



**NEW TECH
LITHIUM
CORP.**

Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 AND 2017
(Unaudited - expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by management in accordance with International Financial Reporting Standards and reviewed by the Audit Committee and Board of Directors of the Company.

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

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

NEW TECH LITHIUM CORP.

Condensed Interim Consolidated Statements of Financial Position

(Unaudited - expressed in Canadian Dollars)

	Note	October 31, 2018	July 31, 2018
ASSETS		\$	\$
Current			
Cash		85,889	315,949
Prepaid expenses		26,533	73,730
GST receivable		49,832	48,291
Accounts receivable		-	746
Marketable securities	4,5	-	80,750
Total current assets		162,254	519,466
Non-current assets			
Exploration and evaluation assets	4	777,483	533,510
Total non-current assets		777,483	533,510
Total assets		939,737	1,052,976
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	6,8	160,191	119,434
Due to related parties	8	72,762	33,296
Total liabilities		232,953	152,730
EQUITY			
Equity attributable to shareholders			
Share capital	7	8,513,078	8,505,078
Share-based payment reserve	7	1,413,441	1,413,441
Warrant reserve		563,617	563,617
Foreign translation reserve		311,304	309,474
Accumulated deficit		(10,094,656)	(9,891,364)
Total equity		706,784	900,246
Total liabilities and equity		939,737	1,052,976

Going concern – Note 1

Commitments – Note 9

Subsequent event – Note 13

Contingency – Note 14

On behalf of the board:

“Rudy de Jonge”

Rudy de Jonge

“Kent Ausburn”

Kent Ausburn

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

NEW TECH LITHIUM CORP.Condensed Interim Consolidated Statements of Comprehensive Loss
(Unaudited - expressed in Canadian Dollars)

		Three months ended October 31,	
	Note	2018	2017
		\$	\$
General and administrative expenses			
Consulting fees	8,14	149,660	324,388
Foreign exchange (gain) loss		(3,615)	181
Interest expense and bank charges		1,003	851
Investor relations, website and marketing		(2,358)	8,624
Management fees	8	15,000	-
Office and administration		1,193	3,977
Professional fees	8	20,149	13,369
Transfer agent and filing fees		8,328	6,320
Travel and entertainment		12,610	20,277
		(201,970)	(377,987)
Other income (expenses)			
Gain on settlement of debt	5	22,906	-
Loss on sale of marketable securities		(24,228)	-
Net loss		(203,292)	(377,987)
Other comprehensive income (loss)			
Unrecognized gain on marketable securities	5	-	160,000
Foreign currency translation		1,830	6,540
Total comprehensive loss		(201,462)	(211,447)
Loss per share, basic and diluted		(0.00)	(0.00)
Weighted average common shares outstanding			
- basic and diluted		46,512,287	42,514,295

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

NEW TECH LITHIUM CORP.Condensed Interim Consolidated Statements of Cash Flows
(Unaudited - expressed in Canadian Dollars)

	Three months ended October 31,	
	2018	2017
	\$	\$
Cash provided by (used in):		
Operating activities:		
Net loss for the period	(203,292)	(377,987)
Non-cash items:		
Gain on settlement of debt	(22,906)	-
Loss on sale of marketable securities	24,228	-
Changes in non-cash working capital:		
GST receivable and accounts receivable	(795)	(71,998)
Prepaid expenses	47,197	(308,226)
Accounts payable and accrued liabilities	63,663	(23,256)
Due to related parties	39,466	(4,405)
	(52,439)	(785,872)
Investing activities:		
Exploration and evaluation assets	(235,973)	(150,039)
Proceeds from sale of marketable securities	56,522	-
	(179,451)	(150,039)
Financing activities:		
Shares issued for cash (net of share issue costs)	-	1,177,700
Warrants exercised	-	108,364
	-	1,286,064
Effect of exchange rate changes	1,830	6,540
Net change in cash	(230,060)	356,693
Cash, beginning of period	315,949	53,697
Cash, end of period	85,889	410,390
Non-cash transactions		
Shares issued for acquisition of mineral properties	8,000	-

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

NEW TECH LITHIUM CORP.

Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Unaudited - expressed in Canadian Dollars)

