OBAN
MINING CORPORATION

(formerly Braeval Mining Corporation)

Condensed Interim Consolidated Financial Statements

For the three month periods ended March 31, 2014 and 2013

Presented in Canadian dollars

(Unaudited)

Table of Contents

OBAN MINING CORPORATION

(formerly Braeval Mining Corporation)

Condensed Interim Consolidated Statements of Financial Position
(In Canadian dollars)
(Unaudited)

As at,	**March 31, 2014**	December 31, 2013
Assets		
Current assets		
Cash and cash equivalents	**$ 10,430,767**	$ 11,054,929
Other receivables	**129,445**	113,899
Prepaid expense and advances	**396,053**	109,608
Marketable securities (note 5)	**15,000**	15,000
Current assets	**10,971,265**	11,293,436
Non-current assets		
VAT receivable	**78,513**	93,870
Restricted cash	**69,833**	129,500
Plant and equipment (note 6)	**35,030**	37,562
Exploration and evaluation assets (note 7)	**328,184**	196,880
Total non-current assets	**511,560**	457,812
Total assets	**$ 11,482,825**	$ 11,751,248
Liabilities		
Current liabilities		
Other payables	**$ 395,885**	$ 301,539
Total current liabilities	**395,885**	301,539
Equity		
Share capital (note 9)	**26,859,121**	26,859,121
Contributed surplus (note 9)	**2,607,426**	2,502,411
Accumulated other comprehensive income	**266,070**	257,743
Deficit	**(18,645,677)**	(18,169,566)
Total equity attributed to equity holders of the Corporation	**11,086,940**	11,449,709
Total liabilities and equity	**$ 11,482,825**	$ 11,751,248

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

Commitments (note 12)

Subsequent events (note 13)

OBAN MINING CORPORATION

(formerly Braeval Mining Corporation)

Condensed Interim Consolidated Statement of Loss and Comprehensive Loss
(In Canadian dollars)
(Unaudited)

For the period ended,		**March 31, 2014**		March 31, 2013
Expenses from continuing operations (note 4)				
Compensation	**$**	**270,290**	$	597,346
General and administration expenses		**222,459**		439,571
General exploration		**4,738**		8,477
Foreign currency exchange (gain)/loss		**1,554**		(34,537)
Operating loss from continuing operations		**499,041**		1,010,857
Finance income		**(26,183)**		(29,920)
Finance costs		**3,253**		3,608
Net finance income from continuing operations		**(22,930)**		(26,312)
Loss for the period from continuing operations		**476,111**		984,545
Loss for the period from discontinued operations (note 8)		**-**		319,810
Total loss for the period	**$**	**476,111**	$	1,304,355
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss	**$**	**(8,327)**	$	(117,359)
Comprehensive income for the period		**(8,327)**		(117,359)
Total comprehensive loss	**$**	**467,784**	$	1,186,996
Basic and diluted loss per share (note 9)				
From continuing operations	**$**	**0.01**	$	0.01
From discontinued operations		**0.00**		0.00
Total loss per share	**$**	**0.01**	$	0.01
Basic and diluted weighted average number of shares (note 9)		**93,767,786**		**93,767,786**

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

OBAN MINING CORPORATION

(formerly Braeval Mining Corporation)

Condensed Interim Consolidated Statements of Changes in Equity
(In Canadian dollars)
(Unaudited)

Attributable equity to owners of the Corporation

	Number of Shares	Share Capital	Contributed Surplus	Accumulated other comprehensive income/(loss)	Deficit and Accumulated Deficit	Total
Balance January 1, 2013	93,767,786	$ 26,859,121	$ 1,707,437	$ (112,305)	$ (8,754,416)	$ 19,699,837
Loss for the period from continuing operations	-	-	-	-	(984,545)	(984,545)
Loss for the period from discontinued operations (note 8)	-	-	-	-	(319,810)	(319,810)
Foreign currency translation adjustment	-	-	-	117,359	-	117,359
Stock-based compensation			356,365	-	-	356,365
Balance March 31, 2013	93,767,786	$ 26,859,121	$ 2,063,802	$ 5,054	$ (10,058,771)	$ 18,869,206
Loss for the period from continuing operations	-	-	-	-	(2,695,850)	(2,695,850)
Loss for the period from discontinued operations (note 8)	-	-	-	-	(5,414,945)	(5,414,945)
Foreign currency translation adjustment	-	-	-	252,689	-	252,689
Stock-based compensation			438,609	-	-	438,609
Balance December 31, 2013	93,767,786	$ 26,859,121	$ 2,502,411	$ 257,743	$ (18,169,566)	$ 11,449,709

