary Alpha Exploration Inc. (“Alpha”). Alpha’s wholly owned subsidiary, ESO Uranium (USA) Inc. was dissolved on October 17, 2017.

These financial statements have been prepared under the historical cost basis, except for financial instruments classified as available-for-sale (“AFS”) and fair value through profit or loss (“FVTPL”). These financial statements have been prepared under the accrual basis of accounting, except for cash flow information.

### **Going concern of operations**

These consolidated financial statements were prepared on a going concern basis, under the historical cost convention. The Company’s ability to continue as a going concern is dependent upon the ability of the Company to obtain financing and generate positive cash flows from its operations. The Company expects that it will need to obtain further financing in the form of debt, equity or a combination thereof in the future. There can be no assurance that additional funding will be available to the Company, or, if available, that this funding will be on acceptable terms. If adequate funds are not available, the Company may be required to delay or reduce the scope of any or all of its development projects.

### **Approval of the financial statements**

The financial statements of ALX Uranium Corp. for the three months ended March 31, 2018 were approved and authorized for issue by the Board of Directors on May 25, 2018.

### **Significant accounting judgments, estimates and assumptions**

The preparation of these consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management’s experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 2. BASIS OF PREPARATION - continued

### Significant accounting judgments, estimates and assumptions – continued

In particular, information about significant areas of estimation uncertainty considered by management in preparing the financial statements includes:

- The ability of the Company to continue as a going concern for the next fiscal year; and
- assessment as to whether any impairment exists in the valuation of its assets;
- impairment of marketable securities;
- recovery of amounts receivable;
- the useful life and recoverability of property and equipment;
- rehabilitation provisions;
- fair value of share-based payments; and
- deferred income tax asset valuation allowances.

### Significant accounting policies

The policies applied in these condensed interim consolidated financial statements are consistent with policies disclosed in Note 3 of the financial statements for the year ended December 31, 2017. These condensed interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended December 31, 2017.

## 3. EQUIPMENT

	Computer equipment \$	Field equipment \$	Office equipment \$	Total \$
Cost:				
Balance, March 31, 2018 and December 31, 2017	6,183	16,640	14,536	37,359
Accumulated depreciation:				
Balance, December 31, 2017	3,397	6,563	5,733	15,693
Additions	209	504	440	1,153
Balance, March 31, 2018	3,606	7,067	6,173	16,846
Carrying amounts:				
<b>Balance, December 31, 2017</b>	<b>2,786</b>	<b>10,077</b>	<b>8,803</b>	<b>21,666</b>
<b>Balance, March 31, 2018</b>	<b>2,577</b>	<b>9,573</b>	<b>8,363</b>	<b>20,513</b>



# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 4. EXPLORATION AND EVALUATION ASSETS

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to its mineral properties, and, to the best of its knowledge, except as described below, they are properly registered and in good standing.

	Uranium Properties	Other Properties	Total
<b>Balance, January 1, 2017</b>	\$ 5,817,709	\$ 73,787	\$ 5,891,496
Additions during the year –			
Property acquisition costs			
Cash	35,000	-	35,000
Staking	56,299	-	56,299
Property exploration costs			
Assays	95,385	-	95,385
Camp	135,034	-	135,034
Drilling	555,746	-	555,746
Field supplies and rentals	177,809	-	177,809
Geological and field personnel	291,813	4,176	295,989
Other	(25,227)	-	(25,227)
Surveying costs	1,063,159	-	1,063,159
Travel and accommodation	171,703	-	171,703
Total additions during the year	2,556,721	4,176	2,560,897
Impairment of exploration and evaluation assets	(628,885)	-	(628,885)
Proceeds received	-	(20,000)	(20,000)
<b>Balance, December 31, 2017</b>	\$ 7,745,545	\$ 57,963	\$ 7,803,508
Additions during the period –			
Property acquisition costs			
Staking	23,064	-	23,064
Property exploration costs			
Assays	-	-	-
Camp	380	-	380
Drilling	10,410	-	10,410
Field supplies and rentals	20,496	-	20,496
Geological and field personnel	83,195	528	83,723
Other	(7,951)	-	(7,951)
Surveying costs	21,013	-	21,013
Travel and accommodation	439	-	439
Total additions during the period	151,046	528	151,574
Impairment of exploration and evaluation assets	-	-	-
Proceeds received	-	-	-
<b>Balance, March 31, 2018</b>	\$ 7,896,591	\$ 58,491	\$ 7,955,082

