



**CANDENTE  
COPPER CORP**

**Candente Copper Corp.  
Interim Condensed Consolidated Financial Statements  
For the six months ended June 30, 2015 and 2014  
(Expressed in United States dollars, unless otherwise noted)**

### **NOTICE**

The accompanying unaudited interim condensed consolidated financial statements of Candente Copper Corp. (the "Company") 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 financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

# Candente Copper Corp.

## Interim condensed consolidated statements of financial position

At June 30, 2015 and December 31, 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

	Notes	June 30, 2015	December 31, 2014
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$	59,759	\$ 30,126
Trade and other receivables		625,325	727,983
Prepaid expenses and deposits		39,506	77,149
<b>Total current assets</b>		<b>724,590</b>	<b>835,258</b>
<b>Non-current assets</b>			
Investments	4	177,306	214,940
Mining properties	5	62,136,315	62,752,815
Equipment		281,536	319,656
<b>Total non-current assets</b>		<b>62,595,157</b>	<b>63,287,411</b>
<b>Total assets</b>	\$	<b>63,319,747</b>	\$ 64,122,669
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables and accrued liabilities	\$	1,983,212	\$ 1,966,817
Loan payable	9b	63,491	-
<b>Total current liabilities</b>		<b>2,046,703</b>	<b>1,966,817</b>
Share capital	7	82,105,922	81,532,520
Reserves	7	9,131,577	10,208,322
Deficit		(29,964,455)	(29,584,990)
<b>Total equity</b>		<b>61,273,044</b>	<b>62,155,852</b>
<b>Total liabilities and equity</b>	\$	<b>63,319,747</b>	\$ 64,122,669

**General information and going concern (Note 1)**  
**Commitments (Note 8)**

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

Approval on behalf of the Board of Directors

(Signed) Andres Milla  
Director

(Signed) George Elliott  
Director

# Candente Copper Corp.

## Interim condensed consolidated statements of comprehensive loss For the three and six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

	Notes	Three months ended		Six months ended	
		June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
Expenses					
General and administrative expenses	10	\$ 307,885	\$ 354,832	\$ 490,218	\$ 734,928
Other items					
(Gain) loss on foreign exchange		(40,001)	(1,725)	(92,098)	(61,270)
Interest and other income		(11)	(19,243)	(18,655)	(223,816)
Net loss		(267,873)	(333,864)	(379,465)	(449,842)
Other comprehensive loss (income)					
Items that may be reclassified subsequently to net loss					
Cumulative translation adjustment		(64,729)	520,186	(1,258,423)	(15,086)
Change in available for sale assets		139,001	(138,239)	55,190	(201,468)
		74,272	381,947	(1,203,233)	(216,554)
<b>Comprehensive income (loss)</b>		<b>\$ (193,601)</b>	<b>\$ 48,083</b>	<b>\$ (1,582,698)</b>	<b>\$ (666,396)</b>
<b>Loss per share attributable to shareholders</b>					
<b>Basic and diluted</b>		<b>\$ (0.00)</b>	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>
<b>Weighted average number of common shares outstanding</b>		<b>149,579,802</b>	<b>138,066,625</b>	<b>145,531,098</b>	<b>136,170,578</b>

