Galway Gold Inc.

Condensed Interim Consolidated Financial Statements
For the Three and Nine Months Ended September 30, 2015 and 2014

(Expressed in United States Dollars)
(Unaudited)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited condensed interim consolidated financial statements of Galway Gold Inc. (the "Company") are the responsibility of management and the Board of Directors.

The unaudited condensed interim consolidated financial statements have been prepared by management, on behalf of the Board of Directors, in accordance with the accounting policies disclosed in the notes to the unaudited condensed interim consolidated financial statements. Where necessary, management has made informed judgments and estimates in accounting for transactions which were not complete at the statement of financial position date. In the opinion of management, the unaudited condensed interim consolidated financial statements have been prepared within acceptable limits of materiality and are in accordance with International Accounting Standard 34 - Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards appropriate in the circumstances.

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

The Board of Directors is responsible for reviewing and approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited condensed interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited condensed interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

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

NOTICE TO READER

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

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

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

Galway Gold Inc.
Condensed Interim Consolidated Statements of Financial Position
(Expressed in United States Dollars)
(Unaudited)

As at	September 30, 2015	December 31, 2014
Assets		
Current assets		
Cash	**$ 10,143,759**	$ 10,931,278
Prepaids and deposits	**41,925**	51,259
Advances to Galway Metals Inc. (Note 9)	**-**	106,210
	10,185,684	11,088,747
Non-current asset		
Resource property costs (Note 3)	**895,282**	895,282
	$ 11,080,966	$ 11,984,029
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	**$ 116,075**	$ 116,996
Shareholders' Equity		
Common shares (Note 4)	**19,753,250**	19,753,250
Contributed surplus	**1,895,516**	1,494,258
Accumulated other comprehensive loss	**2,246**	4,457
Deficit	**(10,686,121)**	(9,384,932)
	10,964,891	11,867,033
	$ 11,080,966	$ 11,984,029

Nature of Operations (Note 1)

Approved by the Board *"Robert Hinchcliffe"* Director

"Robb Doub" Director

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

Galway Gold Inc.
Condensed Interim Consolidated Statements of Loss and Comprehensive Loss
(Expressed in United States Dollars)
(Unaudited)

	Three Months Ended September 30, **2015**	Three Months Ended September 30, 2014	Nine Months Ended September 30, **2015**	Nine Months Ended September 30, 2014
Expenses (Income)				
Exploration expenses (Note 7)	**$ 78,166**	$ 333,499	**$ 352,534**	$ 745,378
Administrative expenses (Note 8)	**201,323**	266,539	**561,611**	654,665
Stock-based compensation (Note 5)	**550**	18,813	**401,258**	385,245
(Gain) loss on foreign exchange	**1,766**	99,913	**355**	50,115
Interest income	**(4,816)**	(4,720)	**(14,569)**	(16,509)
Net loss	**$ (276,989)**	$ (714,044)	**$ (1,301,189)**	$ (1,818,894)
Other Comprehensive Loss				
Items that will be reclassified subsequently into income:				
Cumulative translation adjustment	**-**	105,932	**(2,211)**	30,716
Net comprehensive loss	**$ (276,989)**	$ (608,112)	**$ (1,303,400)**	$ (1,788,178)
Loss per share - basic and diluted	**$ nil**	$ nil	**$ (0.01)**	$ (0.01)
Weighted average number of common shares outstanding	**166,511,932**	166,511,932	**166,511,932**	166,511,932

Condensed Interim Consolidated Statements of Deficit
(Expressed in United States Dollars)
(Unaudited)

	Three Months Ended September 30, **2015**	Three Months Ended September 30, 2014	Nine Months Ended September 30, **2015**	Nine Months Ended September 30, 2014
Balance, beginning of period	**$ (10,409,132)**	$ (8,363,773)	**$ (9,384,932)**	$ (7,258,923)
Net loss for the period	**(276,989)**	(714,044)	**(1,301,189)**	(1,818,894)
Balance, end of period	**$ (10,686,121)**	$ (9,077,817)	**(10,686,121)**	(9,077,817)