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Uranium Properties

	Gibbons Creek	Kelic Lake	Lazy Edward	South Pine/Perch	Newnham Lake	Carpenter Lake	Hook- Carter	Cluff Lake	Key Lake Road	Black Lake	Other Uranium Properties	Total
Note	(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)	(viii)	(ix)	(x)	(xi)	
<b>Balance, January 1, 2017</b>	\$ 1,498,805	\$ 1,688,685	\$ 326,112	\$ 307,760	\$ 543,406	\$ 299,672	\$ 1	\$ 1,001,510	\$ 36,070	\$ -	\$ 115,688	\$5,817,709
Additions during the year –												
Property acquisition costs												
Cash	-	-	-	10,000	-	-	-	-	-	25,000	-	35,000
Staking	-	-	13,377	-	-	-	-	-	2,507	-	40,415	56,299
Property exploration costs												
Assays	-	-	-	-	18,267	-	-	20,824	-	56,294	-	95,385
Camp	-	-	-	-	2,412	-	-	88,394	-	44,228	-	135,034
Drilling	-	-	-	-	-	-	-	228,098	-	327,648	-	555,746
Field supplies and rentals	-	1,120	-	-	57,001	-	-	30,269	-	89,419	-	177,809
Geological and field personnel	5,406	12,737	4,399	1	71,790	68	1,421	31,355	176	162,462	1,998	291,813
Other expenses	-	-	-	-	-	-	-	-	-	-	(25,227)	(25,227)
Surveying costs	55,386	-	74,999	-	669,867	-	-	-	-	257,171	5,736	1,063,159
Travel and accommodation	464	-	-	-	89,597	-	-	8,249	-	73,393	-	171,703
<b>Total additions during the year</b>	<b>61,256</b>	<b>13,857</b>	<b>92,775</b>	<b>10,001</b>	<b>908,934</b>	<b>68</b>	<b>1,421</b>	<b>407,189</b>	<b>2,683</b>	<b>1,035,615</b>	<b>22,922</b>	<b>2,556,721</b>
Impairment	-	-	-	-	-	-	-	(521,633)	(38,752)	-	(68,500)	(628,885)
<b>Balance, December 31, 2017</b>	<b>\$1,560,061</b>	<b>\$1,702,542</b>	<b>\$418,887</b>	<b>\$ 317,761</b>	<b>\$ 1,452,340</b>	<b>\$ 299,740</b>	<b>\$ 1,422</b>	<b>\$ 887,066</b>	<b>\$ 1</b>	<b>\$ 1,035,615</b>	<b>\$ 70,110</b>	<b>\$7,745,545</b>
Additions during the period –												
Property acquisition costs												
Staking	-	-	1,381	4,576	5,865	-	-	1,460	-	-	9,782	23,064
Property exploration costs												
Assays	-	-	-	-	-	-	-	-	-	-	-	-
Camp	-	-	-	380	-	-	-	-	-	-	-	380
Drilling	-	-	-	-	10,410	-	-	-	-	-	-	10,410
Field supplies and rentals	-	320	-	-	18,676	-	-	-	-	-	1,500	20,496
Geological and field personnel	-	-	2,991	1,121	21,322	203	-	447	-	19,322	37,789	83,195
Other expenses	-	-	-	-	-	-	-	-	-	-	(7,951)	(7,951)
Surveying costs	-	-	-	11,663	-	-	-	-	-	9,350	-	21,013
Travel and accommodation	-	-	-	-	439	-	-	-	-	-	-	439
<b>Total additions during the   period</b>	<b>-</b>	<b>320</b>	<b>4,372</b>	<b>17,740</b>	<b>56,712</b>	<b>203</b>	<b>-</b>	<b>1,907</b>	<b>-</b>	<b>28,672</b>	<b>41,120</b>	<b>151,046</b>
<b>Balance, March 31, 2018</b>	<b>\$1,560,061</b>	<b>\$1,702,862</b>	<b>\$423,259</b>	<b>\$ 335,501</b>	<b>\$ 1,509,052</b>	<b>\$ 299,943</b>	<b>\$ 1,422</b>	<b>\$ 888,973</b>	<b>\$ 1</b>	<b>\$ 1,064,287</b>	<b>\$ 111,230</b>	<b>\$7,896,591</b>

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Uranium Properties - continued

#### i) Gibbon's Creek Property

In 2013, the Company acquired, by staking, five claims known as the Gibbon's Creek Property. Additionally, on November 27, 2013, the Company announced that it signed a Joint Venture Agreement (the "JV Agreement") with Star Minerals Group Ltd. ("Star Minerals") granting the Company an option to acquire a 100% interest in two claims located in the Athabasca Basin, near the Gibbons Creek Property. Under the terms of the JV agreement, the Company has the right to earn a 100% interest in the two claims by making cash payments totalling \$60,000 (paid) and issuing 200,000 common shares (issued) over a 12 month period. Star Minerals will retain the option of a 25% buyback for four times the exploration monies spent by the Company to the date that the buyback option is exercised. The buyback option will be exercisable at any time up to a 90 day period following the completion and publication of a NI 43-101 compliant resource estimate. The transaction was approved by the TSX-V on November 28, 2013. As of the current date the Company has satisfied the terms of the agreement and earned its interest in the property.

#### ii) Kelic Lake Property

On August 29, 2014, the Company entered into an option agreement with Jody Dahrouge and 877384 Alberta Ltd. to acquire a 100% interest in the Kelic Lake property located in southern margin of the Athabasca Basin. To earn this interest, the Company has agreed on the following:

- Cash consideration of \$80,000 (paid),
- Issuance of 500,000 common shares (issued), and
- Incur exploration expenditures totalling \$750,000 on the Property (incurred).

The optionors shall retain a 2.5% royalty on production from the property, which can be reduced to a 1.5% royalty by payment of \$1,500,000 to the optionors at any time prior to commencement of commercial production.

#### iii) Lazy Edward Bay Property

On April 11, 2013, the Company announced it had acquired ten mineral claims, by staking, in the Athabasca Basin region of northern Saskatchewan, known as the Lazy Edward Bay Property.