	Notes	Common Shares		Share- based Payment Reserve	Warrant Reserve	Foreign Translation Reserve	Share Subscription Received	Accumulated Deficit	Total Equity
		Number of Shares	Amount						
			\$	\$	\$	\$	\$	\$	\$
Balance on July 31, 2017		30,301,152	6,961,371	1,235,144	563,617	298,421	71,500	(8,255,991)	874,062
Shares issued for private placement	7	11,220,000	1,089,200	-	-	-	(81,500)	-	1,007,700
Share-based payments to consultants	7	1,700,000	170,000	-	-	-	-	-	170,000
Exercise of warrants		1,083,638	108,364	-	-	-	-	-	108,364
Net loss for the period		-	-	-	-	-	-	(377,987)	(377,987)
Unrealized gain on marketable securities		-	-	-	-	160,000	-	-	160,000
Foreign currency translation		-	-	-	-	6,540	-	-	6,540
Balance on October 31, 2017		44,304,790	8,328,935	1,235,144	563,617	464,961	(10,000)	(8,633,978)	1,948,679
Shares issued for private placement		-	-	-	-	-	10,000	-	10,000
Exercise of warrants	7	677,779	75,277	-	-	-	-	-	75,277
Shares issued for settlement of debt	7	912,327	58,866	-	-	-	-	-	58,866
Shares issued for mineral properties	4,7	600,000	42,000	-	-	-	-	-	42,000
Share-based payments	7	-	-	178,297	-	-	-	-	178,297
Net loss for the period		-	-	-	-	-	-	(1,288,475)	(1,288,475)
Unrealized loss on marketable securities		-	-	-	-	(128,911)	-	-	(128,911)
Foreign currency translation		-	-	-	-	4,513	-	-	4,513
Balance on July 31, 2018		46,494,896	8,505,078	1,413,441	563,617	340,563	-	(9,922,453)	900,246
Impact of adopting IFRS 9 (Note 3)		-	-	-	-	(31,089)	-	31,089	-
Balance on July 31, 2018 (restated)		46,494,896	8,505,078	1,413,441	563,617	309,474	-	(9,891,364)	900,246
Shares issued for mineral properties	4,7	200,000	8,000	-	-	-	-	-	8,000
Net loss for the period		-	-	-	-	-	-	(203,292)	(203,292)
Foreign currency translation		-	-	-	-	1,830	-	-	1,830
Balance on October 31, 2018		46,694,896	8,513,078	1,413,441	563,617	311,304	-	(10,094,656)	706,784

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

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

1. NATURE OF OPERATIONS AND GOING CONCERN

New Tech Lithium Corp. (the “Company” or “New Tech”) was incorporated pursuant to the provisions of the Business Corporations Act (British Columbia) on June 5, 2006.

The Company’s principal activities include the acquisition and development of potash, lithium, cobalt, vanadium and bromine mineral deposits in the United States and elsewhere.

These condensed interim consolidated financial statements have been prepared on the assumption that the Company will continue as a going concern, meaning it will continue in operation for the foreseeable future and will be able to realize assets and discharge liabilities in the ordinary course of operations. As at October 31, 2018, the Company had not advanced its properties to commercial production and is not able to finance day to day activities through operations. The Company’s continuation as a going concern is dependent upon the successful results from its mineral properties exploration activities and its ability to attain profitable operations and generate funds there from and/or raise equity capital or borrowings sufficient to meet current and future obligations. These factors indicate the existence of a material uncertainty that may cast significant doubt about the Company’s ability to continue as a going concern. Management intends to finance operating costs over the next twelve months with loans from directors and companies controlled by directors and or private placement of common shares.

Should the Company be unable to continue as a going concern, asset realization values may be substantially different from their carrying values. These condensed interim consolidated financial statements do not give effect to adjustments that would be necessary to carrying values, and classification of assets and liabilities should the Company be unable to continue as a going concern. Such adjustments could be material.

New Tech is a public company which is listed on the Canadian Securities Exchange (“CSE”) under the symbol “NTM”.

The Company’s head office and registered and records office is Suite 880 – 580 Hornby Street, Vancouver, BC V6C 3B6.

2. BASIS OF PREPARATION

Statement of compliance and functional currency

These condensed interim consolidated financial statements have been presented in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and interpretations of the International Financial Reporting Interpretations Committee (“IFRIC”), applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*.

These condensed interim consolidated financial statements have been prepared on a historical cost basis except for certain financial instruments classified as at fair value through profit or loss have been measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting, except for cash flow information. These condensed interim consolidated

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

2. BASIS OF PREPARATION (continued)

Statement of compliance and functional currency (continued)

financial statements are presented in Canadian dollars which is the parent company's functional currency. The functional currency of the Company's subsidiary, American Potash is US dollars. The currency translation adjustment resulting from the translation of the subsidiary's US dollar functional currency to the Company's Canadian dollar presentation currency is charged to other comprehensive income or loss, and included in the foreign translation reserve within the equity section of the statement of financial position.

The accounts of the subsidiary are prepared for the same reporting period as the parent company, using consistent accounting policies. Inter-company transactions, balances and unrealized gains or losses on transactions are eliminated.

The preparation of financial statements in accordance with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

These condensed interim consolidated financial statements were approved by the board of directors on December 21, 2018.

3. ACCOUNTING POLICIES

These condensed interim consolidated financial statements have been prepared on a basis consistent with the significant accounting policies disclosed in the annual financial statements for the year ended July 31, 2018, except for the adoption of IFRS 9 and 15 for the 2018 fiscal year that became effective August 1, 2018. Accordingly, they should be read in conjunction with the annual consolidated financial statements for the year ended July 31, 2018. The adoption of these IFRS and their impact on these Financial Statements are discussed below.

