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**Condensed Consolidated Interim Financial Statements
Six Months Ended October 31, 2017 and 2016
(Expressed in Canadian Dollars)
(Unaudited)**

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NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed consolidated interim financial statements of the Company for the six months ended October 31, 2017 and comparatives for the six months ended October 31, 2016 were prepared by management and have not been reviewed or audited by the Company's auditors.

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Comprehensive Loss

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

	Note	Three Months Ended October 31,		Six Months Ended October 31,	
		2017	2016	2017	2016
Expenses					
Administration	7	\$ 15,000	\$ 15,000	\$ 30,000	\$ 30,000
Consulting	7	59,083	43,280	108,028	89,858
Exploration and evaluation	5 & 7	180,621	364,014	258,159	920,889
Investor relations	7	136,735	68,580	321,346	199,849
Office and general	7	7,541	9,997	23,473	19,612
Professional fees	7	62,499	62,596	103,508	116,744
Regulatory fees and taxes		4,212	2,536	23,845	19,114
Share-based payments	8	803,648	9,470	804,078	403,201
Shareholders' communications		3,060	9,497	10,952	10,787
Transfer agent		3,065	3,975	6,915	28,432
Travel and promotion		266	826	20,928	826
		1,275,730	589,771	1,711,232	1,839,312
Foreign exchange loss (gain)		3,663	(8,340)	35,787	(36,675)
Share of loss in equity accounted investment	6	182,377	-	638,022	-
		186,040	(8,340)	673,809	(36,675)
Net Loss and Comprehensive Loss for the Period		\$ 1,461,770	\$ 581,431	\$ 2,385,041	\$ 1,802,637
Attributable to:					
Equity holders		\$ 1,461,770	\$ 526,037	\$ 2,385,041	\$ 1,578,385
Non-controlling interest		-	55,394	-	224,252
		\$ 1,461,770	\$ 581,431	\$ 2,385,041	\$ 1,802,637
Loss per share attributable to equity holders - basic and diluted		\$ 0.02	\$ 0.01	\$ 0.03	\$ 0.02
Weighted average number of common shares outstanding		95,025,894	82,008,202	92,797,195	79,255,389

The accompanying notes form an integral part of these condensed consolidated interim financial statements

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Financial Position

(Expressed in Canadian Dollars, Unaudited)

As at	Note	October 31, 2017	April 30, 2017
Current Assets			
Cash	9	\$ 3,583,501	\$ 2,401,026
Taxes and other receivables		119,990	29,528
Prepays		71,681	59,981
		3,775,172	2,490,535
Non-Current Assets			
Reclamation bonds		38,571	31,067
Mineral properties	5	100,961	59,753
Investment in associate	6	4,553,746	4,043,938
		4,693,278	4,134,758
		\$ 8,468,450	\$ 6,625,293
Current Liabilities			
Accounts payable and accrued liabilities		\$ 369,250	\$ 275,833
Due to related parties	7	73,670	76,774
		442,920	352,607
Equity			
Share capital	8	37,583,047	34,258,500
Share-based payments reserve		1,630,013	836,198
Warrants reserve		931,156	931,156
Other reserve		9,270	9,270
Deficit		(32,127,956)	(29,762,438)
		8,025,530	6,272,686
		\$ 8,468,450	\$ 6,625,293

Approved on behalf of the Board

"Lawrence Page"

Lawrence Page, Q.C.

"Eugene Spiering"

Eugene Spiering

The accompanying notes form an integral part of these condensed consolidated interim financial statements