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

Galway Gold Inc.
Condensed Interim Consolidated Statements of Changes in Shareholders' Equity
(Expressed in United States Dollars)
(Unaudited)

	Share Capital	Contributed Surplus	Accumulated Other Comprehensive Income	Deficit	Total
Balance, December 31, 2013	$ 19,753,250	$ 1,086,382	$ (86,569)	$ (7,258,923)	$ 13,494,140
Stock based compensation	-	381,926	-	-	381,926
Cumulative translation adjustment	-	-	30,716	-	30,716
Net loss for the period	-	-	-	(1,818,894)	(1,818,894)
Balance, September 30, 2014	**$ 19,753,250**	**$ 1,468,308**	**$ (55,853)**	**$ (9,077,817)**	**$ 12,087,888**
Balance, December 31, 2014	$ 19,753,250	$ 1,494,258	$ 4,457	$ (9,384,932)	$ 11,867,033
Stock based compensation	-	401,258	-	-	401,258
Shares issued for resource					
Cumulative translation adjustment	-	-	(2,211)	-	(2,211)
Net loss for the period	-	-	-	(1,301,189)	(1,301,189)
Balance, September 30, 2015	**$ 19,753,250**	**$ 1,895,516**	**$ 2,246**	**$ (10,686,121)**	**$ 10,964,891**

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

Galway Gold Inc.
Condensed Interim Consolidated Statements of Cash Flows
(Expressed in United States Dollars)
(Unaudited)

For the Nine Months Ended September 30,	2015	2014
Cash (used in) provided by:		
Operating activities		
Net loss for the period	**$ (1,301,189)**	$ (1,818,894)
Items not affecting cash:		
Stock-based compensation	**401,258**	385,245
Changes in current assets and liabilities:		
Prepaids and deposits	**9,334**	4,920
Accounts payable and accrued liabilities	**(921)**	(77,684)
Advances from Galway Metals Inc.	**106,210**	(108,789)
	(785,308)	(1,615,202)
Effect of foreign exchange rate changes on cash balances	**(2,211)**	27,397
Net change in cash	**(787,519)**	(1,587,805)
Cash, beginning of period	**10,931,278**	12,836,634
Cash, end of period	**$ 10,143,759**	$ 11,248,829

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

1. Nature of Operations

Galway Gold Inc. ("the Company") (was incorporated pursuant to the Business Corporations Act (New Brunswick) on May 9, 2012, and continued to the Province of Ontario on August 11, 2015. The Company's head office is located at 36 Toronto Street, Suite 1000, Toronto, Ontario, Canada, M5C 2C5. The Company was incorporated for the sole purpose of participating in the Plan of Arrangement (the "Arrangement") announced October 19, 2012 involving the Company, Galway Metals Inc., Galway Resources Ltd. ("Galway"), AUX Acquisition 2 S.àr.l ("AUX") and AUX Canada Acquisition 2, formerly 2346407 Ontario Inc. ("AUX Canada"), a wholly owned subsidiary of AUX. Prior to the close of the Arrangement, the Company did not carry on any active business.

The Company is in the process of exploring the Vetas Project and has not yet determined whether the mineral properties contain mineral reserves that are economically recoverable. The continuing operations of the Company and the underlying value and recoverability of the amounts shown for mineral properties are entirely dependent upon the existence of economically recoverable mineral reserves, the ability to obtain the necessary financing to complete the exploration and development of the mineral property interests and on future profitable production or proceeds from the disposition of the mineral property interests.

On January 21, 2013, the Company's common shares commenced trading on the TSX Venture Exchange under the symbol "GLW".

