COMMANDER RESOURCES LTD.

CONDENSED INTERIM FINANCIAL STATEMENTS

For the Six Months Ended
June 30, 2014
(Expressed in Canadian Dollars)
(Unaudited – See Notice)

Notice of No Auditor Review of the Condensed Interim Financial Statements

The accompanying unaudited condensed interim financial statements of Commander Resources Ltd. ("the Company"), for the six months ended June 30, 2014, have been prepared by management and have not been the subject of a review by the Company's independent auditor.

COMMANDER RESOURCES LTD.

(An Exploration Stage Company)

Condensed Interim Statements of Financial Position

(Expressed in Canadian dollars)

(Unaudited - See Notice)

	Note		June 30, 2014		December 31, 2013
Assets					
Current assets					
Cash and cash equivalents	5	$	26,964	$	102,602
Investment in securities	6		627,048		467,541
Receivables	8		4,770		10,443
Prepaid expenses			846		7,393
			659,628		587,979
Non-current assets					
Deposit and others			37,377		37,377
Exploration and evaluation assets	9		18,211,976		18,196,194
Investment in associated company	10		2,311,077		2,377,133
Property and equipment	11		2,743		4,910
			20,563,173		20,615,614
Total Assets		**$**	**21,222,801**	**$**	**21,203,593**
Liabilities					
Current liabilities					
Accounts payable and accrued liabilities	12	$	146,245	$	43,497
Non-current liability					
Deferred tax liability			503,000		503,000
			649,245		546,497
Shareholders' Equity					
Share capital	13		38,963,931		38,963,931
Reserves			627,960		859,256
Accumulated other comprehensive income			535,677		405,661
Deficit			(19,554,012)		(19,571,752)
			20,573,556		20,657,096
Total Liabilities and Shareholders' Equity		**$**	**21,222,801**	**$**	**21,203,593**

Note 1 Nature of Operations and Going Concern
Note 15 Commitments
Note 16 Subsequent Events

Approved on behalf of the Board of Directors on August 21, 2014:

"Eric Norton"	*"David Watkins"*
Eric Norton	David Watkins

See Accompanying Notes to the Condensed Interim Financial Statements

COMMANDER RESOURCES LTD.
(An Exploration Stage Company)
Condensed Interim Statements of Operations
(Expressed in Canadian dollars)
(Unaudited - See Notice)

	Note	For the Three Months Ended June 30 2014	For the Three Months Ended June 30 2013	For the Six Months Ended June 30 2014	For the Six Months Ended June 30 2013
Expenses					
Accounting and audit		$ 12,150	$ 19,319	$ 24,600	$ 40,472
Administration and others		19,782	32,388	47,831	72,085
Depreciation		1,084	1,084	2,167	2,167
Consulting		16,800	15,607	33,600	37,032
Investor relations and promotion		6,575	16,780	16,900	64,867
Legal		3,055	4,244	5,416	4,607
Salaries and benefits		24,391	33,791	48,920	73,785
Share-based payments	13(c)	25,212	2,001	51,161	9,869
		(109,049)	**(125,214)**	**(230,595)**	**(304,884)**
Other items					
Exchange gain		(94)	2,460	427	5,053
Gain on investment in securities		-	30,232	-	30,232
Recovery on exploration and evaluation assets		-	8,782	-	8,782
Gain on disposal of investment in associated company	10	-	-	12,919	-
Share of gain (loss) and dilution loss in associated company	10	6,506	(154,517)	(47,468)	(186,916)
Net loss for the period		**$ (102,637)**	**$ (238,257)**	**$ (264,717)**	**$ (447,733)**
Loss per share - basic and diluted		$ (0.001)	$ (0.002)	$ (0.003)	$ (0.004)
Weighted average number of common shares outstanding - basic and diluted		100,492,521	100,098,565	100,492,521	100,070,698

See Accompanying Notes to the Condensed Interim Financial Statements

COMMANDER RESOURCES LTD.

(An Exploration Stage Company)

Condensed Interim Statements of Comprehensive Income (Loss)

(Expressed in Canadian dollars)

(Unaudited - See Notice)

	Note	For the Three Months Ended June 30 2014	For the Three Months Ended June 30 2013	For the Six Months Ended June 30 2014	For the Six Months Ended June 30 2013
Net loss for the period		**$ (102,637)**	**$ (238,257)**	**$ (264,717)**	**$ (447,733)**
Fair value adjustment on available-for-sale securities	6	(47,776)	295,631	130,016	270,159
Other comprehensive income (loss)		$ (47,776)	$ 295,631	$ 130,016	$ 270,159
Comprehensive income (loss) for the period		**$ (150,413)**	**$ 57,374**	**$ (134,701)**	**$ (177,574)**

See Accompanying Notes to the Condensed Interim Financial Statements

COMMANDER RESOURCES LTD.

(An Exploration Stage Company)

Condensed Interim Statements of Cash Flows

(Expressed in Canadian dollars)

(Unaudited - See Notice)

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2014	**2013**	**2014**	**2013**
Cash used in:				
Operating activities				
Net loss for the period	$ (102,637)	$ (238,257)	$ (264,717)	$ (447,733)
Items not involving cash:				
Depreciation	1,084	1,084	2,167	2,167
Share-based payments	25,212	2,001	51,161	9,869
Gain on disposal of investment in associated company	-	(30,232)	(12,919)	(30,232)
Share of loss and dilution (gain) loss in associated company	(6,506)	154,517	47,468	186,916
	(82,847)	**(110,887)**	**(176,840)**	**(279,013)**
Changes in non-cash working capital items:				
Receivables	4,739	(8,326)	5,673	(2,819)
Prepaid expenses	2,241	9,284	6,547	21,956
Accounts payable and accrued liabilities	91,961	(21,256)	103,426	(13,716)
Cash provided from (used in) operating activities	**16,094**	**(131,185)**	**(61,194)**	**(273,592)**
Investing activities				
Expenditures on exploration and evaluation assets	(8,716)	(53,606)	(45,951)	(109,466)
Recoveries from exploration and evaluation assets	-	(35,800)	-	(35,800)
Change in working capital related to exploration and evaluation assets	-	35,800	-	35,800
Net proceeds from disposition of marketable securities	-	123,173	-	123,173
Net proceeds from disposition of shares of associated company	-	-	31,507	-
Cash provided from (used in) investing activities	**(8,716)**	**69,567**	**(14,444)**	**13,707**
Increase (decrease) in cash and cash equivalents	**7,378**	**(61,618)**	**(75,638)**	**(259,885)**
Cash and cash equivalents, beginning of period	19,586	324,843	102,602	523,110
Cash and cash equivalents, end of period	**$ 26,964**	**$ 263,225**	**$ 26,964**	**$ 263,225**
Non-Cash Investing Activities:				
Marketable securities received for exploration and evaluation	$ 29,491	$ -	$ 29,491	$ -
Shares issued for exploration and evaluation assets	$ -	$ 20,500	$ -	$ 20,500
Accounts payable and accrued liabilities related to exploration & evaluation assets	$ 21,567	$ -	$ 21,567	$ -
Accounts receivable related to exploration & evaluation assets	$ -	$ 35,800	$ -	$ 35,800

See Accompanying Notes to the Condensed Interim Financial Statements

COMMANDER RESOURCES LTD.
(An Exploration Stage Company)
Condensed Interim Statements of Changes in Equity
(Expressed in Canadian dollars)
(Unaudited - See Notice)

	Share Capital		Reserves		Accumulated Other Comprehensive Income (Loss)	Deficit	Total Shareholders' Equity
	Shares	Amount	Warrants	Share-Based Payments			
Balance at December 31, 2012	**100,042,521**	**$ 38,929,431**	**$ 211,843**	**$ 1,135,049**	**$ (16,706)**	**$ (19,384,712)**	**$ 20,874,905**
Net loss for the period	-	-	-	-	-	(447,733)	(447,733)
Unrealized gain on available-for-sale securities	-	-	-	-	270,159	-	270,159
Share-based payments	-	-	-	9,869	-	-	9,869
Shares issued on acquisition of exploration and evaluation assets	250,000	20,500	-	-	-	-	20,500
Transfer of share-based payments expired	-	-	-	(281,407)	-	281,407	-
Transfer of warrants expired			(211,843)			211,843	-
Balance at June 30, 2013	**100,292,521**	**$ 38,949,931**	**$ -**	**$ 863,511**	**$ 253,453**	**$ (19,339,195)**	**$ 20,727,700**
Net loss for the period	-	-	-	-	-	(236,812)	(236,812)
Unrealized gain on available-for-sale securities	-	-	-	-	69,542	-	69,542
Transfer to income on sale of marketable securities	-	-	-	-	82,666	-	82,666
Transfer of share-based payments expired	-	-	-	(4,255)	-	4,255	-
Shares issued on acquisition of exploration and evaluation assets	200,000	14,000	-	-	-	-	14,000
Transfer of warrants expired	-	-	-	-	-	-	-
Balance at December 31, 2013	**100,492,521**	**$ 38,963,931**	**$ -**	**$ 859,256**	**$ 405,661**	**$ (19,571,752)**	**$ 20,657,096**
Net loss for the period	-	-	-	-	-	(264,717)	(264,717)
Unrealized gain on available-for-sale securities (Note 6)	-	-	-	-	130,016	-	130,016
Share-based payments (Note 13)	-	-	-	51,161	-	-	51,161
Transfer of share-based payments expired (Note 13(c))	-	-	-	(282,457)	-	282,457	-
Balance at June 30, 2014	**100,492,521**	**$ 38,963,931**	**$ -**	**$ 627,960**	**$ 535,677**	**$ (19,554,012)**	**$ 20,573,556**

See Accompanying Notes to the Condensed Interim Financial Statements

1. Nature of Operations and Going Concern

Commander Resources Ltd. (the "Company" or "Commander") is actively exploring and developing its exploration and evaluation assets and has not yet determined whether these properties contain mineral resources that are economically recoverable. The Company has not earned significant revenues from its exploration and evaluation asset interests and is considered to be in the exploration stage.

