



CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS AND NOTES

FOR THE THREE MONTHS ENDED MARCH 31, 2016

(UNAUDITED)

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORTING

The accompanying condensed consolidated interim financial statements of SilverCrest Metals Inc. ("the Company") have been prepared by management in accordance with International Financial Reporting Standards ("IFRS"). Management acknowledges responsibility for the preparation and presentation of the condensed consolidated interim financial statements, including responsibility for significant accounting estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances.

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

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

SILVERCREST METALS INC.

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SILVERCREST METALS INC.
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)

AS AT	March 31, 2016	December 31, 2015
ASSETS		
Current asset		
Cash and cash equivalents	\$ 4,347,604	\$ 5,241,781
Short term investments	2,000,000	2,000,000
Amounts receivable (note 6)	40,056	94,467
Taxes receivable	97,806	45,499
Prepays	68,455	19,431
Total current assets	6,553,921	7,401,178
Non-current asset		
Deposits	58,076	58,076
Equipment (note 4)	53,476	50,760
Exploration and evaluation assets (note 5)	1,103,468	622,721
Total non-current assets	1,215,020	731,557
TOTAL ASSETS	\$ 7,768,941	\$ 8,132,735
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 6)	\$ 130,035	\$ 117,531
Shareholders' equity		
Capital stock (note 7)	8,351,056	8,337,099
Share-based payment reserve (note 7)	252,944	253,052
Deficit	(965,094)	(574,947)
Total Shareholder's equity	7,638,906	8,015,204
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 7,768,941	\$ 8,132,735

Nature of operations and going concern (note 1)
Subsequent event (note 10)

Approved by the Board and authorized for issue on May 26, 2016:

"Barney Magnusson" Director _____
"Graham C. Thody" Director

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

SILVERCREST METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE LOSS
(UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)

For the three months ended March 31, 2016

Depreciation (note 4)	\$	4,707
Exploration expenditures		7,867
Foreign exchange loss, unrealized		125,349
Insurance		4,375
Interest income		(10,878)
Management fees (note 6)		26,250
Office and miscellaneous		11,190
Professional fees (note 6)		30,312
Regulatory and transfer agent fees		3,998
Rent and communications		29,963
Remuneration (note 6)		74,667
Share-based compensation (note 7)		7,099
Shareholder and investor relations		26,966
Technical consultants		11,070
Tradeshaw and travel		37,212
Net loss and comprehensive loss for the period	\$	390,147
Basic and diluted comprehensive loss per common share	\$	(0.01)
Weighted average number of common shares outstanding		39,909,983

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

SILVERCREST METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS
(UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)

For the three months ended March 31, 2016

CASH FLOWS FROM OPERATING ACTIVITIES

Net loss for the period	\$ (390,147)
Items not affecting cash:	
Depreciation	4,707
Share-based compensation	7,099
Interest income	(10,878)
Cash flows before changes in working capital items	(389,219)
Amounts receivable	62,099
Taxes receivable	(52,307)
Prepaid expenses	(49,024)
Accounts payable and accrued liabilities	(35,362)
Net cash used in operating activities	(463,813)

CASH FLOWS FROM FINANCING ACTIVITIES

Capital stock issued	6,750
Net cash provided by financing activities	6,750

CASH FLOWS FROM INVESTING ACTIVITIES

Interest received	3,190
Exploration and evaluation	(432,881)
Purchase of equipment	(7,423)
Net cash used in investing activities	(437,114)

Change in cash and cash equivalents, during the period	(894,177)
Cash and cash equivalents, beginning of the period	5,241,781
Cash and cash equivalents, end of the period	\$ 4,347,604

Cash and cash equivalents is represented by:

Cash	\$ 206,697
Cash equivalents	4,140,907
	\$ 4,347,604

Non-cash investing activities

Capitalized to exploration and evaluation assets	
Accounts payable and accrued liabilities	\$ 47,866

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

SILVERCREST METALS INC.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)

