Condensed Interim Consolidated

Financial Statements

FOR THE THREE MONTHS ENDED

MARCH 31, 2018

(unaudited)

Notice of No Auditor Review

In accordance with National Instrument 51-102, the Company discloses that the accompanying condensed interim consolidated financial statements have been prepared by and are the responsibility of the Company's management. They have been reviewed and approved by the Company's Audit Committee and the Board of Directors.

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

COMMANDER RESOURCES LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(EXPRESSED IN CANADIAN DOLLARS)

As at		March 31, 2018		December 31, 2017
ASSETS				
Current assets				
Cash and cash equivalents	$	**289,589**	$	379,422
Receivables		**7,803**		9,103
Prepaid expenses		**7,606**		20,300
Marketable securities (Note 3)		**2,315,310**		1,678,400
		2,620,308		2,087,225
Non-current assets				
Marketable securities (Note 3)		**1,430,000**		880,000
Exploration and evaluation assets (Note 4)		**178,360**		264,966
		1,608,360		1,144,966
TOTAL ASSETS	$	**4,228,668**	$	3,232,191
LIABILITIES				
Current liabilities				
Accounts payable and accrued liabilities	$	**28,888**	$	25,976
EQUITY				
Share capital (Note 5)		**39,700,632**		39,700,632
Options reserve (Note 5)		**214,124**		214,124
Accumulated other comprehensive income (loss)		**43,900**		(1,143,010)
Deficit		**(35,758,876)**		(35,565,531)
		4,199,780		3,206,215
TOTAL LIABILITIES AND EQUITY	$	**4,228,668**	$	3,232,191

Nature of operations (Note 1)
Commitment (Note 7)
Subsequent events (Note 12)

Approved on behalf of the Board of Directors on May 28, 2018:

"Eric Norton" — Director

"Brandon MacDonald" — Director

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

COMMANDER RESOURCES LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF LOSS AND COMPREHENSIVE LOSS
(EXPRESSED IN CANADIAN DOLLARS)

	For the three months ended March 31, 2018	2017
EXPENSES		
Accounting and audit (Note 6)	**$ 15,312**	$ 20,009
Administration	**15,098**	16,745
Consulting (Note 6)	**24,000**	24,000
Legal	**5,805**	6,101
Filing fees and transfer agent	**8,175**	8,162
Investor and shareholder relations	**31,545**	39,143
Salaries and benefits (Note 6)	**26,848**	26,613
Share-based payments	**-**	489
Exploration and evaluation costs (Note 4(e))	**11,840**	17,192
	138,623	158,454
Other (income)		
Interest income	**(538)**	(2,293)
Foreign exchange gain	**(371)**	(302)
Impairment on exploration and evaluation assets (Note 4)	**55,631**	-
Loss for the period	**193,345**	155,859
Other comprehensive (income) loss		
Items that may be reclassified to profit and loss		
Fair value adjustment on available-for-sale marketable securities (Note 3)	**(1,186,910)**	1,573,880
Comprehensive (income) loss for the period	**$ (993,565)**	**$ 1,729,739**
Basic and diluted loss per common share	**$ 0.002**	$ 0.001
Weighted average number of shares outstanding - basic and diluted	**115,302,521**	109,779,233

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

COMMANDER RESOURCES LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
(EXPRESSED IN CANADIAN DOLLARS)

	Number of Shares	Share Capital	Reserves		Accumulated Other Comprehensive (Loss) income	Deficit	Total
			Options	Warrants			
Balance, December 31, 2016	**115,302,521**	**$ 39,700,632**	**$ 281,933**	**$ 40,000**	**$ 550,000**	**$ (32,506,757)**	**$ 8,065,808**
Reclassification of grant date fair value on expired options	-	-	(68,484)	(40,000)	-	108,484	**-**
Share-based payments	-	-	675	-	-	-	**675**
Loss for the year	-	-	-	-	-	(3,167,258)	**(3,167,258)**
Other comprehensive loss for the year	-	-	-	-	(1,693,010)	-	**(1,693,010)**
Balance, December 31, 2017	**115,302,521**	**$ 39,700,632**	**$ 214,124**	**$ -**	**$ (1,143,010)**	**$ (35,565,531)**	**$ 3,206,215**
Loss for the period	-	-	-	-	-	(193,345)	**(193,345)**
Other comprehensive loss for the period	-	-	-	-	1,186,910	-	**1,186,910**
Balance, March 31, 2018	**115,302,521**	**$ 39,700,632**	**$ 214,124**	**$ -**	**$ 43,900**	**$ (35,758,876)**	**$ 4,199,780**

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

COMMANDER RESOURCES LTD.
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(EXPRESSED IN CANADIAN DOLLARS)

	For the three months ended March 31, 2018	2017
Cash provided by (used in):		
Operating activities		
Loss for the period	**$ (193,345)**	$ (155,859)
Items not affecting cash:		
Share-based payments	**-**	489
Impairment on exploration and evaluation assets	**55,631**	-
Changes in non-cash working capital:		
Receivables and prepaid expenses	**13,994**	8,292
Accounts payable and accrued liabilities	**2,912**	1,432
Advance from optionee	**-**	(6,414)
	(120,808)	(152,060)
Investing activities		
Expenditures on exploration and evaluation assets	**(4,025)**	-
Exploration and evaluation assets - option receipts	**35,000**	25,000
	30,975	25,000
Change in cash and cash equivalents	**(89,833)**	(127,060)
Cash and cash equivalents, beginning of period	**379,422**	998,429
Cash and cash equivalents, end of period	**$ 289,589**	$ 871,369
Cash and cash equivalents comprise:		
Cash at bank - Canadian dollars	**$ 67,247**	$ 146,499
Cash at bank - Mexican pesos	**1,689**	3,511
Short-term deposits - Canadian dollars	**220,653**	721,359
Cash and cash equivalents in Canadian dollars	**$ 289,589**	$ 871,369

Supplemental cash flow information (Note 8)

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

1. NATURE OF OPERATIONS

Commander Resources Ltd. ("Commander" or the "Company") was incorporated in Canada and its records and registered office are at Suite 1100 - 1111 Melville Street, Vancouver, British Columbia, V6E 3V6.

In September 2016, the Company completed the acquisition of all the issued and outstanding common shares of BRZ Mex Holdings Ltd. ("BRZM") from Bearing Resources Ltd. BRZM and its wholly-owned subsidiary, Minera BRG SA de CV ("Minera BRG"), together own 100% interest of four mineral properties in Canada (October Dome, Mt. Polley and Flume) and Mexico (Pedro) (Note 4(a)).

These financial statements have been prepared on a going concern basis which assumes that the Company will be able to continue its operations for the foreseeable future and meet its obligations in the normal course of business. Commander and its subsidiaries are in the business of acquisition and exploration of mineral properties in Canada and Mexico. The Company has incurred ongoing losses and will continue to incur further losses in the course of developing its mineral properties. At March 31, 2018, the Company had a deficit of $35,758,876 and working capital of $2,591,420. The Company has been relying on the issuance of share capital and the sales of marketable securities to fund its operations. Although Commander has been successful in the past in raising equity financing, there is no assurance that such financing will be available with terms acceptable to the Company. These uncertainties may cast significant doubt on the Company's ability to continue as a going concern.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and comply with IAS 34, *Interim Financial Reporting.* These financial statements do not include all the information and notes to the annual financial statements as required by IFRS and should be read together with the Company's audited consolidated financial statements for the year ended December 31, 2017.

These financial statements have been prepared on the historical cost basis, except for certain financial instruments classified as fair value through profit or loss and available-for-sale which are stated at fair value; additionally, they were prepared using the accrual basis of accounting except for cash flow information.

Basis of consolidation

These condensed interim consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, BRZM and Minera BRG (Note 4(a)). The Company consolidates these subsidiaries on the basis that it controls these subsidiaries. Control is defined as the exposure, or rights, to variable returns from involvement with an investee and the ability to affect those returns through power over the investee. All intercompany transactions and balances have been eliminated on consolidation.

Critical accounting judgments, estimates and assumptions

The preparation of financial statements in accordance with IFRS requires management the use of estimates, assumptions and judgment that impact the Company's reported financial results. These judgments and estimates are based on historical experiences and expectations of future events. Uncertainty on these judgments could result in material reassessments of the carrying amounts in the Company's financial position.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The significant judgments and estimates that affect these financial statements are as follows:

Exploration and evaluation assets ("E&E assets")

The Company capitalizes costs related to the acquisition and exploration of E&E assets. From time to time the Company may acquire or dispose an E&E asset pursuant to the terms of an option agreement. As the options are exercisable entirely at the discretion of the optionee, the amounts payable or receivable are not recorded. Option payments are recorded as acquisition costs when the payments are made.

If economically recoverable reserves are developed, capitalized costs of the related property will be reclassified as mining assets and will be amortized using the unit-of-production method. When a property is deemed to no longer have commercially viable prospects to the Company, its capitalized expenditures in excess of estimated recoveries are written off to profit or loss.