Attributable equity to owners of the Corporation

	Number of Shares	Share Capital	Contributed Surplus	Accumulated other comprehensive income	Deficit and Accumulated Deficit	Total
Balance January 1, 2014	**93,767,786**	**$ 26,859,121**	**$ 2,502,411**	**$ 257,743**	**$ (18,169,566)**	**$ 11,449,709**
Loss for the period from continuing operations	**-**	**-**	**-**	**-**	**(476,111)**	**(476,111)**
Loss for the period from discontinued operations (note 8)	**-**	**-**	**-**	**-**	**-**	**-**
Foreign currency translation adjustment	**-**	**-**	**-**	**8,327**	**-**	**8,327**
Stock-based compensation	**-**	**-**	**105,015**	**-**	**-**	**105,015**
Balance March 31, 2014	**93,767,786**	**$ 26,859,121**	**$ 2,607,426**	**$ 266,070**	**$ (18,645,677)**	**$ 11,086,940**

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

OBAN MINING CORPORATION

(formerly Braeval Mining Corporation)

Condensed Interim Consolidated Statements of Cash Flows
(In Canadian dollars)
(Unaudited)

For the period ended	**March 31, 2014**	March 31, 2013
Cash flows used in operating activities		
Loss from continuing operations for the period	**$ (476,111)**	$ (984,545)
Adjustments for:		
Stock-based compensation (note 9)	**105,015**	356,365
Depreciation (note 6)	**2,694**	3,234
Interest income	**(26,183)**	(29,920)
	(394,585)	(654,866)
Change in items of working capital:		
Change in other receivables	**(29,118)**	(75,749)
Change in prepaid expenses and advances	**(286,445)**	166,060
Change in other payables and accrued liabilities	**140,319**	(107,571)
Change in VAT receivable	**15,357**	(25,405)
Change in restricted cash	**59,667**	(9,918)
Net cash used in operating activities from continuing operations	**(494,805)**	(707,449)
Cash flows (used in)/provided by investing activities		
Interest received	**26,741**	29,013
Addition to exploration and evaluation expenditures (note 7)	**(115,192)**	(99,600)
Proceeds on sale of discontinued operations (note 8)	**20,545**	-
Acquisition of plant and equipment (note 6)	**(162)**	(9,202)
Net cash used in investing activities from continuing operations	**(68,068)**	(79,789)
Cash flows provided by financing activities		
IPO proceeds held in escrow, released during the period	**-**	660,660
Net cash provided by financing activities from continuing operations	**-**	660,660
Decrease in cash and cash equivalents from continuing operations	**(562,873)**	(126,578)
Decrease in cash and cash equivalents from discontinued operations (note 8)	**(61,289)**	(889,785)
Decrease in cash and cash equivalents	**(624,162)**	**(1,016,363)**
Cash and cash equivalents, beginning of period	**11,054,929**	**13,069,415**
Cash and cash equivalents, end of period	**$ 10,430,767**	**$ 12,053,052**

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

1) Reporting entity

Oban Mining Corporation (formerly Braeval Mining Corporation) ("**Oban**" or the "**Corporation**") is a Canadian Corporation domiciled in Canada and was incorporated on February 26, 2010 under the Ontario Business Corporations Act. The address of the Corporation's registered office is 150 York Street, Suite 410, Toronto, Ontario, Canada. The condensed interim consolidated financial statements of the Corporation at March 31, 2014 and 2013 include the Corporation and its subsidiaries, Braeval Mexico S.A. de CV, Braeval Peru S.A.C, Braeval (Barbados) Ltd., Braeval (Barbados) Mekeco Ltd., Braeval (Barbados) Avasca Ltd., and Braeval (Barbados) Nahlin Ltd. (together the "Group" and individually as "Group entities"). The Corporation is primarily in the business of acquiring, exploring and developing mineral deposits in the Americas. On April 14, 2014 the Corporation completed a business combination between former Braeval, Oban Exploration Limited, and a wholly-owned subsidiary of the Corporation; refer to note 13 for details on this transaction.