On April 24, 2014, the Company announced that it entered into a purchase agreement to acquire a 100% interest in three claims, formerly known as the Arbour Property, located adjacent to its previously staked Lazy Edward Bay Uranium Property in the southern Athabasca Basin, Saskatchewan. Under the terms of the agreement, the Company has the right to earn a 100% interest in the claims by making a cash payment totalling \$5,000 (paid) and issuing 83,333 common shares (issued with a fair value of \$42,500). The transaction was approved by the TSX-V on April 28, 2014. As of the current date the Company has satisfied the terms of the agreement and earned its interest in the property.

On November 15, 2017 the Company acquired, by staking, 17 additional Lazy Edward Claims, bringing the property to 36 mineral claims, covering 21,915 hectares.

#### iv) South Pine/Perch Properties

On June 4, 2013, the Company signed an agreement with Basin Minerals Ltd. ("Basin") whereby the Company has the right to earn a 100% interest in the South Pine and Perch Lake Properties by making cash payments totalling \$70,000 (paid) and issuing 500,000 common shares (issued) over a 36 month period. Basin will retain a 2% Net Smelter Royalty ("NSR") on the Properties, 1% of which can be purchased by the Company for \$1,000,000. Basin will also be entitled to annual advanced royalty payments of \$10,000 which will commence after the Company has earned its interest. The transaction was accepted by the TSX-V on June 11, 2013.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Uranium Properties - continued

#### v) Newnham Lake Property

On July 21, 2014, the Company announced that it entered into a purchase agreement to acquire a 100% interest in the Newnham Lake Property. Under the terms of the agreement, the Company has the right to earn a 100% interest in the property by making cash payments totalling \$100,000 (paid) and issuing 833,333 common shares (issued). The transaction was approved by the TSX-V on July 22, 2014.

On August 21, 2014, the Company entered into a purchase agreement with Kalt Industries Ltd. and DG Resource Management Ltd., for the acquisition of the 1333 Property, located near the Company's Newnham Lake Property, for total consideration of \$50,000 cash (paid) and 250,000 common shares (issued) of the Company. The Company commits to expend not less than \$1,000,000 in exploration expenditures on or before August 28, 2019, of which \$50,000 must be spent in year one. The property is subject to a 3% GORR, to which the Company may purchase up to a 1% for \$1,000,000 up to August 28, 2019. The transaction was approved by the TSX-V on August 28, 2014.

On August 21, 2014, the Company entered into an option agreement to acquire three mineral claims from Anstag Mining Inc., for total consideration of up to \$50,000 cash (paid) and 333,333 common shares (issued). In addition, the Company commits to incur \$1,500,000 in exploration expenditures on or before 5 years from the Exchange approval date. The property is subject to a 1% gross overriding royalty ("GORR"), to which the Company may purchase 0.5% of the GORR for \$1,000,000 at any time. The transaction was approved by the TSX-V on August 28, 2014.

#### vi) Carpenter Lake Property

On January 13, 2014, the Company entered into an option agreement with Noka Resources Inc. ("Noka") to acquire a 60% interest in the Carpenter Lake property located in Northern Saskatchewan. To earn this interest, the Company has agreed on the following:

- Cash consideration of \$50,000 (paid)
- Issuance of 200,000 common shares (issued)
- Incur exploration expenditures totalling \$1,250,000 on the Property (completed)

As of November 10, 2014, the Company completed the option and a joint venture was formed between the Company (60%) and Noka (40%) for the further development of the property, with the Company serving as the operator. The property is subject to a royalty equal to 5% of gross revenues, which is owned by the original vendors ("Underlying Royalty"). The Underlying Royalty rate can be reduced from 5% to 2% by Noka through the issuance of shares. On October 28, 2014, the Company was notified that Noka exercised its right to reduce the Underlying Royalty rate from 5% to 2% by issuing 3,000,000 shares to the original property vendors. During the year ended December 31, 2015, the Company returned four claims to Noka.

#### vii) Hook-Carter Property

On May 27, 2015, the Company entered into an option agreement to acquire twenty eight mineral claims from Eagle Plains Resources Limited ("EPL") for total consideration of \$40,000 cash (paid) and 266,667 common shares (issued). The Company acquired, by staking, ten mineral claims which, when added to the original four claims that were staked, bring the total number of claims at Carter Lake to 38 claims. All thirty eight claims are subject to a 2% Net Smelter Royalty ("NSR") payable to EPL. The Company may, at any time, purchase 1% of the NSR for \$1,000,000. The transaction was approved by the TSX-V on June 8, 2015.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Uranium Properties – continued

#### vii) Hook-Carter Property - continued

On May 27, 2015, the Company entered into an option agreement to acquire twenty eight mineral claims from Eagle Plains Resources Limited (“EPL”) for total consideration of \$40,000 cash (paid) and 266,667 common shares (issued). The Company acquired, by staking, ten mineral claims which, when added to the original four claims that were staked, bring the total number of claims at Carter Lake to 38 claims. All thirty eight claims are subject to a 2% Net Smelter Royalty (“NSR”) payable to EPL. The Company may, at any time, purchase 1% of the NSR for \$1,000,000. The transaction was approved by the TSX-V on June 8, 2015.

The Hook Lake property was acquired by Alpha and is 100% owned by the Company, subject to royalties. The Hook Lake property consists of four mineral dispositions totaling 13,210 hectares. There is a 2.5% gross overriding royalty. The Company has a right to purchase 1% of the royalty for \$1,000,000 prior to the commencement of commercial production.