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Changes in Equity

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

	Share Capital		Share-based				Equity	Non-	
	Number	Amount	Payments	Warrants	Other	Deficit	Attributable to	Controlling	Total
	of Shares		Reserve	Reserve	Reserve		Equity Holders	Interest	
Balance as at April 30, 2016	66,675,936	\$ 31,974,567	\$ 599,601	\$ 1,016,000	\$ 999,495	\$ (27,373,083)	\$ 7,216,580	\$ (3,693,949)	\$ 3,522,631
Issued									
Private placements	11,000,000	1,100,000	-	-	-	-	1,100,000	-	1,100,000
Exercise of options and warrants	5,951,512	588,391	-	-	-	-	588,391	-	588,391
Proceeds received on account of earn-in	-	-	-	-	393,420	-	393,420	-	393,420
Share issue costs	-	(69,450)	18,550	-	-	-	(50,900)	-	(50,900)
Share-based payments	-	-	403,201	-	-	-	403,201	-	403,201
Fair value of options and warrants exercised	-	191,993	(132,349)	(59,644)	-	-	-	-	-
Fair value of warrants expired	-	-	(17,886)	-	-	17,886	-	-	-
Net loss	-	-	-	-	-	(1,578,385)	(1,578,385)	(224,252)	(1,802,637)
Balance as at October 31, 2016	83,627,448	\$ 33,785,501	\$ 871,117	\$ 956,356	\$ 1,392,915	\$ (28,933,582)	\$ 8,072,307	\$ (3,918,201)	\$ 4,154,106
Balance as at April 30, 2017	87,174,448	\$ 34,258,500	\$ 836,198	\$ 931,156	\$ 9,270	\$ (29,762,438)	\$ 6,272,686	\$ -	\$ 6,272,686
Issued									
Private placements	8,797,000	3,518,800	-	-	-	-	3,518,800	-	3,518,800
Exercise of options	400,000	32,000	-	-	-	-	32,000	-	32,000
Share issue costs	-	(250,799)	33,806	-	-	-	(216,993)	-	(216,993)
Share-based payments	-	-	804,078	-	-	-	804,078	-	804,078
Fair value of options exercised	-	24,546	(24,546)	-	-	-	-	-	-
Fair value of warrants expired	-	-	(19,523)	-	-	19,523	-	-	-
Net loss	-	-	-	-	-	(2,385,041)	(2,385,041)	-	(2,385,041)
Balance as at October 31, 2017	96,371,448	\$ 37,583,047	\$ 1,630,013	\$ 931,156	\$ 9,270	\$ (32,127,956)	\$ 8,025,530	\$ -	\$ 8,025,530

The accompanying notes form an integral part of these condensed consolidated interim financial statements

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Condensed Consolidated Interim Statements of Cash Flows

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

	2017	2016
Operating Activities		
Net loss	\$ (2,385,041)	\$ (1,802,637)
Items not involving cash:		
Share of loss in equity investment	638,022	-
Share-based payments	804,078	403,201
Unrealized foreign exchange loss (gain)	42,239	(30,685)
	(900,702)	(1,430,121)
Changes in non-cash working capital		
Taxes and other receivables	(90,462)	(22,524)
Prepays	(11,700)	(27,728)
Accounts payable and accrued liabilities	93,417	(89,327)
Due to related parties	(3,104)	28,407
	(11,849)	(111,172)
Cash Used in Operating Activities	(912,551)	(1,541,293)
Investing Activities		
Mineral property acquisition	(41,208)	(171,562)
Reclamation bond	-	(29,631)
Cash Used in Investing Activities	(41,208)	(201,193)
Financing Activities		
Proceeds from share issuance, net	3,333,807	1,637,491
Advances to associate, net	(1,147,830)	-
Proceeds received on account of earn-in	-	393,420
Cash Provided by Financing Activities	2,185,977	2,030,911
Foreign Exchange Effect on Cash	(49,743)	30,634
Increase in Cash During the Period	1,182,475	319,059
Cash, Beginning of Period	2,401,026	1,738,352
Cash, End of Period	\$ 3,583,501	\$ 2,057,411

Supplemental cash flow information (Note 9)

The accompanying notes form an integral part of these condensed consolidated interim financial statements

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

1. Nature of Operations and Going Concern

Southern Silver Exploration Corp. (the "Company") is an exploration stage company incorporated under the laws of British Columbia, Canada. The Company's principal business activities include the acquisition, exploration, and development of natural resource properties for enhancement of value and disposition pursuant to sales agreements or development by way of third party option and/or joint venture agreements. The Company's registered office is 1710 - 1177 West Hastings Street, Vancouver, British Columbia, Canada, V6E 2L3.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that any of the Company's current or future exploration programs will result in profitable mining operations. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain financing to complete their exploration and development, and establish future profitable operations, or realize proceeds from their sale. The carrying value of the Company's mineral properties does not reflect present or future value.

These condensed consolidated interim financial statements were prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. As at October 31, 2017 the Company had working capital of \$3,332,252 (April 30, 2017 - \$2,137,928). The Company incurred a net loss of \$2,385,041 for the six months ended October 31, 2017 (2016 - \$1,802,637) and had an accumulated deficit of \$32,127,956 as at October 31, 2017 (April 30, 2017 - \$29,762,438).

