Liberty One Lithium Corp.

Condensed Interim Financial Statements

March 31, 2017

(Expressed in Canadian dollars)

(Unaudited – prepared by management)

NOTICE TO READER

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

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

The Company's independent auditor has not performed a review of these unaudited condensed interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of condensed interim financial statements by an entity's auditor.

Liberty One Lithium Corp.

Consolidated Statements of Financial Position
(Expressed in Canadian dollars)

	Notes		March 31, 2017		December 31, 2016
ASSETS					
Current assets					
Cash		$	1,046,294	$	561,489
Trade and other receivables	5		26,009		8,665
Prepaids and deposits			239,198		80,836
Total current assets			1,311,501		650,990
Non-current assets					
Exploration and evaluation asset	6		649,302		649,302
Total non-current assets			649,302		649,302
TOTAL ASSETS		$	1,960,803	$	1,300,292
LIABILITIES					
Current liabilities					
Trade and other payables	7	$	123,919	$	214,669
Due to related parties	8		129,147		101,294
Note payable	9		100,702		100,702
Total current liabilities			353,768		416,665
Non-current liabilities					
Decommissioning liabilities	10		-		-
TOTAL LIABILITIES			353,768		416,665
SHAREHOLDERS' EQUITY (DEFICIENCY)					
Share capital	11		9,214,347		9,214,347
Share subscriptions received			973,361		
Reserves			1,121,350		1,121,350
Accumulated deficit			(9,702,023)		(9,452,070)
TOTAL SHAREHOLDERS' EQUITY (DEFICIENCY)			1,607,035		883,627
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		$	1,960,803	$	1,300,292

Nature and continuance of operations (Note 1)
Subsequent events (Note 16)

The financial statements were authorized for issue on May 30, 2017 by the directors of the Company.

On behalf of the Board:

"Brad Hoeppner" Director *"Morgan Tincher"* Director

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

Liberty One Lithium Corp.
Condensed Interim statements of Comprehensive Income (Loss)
(Expressed in Canadian dollars)

	Notes	Three Months ended March 31, 2017	Three Months ended March 31, 2016
Expenses			
Professional and administrative services	8	$ 34,000	$ 5,305
Consulting and management fees	8	85,333	1,250
Regulatory and transfer agent fees		3,576	1,001
General and office		94,055	149
Filing fees		31,677	1,250
Foreign exchange		1,311	-
		249,953	8,955
Net loss for the period		(249,953)	(8,955)
Disposition of subsidiaries		-	(14,435)
Net and comprehensive loss for the period		$ (249,953)	$ (23,390)
Loss per common share – basic and diluted		$ 0.01	$ (0.00)
Weighted average number of common shares outstanding – basic and diluted		32,734,396	25,774,396

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

Liberty One Lithium Corp.

Condensed Interim Statements of Changes in Shareholders' Equity (Deficiency)

(Expressed in Canadian dollars)

	Share Capital		Subscriptions Received	Reserves			
	Number of Shares	**Amount**	**Amount**	**Equity Reserve**	**Foreign Currency Translation Reserve**	**Deficit**	**Total**
Balance, December 31, 2015	25,774,396	7,982,061	-	1,048,050	(51,499)	(9,457,052)	(478,440)
Net loss for the period	-	-	-	-	-	(23,390)	(23,390)
Balance, March 31, 2016	25,774,396	7,982,061	-	1,048,050	(51,499)	(9,480,442)	(501,830)
Share capital issuance (Note 12)	4,460,000	1,115,000	-	-	-	-	1,115,000
Share issuance costs (Note 12)	-	(157,714)	-	73,300	-	-	(84,414)
Shares issued for exploration and evaluation assets (Note 7)	2,500,000	275,000	-	-	-	-	275,000
Disposition of subsidiaries (Note 4)	-	-	-	-	51,499	-	51,499
Corporate restructuring (Note 13)	-	-	-	-	-	(42,500)	(42,500)
Net income for the period	-	-	-	-	-	70,872	70,872
Balance, December 31, 2016	32,734,396	$ 9,214,347	-	$ 1,121,350	$ -	$ (9,452,070)	$ 883,627
Subscriptions received	-	-	973,361	-	-	-	973,361
Net loss for the period	-	-		-	-	(249,953)	(249,953)
Balance, March 31, 2017	32,734,396	$ 9,214,347	973,361	$ 1,121,350	$ -	(9,702,023)	1,607,035

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

Liberty One Lithium Corp.

