CRYSTAL PEAK MINERALS INC.
(Formerly EPM Mining Ventures Inc.)

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
For the Three Months Ended March 31, 2016 and 2015
(Unaudited)

May 19, 2016

MANAGEMENT'S RESPONSIBILITY FOR CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The accompanying unaudited condensed interim consolidated financial statements (the "Interim Financial Statements") of Crystal Peak Minerals Inc. ("CPM") are the responsibility of the Board of Directors and management of CPM. These Interim Financial Statements have been prepared by management, on behalf of the Board of Directors, in accordance with International Financial Reporting Standards ("IFRS") applicable to interim financial statements including International Accounting Standard 34 Interim Financial Reporting. These Interim Financial Statements do not include all of the disclosures required for annual financial statements and therefore should be read in conjunction with CPM's audited consolidated financial statements for the year ended December 31, 2015. Management acknowledges responsibility for the preparation and presentation of the Interim Financial Statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to CPM's circumstances. In the opinion of management, the Interim Financial Statements have been prepared within acceptable limits of materiality and are consistent with IFRS appropriate in the circumstances.

Management has established processes that are in place to provide it sufficient knowledge to support management representations that it has exercised reasonable diligence that: (i) the Interim Financial Statements do not contain any untrue statement of material fact or omit to state a material fact required to be stated or that is necessary to make a statement not misleading in light of the circumstances under which it is made, as of the date of, and for the periods presented by, the Interim Financial Statements; and (ii) the Interim Financial Statements fairly present in all material respects the financial condition, results of operations and cash flows of CPM, as of the date of, and for the period presented by, the Interim Financial Statements.

The Board of Directors is responsible for reviewing and approving the Interim Financial Statements and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the internal controls over the financial reporting process, the Interim Financial Statements and the auditors' report. The Audit Committee also reviews CPM's Management Discussion and Analysis to ensure that the financial information reported therein is consistent with the information presented in the Interim Financial Statements. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the Interim Financial Statements for issuance to the shareholders.

Management recognizes its responsibility for conducting CPM's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

Crystal Peak Minerals Inc. (formerly EPM Mining Ventures Inc.)
(An Exploration-Stage Entity)
Condensed Interim Consolidated Statements of Financial Position
(Unaudited and Expressed in US Dollars)

As at	March 31, 2016	December 31, 2015
ASSETS		
Current		
Cash and cash equivalents	$ 937,330	$ 2,566,557
Receivables	35,830	23,544
Prepaid expenses	15,000	20,450
	988,160	2,610,551
Non-current		
Property, plant and equipment	174,422	193,730
Interest in mineral properties (Note 5)	48,067,830	46,874,219
Investment in associate	6,109,540	6,108,069
	$ 55,339,952	**$ 55,786,569**
LIABILITIES		
Current		
Trade and other payables	$ 690,479	$ 758,635
Interest payable (Note 6)	569,044	489,074
Current portion of financial liabilities (Note 6)	3,074,922	3,075,000
	4,334,445	4,322,709
Non-current		
Financial liabilities (Note 6)	581,564	505,230
Provisions	210,032	208,905
	5,126,041	5,036,844
SHAREHOLDERS' EQUITY		
Voting common shares (Note 7)	56,956,533	56,956,533
Non-voting common shares (Note 7)	906,574	906,574
Share purchase warrants (Note 7)	1,265,898	1,265,898
Contributed surplus	6,025,371	6,004,673
Accumulated deficit	(14,792,268)	(14,455,064)
Accumulated and other comprehensive loss	(148,197)	71,111
	50,213,911	50,749,725
	$ 55,339,952	**$ 55,786,569**

Nature of Operations and Going Concern (Note 1)

The accompanying notes are an integral part of these Interim Financial Statements.