The business of mining for minerals involves a high degree of risk. Oban is in the exploration stage and is subject to risks and challenges similar to companies in a comparable stage. These risks include, but are not limited to, the challenges of securing adequate capital in view of exploration, development and operational risks inherent in the mining industry; changes in government policies and regulations; the ability to obtain the necessary environmental permitting; challenges in future profitable production or, alternatively Oban's ability to dispose of its interest on an advantageous basis; as well as global economic and commodity price volatility; all of which are uncertain. There is no assurance that Oban's funding initiatives will continue to be successful. The underlying value of the mineral properties is dependent upon the existence and economic recovery of mineral reserves and is subject to, but not limited to, the risks and challenges identified above. Changes in future conditions could require material write-downs of the carrying value of mineral properties and deferred exploration.

During the year ended December 31, 2013, the Corporation closed its subsidiaries: Tiquisio Mineria S.A.S., CB Mineria S.A.S., Braeval Minera Honduras S.A., and Braeval Nicaragua S.A., and sold to a third party Inversiones Cummings S.A.S.; all of them are disclosed under discontinued operations as required per IFRS 5 (note 8).

2) Basis of preparation

a) Statement of compliance

These unaudited condensed interim consolidated financial statements have been prepared in accordance with IAS 34 – Interim Financial Reporting on the basis of International Financial Reporting Standards ("IFRS") and interpretations as approved by the International Accounting Standards Board ("IASB") and are presented in Canadian dollars.

These unaudited condensed interim consolidated financial statements do not include all of the disclosures required for annual financial statements and therefore should be read in conjunction with the Corporation's audited annual consolidated financial statements and notes thereto for the year ended December 31, 2013. These unaudited condensed interim financial statements follow the same significant accounting policies and methods of application as those included in the Corporation's most recent audited annual consolidated financial statements. Except for those described in note 3 below.

b) Functional and presentation currency

These financial statements are presented in Canadian dollars, which is Oban's functional currency. The functional currency of all of the Corporation's foreign subsidiaries is the United States dollar, which is the currency of the primary economic environment in which those entities operates. The financial information has been rounded to the nearest dollar.

2) Basis of preparation (continued)

b) Functional and presentation currency (continued)

The preparation of these condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses.

The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

c) Use of estimates and judgements

The estimates and underlying assumptions are reviewed by management on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future period if the revision affects both current and future period.

3) Significant accounting policies

The financial framework and accounting policies applied in preparation of these condensed interim consolidated financial statements are consistent with those as disclosed in its most recently completed audited consolidated annual financial statements for the year-ended December 31, 2013, except for the following new IFRS standards that became effective in the period.

International Accounting Standard 36, "Impairment of Assets" ("IAS 36")

On May 29, 2013, the IASB made amendments to the disclosure requirements of IAS 36 'Impairment of Assets' ("IAS 36"), requiring disclosure, in certain instances, of the recoverable amount of an asset or cash generating unit, and the basis for the determination of fair value less costs of disposal, when an impairment loss is recognized or when an impairment loss is subsequently reversed. The amendments to IAS 36 are effective for annual periods beginning on or after January 1, 2014 and will be applied prospectively. There currently is no impact on the Corporation's financial statements upon adoption of IAS 36.

International Financial Reporting Standard 9, "Financial Instruments" ("IFRS 9")

IFRS 9 'Financial Instruments' ("IFRS 9") was issued by the IASB in October 2010 and will replace IAS 39 Financial Instruments: Recognition and Measurement ("IAS 39"). IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. IFRS 9 is effective for annual periods beginning on or after April 1, 2015.

(In Canadian dollars)

3) Significant accounting policies (continued)

International Financial Reporting Interpretations Committee 21, "Levies" ("IFRIC 21")

IFRIC 21 'Levies' ("IFRIC 21") was issued by the IASB in May 2013, which is effective for annual periods beginning on or after January 1, 2014 and is to be applied retrospectively. IFRIC 21 provides guidance on accounting for levies in accordance with IAS 37, Provisions, Contingent Liabilities and Contingent Assets. The interpretation defines a levy as an outflow from an entity imposed by a government in accordance with legislation and confirms that an entity recognizes a liability for a levy only when the triggering event specified in the legislation occurs. The Corporation has not identified any impact from the adoption of this standard.