The address of the Company's corporate office and principal place of business is 1100 - 1111 Melville Street, Vancouver, British Columbia, Canada, V6E 3V6.

These condensed interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Accordingly, these condensed interim financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

The Company has relied on the issuance of share capital to finance its activities. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. The Company intends to continue relying upon the issuance of shares to finance its future activities, but there can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company. Inability to secure future financing would have a material adverse effect on the Company's business, results of operations and financial condition. The effects of these may cast doubt about the Company's ability to continue as a going concern.

For the period ended June 30, 2014, the Company reported a net loss of $264,717 (2013 - net loss of $447,733) and as at June 30, 2014 had a deficit of $19,554,012 (December 31, 2013 - $19,571,752), and working capital of $513,383 (December 31, 2013 - $544,482).

2. Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). They do not include all of the information required for full annual financial statements, and should be read in conjunction with the Company's annual financial statements as at and for the year ended December 31, 2013. Accordingly accounting policies applied are the same as those applied in the Company's annual financial statements which are filed on SEDAR at www.sedar.com. These condensed interim financial statements were authorized for issue by the Board of Directors on August 21, 2014.

3. Summary of Significant Accounting Policies

These condensed interim financial statements have been prepared on a historical cost basis, except for certain financial instruments classified as financial instruments at fair value through profit and loss, which are stated at their fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information. These condensed interim financial statements are presented in Canadian dollars, unless otherwise noted.

3. Summary of Significant Accounting Policies (Continued)

(a) Basis of presentation

The condensed interim financial report does not include all of the information required of a full annual financial report and is intended to provide users with an update in relation to events and transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2013. However, this interim financial report provides selected significant disclosures that are required in the annual financial statements under IFRS.

Certain amounts in prior periods have been reclassified to conform to the current period presentation.

(b) Critical accounting judgments, estimates and assumptions

The preparation of these condensed interim financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of estimates in the preparation of financial statements include the carrying value and recoverability of exploration and evaluation assets; determination of deferred tax assets; the assumptions used in the determination of the fair value of share-based payments; and going concern.

Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods. Uncertainty about these judgments, estimates and assumptions could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods.

(c) Segment information

The Company conducts its business as a single segment being the business of exploring and developing mining assets in Canada. All exploration and evaluation assets and equipment are situated in Canada.

(d) Accounting standards issued but not yet effective

Effective January 1, 2013, the following standards were adopted but have had no material impact on the financial statements.

- IFRS 10: New standard to establish principles for the presentation and preparation of consolidated financial statements, effective for annual periods beginning on or after January 1, 2013
- IFRS 11: New standard to account for the rights and obligations in accordance with a joint agreement, effective for annual periods beginning on or after January 1, 2013
- IFRS 12: New standard for the disclosure of interest in other entities not within the scope of IFRS 9 / IAS 39, effective for annual periods on or after January 1, 2013
- IFRS 13: New standard on the measurement and disclosure of fair value, effective for annual periods beginning on or after January 1, 2013

3. Summary of Significant Accounting Policies (Continued)

(d) Accounting standards issued but not yet effective (Continued)

- IAS 27 (Amendment): As a result of the issue of IFRS 10, IFRS 11 and IFRS 12. IAS 27 deals solely with separate financial statements, effective for annual periods beginning on or after January 1, 2013
- IAS 28 (Amendment): New standard issued that supersedes IAS 28 (2003) to prescribe the application of the equity method to investments in associates and joint ventures, effective for annual periods beginning on or after January 1, 2013

New standards and interpretations not yet adopted

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for accounting periods beginning on or after January 1, 2014. The following have not yet been adopted by the Company and are being evaluated to determine their impact.

- IAS 32 (Amendment): Standard amended to clarify requirements for offsetting financial assets and financial liabilities, effective for annual periods beginning on or after January 1, 2014
- IFRS 7: Amended to require additional disclosures on transition from IAS 39 and IFRS 9, effective for annual periods beginning on or after January 1, 2015
- IFRS 9: New standard that replaced IAS 39 for classification and measurement
- IFRS 14: Regulatory deferral accounts, effective for annual periods beginning on or after January 1, 2016

4. Financial Instruments and Risk Management

(a) Fair value

The Company has classified its financial instruments as follows:

Cash and cash equivalents – as FVTPL
Investment in securities – as AFS
Receivables – as loans and receivables
Accounts payable and accrued liabilities – as other financial liabilities

The carrying values of cash and cash equivalents, receivables and accounts payable and accrued liabilities approximate their fair values due to the short-term to maturity of these financial instruments. The Company classifies its financial instruments measured at fair value at one of three levels according to the relative reliability of the inputs used to estimate the fair value:

Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities;
Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

(Expressed in Canadian dollars)

4. Financial Instruments and Risk Management (Continued)

(a) Fair value (Continued)

The following table summarizes fair value measurement by level at June 30, 2014 and December 31, 2013 for financial assets and liabilities measured at fair value on a recurring basis:

	Total	Level 1	Level 2	Level 3
June 30, 2014				
Investment in securities	$ 627,048	$ 627,048	$ -	$ -
December 31, 2013				
Investment in securities	$ 467,541	$ 467,541	$ -	$ -

(b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty satisfying financial obligations as they become due. The Company manages its liquidity risk by forecasting cash flows from operations and anticipated investing and financing activities to ensure it will have sufficient liquidity to meet liabilities when due. At June 30, 2014, the Company had cash and cash equivalents of $26,964 (December 31, 2013 - $102,602) and accounts payable and accrued liabilities of $146,245 (December 31, 2013 - $43,497).

(c) Credit risk

Credit risk is the risk that counterparty to a financial instrument will fail to discharge its contractual obligations. The Company is exposed to credit risk with respect to its cash and cash equivalents, and receivables other than Goods and Services Tax ("GST"). This risk is minimized as cash and cash equivalents have been placed with a major Canadian financial institution. The Company performs on-going credit evaluations of its receivables. The maximum exposure to loss arising from receivables is equal to their carrying amounts. Credit risk with respect to amounts due from related parties, included in receivables, has been assessed as low by management as the Company has strong working relationships with the parties involved.

The Company's concentration of credit risk and maximum exposure at June 30, 2014 and December 31, 2013 are as follows:

	June 30, 2014	December 31, 2013
Cash	$ 26,964	$ 102,602
Receivables	1,802	5,711
	$ 28,766	**$ 108,313**

(d) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk comprises three types of risk: interest rate risk, foreign currency risk and other price risk.

(Expressed in Canadian dollars)

4. Financial Instruments and Risk Management (Continued)

(d) Market risk (Continued)

i. Foreign currency risk

		June 30, 2014		December 31, 2013
Cash balance in USD $	**$**	-	**$**	13,001

As of June 30, 2014, the Company did not carry US dollar denominated cash balances and therefore the Company was not subject to foreign risk.

ii. Other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices, other than those arising from interest rate risk or foreign currency risk. The Company is exposed to other price risk with respect to its investment in securities. A change in the fair value by 10% would increase or decrease comprehensive income by $62,705.

There were no changes in the Company's approach to risk management during the period ended June 30, 2014.

5. Cash and Cash Equivalents

		June 30, 2014		December 31, 2013
Cash	$	26,964	$	92,602
Term deposit with interest 1.20%		-		10,000
	$	**26,964**	**$**	**102,602**

6. Investment in Securities

The Company holds less than 10% of the outstanding common shares of each investment, except for its investment in Aston Bay Venture Ltd (“BAY”) (Note 9(c)), of which the Company owns more than 10% of the common shares but less than 20% of the total common shares outstanding.

The fair value of investments in securities as at June 30, 2014 and December 31, 2013 is follows:

		June 30, 2014		December 31, 2013
Cost	$	127,411	$	97,920
Unrealized gain		499,637		369,621
	$	**627,048**	**$**	**467,541**

During the period ended June 30, 2014, the Company had transactions in investment in securities as follows:

i. On April 30, 2014, BAY issued the Company 203,777 common shares per amended agreement to compensate its shortfall in its 2013 work commitment on the Storm property (Note 9(c)).

ii. On June 5, 2014, Stratabound Minerals Corp. (“Stratabound”) issued the Company 100,000 common shares under the terms of the option agreements for the Nepisiguit and Stewart properties (Note 9(g)(i)).

(Expressed in Canadian dollars)

6. Investment in Securities (Continued)

During the six months ended June 30, 2014, the Company recognized a gain of $130,016 (2013 –$ 270,159) in other comprehensive income (loss) to reflect the changes in the fair value of its investment in securities.

7. Capital Management

The Company defines its capital as all components of equity. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of exploration and evaluation assets. The Board of Directors does not establish a 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. There were no changes in the Company's approach to capital management during the period ended June 30, 2014. The Company is not subject to externally imposed capital requirements.