Changes in accounting policies – IFRS 9

The Company adopted all of the requirements of IFRS 9 *Financial Instruments* ("IFRS 9") as of August 1, 2018. IFRS 9 replaces IAS 39 *Financial Instruments: Recognition and Measurement* ("IAS 39"). IFRS 9 utilizes a revised model for recognition and measurement of financial instruments and a single, forward-looking "expected loss" impairment model. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9, so the Company's accounting policy with respect to financial liabilities is unchanged. As a result of the adoption of IFRS 9, management has changed its accounting policy for financial assets retrospectively, for assets that continued to be recognized at the date of initial application. The change did not impact the carrying value of any financial assets or financial liabilities on the transition date.

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

3. ACCOUNTING POLICIES (continued)

Changes in accounting policies – IFRS 9 (continued)

The following is the Company's new accounting policy for financial instruments under IFRS 9:

a) Classification

The Company classifies its financial instruments in the following categories: at fair value through profit and loss ("FVTPL"), at fair value through other comprehensive income (loss) ("FVTOCI") or at amortized cost. The Company determines the classification of financial assets at initial recognition. The classification of debt instruments is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

Equity instruments that are held for trading are classified as FVTPL. For other equity instruments, on the day of acquisition the Company can make an irrevocable election (on an instrument-by-instrument basis) to designate them as at FVTOCI. Financial liabilities are measured at amortized cost, unless they are required to be measured at FVTPL (such as instruments held for trading or derivatives) or if the Company has opted to measure them at FVTPL.

The Company completed a detailed assessment of its financial assets and liabilities as at August 1, 2018.

The following table shows the original classification under IAS 39 and new classification under IFRS 9:

	Original classification IAS 39	New classification IFRS 9
Cash	FVTPL	FVTPL
Marketable Securities	FVTOCI	FVTPL
Accounts receivable	amortized cost	amortized cost
Accounts payable and accrued liabilities	amortized cost	amortized cost
Due to related parties	amortized cost	amortized cost

Upon adoption of IFRS 9, the Company elected to classify marketable securities at FVTPL.

The Company did not restate prior periods, but recognized the effects of retrospective application to shareholders' equity at the beginning of the 2019 annual reporting period that includes the date of initial application. Therefore, the adoption of IFRS 9 resulted in a decrease to the opening accumulated deficit on August 1, 2018 of \$31,089 with a corresponding adjustment to the foreign translation reserve.

b) Measurement

Financial assets at FVTOCI

Elected investments in equity instruments at FVTOCI are initially recognized at fair value plus transaction costs. Subsequently they are measured at fair value, with gains and losses recognized in other comprehensive income (loss).

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

3. ACCOUNTING POLICIES (continued)

Changes in accounting policies – IFRS 9 (continued)

b) Measurement (continued)

Financial assets and liabilities at amortized cost

Financial assets and liabilities at amortized cost are initially recognized at fair value plus or minus transaction costs, respectively, and subsequently carried at amortized cost less any impairment.

Financial assets and liabilities at FVTPL

Financial assets and liabilities carried at FVTPL are initially recorded at fair value and transaction costs are expensed in the consolidated statements of net (loss) income. Realized and unrealized gains and losses arising from changes in the fair value of the financial assets and liabilities held at FVTPL are included in the consolidated statements of net (loss) income in the period in which they arise. Where management has opted to recognize a financial liability at FVTPL, any changes associated with the Company's own credit risk will be recognized in other comprehensive income (loss).

c) Impairment of financial assets at amortized cost

The Company recognizes a loss allowance for expected credit losses on financial assets that are measured at amortized cost.

At each reporting date, the Company measures the loss allowance for the financial asset at an amount equal to the lifetime expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. If at the reporting date, the financial asset has not increased significantly since initial recognition, the Company measures the loss allowance for the financial asset at an amount equal to the twelve month expected credit losses. The Company shall recognize in the consolidated statements of net (loss) income, as an impairment gain or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized.

d) Derecognition

Financial assets

The Company derecognizes financial assets only when the contractual rights to cash flows from the financial assets expire, or when it transfers the financial assets and substantially all of the associated risks and rewards of ownership to another entity. Gains and losses on derecognition are generally recognized in the consolidated statements of net (loss) income. However, gains and losses on derecognition of financial assets classified as FVTOCI remain within accumulated other comprehensive income (loss).

Financial liabilities

The Company derecognizes financial liabilities only when its obligations under the financial liabilities are discharged, cancelled or expired. Generally, the difference between the carrying amount of the financial liability derecognized and the consideration paid and payable, including any non-cash assets.

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

3. ACCOUNTING POLICIES (continued)

Changes in accounting policies – IFRS 15

The adoption of IFRS 15 *Revenue from contracts with customers* did not have an impact on the Company's consolidated financial statements.

Accounting standards issued but not yet effective

The following new standard has been issued but not yet applied:

a) IFRS 16 – Leases. IFRS 16 Leases will replace IAS 17 Leases

This standard introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months. A lessee is required to recognize a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. The standard will be effective for annual periods beginning on or after January 1, 2019. This standard will affect the way in which the Company accounts for its operating leases and will increase the related disclosures.

Other accounting pronouncements with future effective dates are either not applicable or are not expected to have a material impact on the Company's consolidated financial statements.