	Capital Stock		Share-Based	Deficit	Total
	Number	Amount	Payment Reserve		
Balance at June 23, 2015	-	\$ -	\$ -	\$ -	\$ -
Stock-based compensation	-	-	196,521	-	196,521
Stock options exercised	1,077,713	196,827	(132,164)	-	64,663
Issuance of capital stock under the Arrangement	22,144,751	5,682,183	191,543	-	5,873,726
Private placement	16,665,143	2,499,771	-	-	2,499,771
Capital stock issuance costs	-	(41,682)	-	-	(41,682)
Stock options expired	-	-	(2,848)	2,848	-
Net loss and comprehensive loss for the period	-	-	-	(577,795)	(577,795)
Balance at December 31, 2015	39,887,607	8,337,099	253,052	(574,947)	8,015,204
Share-based compensation	-	-	7,099	-	7,099
Stock options exercised	70,840	13,957	(7,207)	-	6,750
Net loss and comprehensive loss for the period	-	-	-	(390,147)	(390,147)
Balance at March 31, 2016	39,958,447	\$ 8,351,056	\$ 252,944	\$ (965,094)	\$ 7,638,906

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

1. NATURE OF OPERATIONS AND GOING CONCERN

SilverCrest Metals Inc. (the “Company” or “SilverCrest Metals”) was incorporated under the Business Corporation Act (British Columbia) on June 23, 2015, under the name 1040669 B.C. Ltd., and for the period from incorporation to September 30, 2015, was a wholly-owned subsidiary of SilverCrest Mines Inc. (“SilverCrest Mines”). Articles of amendment were filed on August 11, 2015, to change the name of the Company to SilverCrest Metals Inc. On October 1, 2015, SilverCrest Metals, SilverCrest Mines and First Majestic Silver Corp. completed a plan of arrangement (the “Arrangement”) under the Business Corporation Act (British Columbia) that resulted in SilverCrest Metals holding title to various exploration properties located in Mexico. The completion of the Arrangement established SilverCrest Metals as a separate company spun off from SilverCrest Mines. The common shares of the Company commenced trading on the TSX Venture Exchange at opening on October 9, 2015, under the symbol “SIL”. The head office and principal address of the Company is 570 Granville Street, Suite 501, Vancouver, BC, Canada, V6C 3P1. The address of the Company’s registered and records office is 19th Floor, 885 West Georgia Street, Vancouver, BC, Canada, V6C 3H4.

While the Company currently has no source of revenue, management believes the Company’s cash and cash equivalents of \$4.3 million and working capital of \$6.4 million (as of March 31, 2016) will be sufficient to fund planned exploration work on its exploration properties as well as general working capital requirements for the next 12 months. These consolidated financial statements have been prepared by management on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future.

2. SIGNIFICANT ACCOUNTING POLICIES

Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 – *Interim Financial Reporting* as issued by the International Accounting Standards Board (“IASB”). These condensed consolidated interim financial statements should be read in conjunction with the Company’s consolidated financial statements for the year ended December 31, 2015, which include information necessary or useful to understanding the Company’s business and financial statement presentation. In particular, the Company’s significant accounting policies, use of judgments and estimates were presented in notes 2 and 3, respectively, of these consolidated financial statements, and have been consistently applied in the preparation of these condensed consolidated interim financial statements.

Basis of preparation

These condensed consolidated interim financial statements have been prepared on a historical cost basis, except for certain financial instruments which are measured at fair value. Additionally, these condensed consolidated interim financial statements have been prepared using the accrual basis of accounting, except for cash flow information. As the Company was incorporated on June 23, 2015, there are no comparative statements of comprehensive loss, cash flow or shareholders’ equity for the three months ended March 31, 2015. These condensed consolidated interim financial statements were authorized for issue by the board of directors of the Company on May 26, 2016.

These condensed consolidated interim financial include the accounts of the Company and its wholly-owned subsidiary, Minera La Llamarada, S.A. de C.V., a Mexico corporation. The Company consolidates subsidiaries where the Company has the ability to exercise control. Control is achieved when the Company has the power to govern the financial and operating policies of the entity. Control is normally achieved through ownership, directly or indirectly, of more than 50 percent of the voting power. Control can also be achieved through power over more than half of the voting rights by virtue of an agreement with other investors or through the exercise of de facto control. All intercompany balances, transactions, income and expenses, and profits or losses have been eliminated on consolidation.