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

# Candente Copper Corp.

## Interim condensed consolidated statements of changes in equity

For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

	Share Capital		Reserves					Deficit	Total
	Total common shares	Share capital	Equity settled employee compensation and warrants	Available for sale assets	Foreign currency reserve	Total reserves			
<b>Balance at January 1, 2015</b>	<b>143,384,980</b>	<b>\$81,532,520</b>	<b>\$12,816,453</b>	<b>\$ -</b>	<b>\$(2,608,131)</b>	<b>\$10,208,322</b>	<b>\$(29,584,990)</b>	<b>\$62,155,852</b>	
Private placement, note 7(b)(i)(ii)	8,333,330	573,402	6,596	-	-	6,596	-	579,998	
Share-based payment	-	-	119,892	-	-	119,892	-	119,892	
Net loss	-	-	-	-	-	-	(379,465)	(379,465)	
Change in available for sale assets	-	-	-	55,190	-	55,190	-	55,190	
Cumulative translation adjustment	-	-	-	-	(1,258,423)	(1,258,423)	-	(1,258,423)	
<b>Balance as at June 30, 2015</b>	<b>151,718,310</b>	<b>\$82,105,922</b>	<b>\$12,942,941</b>	<b>\$55,190</b>	<b>\$(3,866,554)</b>	<b>\$9,131,577</b>	<b>\$(29,964,455)</b>	<b>\$61,273,044</b>	
	Share Capital		Reserves					Deficit	Total
	Total common shares	Share capital	Equity settled employee compensation and warrants	Available for sale assets	Foreign currency reserve	Total reserves			
<b>Balance at January 1, 2014</b>	<b>134,253,464</b>	<b>\$80,358,375</b>	<b>\$12,259,746</b>	<b>\$14,317</b>	<b>\$(1,388,612)</b>	<b>\$10,885,451</b>	<b>\$(28,020,265)</b>	<b>\$63,223,561</b>	
Private placement, note 7(b)(iii)	9,131,516	1,174,145	21,588	-	-	21,588	-	1,195,733	
Share-based payment	-	-	303,211	-	-	303,211	-	303,211	
Net loss	-	-	-	-	-	-	(449,842)	(449,842)	
Change in available for sale assets	-	-	-	(201,468)	-	(201,468)	-	(201,468)	
Cumulative translation adjustment	-	-	-	-	(15,086)	(15,086)	-	(15,086)	
<b>Balance as at June 30, 2014</b>	<b>143,384,980</b>	<b>\$81,532,520</b>	<b>\$12,584,545</b>	<b>\$(187,151)</b>	<b>\$(1,403,698)</b>	<b>\$10,993,696</b>	<b>\$(28,470,107)</b>	<b>\$64,056,109</b>	

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

# Candente Copper Corp.

## Interim condensed consolidated statements of cash flows

For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

	Notes	June 30, 2015	June 30, 2014
<b>Net inflows (outflows) of cash related to operating activities</b>			
Net income (loss)		\$ (379,465)	\$ (449,842)
Items not affecting cash:			
Depreciation		26,128	20,000
Share-based payment	7	119,892	303,211
Gain on foreign exchange		(92,098)	(61,270)
Changes in non-cash working capital:			
Trade and other receivables		102,658	(124,808)
Gold bullion		-	176,819
Prepaid expenses and deposits		37,643	93,188
Trade payables and accrued liabilities		(240,155)	(489,990)
<b>Cash flows (used in) provided by operating activities</b>		<b>(425,397)</b>	<b>(532,692)</b>
<b>Investing</b>			
Expenditures on mining properties	5	(427,084)	(963,022)
Change in value added taxes paid		230,425	(28,379)
<b>Net cash used in investing activities</b>		<b>(196,659)</b>	<b>(991,401)</b>
<b>Financing</b>			
Private placement, net of share issue costs	7	579,998	1,195,733
Loan payable		63,491	-
<b>Net cash provided by financing activities</b>		<b>643,489</b>	<b>1,195,733</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		<b>8,200</b>	<b>65,780</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>29,633</b>	<b>(262,580)</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>30,126</b>	<b>958,044</b>
<b>Cash and cash equivalents at the end of the period</b>		<b>\$ 59,759</b>	<b>\$ 695,464</b>

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

# Candente Copper Corp.

## Notes to the interim condensed consolidated financial statements

### For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

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#### 1. General information and going concern

Candente Copper Corp. and its subsidiaries (the “Company” or “Candente Copper”) are engaged in the exploration of its mining properties located in Peru. Its principal property is the Canariaco property in the District of Lambayaque. The Company was incorporated on May 1, 1997 under the Business Corporation Act of British Columbia and its principal office is located at Suite 1100-1111 Melville Street, Vancouver British Columbia, V6E 3V6.