2. Accounting Policies

Statement of Compliance

These condensed interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting. Accordingly, they do not include all of the information required for full annual financial statements required by IFRS as issued by IASB and interpretations issued by IFRIC. These condensed interim consolidated financial statements should be read in conjunction with the Company's audited consolidated finanancial statements for the year ended December 31, 2014.

These condensed interim consolidated financial statements were authorized for issuance by the Board of Directors of the Company on November 30, 2015.

Basis of Presentation

These unaudited condensed interim consolidated financial statements have been prepared on a historical cost basis, except for financial instruments which are measured at fair value. In addition, these consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

In the preparation of these unaudited condesned interim consolidated financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of expenses during the period. Actual results could differ from these estimates.

Basis of Consolidation

These consolidated financial statements incorporate the financial statements of the Company and its wholly owned subsidiaries, Galway Resources Vetas Holdco Ltd. (Cayman Islands), Galway Resources Vetas Holdco Ltd. Sucursal Colombia and Galway Gold US Inc. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

(Expressed in United States Dollars)

2. Accounting Policies (Continued)

Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the chief executive officer of the Company.

The Company has determined that it has one operating segment, the acquisition, exploration and development of mineral resource properties, currently located in Colombia. The Company's corporate head office expenditures are considered incidental to the activities of the Company and therefore do not meet the definition of an operating segment.

Future Accounting Pronouncements

In November 2009, the IASB issued, and subsequently revised in October 2010, IFRS 9 as a first phase in its ongoing project to replace IAS 39. IFRS 9, which is to be applied retrospectively, will be effective for annual periods beginning on or after January 1, 2018.

IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged to IFRS 9. The new standard also requires a single impairment method to be used, replacing the multiple impairment methods in IAS 39. The Company is in the process of assessing the impact of this announcement.

In December 2014 the IASB issued amendments to clarify guidance in IAS 1 on materiality and aggregation, the presentation of subtotals, the structure of financial statements and the disclosure of accounting policies. The amendments form a part of the IASB's Disclosure Initiative, which explores how financial statement disclosures can be improved. The amendments are effective from 1 January 2016. The Company is in the process of assessing the impact of this announcement.

There are no other relevant IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Company.

3. Resource Property Costs

Cumulative acquisition costs:

Vetas Project**	**September 30, 2015**	March 31 2014
Balance, beginning and end of period	**$ 895,282**	$ 895,282

** *For a full description of the Company's mineral property interests, please see Note 5 of the Company's December 31, 2014 audited consolidated financial statements.*

In January 2014, the Company exercised its right to acquire the Vetas Project. The total option exercise price was approximately US $4.3 million. The Company was advised that the counterparty to the Reina de Oro Option Contract rejected the exercise of the option. The Company sought arbitration of this matter pursuant to the terms of the Option Contract. On February 13, 2015, the Company received a favourable ruling and was awarded damages of approximately $490,000.

(Expressed in United States Dollars)

4. Share Capital

Authorized: Unlimited number of common shares
Unlimited number of preferred shares issuable in series, the terms of which may be fixed by the Board of Directors before the issuance thereof

Common shares issued:

	Number of Shares	Amount
Balance, December 31, 2013, September 30, 2014, December 31, 2014, and September 30, 2015	**166,511,932**	**$ 19,753,250**

5. Stock Options

The following table reflects the continuity of stock options for the nine months ended September 30, 2015 and 2014:

	Number of Stock Options	Weighted Average Exercise Price (CDN)
Balance, December 31, 2013	7,000,000	$0.20
Granted	4,750,000	$0.09
Balance, September 30, 2014	**11,750,000**	**$0.16**
Balance, December 31, 2014	11,750,000	$0.16
Granted	-	$ -
Balance, September 30, 2015	**11,750,000**	**$0.08**

The following table reflects the stock options outstanding as at September 30, 2015:

Expiry Date	Exercise Price(CDN)	Weighted Average Life Remaining	Options Outstanding	Black-Scholes Value
June 4, 2023	$ 0.07	7.68 years	7,000,000	$ 1,519,902
January 31, 2024	$ 0.09	8.34 years	4,750,000	$ 360,723
	$ 0.08	7.95 years	11,750,000	$ 1,880,625

Of the 11,750,000 options outstanding as at September 30, 2015, 11,587,500 were exercisable.