The Company has relied mainly upon the issuance of share capital and mineral property earn-in agreements to finance its activities. The Company will be required to rely on such funding to finance future exploration and administrative activities. There can be no assurance that further financing will be available to the Company and, therefore, a material uncertainty exists that casts significant doubt over the Company's ability to continue as a going concern. These condensed consolidated interim financial statements do not include the adjustments to assets and liabilities that would be necessary should the Company be unable to continue as a going concern. Such adjustment could be material.

2. Basis of Preparation and Consolidation

These condensed consolidated interim financial statements were prepared in accordance with International Accounting Standards 34: *Interim Financial Reporting* on a historical cost basis, except for cash flow information and financial instruments measured at fair value. The financial statements of the Company consolidates entities controlled and equity accounts entities partially-owned by the Company as follows:

Entity	Country of Incorporation	Principal Activity
Southern Silver Holdings Limited ("SSHL")	British Virgin Islands	Holding company - 40% owned by the Company
Minera Plata del Sur S.A de C.V. ("MPS")	Mexico	Mineral exploration - 100% owned by SSHL
Southern Silver Projects Limited ("SSPL")	British Virgin Islands	Holding company - 100% owned by the Company
Exploraciones Magistral S.A de C.V.	Mexico	Mineral exploration - 100% owned by SSPL
Southern Silver Exploration Corp. (US)	United States of America	Mineral exploration - 100% owned by the Company

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

2. Basis of Preparation and Consolidation, continued

All inter-company transactions and balances have been eliminated upon consolidation. The Company's functional and presentation currency is the Canadian dollar.

These condensed consolidated interim financial statements do not include all of the information required for complete annual financial statements and should be read in conjunction with the Company's audited annual consolidated financial statements for the year ended April 30, 2017.

These condensed consolidated interim financial statements were approved and authorized for issue by the Board of Directors on December 21, 2017.

3. Summary of Significant Accounting Policies

The same accounting policies are used in the preparation of these condensed consolidated interim financial statements as for the most recent audited annual consolidated financial statements and reflect all the adjustments necessary for fair presentation of the results for the interim periods presented.

4. Financial Instruments

Financial instruments with carrying values that approximate fair values due to the short period to maturity include cash, accounts payable and accrued liabilities and amounts due to related parties. Reclamation bonds are non-interest-bearing, have no maturity date and carrying values approximate fair value.

5. Mineral Properties

Mineral property acquisition costs as at October 31, 2017 were as follows:

	Cerro Las	Minas de		
	Minitas	Ameca	Oro	Total
	\$	\$	\$	\$
Balance as at April 30, 2016	2,200,910	-	-	2,200,910
Additions, net	132,860	-	59,753	192,613
Adjustment on deconsolidation	(2,333,770)	-	-	(2,333,770)
Balance as at April 30, 2017	-	-	59,753	59,753
Additions, net	-	-	41,208	41,208
Balance as at October 31, 2017	-	-	100,961	100,961

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

5. Mineral Properties, continued

(a) Cerro Las Minitas - Mexico

The property consists of twenty mineral concessions located in Durango, Mexico, of which the Company owns an indirect 40% interest (Note 6).

(b) Minas de Ameca - Mexico

On October 18, 2006, the Company acquired the El Magistral mineral claim in the Ameca region in the State of Jalisco, Mexico located about 80 kilometres west of Guadalajara. The property includes the San Luis claim.

The El Magistral claim is subject to a 1% NSR payable to the Mexican government.

The Company owns an indirect 40% interest in the property (Note 6), previously recorded an impairment provision against all capitalized costs and is in the process of relinquishing its interest in these claims.

(c) Oro - New Mexico, USA

The property consists of certain unpatented mining claims in the Eureka Mining District, Grant County, New Mexico, eight patented lode mining claims, which are adjacent to these claims, and surface rights to a contiguous property.

The property is subject to a 2% NSR payable to the optionors whom have granted the Company an option to purchase the NSR at any time in 0.5% increments at US \$500,000 for each increment.

Pursuant to a lease with option to purchase agreement dated May 1, 2011, the Company can earn a 100% interest in six unpatented lode mining claims also located in the Eureka Mining District, Grant County, New Mexico.

Remaining lease payments are due as follows:

- (i) US \$6,000 on May 1, 2017 (paid);
- (ii) US \$30,000 annually from May 1, 2018 to May 1, 2024; and
- (iii) US \$60,000 annually from May 1, 2025 to May 1, 2031.