Condensed Interim Statements of Cash Flows
(Expressed in Canadian dollars)

	Three Months ended March 31, 2017	Three Months ended March 31, 2016
Cash provided by (used in):		
Operating activities		
Net loss for the period	$ (249,953)	$ (23,390)
Adjustments for:		
Disposition of subsidiaries	-	16,114
Change in non-cash working capital items:		
Trade and other receivables	(17,343)	248
Prepaids and deposits	(158,363)	-
Trade and other payables	(90,749)	2,492
Due to related parties	27,852	4,817
Net cash used in operating activities	(488,556)	281
Financing activities		
Subscriptions received	973,361	-
Net cash provided by financing activities	973,361	-
Change in cash	484,805	281
Cash, beginning of the period	561,489	1,568
Cash, end of the period	$ 1,046,294	$ 1,849

There were no significant non-cash financing and investing transactions during the three months ended March 31, 2017 and the year ended December 31, 2016.

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

1. Nature and continuance of operations

Liberty One Lithium Corp. (the "Company") is engaged in the exploration of mining properties. The Company was previously engaged in the exploration and production of oil and gas interests located in Ontario (Canada) and Montana (USA). The address of the Company's registered office and its head office is 1920 – 1177 W Hastings St, Vancouver, BC, V6E 2K3. The Company is listed on the TSX Venture Exchange ("TSX-V") under the symbol "LBY", on the Frankfurt and Stuttgart Exchanges in Germany under the symbol "L1T", and in the US under the symbol "LRTTF:PK."

These financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. Different bases of measurement may be appropriate if the Company is not expected to continue operations for the foreseeable future.

At March 31, 2017, the Company had working capital of $957,733 (December 31, 2016 - $234,325) and had accumulated a deficit of $9,702,023 since inception. The Company has not yet reached a profitable level of production from its exploration and evaluation assets. While the Company has been successful in obtaining financing in the past, there is no assurance that it will be able to do so in the future. Additional financing will be required by the Company to explore and develop its mineral properties and to carry out the business development required to achieve a self-sustaining level of revenue. These uncertainties may cast significant doubt about the Company's ability to continue as a going concern.

2. Significant accounting policies

Basis of presentation

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

The financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit and loss, which are stated at their fair value. In addition, these financial statements have been prepared using the accrual basis of accounting except for cash flow information.

Basis of consolidation

Subsidiaries (none currently) were all entities controlled by the Company. Control exists when the Company has the power to, directly or indirectly; to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that are currently exercisable or convertible are taken into account in the assessment of whether control exists. Subsidiaries are consolidated from the date on which control is transferred to the Company. They are deconsolidated from the date on which control ceases.

On September 30, 2016, the Company sold all of its wholly-owned subsidiaries. Accordingly, the financial statements of all the subsidiaries were deconsolidated, effective September 20, 2016. See Note 4.

All inter-company balances and transactions, including unrealized income and expenses arising from inter-company transactions, are eliminated on consolidation.

