

July 24, 2018



This Supplemental News Report is published as required, is part of the annual MERGENT INDUSTRIAL and INTERNATIONAL Manuals and will be included in the bound July 2018 Monthly News Reports and is published on our Website.

ASCOT RESOURCES LTD.

Company Website: www.ascotgold.com

History: Incorporated in the Province of British Columbia and registered as an extra-territorial company in the Northwest Territories on May 20, 1986 as Epic Resources Ltd. Present name adopted on Dec. 10, 2012.

On Mar. 31, 2000, Co. purchased 3,333,333 units of Cardero Resources Corp. increasing its ownership to approximately 43%.

On Mar. 8, 2010, Ascot USA Inc. was incorporated.

Business Summary: Ascot Resources is a Canadian-based junior mineral exploration and development company with three properties: the Premier/Dilworth Property, a gold, silver, base metals project located near the town of Stewart in northwestern British Columbia; the Mt. Margaret property, a copper and gold play located in Washington, USA; and Swamp Point, a sand and gravel deposit on the Portland Canal in northwestern British Columbia.

Property: Co. maintains its head office in Vancouver, British Columbia.

As of Mar. 31, 2018, Co. had three properties: i) the Premier/Dilworth, a gold, silver, base metals project located near the town of Stewart in northwestern British Columbia; ii) the Mt. Margaret property; iii) and Swamp Point, a sand and gravel deposit. The Mt. Margaret property is held in Co.'s wholly owned subsidiary Ascot USA Inc.

Co.'s material property is the Premier-Dilworth Project. The Project consists of four principal areas: Premier, Big Missouri, Martha Ellen, and Dilworth. The Property includes three Mining Leases, 173 Crown Grants, and 54 Mineral Tenures and has a combined area of 7,565 ha.

Co. also holds interests in certain properties which are not material to Co.

Co. owns a 50% interest in the Mt. Margaret property, subject to a 1.5% net smelter royalty held by General Moly Inc. The remaining 50% interest in the Mt. Margaret property is held by the federal government of the United States. The Mt. Margaret property covers a portion of the undeveloped resource known as the Mt. Margaret deposit. The Mt. Margaret porphyry copper-molybdenum-gold-silver deposit is located 22.5 km southwest of Randle Washington in Skamania County.

The Swamp Point project is located on the Portland Canal in north western British Columbia, Canada.

Subsidiary

Ascot USA Inc. (United States)

Officers

Derek C. White, President; Chief Executive Officer
John Kiernan, Chief Operating Officer
Carol Li, CPA, Chief Financial Officer
Jody L. Harris, Corporate Secretary

Directors

Richard N. (Rick) Zimmer, P.Eng., Non-Executive Chairman; Director
William (Bill) Bennett, Director
Kenneth Martin (Ken) Carter, Director
Robert Anthony (Bob) Evans, Director
Greg Gibson, Director
Don Njegovan, Director
James J. Stypula, Director

Auditors: BDO Canada LLP

Transfer Agents and Registrars: CST Trust Company, Vancouver, British Columbia, Canada

Annual Meeting: In September

Shareholder Relations: Kristina Howe, Vice President Investor Relations Tel: 604-999-0726

No. of Employees: July 13, 2018, 14

Address: 1550 - 505 Burrard Street, Vancouver, British Columbia V7X 1M5, Canada

Tel: 604 999-0726

Fax: 778 725-1070

Web: www.ascotgold.com

Email: info@ascotgold.com

Consolidated Income Statement, Years Ended Mar. 31 (Can\$):

	2018	2017 (revised)	2016 (revised)
Interest & other income	...	...	63,853
Professional fees	...	...	(542,527)
Office & administration	...	...	(72,934)
Promotion & shareholders' costs	...	...	(135,752)
Accretion expense	...	...	(8,000)
Swamp Point costs	...	...	(4,236)
General & administrative	(7,698,000)	(7,159,000)	...
Property maintenance costs	(599,000)	(163,000)	...
Total expenses	...	...	(763,449)
Finance expense	(68,000)	(132,000)	...
Other income	2,010,000	455,000	...
Profit (loss) before income tax	(6,355,000)	(6,999,000)	(699,596)
Income tax expense	(2,709,000)	(1,379,000)	...
Deferred tax expense	...	...	(550,194)
Net income (loss) for the year	(9,064,000)	(8,378,000)	(1,249,790)
Weighted average shares outstanding			
- basic	146,472,000	129,440,000	105,788,322
Weighted average shares outstanding - diluted	146,472,000	129,440,000	105,788,322
Year end shares outstanding	152,251,617	140,675,326	112,984,269
Net earnings (loss) per common share - basic	Can\$(0.06)	Can\$(0.06)	Can\$(0.01)
Net earnings (loss) per common share - diluted	Can\$(0.06)	Can\$(0.06)	Can\$(0.01)
Total number of employees	14	...	...