The Company can purchase the property at any time by paying any amounts remaining under the lease, subject to a 1% NSR payable to the optionors, which terminates when aggregate payments thereunder equal US \$500,000.

(d) Exploration and Evaluation Expenditures

Exploration and evaluation expenditures for the six months ended October 31, 2017 and 2016 were as follows:

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

5. Mineral Properties, continued

(d) Exploration and Evaluation Expenditures, continued

	Cerro Las Minitas		Oro		Total	
	\$	\$	\$	\$	\$	\$
	2017	2016	2017	2016	2017	2016
Assays and geochemistry	-	57,003	-	45,503	-	102,506
Camp, utilities and supplies	-	3,984	-	-	-	3,984
Drilling	-	266,448	75,734	105,448	75,734	371,896
Equipment and field supplies	-	31,391	-	-	-	31,391
Geological and geophysics	-	42,934	153,936	77,505	153,936	120,439
Land fees	-	44,694	5,571	-	5,571	44,694
Project supervision	-	170,222	22,548	7,157	22,548	177,379
Project support	-	1,783	-	-	-	1,783
Taxes	-	60,868	-	-	-	60,868
Travel	-	1,733	-	-	-	1,733
	-	681,060	257,789	235,613	257,789	916,673
General exploration - other					370	4,216
					258,159	920,889

6. Investment in Associate

Pursuant to an earn-in agreement, Electrum Global Holdings L.P. ("Electrum") now owns 60% of SSHL with the Company owning the remaining 40%. Following the earn-in period, each SSHL shareholder is to proportionately participate in all costs and expenditures in accordance with their respective participating interest or have their participating interest diluted in accordance with an applicable dilution formula. If a participating interest is diluted to less than 10%, that interest will be surrendered in exchange for a 2% NSR.

As the Company has retained a 40% interest and is able to exert significant influence, SSHL is considered to be an associate as at October 31, 2017 and April 30, 2017. The interest is now accounted for as an investment in an associate using the equity method as:

	October 31, 2017	April 30, 2017
Balance as at May 1,	\$ 4,043,938	\$ -
Investment amount	-	5,373,913
Advances to (from) associate, net	1,147,830	(663,089)
Share of net loss	(638,022)	(666,886)
	\$ 4,553,746	\$ 4,043,938

Southern Silver Exploration Corp.

(An Exploration Stage Company)

Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

6. Investment in Associate, continued

With respect to Cerro Las Minitas, the Company will be expected to contribute at its participating interest to the following:

- On April 20, 2017, two contiguous concessions were acquired by staking. One of these claims is subject to a finder's fee whereby minimum periodic payments are due on a semi-annual basis accelerating from US \$5,000 to US \$25,000 over a ninety-six month period and a 1% NSR with such periodic payments being credited to NSR payments. Subsequent to payment of US \$5,000,000 in NSR payments the royalty is reduced to 0.5%.
- One additional concession may be acquired if the underlying owner can deliver registered title and by making a payment, excluding applicable local taxes, of US \$200,000.

Summarized financial information for SSSL and MPS after inter-company eliminations is as follows:

	October 31, 2017	April 30, 2017
Current assets (USD)	\$ 390,326	\$ 609,525
Non-current assets (USD)	2,210,617	2,195,474
Current liabilities (USD)	69,910	296,972
Non-current liabilities (USD)	11,429,456	10,678,245
Net loss (USD)	1,228,205	1,825,091

7. Related Party Balances and Transactions

Except as disclosed elsewhere, the Company entered into the following related party transactions:

- (a) Pursuant to a service agreement between the Company and a private company controlled by a director and officer of the Company, the Company was charged as follows:
- \$30,000 (2016 - \$30,000) for office space and general administration services;
 - \$21,450 (2016 - \$14,000) for professional services;
 - \$17,728 (2016 - \$18,698) for consulting services;
 - \$98,215 (2016 - \$24,630) for investor relations services;
 - \$23,188 (2016 - \$63,165) for geological services;
 - \$76,586 (2016 - \$nil) for geological services (charged to investment in associate); and
 - \$3,245 (2016 - \$1,313) for the mark-up on out-of-pocket expenses.

Amounts payable as at October 31, 2017 were \$49,106 (April 30, 2017 - \$35,731).

- (b) Fees in the amount of \$59,800 (2016 - \$56,160) were charged by a director and officer of the Company for consulting services. Effective October 1, 2017 such fees of \$13,000 (2016 - \$nil) were charged by a company controlled by a director and officer of the Company. Amounts payable as at October 31, 2017 were \$nil (April 30, 2017 - \$9,828).