(Expressed in Canadian dollars)

3. Accounting standards issued but not yet effective

In July 2014, the IASB issued the final version of IFRS 9 which replaces IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 retains but simplifies the mixed measurement model and establishes two primary measurement categories for financial assets: amortized cost and fair value. The basis of classification depends on an entity's business model and the contractual cash flow of the financial asset. Classification is made at the time the financial asset is initially recognized, namely when the entity becomes a party to the contractual provisions of the instrument. IFRS 9 amends some of the requirements of IFRS 7 Financial Instruments: Disclosures, including added disclosures about investments in equity instruments measured at fair value in other comprehensive income, and guidance on financial liabilities and derecognition of financial instruments. The amended standard is effective for annual periods beginning on or after January 1, 2018, with earlier adoption permitted. The Company has not assessed the impact of the adoption of this standard on the financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company's financial statements.

4. Disposition of subsidiaries

Effective September 28, 2016, the Company sold all of its wholly-owned subsidiaries (Note 2) which held non-operating oil and gas properties in Ontario, Canada and Montana, USA to an arm's length third party for total cash consideration of $1,000, which has been recorded in other receivables (Note 5) (subsequently received). In accordance with the guidance of IFRS 10, Consolidated Financial Statements, the Company derecognized the carrying value of the assets and liabilities of the subsidiaries on the effective date.

During the three months ended March 31, 2016, included in disposition of subsidiaries is the following:

		Three Months ended March 31, 2016
Sales of oil and gas		
Sales	$	4,583
Less: royalties		(256)
		4,327
Operating costs		2,461
Depletion, amortization and accretion recovery		609
		3,070
Income from oil and gas operations	$	1,257
Foreign exchange loss on translation of foreign operations		(15,692)
Disposition on subsidiaries		(14,435)

5. Trade and other receivables

		March 31, 2017		December 31, 2016
Taxes recoverable	$	15,184	$	7,665
Other receivables (Note 4)		10,825		1,000
Total	$	26,009	$	8,665

(Expressed in Canadian dollars)

6. Exploration and evaluation asset

		Utah, USA
Acquisition		
As at December 31, 2015		-
Cash		201,796
Common shares (Note 12)		275,000
As at March 31, 2017 and December 31, 2016	$	476,796
Exploration		
As at December 31, 2015	$	-
Consulting and reports		100,000
Maintenance and transfer		72,506
As at March 31, 2017 and December 31, 2016	$	172,506
Total		
As at December 31, 2016	$	649,302
As at March 31, 2017	$	649,302

Paradox North, Utah, USA

On October 18, 2016, the Company entered into a Mineral Claims Purchase and Sale Agreement for the acquisition of a 100% interest in the Paradox North Property located in Grand County, Utah. The Company paid cash consideration of $201,796 (US$150,000, of which $66,324 (US$50,000) is recorded in trade and other payables at December 31, 2016 (subsequently paid during the current reporting period) and issued 2,500,000 common shares (issued with a fair market value of $275,000) (Note 12). The Company paid $72,506 (US$54,000) in maintenance and transfer fees and incurred exploration expenditures of $100,000 during the year ended December 31, 2016.

7. Trade and other payables

		March 31, 2017		December 31, 2016
Trade payables (Note 7)	$	104,919	$	185,337
Accrued liabilities		19,000		29,332
Total	$	123,919	$	214,669

(Expressed in Canadian dollars)

8. Related party transactions

The Company entered into the following transactions with related parties during the three months ended March 31, 2017 and 2016:

Key management personnel compensation:

	Three Months ended March 31, 2017	Three Months ended March 31, 2016
Consulting and management fees	$ 42,500	$ 1,250
Professional and administrative fees	30,000	2,805
Total	$ 72,500	$ 4,055

Due to related parties:

	March 31, 2017	December 31, 2016
Amounts due to a director or a company controlled by a director	$ 83,147	$ 55,294
Amounts due to shareholders	46,000	46,000
Total	$ 129,147	$ 101,294

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

9. Note payable

On October 31, 2016, the Company issued a promissory note for $101,702 (US$75,000). The promissory note was due April 30, 2017, non-interest bearing and unsecured. The loan payable was repaid in full.