On February 5, 2016, the Company entered into a purchase and sale agreement with Cameco Corporation (“Cameco”). The sale includes 27 mineral claims peripheral to, and along the margins of, the Company’s Hook-Carter Property in the southwestern Athabasca Basin. The Company received a cash payment of \$170,000 for the claims. Certain of the claims are subject to a 1% net refining returns royalty (“NRR”), subject to a reduction of 0.25% at any time upon payment of \$750,000 and a 2% NRR subject to a reduction to 1% at any time upon payment of \$500,000 to the Company.

On November 4, 2016, the Company completed the sale of an 80% interest in the Hook-Carter Property, located in the southwestern portion of the Athabasca Basin region in northern Saskatchewan, to Denison Mines Corp. (“Denison”). Under the terms of the agreement, the Company received 7,500,000 common shares with a value of \$3,825,000 in exchange for an immediate 80% interest in the property. ALX will retain a 20% interest in the property and Denison has agreed to fund ALX’s share of the first \$12,000,000 in expenditures. Denison has also agreed to a work commitment of \$3,000,000 over 3 years – should Denison not meet this commitment, Denison’s interest in the property will decrease from 80% to 75% and ALX’s interest will increase from 20% to 25%. Thirty-six months after the effective date of the Agreement, the parties agree to form a joint venture, in which all material decisions shall be carried by a vote representing a 51% ownership interest. The Denison common shares issued to the Company are subject to an escrow arrangement, whereby one-sixth of the shares were received on the closing date, November 4, 2016, and a further one-sixth of the shares will be released from escrow in six month increments following the closing date. As at December 31, 2017, 3,750,000 (2016 - 6,250,000) Denison shares remain in escrow. The amount of escrow shares not available to the Company in the next 12 months is 1,250,000 (2016 – 3,750,000).

In November 2016, Denison also purchased the Coppin Lake property from Areva Resources Canada and UEX Corporation for cash payments of \$35,000 and a 1.5% net smelter royalty. Under the terms of the Hook-Carter Property agreement, Denison and ALX have elected to have these claims form part of the Hook-Carter Property and ALX’s interest in these claims will be the same as its interest in the Hook-Carter Property.

#### viii) Cluff Lake Project

### Middle Lake Property (formerly Cluff Lake (ACME) Property)

The Middle Lake project is owned 80% by the Company and 20% by Acme Resources (“Acme”). The Middle Lake project is located adjacent to the east of the former Cluff Lake Mine area in the western portion of the Athabasca Basin in Northern Saskatchewan. The property comprises of one mineral disposition totaling 2,416 hectares and is about 630 kilometres north-northwest from Prince Albert, Saskatchewan. The Company shall produce a bankable feasibility study, with Acme having a carried interest until the feasibility study is delivered, at which time Acme will have the choice to take on a 20% participating interest in a new company to operate the production facility or take on a 2% gross over-riding royalty for all uranium mineral products and a 2% net smelter returns royalty for all other metals. The Company will return all of its interest in the claim to Acme upon a decision by the Company to terminate work thereon.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS – continued

### Uranium Properties – continued

#### Gorilla Lake Property (formerly Cluff Lake (Logan) Project)

The Gorilla Lake project comprises two mineral dispositions totaling approximately 7,552 hectares and is held 80% by the Company and 20% by Logan Resources Ltd. (“Logan”). The Company shall produce a bankable feasibility study with Logan having a carried interest until the feasibility study is delivered, at which time Logan will have the choice to take on a 20% participating interest in a new company to operate the production facility or take on a 2% gross over-riding royalty for all uranium mineral products and a 2% net smelter returns royalty for all other metals. The Company will return all of its interest in any of the claims to Logan upon a decision by the Company to terminate work thereon.

During the year ended December 31, 2017, the Company impaired these claims valued at \$521,633.

See Note 13 – Event after the reporting period.

#### Bridle Lake Property (formerly Cluff Lake (Rio Tinto) Project)

This property is owned 50% by the Company and 50% by Rio Tinto Ltd. The Bridle Lake Property (Rio Tinto) is located adjacent to the north of the former Cluff Lake Mine area in the western portion of the Athabasca Basin in Northern Saskatchewan. The Bridle Lake Property (Rio Tinto) comprises two mineral dispositions.

#### ix) Key Lake Road Properties

During the year ended December 31, 2015, the Company acquired, by staking, the Key Lake Claims in the Athabasca Basin region, Saskatchewan. The Key Lake Road Properties is comprised of 15 mineral claims.

During the year ended December 31, 2017, the Company impaired these claims valued at \$38,752.

#### x) Black Lake Properties

On July 31, 2017, the Company announced it had signed a binding interim letter agreement with UEX Corporation (“UEX”) which was replaced with a definitive option agreement on September 5, 2017, the “Effective Date”. The Company can earn up to a 75% participating interest from UEX in the Black Lake Property by making payments to UEX of 12 million common shares and a total of \$6.0 million of exploration expenditures over the next 4 years, as follows:

- ALX can earn a 40% participating interest in the property by issuing to UEX 5,000,000 common shares after incurring \$1,000,000 in exploration expenditures within 12 months of the Effective Date, including ALX’s exploration expenditures starting from the letter agreement date;
- ALX can earn an additional 11% interest for a total of 51% participating interest in the property by issuing to UEX 4,000,000 common shares after incurring an additional \$2,000,000 in exploration expenditures within 30 months of the Effective Date;
- ALX can earn an additional 24% interest for a total of 75% interest in the property by issuing to UEX 3,000,000 common shares after incurring an additional \$3,000,000 in exploration expenditures within 48 months of the Effective Date.