8. Receivables

The following is an aging summary of outstanding balances as at June 30, 2014 and December 31, 2013:

	Current	31 - 60 days	61 - 90 days	> 90 days	TOTAL
June 30, 2014	$ 4,557	$ -	$ 213	$ -	$ 4,770
December 31, 2013	$ 10,443	$ -	$ -	$ -	$ 10,443

9. Exploration and Evaluation Assets

Exploration and evaluation assets are comprised of properties located in Canada. Cumulative expenditures incurred on exploration and evaluation assets as at June 30, 2014 were as follows:

	Baffin, Nunavut		Yukon	Nunavut	B.C.	Ontario	Labrador	Other	
	Qimmiq	**Bravo Lake**	**Glenmorangie**	**Storm**	**Omineca**	**Sabin**	**Sarah Lake**	**Properties**	**Total**
Note	9(a)		9(b)	9(c)	9(d)	9(e)	9(f)	9(g)	
Balance at December 31, 2013	**$ 9,392,832**	**$2,597,097**	**$ 548,633**	**$ 823,910**	**$ 232,287**	**$ 283,250**	**$1,820,234**	**$2,497,951**	**$ 18,196,194**
Exploration costs:									
Geology	300	300	3,360	2,420	3,930	3,050	8,798	21,207	43,365
Property	-	-	-	-	-	338	-	1,150	1,488
Other	420	-	-	-	-	-	-	-	420
	720	300	3,360	2,420	3,930	3,388	8,798	22,357	45,273
Less:									
Recoveries	-	-	-	(26,491)	-	-	-	(3,000)	(29,491)
Net additions	720	300	3,360	(24,071)	3,930	3,388	8,798	19,357	15,782
Balance at June 30, 2014	**$ 9,393,552**	**$2,597,397**	**$ 551,993**	**$ 799,839**	**$ 236,217**	**$ 286,638**	**$1,829,032**	**$2,517,308**	**$ 18,211,976**

(Expressed in Canadian dollars)

9. Exploration and Evaluation Assets (Continued)

(a) Baffin Island Properties, Nunavut

The Baffin Island Properties consist of two separate properties named Qimmiq and Bravo Lake (collectively, the "Baffin Properties"). The Company owns 100% of the Qimmiq property, subject to an underlying agreement with Nunavut Tunngavik Inc. and certain future considerations to BHP Billiton. The Company owns 100% of the Bravo Lake property subject to certain future considerations to Xstrata Nickel, a business unit of Xstrata Canada Corporation.

(b) Glenmorangie, Yukon

The option agreement negotiated in September 2011 for the Glenmorangie property in Yukon allows the Company to earn a 100% interest in the Property through the staged issue of 840,000 shares, staged cash payments of $147,000 and a total exploration expenditure of $500,000 over four years.

On May 27, 2013, the Company renegotiated with the optioners to have cash and expenditure requirement due in 2013 waived (Note 9 (b)(iii)). On March 26, 2014, the Company renegotiated with the optioners again to postpone the $30,000 cash payment due on June 30, 2014 to June 30, 2015. The final cash payment on June 30, 2015 will be revised from $60,000 to a total of $90,000 (Note 9 (b)(iv)). In return, the Company agreed to increase the shares issued to the optionors by June 30, 2014 from 180,000 shares to 300,000 shares (Note 9 (b)(iv)). The optionors further agreed to reduce the work commitment from $125,000 to $100,000 on or before June 30, 2015 (Note 9(b)(v)). The total exploration expenditure over the four years reduced from $500,000 to $350,000 after the amendments.

Amendments were made as the following schedule:

	Cash	Shares	Exploration Expenditures	Due Date
i)	$ 12,000	150,000	$ -	6/08/2011 (incurred)
ii)	15,000	150,000	125,000	6/30/2012 (incurred)
iii)	-	150,000	-	6/30/2013 (incurred, cash payment and work commitment waived)
iv)	-	300,000	125,000	6/30/2014 (incurred, cash payment extended and shares increased)
v)	90,000	210,000	100,000	6/30/2015
	$ 117,000	**960,000**	**$ 350,000**	

(c) Storm Property, Nunavut

In November 2011, the Company entered into an option agreement with BAY, which allowed BAY to earn an initial 50.1% interest in the Storm Property. In July 2012, the option agreement was amended to provide BAY more flexibility with respect to the timing and size of their initial public offering.

On February 14, 2014 another amended agreement was reached between the Company and BAY, whereby BAY has the right to buy down the Gross Overriding Royalty (GOR) from 0.875% to 0.4% for $2 million in 2014, increasing by $1 million per year after 2014. On April 30, 2014, BAY issued 203,777 common shares in satisfaction of a shortfall penalty of $35,408 in connection with the company's option to acquire a 70-per-cent right, title and interest in and to the Storm Copper target area and the Seal target area located on Somerset Island in Nunavut, Canada (Note 6). The satisfaction of the shortfall penalty is to maintain the option is good standing. As at June 30, 2014, Commander held 3,203,777 shares of BAY.

9. Exploration and Evaluation Assets (Continued)

(c) Storm Property, Nunavut (Continued)

On June 26, 2014, the Company amended the option agreement to accommodate the involvement of a wholly owned subsidiary of Antofagasta plc ("Antofagasta") which BAY has signed a binding Memorandum of Understanding ("MOU") with.

Commander agreed to allow BAY to buy out Commander's interest in the property for $15 million, or 20% of BAY's market cap, after they have exercised the First Option and earned 50.1% of the property. BAY will have until December 31, 2016 to spend $6 million in exploration on the property and exercise the First Option. In recognition of the continuing difficult capital markets for funding of exploration projects, and the lack of adequate time to prepare for a large program in 2014, Commander accepts that the work program for 2014 will be primarily aimed at setting up and positioning of equipment for a larger program in 2015.

In return for the accommodations, BAY will deliver 500,000 shares of BAY to Commander within 20 business days of the signing of the Amendment (Note 16). This is an advance from the original agreement, under which the shares would have been due after BAY exercised the First Option. Following receipt of these shares, Commander will hold a total of approximately 3.7 million shares of BAY.

(d) Omineca Properties, British Columbia

The Company owns a 100% interest in the properties of Abe, Pal, Aten, Mate and Tut (together called the "Omineca Properties") located within the Quesnel Trough of British Columbia. The vendor of the property retains a 1% net smelter return royalty ("NSR") in the Abe and Pal properties and will participate in certain cash or share considerations received from the future sale or option of the properties to a third party.

(e) Sabin, Ontario

The Sabin copper-zinc property consists of certain claims located in northwest Ontario. Ownership interests of Commander on the property vary from 58.5% to 100%.

(f) Sarah Lake, Labrador

The Company owns 100% interest in the Sarah Lake property.

In May 2013, the Company reached an agreement with Donner Metals Ltd. ("Donner Metals") to acquire Donner's 51.68% interest in the Sarah Lake nickel property in Labrador. Donner Metals and the Company have been Joint Venture partners in this property under the terms of an Option/Joint Venture Agreement dated November 18, 1995. The Company agreed to purchase Donner Metals' interest in exchange for 100,000 common shares of the Company. 100,000 common shares were issued to Donner Metals on May 28, 2013 and the Company now holds a 100% interest in the property (Note 13(b)). On July 9, 2013 the Company reached another agreement with Donner Metals and Northern Abitibi to acquire their 100% interest in Mineral License #17714M in Labrador adjacent to the Company's Sarah Lake property. The Company agreed to purchase their claim in exchange for 100,000 shares of the Company to each of Donner Metals and Abitibi, and the shares were issued pursuant to the purchase agreement on July 26, 2013 (Note 13(b)). The Company consolidated its original Sarah Lake nickel property with the newly acquired adjacent claims and renamed the entire parcel Sarah Lake property.

(Expressed in Canadian dollars)

9. Exploration and Evaluation Assets (Continued)

(g) Other Properties

The Company owns several other properties in Canada in which it holds interests ranging from 10% to 100%. The Company has granted options on some of these properties. The carrying values of those properties included under Other Properties at June 30, 2014 and December 31, 2013 is as follows:

	Ownership %	Metal		June 30, 2014		December 31, 2013
Labrador Properties						
Sally	*100.00*	*Nickel*	$	393,241	$	393,241
Sandy	*100.00*	*Nickel*		73,761		61,963
Newfoundland						
Hermitage	*100.00*	*Uranium*		3,500		-
New Brunswick						
Nepisiguit/Stewart	*100.00*	*Copper-Zinc*		1,133,625		1,133,975
Ontario						
Houghton Lake				21,206		20,207
Yukon						
Olympic, Rob	*100.00*	*Copper-Gold-Uranium*		891,975		888,565
Total Other Properties			**$**	**2,517,308**	**$**	**2,497,951**

i. Nepisiguit/Stewart, New Brunswick

The Company owns 100% of the properties located in the Bathurst Mining Camp of New Brunswick, subject to a 2.75% NSR retained by the Optionor. The NSR is subject to a buy-down to 1% NSR for $1.5 million at any time. During the year ended December 31, 2010, the Company entered into an option agreement with Stratabound providing Stratabound the right to earn an initial 60% interest in the Company's Nepisiguit and Stewart properties. Stratabound is the operator during the term of the option, and will be the initial operator pursuant to any joint venture agreement entered into by the parties thereafter.

Under the terms of the option, Stratabound has the right to earn an initial 60% participating interest in the properties over a five-year period by issuing to the Company 400,000 Stratabound shares and completing $1,500,000 in eligible exploration expenditures. Upon vesting its 60% interest, Stratabound may then, within 60 days, elect to increase its interest to 65% by incurring an additional $1,000,000 in eligible expenditures over a two-year period and issuing an additional 100,000 Stratabound shares to the Company.

The option agreement was amended in 2013. The option period was extended to December 31, 2016 and 65,000 Stratabound shares are to be issued in 2016. Exploration expenditures were reduced for 2014 (from $400,000 to $250,000) and 2015 ($450,000 to $300,000) and added to 2016 of $400,000.

As at June 30, 2014 the Company received in total 335,000 shares of Stratabound.

ii. Houghton Lake, Ontario

In November 2012, the Company acquired several claims, collectively named the "Houghton Lake Property" ("Houghton Lake") adjacent to the Company's Sabin Property.

9. Exploration and Evaluation Assets (Continued)

(g) Other Properties (Continued)

iii. Olympic and Rob, Yukon

The Company owns 100% of the Olympic and Rob properties subject to a 1% NSR registered to Blackstone Ventures Inc. on the Rob property. The NSR may be reduced to 0.5% at any time for $1 million. The Yukon properties are located within the boundary of the Peel Watershed Regional Land Use Plan and are subject to restrictions on certain mining activities. The final recommendations have not been completed by the regulatory authorities. Any adverse recommendations could lead to an impairment write-down of approximately $892,000.