Crystal Peak Minerals Inc. (formerly EPM Mining Ventures Inc.)
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
For the three months ended March 31, 2016
(Unaudited and Expressed in US Dollars)

		For the three months ended March 31, 2016		For the three months ended March 31, 2015
EXPENSES (Note 15)				
General and administrative	$	195,011	$	176,683
Depreciation		1,761		2,343
Investor relations		28,616		10,269
Professional fees		167,711		61,007
Share-based compensation		15,276		37,730
		(408,375)		(288,032)
OTHER ITEMS				
Interest income		156		24
Finance expenses (Note 8)		(175,118)		(134,744)
Net income of equity method investee attributable to owners of CPM		-		(152)
Foreign exchange loss		246,131		(281,901)
Net loss before income tax recovery	$	(337,206)	$	(704,805)
Income tax recovery (Note 10)		-		-
Net loss for the period	$	(337,206)	$	(704,805)
OTHER COMPREHENSIVE (LOSS) / INCOME				
Foreign currency translation adjustment		(219,308)		251,451
Comprehensive loss for the period	$	(556,514)	$	(453,354)
Basic and diluted loss per share (Note 9)	$	-	$	(0.01)
Weighted average number of shares outstanding		146,450,071		111,933,942

The accompanying notes are an integral part of these Interim Financial Statements.

Crystal Peak Minerals Inc. (formerly EPM Mining Ventures Inc.)
Condensed Interim Consolidated Statements of Changes in Equity
For the three months ended March 31, 2016
(Unaudited and Expressed in US Dollars)

	Voting common	Non-voting common	Share purchase warrants	Contributed surplus	Accumulated deficit	Accumulated other comprehensive income (loss)	Total shareholders' equity
Balance as at January 1, 2016	**$ 56,956,533**	**$ 906,574**	**$ 1,265,898**	**$ 6,004,673**	**$ (14,455,063)**	**$ 71,111**	**$ 50,749,726**
Foreign currency translation adjustment	-	-	-	-	-	(219,308)	(219,308)
Net loss for the period ended March 31, 2016	-	-	-	-	(337,206)	-	(337,206)
Total comprehensive loss for the period	**-**	**-**	**-**	**-**	**(337,206)**	**(219,308)**	**(556,514)**
Share-based compensation	-	-	-	20,699	-	-	20,699
Equity issued pursuant to private placement (Note 7)	-	-	-	-	-	-	-
Share issue costs	-	-	-	-	-	-	-
Balance as at March 31, 2016	**$ 56,956,533**	**$ 906,574**	**$ 1,265,898**	**$ 6,004,673**	**$ (14,792,270)**	**$ (148,197)**	**$ 50,213,911**
Balance as at January 1, 2015	**$ 50,355,674**	**$ 906,574**	**$ 74,918**	**$ 5,830,517**	**$ (11,586,888)**	**$ (419,375)**	**$ 45,161,420**
Foreign currency translation adjustment	-	-	-	-	-	251,541	251,541
Net loss for the period ended March 31, 2015	-	-	-		(704,805)	-	(704,805)
Total comprehensive loss for the period	**-**	**-**	**-**	**-**	**(704,805)**	**251,541**	**(453,264)**
Share-based compensation				45,357			45,357
Balance as at March 31, 2015	**$ 50,355,674**	**$ 906,574**	**$ 74,918**	**$ 5,875,874**	**$ (12,291,693)**	**$ (167,834)**	**$ 44,753,513**

The accompanying notes are an integral part of these Interim Financial Statements.

Crystal Peak Minerals Inc. (formerly EPM Mining Ventures Inc.)
Condensed Interim Consolidated Statements of Cash Flows
For the three months ended March 31, 2016
(Unaudited and Expressed in US Dollars)

	Three Months Ended			
		March 31, 2016		March 31, 2015
CASH FLOWS FROM OPERATING ACTIVITIES				
Net loss for the period	$	(337,207)	$	(704,805)
Adjustments for:				
Depreciation and amortization		1,761		2,343
Share-based compensation		15,276		37,730
Finance expense		76,348		134,744
Net loss of equity method investee		-		152
Interest income		(156)		(24)
Accrued interest payable		98,770		-
Unrealized foreign exchange (gain) loss		(280,788)		320,932
Changes in working capital:				
Receivables		(10,023)		32,542
Prepaid expenses		4,283		(38,186)
Trade and other payables		(66,774)		40,726
		(498,510)		(173,846)
CASH FLOWS FROM INVESTING ACTIVITIES				
Additions to property, plant and equipment		(5,641)		-
Additions to mineral properties		(1,149,597)		(123,687)
Interest received		156		24
		(1,155,082)		(123,663)
Net change in cash and cash equivalents		(1,653,592)		(297,509)
Effect of exchange rate changes in foreign cash		24,365		(40,206)
Cash and cash equivalents, beginning of period		2,566,557		802,584
Cash and cash equivalents, end of period	$	937,330	$	464,869

The accompanying notes are an integral part of these Interim Financial Statements.