4) Expenses from continuing operations

The following table summarizes information regarding the Corporation's expenses from operations for the three month period ended March 31, 2014 and 2013:

For the period ended		**March 31, 2014**		March 31, 2013
Compensation expense				
Stock-based compensation (note 9)	**$**	**105,015**	$	356,365
Compensation expense		**165,275**		240,981
Total compensation expenses	**$**	**270,290**	$	597,346
General and administration expense				
Shareholder and regulatory expense	**$**	**29,465**	$	30,021
Administrative services		**30,000**		76,701
Travel expense		**24,214**		60,439
Professional fees		**119,711**		193,444
Office expense		**19,069**		78,966
Total general and administration expenses	**$**	**222,459**	$	439,571
General exploration				
Mexico	**$**	**4,493**	$	8,477
Peru		**245**		-
Total exploration expenses	**$**	**4,738**	$	8,477
Foreign currency exchange				
Foreign currency exchange (gain)/loss	**$**	**1,554**	$	(34,537)
Total foreign exchange (gain)/loss	**$**	**1,554**	$	(34,537)

5) Marketable Securities

As of March 31, 2014, marketable securities consist of 1,500,000 shares of the public company Quia Resources Inc., which were acquired in exchange for consulting services, on November 11, 2013. The shares were adjusted to quoted market value of $0.01 at March 31, 2014, which was the same price on the date of acquisition; therefore no gain/loss resulted from the revaluation.

Notes to Condensed Interim Consolidated Financial Statements
For the three month period ended March 31, 2014 and 2013
(In Canadian dollars)
(Unaudited)

6) Plant and Equipment

The following table summarizes information regarding the Corporation's plant and equipment as at March 31, 2014 and December 31, 2013:

March 31, 2014									
	Cost				Accumulated Depreciation				
Class	Opening Balance	Additions	Write-off / Disposals	Closing Balance	Opening Balance	Depreciation expense	Write-off / Disposals	Closing Balance	Net book value
Computer Equipment	$ 47,719	$ 253		$ 47,972	$ 22,319	$ 2,181		$ 24,500	$ 23,472
Office Equipment	10,983	93		11,076	2,112	496		2,608	8,468
Leasehold Improvements	4,030	-	-	4,030	739	201		940	3,090
	$ 62,732	$ 346	$ -	$ 63,078	$ 25,170	$ 2,878	$ -	$ 28,048	$ 35,030

December 31, 2013									
	Cost				Accumulated Depreciation				
Class	Opening Balance	Additions	Write-off / Disposals	Closing Balance	Opening Balance	Depreciation expense	Write-off / Disposals	Closing Balance	Net book value
Computer Equipment	$ 47,401	$ 6,954	$ (6,636)	$ 47,719	$ 11,376	$ 12,274	$ (1,331)	$ 22,319	$ 25,400
Office Equipment	5,575	14,367	(8,959)	10,983	-	3,232	(1,120)	2,112	8,871
Leasehold Improvements	-	16,576	(12,546)	4,030	-	2,420	(1,681)	739	3,291
	$ 52,976	$ 37,897	$ (28,141)	$ 62,732	$ 11,376	$ 17,926	$ (4,132)	$ 25,170	$ 37,562

7) Exploration and evaluation assets

	December 31, 2013	Additions in the period	Write offs in the period	Written off to discontinued operations	March 31, 2014
Peru properties					
Arcopunco	$ 196,880	$ 129,699	$ -	$ -	$ 326,579
Generative properties					
Peru - Lithocaps	-	1,605	-	-	1,605
Total exploration and evaluation assets	$ 196,880	$ 131,304	$ -	$ -	$ 328,184

(In Canadian dollars)

7) Exploration and evaluation assets (continued)

	December 31, 2012	Additions in the year	Write offs in the year	Written off to discontinued operations	December 31, 2013
Colombia properties					
Mina Seca - Snow Mine	$ 1,085,917	$ 130,460	$ -	$ (1,216,377)	$ -
Las Nieves - Snow Mine	3,430,627	760,308	-	(4,190,935)	-
Casa de Barro - Snow Mine	234,568	125,431	-	(359,999)	-
La Nevera - Snow Mine	156,959	67,001	-	(223,960)	-
Mexico properties					
Guaynopa	295,205	461,609	(756,814)	-	-
El Petate	-	77,334	(77,334)	-	-
Peru properties					
Arcopunco	155,507	182,351	(140,978)	-	196,880
Retazos	226,460	65,382	(291,842)	-	-
Terciopelo	37,126	37,918	(75,044)	-	-
Generative properties					
Peru - Lithocaps	127,568	30,276	(157,844)	-	-
Nicaragua	684	96,558	-	(97,242)	-
Honduras	23,942	44,031	-	(67,973)	-
Total exploration and evaluation assets	$ 5,774,563	$2,078,659	$ (1,499,856)	$ (6,156,486)	$ 196,880