3. NEW STANDARDS NOT YET ADOPTED

In July 2014, the IASB issued the final version of IFRS 9 – *Financial instruments* to replace IAS 39 – *Financial Instruments: Recognition and Measurement*. IFRS 9 retains but simplifies the mixed measurement model and establishes two primary measurement categories for financial assets: amortized cost and fair value. The basis of classification depends on an entity’s business model and the contractual cash flow of the financial asset. Classification is made at the time the financial asset is initially recognized, namely when the entity becomes a party to the contractual provisions of the instrument. IFRS 9 amends some of the requirements of IFRS 7 *Financial Instruments: Disclosures*, including added disclosures about investments in equity instruments measured at fair value in other comprehensive income, and guidance on financial liabilities and derecognition of financial instruments. The amended standard is effective for annual periods beginning on or after January 1, 2018, with earlier adoption still permitted.

On January 13, 2016, the IASB issued IFRS 16 – *Leases*, the new leases standard. The standard is effective for periods beginning on or after January 1, 2019, with earlier adoption permitted if IFRS 15 – *Revenue from contracts with customers* has also been applied.

The Company has not yet completed the process of assessing the impact that IFRS 9 and IFRS 16 will have on its consolidated financial statements, or whether to early adopt this new requirement.

SILVERCREST METALS INC.
 NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
 (UNAUDITED – EXPRESSED IN CANADIAN DOLLARS)
 THREE MONTHS ENDED MARCH 31, 2016

TSX.V: SIL

4. EQUIPMENT

	Computer	Equipment	Vehicle	Total
Cost				
Transferred from the Arrangement	\$ 10,375	\$ 4,282	\$ -	\$ 14,657
Purchased	2,381	3,147	34,597	40,125
Balance at December 31, 2015	12,756	7,429	34,597	54,782
Additions	426	6,997	-	7,423
As at March 31, 2016	\$ 13,182	\$ 14,426	\$ 34,597	\$ 62,205
Accumulated depreciation				
Depreciation for the year	\$ 1,974	\$ 625	\$ 1,423	\$ 4,022
Balance at December 31, 2015	1,974	625	1,423	4,022
Depreciation for the period	1,926	715	2,066	4,707
As at March 31, 2016	\$ 3,900	\$ 1,340	\$ 3,489	\$ 8,729
Carrying amounts				
As at December 31, 2015	\$ 10,782	\$ 6,804	\$ 33,174	\$ 50,760
As at March 31, 2016	\$ 9,283	\$ 13,086	\$ 31,108	\$ 53,476

5. EXPLORATION AND EVALUATION ASSETS

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mineral properties. The Company has investigated title to all of its mineral properties and, to the best of its knowledge, title to all of its properties are in good standing except as otherwise disclosed. However, this should not be considered as a guarantee of title. The mineral properties may be subject to prior claims or agreements, or transfers, and rights of ownership may be affected by undetected defects.

	Cruz de Mayo	Guadalupe	Huasabas	Las Chispas	Other	Total
Acquisition costs						
Transferred under Arrangement	\$ 4,964	\$ 383,727	\$ 402	\$ 11,294	\$ 6,805	\$ 407,192
Option and concession payments	42,350	9,672	6,160	67,251	4,223	129,655
Subtotal, additions	47,314	393,399	6,562	78,545	11,028	536,847
Exploration and evaluation costs						
Assays	-	-	4,553	20	-	4,573
Camp costs	1,195	-	10,526	8,452	-	20,173
Salaries and remuneration	-	-	16,784	14,391	-	31,175
Share-based compensation	-	-	5,533	5,533	-	11,066
Travel and lodging	-	-	9,129	8,208	1,549	18,887
Subtotal, additions	1,195	-	46,525	36,604	1,549	85,874
Balance at December 31, 2015	48,509	393,399	53,087	115,149	12,577	622,721
Acquisition costs						
Option and concession payments	4,928	51,978	596	17,682	32,720	107,903
Exploration and evaluation costs						
Assays	-	-	13,359	11,708	-	25,067
Camp costs	504	-	15,774	34,955	-	51,233
Drilling	-	-	179,603	25,898	-	205,501
Salaries and remuneration (note 6)	-	-	11,405	43,320	-	54,725
Technical consulting services	-	15,841	-	-	-	15,841
Travel and lodging	-	2,682	7,013	10,782	-	20,477
Subtotal, additions	5,432	70,501	227,750	144,345	32,720	480,747
Balance at March 31, 2016	\$ 53,941	\$ 463,900	\$ 280,837	\$ 259,494	\$ 45,297	\$ 1,103,468