4. EXPLORATION AND EVALUATION ASSETS

Green River Potash Project

In May, 2009, and amended on November 2, 2010, December 6, 2011, January 28, 2014, February 23, 2015 and November 4, 2015, American Potash entered into an option agreement (the "Sweetwater Option") to acquire applications to the United States Bureau of Land Management ("BLM") in respect of certain Utah permits, together with all permits and other rights issued pursuant to the applications, to allow for the exploration of potash prospects in Utah. A director of the Company is a party to the Sweetwater Option.

On January 31, 2014, fourteen prospecting permits were formally signed and delivered to the Company, with an effective date of March 1, 2014; thereby initiating the Sweetwater Option period.

During the year ended July 31, 2015, the fourteen prospecting permits expired. Sweetwater River Resources LLC applied to the BLM for 12 new potash prospecting permits that encompass the same area as the original permits that expired. During the year ended July 31, 2015, no permits had been granted and as such the expired permits were impaired and fully written-off.

On September 21, 2015, the Company's petition to the Federal Bureau of Land Management for reinstatement of 12 potash prospecting permits by Sweetwater River Resources LLC was denied. Consequently, Sweetwater has applied to the BLM for 12 new potash prospecting permits analogous to and encompassing the same area as the original 12 prospecting permits. The permits have not yet been issued. The Company will maintain its right to acquire a 100% interest in the 12 new potash prospecting permits through continuance of the option agreement with Sweetwater. The Company has paid USD\$75,000 within 30 days of new prospecting permits being granted by the BLM.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****4. EXPLORATION AND EVALUATION ASSETS (continued)****Green River Potash Project (continued)**

On August 23, 2016, the Company completed the location of 157 placer claims totalling 3,140 acres in Grand County, Utah. The Company also controls the lithium and potassium exploration rights for nine Utah state lease blocks totalling 5,760 acres and nine non-contiguous Utah State Trust Land potash lease units. Total acreage of federal lode lithium mining claims and Utah state lithium leases is currently 8,900 acres. The new lithium claims occur in the north and northeast part of American Potash's existing approximately 27,256-acre federal potash prospecting permit application area. The eleven lease units are all within the boundaries of the BLM potash prospecting permit applications held by the Company. Payments of \$154,570 made to Sweetwater for application related costs were capitalized during the year ended July 31, 2017.

Green River Potash Project Expenditures

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	1	1
Balance, ending	1	1
Exploration and evaluation expenditures:		
Balance, beginning	293,923	275,483
General administration	-	191
Federal permit	-	6,369
Foreign exchange translation	2,824	11,880
Balance, ending	296,747	293,923
Total	296,748	293,924

Lithium Brines Project

During the year ended July 31, 2017, the Company acquired 230 lithium claims in Utah. On April 11, 2017, as amended on October 18, 2017 the Company closed a joint venture earn-in option agreement with Power Metals Corp. ("Power Metals") to explore and develop lithium brines beneath the Company's existing lithium claims and Utah state lithium leases. The agreement entitles Power Metals to earn up to 65% of all of the Company's lithium holdings in Utah by completing the following:

- Finance and complete two exploration wells targeting lithium brine occurrences beneath the Company's U.S. federal lithium claims and/or its Utah state lithium leases; the drill rig must be mobilized on site for the first well within six months of the definitive agreement signing date and the second well within one year of the definitive agreement signing date;

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS (continued)

Lithium Brines Project (continued)

- Deliver to American Potash a cash deposit of USD\$250,000 within 90 days of the definitive agreement signing date (subsequently deleted on amendment on October 18, 2017); and
- Issue 1,000,000 common shares of Power Metals to the Company; shares will be issued according to the following schedule: one-third 180 days after the definitive agreement date, one-third after 270 days of the definitive agreement date and one-third on the first anniversary of the definitive agreement date (received).

On June 7, 2017, the Company received 1,000,000 shares of Power Metals (PWM) from the joint venture earn-in option agreement with Power Metals. The fair value of the shares at acquisition date and at July 31, 2017 were \$280,000 and recorded as a reduction to the mineral properties.

On September 26, 2017, the Company's joint venture partner, Power Metals, signed a definitive agreement with MGX Minerals Inc. ("MGX").

The transaction terms are as follows:

- MGX acquires all of Power Metals' current U.S. petrolithium brine assets.
- MGX acquires a 20% working interest in all of Power Metals' current hard-rock assets and any future assets that Power Metals acquires for the following 36 months.
- MGX has the right to purchase an additional 15% working interest of Power Metals' hard-rock assets for a period of 36 months for a total of USD\$10,000,000.
- MGX receives a call option to purchase up to 10,000,000 common shares of Power Metals at a price of \$0.65 per share for a period of 36 months.
- MGX pays to Power Metals 3,000,000 common shares of MGX.

On October 26, 2017, the Company signed a six-month extension agreement with MGX. This extension applies to its joint venture option agreement dated April 3, 2017. The extension agreement extends the financing requirement of the first well to March 31, 2018, and the second well to 12 months after September 30, 2018. The Company also waived the requirement of the USD\$250,000 deposit which was included in its April 3, 2017 agreement.