The principal subsidiaries of the Company as at June 30, 2015 are as follows:

<b>Subsidiary</b>	<b>Interest</b>	<b>Functional Currency</b>
Canariaco Copper Peru S.A.	100%	US Dollars
Canariaco Copper (BVI) Corp.	100%	US Dollars
Inversiones Mineras Las Palmas S.A.	100%	US Dollars
Minera Candente Peru S.A.	100%	US Dollars
Cobrizo Metals Corp.	100%	CDN Dollars
Candente Resource (BVI) Corp.	100%	US Dollars
Cobrizo Metals Peru S.A.	100%	US Dollars

Candente Copper’s common shares are listed on the Toronto Stock Exchange (“TSX”) and the Lima Stock Exchange under the trading symbol “DNT”. The Company’s share options and warrants are not listed.

These consolidated financial statements were authorized for issue by the Board of Directors on August 14, 2015.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. For the six months ended June 30, 2015, the Company incurred a loss of \$0.4 million, and as at June 30, 2015 the Company had \$29.96 million cumulative losses since inception. In addition, the Company is subject to sovereign risk, including political and economic instability, changes in existing government regulations relating to mining, as well as currency fluctuations and local inflation. The Company does not generate cash flows from operations and accordingly, Candente Copper will need to raise additional funds through the issuance of securities or resource secured debt. Although, Candente Copper has been successful in raising funds in the past there can be no assurance Candente Copper will be able to raise sufficient funds in the future, in which case the Company may be unable to meet its obligations as they come due in the normal course of business. These factors cast significant doubt regarding the Company’s ability to continue as a going concern. Should Candente Copper be unable to realize its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts on the statement of financial position.

# Candente Copper Corp.

## Notes to the interim condensed consolidated financial statements

### For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

#### 2. Statement of compliance and basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the Company’s audited consolidated financial statements for the year ended December 31, 2014, which have been prepared in accordance with IFRS issued by the IASB.

#### 3. Significant accounting policies

These interim condensed consolidated financial statements have been prepared using the same accounting policies and methods of computation as the annual consolidated financial statements of the Company for the year ended December 31, 2014. The disclosure contained in these interim condensed consolidated financial statements does not include all the requirements in IAS 1 *Presentation of Financial Statements* (“IAS 1”). Accordingly these interim condensed consolidated financial statements should be read in conjunction with the Company’s consolidated financial statements for the year ended December 31, 2014.

The accounting policies below have been applied consistently to all periods presented in these interim condensed consolidated financial statements.

#### 4. Investments

Investments include the following as at June 30, 2015:

	Cost	As at June 30, 2015	As at December 31, 2014
		<b>Fair Values</b>	
Candente Gold Corp.	\$ 1,909,094	\$ 177,306	\$ 214,940
<b>Total investments</b>	<b>\$ 1,956,809</b>	<b>\$ 177,306</b>	<b>\$ 214,940</b>



**Candente Copper Corp.**  
**Notes to the interim condensed consolidated financial statements**  
**For the six months ended June 30, 2015 and 2014 (unaudited)**  
(Expressed in United States dollars unless otherwise noted)

**5. Mining properties**

As of June 30, 2015, the Company's mineral properties consist of the following:

Canariaco Property, located in Lambayeque, Peru	Balance as at January 1, 2015	Mining property expenditures	Balance as at June 30, 2015
Mineral rights acquisition and surface access	\$ 1,547,161	\$ 57,643	\$ 1,604,804
Community relations and sustainable development	4,164,632	109,320	4,273,952
Drilling	9,749,510	3,389	9,752,899
Environmental health and safety	1,312,650	51	1,312,701
Exchange differences	(2,163,816)	(813,799)	(2,977,615)
Exploration	9,419,129	41,644	9,460,773
Feasibility study	10,883,711	5,747	10,889,458
Project field support and administration	21,886,110	183,018	22,069,128
	56,799,087	(412,987)	56,386,099
<b>Cobrizo Metals Peruvian properties</b>			
Mineral rights acquisition and surface access – acquired on September 11, 2013	1,131,831	20,067	1,151,898
Concession and surface right acquisition costs	157,912	-	157,912
(Option payment received during the period)	(50,000)	-	(50,000)
Community relations and sustainable development	977	-	977
Environmental health and safety	15,785	-	15,785
Exploration	115,440	-	115,440
Project field support and administration	8,561	6,845	15,406
	1,380,506	26,912	1,407,418
Total mineral properties before value-added tax credit	58,179,593	(386,075)	57,793,518
Value-added tax credit (Note 6)	4,573,222	(230,425)	4,342,797
Total mineral properties	\$ 62,752,815	\$ (616,500)	\$ 62,136,315

**Candente Copper Corp.**  
**Notes to the interim condensed consolidated financial statements**  
**For the six months ended June 30, 2015 and 2014 (unaudited)**  
(Expressed in United States dollars unless otherwise noted)

**5. Mining properties (continued)**

	Balance as at January 1, 2014	Mining property expenditures	Balance as at December 31, 2014
Canariaco Property, located in Lambayeque, Peru			
Mineral rights acquisition and surface access	\$ 1,426,461	\$ 120,700	\$ 1,547,161
Community relations and sustainable development	3,656,908	507,724	4,164,632
Drilling	9,742,187	7,323	9,749,510
Environmental health and safety	1,258,455	54,195	1,312,650
Exchange differences	(1,040,783)	(1,123,033)	(2,163,816)
Exploration	9,026,985	392,144	9,419,129
Feasibility study	10,805,769	77,942	10,883,711
Project field support and administration	21,220,745	665,365	21,886,110
	56,096,727	702,360	56,799,087
<b>Cobrizo Metals Peruvian properties</b>			
Mineral rights acquisition and surface access – acquired on September 11, 2013	1,131,831	-	1,131,831
Concession and surface right acquisition costs (Option payment received during the year)	83,790 (50,000)	74,122 -	157,912 (50,000)
Community relations and sustainable development	785	192	977
Environmental health and safety	15,785	-	15,785
Exploration	59,702	55,738	115,440
Project field support and administration	8,561	-	8,561
	1,250,454	130,052	1,380,506
Total mineral properties before value-added tax credit	57,347,181	832,412	58,179,593
Value-added tax credit (Note 6)	4,703,882	(130,660)	4,573,222
Total mineral properties	\$ 62,051,063	\$ 701,752	\$ 62,752,815

**6. Value-added tax credit**

Expenses incurred by the Company in Peru, including exploration expenses, are subject to Peruvian Value Added Tax ("VAT"). Given that the Company is in the exploration stage and has no sources of revenue, the VAT is not currently refundable to the Company, but can be used in the future to offset amounts due to the Peruvian taxation authorities by the Company resulting from VAT charged to clients on future sales. The VAT has been included as part of mining properties (see Note 5).

# **Candente Copper Corp.**

## **Notes to the interim condensed consolidated financial statements**

### **For the six months ended June 30, 2015 and 2014 (unaudited)**

(Expressed in United States dollars unless otherwise noted)

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#### **7. Share capital**

##### **a. Shares authorized**

The Company has an unlimited number of common shares with no par value.