(h) Title to resource properties

Although the Company has taken steps to verify the title to resource properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

(i) Environmental

The Company is subject to the laws and regulations relating to environmental matters in all jurisdictions in which it operates, including provisions relating to property reclamation, discharge of hazardous material and other matters. The Company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its properties and properties in which it has previously had an interest. The Company conducts its mineral exploration activities in compliance with applicable environmental protection legislation. The Company is not aware of any existing environmental problems related to any of its current or former properties that may result in material liability to the Company.

Environmental legislation is becoming increasingly stringent and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions. If the restrictions adversely affect the scope of exploration and development on the resource properties, the potential for production on the properties may be diminished or negated.

(j) Realization of assets

Exploration and evaluation assets comprise a substantial portion of the Company's assets. Realization of the Company's investment in these assets is dependent upon the establishment of legal ownership, the attainment of successful production from the properties or from the proceeds of their disposal.

Resource exploration and development is highly speculative and involves inherent risks. While the rewards if an ore body is discovered can be substantial, few properties that are explored are ultimately developed into producing mines.

There can be no assurance that current exploration programs will result in the discovery of economically viable quantities of ore. The amounts shown for acquisition costs and deferred exploration expenditures represent costs incurred to date and do not necessarily reflect present or future values.

(Expressed in Canadian dollars)

10. Investment in Associated Company

As at June 30, 2014, the Company holds 34% of the outstanding shares of its associated company, Maritime Resources Corp. ("Maritime"), giving it significant influence over Maritime's operations. Maritime was incorporated under the laws of British Columbia, Canada and is primarily engaged in the exploration of resource properties in Green Bay, Newfoundland, Canada. The investment is being accounted for using the equity method and includes a pro-rata share of Maritime's transactions as at and for the period ended June 30, 2014.

On March 18, 2014, the Company sold 100,000 common shares of Maritime at $0.32 per share for gross cash proceeds of $32,000. Net of commission of $493 and cost of $18,588, a gain of $12,919 was included in its statement of loss during the period ended June 30, 2014.

The value of the Company's investment in Maritime as at June 30, 2014 and December 31, 2013 was as follows:

	Number of Shares		Amount
Balance at December 31, 2012	**12,500,000**	**$**	**2,610,148**
Share of loss of Maritime for the period	-		(94,911)
Disposition of Maritime shares	(500,000)		(92,941)
Dilution loss on issuance of shares by Maritime			(92,005)
Balance at June 30, 2013	**12,000,000**		**2,330,291**
Share of loss of Maritime for the period	-		(90,956)
Dilution effect	-		45,793
Balance at December 31, 2013	**12,000,000**		**2,377,133**
Share of loss of Maritime for the period	-		(88,680)
Disposition of Maritime shares	(100,000)		(18,588)
Dilution effect	-		41,212
Balance at June 30, 2014	**11,900,000**	**$**	**2,311,077**

The fair value of the Maritime shares has been determined in whole by reference to the closing price of the shares on the TSX-V at each period end date.

A summary of Maritime's financial information unadjusted for the percentage ownership held by the Company as at June 30, 2014 and December 31, 2013, is as follows:

		June 30, 2014		December 31, 2013
Total assets	$	4,838,328	$	4,778,875
Total liabilities	$	50,098	$	260,693
Loss for the period	$	407,357	$	596,942

(Expressed in Canadian dollars)

11. Property and Equipment

The Company had property and equipment with the following cost and accumulated depreciation as at June 30, 2014 and December 31, 2013:

	Furniture & Fixtures	Computer Equipment	Leasehold Improvements	Total
Cost				
At December 31, 2013	$ 59,504	$ 185,082	$ 3,528	$ 248,114
At June 30, 2014	$ 59,504	$ 185,082	$ 3,528	$ 248,114
Accumulated Depreciation				
At December 31, 2013	$ 59,051	$ 181,683	$ 2,470	$ 243,204
Additions	226	1,588	353	2,167
At June 30, 2014	$ 59,277	$ 183,271	$ 2,823	$ 245,371
Net Book Value				
At December 31, 2013	$ 453	$ 3,399	$ 1,058	$ 4,910
At June 30, 2014	$ 227	$ 1,811	$ 705	$ 2,743

12. Accounts Payable and Accrued Liabilities

The average credit period of purchases is one month. The Company has financial risk management policies in place to ensure that all payables are paid within the agreed-upon credit terms. The following is an aging analysis of accounts payable and accrued liabilities:

	Current	31 - 60 days	61 - 90 days	> 90 days	Total
June 30, 2014	$ 63,510	$ 24,957	$ 36,139	$ 21,639	$ 146,245
December 31, 2013	$ 43,497	$ -	$ -	$ -	$ 43,497

13. Share Capital

(a) Authorized

Unlimited common shares without par value.

(b) Shares issued

__During the period ended June 30, 2014__

No shares were issued during the six months ended June 30, 2014.

__During the year ended December 31, 2013__

On May 28, 2013, 100,000 common shares at a deemed value of $0.10 per share were issued to Donner Metals for additional interest in the Sarah Lake property (Note 9(f)).

On June 18, 2013, 150,000 common shares at a value of $0.07 per share were issued for the acquisition of the Glenmorangie property (Note 9(b)).

(Expressed in Canadian dollars)

13. Share Capital (Continued)

(b) Shares issued (Continued)

On July 26, 2013, 200,000 common shares at a value of $0.07 per share were issued for the acquisition of the Sarah Lake property (Note 9(f)).

(c) Stock options

Options to purchase common shares have been granted to directors, employees and consultants at exercise prices determined by reference to the market value of the Company's common shares on the date of the grant, and for a period of up to ten years. Under the Company's stock option plan, the Company may grant stock options for the purchase of up to 18,000,000 common shares. Vesting conditions are determined at the discretion of the Board of Directors at the time the options are granted.

On February 7, 2014, the Company granted 2,395,000 incentive stock options to directors, officers, employees and consultants under its stock option plan, exercisable for five years at a price of $0.05 per share.

During the period ended June 30, 2014, 2,732,000 options expired with a weighted average exercise price of $0.15. As a result, $282,456 relating to expired stock options was transferred to deficit. 6,489,750 of the outstanding stock options as at June 30, 2014 were exercisable with a weighted average remaining contractual life of 2.72 years.

A summary of the Company's outstanding stock options as at June 30, 2014 and December 31, 2013 are as follows:

	Number of Options		Weighted Average Exercise Price
Outstanding at December 31, 2012	**9,739,500**	**$**	**0.18**
Expired	(2,626,500)	$	0.18
Outstanding as of June 30, 2013	**7,113,000**	**$**	**0.19**
Expired	(230,000)	$	0.12
Outstanding as of December 31, 2013	**6,883,000**	**$**	**0.19**
Granted	2,395,000	$	0.05
Expired	(2,732,000)	$	0.15
Outstanding as of June 30, 2014	**6,546,000**	**$**	**0.15**
Exercisable as of June 30, 2014	**6,489,750**	**$**	**0.15**

The fair value of each option granted is estimated at the time of the grant using the Black-Scholes option pricing model with weighted average assumptions for the grants for the periods ended June 30, 2014 and 2013 as follows:

	2014	2013
Risk-free interest rate	1.59%	N/A
Forfeiture rate	0.00%	N/A
Expected dividend yield	0.00%	N/A
Expected stock price volatility	90.2%	N/A
Expected option life in years	5.00	N/A
Grant date fair value	$0.026	N/A

(Expressed in Canadian dollars)

13. Share Capital (Continued)

(c) Stock options (Continued)

The Company has estimated the forfeiture rate to be 0.00%.

Expected volatility was determined based on the historical movements in the closing price of the Company's stocks for a length of time equal to the expected life of each option.

The following table summarizes information about stock options outstanding as at June 30, 2014:

Number of Options				
Outstanding	**Exercisable**	**Exercise Price**		**Expiry Date**
951,000	951,000	$	0.35	January 27, 2015
500,000	500,000	$	0.27	May 25, 2015
1,450,000	1,450,000	$	0.19	February 11, 2016
1,130,000	1,130,000	$	0.10	June 12, 2017
400,000	400,000	$	0.10	November 14, 2017
2,115,000	2,058,750	$	0.05	February 7, 2019
6,546,000	**6,489,750**	**$**	**0.15**	

The following is a breakdown of the share-based payments charged to operations on options vested for the periods ended June 30, 2014 and 2013:

		2014		2013		2014		2013
Accounting and audit	$	901	$	-	$	1,721	$	-
Consultants		12,790		1,812		24,445		9,182
Investor relations		713		189		1,273		687
Salaries and benefits		10,808		-		23,722		-
	$	**25,212**	**$**	**2,001**	**$**	**51,161**	**$**	**9,869**

14. Related Party Transactions

(a) Services

The Company's related parties consist of companies controlled by executive officers and directors. The Company incurred the following fees and expenses in the normal course of operations in connection with those companies for the periods ended June 30, 2014 and 2013 as follows:

	For the Three Months Ended June 30				For the Six Months Ended June 30			
		2014		**2013**		**2014**		**2013**
Legal	$	1,873	$	-	$	2,243	$	-
Administration and others		21,112		21,194		42,297		42,962
	$	**22,985**	**$**	**21,194**	**$**	**44,540**	**$**	**42,962**

(Expressed in Canadian dollars)

14. Related Party Transactions (Continued)

(a) Services (Continued)

During the period ended June 30, 2014, the Company charged Maritime $46,109 (2013 - $53,268) in respect of office administration, accounting, rent, insurance and investor relations expense shared by the companies.