During the year ended July 31, 2018, the Company terminated the option agreement with MGX.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****4. EXPLORATION AND EVALUATION ASSETS (continued)****Lithium Brines Project Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	-	-
Acquisition of claims	-	-
Disposition of mineral property	-	-
Balance, ending	-	-
Exploration and evaluation expenditures:		
Balance, beginning	70,441	-
General administration	8,443	90,233
Federal permit	133,789	148,192
Reimbursement of joint venture expenses	-	(168,572)
Foreign exchange translation	1,911	588
Balance, ending	214,584	70,441
Total	214,584	70,441

Colorado Project

On March 30, 2017, the Company entered into an option agreement to acquire 608 U.S federal placer mining claims located in the southeast extension of the Paradox basin in San Miguel County, Southwest Colorado. The beneficial ownership of the claims will be assigned for a total consideration USD\$79,300, which is made up of the following costs:

- Staking costs of USD\$76,000 (\$125 per Claim); and
- County registration Fee of USD\$3,300 (\$8.25 per Claim).

The purchase price shall be paid as follows:

- USD\$53,300 within 5 business days of the execution of the agreement (paid); and
- USD\$26,000 within 60 days of the payment date (paid).

During the year ended July 31, 2018, the Company terminated the option agreement and recognized an impairment of \$472,988 in exploration and evaluation assets.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements**

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS (continued)**Colorado Project Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	-	99,006
Impairment	-	(99,006)
Balance, ending	-	-
Exploration and evaluation expenditures:		
Balance, beginning	-	211,407
General administration	-	19,330
Federal permit	-	2,446
Asset retirement obligation	-	14,454
Claim registration fees	-	120,046
Foreign exchange translation	-	6,309
Impairment	-	(373,992)
Balance, ending	-	-
Total	-	-

Buena Vista Hills Cobalt Property

On May 15, 2018, the Company signed an arm's-length definitive agreement to lease the mineral rights for the Buena Vista Hills cobalt property located in Pershing County (Nevada), which contains known significant cobalt mineralization.

On October 19, 2018 the Company entered into an amended option agreement for the Buena Vista Project to include an additional 12 unpatented mining claims. Additional consideration includes USD\$18,000 in cash and 100,000 in shares.

The final terms of the amended option agreement are described below:

Item	Cash (USD)	Shares	Date
1	3,000	-	May 19, 2018 (paid)
2	22,000	250,000	May 25, 2018 (issued)
3	6,000	-	October 24, 2018 (paid)
4	-	100,000	October 29, 2018 (issued)
5	33,000	250,000	May 15, 2019
6	33,000	250,000	May 15, 2020

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements**

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

4. EXPLORATION AND EVALUATION ASSETS (continued)**Buena Vista Hills Cobalt Property Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	49,280	-
Acquisition of claims	11,796	49,280
Balance, ending	61,076	49,280
Exploration and evaluation expenditures:		
Balance, beginning	6,221	-
General administration	41,404	5,032
Foreign exchange translation	994	1,189
Balance, ending	48,619	6,221
Total	109,695	55,501

Missouri Property

On May 18, 2018, the Company signed an arm's-length option agreement with John Glasscock of Laramie, Wyo., to acquire four federal prospecting permit applications covering 9,406 acres located adjacent to and immediately south of the Fredericktown lead-copper-nickel-cobalt subdistrict of the historic Old Lead belt in Madison county, southeast Missouri, United States.

The Company is required to pay USD\$30,000 and issue 1,600,000 common shares of the Company as follows:

Cash (USD)	Shares	Date
6,500	-	May 18, 2018 (paid)
23,500	350,000	May 22, 2018 (paid and issued)
-	250,000	first anniversary of the closing date
-	250,000	second anniversary of the closing date
-	250,000	third anniversary of the closing date
-	250,000	fourth anniversary of the closing date
-	250,000	fifth anniversary of the closing date

Concurrently with signing of the Missouri option agreement, the Company signed a royalty agreement with the optionor, who retains a 2% net smelter return. The Company can buy one-half of the royalty (1 per cent) for USD\$1,000,000 at any time during the term of the option and for a period of 10 years thereafter.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****4. EXPLORATION AND EVALUATION ASSETS (continued)****Missouri Property Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	62,623	-
Acquisition of claims	-	62,623
Balance, ending	62,623	62,623
Exploration and evaluation expenditures:		
Balance, beginning	36,021	-
General administration	24,036	33,910
Foreign exchange translation	1,156	2,111
Balance, ending	61,213	36,021
Total	123,836	98,644

Moosehead Gold Project

On July 31, 2018, the Company optioned a large property package approximately 4.2 kilometres southeast of Sokoman Iron Corp.'s flagship Moosehead high-grade gold project in Newfoundland. This property is approximately 4.0 kilometres long by 1.5 km wide and located roughly on trend with the gold-mineralized mesothermal orogenic quartz vein system that is the current focus of Sokoman's exploration diamond drilling program. On October 11, 2018 the agreement was amended to reduce the share consideration paid upon closing of the agreement from 2,500,000 shares to 1,500,000 shares.