The Company paid \$25,000 to UEX as consideration for entering into the binding interim letter agreement.

ALX may accelerate any of the share payments or exploration expenditures listed above and upon making such payments or expenditures, will earn the interest as set out above.

At any time, ALX may provide UEX with notice that it does not wish to incur additional exploration expenses or to earn

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS – continued

### Uranium Properties – continued

#### x) Black Lake Properties - continued

a further ownership interest in the property. Upon such occurrence, ALX will lose any rights it had with respect to earning any additional ownership interest in the property and shall have no further obligations, other than as set out in the definitive agreement.

Black Lake is currently the subject of a joint venture, in which UEX Corporation holds a 90.92% interest in the property, with Orano Canada Inc. (formerly AREVA Resources Canada Inc.) holding the remaining 9.08% interest.

#### xi) Other Uranium Properties

##### Hatchet Lake Property

On July 21, 2014, the Company announced that it entered into a purchase agreement to acquire a 100% interest in the Hatchet Lake Property. The property is located east of the Company's Fond du Lac Property. Under the terms of the agreement, the Company has the right to earn a 100% interest in the property by making a cash payment totalling \$13,500 (paid) and issuing 166,667 common shares (issued). The transaction was approved by the TSX-V on July 22, 2014. The Company has satisfied the terms of the agreement and earned its interest in the property.

During the year ended December 31, 2017, the Company impaired these claims valued at \$68,500.

##### North and South Carter Corridor Properties

On April 13, 2016, the Company entered into two agreements with Ryan Kalt ("Vendor"), to acquire a 100% right, title and interest in and to mineral claims in North and South Carter Corridor Properties. In consideration, the Company issued an aggregate of 250,000 common shares valued at \$27,500. The Properties are each subject to a 2.5% net smelter return royalty payable by the Company to the Vendor, calculated on a quarterly basis.

The South Carter Corridor Properties form part of the Hook-Carter Properties sold to Denison on November 4, 2016.

##### Staked Properties

On November 15, 2017 the Company announced that it had staked 36 new claims totalling approximately 48,457 hectares in the Athabasca Basin area of Saskatchewan, Canada. The Company paid \$40,415 to acquire these new claims.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Other Properties

Note	Other properties				Total
	Camlaren Gold	Kamichisitit Claims	Midas Gold	Mikwam Project	
	(xii)	(xiii)	(xiv)	(xv)	
<b>Balance, January 1, 2017</b>	\$ -	\$ -	\$73,787	\$ -	\$73,787
Additions during the year –					
Property exploration costs					
Geological	-	4,013	163	-	4,176
Total additions during the year	-	4,013	163	-	4,176
Proceeds received	-	-	(20,000)	-	(20,000)
<b>Balance, December 31, 2017</b>	\$ -	\$ 4,013	\$53,950	\$ -	\$57,963
Additions during the period –					
Property exploration costs					
Geological	-	-	528	-	528
Total additions during the period	-	-	528	-	528
Proceeds received	-	-	-	-	-
<b>Balance, March 31, 2018</b>	\$ -	\$ 4,013	\$54,478	\$ -	\$58,491

#### xii) Camlaren Gold Property, Northwest Territories

On August 12, 2010, the Company completed the acquisition of the Camlaren Gold Property, located in the Northwest Territories, from Pasinex Resources Corp. (“Pasinex”), a CSE listed company. Pursuant to the terms of the Acquisition Agreement, the Company acquired a 100% interest in and to the Camlaren Gold Property in consideration for the issuance of 1,000,000 common shares (issued). The acquisition of the Camlaren Gold Property constituted the Company’s Qualifying Transaction, as that term is defined in the TSX-V policies. During the year ended December 31, 2015 and 2016, the Company impaired this property by \$300,000 and \$8,712, respectively.

#### xiii) Kamichisitit Claims

In June 2012, the Company acquired, by staking, two claims located in Kamichisitit Township, situated approximately 40 kilometres north of Iron Bridge, Ontario. In June 2014, the Company staked additional claims in the surrounding area. During the year ended December 31, 2016, the Company impaired these claims valued at \$135,003.

#### xiv) Midas Gold Property

On December 22, 2010, the Company entered into an option to purchase a 100% interest in and to the Midas Gold Property (“Midas”), located in Ontario, Canada. The Company paid the vendors total cash consideration of \$95,000 and issued 150,000 common shares. The agreement was accepted by the TSX-V on April 8, 2011. The Company incurred a total of \$125,000 in exploration expenditures on the Property in the first twelve months following TSX-V acceptance of the agreement. The Vendors will retain a 2% NSR on the Property; 1% of which can be purchased by the Company for \$1,000,000. As of the current date the Company has satisfied the terms of the agreement and earned its interest in the property.



# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

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## 4. EXPLORATION AND EVALUATION ASSETS - continued

### Other Properties - continued

#### xiv) Midas Gold Property - continued

On October 24, 2016, the Company entered into an option agreement with Miramont Capital Corp. (“Miramont”) whereby the Company granted Miramont the option to acquire a 100% interest in the Midas Gold Property by issuing 1,000,000 shares and paying \$200,000 in staged payments on or before December 31, 2018. To date the Company has received payments totalling \$30,000 plus 100,000 shares of Miramont valued at \$20,000. The property is subject to a 2% NSR to the underlying optionors.

On November 30, 2017, the Company received notice of termination of the Midas Gold Property option with Miramont.