At June 30, 2014, included in receivables were $1,075 (December 31, 2013 - $5,608) for administrative and office expenses due from companies related by common directors.

At June 30, 2014 included in accounts payable were amounts due to related parties of $17,683 (December 31, 2013 - $3,827) for administrative and office rent to companies related by a director in common, $2,348 of legal fees (December 31, 2013 - $Nil) to a company related by a director in common.

All related party balances are unsecured and non-interest bearing.

(b) Compensation of key management personnel

	For the Three Months Ended June 30		For the Six Months Ended June 30	
	2014	**2013**	**2014**	**2013**
Consulting	16,800	17,200	$ 33,600	$ 34,400
Geological consulting	2,400	14,400	29,750	19,200
Salaries and benefits [1]	22,221	59,546	44,719	141,856
Share-based payments	22,097	1,812	45,297	9,182
	$ 63,518	**$ 92,958**	**$ 153,366**	**$ 204,638**

[1] Balance includes amounts paid or accrued to key management personnel that are both expensed to the statement of operations, and capitalized to exploration and evaluation assets under geology.

At June 30, 2014, accounts payable included accrued salaries of $23,409 to the Chief Executive Officer (December 31, 2013 - $Nil) and $29,820 for consulting services to companies controlled by officers (December 31, 2013 - $Nil).

Key management personnel were not paid post-employment benefits, termination benefits or other long-term benefits during the period ended June 30, 2014.

15. Commitments

The Company shares the cost of the office premises with several companies based on the proportion of the area occupied. The lease of the office premises was signed by one of the companies and that company invoices other companies. Certain of the companies are related by virtue of directors in common.

The approximate annual minimum lease commitments are as follows:

Lease	Total
2014	$ 26,486
2015	35,315
Total	**$ 61,801**

16. Subsequent Events

a) On July 4, 300,000 common shares at a value of $0.05 per share were issued for the acquisition of the Glenmorangie property (Note 9(b)).

b) On July 22, 2014, BAY issued 500,000 common shares to Commander in return for the accommodations that Commander made in the option agreement amendment (Note 9(c)).

c) On July 24, 2014 and July 30, 2014, Commander respectively sold 200,000 and 256,000 shares of Maritime at $0.18 per share; with net proceed of $81,155.

Management Discussion and Analysis

For the Three and Six Months Ended
June 30, 2014

Description of Business

Commander Resources Ltd. ("Commander" or "the Company") is a company engaged in the acquisition and exploration of prospective gold, base metal, and uranium properties primarily in Canada. Commander is a reporting issuer in British Columbia and Alberta, and trades on the TSX Venture Exchange under the symbol "CMD".

Forward-Looking Information and Report Date

This Management Discussion and Analysis ("MD&A") may contain forward-looking statements that involve risks and uncertainties. When used in this MD&A, the words "anticipate", "believe", "estimate", "expect" and similar expressions are intended to identify such forward-looking statements. Readers are cautioned that these statements, which describe Commander's proposed plans, objectives, and budgets, may differ materially from actual results.

The following discussion and analysis of the financial position and results of operations for Commander is dated August 21, 2014 (the "Report Date") and should be read in conjunction with the audited financial statements for the year ended December 31, 2013 and the Company's condensed interim financial statement for the period ended June 30, 2014 and the notes thereto for the year ended December 31, 2013 prepared in accordance with International Financial Reporting Standards ("IFRS").

Highlights

1. On February 7, 2014 Commander granted 2,395,000 incentive stock options to directors, officers, employees and consultants under its stock option plan. The options are exercisable for five years at a price of $0.05 per share.

2. On March 18, 2014, the Company sold 100,000 common shares of Maritime Resources Corp. ("Maritime") at $0.32 per share for gross cash proceeds of $32,000.

3. 2,732,000 incentive stock options expired with a weighted average exercise price of $0.15 during the period ended June 30, 2014.

Active Projects

Storm Copper Property, Nunavut

Commander and Aston Bay Holdings ("BAY") signed an Option Agreement in November, 2011 (amended in July, 2012), under which BAY has the option to earn an initial 50.1% interest in the Storm Property by spending $6 million over four years and by completing a public listing on a recognized stock exchange by May 31, 2013. BAY may earn a 70% interest in Commander's Storm Property by funding total exploration expenditures of $15 million. As part of the Option Agreement and subsequent amendment, during the years ended December 31, 2012 and 2011, Commander received cash payments totaling $150,000 and 3 million shares of BAY, and is to be issued an additional 500,000 shares by December 31, 2015.

In 2013, BAY continued their investigation of the property and purchased the historical data set from Teck. A field exploration program was carried out to re-sample the drill core remaining on site and to tie in the drill collars and grid lines with the historical information. Modelling of the property has defined several areas of interest. In 2014 Commander shareholders will continue to see the benefit of work being done on our property at no cost to Commander during these difficult market conditions.

On April 30, 2014, BAY issued 203,777 common shares in satisfaction of a 2013 expenditure shortfall penalty of $35,408.

On June 26, 2014, the Company amended the option agreement to accommodate the involvement of a wholly owned subsidiary of Antofagasta plc ("Antofagasta") which BAY has signed a binding Memorandum of Understanding ("MOU") with.

Commander agreed to allow BAY to buy out Commander's interest in the property for $15 million, or 20% of BAY's market cap, after they have exercised the First Option and earned 50.1% of the property. BAY will have until December 31, 2016 to spend $6 million in exploration on the property and exercise the First Option. In recognition of the continuing difficult capital markets for funding of exploration projects, and the lack of adequate time to prepare for a large program in 2014, Commander accepts that the work program for 2014 will be primarily aimed at setting up and positioning of equipment for a larger program in 2015.

In return for the accommodations, subsequent to the period end, on July 22, 2014 BAY delivered 500,000 shares of BAY to Commander. This is an advance from the original agreement, under which the shares would have been due after BAY exercised the First Option. Following receipt of these shares, Commander holds a total of approximately 3.7 million shares of BAY.

Glenmorangie Gold Property, Yukon

The property was acquired by Commander through an option agreement with prospector syndicate (the "Optionors") in May 2011, and is located in southeast Yukon. The property is situated 35 km north of the 3Ace property, a recently discovered shear hosted gold system and 7 km west of the North American Tungsten Cantung mine.

The following points highlight the results from the last two years:

- A target area called the Camp Zone, has been defined by anomalous gold in soil values of up to 1050 ppb (1.05 g/t in 2012 sampling, and grab rock samples assaying up to 4.5 g/t Au (in last year's sampling). This zone now measures 2 km by 1.5 km.
- A second anomalous zone to the south, called the Hidden Valley Zone, has returned values of up to 131 ppb Au in soils.
- There are highly elevated levels of bismuth and arsenic with gold, suggesting a strong possibility of the veins being associated with a buried intrusive system.
- Mapping of the area has discovered localized higher grades of metamorphism and strong deformation, mineralized quartz veins, as well as the presence of intrusive bodies, which again suggests the possibility of gold mineralization associated with buried intrusions.

Under the terms of the amendment agreement dated April 24, 2014, the Optionors agreed to postpone a cash payment of $30,000 due on June 30, 2014 to June 30, 2015. The final cash payment due on June 30, 2015 will be a total of $90,000. Further, Commander agreed to increase the shares to be issued by June 30, 2014, under the Agreement, from 180,000 common shares to 300,000 common shares. Further, the work commitment expenditure due on the property by June 30, 2015 will be reduced from $125,000 to $100,000.

No work or cash payments are required on this property in 2014 to keep it in good standing in 2014.

Omineca Copper-Gold Property, BC

The property is located in North Central BC within the prolific copper-gold producing Quesnel trough. Commander holds six properties in the area.

2012's field program on the Omineca project included reconnaissance prospecting, mapping and geochemical sampling, which identified additional high copper and gold soil geochemistry within the Abe property. An overlapping anomalous zone of >1,000 ppm Cu (0.1%) in soils and up to 250 ppb Au in soils (0.25 g/t Au) covers over 1.8 km in extent. Anomalous gold values (>50 ppb) extend a further 1.5 km beyond this zone. This gold-copper zone was not drill tested in the 2007 program and remains a prospective target for a future drill program. Values of up to 1,650 ppm Cu and up to 654 ppb Au were discovered in this year's soils program. In addition, testing for Au and PGE's in rock samples discovered one sample with 1.16% Cu, 0.29 g/t Au, 0.57 g/t Pd as well as 0.54% Ni. Another sample recorded 2.24 g/t Au with 55.5 g/t Ag. With the known mafic intrusions on the property, a new dimension to the opportunities may occur on Abe.

No work or cash payments are required on this property in 2014 to keep it in good standing in 2014.

Sabin Copper-Gold Property, Ontario

The property is located in the Sturgeon Lake Greenstone belt of Archean metavolcanic and metasedimentary rocks in the Wabigoon Sub-Province of the Superior Province, 400 km northwest of Thunder Bay, Ontario. The property is known to host a VMS base-precious metal deposit called the Marchington Zone.

The soil sampling program in 2012 was designed to correlate soil geochemistry with the known Marchington VMS deposit, and to determine if this method could be useful for detecting anomalous levels of metals on other zones. Approximately 650 samples were collected on a north-south grid at 50m spacing with lines 100m apart.

Conclusions from the 2012 geochemical program were as follows:

- The method was successful in outlining the existing zones as well as identifying additional zones to the west and north that have not been drill tested.
- Numerous anomalous gold samples are irregularly distributed, likely due to overburden variation, however there is a co-incidence of gold values with the Marchington zone.
- The program indicates that the area has potential for further discoveries. Previous work did not close off the existing known mineralized zones, with potential to depth and along strike, and additional new zones have been identified.
- The detailed plot showing the combined results of base metals in soils across the area, as well as anomalous values (>10ppb) for gold is posted on the Company's website at www.commanderresources.com.