When the Company receives proceeds in the form of cash and/or common shares from an option of interest or a partial sale in a property, the payments are credited against the carrying value of the property and the excess amount of the proceeds over the carrying value is recorded as a gain in profit and loss in the period. When all of the interest in a property is sold, the accumulated property costs are written off with any gain or loss recorded in profit and loss in the period the transaction occurs.

Impairment of long-lived assets

The carrying amounts of the Company's long-lived assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. An impairment loss is recognized if the carrying amount of an asset or its related cash-generating unit ("CGU") exceeds its estimated recoverable amount.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less cost to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or cash-generating unit. For the purpose of impairment testing, assets that cannot be individually tested

are grouped together into the smallest group of assets that generates cash inflows or CGUs. The Company's corporate assets do not generate separate cash inflows and may be utilized by more than one CGU. Corporate assets are allocated to CGUs on a reasonable and consistent basis and tested for impairment as part of the testing of the CGU to which the corporate asset is allocated.

Impairment losses are recognized in profit or loss. Impairment losses recognized in respect of CGUs are allocated to reduce the carrying amounts of the assets in the CGU on a pro rata basis.

New, amended and future accounting pronouncements

IFRS 9, *Financial Instruments,* was issued in July 2014 and replaces IAS 39 by providing a revised model for classification and measurement, introducing a new "expected credit loss" impairment model for financial assets and a reformed approach to hedge accounting. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9, as such, the accounting policy with respect to financial liabilities is unchanged. The standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company has assessed the standard and does not expect it to have any significant impact on its condensed interim consolidated financial statements.

(EXPRESSED IN CANADIAN DOLLARS)

2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

IFRS 16, *Leases*, was issued in January 2016 and replaces IAS 17. The standard requires lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. The standard is effective for annual periods beginning on or after January 1, 2019 with early adoption permitted. The Company does not expect any significant impact on its condensed interim consolidated financial statements from this standard.

3. MARKETABLE SECURITIES

	March 31, 2018	December 31, 2017
Common shares of public companies:		
Fair value, beginning of period	**$ 2,558,400**	$ 4,162,160
Additions (Note 4 (a), (c), (d))	**-**	89,250
Unrealized gain (loss) on marketable securities	**1,186,910**	(1,693,010)
Fair value, end of period	**$ 3,745,310**	$ 2,558,400
Current	**$ 2,315,310**	$ 1,678,400
Non-current (Note 3(a))	**1,430,000**	880,000
	$ 3,745,310	$ 2,558,400

Commander has determined that it does not hold significant influence in any of its investments in publicly traded companies. The fair values of the marketable securities are determined at each reporting date by referencing to the closing market prices of these common shares. Certain common shares with trade restriction dates more than a year from the reporting date are classified as non-current assets.

a) Aston Bay Holdings Ltd. ("Aston")

On February 18, 2016, Aston issued 11,000,000 common shares to Commander with a fair value of $2,640,000 for the acquisition of the Storm Property (Note 4(e)). The 11,000,000 common shares are held in a four-year escrow and will be released in four equal tranches of 2,750,000 shares on each anniversary date starting February 18, 2017 to 2020.

At March 31, 2018, Commander held 9.36% (December 31, 2017 – 13.87%) of Aston's total outstanding common shares.

b) Maritime Resources Ltd. ("Maritime")

Option to Purchase Shares Agreement

On April 6, 2016, an existing Option Agreement between the Company and Maritime was amended regarding the time frames and purchase prices of 8,000,000 Maritime shares that Maritime or its nominees had the option to purchase from the Company. Details of the amended agreement were as follows:

Optioned Shares (Tranches)	**Time Frame and Conditions**
- Up to 2,000,000 shares; plus - 1,500,000 shares carried forward	- On or before February 28, 2017 - At a price equal to $0.25 per share. - **Tranche was not completed.**
- Up to 2,000,000 shares; plus - Any shares carried forward from the previous tranche	- March 1, 2017 to August 31, 2017. - At a price equal to the greater of (i) $0.31 per share, and (ii) 85% of the volume weighted average price of Maritime's shares for the 10 trading days immediately preceding the date exercise. - **Tranche was not completed.**

(EXPRESSED IN CANADIAN DOLLARS)

3. MARKETABLE SECURITIES (CONTINUED)

On August 31, 2017, the Option Agreement expired and was no longer in force. The derivative liability derecognized upon this expiry on August 31, 2017 was $nil. At March 31, 2018, Commander held 8.04% (December 31, 2017 – 9.31%) of Maritime's total outstanding common shares.

4. EXPLORATION AND EVALUATION ASSETS

Commander's exploration and evaluation assets are located in Canada and Mexico. As at March 31, 2018, the cumulative expenditures on exploration and evaluation assets were as follows:

	BC			Yukon	Labrador		Mexico		
Note	October Dome 4(a)	Mt. Polley 4(a)	Rebel 4(b)	Flume 4(a)	South Voisey's Bay 4(c)	Baffin 4(d)	Pedro 4(a)	Other Properties 4(e)	Total
Balance, December 31, 2016	**$ 577,585**	**$ 36,929**	**$ 12,725**	**$ 68,348**	**$ 2,226,157**	**$ 50,001**	**$ 1**	**$ 3**	**$ 2,971,749**
Acquisition costs	8,169	-	-	-	-	-	-	19,040	27,209
Exploration costs									
Permits and licenses	-	500	-	-	-	8,105	8,417	4,145	21,167
Geology and others	-	-	5,670	-	-	377	-	21,764	27,811
Camp lodging and labour			1,942	-	-	-	-	5,269	7,211
Site transportation			9,652	-	-	-	-	7,313	16,965
Travel	-	-	1,518	-	-	-	-	1,502	3,020
Assaying	-	-	1,395	-	-	-	-	1,724	3,119
Camp cleanup	-	-	-	-	-	43,638	-	-	43,638
	-	500	20,177	-	-	52,120	8,417	41,717	122,931
Option receipts - cash	-	-	-	(25,000)	-	(10,000)	-	-	(35,000)
Option receipts - shares	-	-	-	(35,000)	(28,000)	(26,250)	-	-	(89,250)
Incurred during the year	8,169	500	20,177	(60,000)	(28,000)	15,870	8,417	60,757	25,890
Impairment	(585,753)	(37,428)	(32,901)	(8,347)	(1,933,200)	(65,870)	(8,417)	(60,757)	(2,732,673)
Balance, December 31, 2017	**$ 1**	**$ 1**	**$ 1**	**$ 1**	**$ 264,957**	**$ 1**	**$ 1**	**$ 3**	**$ 264,966**
Exploration costs									
Geology and others			4,025						4,025
	-	-	4,025	-	-	-	-	-	4,025
Option receipts - cash	-	-	-	(35,000)	-	-	-	-	(35,000)
Incurred during the period	-	-	4,025	(35,000)	-	-	-	-	(30,975)
imapirment (cost recoveries)			(4,025)	35,000	(86,606)	-			(55,631)
Balance, March 31, 2018	**$ 1**	**$ 1**	**$ 1**	**$ 1**	**$ 178,351**	**$ 1**	**$ 1**	**$ 3**	**$ 178,360**

a. Bearing Asset Acquisition

On September 23, 2016, the Company acquired 100% of the issued and outstanding share capital of Bearing Resources Ltd.'s wholly owned subsidiaries, BRZ Mex Holdings Ltd. ("BRZM") and Minera BRG SA de CV ("Minera BRG") (the "Transaction"). The Transaction was a related party transaction with the Chief Executive Officer being a common executive/director for both Bearing and Commander (see Note 7).

The Transaction was treated as an asset acquisition. Total consideration for the Transaction was $678,900 which consisted of: (i) cash payment of $18,900 and (ii) issuance of 12,000,000 shares of Commander with a fair value of $660,000.

BRZM and Minera BRG own a 100% interest in four exploration stage properties in Canada and Mexico: October Dome, Mt. Polley, Flume and Pedro. As there were no other significant assets or liabilities acquired in the acquisition, the consideration was allocated to the exploration and evaluation assets acquired as follows:

October Dome	$ 574,122
Mt. Polley	36,429
Flume	68,348
Pedro	1
	$ 678,900

(EXPRESSED IN CANADIAN DOLLARS)

4. EXPLORATION AND EVALUATION ASSETS (CONTINUED)

As part of the acquisition, the Company also acquired royalty interests as follows:

- Jay East Royalty with Precipitate Gold (now Golden Predator) – 2% NSR with a right for the Company to buy down to 1% for $1,000,000.
- VF Royalty with Aben Resources - 2% NSR with a right for the Company to buy down to 1% for $1,500,000 and $15,000 annual advance royalty payments beginning March 1, 2018.
- Boundary Zone Royalty with Imperial Metals - 90% interest in a royalty (Glengarry 10%) of $2.50 per tonne milled for first 400,000 tonnes thereafter $1.25/tonne milled. This second rate can be bought down/reduced by the Company to $0.62 per tonne milled for $1,000,000.

On December 31, 2017, after impairment evaluations on October Dome, Mt. Polley, Flume and Pedro properties, the Company wrote off a total of $639,945 as the Company has no significant work planned on the four properties.

Flume, Yukon

On March 6, 2017, the Company entered into an option agreement with K2 Gold Corporation ("K2") granting K2 the option to acquire a 100% interest in the Flume property.