Peru property

a) Arcopunco

On January 26, 2012, the Corporation signed a letter of intention ("LOI") for 100% of the exploration authorization from Trabante de Huancavelica, Las Anima and Tres Mosqueteros in Peru. On August 2, 2012, the Corporation signed the final agreement with all three parties. The Corporation upon signing paid USD$60,000 and $100,000 on February 21, 2014. Additional payments due of USD$200,000 on the second anniversary date upon signing and USD$2,000,000 on the third anniversary date upon signing for 80% interest in the property are also required. An additional payment of USD$3,000,000 can be made within 90 days of the exercise of the first option to earn up to 100% of the property. Upon commencement of production, the agreement is subject to a Net Smelter Royalty ("NSR") of 1.5% The Corporation may repurchase the NSR for a total amount of US$15,000,000. On August 16, 2013, the Corporation extended the terms of the last option payment of USD$2,000,000 to USD$1,000,000 due on the third anniversary date upon signing and USD$1,000,000 due on the fourth anniversary date upon signing.

b) Lithocaps

In 2012, the Corporation acquired exploration claims throughout Peru for the exploration of precious metals. All of the work performed to date has been geological reconnaissance.

8) Discontinued operations

During the year ended December 31, 2013, the Corporation decided to close its subsidiaries located in Colombia, Nicaragua and Honduras. The Corporation has classified these subsidiaries as discontinued operations as required per IFRS 5.

Notes to Condensed Interim Consolidated Financial Statements
For the three month period ended March 31, 2014 and 2013
(In Canadian dollars)
(Unaudited)

8) Discontinued operations (continued)

The following table summarizes the results of discontinued operations for the three month period ended March 31, 2013. There were no expenditures related to discontinued operations during the period ended March 31, 2014:

For the period ended	March 31, 2014	March 31, 2013
Colombia		
Compensation expense	$ -	$ 72,660
General administrative expense	-	156,930
Foreign currency exchange loss	-	38,002
Finance costs	-	3,582
Loss from Colombian operations	-	271,174
Honduras and Nicaragua		
General administrative expense	-	25,515
General exploration expense	-	22,753
Foreign currency exchange loss	-	192
Finance costs	-	176
Loss from Honduras and Nicaragua	-	48,636
Total loss from discontinued operations	$ -	$ 319,810

The following table summarizes the results of cash flows from discontinued operations included in the consolidated statements of cash flows for the three month period ended March 31, 2014 and 2013**:**

For the period ended	**March 31, 2014**	March 31, 2013
Cash flows (used in)/provided by operating activities		
Loss from discontinued operations	**$ -**	$ (319,810)
Adjustments for:		
Depreciation	**-**	1,264
Finance costs	**-**	3,758
	-	(314,788)
Change in items of working capital:		
Change in other receivables	**104,812**	90,694
Change in prepaid expenses and advances	**-**	(147,047)
Change in other payables and accrued liabilities	**(166,101)**	(55,480)
Net cash used in operating activities from discontinued operations	**(61,289)**	(426,621)
Cash flows used in investing activities		
Finance costs paid	**-**	(3,758)
Additions to exploration and evaluation assets	**-**	(434,041)
Acquisition of plant and equipment	**-**	(25,365)
Net cash used by investing activities from discontinued operations	**-**	(463,164)
Cash flows provided by financing activities	**-**	-
Decrease in cash and cash equivalents from discontinued operations	**$ (61,289)**	$ (889,785)

(In Canadian dollars)

8) Discontinued operations (continued)

During the year ended December 31, 2013, the Corporation entered into an agreement to sell its Colombian subsidiary Inversiones Cummings to a non-related party, in the amount of US$40,000, payable in four instalments, from which the first was received on January 31, 2014 and the second in March 11, 2014. The Nicaragua subsidiary is expected to be closed during the first half of 2014; whereas Braeval Minera Honduras S.A. was closed during the quarter ended March 31, 2014.