No work or cash payments are required on this property in 2014 to keep it in good standing in 2014.

Sarah Lake, Labrador

In May 2013, the Company reached an agreement with Donner Metals Ltd. ("Donner") to acquire Donner's 51.68% interest in the Sarah Lake nickel property in Labrador, in exchange for 100,000 common shares of the Company. Donner and the Company have been Joint Venture partners in this property under the terms of an Option/Joint Venture Agreement dated November 18, 1995. Following completion of the sale the Joint Venture Agreement was terminated and the Company holds a 100% interest in the property.

In July 2013 the Company reached another agreement with Donner and Northern Abitibi Mining Corp. ("Abitibi") to acquire their 100% interest in Mineral License #17714M in Labrador adjacent to the Sarah Lake property. The Company agreed to purchase their claim in exchange for an additional 100,000 common shares of the Company to Donner and 100,000 common shares to Abitibi. 200,000 common shares were issued respectively on July 26, 2013. The transaction was completed and Commander now holds a 100% title to 5,050 hectares of continuous property in the South Voisey area. Upon completion of the above transactions, the company consolidated its original Sarah Lake nickel property with the newly acquired adjacent claims and renamed the entire parcel Sarah Lake property.

A small amount of work is required on the Sandy claims this year to maintain the property in good standing.

Houghton Lake Gold Property, Ontario

In 2012, a range package of claims, collectively named the Houghton Lake Property, was acquired by a syndicate led by Commander. A syndicate of private individuals was assembled by Commander to fund the staking program in order to minimize cost to shareholders while maintaining significant exposure to the upside potential of this opportunity. Under this structure, Commander owns 40% of Houghton Lake and will manage all future work programs. The syndicate has no ownership rights to Commander's adjacent Sabin Property.

The acquisition allows Commander to add a strategic land package in an area of increasing exploration activity and adjacent to its existing Sabin holdings - becomes the dominant land holder in the greenstone belt. Recent research of private and public exploration records by Commander has shown that a number of drill hole intersections and grab samples located on the Savant Lake Greenstone belt assayed from 2 to 6 g/t gold.

Work will be required on this property in 2014 if all claims are to be retained.

Other Properties

Baffin Island Gold Project, Nunavut

This property has yielded discovery of numerous orogenic gold occurrences over 10 years in several geological environments permissive to hosting major gold deposits. The Company's property covers a 140 km long belt of Proterozoic aged metavolcanic and metasedimentary rock within the Fox Fold Belt. Approximately 18,000 m of drilling has been carried out over three prospective areas, known as Malrok, Ridge Lake and Kanosak, with appreciable gold intersections.

The recent focus was on the Kanosak prospect, a 3 km^2 area that was the subject of a detailed 3D Induced Polarization ("IP") survey in 2011. The IP survey revealed strong anomalies with a source commencing at approximately 150 metres depth directly below high grade surface showings. The anomaly is interpreted to be the primary feeder source of the gold showings. The anomaly increases in intensity with depth, with maximum penetration to 300 metres. These extremely strong IP anomalies are likely arsenopyrite sulphides, which are the primary associate of gold at Baffin. This survey defined a 3 km linear zone of interest, co-incident with surface channel samples with values as high as 1,440 g/t gold (46 oz/t Au). The Kanosak target is over 3,000 metres long and remains open. The area is fully permitted and a camp is in place. Commander is continuing discussions with potential JV partners to carry out a drill program along the IP identified zone.

No work is required on this property in 2014 and a small cash payment will be required to retain the core holdings of the property.

Olympic Copper-Gold Property, Yukon

The property covers a very large (+10 km) hematite breccia complex with numerous copper and copper-gold showings, which are similar in style and age to the Olympic Dam deposit in Australia. Two deep seated magnetic blocks have recently been identified which underlie the western portion of the breccia complex based on airborne EM-Mag surveys. Although some drilling has been completed at Olympic, these new targets have not been evaluated or tested.

The Olympic property is located just within the boundary of the Peel Watershed Plan. The Yukon Government has recently finalised its plan for the Peel Watershed and which now absorbs the Olympic Rob Property into a Protected Area designation. Request for relief from assessment work was applied for due to the uncertainties surrounding the Peel Watershed plan. Relief was given and the claims are in good standing until the end of 2015.

Nepisiguit-Stewart Copper Property, New Brunswick

Commander's JV partner encountered significant intervals of high grade copper mineralization at the Stewart copper prospect on Commander's Nepisiguit property, Bathurst district, New Brunswick. Hole STW-10-1 intersected 3.5 metres grading 2.07% copper. Hole STW-10-2 cut 89.5 meters grading 0.75% copper with high grade intervals up to 3.1% copper over 4 meters, and significant gold, silver and cobalt credits.

In the first quarter of 2013, Stratabound commenced mining on their property, adjacent to Commander's property, and shipped 62,720 dry metric tonnes of ore grading 8.13% zinc, 3.22% lead, and 111 g/t silver to Xstrata's mill before it was permanently closed. Some of the proceeds from the sale of the concentrates produced will be used to continue exploration activities on Commander's property.

In October 2013, Stratabound announced that they will complete their third year option work on Commander's Nepisiguit copper-lead-zinc-silver-gold property in the prolific Bathurst camp of New Brunswick. Earlier this year, Stratabound and Commander agreed to extend Stratabound's third-year expenditure obligation deadline on the Commander claims to December 31, 2013. In consideration for doing so, Stratabound issued 25,000 shares to Commander.

Field work in late 2013 consisted of geophysical surveys and drilling claims optioned from Commander, 100%-owned CNE Mining Lease and CNE/Captain claim groups. Stratabound will be drilling geophysical features that may reflect volcanogenic massive sulphides with zinc-lead-silver or copper-gold mineralization.

Investment in Associated Company

In 2013, Maritime received its first National Instrument 43-101 ("NI-43-101") Compliant Resources Estimate.

The highlight of the resource is summarized below, at a 3 g/t cut-off grade:

- 428,600 ounces of gold in the Measured and Indicated category
- 661,100 ounces in the Inferred category.

On March 18, 2014, the Company sold additional 100,000 common shares of Maritime at $0.32 per share for gross cash proceeds of $32,000. As of the report date, Commander holds 11.9 million shares which represented a 36% interest in Maritime plus a 2% NSR Royalty on production from the property, other than from the Orion deposit.

Commander continues to be exposed to the future upside of Maritime through its remaining equity stake and a royalty on future production from the Green Bay Property. Management has determined that Commander is not in a position of power over Maritime, and that significant influence over the investee, rather than control is most evident.

Results of Operations

Three Months Ended June 30, 2014 Compared with the Three Months Ended June 30, 2013

During the quarter ended June 30, 2014, Commander incurred exploration costs of $12,012 on various properties (2013 - $53,606) and received 100,000 Stratabound shares on the Nepisguilt property and 203,777 BAY shares on the Storm property. For the period ended June 30, 2014, Commander's net loss was $102,637 (2013 – $238,257). Commander had no revenue and total general and administrative expenses incurred during the quarter decreased by $16,165 to $109,049 compared to $125,214 in 2013. Excluding non-cash stock-based compensation, general and administrative expenses decreased by $39,376 (approximately 32%) to $83,837 for the quarter ended June 30, 2014 as compared with $123,213 for 2013. The non-cash share-based payments for options vested was $25,212 for the quarter ended June 30, 2014 (2013 - $2,001). Decreases in most expenses were from the effort put in to minimize overhead costs. Some notable variances are analyzed below:

- Accounting and audit decreased by $7,169 (37%) to $12,150 (2013 - $19,319).
- Administration and others decreased by $12,606 (39%) in relation to the following:

	2014	2013	Change	%
Annual report and meeting	$ 232	$ 653	(421)	-64%
Insurance	2,033	4,241	(2,208)	-52%
Office and miscellaneous	2,211	6,854	(4,643)	-68%
Regulatory and transfer agent fees	2,442	6,473	(4,031)	-62%
Rent and storage	12,864	14,167	(1,303)	-9%
	$ 19,782	**$ 32,388**	**(12,606)**	**-39%**

- Investor relations and promotion expenses decreased by $10,205 (61%) in relation to the following:

	2014	2013	Change	%
Conferences and trade shows	$ 29	$ 1,021	$ (992)	-97%
Consulting, wages and benefits	5,664	11,548	(5,884)	-51%
Media and printing	789	3,927	(3,138)	-80%
Promotion and advertising	93	284	(191)	-67%
	$ 6,575	**$ 16,780**	**$ (10,205)**	**-61%**

- Salaries and benefits expense decreased by $9,400 (28%) to $24,391 (2013 - $33,791).

- Share-based payments for the period were $25,212 compared to $2,001 in 2013 in respect of the granting and vesting of stock options, in relation to the following:

	2014	2013
Accounting and audit	$ 901	$ -
Consultants	12,790	1,812
Investor relations	713	189
Salaries and benefits	10,808	-
	$ 25,212	**$ 2,001**

- Commander's share of loss and dilution gain in an associated company (Maritime) was $6,506 (2013 – loss of $154,517).

Three Months Ended June 30, 2014 Compared with the Three Months Ended March 31, 2014

Compared to the quarter ended March 31, 2014 ("Q1 2014"), Commander's total general and administrative expenses decreased by $12,497 (10%) from $121,546 to $109,049, including share-based payments of $25,212 (Q1 2014 - $25,949).

Some notable variances are analyzed below:

- Investor relations and promotions decreased from $10,325 to $6,575 (36%) as most of Commander's tradeshow events occurred during the beginning of the year.
- In light of current economic conditions, Commander reduced administration and others from $28,049 to $19,782 (29%).