#### xv) Mikwam Property

The Mikwam gold property is 100% owned, subject to royalties, consisting of nine contiguous claims covering 944 hectares located in the Noseworthy Township, Ontario, along the western extension of the Casa Berardi Deformation, an area of historical gold mineralization and production. The following encumbrances were included in the original agreement and remain in effect:

- 0.804% Net Smelter Royalty (“NSR”) payable to Newmont Canada Limited (“Newmont”) and Freewest Resources Canada Inc. (“Freewest”);
- 15% net profits royalty that may become payable to Newmont (or a successor) in respect of its share of net profits from certain mining claims;
- 15% net profits interest that may become payable to Golden Shield Resources Limited in respect of certain mining claims; and security granted against the Claims in respect of an additional cash payment due to Newmont and Freewest in the event of a decision to develop a commercial mining operation on or with respect to the Claims, pursuant to conditional payment notes and collateral security agreements issued in favor of each of Newmont and Freewest. On November 29, 2016, the Company entered into an option agreement with Aurelius Minerals Inc. (“Aurelius”)(formerly Galena International Resources Ltd.) in settlement of ALX’s and Aurelius’ dispute with respect to the acquisition of the Mikwam property.

Pursuant to the terms of the option agreement, Aurelius can acquire a 100% interest (subject to certain royalty interests and encumbrances) in the Mikwam property in consideration of making aggregate cash and share payments to ALX over a period of three years as follows:

- \$25,000 and issue 2,000,000 common shares valued at \$180,000 on closing of the transaction (received);
- \$50,000 or, at Aurelius’ election, issue 500,000 common shares on or before the first anniversary of the Option (500,000 shares valued at \$35,000 were received on November 27, 2017);
- \$75,000 or, at Aurelius’ election, issue 750,000 common shares on or before the second anniversary of the Option Agreement; and
- \$100,000 or, at Aurelius’ election, issue 750,000 common shares on or before the third anniversary of the Option Agreement.

In addition, Aurelius will grant ALX a net smelter returns royalty (the “NSR Royalty”) equal to 0.5% of Net Smelter Returns from the Mikwam property. Galena shall have the right, at any time, to acquire the NSR Royalty from ALX in consideration of a cash payment of CAD \$1,000,000.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 5. SHARE CAPITAL

- a) Authorized: Unlimited number of common shares without nominal or par value.
- b) Issued:

The total issued and outstanding shares of the Company at March 31, 2018 and December 31, 2017 is 81,091,422.

### During the year ended December 31, 2017:

- i) Exercised 2,000,000 warrants at \$0.10 each for total proceeds of \$200,000.
  - ii) Exercised 700,000 options at \$0.10 each for total proceeds of \$70,000.
  - iii) On July 21, 2017, the Company closed a non-brokered private placement, consisting of 8,650,000 FT Units for gross proceeds of \$865,000 (with \$86,500 being recognized as a liability for flow-through shares). Each FT Unit consists of one flow-through common share and one non flow-through common share purchase warrant in the capital of the Company. Each warrant is exercisable into one common share of the Company for a period of three years from closing at an exercise price of \$0.125 per common share.
  - iv) On December 29, 2017, the Company closed a non-brokered private placement, consisting of 2,180,000 FT Units for gross proceeds of \$218,000 (with \$nil being recognized as a liability for flow-through shares). Each FT Unit consists of one flow-through common share and one non flow-through common share purchase warrant in the capital of the Company. Each warrant is exercisable into one common share of the Company for a period of two years from closing at an exercise price of \$0.15 per common share.
- c) Warrants:

Warrant transactions and the number of warrants outstanding are summarized as follows:

	March 31, 2018		December 31, 2017	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Balance, beginning of year	19,042,600	\$ 0.14	10,707,457	\$ 0.14
Expired	(2,712,600)	0.10	(494,857)	0.11
Exercised	-	-	(2,000,000)	0.10
Issued	-	-	10,830,000	0.13
Balance, end of year	16,330,000	\$ 0.15	19,042,600	\$ 0.14

## ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

### 5. SHARE CAPITAL - continued

The following warrants were outstanding as at March 31, 2018:

Expiry Date	Exercise Price	Number of Warrants	Remaining Contractual Life (Years)
May16, 2019*	\$ 0.20	2,325,000	1.13
June 23, 2019*	\$ 0.20	765,000	1.23
December 30, 2018	\$ 0.15	2,410,000	0.75
December 29, 2019	\$ 0.15	2,180,000	1.75
July 21, 2020	\$ 0.125	8,650,000	2.31
Total		16,330,000	
Weighted average remaining life of warrants outstanding			1.79

\*The original expiry dates of these warrants were extended by 18 months

### 6. SHARE-BASED PAYMENTS

The Company has a stock option plan in place under which it is authorized to grant options of up to 10% of its outstanding shares to officers, directors, employees and consultants. The exercise price of each option is to be determined by the Board of Directors but shall not be less than the discounted market price as defined by the TSX Venture Exchange. The expiry date for each option should be for a maximum term of ten years.

The following stock option grants were issued during the three month period ended March 31, 2018 and the year ended December 31, 2017.