The Company has the option to acquire 100% of the property in a cash and share exchange agreement in consideration for:

- Payment of \$15,000 (paid);
- Issuance of 1,500,000 shares to be paid upon closing of the agreement (issued subsequent to period end on November 1, 2018).

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****4. EXPLORATION AND EVALUATION ASSETS (continued)****Moosehead Gold Project Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	15,000	-
Acquisition of claims	-	15,000
Balance, ending	15,000	15,000
Exploration and evaluation expenditures:		
Balance, beginning	-	-
General administration	465	-
Balance, ending	465	-
Total	15,465	-

Tule Cobalt Project

On October 12, 2018, the Company entered into an agreement to acquire the Tule cobalt prospect, consisting of eight U.S. federal lode mining claims comprising 160 acres, located in Pershing County, Nevada.

The Company is required to pay USD\$100,000 and issue 400,000 common shares of the Company as follows:

Cash (USD)	Shares	Date
10,000	100,000	October 12, 2018 (paid and issued)
20,000	100,000	first anniversary of the closing date
30,000	100,000	second anniversary of the closing date
40,000	100,000	third anniversary of the closing date

In addition to the consideration above, USD\$500,000 in exploration expenditures must be carried out as follows:

- USD\$50,000 by the first anniversary of the closing date;
- USD\$100,000 by the second anniversary of the closing date;
- USD\$150,000 by the third anniversary of the closing date; and
- USD\$200,000 by the fourth anniversary of the closing date.

Concurrently with signing of the option agreement, the Company signed a royalty agreement with the optionor, who retains a 2% net smelter return. The Company can buy one-half of the royalty (1%) for USD\$1,000,000 at any time during the term of the option or during the commercial production of the property.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****4. EXPLORATION AND EVALUATION ASSETS (continued)****Tule Cobalt Project Expenditures**

	Total for Three months ended October 31, 2018	Total for year ended July 31, 2018
Mineral acquisition costs:	\$	\$
Balance, beginning	-	-
Acquisition of claims	17,008	-
Balance, ending	17,008	-
Exploration and evaluation expenditures:		
Balance, beginning	-	-
Foreign exchange translation	147	-
Balance, ending	147	-
Total	17,155	-

5. MARKETABLE SECURITIES

The Company's marketable securities consist of shares in Power Metals (Note 4). The fair market value of the shares is summarized as follows:

	Number of shares	October 31, 2018	Number of shares	July 31, 2018
		\$		\$
Balance, beginning	237,500	80,750	1,000,000	280,000
Addition	-	-	-	-
(Decrease) increase in fair value	-	(24,228)	-	118,095
Sale	(237,500)	(56,522)	(762,500)	(317,345)
Balance, ending	-	-	237,500	80,750

The fair value of the shares at July 31, 2018 was determined by reference to the closing price of the shares on the TSX-Venture on July 31, 2018. At that date, the closing price was \$0.34. As at October 31, 2018 all shares had been sold.

During the three months ended July 31, 2018, the Company sold 237,500 marketable securities and recognized a loss of \$24,228.

During the year ended July 31, 2018, the Company sold 762,500 marketable securities and recognized a gain of \$220,840.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	October 31, 2018	July 31, 2018
	\$	\$
Accounts payable	159,274	118,517
Taxes payable	917	917
	160,191	119,434

During the three months ended July 31, 2018, the Company wrote-down an amount included in accounts payable at July 31, 2018 resulting in a gain on debt settlement of \$22,906.

7. SHARE CAPITAL**(a) Authorized**

Unlimited common shares with no par value.

(b) Issued and outstanding

At October 31, 2018, there were 46,694,896 (July 31, 2018 – 46,494,896) issued and fully paid common shares.

(c) Common sharesPeriod ended October 31, 2018

During the period ended October 31, 2018, the Company issued 200,000 shares with a fair value of \$8,000 in relation to the acquisition of mineral properties (Note 4).

Year ended July 31, 2018

On August 9, 2017, the Company closed a non-brokered private placement for 12,920,000 units at a \$0.10 per unit for gross proceeds of \$1,292,000. Each unit is composed of one common share of the issuer and one common share purchase warrant. Each warrant will be exercisable into a common share of the Company for a period of 12 months at an exercise price of \$0.15. Using the residual method, a \$Nil value was allocated to the warrants. In connection with the closing of the private placement, the Company paid \$32,800 cash for finders' fees. Inclusive in the private placement, 1,700,000 units with an aggregate value of \$170,000 were issued to consultants and recorded to share-based payments (Note 14).

During the year ended July 31, 2018, the Company issued 1,761,417 common shares related to the exercise of 1,761,417 warrants at exercise prices of \$0.10 - \$0.15 per share.

During the year ended July 31, 2018, the Company issued 912,327 shares with a fair value of \$58,866 to settle debts, resulting in a gain on settlement of \$38,434.