Six Months Ended June 30, 2014 Compared with the Six Months Ended June 30, 2013

Commander had no revenue and general and administrative expenses decreased by $74,289 to $230,595 compared to $304,884. Excluding share-based payments, general and administrative expenses decreased by $115,581 (approximately 39%) to $179,434 for the six months ended June 30, 2014 as compared with $295,015 for 2013. The share-based payments for options vested was $51,161 for the six months period ended June 30, 2014 (2013 - $9,869).

Summary of Quarterly Results

	Sep. 30 2012 Q3	Dec. 31 2012 Q4	Mar. 31 2013 Q1	Jun. 30 2013 Q2	Sep. 30 2013 Q3	Dec. 31 2013 Q4	Mar. 31 2014 Q1	Jun. 30 2014 Q1
Mineral property costs deferred, net of recoveries	$ (676,554)	$ 62,830	$ 55,860	$ 38,306	$ 77,392	$ 47,182	$ 33,261	$ (17,479)
G&A (incl. share-based payments)	$ 204,484	$ 144,447	$ 179,670	$ 125,214	$ 98,489	$ 74,714	$ 121,546	$ 109,049
Share-based payments expense	$ 63,174	$ 21,315	$ 7,868	$ 2,001	$ -	$ -	$ 25,949	$ 25,212
Adjusted G&A (less share-based payments)	$ 141,310	$ 123,132	$ 171,802	$ 123,213	$ 98,489	$ 74,714	$ 95,597	$ 83,837
Income (loss)	$ (1,136,743)	$ (583,581)	$ (209,476)	$ (238,257)	$ (165,100)	$ (71,712)	$ (162,080)	$ (102,637)
Income (loss) attributable to owners of the parent	$ (1,136,743)	$ (583,581)	$ (209,476)	$ (238,257)	$ (165,100)	$ (71,712)	$ (162,080)	$ (102,637)
Income (loss) per share - basic and diluted	$ (0.011)	$ (0.006)	$ (0.002)	$ (0.002)	$ (0.002)	$ (0.001)	$ (0.002)	$ (0.001)
Weighted avg. common shares	100,042,548	100,042,521	100,042,521	100,098,565	100,435,999	100,492,521	100,492,521	100,492,521

Liquidity and Capital Resources

At June 30, 2014, Commander had $26,964 in cash and cash equivalents.

On March 18, 2014, the Company sold 100,000 common shares of Maritime at $0.32 per share for gross cash proceeds of $32,000.

Commander has relied on equity financings to meet its cash requirements however there were no equity financings during the period ended June 30, 2014. Although Commander has been successful obtaining financing in the past in through the sale of equity securities, there can be no assurance that Commander will be able to obtain adequate financing in the future or that the terms of such financings will be favourable.

There is no significant commitment for capital expenditures.

Off-Balance Sheet Arrangements

Commander has not entered into any off-balance sheet arrangements.

Subsequent Event

a) On July 4, 2014, 300,000 common shares at a value of $0.05 per share were issued for the acquisition of the Glenmorangie property.
b) On July 22, 2014, BAY issued 500,000 common shares to Commander in return for the accommodations that Commander made in the option agreement amendment.
c) On July 24, 2014 and July 30, 2014, Commander respectively sold 200,000 and 256,000 shares of Maritime at $0.18 per share; with net proceed of $81,155.

Related Party Transactions

The Company's related parties consist of companies controlled by executive officers and directors. The Company incurred the following fees and expenses in the normal course of operations in connection with those companies for the periods ended June 30, 2014 and 2013 as follows:

	For the Three Months Ended June 30 2014	For the Three Months Ended June 30 2013	For the Six Months Ended June 30 2014	For the Six Months Ended June 30 2013
Legal	$ 1,873	$ -	$ 2,243	$ -
Administration and others	21,112	21,194	42,297	42,962
	$ 22,985	**$ 21,194**	**$ 44,540**	**$ 42,962**

During the period ended June 30, 2014, the Company charged Maritime $46,109 (2013 - $53,268) in respect of office administration, accounting, rent, insurance and investor relations expense shared by the companies.

At June 30, 2014, included in receivables were $1,075 (December 31, 2013 - $5,608) for administrative and office expenses due from companies related by common directors.

At June 30, 2014 included in accounts payable were amounts due to related parties of $17,683 (December 31, 2013 - $3,827) for administrative and office rent to companies related by a director in common, $2,348 of legal fees (December 31, 2013 - $Nil) to a company related by a director in common.

All related party balances are unsecured and non-interest bearing.

Compensation of Key Management Personnel

The remuneration, including share-based payments, of directors and other members of key management personnel during the periods ended June 30, 2014 and 2013 were as follows:

	For the Three Months Ended June 30 2014	For the Three Months Ended June 30 2013	For the Six Months Ended June 30 2014	For the Six Months Ended June 30 2013
Consulting	16,800	17,200	$ 33,600	$ 34,400
Geological consulting	2,400	14,400	29,750	19,200
Salaries and benefits (1)	22,221	59,546	44,719	141,856
Share-based payments	22,097	1,812	45,297	9,182
	$ 63,518	**$ 92,958**	**$ 153,366**	**$ 204,638**

(1) Balance includes amounts paid or accrued to key management personnel that are both expensed to the statement of operations, and capitalized to exploration and evaluation assets under geology.

At June 30, 2014, accounts payable included accrued salaries of $23,409 to the Chief Executive Officer (December 31, 2013 - $Nil) and $29,820 for consulting services to companies controlled by officers (December 31, 2013 - $Nil).

Key management personnel were not paid post-employment benefits, termination benefits or other long-term benefits during the period ended June 30, 2014.

Proposed Transactions

No transactions are proposed.

Disclosure Controls and Internal Controls over Financial Reporting

Commander's President & Chief Executive Officer (CEO) and Chief Financial Officer (CFO) are responsible for establishing and maintaining disclosure controls and procedures and internal controls over financial reporting for Commander. Management is responsible for the preparation and integrity of the financial statements as well as ensuring that information disclosed externally, including the financial statements and the MD&A is complete and reliable.

In accordance with the requirements of National Instrument 52-109, Certification and Disclosure in Commander's annual and interim filings, evaluations of the design and operating effectiveness of disclosure controls and procedures ("DC&P") and the design effectiveness of internal control over financial reporting ("ICFR") were carried out under the supervision of the CEO and CFO as of the end of the period covered by this report.

The CEO and CFO have concluded that the design and operation of disclosure controls and procedures were adequate and effective to provide reasonable assurance that material information relating to Commander would have been known to them and by others within those entities. The CEO and CFO have also concluded that Commander's internal controls over financial reporting are designed effectively to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with IFRS.

While there were no changes that occurred for the most recent fiscal period that have materially affected Commander's internal control procedures, the CEO and CFO will continue to attempt to identify areas to improve controls and intend to incorporate such improvement over the next fiscal period.

Commander Resources Ltd. disclosed that:

(1) The Company is not required to certify the design and evaluation of the Company's DC&P and ICFR and has not completed such an evaluation; and

(2) Inherent limitations on the ability of the certifying officers to design and implement on a cost effective basis DC&P and ICFR for the Company may result in additional risks to the quality, reliability, transparency and timeliness of interim and annual filings and other reports provided under securities legislation.

Risks and Uncertainties Related to the Company's Business

Resource exploration is a speculative business and involves a high degree of risk. There is a significant probability that the expenditures made by the Company in exploring its properties will not result in discoveries of commercial quantities of minerals. A high level of ongoing expenditures is required to locate and estimate ore reserves, which are the basis for further development of a property. Capital expenditures to attain commercial production stage are also very substantial. The following sets out the principal risks faced by the Company.

Going Concern. These unaudited condensed interim financial statements of the Company have been prepared in accordance with International Financial Reporting Standards ("IFRS") on a going concern basis, which contemplates that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. Accordingly, these unaudited condensed interim financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue as a going concern.

The Company has relied on the issuance of share capital to finance its activities. Future capital requirements will depend on many factors including the Company's ability to execute its business plan. The Company intends to continue relying upon the issuance of shares to finance its future activities, but there can be no assurance that such financing will be available on a timely basis under terms acceptable to the Company. Inability to secure future financing would have a material adverse effect on the Company's business, results of operations and financial condition.

Exploration. The Company is seeking mineral deposits on exploration projects where there are not yet established commercial quantities. There can be no assurance that economic concentrations of minerals will be determined to exist on the Company's property holdings within existing investors' investment horizons or at all. The failure to establish such economic concentrations could have a material adverse outcome on the Company and its securities. The Company's planned programs and budgets for exploration work are subject to revision at any time to take into account results to date. The revision, reduction or curtailment of exploration programs and budgets could have a material adverse outcome on the Company and its securities.

Market. The Company's securities trade on public markets and the trading value thereof is determined by the evaluations, perceptions and sentiments of both individual investors and the investment community taken as a whole. Such evaluations, perceptions and sentiments are subject to change; both in short term time horizons and longer term time horizons. An adverse change in investor evaluations, perceptions and sentiments could have a material adverse outcome on the Company and its securities.

Metal Prices. Metal prices may be unstable. The mining industry in general is intensely competitive and there is no assurance that, even if commercial quantities of mineral resource are discovered, a profitable market will exist for the sale of it. Factors beyond the control of the Company may affect the marketability of any substances discovered. The price of various metals has experienced significant movements over short periods of time, and is affected by numerous factors beyond the control of the Company, including international economic and political trends, expectations of inflation, currency exchange fluctuations, interest rates, global or regional consumption patterns, speculative activities and increased production due to improved mining and production methods. The supply of and demand for metals are affected by various factors, including political events, economic conditions and production costs in major producing regions. There can be no assurance that the price of any metal will be such that the Company's exploration and evaluation assets can be mined at a profit.

Title. Although the Company has exercised the usual due diligence with respect to title to properties in which it has interests, there is no guarantee that title to the properties will not be challenged or impugned. The Company's exploration and evaluation asset interests may be subject to prior unregistered agreements or transfers or land claims, and title may be affected by undetected defects.