5. **EXPLORATION AND EVALUATION ASSETS** (continued)

Cruz de Mayo Project, Sonora, Mexico

The Company has 100% interests in two mineral concessions, Cruz de Mayo 2 and El Gueriguito, which are located in Sonora State, Mexico. The El Guereguito concession is subject to a 2.5% NSR from production of minerals to a maximum of US\$1,000,000, of which US\$195,000 was paid by SilverCrest Mines prior to the Arrangement on October 1, 2015. During the three months period ended March 31, 2016, the Company paid \$nil (December 31, 2015 – \$33,380 (US\$25,000)) towards the El Guereguito concession.

Las Chispas, Sonora, Mexico

The property is located northeast of Hermosillo, Sonora, Mexico, and consists of 18 concessions.

For four of the mining concessions, the Company has the right and option to purchase an undivided 100% title for total consideration of US\$600,000, of which US\$25,000 was paid by SilverCrest Mines prior to the Arrangement on October 1, 2015. As at March 31, 2016, the remaining payments are as follows:

- US\$30,000 on September 18, 2016;
- US\$35,000 on September 18, 2017;
- US\$60,000 on September 18, 2018;
- US\$100,000 on September 18, 2019; and
- US\$350,000 on September 18, 2020.

For 13 concessions, the Company received from SilverCrest Mines the right and option to purchase an undivided 100% title for total consideration of US\$3,000,000, of which US\$50,000 was paid for by SilverCrest Mines prior to October 1, 2015. From October 1, 2015, the Company paid \$66,760 (US\$50,000), with the remaining payments as follows:

- US\$75,000 on June 2, 2016;
- US\$100,000 on June 2, 2017; and
- US\$2,725,000 on June 2, 2018.

For the last concession, the Company entered into an option agreement in December 2015 to purchase this additional concession for total consideration of US\$150,000. As at March 31, 2016, the Company paid \$4,666 (US\$3,300), with US\$16,700 payable in 2016, US\$30,000 in 2017 and US\$100,000 in 2018.

Other Properties, Mexico

The Company's other Mexican exploration properties include Huasabas, Guadalupe, Angel de Plata and Estacion Llano.

6. **RELATED PARTY TRANSACTIONS**

Legal fees

During the three months ended March 31, 2016, the Company accrued legal fees of \$5,383, which were included in professional fees, to Koffman Kalef LLP, a law firm of which an officer of the Company is a partner, of which \$5,383 (December 31, 2015 – \$7,625) was payable as March 31, 2016.

Key management compensation

During the three months ended March 31, 2016, the Company paid \$26,250 in key management compensation to the Chief Executive Officer and Chief Financial Officer of the Company. The Company's key management personnel have authority and responsibility for planning, directing and controlling the activities of the Company.

Other transactions

During the three months ended March 31, 2016, the Company recognized on the statement of financial position under exploration and evaluation assets \$21,948 in remuneration paid for technical services to an employee who is an immediate family member of the Chief Executive Officer of the Company. During the three months ended March 31, 2016, the Company recognized \$5,234 in remuneration paid for administrative services to a former employee who is an immediate family member of the Chief Financial Officer of the Company.

6. **RELATED PARTY TRANSACTIONS (continued)**

On October 1, 2015, the Company entered into an allocation of costs agreement with Goldsource Mines Inc. (“Goldsource”), a company related by common directors and officers, whereby the Company shares salaries, administrative services and other reimbursable expenses. During the three months ended March 31, 2016, the Company allocated to Goldsource \$46,332 for its share of these expenses, of which \$18,544 (December 31, 2015 – \$78,565) was receivable from Goldsource at March 31, 2016.