9) Capital and other components of equity

	Number of Common Shares		Amount
Balance January 1, 2013 and March 31, 2013	93,767,786	$	26,859,121
Balance December 31, 2013 and March 31, 2014	**93,767,786**	**$**	**26,859,121**

a) Share capital - Authorized

The authorized capital of Oban consists of an unlimited number of common shares. The holders of common shares are entitled to one vote per share at shareholder meetings of the Corporation. All shares rank equally with regard to the Corporation's residual assets.

b) Loss per share

The calculation of basic loss per share for the three month period ended March 31, 2014 and 2013 was based on the loss attributable to common shareholders and a weighted average number of common shares outstanding, calculated as follows:

For the period ended		**March 31, 2014**		March 31, 2013
Common shares outstanding, at beginning of the period		**93,767,786**		93,767,786
Common shares issued during the period		**-**		-
Balance, March 31		**93,767,786**		93,767,786
Net loss for the period from continuing operations		**476,111**		984,545
Net loss for the period from discontinued operations (note 8)		**-**		319,810
Net loss for the period		**476,111**		1,304,355
Loss per share from continuing operations	**$**	**0.01**	$	0.01
Loss per share from discontinued operations		**0.00**		0.00
Loss per share for the period	**$**	**0.01**	$	0.01

c) Dilutive earnings per share

The calculation of fully diluted loss per share has not been described in the note, as there were no dilutive instruments outstanding during the period. As at March 31, 2014, the Corporation had 5,900,000 (2013 – 6,050,000) stock-options outstanding that have not been included as the impact would be anti-dilutive.

(In Canadian dollars)

9) Capital and other components of equity (continued)

d) Contributed surplus

In June 2011, the Board of Directors established an incentive stock-option plan to provide additional incentive to its directors, officers, employees and consultants. The maximum number of shares reserved for issuance under the incentive stock option plan is 10% of the issued and outstanding comment shares. The options issued under the Plan may vest at the discretion of the board of directors and are exercisable for a period of up to 5 years from the date of grant.

The following table summarizes the stock option transactions for the period ended March 31, 2014:

	Number of stock options		Weighted-average exercise price
Outstanding, Jauary 1, 2013	5,850,000	$	0.60
Granted	250,000		0.60
Forfeited	(50,000)		0.60
Outstanding, March 31, 2013	**6,050,000**		**0.60**
Forfeited	(100,000)		0.60
Outstanding, December 31, 2013	**5,950,000**		**0.60**
Forfeited	**(50,000)**		**0.60**
Outstanding, March 31, 2014	**5,900,000**	**$**	**0.60**

On January 17, 2013, the Corporation issued 250,000 stock options to a director at an exercise price of $0.60 for a period of 5 years. The options have been fair valued at $0.32 per option using the black-scholes option-pricing model. One third of the options vested immediately with the remaining thirds each vesting on the first and second anniversaries of January 15, 2013.

On March 15, 2013 and July 29, 2013, 50,000 and 100,000 options granted to employees were forfeited, respectively.

On February 28, 2014, 50,000 options granted to an employee were forfeited.

The total recognized expense for stock options for the three month period ended March 31, 2014 was $105,015 (2013 - $356,365).

The following table summarizes information regarding the Corporation's outstanding and exercisable stock options as at March 31, 2014:

Exercise Price	Number of Stock Options Outstanding	Weighted-Average Remaining periods of Contractual Life	Number of Stock Options Exercisable		Weighted Average Exercisable Price
$0.60	**5,900,000**	**3.140**	**3,933,330**	**$**	**0.60**

Subsequent to March 31, 2014, the 5,900,000 stock options outstanding were cancelled and replaced with new stock options issued under new granting terms, as a result of the transaction described in note 13.

(In Canadian dollars)

10) Related party transactions

Balances and transactions between the Corporation and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Details of the transactions between the Corporation and other related parties are disclosed below.

During the three month period ended March 31, 2014 and 2013, the Corporation paid rent amounting to $Nil (2013 - $2,093) to Osisko Mining Corporation, a company related to Mr. John Burzynski, chairman and director of the Corporation. This amount has been recorded at their exchange amount – being the amount agreed to by the parties and is included within continuing operations.

Further, consulting fees of $30,000 (2013 – $60,000) were paid to Talisker Exploration Services Inc., a company related to Mr. Chris Lodder, Mr. Terence Harbort, and Mr. Ruben Padilla, members of the Advisory Committee of the Corporation. These consulting fees have been recorded at their exchange amount – being the amount agreed to by the parties and are included within continuing operations.