To earn an initial 60% interest, K2 must meet the following commitments as follows:

Commitment Timeline	Cash	Common Shares	Exploration
March 6, 2017	$25,000 (recevied)	100,000 (received with a fair value of $35,000)	$ -
March 6, 2018	$35,000 (received)	100,000 (subsquently received in April)	$200,000 (waived)
March 6, 2019	$50,000	150,000	$ -
March 6, 2020	$75,000	150,000	$ -
March 6, 2021	$215,000	500,000	$1,800,000
Total	**$400,000**	**1,000,000**	**$2,000,000**

Upon fulfilling the 60% option requirement, for the remaining 40% interest, K2 needs to meet the following additional conditions:

Commitment Timeline	Cash	Common shares	Exploration
over 3 years	$250,000	2,000,000	$3,000,000

If K2 has acquired a 100% interest in the Flume property and decided to commence production, it will pay Commander a balloon payment of either $10,000,000 in cash or $5,000,000 cash and $5,000,000 in common shares of K2.

b. Rebel, British Columbia

In November 2016, the Company acquired the Rebel zinc and lead property by way of staking. Upon an assessment of the property at December 31, 2017, an impairment loss of $32,901 was recognized in profit and loss.

(EXPRESSED IN CANADIAN DOLLARS)

4. EXPLORATION AND EVALUATION ASSETS (CONTINUED)

c. South Voisey's Bay, Labrador

In September 2014, the Company signed an option agreement with Fjordland Exploration Inc., ("Fjordland") granting it an option to earn up to a 70% interest which was later amended to 75% in the South Voisey's Bay project. During 2014 and 2015, Commander received from Fjordland a total of $350,000 which had been fully expended on the property in fiscal year 2017.

In August 2015, the option agreement was terminated and in December 2015, both parties agreed that Fjordland had earned a 15% interest in the project. On March 23, 2016, Commander completed the transfer of a 15% interest of the project to Fjordland.

On June 5, 2017, the Company and Fjordland entered into a Letter of Intent ("LOI") whereby Fjordland has the option to acquire the remaining 85% interest in the project by making cash payments, issuing common shares to Commander and by incurring exploration expenditures on the property per the following schedule:

Earn-in Option	Completion Date	Cash	Common Shares	Exploration
First Option (20%) (completd)	TSX Venture Exchange's Approval Date (July 26, 2017)	$ -	200,000 (received with a fair value of $28,000)	$ -
	On or before October 31, 2017 (completed)	$ -	-	$600,000
Second Option (40%)	On or before July 26, 2018	$10,000	250,000	$ -
	On or before July 26, 2019	$15,000	300,000	$ -
	On or before July 26, 2020	$25,000	350,000	$ -
	On or before October 31, 2021	$40,000	400,000	$2,400,000
Third Option (25%)	On or before October 31, 2024	$200,000	3,000,000	$5,000,000
	Total	**$290,000**	**4,500,000**	**$8,000,000**

Fjordland having completed the first option is now vested at 35% interest in the property. Upon Fjordland vesting a 100% interest, Commander will retain a 2% NSR. Fjordland has the right to buy down 50% of the NSR for $5,000,000 in cash or $2,500,000 in cash plus the issuance of post-consolidated Fjordland common shares having a fair market value of $2,500,000. Upon commencement of commercial production, Commander will receive a one-time advance royalty payment of $10,000,000.

During the year ended December 31, 2017, the Company performed an impairment assessment of the South Voisey's Bay project based on the terms of the LOI with Fjordland. The assessment determined that the project's carrying value was lower than the recoverable amount, which is the greater of the its value in use ("VIU") and its fair value less cost to sell ("FVLCS"). The recoverable amount was determined to be the FVLCS. In calculating the FVLCS, the Company used significant assumptions and estimates as follows: i) discount rate of 15%, ii) probability-weighted cash flows from the option payments, and iii) probability-weighted fair values of Fjordland's common shares to be received, with an estimated share price of $0.35. As a result, the Company recognized an impairment loss of $1,933,200 in profit or loss of 2017.

During the three months ended March 31, 2018, the Company reviewed the assumptions and estimates that the recoverable amount was based on at December 31, 2017. The fair value of Fjordland's common shares as at March 31, 2018 has decreased from the original estimated share price of $0.35 to $0.20. As a result, the Company recognized an impairment loss of $86,606 in profit or loss.

(EXPRESSED IN CANADIAN DOLLARS)

4. EXPLORATION AND EVALUATION ASSETS (CONTINUED)

d. Baffin, Nunavut

On May 8, 2017, Commander entered into an option agreement with Kivalliq Energy Corporation ("Kivalliq") allowing Kivalliq to acquire a 100% interest in the Baffin property which includes 6 mineral claims and the signed 2017 Mineral Exploration Agreement ("MEA") with NTI on two blocks within Inuit Owned Land parcel BI-35 ("IOL BI-35"). Terms of the option agreement are as follows:

Commitment Timeline	Cash	Common Shares	Other Commitment
May 8, 2017	$10,000 (received)	250,000 (received)	-
On or before May 8, 2018	$ -	250,000 (received)	None
At a Bankable Feasibility Study	$ -	500,000	None
Upon commencement of commercial production	$6,000,000	-	None
Total	**$6,010,000**	**1,000,000**	None

Commander will retain a 0.25% to 0.5% NSR royalty on the Baffin optioned lands. In addition, Kivalliq will grant Commander a 0.25% NSR on Kivalliq's Baffin mineral tenures contiguous to Commander's Baffin optioned lands. Financial terms of the option agreement may be adjusted up until the date of the first royalty payment to reflect the possible impact of any past commercial arrangement or interests.

The Baffin project has been inactive since 2013 and its exploration camp has been subject to damage from weather. In November 2016, the Company filed a Remedial Action Plan with the government authorities for the site cleanup. Cleanup costs of $50,000 were estimated and accrued to exploration and evaluation assets in December 2016. In August 2017, the cleanup was completed with total costs of $93,638.

At December 31, 2017, $65,870 (2016 - $nil) was written off from the Baffin property.

Other Properties

The Company holds interests in other properties in Canada. The carrying values of these 100% wholly owned properties were as follows:

Province	Property	Resource	March 31, 2018	December 31, 2017
British Columbia	Omineca	copper-gold	$ 1	$ 1
Ontario	Sabin	copper-zinc	1	1
New Brunswick	Nepisiguit / Stewart	copper-zinc	1	1
			$ 3	**$ 3**

Exploration and Evaluation Costs

During the three months ended March 31, 2018, claim maintenance payments on the Pedro properties and consulting fees were incurred in the amount of $11,840 (2017 - $17,192).

4. EXPLORATION AND EVALUATION ASSETS (CONTINUED)

Omineca, BC

The Company owns 100% of the property located within the Quesnel Trough of BC. The vendor retains a 1% NSR and will participate in certain cash or share considerations received from the future sale or option of the properties to a third party.

Sabin, Ontario

Commander's ownership interests on the property vary from 58.5% to 100%.

On March 6, 2017, Commander entered into a conditional agreement with Roughrider Exploration Inc. ("Roughrider") allowing Roughrider to acquire up to a 100% interest in the Sabin property. On May 31, 2017, Roughrider informed the Company that it would not proceed with the agreement. During the due diligence period (March to May 2017), Roughrider expanded the Sabin property by 2,983 hectares which were transferred to Commander for consideration of $13,829. This amount was capitalized as acquisition costs and written off as at December 31, 2017 as the Company has no significant work planned on the property.

Nepisiguit/Stewart, New Brunswick

The Company owns 100% of the properties subject to a 2.75% NSR retained by the Optionor. The NSR is subject to a buy-down to 1% NSR for $1,500,000.

Storm Property, Nunavut

On February 18, 2016, Aston Bay issued 11,000,000 common shares to Commander with a fair value of $2,640,000 for the acquisition of the Storm Property. As a result, a gain of $1,951,462 was recognized on the sale transaction. The Aston shares are held in a four-year escrow (see Note 3(a)).

Commander retains a 0.875% Gross Overriding Royalty ("GOR") after the property is brought into production. Aston has the right to buy down the GOR from 0.875% to 0.4% for $4,000,000.

Olympic and Rob, Yukon

The Company owns 100% interest in 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 $1,000,000.

The carrying value was historically written off as the project lies within a proposed environmentally protected area. The underlying mineral claims remain in good standing until January 1, 2019.

Tam, BC

The Company is entitled to a 1.5% NSR on the property. Teck Resources Ltd. and its partner, Lorraine Copper Corp., now own 100% of the property subject to a 3% NSR, which is subject to a buy-down to 1% for $2,000,000. An annual advance royalty payment of $25,000 is payable to the Company which began on December 31, 2012, and is capped at $250,000. As of March 31, 2018, the Company has received a total of $150,000 in advance royalty payments which are recorded as royalty income.