##### **b. Common share issues**

- (i) On April 7 2015, the Company completed the second tranche of a non-brokered private placement by issuing 2,777,777 units (the "Units") at a price of CDN\$ 0.09 per Unit for gross proceeds of CDN\$250,000. Each Unit is comprised of one common share of the Company and one-half of a share purchase warrant, with each whole share purchase warrant being exercisable for 2 years to purchase an additional common share at a price of \$0.15 per share. All shares are subject to a four month hold period. Finder's fees totalling CDN\$6,966 were paid along with the issuance of 60,200 finder's warrants exercisable for two years to purchase a common share of the Company at a price of \$0.15 per share. The finders' warrants were valued at \$1,183 using the Black-Scholes model.
- (ii) On March 23, 2015, the Company completed the first tranche of a non-brokered private placement by issuing 5,555,553 units (the "Units") at a price of CDN\$ 0.09 per Unit for gross proceeds of CDN\$500,000. Each Unit is comprised of one common share of the Company and one-half of a share purchase warrant, with each whole share purchase warrant being exercisable for 2 years to purchase an additional common share at a price of \$0.15 per share. All shares are subject to a four month hold period. Finder's fees totalling CDN\$18,005 were paid along with the issuance of 214,760 finder's warrants exercisable for two years to purchase a common share of the Company at a price of \$0.15 per share. The finders' warrants were valued at \$5,413 using the Black-Scholes model.
- (iii) On May 23, 2014, the Company completed a non-brokered private placement issuing a total of 9,131,516 units at CDN\$0.15 per unit for total gross proceeds of \$1,260,149 (CDN\$1,369,727). Each unit is comprised of one common share of the Company and one half of one warrant, with each whole warrant exercisable at CDN\$0.25 until May 22, 2016. Finders' fees and share issue costs totalling \$64,416 (CDN\$ 70,017) were paid along with the issuance of 403,188 finders' warrants exercisable at CDN\$0.25 until May 22, 2016. The finders' warrants were valued at \$21,588 using the Black-Scholes model.

##### **c. Share options**

Candente Copper has an incentive share option plan (the "Plan"). Under the Plan a total of 10% of Candente Copper's outstanding common shares are reserved for the issuance of shares at the discretion of the Board of Directors. The terms of each option award, is fixed by the Board of Directors at the time of grant. Share option awards have a maximum term of five years.

**Candente Copper Corp.**  
**Notes to the interim condensed consolidated financial statements**  
**For the six months ended June 30, 2015 and 2014 (unaudited)**  
(Expressed in United States dollars unless otherwise noted)

**7. Share capital (continued)**

The changes in stock options were as follows:

	Number of options	Weighted average exercise price (CDN\$)
Options outstanding, January 1, 2014	11,595,875	\$0.58
Options granted	3,334,500	\$0.30
Options forfeited	(775,000)	\$0.22
Options expired	(2,359,500)	\$0.41
<b>Options outstanding, December 31, 2014, March 31, 2015 and June 30, 2015</b>	<b>11,795,875</b>	<b>\$0.54</b>

Grant Date	Exercisable		Outstanding		Expiry Date
	Exercise Price	Number of Options	Exercise Price	Number of Options	
August 12, 2010	\$0.42	1,937,000	\$0.42	1,937,000	August 12, 2015(i)
November 10, 2010	\$0.85	240,000	\$0.85	240,000	November 10, 2015
December 13, 2010	\$1.43	150,000	\$1.43	150,000	December 13, 2015
January 24, 2011	\$2.15	625,000	\$2.15	625,000	January 24, 2016
May 20, 2011	\$1.62	125,000	\$1.62	125,000	May 20, 2016
September 30, 2011	\$1.03	500,000	\$1.03	500,000	September 30, 2016
January 4, 2012	\$0.95	100,000	\$0.95	100,000	January 4, 2017
June 25, 2012	\$0.60	200,000	\$0.60	200,000	June 25, 2017
January 7, 2013	\$0.60	925,000	\$0.60	925,000	January 18, 2018
September 5, 2013	\$0.30	2,152,500	\$0.30	2,870,000	September 5, 2018
September 11, 2013 (i)	\$0.50	789,375	\$0.50	789,375	(ii)
January 21, 2014	\$0.30	200,000	\$0.30	200,000	January 21, 2019
January 23, 2014	\$0.30	807,500	\$0.30	1,615,000	January 23, 2019
August 20, 2014	\$0.30	379,875	\$0.30	1,519,500	August 20, 2019
<b>Weighted Average</b>	<b>\$0.68</b>	<b>9,131,250</b>	<b>\$0.54</b>	<b>11,795,875</b>	

(i) Subsequently expired unexercised.