- On January 16, 2017, the Company granted 1,275,000 stock options (1,150,000 were issued to Directors and Officers) with an exercise price of \$0.135 and expiring in 5 years. These options will vest as follows: one-third immediately, one-third six months from the grant date, and one-third twelve months from the grant date.
- On May 12, 2017 and June 19, 2017, the Company granted 400,000 stock options for a total of 800,000 stock options for new Directors. The options have an exercise price \$0.10 and expiring in 5 years. These options will vest as follows: one-third immediately, one-third six months from the grant date, and one-third twelve months from the grant date.
- On August 17, 2017, the Company granted 1,175,000 stock options (775,000 were issued to Directors and Officers) with an exercise price of \$0.10 and expiring in 5 years. These options will vest as follows: one-third immediately, one-third six months from the grant date, and one-third twelve months from the grant date.

The following is a summary of option transactions under the Company's stock option plan for the three months ended March 31, 2018 and the year ended December 31, 2017.

## ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

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(Expressed in Canadian Dollars)

### 6. SHARE-BASED PAYMENTS - continued

	March 31, 2018		December 31, 2017	
	Number of	Weighted	Number of	Weighted
	Options	Average	Options	Average
		Exercise		Exercise
		Price		Price
Balance, beginning of year	6,450,000	\$ 0.11	6,050,000	\$ 0.10
Cancelled	-	-	(2,150,000)	0.10
Exercised	-	-	(700,000)	0.10
Granted	-	-	3,250,000	\$ 0.11
Balance, end of year	6,450,000	\$ 0.11	6,450,000	\$ 0.11

The following stock options were outstanding and exercisable as at March 31, 2018:

Expiry Date	Exercise Price	Number of Options	Remaining Contractual Life (Years)
July 22, 2021	\$ 0.10	583,333	3.31
November 8, 2021	\$ 0.10	150,000	3.61
January 16, 2022	\$ 0.135	1,275,000	3.80
May 12, 2022	\$ 0.10	266,667	4.12
June 19, 2022	\$ 0.10	266,667	4.22
August 17, 2022	\$ 0.10	750,000	4.38
September 25, 2025	\$ 0.10	1,825,000	7.49
March 15, 2026	\$ 0.10	150,000	7.96
November 8, 2026	\$ 0.10	125,000	8.61
Total		5,391,667	
Weighted average remaining life of stock options outstanding and exercisable			5.21

The Company applies the fair value method in accounting for its stock options using the Black-Scholes pricing model. During the three months ended March 31, 2018, the Company issued a total of nil (March 31, 2017 – 1,275,000) incentive stock options to directors, officers and consultants of the Company. During the three months ended March 31, 2018, the options issued and vested resulted in share-based payments of \$27,997 (March 31, 2017 – \$97,661).

	March 31, 2018	March 31, 2017
Expected life	N/A	5 years
Risk-free interest rate	N/A	1.11%
Annualized volatility	N/A	122%
Dividend rate	N/A	N/A
Fair value of shares at grant date	N/A	\$0.11

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

For the Three Months ended March 31, 2018

(Expressed in Canadian Dollars)

## 7. RELATED PARTY TRANSACTIONS

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers, vice-presidents and members of its Board of Directors.

The following compensation was awarded to key management personnel:

<b>March 31</b>	<b>2018</b>	<b>2017</b>
Salaries and consulting fees	<b>\$ 88,500</b>	\$ 56,904
Share-based compensation	<b>18,420</b>	90,180
Key management personnel compensation	<b>\$ 106,920</b>	\$ 147,084

During the three months ended March 31, 2018, the Company incurred consulting fees of \$8,376 (March 31, 2017 - \$3,704) and exploration costs of \$6,390 (March 31, 2017 - \$10,992) with Dahrouge Geological, a company controlled by Jody Dahrouge who is also a director of ALX.

Related party amounts are unsecured, non-interest bearing and due on demand. As at March 31, 2018, \$13,374 (December 31, 2017 - \$46,496) is due to related parties of the Company and is included in accounts payable and accrued liabilities.

## 8. FINANCIAL RISK 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:

### (a) Credit risk

Credit risk is the risk of loss associated with a counter party's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to its cash balances. The Company manages its credit risk on bank deposits by holding deposits in high credit quality banking institutions in Canada. Management believes that the credit risk with respect to receivables is remote.

### (b) 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 and cash equivalents.

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.

### (c) Foreign exchange risk

The Company is not exposed to foreign currency risk on fluctuations considering that its assets and liabilities are stated in Canadian dollars.

### (d) 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. With respect to financial assets, the Company's practice is to invest cash in cash equivalents in order to maintain liquidity. Fluctuations in interest rates affect the fair value of cash equivalents.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements  
For the Three Months ended March 31, 2018  
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## 8. FINANCIAL RISK MANAGEMENT– continued

### (e) 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, net of cash and cash equivalents.

There were no changes in the Company's approach to capital management during the period ended March 31, 2018 or the year ended December 31, 2017. The Company is not subject to any externally imposed capital requirements.

### (f) Fair value

The fair value of the Company's financial assets and liabilities approximates the carrying amount.

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

The following is an analysis of the Company's financial assets measured at fair value as at March 31, 2018 and December 31, 2017:

	As at March 31, 2018		
	Level 1	Level 2	Level 3
Cash	\$ 1,200,367	\$ -	\$ -
Marketable securities	\$ 2,291,802	\$ -	\$ -
Reclamation bond	\$ 10,000	\$ -	\$ -
	\$ 3,502,169	\$ -	\$ -

  

	As at December 31, 2017		
	Level 1	Level 2	Level 3
Cash	\$ 1,142,521	\$ -	\$ -
Marketable securities	\$ 2,920,942	\$ -	\$ -
Reclamation bond	\$ 10,000	\$ -	\$ -
	\$ 4,073,463	\$ -	\$ -

## 9. COMMITMENTS

The Company has entered into the following agreements:

### i) Financing

On March 7, 2016, the Company entered into an agreement with Holystone Energy Company Limited ("Holystone") for a three year strategic partnership.