(EXPRESSED IN CANADIAN DOLLARS)

5. SHARE CAPITAL

Authorized - unlimited number of common shares without par value

Share consolidation

Subsequent to the three months ended March 31, 2018, on May 17, 2018, the Company consolidated its common shares on the basis of five (5) pre-consolidation shares for one (1) post-consolidation share. Following the share consolidation, the Company had 23,060,514 common shares issued and outstanding as of May 17, 2018 (Note 12).

Share issuance

On May 18, 2018, the Company closed a non-brokered private placement and issued 12,240,258 units at a post consolidation price of $0.17 per unit ("Unit") for gross proceeds of $2,080,843.86. Following the completion of the private placement financing, the Company has 35,300,772 issued and outstanding shares. Each Unit consists of one new share and one transferrable share purchase warrant ("Warrant") with each Warrant entitling the holder to purchase one additional common share at a price of $0.25 per share until May 18, 2020. The Company has paid finders' fees to eligible finders for certain units placed in the private placement as follows: 1) $105,648.60 in cash and 2) 517,883 units of finder's warrants with each finder's warrant entitling the holder to purchase one additional common shares at a price of $0.25 per share until May 18, 2020 (Note 12).

Stock options

Under the Company's stock option plan, it may grant stock options for the purchase of up to 18,000,000 common (pre-share consolidation). Options granted to directors, employees and consultants have a five-year term and the exercise prices and the vesting periods are determined by the Board of Directors at the time of the option grant.

The Company's outstanding stock options at March 31, 2018 were as follows:

	Number of options	Weighted average exercise price
Balance, December 31, 2016	**11,175,000**	**$0.06**
Expired	(1,405,000)	(0.10)
Balance, December 31, 2017 and March 31, 2018	**9,770,000**	**$0.05**

During the year ended December 31, 2017, 1,405,000 (2016 – 1,430,000) options with an exercise price of $0.10 expired. As a result, the fair values of these expired options of $68,484 (2016 – $199,101) were reclassified to deficit from options reserve.

At March 31, 2018, the Company's outstanding and exercisable stock options were as follows:

Expiry date	Options outstanding and exercisable	Exercise price	Weighted average remaining contractual life (in year)
February 7, 2019	1,870,000	$ 0.05	0.86
July 17, 2020	2,600,000	$ 0.05	2.29
March 16, 2021	4,000,000	$ 0.05	2.96
June 9, 2021	1,300,000	$ 0.05	3.19
	9,770,000		**2.41**

(EXPRESSED IN CANADIAN DOLLARS)

6. RELATED PARTY TRANSACTIONS

Exploration and Evaluation Asset Acquisition

On September 23, 2016, the Company acquired all of the issued and outstanding shares of Bearing Resources Ltd.'s wholly owned subsidiaries, BRZ Mex Holdings Ltd. ("BRZM") and Minera BRG SA de CV ("Minera BRG"). The asset acquisition was a related party transaction with the Chief Executive Officer being a common executive/director for both Bearing and Commander (Note 4(a)).

Services

During the three months ended March 31, 218, Commander paid office rents of $9,875 (2017 - $9,131) to a company related by way of a common director.

Compensation of Key Management

Key management includes the Company's directors, the President and Chief Executive Officer, VP Exploration, VP Corporate Development, Chief Financial Officer and Corporate Secretary. Their remuneration was as follows:

	Nature of Compensation	For the three months ended March 31, 2018	2017
President and Chief Executive Officer	Salary and benefits	**$ 26,849**	$ 26,613
Vice President, Corporate Development	Consulting	**7,500**	7,500
Vice President, Exploration	Consulting and exploration and evaluation costs	**14,500**	19,838
Chief Financial Officer	Accounting and audit	**12,000**	8,000
Corporate Secetary	Consulting	**9,000**	9,000
		$ 69,849	$ 70,951

7. COMMITMENT

The Company has a commitment of $18,375 for its Vancouver office lease which expires on August 31, 2018. Commander is obligated to make monthly rent payments of $3,675. The Company has the option to terminate the lease with a two months' notice.

8. SUPPLEMENTAL CASH FLOW INFORMATION

There were no significant non-cash transactions for the three months ended March 31, 2018 and 2017.

9. SEGMENT INFORMATION

The Company operates in one single reportable segment, being the acquisition and exploration of resource properties. The Company's non-current assets are located in Canada and Mexico. The carrying value of the Company's non-current assets in Mexico total $1 (2017 - $1). The carrying value of the Company's non-current assets in Canada as at March 31, 2018 were $1,608,360 (December 31, 2017 - $1,144,966).

10. CAPITAL MANAGEMENT

The Company defines its capital as all components of equity. The Company manages its capital structure by maintaining adequate funds to support the acquisition and exploration of minerals 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 for the three months ended March 31, 2018. The Company is not subject to externally imposed capital requirements.

11. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair value

The Company's financial instruments consist of cash and cash equivalents, receivables, marketable securities, accounts payable and accrued liabilities.

The carrying values of receivables, 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. The levels of the fair value hierarchy are as follows:

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).

Liquidity risk

Liquidity risk is the risk that the Company's financial assets are insufficient in meeting its financial obligations as they become due. The Company manages this risk by forecasting cash flows and anticipated investing and financing activities to ensure there is sufficient liquidity to meet the obligations. At March 31, 2018, the Company had cash and cash equivalents of $289,589 to settle its current liabilities of $28,888. On May 18, 2018, the Company raised a financing of $2,080,843.86 which provides sufficient liquidity for the next twelve months.

Credit risk

Credit risk is the risk that if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk is equal to the carrying value of cash and cash equivalents and receivables. Receivables primarily comprise GST receivable. To minimize the credit risk, Commander places cash and cash equivalents at high credit rating financial institution.

Price risk and foreign currency risk

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 price risk with respect to its marketable securities. A 10% change in the share prices would affect their fair values and comprehensive loss (income) by approximately $374,531. In September 2016, the Company acquired exploration and evaluation assets located in Mexico (Note 4(a)) and may be subject to future foreign currency risk. The risk as at March 31, 2018, was insignificant.

12. SUBSEQUENT EVENTS

On May 17, 2018, the Company consolidated its common shares on the basis of five (5) pre-consolidation shares for one (1) post-consolidation share. Following the share consolidation, the Company had 23,060,514 common shares issued and outstanding (Note 5).

On May 18, 2018, the Company closed a non-brokered private placement and issued 12,240,258 units at a price of $0.17 per unit ("Unit") for gross proceeds of $2,080,843.86. Each Unit consists of one common share and one transferrable share purchase warrant ("Warrant") with each Warrant entitling the holder to purchase one additional common share at a price of $0.25 per share until May 18, 2020. The Company has paid finders' fees as follows: 1) $105,648.60 in cash and 2) 517,883 units of finder's warrants with each finder's warrant entitling the holder to purchase one additional common shares at a price of $0.25 per share until May 18, 2020 (Note 5).

COMMANDER RESOURCES LTD.
TSX.V : CMD

Management's Discussion and Analysis

For the Three months ended

March 31, 2018

FORWARD-LOOKING STATEMENTS

This Management Discussion and Analysis ("MD&A") contains forward-looking information within the meaning of National Instrument 51-102 *Continuous Disclosure Obligations* of the Canadian Securities Administrators that involve risks and uncertainties.

Such forward-looking statements include statements of the Company's future plans, estimation of mineral resources, government regulations of the mining industry, requirements for operational funding, environmental risks, and anticipated timing of completion of property dispositions or acquisitions. These known or unknown risks and uncertainties could cause actual performance of the Company to differ materially from results implied by such forward-looking information. These uncertainties include future commodity pricing, capital market access, global economy and politics, government regulations, environmental restrictions, exploration results, permitting time lines, as well as those factors discussed in the section entitled "Risks and Uncertainties" in this MD&A.

This MD&A has been prepared based on available information up to the date of this report, May 28, 2018 (the "Report Date") and should be read in conjunction with the Company's condensed interim consolidated financial statements for the three months ended March 31, 2018. The financial information disclosed in this MD&A have been prepared in accordance with International Financial Reporting Standards ("IFRS") and comply with International Accounting Standard, IAS 34, *Interim Financial Reporting*. Additional information is available on SEDAR at www.sedar.com and the Company's website www.commandersources.com.

BUSINESS OF THE COMPANY

Commander Resources Ltd. ("Commander") is in the business of acquisition, exploration and development of resource properties. In September 2016, Commander acquired from Bearing Resources Ltd. ("Bearing") 100% of the issued and outstanding shares of BRZM which included BRZM's wholly-owned subsidiary, Minera BRG. BRZM and Minera BRG together hold a 100% interest of four exploration stage properties in Canada and Mexico: October Dome (BC), Mt. Polley (BC), Flume (Yukon) and Pedro (Durango, Mexico). In addition, three royalty interests were also acquired. One of these royalties includes a production-defined royalty on a portion of the Boundary Zone deposit at the Mt. Polley Mine in BC owned by Imperial Metals Corporation.

As consideration, Commander issued to Bearing 12,000,000 shares valued at $660,000, $15,000 in cash, plus $3,900 (the amount equal to cash holdings of BRZM and Minera BRG, less outstanding accounts payable due by these entities). Commander has treated this as an asset acquisition with 100% of the consideration ($678,900) being attributed to the four mineral properties on a pro rata basis based on their historical carrying values.