Financing. Exploration and development of mineral deposits is an expensive process, and frequently the greater the level of interim stage success the more expensive it can become. The Company has no producing properties and generates no operating revenues; therefore, for the foreseeable future, it will be dependent upon selling equity in the capital markets to provide financing for its continuing substantial exploration budgets. While the Company has been successful in obtaining financing from the capital markets for its projects in recent years, there can be no assurance that the capital markets will remain favourable in the future, and/or that the Company will be able to raise the financing needed to continue its exploration programs on favourable terms, or at all. Restrictions on the Company's ability to finance could have a material adverse outcome on the Company and its securities.

Share Price Volatility and Price Fluctuations. In recent years, the securities markets in Canada have experienced a high level of price and volume volatility, and the market prices of securities of many companies, particularly junior mineral exploration companies like the Company, have experienced wide fluctuations which have not necessarily been related to the operating performance, underlying asset values or prospects of such companies. There can be no assurance that these price fluctuations and volatility will not continue to occur.

Key Personnel. The Company's exploration efforts are dependent to a large degree on the skills and experience of certain of its key personnel. The Company does not maintain "key man" insurance policies on these individuals. Should the availability of these persons' skills and experience be in any way reduced or curtailed, this could have a material adverse outcome on the Company and its securities.

Competition. Significant and increasing competition exists for the limited number of exploration and evaluation asset acquisition opportunities available. As a result of this competition, some of which is with large established mining companies with substantial capabilities and greater financial and technical resources than the Company, the Company may be unable to acquire additional attractive exploration and evaluation assets on terms it considers acceptable.

Environmental and Other Regulatory Requirements. The current or future operations of the Company, including development activities and commencement of production on its properties, require permits from various governmental authorities and such operations are and will be subject to laws and regulations governing prospecting, development, mining, production, exports, taxes, labour standards, occupational health, waste disposal, toxic substances, land use, environmental protection, safety and other matters. Companies engaged in the development and operation of mines and related facilities generally experience increased costs, and delays in production and other schedules as a result of the need to comply with applicable laws, regulations and permits. There can be no assurance that approvals and permits required to commence production on its properties will be obtained on a timely basis, or at all. Additional permits and studies, which may include environmental impact studies conducted before permits can be obtained, may be necessary prior to operation of the properties in which the Company has interests and there can be no assurance that the Company will be able to obtain or maintain all necessary permits that may be required to commence construction, development or operation of mining facilities at these properties on terms which enable operations to be conducted at economically justifiable costs. Failure to comply with applicable laws, regulations, and permitting requirements may result in enforcement actions there under, including orders issued by regulatory or judicial authorities causing operations to cease or be curtailed, and may include corrective measures requiring capital expenditures, installation of additional equipment, or remedial actions. Parties engaged in mining operations or extraction operations may be required to compensate those suffering loss or damage by reason of such activities and may have civil or criminal fines or penalties imposed for violations of applicable laws or regulations.

Amendments to current laws, regulations and permits governing operations and activities of mining companies, or more stringent implementation thereof, could have a material adverse impact on the Company and cause increases in capital expenditures or production costs or reduction in levels of production at producing properties or abandonment or delays in development of new mineral exploration properties. To the best of the Company's knowledge, it is currently operating in compliance with all applicable environmental regulations.

History of Net Losses; Accumulated Deficit; Lack of Revenue from Operations. The Company has incurred net losses to date. The Company has not yet had any revenue from the exploration activities on its properties, nor has the Company yet determined that commercial development is warranted on any of its properties. Even if the Company commences development of certain of its properties, the Company may continue to incur losses. There is no certainty that the Company will produce revenue, operate profitably or provide a return on investment in the future.

Legal Proceedings. As at the date of the Report, there were no legal proceedings against or by the Company.

Uninsurable. The Company may become subject to liability for pollution, fire, explosion and other risks against which it cannot insure or against which it may elect not to insure. Such events could result in substantial damage to property and personal injury. The payment of any such liabilities may have a material, adverse effect on the Company's financial position.

New Accounting Policies

These unaudited condensed interim financial statements follow the same accounting policies and methods of application as the annual audited financial statements for the year ended December 31, 2013, with the exception of the following new accounting standards and amendments which the Company adopted and were effective for the Company's interim and annual financial statements commencing January 1, 2013.

- IFRS 10: New standard to establish principles for the presentation and preparation of consolidated financial statements, effective for annual periods beginning on or after January 1, 2013

- IFRS 11: New standard to account for the rights and obligations in accordance with a joint agreement, effective for annual periods beginning on or after January 1, 2013
- IFRS 12: New standard for the disclosure of interest in other entities not within the scope of IFRS 9 / IAS 39, effective for annual periods on or after January 1, 2013
- IFRS 13: New standard on the measurement and disclosure of fair value, effective for annual periods beginning on or after January 1, 2013
- IAS 27 (Amendment): As a result of the issue of IFRS 10, IFRS 11 and IFRS 12. IAS 27 deals solely with separate financial statements, effective for annual periods beginning on or after January 1, 2013
- IAS 28 (Amendment): New standard issued that supersedes IAS 28 (2003) to prescribe the application of the equity method to investments in associates and joint ventures, effective for annual periods beginning on or after January 1, 2013

Accounting standards issued but not yet effective

Certain new standards, interpretations, amendments and improvements to existing standards were issued by the IASB or IFRIC that are mandatory for accounting periods beginning on or after January 1, 2014. The following have not yet been adopted by the Company and are being evaluated to determine their impact.

- IAS 32 (Amendment): Standard amended to clarify requirements for offsetting financial assets and financial liabilities, effective for annual periods beginning on or after January 1, 2014
- IFRS 7: Amended to require additional disclosures on transition from IAS 39 and IFRS 9, effective for annual periods beginning on or after January 1, 2015
- IFRS 9: New standard that replaced IAS 39 for classification and measurement
- IFRS 14: Regulatory deferral accounts, effective for annual periods beginning on or after January 1, 2016

Financial Instruments

Commander is exposed to liquidity risk as it may have difficulty in obtaining funds to meet financial obligations as they become due. As at June 30, 2014, Commander had cash and cash equivalents in the amount of $26,964. Accounts payable and accrued liabilities as at June 30, 2014 amounted to $146,245.

Commander is exposed to credit risk with respect to its cash and cash equivalents, and receivables other than Goods and Services Tax ("GST"). This risk is minimized as the cash and cash equivalents have been placed with major Canadian financial institutions. Commander performs on-going credit evaluations of its receivables. The maximum exposure to loss arising from receivables is equal to their carrying amounts. Credit risk with respect to amounts due from related parties included in receivables has been assessed as low by management as Commander has strong working relationships with the parties involved.

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. As at June 30, 2013, a change in the fair value investments in securities by 10% would increase or decrease comprehensive loss by $62,705.

The following table illustrates the classification of the Commander's financial instruments carried at fair value within the fair value hierarchy at June 30, 2014. Please refer to the financial statements (note 4(a)).

	Total	Level 1	Level 2	Level 3
June 30, 2014				
Investment in securities	$ 627,048	$ 627,048	$ -	$ -

Other MD&A Requirements

Additional information relating to Commander, including Commander's most recent Annual Information Form, is available on SEDAR at www.sedar.com and Commander's website, www.commanderresources.com.

Additional information on Maritime is available on the SEDAR website, www.sedar.com and Maritime's website, www.maritimeresourcescorp.com.

Outstanding Share Data

As at the Report Date, the Company had:

- 100,492,521 issued common shares outstanding.
- Incentive stock options allowing for the purchase of shares in the capital of the Company, outstanding and exercisable as at August 21, 2014, is as follows:

Options	Exercise Price	Expiry Date
951,000	$0.350	January 27, 2015
500,000	$0.270	May 25, 2015
1,450,000	$0.185	February 11, 2016
1,130,000	$0.100	June 12, 2017
400,000	$0.100	November 14, 2017
2,115,000	$0.050	February 7, 2019
6,546,000	Outstanding	
6,508,500	Exercisable	

Exploration and Evaluation Asset Expenditure Table

At June 30, 2014, the Company's exploration and evaluation assets comprise properties located in Canada. Expenditures incurred on exploration and evaluation assets during the period are as follows:

	Baffin, Nunavut		Yukon	Nunavut	B.C.	Ontario	Labrador	Other	
	Qimmiq	Bravo Lake	Glenmorangie	Storm	Omineca	Sabin	Sarah Lake	Properties	Total
Balance at December 31, 2013	**$ 9,392,832**	**$2,597,097**	**$ 548,633**	**$ 823,910**	**$ 232,287**	**$ 283,250**	**$1,820,234**	**$2,497,951**	**$ 18,196,194**
Exploration costs:									
Geology	300	300	3,360	2,420	3,930	3,050	8,798	21,207	43,365
Property	-	-	-	-	-	338	-	1,150	1,488
Other	420	-	-	-	-	-	-	-	420
	720	300	3,360	2,420	3,930	3,388	8,798	22,357	45,273
Less:									
Recoveries	-	-	-	(26,491)	-	-	-	(3,000)	(29,491)
Net additions	720	300	3,360	(24,071)	3,930	3,388	8,798	19,357	15,782
Balance at June 30, 2014	**$ 9,393,552**	**$2,597,397**	**$ 551,993**	**$ 799,839**	**$ 236,217**	**$ 286,638**	**$1,829,032**	**$2,517,308**	**$ 18,211,976**

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Mark Lotz, C.A.
Director

Alnesh Mohan, C.A.
Chief Financial Officer

Janice Davies
Corporate Secretary

LISTINGS

TSX Venture Exchange: CMD
U.S. 12g Exemption: #82-2996

CAPITALIZATION
(As at June 30, 2014)

Shares Authorized: Unlimited
Shares Issued: 100,492,521

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