(ii) On September 11, 2013, Cobriza Metals Corp stock options were converted to 1,218,875 Candente Copper Corp. options with various expiration dates as per the completion of the Arrangement between the Company and Cobriza Metals Corp. As at June 30, 2015, 789,375 options remain with expiration dates ranging from August 12, 2015 to February 27, 2017.

# Candente Copper Corp.

## Notes to the interim condensed consolidated financial statements

### For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

#### 7. Share capital (continued)

The Company used the Black-Scholes option-pricing model under the following weighted average assumptions and recorded total stock based compensation for the six months period ended June 30, 2015 and 2014 of \$119,892 and \$303,211 respectively:

	Six months ended	
	June 30, 2015	June 30, 2014
Dividend yield	0%	0%
Risk-free interest rate	1.32%	1.28%
Volatility	78.82%	80.12%
Expected life	2.30 years	3.48 years
Forfeiture rate	2.28%	2.28%

#### d. Warrants

	Number of Warrants	Weighted Average Exercise Price
Warrants Outstanding, January 1, 2014	-	-
Issued (Note 7(b)(iii))	4,968,944	CDN\$0.25
Warrants Outstanding, December 31, 2014	4,968,944	CDN\$0.25
Issued (Note 7(b)(i) and 7(b)(ii))	4,441,622	CDN\$0.15
<b>Warrants Outstanding, June 30, 2015</b>	<b>9,410,566</b>	<b>CDN\$0.15</b>

#### 8. Commitments

The Company entered into the agreements for Operating Leases and Finance Leases. The minimum annual payments required are as follows:

	2015	2016	2017	2018	2019
Facility leases (a)	\$ 25,300	\$ -	\$ -	\$ -	\$ -
Community relations and sustainable development programs (b)	243,000	286,000	43,000	-	-
<b>Total commitments</b>	<b>\$ 268,300</b>	<b>\$ 286,000</b>	<b>\$ 43,000</b>	<b>\$ -</b>	<b>\$ -</b>

#### a. Facility leases

The Company has entered into a lease of a warehouse in Peru with an unrelated corporation.

#### b. Community relations and sustainable development programs

In July 8, 2012, the Company signed a land use agreement with the community of San Juan de Canarias, by which the community authorized the Company to use the land for exploration purposes. The Company has committed \$550,000 (approximately \$400,000 remaining) to fund

# Candente Copper Corp.

## Notes to the interim condensed consolidated financial statements

### For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

#### 8. Commitments (continued)

sustainable development programs subject to specific project approval by the parties. The Company also committed to issue 1,000,000 shares of the Company to the community upon the earlier of the commencement of the construction phase of the Canariaco project or the transfer of at least 51% of the Canariaco project to a third party.

In April 2013, the Company entered into an agreement with Socodevi to support capacitation for association businesses in the Cañaris District in Northern Peru with the goal of improving the quality of life of rural families in the district of Cañaris through value chain development in coffee, quinoa and forestry. The Company has a commitment of \$172,000 remaining, over a period of three years, to fund sustainable development programs subject to approval by parties.

Due to the complexity and nature of the Company's operations, various legal and tax matters arise in the ordinary course of business. The Company accrues for such items when a liability is both probable and the amount can be reasonably estimated. In the opinion of management, currently, these matters will not have a material effect on the Consolidated Financial Statements of the Company.