Note 1. Nature of Operations and Going Concern

Crystal Peak Minerals Inc. ("CPM") is a public company listed on the TSX Venture Exchange. On June 25, 2015, CPM changed its name from "EPM Mining Ventures Inc." to "Crystal Peak Minerals Inc." CPM's common shares trade on the TSX Venture Exchange under the symbol "CPM". CPM's common shares also trade on the OTCQX International under the symbol "CPMMF". CPM is domiciled in the Yukon Territory, Canada, and the address of its registered office is 200 – 204 Lambert Street, Whitehorse, Yukon Territory, Y1A 3T2.

CPM, together with its subsidiaries, operates an exploration-stage entity focused on the construction and operation of a potassium sulphate ("SOP") project on the Sevier Playa in southwestern Utah (the "Sevier Playa Project"). CPM is currently engaged in engineering, permitting, and financing activities on its Sevier Playa Project with the objective of providing a feasibility study and reserve estimates in accordance with the standards of Canadian National Instrument 43-101, Standards of Disclosure for Mineral Projects. CPM completed a Preliminary Feasibility Study ("PFS") on the Sevier Playa Project in November 2013; but although a PFS has been completed, no claim for mineral reserves has been made at this time pending additional testing planned during the Sevier Playa Project's feasibility study phase.

These Interim Financial Statements (the "Interim Financial Statements") are prepared using International Financial Reporting Standards ("IFRS") that are applicable to a going concern that assume CPM will be able to continue to operate for the foreseeable future, realize its assets, and settle its liabilities in the normal course of operations. The use of these principles may ultimately be inappropriate since there is significant doubt about CPM's ability to continue as a going concern. Significant doubt may exist given its history of losses, accumulated deficit, limited operating history in the fertilizer sector, and dependence upon future financing. CPM's future is currently dependent upon its ability to obtain sufficient cash from external financing and related parties in order to fund its liabilities, ongoing feasibility study work and ultimate project development and construction. Management continues to pursue financing alternatives in connection with the evaluation and development of CPM's Sevier Playa Project. Although CPM has been successful in raising funds in prior reporting periods, there can be no assurance that the steps management is taking, and will continue to take, will be successful in future reporting periods. If the going concern basis were not appropriate, material adjustments may be necessary in the carrying amounts and/or classification of assets and liabilities and these losses reported in these Interim Financial Statements.

Note 2. Basis of Preparation

These Interim Financial Statements have been prepared in accordance with IFRS applicable to interim financial statements including International Accounting Standard 34 'Interim Financial Reporting' ("IAS 34") as issued by the International Accounting Standards Board (the "IASB"), and were approved by the Board of Directors on May 19, 2016. These Interim Financial Statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2015, which were also prepared in accordance with IFRS.

These Interim Financial Statements include the accounts of CPM and its wholly-owned subsidiary, Peak Minerals Canada Limited ("Peak Minerals Canada"). Peak Minerals Canada's accounts include those of its wholly-owned U.S. subsidiary, Peak Minerals Inc. ("Peak Minerals"). All intercompany accounts and transactions have been eliminated on consolidation. All amounts, unless specifically indicated otherwise, are presented in United States ("US") dollars.

These Interim Financial Statements have been prepared under the historical cost convention, except in the case of fair value of certain items.

Note 3. Summary of significant accounting policies

These Interim Financial Statements have been prepared using the same accounting policies and methods of application as those disclosed in Note 2 to CPM's audited consolidated financial statements for the year ended December 31, 2015.

New Standards and Interpretations Not Yet Adopted

The following standard is effective for annual periods beginning after January 1, 2018, and has not yet been applied in preparing these Interim Financial Statements: in July 2014, the IASB issued the final version of IFRS 9, Financial Instruments, bringing together the classification and measurement, impairment and hedge accounting phases of the IASB's project to replace 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. IFRS 9 also 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. This standard becomes effective for annual periods beginning on or after January 1, 2018, and management does not currently anticipate the early adoption of the standard.