7. **SHARE CAPITAL AND RESERVES**

Authorized shares

The Company’s authorized capital stock consists of an unlimited number of common shares and an unlimited number of preferred shares without nominal or par value. At March 31, 2016, the Company had 39,958,447 common shares outstanding and no preferred shares outstanding.

During the three months ended March 31, 2016, the Company issued 45,840 common shares at \$0.06 per share and issued 25,000 common shares at \$0.16 per share for gross proceeds of \$6,750, related to the exercise of stock options.

Stock options

During 2015, the Company adopted a “rolling 10%” Stock Option Plan (the “Plan”), which was approved by Shareholders on September 25, 2015. The Plan authorizes the grant of stock options to executive officers and directors, employees and consultants enabling them to acquire common stock of the Company to a maximum of 10% of the then issued and outstanding share capital. The exercise price of any option will be the market price of the Company’s stock as at the date of the grant. The options can be granted for a maximum term of 10 years with vesting determined by the Board of Directors.

The Company’s stock option transactions during the period are as follows:

	Number of Options	Weighted Average Exercise Price
Issued	3,933,635	\$ 0.12
Exercised	(1,077,713)	0.06
Expired	(25,005)	0.06
As at December 31, 2015	2,830,917	0.14
Exercised	(70,840)	0.10
As at March 31, 2016	2,760,077	\$ 0.14

Stock options outstanding and exercisable at March 31, 2016, are as follows:

Exercise Price	Expiry Date	Options Outstanding		Options Exercisable
		Number of Shares Issuable on Exercise	Weighted Average Remaining Life (Years)	Number of Shares Issuable on Exercise
\$ 0.06	August 2, 2016 - December 10, 2019	445,077	0.59	445,077
\$ 0.16	December 9, 2020	2,315,000	4.70	2,183,750
		2,760,077	4.03	2,628,827

The total share-based compensation recognized during the three months ended March 31, 2016, under the fair value method was \$7,099.

Warrants

In connection with the private placement completed on November 19, 2015, the Company issued 8,332,567 warrants, exercisable at \$0.20 per share until November 19, 2017.

Share-based payment reserve

Share-based payment reserve records items recognized as share-based compensation expense and the fair value of warrants issued based on the residual method. At the time that the stock options or warrants are exercised, the corresponding amount is reallocated to share capital, or if they are cancelled the corresponding amount is reallocated to deficit. During the three months ended March 31, 2016, the Company reallocated \$7,207 to share capital for the exercise of 70,840 options.

8. FINANCIAL INSTRUMENTS AND FAIR VALUE MEASUREMENTS

The Company's financial instruments consist of cash and cash equivalents, short term investments, amounts receivable, deposits and accounts payable. The carrying value of amounts receivable and accounts payable approximate their fair values due to the short periods until settlement.

The fair value hierarchy establishes three levels to classify the inputs to valuation techniques used to measure fair value. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability (for example, interest rate and yield curves observable at commonly quoted intervals, forward pricing curves used to value currency and commodity contracts and volatility measurements used to value option contracts), or inputs that are derived principally from or corroborated by observable market data or other means. Level 3 inputs are unobservable (supported by little or no market activity). The fair value hierarchy gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs. The Company's cash and cash equivalents and short term investments are measured using level 1 inputs.

9. SEGMENTED INFORMATION

The Company operates in one reportable segment, being the acquisition and exploration of mineral property interests in Mexico.

Geographical segmented information is presented as follows:

March 31, 2016		Canada		Mexico		Total
Net loss for the period	\$	373,973	\$	16,174	\$	390,147
<u>Asset Information</u>						
Deposits	\$	58,076	\$	-	\$	58,076
Property, plant and equipment	\$	11,567	\$	41,909	\$	53,476
Exploration and evaluation assets	\$	-	\$	1,103,468	\$	1,103,468

10. SUBSEQUENT EVENT

Subsequent to March 31, 2016, the Company issued 91,683 common shares at \$0.06 per share and issued 50,000 common shares at \$0.16 per share for gross proceeds of \$13,501, related to the exercise of stock options, and the Company issued 162,500 common shares at \$0.20 per share for gross proceeds of \$32,500, related to the exercise of warrants.