Commander, a reporting issuer in B.C. and Alberta, is listed on the TSX Venture Exchange under the symbol "CMD".

Robert Cameron, P.Geo., President and Chief Executive Officer and a Qualified Person under National Instrument 43-101, has reviewed and approved the technical information presented in this MD&A.

FIRST QUARTER HIGHLIGHTS AND SUBSEQUENT EVENTS

South Voisey's Bay Project, Labrador

The Company's project partner, Fjordland Exploration Inc. ("Fjordland"), announced a $1,200,000 exploration program on the company's South Voisey's Bay ("SVB") project in Labrador. Fjordland's funding will be provided by its strategic investor, High Power Exploration Inc. ("HPX").

The large 29,400 Ha SVB Property is located in central Labrador 80 kilometres south of Vale's Voisey's Bay Nickel mine and covers parts of the Pants Lake Gabbro Complex. Fjordland recently completed a 1469 metre drill program in which hole 17-6 returned a 3.9 metre interval of semi-massive to massive sulphide comprised of pyrrhotite, pentlandite and chalcopyrite grading 0.37% nickel, 0.27% copper and 0.1 % cobalt at the base of the Worm Gabbro within a sequence of troctolite. Borehole Electro-Magnetic (BHEM) data, collected by Crone Geophysics in November, defined several extremely high conductivity targets in particularly in holes 17-6 and 17-7 where a strong conductor was associated with the intersected sulphides, and an even stronger non-decaying off-hole conductor.

Flume Property, Yukon

The Company's project partner, K2 Gold Inc. ("K2"), has recently completed a re-interpretation of the geochemical soil data from the Company's Flume Property and confirms two distinct soil anomalies now known as Ferris and Pirate. The Flume Property is in the west-central Yukon Territory in the Traditional Territory of Tr'ondëk Hwëch'in First Nation.

The gold system footprint at Ferris increases to 2.5 km x 1.5 km and is marked by a distinct circular Mo and Sr halo, possibly indicative of a skarn type deposit. The gold footprint at Pirate increases to an area covering 3.5 km x 1.5 km and correlates well with As and coincident magnetic structural features that are typical of an orogenic style system. First pass historical 2012 diamond drilling at Pirate (FL12-06; 5.76 g/t Au over 2m, FL12-07; 1.57 g/t Au over 1.12m, and FL12-08; 1.35 g/t Au over 2m) were encouraging, but intersected gold values that may be marginal to the best mineralization. (See TSX.V:BRZ press release of November 14, 2012). The distinct geochemical signatures of the both Ferris and Pirate anomalies may indicate that there are multiple modes and sources of gold on the Flume property.

Baffin Island Project, Nunavut

Commander received a 250,000-share option payment from Kivalliq Energy Corp. ("Kivalliq") on March 27, resulting in Kivalliq vesting a 100-per-cent interest in Commander's Baffin Island gold property in Nunavut, Canada, which includes mineral claims and a recently signed 2017 mineral exploration agreement with Nunavut Tungasuvvingat Inc. on two blocks within Inuit-owned land parcel BI-35 (8,105 hectares). In addition to other consideration further outlined below, Commander will retain a 0.25-per-cent-to-0.5-per-cent net smelter returns royalty on the ground that was optioned from Commander. Separately, Commander also retains a 0.25-per-cent NSR on Kivalliq's regional lands through a previously announced data sales agreement with Kivalliq with respect to regional geoscience data held by Commander pertaining to additional lands held 100 per cent by Kivalliq. Financial terms of the option agreement may be adjusted up until the date of the first royalty payment to reflect the possible impact of any past commercial arrangement or interests. The combined area of the Baffin gold property is 4,089.8 square kilometres.

Share Consolidation

On May 17, 2018, the Company consolidated its common shares on the basis of five (5) pre-consolidation shares for one (1) post-consolidation share. Following the share consolidation, the Company had 23,060,514 common shares issued and outstanding as at May 17, 2018.

Private Placement for Gross Proceeds of $2,080,844

On May 18, 2018, the Company closed a non-brokered private placement and issued 12,240,258 units at a post consolidation price of $0.17 per unit ("Unit") for gross proceeds of $2,080,843.86. Each Unit consists of one new share and one share purchase warrant ("Warrant") with each Warrant entitling the holder to purchase one common share at a price of $0.25 per share until May 18, 2020. Finders' fees were paid in cash of $105,648.90 and in warrants of 517,883 units with each finder's warrant entitling the holder to purchase one common shares at a price of $0.25 per share until May 18, 2020.

EXPLORATION AND EVALUATION ASSETS

CANADA

October Dome Property, BC

The October Dome gold property, is located in the "Quesnel Trough" in central BC, near the town of Likely. The October Dome property is located 10km north of Imperial Metals Corporation's ("Imperial") Mt. Polley porphyry copper gold mine property and 7 km to the southeast of Barkerville Gold Mines Ltd.'s QR skarn gold mine property. The October Dome claims are subject to net smelter return ("NSR") royalties of between 1.5% and 2%. The October Dome target is defined by a grid area of some 4.0 km by 1.1 km that has been surveyed by magnetic and Induced Polarization ("IP") surveys and soil geochemistry. In 2013 Bearing completed a 1,086-metre (six holes) diamond drill program targeting the northern end of a four-kilometre-long gold and arsenic soil anomaly that is coincident with an induced polarization

(IP) chargeability anomaly. Holes OD-5 through OD-7 encountered diorite and monzonite intrusions within hornfelsed sediments and propylitized basalts. Hole OD-6 encountered a 15-metre core length of massive magnetite skarn with semi-massive pyrite layers accompanied by chalcopyrite, epidote and garnet at the sediment/basalt contact. A nine-metre section of this skarn assayed 0.7 gram per tonne gold, including a three-metre length that returned 1.3 g/t Au. For full details of the drill program reference should be made to Bearing Resources news release dated December 3, 2013.

During the year ended December 31, 2017, Commander wrote off $585,753 from the carrying value of the October Dome property in profit and loss as there was no significant work planned on the property.

Mt. Polley Property, BC

The Mt. Polley properties are located adjacent to Imperial's Mt. Polley open-pit copper gold mine, which is approximately 100 km northeast of Williams Lake, BC. The claims are subject to a NSR of up to 2%. The Mt. Polley properties had previously included an additional area (~37 hectares) adjacent to Imperial's Boundary Zone that was sold to Imperial and over which the Company retains a royalty. The royalty is $2.50 per tonne for the first 400,000 tonnes of material milled and the $1.25 per tonne for all tonnes milled in excess of 400,000 tonnes. The royalty per tonne in excess of 400,000 tonnes milled can be reduced to $0.62 per tonne by Imperial making a payment of $1 million. The Company is entitled to 90% of the royalty payments. Three royalty payments were received by Bearing in Q1 2012.

At the year ended December 31, 2017, $37,428 was written off from the Mt. Polley property as Commander has no significant work planned on the project.

Rebel Property, BC

In November 2016, the Company acquired the Rebel zinc and lead property by way of staking. The 1,620-hectare Rebel property occurs on the southern end of the Kechika trough, a geological feature that is host to numerous sedimentary exhalative (sedex) zinc-lead-silver-boron deposits and showings and covers the Rebel prospect. Public records indicate that it was first identified in 1979 when prospectors working for Esperanza Explorations discovered a 40-metre horizon of interbedded massive pyrite beds and black shale. Esso Resources optioned the property and over the next several years conducted geological mapping, stream, soil and rock sampling as well as various geophysical surveys concluding with five short diamond drill holes in 1982, none of which tested the pyrite horizon. Most of these data are unavailable. In 1994, Teck Resources completed geological mapping and extended the Esso soil grid to the west.

Compilation of available public domain data shows a 1.7-kilometre lead-in-soil (40-part-per-million cut-off) anomaly that is partially coincident with the massive pyrite and ferricrete outcrops. Reported assays from the massive pyrite zone contain low to anomalous Pb, Zn and Ba with the best sample being 0.5 per cent Zn, 0.2 per cent Pb and 24.6 grams per tonne Ag.

Geological mapping, soil sampling and detailed XRF analyses of pyrite horizons were completed in August 2017. A total of 52 soil and 4 rock samples were collected and 93 XRF analyses were completed. Mapping confirmed the presence of two distinct pyritic SEDEX horizons (up to 30 m thick) with elevated Zn and Pb values and defined the southern horizon that extends for more than 2 km and is open ended to the east and west. XRF analyses demonstrated the massive pyrite horizon is anomalous in Pb with values up to 0.58%. A zone 10 m thick with 4 spaced readings returned 0.29% Pb and an average of 0.14% Pb taken from the overall pyritic horizon. At December 31, 2017, Rebel's carrying value of $32,901 was written off to profit and loss

Flume Property, Yukon

On March 6, 2017, Commander entered into an option agreement with K2 Gold Corporation ("K2") allowing K2 to acquire a 100% interest in the Flume property as follows:

For the initial 60% interest, K2 must spend $2,000,000 in exploration, make cash payments of $400,000, and issue 1,000,000 shares to Commander in accordance with the following schedule:

- Upon signing - $25,000 (received) and 100,000 shares (received with a fair value of $35,000)

- Year one anniversary – $35,000 (received) and 100,000 shares (received), and incur $200,000 in exploration (waived)
- Year two anniversary - $50,000 and 150,000 shares
- Year three anniversary - $75,000 and 150,000 shares,
- Year four anniversary- $215,000 and 500,000 shares, and incur $1,800,000 in exploration

To earn the remaining 40% interest, K2 must meet the following conditions over three years by:

- spending an additional $3,000,000 in exploration
- making additional cash payments of $250,000
- issuing a further 2,000,000 shares

If K2 has acquired a 100% interest and announced a decision to commence production, it will pay Commander a balloon payment of either (i) $10,000,000 in cash or (ii) $5,000,000 in cash and $5,000,000 value in K2 shares. Commander would retain a 1% net smelter royalty on the property.