Note 4. Critical accounting estimates and judgments

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

In preparing these Interim Financial Statements, the significant judgments made by management in applying CPM's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the audited consolidated financial statements for the year ended December 31, 2015.

(Unaudited and Expressed in US Dollars)

Note 5. Interest in mineral properties

The interest in mineral properties balance consists of:

	Acquisition costs	Planning and design	Field operations and expenses	Legal costs and environmental obligations	Technical reports and permitting activities	Total
As at January 1, 2016						
Cost	$ 22,812,227	$ 656,302	$ 10,046,222	$ 1,197,517	$ 12,161,951	$ 46,874,219
Accumulated amortization and impairment	-	-	-	-	-	-
Net book amount	**22,812,227**	**656,302**	**10,046,222**	**1,197,517**	**12,161,951**	**46,874,219**
Three months ended March 31, 2016						
Opening net book amount	22,812,227	656,302	10,046,222	1,197,517	12,161,951	46,874,219
Additions	-	450	276,025	21,433	876,315	1,174,223
Exchange differences	19,388	-	-	-	-	19,388
Closing net book amount	**22,831,615**	**656,752**	**10,322,247**	**1,218,950**	**13,038,266**	**48,067,830**
As of March 31, 2016						
Cost	22,831,615	656,752	10,322,247	1,218,950	13,038,266	48,067,830
Accumulated amortization and impairment	-	-	-	-	-	-
Net book amount	**$ 22,831,615**	**$ 656,752**	**$ 10,322,247**	**$ 1,218,950**	**$ 13,038,266**	**$ 48,067,830**
As of January 1, 2015						
Cost	$ 22,480,628	$ 654,167	$ 9,022,229	$ 1,150,588	$ 8,631,650	$ 41,939,262
Accumulated amortization and impairment	-	-	-	-	-	-
Net book amount	**22,480,628**	**654,167**	**9,022,229**	**1,150,588**	**8,631,650**	**41,939,262**
Three months ended March 31, 2015						
Opening net book amount	22,480,628	654,167	9,022,229	1,150,588	8,631,650	41,939,262
Additions	387,361	2,135	1,023,993	46,929	3,530,301	4,990,719
Exchange differences	(55,762)	-	-	-	-	(55,762)
Closing net book amount	**22,812,227**	**656,302**	**10,046,222**	**1,197,517**	**12,161,951**	**46,874,219**
As of March 31, 2015						
Cost	22,812,227	656,302	10,046,222	1,197,517	12,161,951	46,874,219
Accumulated amortization and impairment	-	-	-	-	-	-
Net book amount	**$ 22,812,227**	**$ 656,302**	**$ 10,046,222**	**$ 1,197,517**	**$ 12,161,951**	**$ 46,874,219**

(Unaudited and Expressed in US Dollars)

Note 6. Financial liabilities

The financial liabilities balance consists of:

	March 31, 2016	December 31, 2015
Borrowings	$ 3,200,000	$ 3,200,000
Repurchase obligation	456,486	380,230
Total financial liabilities	**$ 3,656,486**	**$ 3,580,230**

On May 2, 2014, CPM entered into a secured credit agreement with Extract Advisors, LLC and its affiliate, Extract Capital LP (together "Extract"), for a $2,500,000 loan (the "Extract Loan"). In addition, CPM entered into a secured credit agreement with certain Directors (the "Financing Directors") for a $700,000 loan (the "Director Loans") and collectively with the Extract Loan, the ("Financing"). Under the terms of the Financing, CPM provided a perfected senior security interest in substantially all of CPM's assets.

The Extract Loan had a term of 60 months, with 95% of the outstanding principal and interest coming due on May 2, 2016, and had interest at a variable rate equal to the US dollar 12-month LIBOR plus 650 basis points ("bps") per annum calculated on the outstanding principal on a 360-day/year basis. At CPM's option, it elected to defer monthly interest at a rate of US dollar 12-month LIBOR plus 850 bps. LIBOR had a minimum of 200 bps for the purposes of the interest rate calculation.

The Extract Loan required mandatory repayment if CPM closed one or more debt or equity financings exceeding $100,000, or if CPM disposed of any secured assets outside the ordinary course of business. However, in an amendment to the original credit agreement, effective March 30, 2015, Extract agreed to waive the mandatory repayment covenant with respect to CPM's May 29, 2015 equity investment by EMR Capital Resources Fund 1, LP (see Note 7).