Reclassified to conform with 2018 presentation; As of July 31, 2018

Consolidated Balance Sheet, Years Ended Mar. 31 (Can\$):

	2018	2017 (revised)
Assets:		
Cash & other receivables	20,511,000	29,090,000
Trade & other receivables	217,000	366,000
Prepaid expenses & deposits	364,000	46,000
Total current assets	21,092,000	29,502,000
Reclamation deposits	357,000	340,000
Exploration & evaluation assets	69,947,000	51,592,000
Property, plant & equipment, cost	2,319,000	1,551,000
Total accumulated depreciation & impairment losses	(1,179,000)	(901,000)
Property, plant & equipment	1,140,000	650,000
Total non-current assets	71,444,000	52,582,000
Total assets	92,536,000	82,084,000
Liabilities:		
Trade & other payables	466,000	575,000
Other current liabilities	1,035,000	1,750,000
Total current liabilities	1,501,000	2,325,000
Provisions	430,000	397,000
Deferred income tax liabilities	9,856,000	7,147,000
Total non-current liabilities	10,286,000	7,544,000
Total liabilities	11,787,000	9,869,000
Share capital	119,046,000	106,196,000
Share-based payment reserve	16,206,000	11,582,000
Retained earnings (accumulated deficit)	(54,503,000)	(45,563,000)
Total shareholders' equity	80,749,000	72,215,000
Total liabilities & shareholders' equity	92,536,000	82,084,000

Reclassified to conform with 2018 presentation

Auditor's Report:

The following is an excerpt from the Report of the Independent Auditors, BDO Canada LLP, as it appeared in Co.'s 2018 Annual Report:

"Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of Ascot Resources Ltd. and its subsidiary as at March 31, 2018 and 2017, and its financial performance and its cash flows for the years then ended, in accordance with International Financial Reporting Standards.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 2 in the consolidated financial statements, which indicates that the

Company has not yet achieved profitable operations, has a deficit of \$54,503,411 and expects to incur future operating losses in the development of its business. These conditions, along with other matters as set forth in Note 2, indicate the existence of material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern."

Capital Stock: 1. Ascot Resources Ltd. common; no par.
OUTSTANDING—Mar. 31, 2018, 152,251,617 shs; no par.
WARRANTS—10,160,994 shs.
OPTIONS—Mar. 31, 2018, outstanding, 17,155,000.
PRIMARY EXCHANGE—Venture Exchange (TVX): AOT.
SECONDARY EXCHANGES—National Bulletin Board (NBB): AOTV F.
PRIVATE PLACEMENTS—(334,000 units) at C\$0.45 per unit privately placed in fiscal 2001. Each unit consisted of one share and one non-transferable warrant.
 (1,333,333 units) at C\$0.15 per unit privately placed in fiscal

2001. Each unit consisted of one share and one non-transferable warrant.
 (2,500,000 units) at C\$0.20 per unit privately placed in fiscal 2002. Each unit consisted of one share and one non-transferable warrant.
 (3,700,000 units) at C\$0.20 per unit privately placed in fiscal 2003. Each unit consisted of one share and one non-transferable share purchase warrant.
 (7,533,967 units) at C\$1.00 per unit privately placed on Dec. 16, 2015 for gross proceeds of C\$7,533,967. Each unit consisted of one common share and one non-transferable, common share purchase warrant.
 (2,347,400 units) at C\$1.25 per unit privately placed on June 24, 2016 for gross proceeds of C\$2,934,250. Each unit consisted of one flow-through share and one-half of one non-transferable share purchase warrant.
 (1,032,100 units) at C\$1.25 per unit privately placed on June 30, 2016 for gross proceeds of C\$1,290,125. Each unit consisted

of one flow-through share and one-half of one non-transferable share purchase warrant.
 (435,000 units) at C\$1.15 per unit privately placed on July 11, 2016 for proceeds of C\$500,250. Each unit consisted of one common share and one-half common share purchase warrant.
 (17,391,306 units) at C\$1.15 per unit privately placed on Aug. 5, 2016 for proceeds of C\$20,000,002. Each unit consisted of one common share and one-half common share purchase warrant.
 (4,000,997 flow-through shares) at C\$2.25 per flow-through share privately placed on Dec. 16, 2016 for proceeds of C\$9,002,243.
 (4,362,000 flow-through shares) at C\$1.49 per flow-through share privately placed on Mar. 22, 2018 for gross proceeds of C\$6,499,901.50.
CAPITAL HISTORY—In fiscal 2005, Co.'s authorized share capital increased from 100,000,000 shares to unlimited number of shares.

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