As announced on November 6, 2017, K2 collected 398 soil samples and 63 rock grab samples. Soil sampling in the northern section of the property confirmed an Au-in-soil anomaly approximately 1.2 km by 3 km in size with values up to 247 ppb Au (15% of soil samples were greater than 25 ppb Au). A new Au-in-Soil anomaly was also outlined in the south-eastern portion of the property marked by values up to 68 ppb Au (8% of soil samples were greater than 25 ppb Au). In addition, rock grab prospecting in the south-central portion of Flume, in the area of historical exploratory drilling, yielded assays up to 4.76 g/t within variably silicified, carbonate altered and mineralized metasedimentary rocks (22% of rock samples were greater than 0.5 g/t Au). Note that grab samples are selective by nature and values reported may not be representative of mineralized zones.

At December 31, 2017, the Company recognized an impairment write-off of $8,347 on the Flume property as there was no significant work planned on the property.

South Voisey's Bay Property, Labrador

The South Voisey's Bay property is located in central Labrador approximately 80 km due south of the operating Voisey's Bay nickel mine and covers parts of the Pants Lake gabbro complex in the South Voisey's Bay area. The Pants Lake Complex contains host rocks with alteration and nickel mineralization styles that are similar to the Voisey's Bay hosts.

In September 2014, Commander signed a Memorandum of Understanding ("MOU") granting Fjordland Exploration Inc. an option to earn up to a 70% interest in the South Voisey's Bay property, by funding $5,500,000 in exploration expenditures, and issuing a total of 2,250,000 shares to Commander. Upon signing the agreement Fjordland subscribed for 2,000,000 shares of Commander at a price of $0.05, for net proceeds to Commander of $100,000.

In November 2014, Commander (as Operator) conducted UTEM and ground mag surveys over the most prospective areas of the claims. The cost of the program was approximately $250,000 and was completed by mid-December. The ground UTEM covered an area 2.5 km by 2.6 km, with a total of 22.5 line km's surveyed, and the ground mag survey covered 42 line-km. Results of the 2014 UTEM – EM survey have outlined an intense horizontal conductor and 4 strong sub-vertical conductors near the Worm Gabbro referred to as the Sandy Target. (see News Release dated March 2, 2015).

In December 2014, the MOU was amended to enable Fjordland to earn up to 75% interest in the property by increasing the Initial Work Commitment from $250,000 to $350,000 and increasing the Initial Option interest from 10% to 15%. Fjordland has accordingly earned a 15% interest in the project. In August 2015, the Option Agreement was terminated. On March 23, 2016, Commander transferred 15% interest in the project to Fjordland.

Tenure has been adjusted periodically to accommodate required work commitments while maintaining coverage of the Sandy conductor target.

On June 5, 2017, Commander and Fjordland entered into a new Letter of Intent ("LOI") whereby Fjordland has the option to acquire the remaining 85% interest in the project by making a total cash payment of $290,000, issuing a total of 4,500,000 post-consolidation shares of Fjordland and spending $8,000,000 in exploration expenditures.

The 85% interest can be acquired in 3 stages:

1) 20% interest - $600,000 in exploration by October 31, 2017 (completed) and issue 200,000 shares to Commander (issued)
2) 40% interest – cash payment of $10,000 and 250,000 shares issued by July 26, 2018
   cash payment of $15,000 and 300,000 shares issued by July 26, 2019
   cash payment of $25,000 and 350,000 shares issued by July 26, 2020
   cash payment of $40,000 and 400,000 shares issued by July 26, 2021
3) 25% interest - $5,000,000 in exploration incurred by October 31, 2024, $200,000 in cash and 3,000,000 shares

Upon Fjordland vesting a 100% interest, Commander will retain a 2% NSR. Fjordland has the right to buy 50% of the NSR for $5,000,000 in cash or $2,500,000 in cash plus the issuance of post-consolidated Fjordland shares having a fair market value of $2,500,000. When commercial production starts, Fjordland will make an advance royalty payment of $10,000,000 to Commander.

The property has been expanded to 29,400 hectares including the acquisition of the South Gabbro complex where historical (2002) reconnaissance drilling by Falconbridge had encountered narrow but high-grade nickel values in drilling.

In October 2017, Fjordland completed a drill program of 1,469 metres which tested six shallow UTEM geophysical targets. Best results were from holes 17-2 which returned 0.8 metres grading 0.63% nickel, 0.30% copper and 0.1% cobalt and hole 17-6 which returned 3.9 metres grading 0.37% nickel, 0.27% copper and 0.1 % cobalt. The intersections are semi-massive to massive sulphide comprised of pyrrhotite, pentlandite and chalcopyrite. Both intersections occur within or at the base of the Worm Gabbro within a sequence of troctolite. They are overlain by several metres of blebby and net textured sulphides. Holes 17-3, 5 and 7 returned low nickel values. Three holes, 17-1, 17-4 and 17-8, located 1.8 km south of hole 17-6 tested a prominent low angle conductor within paragneiss adjacent to an arm of the Worm Gabbro and all three holes encountered zones of high sulphide with low nickel values hosted by structures and sometimes accompanied by mixed gabbro breccia. Borehole Electro-Magnetic (BHEM) data, collected by Crone Geophysics in November, defined several extremely high conductivity targets between holes 17-1, 17-4, and 17-8. In addition, BHEM data from holes 17-6 and 17-7 delineate a strong conductor associated with the intersected sulphides, and an even stronger non-decaying off-hole conductor.

Fjordland has met its initial commitment by spending $600,000 in exploration by October 31, 2017, its ownership interest in the property has been increased from 15% to 35%.

During the year ended December 31, 2017, the Company performed an impairment assessment of the South Voisey's Bay project based on the terms of the LOI with Fjordland. The assessment determined that the project's carrying value was lower than the recoverable amount, which is the greater of the its value in use ("VIU") and its fair value less cost to sell ("FVLCS"). The recoverable amount was determined to be the FVLCS. In calculating the FVLCS, the Company used significant assumptions and estimates as follows: i) discount rate of 15%, ii) probability-weighted cash flows from the option payments, and iii) probability-weighted fair values of Fjordland's common shares to be received, with an estimated share price of $0.35. As a result, the Company recognized an impairment loss of $1,933,200 in profit or loss in 2017.

During the three months ended March 31, 2018, the Company reviewed the assumptions and estimates that the recoverable amount was based on at December 31, 2017. The fair value of Fjordland's common shares as at March 31, 2018 has decreased from the original estimated share price of $0.35 to $0.20. As a result, the Company recognized an impairment loss of $86,606 in profit or loss.

Baffin Island 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. 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.

Non-core claims were not renewed in 2015. In 2016, a new exploration agreement with Nunavut Tungasuvvingat Inc. ("NTI") was applied for and agreement was reached and signed in December 2016 (effective date of January 1, 2017). The new exploration agreement covers the previously explored Malrock, Ridge Lake and Kanosak targets.

The Baffin project has been inactive since 2013. The exploration camp over this period was subject to damage from weather and the Company received government notice for the site cleanup. In November 2016, the Company filed a cleanup plan with the government authorities. In August 2017, the cleanup was completed with a total cost of $93,638.

On May 5, 2017, Commander entered into an option agreement with Kivalliq Energy Corporation ("Kivalliq") allowing Kivalliq to acquire a 100% interest in the Baffin property which includes six mineral claims (5,948 hectares) and the signed 2017 Mineral Exploration Agreement ("MEA") with NTI on two blocks within Inuit Owned Land parcel BI-35 ("IOL BI-35") (8,105 hectares).

Under the terms of the Option Agreement, Kivalliq will:

- make a cash payment of $10,000 (received) upon execution of the agreement
- issue 500,000 shares (received) within 12 months of execution of the agreement
- fulfill Commander's Year 1 obligations to NTI under the MEA on IOL BI-35 following execution of the agreement
- issue 500,000 shares at a Bankable Feasibility Study
- make a cash payment of up to $6,000,000 upon commencement of commercial production

Commander will retain a 0.25% to 0.5% NSR royalty on the Baffin optioned lands. In addition, as part of a data purchase agreement, Kivalliq will grant Commander a 0.25% NSR on Kivalliq's Baffin mineral tenures contiguous to Commander's Baffin optioned lands. Financial terms of the option agreement may be adjusted up until the date of the first royalty payment to reflect the possible impact of any past commercial arrangement or interests.