Additionally, CPM issued to the Extract lenders 1,500,000 common shares and 750,000 common share purchase warrants (the "Extract Warrants"). The Extract Warrants have an exercise price of C$0.36 per common share and are exercisable until May 2, 2019. CPM also provided the Extract with a production fee of $1.70/tonne of production of SOP. The production fee may be repurchased at any time by CPM for $1,500,000. CPM estimated the current value of this obligation to be $456,486 at March 31, 2016 (December 31, 2015 - $380,230).

The Director Loans had a term of 24 months, maturing on May 2, 2016. Interest accrued monthly in arrears and was computed on a monthly basis at US dollar 1-month LIBOR plus 175 bps ("Director's Rate") plus 850 bps per annum of the outstanding loan amount calculated on a 360-day/year basis. The Director's Rate had a minimum of 200 bps for calculation of the interest rate. Additionally, CPM issued the Financing Directors an aggregate of 1,050,000 common share purchase warrants (the "Director Warrants"). The Director Warrants had an exercise price of C$0.36 per common share and expired on May 2, 2016 unexercised.

The Director Loans required mandatory repayment if CPM closed one or more debt or equity financings or disposed of any secured assets outside the ordinary course of business. The Director Loans also had an amendment to the original credit agreement waiving the mandatory repayment covenant with respect to CPM's May 29, 2015 equity investment by EMR Capital Resources Fund 1, LP (see Note 7).

The fair value of the borrowings component was calculated using a discounted cash flows analysis with a discount rate of 62.5% and is within level 3 of the fair value hierarchy. The fair value of the repurchase obligation for the production fee arrangement was calculated using a discounted cash flows analysis with a discount rate of 62.5% and is within level 3 of the fair value hierarchy. The equity components of the Financing were recognized as the difference between the proceeds received from the Financing and the fair value of the liability component. Transaction costs of $359,182 were allocated to the liability and equity components in proportion to their initial carrying amounts.

(Unaudited and Expressed in US Dollars)

The table below analyzes CPM's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in this table are the contractual undiscounted cash flows based on the loans being held to maturity.

	Less than 1 year	Between 1 and 2 years	Between 2 and 5 years	Over 5 years	Total
As of March 31, 2016					
Borrowings	$ 3,075,000	$ -	$ 125,000	$ -	$ 3,200,000
Interest Payable	569,044	-	-	-	569,044
Total	**3,644,044**	**-**	**125,000**	**-**	**3,769,044**

Interest payable assumes interest is capitalized under the terms of the Extract Loan and will be repayable at the maturity of the Financing. Under these terms, interest under the Extract Loan was calculated using an annual interest rate of 10.5%, which includes the LIBOR floor.

All of the borrowings and interest under the Financings were repaid subsequent to March 31, 2016 (see Note 13).

Note 7. Share capital

Authorized

CPM authorized capital consists of unlimited voting common shares without par value, unlimited non-voting common shares without par value and unlimited preference shares without par value.

(Unaudited and Expressed in US Dollars)

Voting and non-voting common shares

	Number of shares issued		Share capital	
	Voting common	Non-voting common	Voting common	Non-voting common
Balance as of January 1, 2014	**108,293,457**	**4,932,432**	**$ 49,420,471**	**$ 1,601,611**
Repurchase of voting shares in exchange for non-voting shares	(31,370,400)	31,370,400	(10,186,291)	10,186,291
Share conversions from non-voting to voting	33,510,885	(33,510,885)	10,881,328	(10,881,328)
Issuance of voting shares pursuant to credit agreement, net of tax effects	1,500,000	-	240,166	-
Balance as of December 31, 2014	**111,933,942**	**2,791,947**	**$ 50,355,674**	**$ 906,574**
Equity issued pursuant to private placement	34,516,129	-	7,036,983	-
Share issue costs	-	-	(436,124)	-
Balance as of December 31, 2015 and March 31, 2016	**146,450,071**	**2,791,947**	**$ 56,956,533**	**$ 906,574**

On May 29, 2015, CPM closed a private placement with EMR Capital Resources Fund 1, LP ("EMR"), pursuant to which CPM issued EMR 34,516,129 units at C$0.30 per unit for gross proceeds of $8,306,652 (C$10,354,839), with each unit being comprised of one common share and one common share purchase warrant. The allocated fair value of the common shares was $7,036,983. CPM incurred transaction costs totaling $514,813, of which $436,124 was allocated to common shares and $78,689 was allocated to common share purchase warrants. The transaction costs included a 4% success fee totalling $332,267 to an advisor, as well as legal and other professional fees.