10. Decommissioning liabilities

The Company's decommissioning liabilities arose from working interests in oil and gas assets including well sites, gathering systems and processing facilities. The decommissioning liabilities represented the present value of decommission costs relating to oil and gas properties, which costs were expected to be incurred up to 2036.

	March 31, 2017	December 31, 2016
Balance, beginning of the period	$ -	$ 6,207
Accretion recovery	-	-
Disposition of subsidiaries (Note 4)	-	(6,207)
Balance, end of the period	$ -	$ -

(Expressed in Canadian dollars)

11. Share capital

Authorized share capital

Preferred shares
500,000 non-participating, voting preferred shares.
Issued: Nil.

Common shares
Unlimited number of common shares.

Issued and outstanding

As at March 31, 2017 and December 31, 2016 the issued and outstanding share capital is comprised of 32,734,396 common shares.

On November 23, 2016, the Company closed a non-brokered private placement of 740,000 units at a price of $0.25 per unit for proceeds of $185,000. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire one additional share at a price of $0.40 per share until November 23, 2017. The Company paid share issuance costs of $14,600 and issued 58,400 finder's warrants. Each finder's warrant entitles the holder to acquire one additional share at an exercise price of $0.40 per share until November 23, 2017. The Company allocated a fair value of $11,651 to the finder's warrants under the Black-Scholes Option Pricing Model with the following assumptions: expected life of 1 year, expected dividend yield of 0%, a risk-free interest rate of 0.67% and an expected volatility of 133.97%.

On December 15, 2016, the Company closed a non-brokered private placement of 3,720,000 units at a price of $0.25 per unit for proceeds of $930,000. Each unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder thereof to acquire one additional share at a price of $0.40 per share until December 15, 2017. The Company paid share issuance costs of $69,814 and issued 295,256 finder's warrants. Each finder's warrant entitles the holder to acquire one additional share at an exercise price of $0.40 per share until December 15, 2017. The Company allocated a fair value of $61,649 to the finder's warrants under the Black-Scholes Option Pricing Model with the following assumptions: expected life of 1 year, expected dividend yield of 0%, a risk-free interest rate of 0.80% and an expected volatility of 135.25%.

During the year ended December 31, 2016, the Company issued 2,500,000 common shares with a fair market value of $275,000 for acquisition of the Paradox North Property (Note 6).

Warrants

	Number		Weighted average exercise price
Balance, December 31, 2015	5,000,000		0.05
Expired	(5,000,000)		0.05
Issued	4,813,656		0.40
Balance, March 31, 2017 and December 31, 2016	4,813,656	$	0.40

The weighted average life of outstanding warrants at March 31, 2017 is 0.70 years.

11. Share capital (cont'd)

Share-based payments

The Company has a rolling stock option plan (the "Plan") to provide incentive for the directors, officers, employees and consultants of the Company. The maximum number of shares which may be set aside for issuance under the Plan is 10% of the issued and outstanding common shares of the Company.

The exercise price of options granted under the Plan will be fixed by the Board at the time of grant, provided that such exercise price may not be less than the discounted market price of the common shares. The options granted under the Plan will vest and be exercisable on a basis determined by the board at the time of the grant, and will be exercisable for a period not exceeding ten years.

As at March 31, 2017, there were no stock options outstanding.

Reserves

Equity reserve records items recognized as share-based payments until such time that the stock options and share purchase warrants are exercised, at which time the corresponding amount will be transferred to share capital.

Foreign currency translation reserve records exchange differences arising from translation of the Company's subsidiaries' results and financial position from their functional currencies into the presentation currency.