On June 10, 2015, the shareholders approved a re-pricing of the June 4, 2023 options, reducing the excerise price from $0.20 to $0.07. As a result of this repricing, a $395,920 increase in the fair value of these options was recognized.

6. Segment Reporting

The Company's only operating segment is the acquisition, exploration and development of mineral resource properties in the Colombia. The Company's non-current assets are all located in Colombia.

(Expressed in United States Dollars)

7. Exploration Expenses

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	**2015**	2014
Support costs	**$ 19,822**	$ 43,134	**$ 83,306**	$ 222,058
Professional fees	**56,781**	261,914	**227,924**	379,538
Geological	**-**	24,548	**35,725**	130,887
Utilities	**1,563**	3,903	**5,579**	12,895
Total	**$ 78,166**	$ 333,499	**$ 352,534**	$ 745,378

8. Administrative Expenses

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	**2015**	2014
Professional fees	**$ 16,891**	$ 19,461	**$ 42,654**	$ 33,552
Public company costs	**21,821**	14,057	**61,645**	69,707
Salaries and benefits	**137,781**	195,801	**369,658**	444,943
Office and general	**16,354**	14,654	**55,039**	48,888
Insurance	**4,593**	7,499	**14,156**	18,415
Travel	**3,883**	15,067	**18,459**	39,160
Total	**$ 201,323**	$ 266,539	**$ 561,611**	$ 654,665

9. Related Party Transactions

During the three and nine months ended September 30, 2015, the Company advanced $nil (three and nine months ended September 30, 2014 - $150,000) to Galway Metals Inc., a company sharing common officers and directors, for the purposes of funding certain administrative and executive salaries paid by Galway Metals on the Company's behalf. As at September 30, 2015, a balance receivable of $nil (December 31, 2014 - $106,210) remained, representing an excess of costs paid by Galway Metals Inc. on behalf of the Company, over reimbursements made.

Remuneration of directors and officers are as follows:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	**2015**	2014
Remuneration paid for CEO and CFO services	**$ 75,930**	$ 167,778	**$ 228,216**	$ 320,982
Management fees paid to a director	**$ 19,845**	$ -	**$ 19,845**	$ -
Stock-based compensation:				
- directors and officers	**$ -**	$ -	**$ 395,920**	$ 261,017

9. Related Party Transactions (Continued)

During the three and nine months ended September 30, 2015, the Company expensed $10,252 and $35,421, respectively (three and nine months ended September 30, 2014 - $21,880 and $45,563, respectively) to Marrelli Support Services Inc. ("Marrelli Support") and DSA Corporate Services Inc. ("DSA"), together known as the "Marrelli Group" for:

(i) Robert D.B. Suttie, Vice President of Marrelli Support, to act as Chief Financial Officer ("CFO") of the Company;
(ii) Bookkeeping and office support services;
(iii) Regulatory filing services
(iv) Corporate secretarial services

The Marrelli Group is also reimbursed for out of pocket expenses.

As of September 30, 2015, the Marrelli Group was owed $10,075 (December 31, 2014 - $10,153). These amounts are included in accounts payable and accrued liabilities.

The above noted transactions are in the normal course of business and are measured at the exchange amount, as agreed to by the parties, and approved by the Board of Directors in strict adherence to conflict of interest laws and regulations.

To the Company's knowledge, significant shareholders of the Company (defined as those holding greater than 10%) as at the date of this document include AAV Limited, holding 17.4% of the Company's issued and outstanding common shares. The remaining 82.6% of the shares are widely held.