Share purchase warrants

On May 29, 2015, in connection with the private placement with EMR, CPM issued 34,516,129 common share purchase warrants. Each common share purchase warrant entitled EMR to subscribe for one common share at a price of C$0.42 per common share until May 29, 2017. Subject to the achievement of certain milestones, EMR would have been deemed to irrevocably exercise the common share purchase warrants. These EMR warrants were exercised in May 2016 (see Note 13).

The allocated fair value of the common share purchase warrants was $1,269,669. The following table outlines the assumptions used to calculate the fair value of the warrants issue to EMR:

Black-Scholes option pricing model assumptions	
Market price per common share at date of grant	C$0.32
Exercise price per common share	C$0.4243
Risk-free interest rate	0.57%
Expected volatility	69.75%
Expected dividend yield	0%
Expected life (years)	1.00

(Unaudited and Expressed in US Dollars)

In conjunction with the Extract Loan, CPM issued 750,000 Extract Warrants. Each common share purchase warrant entitles the holder to acquire one voting common share at a price of C$0.36 per common share until May 2, 2019. The following table outlines the assumptions used to calculate the fair value of the Extract Warrants:

Black-Scholes option pricing model assumptions	
Market price per common share at date of grant	C$0.29
Exercise price per common share	C$0.36
Risk-free interest rate	1.11%
Expected volatility	61.51%
Expected dividend yield	0%
Expected life (years)	2.50

Further, in conjunction with the Director Loans, CPM issued 1,050,000 common share purchase warrants to the Financing Directors. Each common share purchase warrant entitled the holder to acquire one voting common share at a price of C$0.36 per share until May 2, 2016. The Director Warrants expired unexercised (see Note 13).

The following table outlines the assumptions used to calculate the fair value of the Director Warrants:

Black-Scholes option pricing model assumptions	
Market price per common share at date of grant	C$0.29
Exercise price per common share	C$0.36
Risk-free interest rate	1.07%
Expected volatility	68.98%
Expected dividend yield	0%
Expected life (years)	1.00

The fair values of the warrants issued to Extract and the Financing Directors were used to determine the Financing proceeds allocated to the equity components based on relative fair values. The proceeds allocated to the common share purchase warrants issued in conjunction with the Financing totaled $74,918, net of tax effects of $32,108.

The following is a summary of the common share purchase warrants outstanding as at March 31, 2016:

	Weighted average remaining contractual life (yrs)	**Number of share purchase warrants**		**Weighted average exercise price (C$)**
EMR warrants	1.2	34,516,129	$	0.42
Financing warrants	1.3	1,800,000	$	0.36
Share purchase warrants outstanding, end of period	**1.3**	**36,316,129**	**$**	**0.42**

(Unaudited and Expressed in US Dollars)

Share purchase options

CPM has a stock option plan (the "Option Plan") whereby the Board of Directors may grant to Directors, officers, employees or consultants options to acquire common shares. The Board of Directors has the authority to determine the limits, restrictions and conditions of common share option grants, and to make all decisions and interpretations relating to the Option Plan. The maximum number of common shares that may be reserved for issuance shall not exceed 10% of the outstanding common shares at the time of grant. Furthermore, the maximum number of common shares that may be reserved for issuance to any one optionee shall not exceed 5% of the outstanding common shares at the time of grant, excepting consultants and investor relations persons which shall not exceed 2% of the outstanding common shares.

The term of any common share option granted may not exceed five years and the exercise price may not be lower than the closing price of CPM's common shares on the last trading day immediately preceding the date of grant, less any discounts from the closing price allowed by the TSX Venture Exchange. Vesting conditions vary based on the circumstances of the option grant.

The following table reflects the continuity of common share options for the three months ended March 31, 2016 and March 31, 2015.