12. Corporate restructurings

During the year ended December 31, 2016, the Company incorporated the following subsidiaries in the Province of British Columbia:

- Centennial Acquisitions Corp. ("Centennial") – April 12, 2016
- Glenwood Acquisitions Corp. ("Glenwood") – April 12, 2016
- Avonhurst Capital Corp. ("Avonhurst") – May 27, 2016

All of these subsidiaries were incorporated for the sole purpose of plan of arrangements as follows:

Centennial
The Arrangement was approved by the shareholders of the Company on June 17, 2016 and approved by the Ontario Superior Court of Justice on June 22, 2016. The arrangement was completed on June 30, 2016. In consideration, the Company:

a) transferred to Centennial all of its interest in a letter of intent dated March 31, 2016 between the Company and StartMonday Holding B.V. ("StartMonday"), a company incorporated under the laws of the Netherlands, for a proposed amalgamation; and
b) paid $7,500

Glenwood
The Arrangement was approved by the shareholders of the Company on June 17, 2016 and approved by the Ontario Superior Court of Justice on June 22, 2016. The arrangement was completed on June 30, 2016. In consideration, the Company:

a) transferred to Glenwood all of its interest in a letter of intent dated April 8, 2016 with Lexington Biosciences Inc. ("Lexington"), a corporation existing under the laws of British Columbia, for a proposed amalgamation; and
b) paid $15,000.

(Expressed in Canadian dollars)

12. Corporate restructurings (cont'd)

Avonhurst

The Arrangement was approved by the shareholders of the Company on November 4, 2016 and approved by the Supreme Court of British Columbia on November 14, 2016. The arrangement was completed on November 25, 2016. In consideration, the Company:

a) transferred to Avonhurst all of its interest in a letter of intent dated July 19, 2016 between the Company and Spacefy Inc. ("Spacefy"), a company incorporated under the laws of Ontario, for a proposed amalgamation; and
b) paid $20,000 (recorded in trade and other payables at March 31, 2017 and December 31, 2016).

These transactions resulted in a distribution of the Company's investment in Centennial, Glenwood and Avonhurst to the Company's shareholders. As a result, the shares of StartMonday, Lexington and Spacefy were distributed to the shareholders of the Company on a pro-rata basis. Accordingly, Centennial, Glenwood and Avonhurst were de-consolidated from the Company on the respective dates of completion and the total of all the payments of $42,500 was charged to deficit as a distribution to shareholders of the Company for the year ended December 31, 2016.

13. Segmented information

Prior to the disposal of the subsidiaries (see note 4), the Company operated in two reporting segments: Canada and the USA. Set out below is segmented information on a geographic basis.

The segmented non-current assets and non-current liabilities are as follows:

	March 31, 2017			December 31, 2016		
	Canada	**USA**	**Total**	**Canada**	**USA**	**Total**
Non-current assets	$ -	$ 649,302	$ 649,302	$ -	$ 649,302	$ 649,302
Non-current liabilities	$ -	$ -	$ -	$ -	$ -	$ -

14. Financial instruments

The Company's financial instruments are exposed to certain financial risks, including credit risk, capital market risk and liquidity risk, interest rate risk, commodity price risk and foreign exchange risk.

Financial instruments, consisting of trade receivables, trade payables and due to related parties are carried at amortized cost. Cash is reported at fair value. The Company classifies the fair value of these transactions according to the following hierarchy based on the amount of observable inputs used to value the instrument.

Level 1 – Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 – Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs, including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the marketplace.

Level 3 – Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

Cash has been assessed on the fair value hierarchy described above and is considered to be Level 1.

As at March 31, 2017, the carrying values of cash, trade receivables, trade payables, due to related parties and note payable approximate their fair values due to their short terms to maturity.

Credit risk

Credit risk is the risk that a counterparty will fail to discharge an obligation and cause the Company to incur a financial loss. The Company's primary exposure to credit risk relates to its cash held in bank accounts. This includes any cash amounts owed to the Company by those counterparties, less any amounts owed to the counterparty by the Company where a legal right of off-set exists and also includes the fair values of contracts with individual counterparties which are recorded in the financial statements.

(a) Trade credit risk

At March 31, 2017 the Company has no trade receivables.