During the year ended July 31, 2018, the Company issued 600,000 shares with a fair value of \$42,000 in relation to the acquisition of mineral properties (Note 4).

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****7. SHARE CAPITAL (continued)****(d) Basic and diluted loss per share**

Diluted loss per share did not include the effect of 4,640,000 (October 31, 2017 – 2,400,000) stock options and 9,504,499 (October 31, 2017 – 18,066,280) warrants as the effect would be anti-dilutive.

(e) Stock options

The Company has a stock option plan whereby the Company is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common shares of the Company. Under the plan, the exercise price of each option equals the market price of the Company's shares as calculated on the date of grant. The options can be granted for a maximum term of 5 years.

On June 29, 2018, the Company issued stock options that will be exercisable to acquire 3,040,000 common shares at \$0.05 per share for a period of five years, vesting immediately, to various directors, officers and consultants. The share-based payment expense of \$178,297 was determined by the Black-Scholes Option Pricing Model using the following assumptions: expected life – 5 years, average risk-free interest rate – 2.04%, expected dividend yield – 0%, and average expected stock price volatility – 199%.

The continuity of exercisable stock options for the year ended July 31, 2018 and the three months ended October 31, 2018 is as follows:

	Number of Options Outstanding	Weighted Average Exercise Price
		\$
Balance, July 31, 2017	2,400,000	0.20
Options expired	(800,000)	0.41
Options issued	3,040,000	0.05
Balance, July 31, 2018 and October 31, 2018	4,640,000	0.07

Details of options outstanding and exercisable at October 31, 2018 are as follows:

Number of Options Outstanding	Weighted Average Exercise Price (\$)	Weighted Average Remaining Contractual Life (Years)
1,600,000	0.10	3.39
3,040,000	0.05	4.66
4,640,000	0.07	4.23

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****7. SHARE CAPITAL (continued)****(f) Share purchase warrants**

The continuity of warrants for the year ended July 31, 2018 and the three months ended October 31, 2018 is as follows:

	Number of Warrants Outstanding	Weighted Average Exercise Price (\$)
Balance, July 31, 2017	18,066,280	0.17
Warrants issued	12,920,000	0.15
Warrants exercised	(1,761,417)	0.10
Warrants expired	(6,362,721)	0.24
Balance, July 31, 2018	22,862,142	0.11
Warrants expired	(13,357,643)	0.10
Balance, October 31, 2018	9,504,499	0.13

Details of warrants outstanding as at October 31, 2018 are as follows:

Number of Warrants Outstanding	Weighted Average Exercise Price	Average Remaining Contractual Life (Years)
7,004,500	\$0.14	1.45
1,111,109	\$0.10	0.38
1,388,890	\$0.12	0.51
9,504,499	\$0.13	1.19

(g) Share based payment reserve

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

(h) Warrant reserve

The warrant reserve records the fair value of warrants issued until such time that the warrants are exercised, at which time the corresponding amount will be transferred to share capital.

(i) Foreign currency translation reserve

The translation reserve records unrealized exchange differences arising on translation of foreign operations that have a functional currency other than the Company's reporting currency.

NEW TECH LITHIUM CORP.**Notes to the Condensed Interim Consolidated Financial Statements****For the three months ended October 31, 2018 and 2017****(Unaudited - expressed in Canadian Dollars)****8. RELATED PARTY TRANSACTIONS**

The following amounts are payable to related parties as at October 31, 2018 and July 31, 2018:

	October 31, 2018	July 31, 2018
	\$	\$
Companies controlled by directors of the Company	37,876	4,787
Directors and officers of the Company	19,886	28,509
	57,762	33,296

The amounts due are unsecured, non-interest bearing and has no fixed terms of repayment.

The Company incurred the following transactions with directors, officers and companies that are controlled by directors of the Company:

Services provided by:	October 31, 2018	October 31, 2017
	\$	\$
Consulting fees	50,894	93,078
Professional fees	8,000	24,000
Management fees	15,000	-
Management bonus	-	50,000
	73,894	167,078

A director of the Company is a party to the Sweetwater Option Agreement (Note 4). Key management compensation included the consulting fees of \$50,894 (2017 - \$93,078) and the management fees of \$15,000 (2017 - \$nil).

9. COMMITMENTS

On June 1, 2011, the Company entered into an agreement with St. Cloud Mining Services Inc. (wholly owned by one of the directors) to provide management/consulting services to the Company at a rate of \$5,000 per month for a period of twelve months and automatically extending for further one-year terms. On March 1, 2017, the Company amended the agreement with St. Cloud Mining Services Inc. to an increased rate of \$7,500 per month, and on January 1, 2018 the agreement was further amended to a rate of USD\$100/hour.

On August 16, 2017, the Company entered into a market making agreement with ACON Actienbank AG ("ACON"), a market maker based in Frankfurt, Germany, whereby the Company engaged ACON to provide market making services on the Frankfurt Stock Exchange on behalf of the Company. In consideration for the market making services, the Company has agreed to pay a fee in the amount of 5,000 euros plus value-added tax (if applicable) on a quarterly basis. The term of the agreement is for a period of 12 months and will be extended for an unlimited period if it is not terminated.