#### 9. Related party disclosures

The Company's related parties consist of companies owned by executive officers and directors and Companies with common officers and directors. The following is a list of the related parties that the Company enters into trading transactions with:

- Ridley Rocks Inc. – CEO, management and exploration fees
- SW Project Management – President, project management and exploration fees
- Michael Thicke Geological Consulting Inc. – Exploration fees
- CJ Dong Consulting Inc. – CFO and management fees up to March 19, 2015
- Candente Gold Corp. – shared expenses with a Company related by common directors and management

##### a. Related party transactions

The Company incurred the following fees and expenses in the normal course of operations in connection with companies owned by key management and directors. Expenses have been measured at the exchange amount that is determined on a cost recovery basis.

	<b>Three months ended</b>	
	<b>June 30, 2015</b>	June 30, 2014
Salaries and fees and project management	\$ 203,120	\$ 46,737
Share-based payment	63,306	91,997
	<b>\$ 266,426</b>	<b>\$ 138,734</b>

# Candente Copper Corp.

## Notes to the interim condensed consolidated financial statements

### For the six months ended June 30, 2015 and 2014 (unaudited)

(Expressed in United States dollars unless otherwise noted)

- Share-based payments are the fair value of options expensed to directors and key management personnel during the year.
- The Company does not remunerate the directors of the Company unless its market capitalization is greater than \$75 million. In 2015, the Company paid \$nil in directors fees (2014 - \$nil).

Amounts due to and from related parties are unsecured, non-interest bearing and due on demand. Trade payable at June 30, 2015 included approximately \$470,000 due to related parties (December 31, 2014 – \$295,000). Trade receivables at June 30, 2015 included approximately \$593,000 (December 31, 2014 - \$635,000) due from Candente Gold Corp., a Company with common officers and directors.

#### b. Loan payable

During the period ended June 30, 2015, certain directors of the Company loaned funds to the Company. The funds were advanced to assist in the operations of the Company. The amounts are unsecured and have no fixed terms of repayment.

#### 10. General and administrative expenses

Included in the general and administrative expenses are the following:

	Three months ended		Six months ended	
	June 30, 2015	June 30, 2014	June 30, 2015	June 30, 2014
<b>General expenses</b>				
Management fees, office salaries and benefits	\$ 156,007	\$ 35,143	\$ 164,316	\$ 85,737
Share-based payment	47,315	131,614	119,892	303,211
Office, rent and miscellaneous	26,831	48,224	57,968	99,278
Consulting	10,528	12,650	33,692	23,235
Shareholder communications	8,165	20,413	11,646	42,400
Regulatory and filing fees	5,984	13,474	31,184	52,822
Legal	4,880	19,046	5,002	27,924
Travel and accommodations	8,864	2,671	9,691	9,707
Audit and tax advisory fees	26,722	55,089	27,850	59,763
Depreciation	11,721	14,000	26,128	20,000
Bank charges and interest	868	2,508	2,849	10,851
<b>Total general and administration expenses</b>	<b>\$ 307,885</b>	<b>\$ 354,832</b>	<b>\$ 490,218</b>	<b>\$ 734,928</b>

**Candente Copper Corp.**  
**Notes to the interim condensed consolidated financial statements**  
**For the six months ended June 30, 2015 and 2014 (unaudited)**

(Expressed in United States dollars unless otherwise noted)

**11. Segmented information**

The Company operates in one segment being the exploration of mineral properties in Peru. The Company operates in two geographical areas, being Peru and Canada. The following is an analysis of the Company's assets by geographical area and reconciled to the Company's consolidated financial statements

	June 30, 2015		
	Canada	Peru	Total
<b>Value-added tax credit</b>	\$ -	\$ 4,342,797	\$ 4,342,797
<b>Mining properties</b>	\$ -	\$ 57,793,518	\$ 57,793,518
<b>Equipment</b>	\$ -	\$ 281,536	\$ 281,536

  

	December 31, 2014		
	Canada	Peru	Total
Value-added tax credit	\$ -	\$ 4,573,222	\$ 4,573,222
Mining properties	\$ -	\$ 58,179,593	\$ 58,179,593
Equipment	\$ 2,847	\$ 316,809	\$ 319,656