Southern Silver Exploration Corp.

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Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

7. Related Party Balances and Transactions, continued

- (c) Fees in the amount of \$59,630 (2016 - \$18,725) were charged by a law firm controlled by a director and officer of the Company and included in professional fees, share issue costs, mineral property expenditures or charged to investment in associate. Amounts payable as at October 31, 2017 were \$18,789 (April 30, 2017 - \$28,590).
- (d) Fees in the amount of \$15,000 (2016 - \$15,000) were charged by an officer of the Company for consulting services. Amounts payable as at October 31, 2017 were \$2,625 (April 30, 2017 - \$2,625).
- (e) Fees in the amount of \$21,000 (2016 - \$nil) were charged by a an officer of the Company for consulting services and included in consulting fees, mineral property expenditures or charged to investment in associate. Amounts payable as at October 31, 2017 were \$3,150 (April 30, 2017 - \$nil).

These transactions were in the normal course of operations and were measured at the fair value of the services rendered. Amounts due to related parties are unsecured, non-interest-bearing, and have no formal terms of repayment.

The key management personnel of the Company are the directors and officers of the Company. The Company has no long-term employee or post-employment benefits.

Compensation awarded to key management, included in (b), (d) and (e) above, was as follows:

	2017	2016
Short-term benefits	\$ 95,800	\$ 71,160
Share-based payments	584,471	283,221
Total	\$ 680,271	\$ 354,381

One executive officer is entitled to termination benefits in the event of a change of control equal to thirty six months of the compensation that would have been paid during the unexpired term of their agreement. The remaining balance payable under the agreement termination clause as at October 31, 2017 was \$468,000.

8. Share Capital

The authorized share capital of the Company consists of an unlimited number of common shares without par value.

(a) Equity Financings

Six months ended October 31, 2017

On June 13, 2017, the Company closed the first tranche of a non-brokered and brokered private placement and issued 6,372,500 units for gross proceeds of \$2,549,000.

Southern Silver Exploration Corp.

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Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

8. Share Capital, continued

(a) Equity Financings, continued

On August 31, 2017, the Company closed the second tranche of this private placement and issued 1,170,000 units for gross proceeds of \$468,000. On September 29, 2017, the Company closed the final tranche of this private placement and issued 1,254,500 units for gross proceeds of \$501,800.

Each unit consisted of one common share and one share purchase warrant, with each warrant exercisable to purchase one additional common share for a period of three years at an exercise price of \$0.55 per share.

On August 31, 2017, the Company also issued 105,600 finders' compensation options exercisable to purchase one common share for a period of three years at an exercise price of \$0.40 per share and 1,750 finders' share purchase warrants exercisable to purchase one common share for a period of three years at an exercise price of \$0.55 per share. The compensation options were fair valued at \$33,279 and the warrants were fair valued at \$527 both using the Black-Scholes option pricing model (Note 8(e)).

Six months ended October 31, 2016

On May 19, 2016, the Company closed a private placement and issued 11,000,000 units at a price of \$0.10 per unit for gross proceeds of \$1,100,000. Each unit consisted of one common share and one common share purchase warrant, with each warrant exercisable to purchase one additional common share for a period of five years at an exercise price of \$0.15 per share.

The Company also issued 72,000 finders' share purchase warrants exercisable to purchase one common share for a period of five years at an exercise price of \$0.15 per share. The warrants were fair valued at \$18,550 using the Black-Scholes option pricing model (Note 8(e)).

(b) Compensation Options

Compensation options outstanding and exercisable as at October 31, 2017 were as follows:

Exercise Price	Expiry Date	Balance	
		April 30, 2017	Balance October 31, 2017
\$0.40	August 31, 2020	-	105,600
		-	105,600
Weighted average exercise price		-	\$0.40
Weighted average remaining life in years		-	2.84

(c) Stock Options

On October 2, 2017, the Company granted 2,750,000 fully-vested stock options to directors, officers and consultants exercisable for a period of five years at an exercise price of \$0.34 per share.