At March 31, 2014, the Corporation had a balance receivable from Oban Exploration Ltd. a company related by having similar officers and directors being Mr. Jose Vizquerra, Mr. Blair Zaritsky, Mr. Gernot Wober, and Mr. John Burzynski. The amount owing has been recorded at their exchange amount – being the amount agreed to by the parties and relate to costs for shared office expenses in the amount of $56,754 (2013 - $47,318).

On April 14, 2014, a previously announced transaction was completed. Oban Exploration Ltd, which was a party to the Merger Agreement and which was acquired by the Corporation under the Transaction, was a related party to the Corporation due to having common directors and officers with the Corporation, being Mr. Jose Vizquerra, Mr. Blair Zaritsky, Mr. Gernot Wober, and Mr. John Burzynski (note 13).

11) Segmented information

The Corporation is involved in the exploration and development of mineral deposits. Segmented information is provided on the basis of geographical segments as the Corporation manages its business and exploration activities through geographical regions – Canada, Mexico, and Peru. Previous business segments in Colombia, Nicaragua and Honduras have been recorded as discontinued operations.

The business segments presented reflect the management structure of the Corporation and the way in which the Corporation's management reviews business performance. The Corporation evaluates performance of its operating segments as follows:

For the period ended March 31, 2014		**Assets**		**Loss for the period**
Canada	**$**	**10,961,398**	**$**	**490,488**
Mexico		**141,024**		**(38,787)**
Peru		**380,403**		**24,410**
Discontinued operations		**-**		**-**
Total	**$**	**11,482,825**	**$**	**476,111**

(In Canadian dollars)

11) Segmented information (continued)

For the year ended December 31, 2013		Assets		Loss for the year
Canada	$	11,293,549	$	1,715,213
Mexico		88,593		1,029,793
Peru		239,331		935,389
Discontinued operations		129,775		5,734,755
Total	$	11,751,248	$	9,415,150

12) Commitments

The Corporation has the following commitments as at March 31, 2014:

(In USD$)	Total	Year 1	Year 2	Year 3	Year 4	Year 5
Arcopunco Project	$ 5,200,000	$ -	$ 200,000	$ 1,000,000	$ 4,000,000	$ -
Terciopelo Project*	$ -	$ -	$ -	$ -	$ -	$ -
Total	**$ 5,200,000**	**$ -**	**$ 200,000**	**$1,000,000**	**$4,000,000**	**$ -**

** Terciopelo Project has a commitment for 1,000 m of diamond drilling on or before 18 months from the date of public registry and 5,000 m of diamond drilling on or before 3 years from the date of public registry.*

On November 6, 2012 the Corporation signed a sublease agreement for new office space, under which is committed to annual payments of approximately $220,000 for a five years term, which terminates on February 28, 2018. In connection with the agreement, the Corporation signed an $80,000 letter of credit, which is supported by a GIC deposit at a Canadian Charter Bank disclosed within restricted cash. On February 28, 2014, the letter of credit was reduced to $53,334, upon completion of the first year of the lease agreement.

13) Subsequent events

On April 14, 2014 the Corporation completed the previously announced Transaction pursuant to a business combination agreement (the "Merger Agreement") dated February 21, 2014 between the Corporation, OEL, and a wholly-owned subsidiary of the Corporation. The Transaction was effected by way of a three-cornered amalgamation, whereby OEL amalgamated with a wholly-owned subsidiary of the Corporation, resulting in the Corporation acquiring all of OEL's assets.

In connection with the completion of the Transaction, the Corporation amended its articles to consolidate the Common Shares on the basis of one post-consolidation Common Share for every 3.14 pre-consolidation Common Shares and changed its name to "Oban Mining Corporation". The Common Shares commenced trading on the Toronto Stock Exchange on a consolidated basis under the new symbol “OBM” on April 22, 2014.

In connection with the Transaction, the holders of the common shares of OEL received 0.914 of a Common Share (on a post-consolidation basis) for each common share of OEL so held. Upon completion of the Transaction, including the consolidation, the Corporation had 99,881,563 Common Shares issued and outstanding on an undiluted basis, approximately 70% of which were held by former shareholders of OEL and approximately 30% of which were held by former shareholders of the Corporation immediately prior to the effective time of the Transaction.

New stock options were granted on April 22, 2014, amounting to 7,040,000 under new grant terms, to replace the 5,900,000 stock options outstanding at March 31, 2014, which were cancelled subsequent to the quarter end, as a result of the Transaction.