On October 25 the Company announced results from Kivalliq's 2017 field program. 424 rock samples confirmed high-grade gold in banded iron formation (BIF) and (intrusion?) - metasediment hosted quartz veins. Highlight grab and channel sample assays include:

- 268 g/t Au, (Malrok BIF grab sample)
- 211 g/t Au over 0.5 m and 102.5 g/t Au over 0.5 m (Kanosak quartz vein channel sample)
- 114.5 g/t and 96.2 g/t Au, (Brent quartz vein grab sample)
- 86.14 g/t Au over 0.96 m, includes 193 g/t Au over 0.32 m, (W Kanosak/Qim 4 BIF channel sample)
- 20% of rock samples taken in 2017 (85) were > 0.5 g/t Au

Results from 492 till geochemical samples identified a new 10 km long corridor of anomalous gold at south Kanosak, and further outlined seven anomalous areas warranting follow-up at Kanosak, Brent and Central Belt west.

- Rock and new till geochemical results have extended the strike length of known gold occurrences at Brent, confirmed gold in BIF over 5 km and 6 km at west and north Kanosak, and expanded anomalies around historic gold in till results
- 65 km^2 of high resolution airborne drone imagery flown in key target areas will be used to develop digital surface models and aid structural interpretation.

At December 31, 2017, $65,870 was written off from the Baffin property.

Sabin Property, Ontario

The property is located at the north margin of the mineral-rich 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 Company completed a desktop compilation of all pre-existing and historical exploration data. A site visit was carried out in September 2016 that comprised limited geological mapping and GPS surveying of historical drill sites.

On March 6, 2017, Commander entered into a conditional agreement with Roughrider Exploration Inc. ("Roughrider") granting it to acquire up to a 100% interest in the Sabin property. On May 31, 2017, Roughrider advised that it would not proceed with the transaction. Over this due diligence period, Roughrider expanded the property by 2,983 hectares which were transferred to Commander for consideration of $13,829. This amount was capitalized as acquisition costs and written off as at December 31, 2017.

Omineca Property, BC

The property is located in North Central BC within the prolific copper-gold producing Quesnel terrane.

2012's field program on the Omineca project included reconnaissance prospecting, mapping and geochemical sampling, which identified 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 has not been drill-tested. In 2015, the claim holdings were reviewed in light of work or cash payment requirements and some non-core claims were not renewed.

At December 31, 2014, the Company decided not to conduct exploration of the Omineca Properties but maintained the claims. As a result, $230,446 was written off to profit and loss in 2014.

A compilation of historical work was undertaken during the first half of 2017. Additional claims were added to the property to cover possible extensions of the soil anomaly to the south of the existing targets. Reconnaissance geological mapping and soil sampling was completed in August 2017. A total of 8 rock and 58 soil samples were collected to delineate the southern boundary of Au in soils in historical soil data. This program succeeded in extending the Au in soil anomaly another 1 km along strike to a combined size of 1 x 5 km area with > 100 ppb Au which is open to the south and east. A vein sampled in this area returned 20.9 g/t Au.

The costs of compilation and the added claims totalling $33,138 were capitalized as acquisition costs and written off as at December 31, 2017

Nepisiguit-Stewart Property, New Brunswick

In August 2010, Commander optioned the Nepisiguit property to Stratabound Minerals for shares of Stratabound and work commitments. Stratabound could earn an initial 60% interest in the property. Stratabound carried out option work until 2014.

In May 2015, Stratabound announced a business combination with Silver Stream Mining Corp. Stratabound under the new management and decided not to continue with the project and returned it to Commander. As a result, the project costs of $1,131,626 were written off to profit and loss in 2016.

Storm Property, Nunavut

On February 18, 2016, the Company completed the sale transaction of the Storm Property with Aston Bay Holdings Ltd. ("Aston") and received 11,000,000 shares of Aston with a fair value of $2,640,000. These shares are pooled and will be released in four equal tranches of 2,750,000 shares on each anniversary date starting February 18, 2017 to 2020. As of the report date, the Company held 9.36% of Aston's total outstanding common shares.

Commander retains a 0.875% Gross Overriding Royalty ("GOR") after the property is brought into production. Aston has the right to buy down the GOR from 0.875% to 0.4% for $4,000,000.

Olympic 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. The Olympic property is located just within the proposed boundary of the Peel Watershed Plan. In 2014 the Yukon Government presented its plan for the Peel

Watershed area. It now encompasses the Olympic Property in a Protected Area designation that could impact the company's ability to access or develop a mine at that site. Request for relief from assessment work was applied for due to the uncertainties surrounding the Peel Watershed plan. The plan has not yet been finalized and is subject to further challenges.

In April 2016, the Yukon Government provided additional relief from assessment work due to the uncertainties surrounding the Peel Watershed plan and the claims are now in good standing until January 1, 2019.

MEXICO

Pedro Property, Durango

The wholly owned Pedro claims are located approximately 100 kilometres from the city of Torreon. Pedro is comprised of a number of targets including the HP Breccia prospect, a gold soil anomaly extending over an 1,800 x 600m area that coincides with extensive silicified sedimentary breccias and conglomerate, and the Las Lajas gold prospect.

In July 2014, Newmont de Mexico, S.A de C.V terminated an option agreement with Bearing Resources over the Pedro claims. The drill program comprised 11 drill holes totaling 1,744 metres, of which two holes (409 metres) were cored and the remaining drilled by reverse circulation. Areas tested included the HP breccia prospect and its northern extension, a distance of approximately three kilometres. The best results were encountered in hole LP-013-R that returned a core length of 10.5 metres grading 0.51 gram per tonne gold from silicified conglomerate of the Ahuichila formation. For full details of the drill program reference should be made to Bearing Resources news release dated July 3, 2014. At December 31, 2017, $8,417 was written off from the property's carrying value.

INVESTMENT IN MARTIME and SHARE PURCHASE AGREEMENT

On April 1, 2016, Commander re-evaluated its investment in Maritime and concluded that significant influence no longer existed due to the consideration factors that Commander has no representation on Maritime's board of directors, no involvement in business decisions, no interchange of management personnel, and no provision of essential technical information. As a result, as of April 1, 2016, Maritime ceased to be an associated company and the investment in Maritime has been designated as an available-for-sale security and measured at fair value with changes in fair value recognized in accumulated other comprehensive income. Prior to the cessation date, the investment in Maritime was being accounted for using the equity method and included a pro-rata share of Maritime's change in in net assets for each reporting period.

On April 6, 2016, Commander and Maritime amended the Option Agreement entered in February 2015 regarding the time frames and purchase prices of the shares owned by Commander ("Optioned Shares"). On April 7, 2016, Maritime exercised the option and purchased 1,000,000 Option Shares at $0.14 per share resulting in net proceeds of $138,600 to Commander. On August 29, 2016, Maritime bought another 1,500,000 Optioned Shares (1,000,000 shares at $0.14 per share and 500,000 shares at $0.21 per share) bringing in additional proceeds of $245,000. On August 31, 2017, this agreement expired and was no longer in force.

As of the report date, Commander held 6,944,000 shares representing 8.04% of Maritime's total outstanding common shares. In addition to share ownership, Commander holds a 2% NSR royalty on production from Maritime's Green Bay property, other than from the Orion deposit.

On March 2, 2017, Maritime released the results of a Prefeasibility Engineering Study and Economic Assessment (the "Study") completed by WSP Canada Inc. (see Maritime's news release dated March 2, 2017 and posting on SEDAR for additional details and assumptions). The Study concluded the planned project would return an internal rate of return ("IRR") after tax of 34.8% and a net present value (NPV 8%) after tax of $44.2 million based on a revised geological resource and reserve:

Proven and Probable Reserves: 439,200 tonnes @ 12.70 g Au/t (179,400 oz) from
Measured and Indicated Resources: 925,670 tonnes @ 10.60 g Au/t (315,600 oz) and
Inferred Resources: 1,557,000 tonnes @7.53 g Au/t (376,800 oz)

SUMMARY OF QUARTERLY RESULTS

	2018	2017				2016		
	Mar 31	Dec 31	Sep 30	Jun 30	Mar 31	Dec 31	Sep 30	Jun 30
Royalty income	$ -	$ 25,000	$ -	$ -	$ -	$ 25,000	$ -	$ -
Net (loss) income	(193,345)	$ (856,763)	$ (2,044,475)	$ (110,161)	$ (155,859)	$ (318,971)	$ (1,278,927)	$ 524,457
Total comprehensive (loss) income	993,565	$ (763,643)	$ (1,957,505)	$ (409,381)	$ (1,729,739)	$ (2,095,962)	$ (1,728,673)	$ 2,620,810
Basic and diluted (loss) income per share	$ (0.001)	$ (0.007)	$ (0.020)	$ (0.001)	$ (0.001)	$ (0.003)	$ (0.012)	$ 0.005

RESULTS OF OPERATIONS

For the three months ended March 31, 2018 and 2017

Loss

For the three months ended March 31, 2018, the Company reported loss of $193,345 as compared to loss of $155,859 for the same period in 2017. The higher loss in the first quarter of 2018 was primarily from the impairment of the South Voisey's Bay project.