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Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

8. Share Capital, continued

(c) Stock Options, continued

Stock options outstanding and exercisable as at October 31, 2017 were as follows:

Exercise Price	Expiry Date	Balance				Balance
		April 30, 2017	Granted	Exercised	Expired	October 31, 2017
\$1.00	June 5, 2017	35,000	-	-	35,000	-
\$1.00	March 14, 2018	150,000	-	-	-	150,000
\$0.08	March 14, 2018	79,200	-	-	-	79,200
\$0.50	March 24, 2019	50,000	-	-	-	50,000
\$0.08	March 26, 2020	2,518,000	-	300,000	-	2,218,000
\$0.08	July 29, 2020	750,000	-	100,000	-	650,000
\$0.08	September 28, 2020	190,000	-	-	-	190,000
\$0.11	April 22, 2021	1,188,500	-	-	-	1,188,500
\$0.30	June 3, 2021	1,625,000	-	-	-	1,625,000
\$0.34	October 2, 2022	-	2,750,000	-	-	2,750,000
Options outstanding		6,585,700	2,750,000	400,000	35,000	8,900,700
Options exercisable		6,566,950				8,900,700
Weighted average exercise price, outstanding		\$0.17	\$0.34	\$0.08	\$1.00	\$0.22
Weighted average exercise price, exercisable		\$0.17	\$0.34	\$0.08	\$1.00	\$0.22
Weighted average remaining life in years, outstanding		3.35				3.52
Weighted average remaining life in years, exercisable		3.34				3.52

(d) Share Purchase Warrants

Share purchase warrants outstanding as at October 31, 2017 were as follows:

Exercise Price	Expiry Date	Balance		Balance
		April 30, 2017	Issued	October 31, 2017
\$0.08	March 4, 2020	1,259,295	-	1,259,295
\$0.08	March 5, 2020	15,884,593	-	15,884,593
\$0.08	March 11, 2020	1,810,000	-	1,810,000
\$0.15	June 26, 2020	9,000,000	-	9,000,000
\$0.08	March 4, 2021	6,000,000	-	6,000,000
\$0.08	April 8, 2021	2,300,000	-	2,300,000
\$0.15	May 19, 2021	9,062,500	-	9,062,500
\$0.55	June 13, 2020	-	6,372,500	6,372,500
\$0.55	August 31, 2020	-	1,171,750	1,171,750
\$0.55	September 29, 2020	-	1,254,500	1,254,500
		45,316,388	8,798,750	54,115,138
Weighted average exercise price		\$0.11	\$0.55	\$0.18
Weighted average remaining life in years		3.34		2.81

Southern Silver Exploration Corp.

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Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

8. Share Capital, continued

(e) Fair Value Determination

The weighted average fair value of stock options granted was \$0.29 (2016 - \$0.25), compensation options granted was \$0.32 (2016 - \$nil) and finders warrants issued was \$0.30 (2016 - \$0.26). Fair values were estimated using the Black-Scholes option pricing model with the following weighted average assumptions:

	2017			2016	
	Options	Compensation Options	Warrants	Options	Warrants
Risk-free interest rate	1.78%	1.35%	1.35%	0.61%	0.75%
Expected share price volatility	129.75%	142.72%	142.72%	128.60%	125.32%
Expected life (years)	5.00	3.00	3.00	5.00	5.00
Expected dividend yield	0.00%	0.00%	0.00%	0.00%	0.00%

The expected volatility assumptions have been developed taking into consideration historical volatility of the Company's share price. The total calculated fair value of share-based payments recognized was as follows:

	2017	2016
Consolidated Statements of Comprehensive Loss		
Directors and officers	\$ 584,471	\$ 283,221
Consultants	219,607	119,980
	804,078	403,201
Consolidated Statements of Changes in Equity		
Compensation Options / Finders' warrants	33,806	18,550
Total	\$ 837,884	\$ 421,751

9. Supplemental Cash Flow Information

	2017	2016
Cash comprised of:		
Cash	\$ 3,583,501	\$ 1,597,027
Cash reserved for exploration expenditures	-	460,384
	\$ 3,583,501	\$ 2,057,411
Cash items		
Interest received	\$ -	\$ -
Income tax paid	\$ -	\$ -
Interest paid	\$ -	\$ -

Southern Silver Exploration Corp.

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Notes to the Condensed Consolidated Interim Financial Statements

Six Months Ended October 31, 2017 and 2016

(Expressed in Canadian Dollars, Unaudited)

10. Segmented Information

The Company conducts its business as a single operating segment, being the acquisition and exploration of mineral properties. As at October 31, 2017, the Company's non-current assets were located in the British Virgin Islands (\$4,553,746) and in the United States of America (\$139,532).

11. Events After the Reporting Period

Other than disclosed elsewhere, no significant events occurred subsequent to October 31, 2017.