(b) Cash

In order to manage credit and liquidity risk, the Company invests only in highly rated investment grade instruments that have maturities of a year or less. Limits are also established based on the type of investment, the counterparty and the credit rating.

(c) Derivative financial instruments

As at March 31, 2017, the Company has no derivative financial instruments. It may in the future enter into derivative financial instruments and in order to manage credit or price risk, it will only enter into derivative financial instruments with highly rated investment grade counterparties.

14. Financial instruments (cont'd)

Capital market risk and 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 ensures that there are sufficient funds to meet its short-term business requirements, taking into account its anticipated cash flows from operations and its holdings of cash.

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

The following is an analysis of the contractual maturities of the Company's non-derivative financial liabilities as at March 31, 2017:

	Within one year	Between one and five years	Total
Trade payables	$ 123,919	$ -	$ 123,919
Due to related parties	129,147	-	129,147
Note payable	100,702	-	100,702
	$ 353,768	$ -	$ 353,768

Interest rate risk

The Company is not exposed to material interest-rate risk as the Company had no interest-bearing debt as of March 31, 2017.

Foreign exchange risk

The Company is subject to normal risks including fluctuations in foreign exchange rates and interest rates. While the Company manages its operations in order to minimize exposure to these risks, it has not entered into any derivatives or contracts to hedge or otherwise mitigate this exposure. At March 31, 2017, the Company was not exposed to significant interest rate risk.

Sensitivity analysis

The Company is exposed to foreign currency risk on fluctuations related to cash, trade payables that are denominated in USD. As at March 31, 2017, net liabilities totaling $nil were held in USD. Based on the above net exposure as at March 31, 2017 and assuming all other variables remain constant, a 1% depreciation or appreciation of the USD against the Canadian dollar would result in an increase or decrease of approximately $nil in the Company's loss and comprehensive loss.

15. Capital management

The primary capital management objective of the Company is to ensure adequate working capital is available to fund both its oil and gas exploration and development, and the working capital requirements, while also seeking to minimize the risk-adjusted cost of capital.

Capital is raised and retained for the purposes and to the extent necessary to fund exploration and corporate overhead costs, subject to the availability of financing on acceptable terms. Given its objectives, the Company determines the amount of capital to be raised and retained based on the scope of its planned exploration activities and management's assessment of the expected availability of acceptably priced capital in future periods.

The Company defines capital as share capital, share subscriptions and reserves. The Company's targeted capital structure approaches 100% shareholders' equity, with little or no debt outstanding. Management believes that such a capital structure is the most suitable in light of the Company's capital management objectives.

The chief source of working capital is equity financing obtained through the sale of common shares and share purchase warrants, and the exercise of warrants and options. The Company from time to time receives loans from related parties and trade credit, but such financial instruments are typically only supplementary to equity financings. In any case, the Company does not consider debt to be a sustainable source of capital, as in the absence of positive cash flows from operations; any debt obtained must be retired with funds raised through equity financing.

A significant measure used in assessing capital adequacy is the expected number of days of operations that can be funded from current working capital. Capital levels are deemed sufficient if they can fund the balance of the annual exploration and development goals and fund corporate overhead expenses in the near term. The Company lacks sufficient capital to carry out its activities over the next twelve months and additional capital will, therefore, need to be raised.

Financing, and thus capital spending on exploration, will generally be limited to the extent that capital is available on acceptable terms. The acceptability of financing terms is generally determined by reference to the prevailing market price of the Company's shares. The terms on which the Company obtains financings are furthermore subject to the guidelines of the TSX-V.

There were no changes in the Company's approach to capital management during the year ended March 31, 2017.