	March 31, 2016			March 31, 2015		
	Number of options		Weighted average exercise price (C$)	Number of options		Weighted average exercise price (C$)
Balance, beginning of period	**10,023,975**	**$**	**0.54**	**7,676,632**	**$**	**0.61**
Granted	-		-	-		-
Balance, end of period	**10,023,975**	**$**	**0.54**	**7,676,632**	**$**	**0.61**
Exercisable share purchase options	**7,232,255**	**$**	**0.60**	**5,639,361**	**$**	**0.66**

A summary of CPM's common share options outstanding as at March 31, 2016 is as follows:

Exercise price per share (C$)	Weighted average remaining contractual life (yrs)	Number of share purchase options		Weighted average exercise price (C$)
< $0.50	**3.3**	8,573,975	$	0.41
$0.51 - $1.50	**1.0**	925,000	$	1.04
$1.51 - $2.00	**0.4**	525,000	$	1.81
Share purchase options outstanding, end of period	**3.0**	**10,023,975**	**$**	**0.54**

(Unaudited and Expressed in US Dollars)

On August 20, 2015, CPM granted options to purchase 3,925,000 pursuant to the Option Plan with various vesting periods. All options are exercisable over a period of five years at a price of $0.42 per common share.

Share based compensation for the three months ended March 31, 2016 was $27,031 (three months ended March 31, 2015 – $45,357), of which $15,276 (three months ended March 31, 2015 - $37,730) was expensed in the consolidated statement of loss and $11,755 (three months ended March 31, 2015 - $7,627) was capitalized in mineral properties. The offsetting credit was recorded as contributed surplus.

The fair value of the options granted during the year ended December 31, 2015 was estimated on the date of grant using the Black-Scholes options pricing model. CPM assumed a 0.62% forfeiture rate based on historical forfeitures and the following table outlines the weighted average assumptions used to calculate the fair value:

Black-Scholes option pricing model assumptions	
Market price per common share at date of grant	C$0.29
Exercise price per common share	C$0.40
Risk-free interest rate	0.40%
Expected volatility	72.84%
Expected dividend yield	0%
Expected life (years)	3.00

Note 8. Finance expense

Finance expenses for the period were as follows:

		March 31 2016		**March 31 2015**
Interest expense	$	98,770	$	90,929
Accretion		76,348		43,815
Total finance expenses	**$**	**175,118**	**$**	**134,744**

Note 9. Loss per share

Basic loss per share is calculated by dividing the loss attributable to shareholders by the weighted average number of common shares outstanding during the period. CPM's loss per share for the three months ended March 31, 2016 was $nil (three months ended March 31, 2015 - $0.01) and was based on the loss attributable to common shareholders of $337,206 (three months ended March 31, 2015 – $704,805), and the weighted average number of common shares outstanding of 146,450,071 (three months ended March 31, 2015 – 111,933,942). The diluted loss per share did not include the effect of the following securities as they are anti-dilutive:

As at	**March 31, 2016**	**March 31, 2015**
Number of share purchase warrants	36,316,129	1,800,000
Number of share purchase options	10,023,975	7,676,632
	46,340,104	**9,476,632**

(Unaudited and Expressed in US Dollars)

Note 10. Income Taxes

CPM did not have any transactions during the three months ended March 31, 2016 that triggered the recognition of an income tax recovery or income tax expense.

Note 11. Related party transactions

CPM's related parties include CPM's subsidiaries, associates, executive and non-executive Directors, senior officers (Chief Executive Officer and Chief Financial Officer), and entities controlled or jointly-controlled by Company Directors or senior officers.

Emerald Peak

In 2011, Peak Minerals entered into the Commercial Agreement with Emerald Peak. Lance D'Ambrosio, the Chief Executive Officer and a Director, and the Estate of Jeff Gentry, a former Director, own 60% of Emerald Peak and the Peak Minerals owns the remaining 40%. Emerald Peak will make no payments for the development of these state leases and will receive no net revenues from the production from these state leases – all revenues and costs incurred under the Emerald Peak Agreement will be for the benefit of Peak Minerals. The contract commits Peak Minerals to pay Emerald Peak the greater of $40,000 per year or a 7.5% overriding royalty on all SOP production allocated to the state leases. During the three months ended March 31, 2016 and March 31, 2015, CPM did not make any payments Emerald Peak in conjunction with the Emerald Peak Agreement. No accounts payable or receivable between the parties existed as at March 31, 2016 or March 31, 2015.