Expenses

Administrative expenses for the three months ended March 31, 2018 were $138,623 (2017 - $158,454). The lower quarterly expenses of $19,831 in 2018 were attributable to: (a) accounting and audit, (b) investor and shareholder relations, (c) exploration and evaluation costs offsetting partially by impairment loss. Details of the variances are described below.

Accounting and audit fees in 2018 were lower by $4,697. In 2017, annual audit fees were higher by $6,000 relating to the review of the Bearing asset acquisition, and monthly accounting fees for the Mexican subsidiaries, BRZM and Minera BRG.

Investor and shareholder relations in 2018 were lower by $7,598. In 2017, increased activities in advertising and promotion, and the participation in mining conferences to expand investor network.

Exploration and evaluation costs for the first quarter of 2018 were $11,840 (2017 - $17,192). In 2017, work was performed on certain inactive projects relating to mapping, data compilation, land rents and claims maintenance.

Impairment on exploration and evaluation assets were $55,631 in 2018 (2017 - $nil). The Company wrote down the carrying value of the South Voisey's Bay after reviewing the assumptions and estimates of its carrying value at December 31, 2017. The fair value of Fjordland's common shares at March 31, 2018 has decreased from the original estimated share price of $0.35 to $0.20. As a result, the project was written down by $86,606 offsetting by a cost recovery of $35,000 relating to an option payment on the Flume project.

LIQUIDITY AND CAPITAL RESOURCES

The Company is at the exploration stage and no revenue has been generated to date. The Company has been relying on equity financings, sales of assets and marketable securities to sustain its operations. At March 31, 2018, the Company had cash and cash equivalents of $289,589 and working capital of $2,591,420. On May 18, 2018, the Company completed a financing with gross proceeds of $2,080,843.86 which will provide sufficient liquidity for the Company's operations for the next twelve months.

SUBSEQUENT EVENTS

On May 17, 2018, the Company consolidated its common shares on the basis of five (5) pre-consolidation shares for one (1) post-consolidation share. Following the share consolidation, the Company had 23,060,514 common shares issued and outstanding as of May 17, 2018.

On May 18, 2018, the Company closed a non-brokered private placement and issued 12,240,258 units at a post consolidation price of $0.17 per unit ("Unit") for gross proceeds of $2,080,843.86. Following the completion of the private placement financing, the Company has 35,300,772 issued and outstanding shares. Each Unit consists of one new share and one transferrable share purchase warrant ("Warrant") with each Warrant entitling the holder to purchase one additional common share at a price of $0.25 per share until May 18, 2020. The Company has paid finders' fees to eligible finders for certain units placed in the private placement as follows: 1) $105,648.60 in cash and 2) 517,883 units of finder's warrants with each warrant unit entitling the holder to purchase one additional common shares at a price of $0.25 per share until May 18, 2020.

OUTSTANDING SHARE DATA

At May 28, 2018, the Company had post consolidation common shares of 35,300,772 issued and outstanding, 1,954,0000 stock options with exercise prices of $0.25, expiring between 2019 and 2021, 12,240,258 share purchase warrants and 517,883 finder's warrants.

OFF BALANCE SHEET ARRANGEMENTS and PROPOSED TRANSACTIONS

As of the report date, the Company has no off-balance sheet arrangements or proposed transactions.

COMMITMENT

The Company has a commitment of $18,375 for its Vancouver office lease which expires on August 31, 2018. Commander is obligated to make monthly rent payments of $3,675. The Company has the option to terminate the lease with a two months' notice.

RELATED PARTY TRANSACTIONS

Exploration and Evaluation Asset Acquisition

On September 23, 2016, the Company acquired all of the issued and outstanding shares of Bearing Resources Ltd.'s wholly owned subsidiaries, BRZ Mex Holdings Ltd. ("BRZM") and Minera BRG SA de CV ("Minera BRG"). The asset acquisition was a related party transaction with the Chief Executive Officer being a common executive/director for both Bearing and Commander.

Services

During the three months ended March 31, 218, Commander paid office rents of $9,875 (2017 - $9,131) to a company related by way of a common director.

Compensation of Key Management

Key management includes the Company's directors, the President and Chief Executive Officer, VP Exploration, VP Corporate Development, Chief Financial Officer and Corporate Secretary. Their remuneration is as follows:

	Nature of Compensation	For the three months ended March 31, 2018	2017
President and Chief Executive Officer	Salary and benefits	**$ 26,849**	$ 26,613
Vice President, Corporate Development	Consulting	**7,500**	7,500
Vice President, Exploration	Consulting and exploration and evaluation costs	**14,500**	19,838
Chief Financial Officer	Accounting and audit	**12,000**	8,000
Corporate Secetary	Consulting	**9,000**	9,000
		$ 69,849	$ 70,951

NEW ACCOUNTING POLICIES

IFRS 9, *Financial Instruments,* was issued in July 2014 and replaces IAS 39 by providing a revised model for classification and measurement, introducing a new "expected credit loss" impairment model for financial assets and a reformed approach to hedge accounting. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward in IFRS 9, as such, the accounting policy with respect to financial liabilities is unchanged. The standard is effective for annual periods beginning on or after January 1, 2018, with early adoption permitted. The Company has assessed the standard and does not expect it to have any significant impact on its condensed interim consolidated financial statements.

IFRS 16, *Leases*, was issued in January 2016 and replaces IAS 17. The standard requires lessees to recognize assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. The standard is effective for annual periods beginning on or after January 1, 2019 with early adoption permitted. The Company does not expect any significant impact on its condensed interim consolidated financial statements from this standard.

FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

Fair Value

The Company's financial instruments consist of cash and cash equivalents, receivables, marketable securities, accounts payable and accrued liabilities.

The carrying values of receivables, 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. The levels of the fair value hierarchy are as follows:

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).

Liquidity Risk

Liquidity risk is the risk that the Company's financial assets are insufficient in meeting its financial obligations as they become due. The Company manages this risk by forecasting cash flows and anticipated investing and financing activities to ensure there is sufficient liquidity to meet the obligations. At March 31, 2018, the Company had cash and cash equivalents of $289,589 to settle its current liabilities of $28,888. On May 18, 2018, the Company raised a financing of $2,080,843.86 which provides sufficient liquidity for the next twelve months.

Credit Risk

Credit risk is the risk that if a counterparty to a financial instrument fails to meet its contractual obligations. The Company's exposure to credit risk is equal to the carrying value of cash and cash equivalents and amounts receivable. Amounts receivable primarily comprises GST receivable. To minimize the credit risk, Commander places cash and cash equivalents at high credit rating financial institution.

Price Risk and Foreign Currency Risk

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 price risk with respect to its marketable securities. A 10% change in the share prices would affect their fair values and comprehensive loss (income) by approximately $374,531. In September 2016, the Company acquired exploration and evaluation assets located in Mexico and may be subject to future foreign currency risk. The risk as at March 31, 2018, was insignificant.

RISKS AND UNCERTAINTIES

Mineral exploration involves high degree of risks. There is a significant probability that the expenditures made in exploring the Company's properties will not result in discoveries of economically viable quantities of minerals. Ongoing costly expenditures are 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 principal risks faced by the Company are as follows:

Exploration

The Company is seeking mineral deposits of commercial quantities on its exploration projects. There can be no assurance that economic concentrations of minerals will be determined to exist on the Company's property holdings. The failure to establish such economic concentrations 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

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. 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. Commander'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 volatility, and the share prices of securities of many companies, particularly junior exploration companies like the Company, has 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.

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 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. 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.

Amendments to current laws, regulations and permits governing operations and activities of mining companies 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.

HEAD OFFICE

Commander Resources Ltd.
1100 - 1111 Melville Street
Vancouver, British Columbia
Canada V6E 3V6

TEL: (604) 685-5254
TOLL FREE: 1-800-667-7866
Email: info@commanderresources.com

OFFICERS & DIRECTORS

David Watkins, M.Sc.
Chairman and Director

Robert Cameron, P.Geo.
Director, President and Chief Executive Officer

Bernard H. Kahlert, P.Eng.
Director and Vice President, Corporate Development

Brandon MacDonald
Director

Eric W. Norton, P.Eng.
Director

Stephen Wetherup, P.Geo.
Vice President, Exploration

Patricia Fong, CPA (CMA)
Chief Financial Officer

Janice Davies
Corporate Secretary

LISTINGS

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

CAPITALIZATION
(As at Report Date)

Shares Authorized: Unlimited
Shares Issued: 35,300,772

REGISTRAR & TRUST AGENT

Computershare Trust Company of Canada
510 Burrard Street, 3rd Floor
Vancouver, BC
V6C 3B9

AUDITOR

Davidson & Company LLP, Chartered Accountants
1200 - 609 Granville Street
P.O. Box 10372, Pacific Centre
Vancouver, British Columbia
V7Y 1G6

LEGAL COUNSEL

Salley Bowes Harwardt Law Corp.
1750 - 1185 West Georgia St.
Vancouver, British Columbia
V6E 4E6