Under the terms of the agreement, Holystone has:

- Subscribed for and received 12,500,000 common shares of ALX at a price of \$0.06 per share for gross proceeds of \$750,000.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

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## 9. COMMITMENTS - continued

- The right for three years from closing of the private placement to participate in future financings at a 20% discount to maintain their pro-rata ownership interest in ALX. The right to participate in future financings is subject to a maximum ownership level of 19.9%.
- The ability to appoint one representative to the Board of Directors of ALX.

### ii) Office Lease

The Company assumed a lease agreement, previously held by Alpha, for a term expiring April 1, 2017, whereby it was required to pay base rent of \$83,349 per annum plus operating costs. Effective June 1, 2015, the lease agreement was amended, whereby the expiry date was extended to December 31, 2018 and the Company is required to pay base rent of \$37,170 per annum plus operating costs. The Company's minimum lease payment for 2018 is \$37,170.

## 10. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES

Funds raised through the issuance of flow-through shares are expected to be expended on qualified Canadian mineral exploration expenditures, as defined pursuant to Canadian income tax legislation. The flow-through gross proceeds less the qualified expenditures made to date represent the funds received from flow-through share issuances that have not been spent and are held by the Company for such expenditures.

	Prior to January 1, 2016	Issued on July 21, 2017	Issued on December 29, 2017	Total
<b>Balance, January 1, 2017</b>	\$ 93,915	\$ -	\$ -	\$ 93,915
Liability incurred on flow-through shares issued	62,950	86,500	-	149,450
Transfer remaining flow-through liability to accrued liabilities	(76,808)	-	-	(76,808)
Settlement of flow-through share liability on incurring expenses	(80,057)	(86,500)	-	(166,557)
<b>Balance, December 31, 2017</b>	\$ -	\$ -	\$ -	\$ -
Liability incurred on flow-through shares issued	-	-	-	-
Settlement of flow-through share liability on incurring expenses	-	-	-	-
<b>Balance, March 31, 2018</b>	\$ -	\$ -	\$ -	\$ -

On July 21, 2017, the Company issued 8,650,000 units on a flow-through basis at \$0.10 per unit for gross proceeds of \$865,000 and recognized a liability for flow-through shares of \$86,500. As at December 31, 2017, the Company has spent \$865,000 of the flow-through funds and have reversed \$86,500 flow-through liability.

On December 29, 2017, the Company issued 2,180,000 units on a flow-through basis at \$0.10 per unit for gross proceeds of \$218,000. The units were not issued at a premium to the market and no liability has been recognized. As at December 31, 2017 has spent \$nil of the flow-through funds.

# ALX Uranium Corp.

Notes to the Condensed Interim Financial Statements

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(Expressed in Canadian Dollars)

## 10. LIABILITY AND INCOME TAX EFFECT ON FLOW-THROUGH SHARES - continued

During the three months ended March 31, 2018, the Company has incurred \$151,574 (December 31, 2017 - \$1,106,000) of qualified expenditures resulting in the reversal of the liability for flow-through shares and recorded the related net deferred tax effect of \$nil (December 31, 2017 - \$137,700). At March 31, 2018, the amount of flow-through proceeds remaining to be expended is \$66,426 (December 31, 2017 - \$218,000) and the balance of the liability for flow-through shares related to this private placement is \$nil (December 31, 2017 - \$nil).

## 11. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

	March 31, 2018	March 31, 2017
Interest paid	\$ -	\$ -
Income tax paid	\$ -	\$ -
Exploration and evaluation expenditures in accounts payable	\$ 60,996	\$ 267,358
Marketable securities received for property option payment	\$ -	\$ 20,000

## 12. MARKETABLE SECURITIES

The Company holds marketable securities in quoted public companies. The investments are measured at fair value using a level 1 input in the fair value hierarchy. The shares are publicly listed on a TSX Venture Stock Exchange or the Canadian Securities Exchange and published price quotes are widely available. The aggregate amount of the investments can be summarized as follows:

	March 31, 2018		December 31, 2017	
	Cost \$	Fair Market Value \$	Cost \$	Fair Market Value \$
Uravan Minerals Inc.	58,520	18,809	58,520	27,170
Aurelius Minerals Inc.	135,975	72,473	151,595	116,708
Denison Mines Corp.*	1,934,940	2,200,520	2,035,410	2,753,790
Miramont Resources Corp.	-	-	9,800	23,274
	2,129,435	2,291,802	2,255,325	2,920,942
Less: shares held in escrow*	(637,500)	(725,000)	(637,500)	(862,500)
Total	1,491,935	1,566,802	1,617,825	2,058,442

\*The Denison Mines Corp. shares issued to the Company are subject to an escrow agreement (See Note 4).

## 13. EVENT AFTER THE REPORTING PERIOD

On May 9, 2018 the Company agreed to return its 80% interest in the Gorilla Lake Property to Logan Resources Ltd. with less than two years of assessment credits remaining. To cure the deficiency, the Company will issue 400,000 common shares to Logan Resources Ltd. and the Company will have no remaining interest in the property. The agreement is subject to TSX Venture Exchange approval.