Officers and Directors

During the three months ended March 31, 2016 and March 31, 2015, compensation paid or payable to senior officers and Directors was as follows:

	Three months ended	
	March 31, 2016	**March 31, 2015**
Short-term salaries and benefits	$ 113,934	$ 71,194
Share-based compensation	15,276	32,697
Total key management compensation	**$ 129,210**	**$ 103,891**

Lance D'Ambrosio, the Chief Executive Officer and a Director and certain other Directors participated in the Director Loans. Under the terms of the Director Loans the Financing Directors were issued 1,050,000 Director Warrants. The Director Loans were repaid in May 2016 and the Director Warrants expired unexercised (see Note 13). Interest paid on the Director loans in the three months ended March 31, 2016 was $18,901 (three months ended March 31, 2015 - $nil).

(Unaudited and Expressed in US Dollars)

Note 12. Commitments and contingencies

LUMA Minerals LLC

In July 2011, Peak Minerals entered into a Cooperative Development Agreement with LUMA to develop the additional Federal Leases on the Sevier Playa Project that CPM did not control (the "LUMA Agreement"). LUMA won these leases as part of the competitive bidding process by the federal Bureau of Land Management ("BLM") when CPM was not permitted to lease more than 96,000 acres, pursuant to federal law.

Under the LUMA Agreement, both parties will commit the acreage to development and operation by CPM. LUMA will make no payments for the development of its acreage and will receive no net revenues from the production from its acreage – all revenues and costs will be for the benefit of CPM. The contract commits CPM to pay LUMA a 1.25% overriding royalty on all production from, or allocated to, the LUMA leases. The contract also grants LUMA the right, in addition to the overriding royalty, to elect either: (i) a cash-only payment of $2,000,000; or (ii) the number of common shares in CPM equal in value to $1,000,000, plus $1,000,000 cash at closing. The closing is conditioned upon and subject to: (a) all necessary approvals of the shareholders and governing boards of Peak Minerals and/or CPM; (b) all necessary approvals of U.S. and Canadian governmental authorities, including securities and exchange and environmental regulatory bodies, BLM and Utah School and Institutional Trust Lands Administration (SITLA); and (c) all applicable stock exchange rules, regulations and approvals.

The LUMA Agreement added approximately 22,012 acres of additional leases to the lands controlled by CPM, bringing the Sevier Playa Project land package total to approximately 124,223 acres.

On June 27, 2012, but effective as of June 15, 2012, CPM executed a 12-month extension of the LUMA Agreement. On June 5, 2013, but effective June 15, 2013, CPM executed a second 12-month extension of the LUMA Agreement, thereby extending its term from July 15, 2013 to July 15, 2014. On June 13, 2014, but effective June 15, 2014, CPM executed a third 12-month extension of the LUMA Agreement, thereby extending its term from July 15, 2014 to July 15, 2015. On June 15, 2015, CPM executed a fourth 12-month extension of the LUMA Agreement, thereby extending its term from July 15, 2015 to July 15, 2016.

Office Lease

CPM leases office space located in Salt Lake City, Utah pursuant to a lease that expires on July 31, 2016. This lease has been accounted for as operating leases.

The future minimum lease payments are as follows:

Minimum lease payments as at	**March 31, 2016**	**March 31, 2015**
Not later than 1 year	$ 21,551	$ 20,380
Later than 1 year but less than five years	-	-
	$ 21,551	**$ 20,380**

Note 13. Subsequent Events

Private Placement with EMR

On May 2, 2016 EMR exercised its 34,516,129 warrants at a price of C$0.42 per common share for gross proceeds of C$14.65 million pursuant to its subscription agreement with the Company (see Note 7). In addition, on May 16, 2016, EMR subscribed for an additional non-brokered, private-placement investment of 12,620,331 common shares at a price of C$0.42 per common share for gross proceeds of C$5.35 million.

Extract Loans and Director Loans

In May 2016 the Extract Loans and the Director Loans were repaid, with interest, and the lenders have released their security.

Warrant Expiry

On May 2, 106 the 1,050,000 Director Warrants issued to the Financing Directors expired unexercised.