On June 7, 2018, the Company entered into an agreement with J. George Geological Consulting Inc. (wholly owned by one of management) to provide management/consulting services to the Company at a rate of \$5,000 per month for a period of six months, automatically renewing at the end of each period.

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Company is exposed in varying degrees to a variety of financial instrument related risks. The Board of Directors approves and monitors the risk management processes, inclusive of documented investment policies, counterparty limits, and controlling and reporting structures. The type of risk exposure and the way in which such exposure is managed is provided as follows:

(a) Credit Risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to a concentration of credit risk consist primarily of cash. The Company limits its exposure to credit loss by placing its cash with high credit quality financial institutions.

The carrying amount of financial assets represents the maximum credit exposure. The risk is assessed as low.

(b) Foreign Exchange Rate Risk

Foreign currency risk is the risk that the fair values of future cash flows of a financial instrument will fluctuate because they are denominated in currencies that differ from the respective functional currency. The functional currency of the Company's subsidiary, American Potash, is the US dollar. Foreign currency risk arises from the fluctuation in currency exchange between the Canadian dollar and US dollar. The Company has not entered into financial instruments to hedge against this risk.

The following is an analysis of Canadian Dollar equivalent of financial assets and liabilities that are denominated in US dollars:

	October 31, 2018	July 31, 2018
	\$	\$
Cash	-	-
Accounts payable	(159,508)	(62,873)
	(159,508)	(62,873)

Based on the above net exposures, as at October 31, 2018, a 10% change in the US dollar to Canadian Dollar exchange rate would impact the Company's net income by \$15,951.

(c) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. Liquidity risk is managed by ensuring sufficient financial resources are available to meet obligations associated with financial liabilities. All of the Company's financial liabilities have contractual maturities of less than three months. Liquidity risk is assessed as high.

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

10. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

(d) Price Risk

The Company is exposed to price risk with respect to commodity prices. The Company's ability to raise capital to fund exploration and development activities is subject to risks associated with fluctuations in the market price of commodities.

(e) Interest Rate Risk

Interest rate risk is the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company has interest bearing assets in relation to cash at banks carried at floating interest rates with reference to the market. The Company has not used any financial instrument to hedge potential fluctuations in interest rates. The exposure to interest rates for the Company is considered immaterial.

(f) Fair Values

Financial instruments recognized at fair value on the consolidated statement of financial position must be classified in one of the following three fair value hierarchy levels:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and
- Level 3 – Inputs that are not based on observable market data.

Cash and marketable securities are measured using level 1 inputs.

11. CAPITAL MANAGEMENT

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support its operations and business development. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company has not generated any significant revenues since its inception; therefore, the Company is dependent on external financing to fund its future intended business plan. The capital structure of the Company currently consists of working capital and shareholders' equity. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through private placements. The Company is not subject to externally imposed capital requirements.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the period.

NEW TECH LITHIUM CORP.

Notes to the Condensed Interim Consolidated Financial Statements

For the three months ended October 31, 2018 and 2017

(Unaudited - expressed in Canadian Dollars)

12. SEGMENTED INFORMATION

The Company's activities are all in one industry segment of mineral property acquisition and exploration. The Company's exploration operations are centralized whereby management of the Company is responsible for business results and the everyday decision-making. The Company's operations therefore are segmented on a geographic basis. The Company's non-current assets are all located in the United States.

13. SUBSEQUENT EVENT

On December 6, 2018, The Company completed a non-brokered private placement issuing 12,334,000 Units ("Units") at a price of \$0.05 per Unit to raise total proceeds of \$616,700. Each Unit is comprised of one common share and one common share purchase warrant (a "Warrant"). Each whole Warrant is exercisable into a common share of the Company for a period of 36 months at an exercise price of \$0.10.

The proceeds of this private placement will be utilized for general working capital, administrative expenses, and exploration programs to be carried out on the Company's Buena Vista Cobalt and Vanadium project in Nevada, and its Fredricktown Cobalt project in Missouri.

A 7% commission will be payable in connection with a portion of the private placement

14. CONTINGENCY

As a result of a cease trade order issued on November 26, 2018 ("CTO") issued by the B.C. Securities Commission against certain consultants, the Company is reviewing a private placement that closed in July 2017. The CTO cites improper use of the "consultant's exemption" contained in section 2.24 of National Instrument 45-106 and the payment of consulting fees to the persons named in the CTO. The Company is not named in the CTO. However, the July 2017 private placement involved two consultants named in the CTO. Following completion of the private placement, the Company paid consulting fees to those two consultants. Upon a review of the services provided by those consultants, as described by senior management, the Company is satisfied with the consulting services performed, that the persons were properly designated as consultants for the purposes of the "consultant's exemption" and that the exemption was properly used. However, there is a risk that the Commission in its review, may view the private placement to the two consultants and the use of proceeds, as an improper use of s.2.24 and an illegal distribution of shares. If such is adjudicated to be the case, the Company may be required to take remedial action. Such action, if required, cannot at this time be determined.