16. Subsequent events

a) On May 2, 2017, the Company closed a first tranche of its $4,200,000 non-brokered private placement (the "Offering") that was announced in news releases dated February 6, 2017, February 7, 2017 and March 7, 2017. The Company issued 10,238,904 units (the "Units") at a price of $0.35 per Unit for gross proceeds of $3,583,616.70. Each Unit consists of one common share in the capital of the Company (a "Share") and one common share purchase warrant (a "Warrant"). Each Warrant entitles the holder thereof to purchase one additional Share at a price of $0.50 per Share until May 2, 2018. The Company paid eligible finders a cash commission in the aggregate amount of $245,953.18 being 7% of the aggregate proceeds from the sale of Units to purchasers introduced by the finders as well as issued an aggregate of 702,723 non-transferable finders warrants (each a "Finders Warrant"), which is equal to 7% of the number of Units sold to purchasers introduced by the finders. Each Finders Warrant entitles the finder to acquire a common share at an exercise price of $0.50 per share until May 2, 2018.

b) The second tranche closed on May 4, 2017 and consisted of 1,691,500 Units at a price of $0.35 per Unit for gross proceeds of $592,025. Each Unit consists of one common Share and one Warrant. Each Warrant entitles the holder thereof to purchase one additional Share at a price of $0.50 per Share until May 4, 2018. In connection with the second tranche, the Company paid eligible finders a cash commission in the aggregate amount of $41,441.75 being 7% of the aggregate proceeds from the sale of Units to purchasers introduced by the finders as well as issued an aggregate of 118,405 nontransferable Finders Warrants, which is equal to 7% of the number of Units sold to purchasers introduced by the finders. Each Finders Warrant entitles the finder to acquire a common share at an exercise price of $0.50 per share until May 4, 2018.

c) The TSX Venture Exchange (the "TSXV") granted final approval regarding the NEX reactivation and concurrent application for graduation to Tier 2 of the TSXV (the "Reactivation"). Accordingly, on Tuesday May 2, 2017 trading in the Company's common shares commenced on the TSXV under the trading symbol "LBY". The Company's application for reactivation and graduation was based on its acquisition of a 100% ownership interest in the Paradox North Property located in Grand County, Utah.

d) The Company entered into a Mineral Property Option Agreement dated May 19, 2017 (the "Option Agreement") with Millennial Lithium Corp. (TSXV: ML)("Millennial") to acquire up to an 80% interest in the Pocitos West Project (the "Property") consisting of 15,857 hectares (39,183 acres) of prospective lithium brine exploitation concessions on the Pocitas Salar in Salta Province, Argentina (the "Transaction"). As consideration for grant of the option and pursuant to the terms of the Option Agreement, the Company will pay Millennial aggregate cash consideration of US$5,500,000 and incur an aggregate of $1,000,000 of staged expenditures to earn a 70% interest. The Company will earn a further 10% interest in the Property if it completes a bankable commercial feasibility study on the Property within 42 months of the closing of the Transaction.

e) The Company announced on May 19, 2017 a non-brokered private placement of up to 2,000,000 units (the "Financing Units") at a price of $0.50 per Financing Unit for proceeds of up to $1,000,000. Each Financing Unit consists of one common share in the capital of the Company (a "Common Share") and one-half of one common share purchase warrant (each whole warrant, a "Whole Warrant"). Each Whole Warrant entitles the holder thereof to purchase one additional Common Share at a price of $0.75 per Common Share for a period of 12 months from the date of issuance.

f) The Company granted 2,250,000 incentive stock options to certain directors and officers of the Company. The stock options are exercisable at a price of $0.55 until April 27, 2022. The Company granted 600,000 incentive stock options (300,000 stock options granted on May 5, 2017 and 300,000 stock options granted on May 19, 2017 respectively) to investor relations consultants. The stock options are exercisable at a price of $0.55 for a period of 5 years from the date of grant.

g) Mr. John Davidson was appointed to the Company's Board of Directors effective April 5, 2017. On May 30, 2017 (the date of this report) Mr. Patrick Whibley was appointed to the Company's Board of Directors replacing Mr. Desmond Balakrishnan.