TREVALI MINING CORPORATION

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited – Prepared by Management)

(Expressed in thousands of United States Dollars)

Nine Months Ended September 30, 2018 and 2017

Corporate Head Office

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TREVALI MINING CORPORATION

(Expressed in thousands of United States Dollars)

September 30, 2018 and 2017

TREVALI MINING CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
(Unaudited – Prepared by Management)
(Expressed in thousands of United States Dollars)

	Notes	September 30, 2018	December 31, 2017
ASSETS			
Current			
Cash and cash equivalents		$ 93,073	$ 94,135
Restricted cash		739	3,210
Settlement and other receivables	**6**	45,332	88,931
Prepaids		10,985	5,981
Inventories	**7**	73,093	66,537
		223,222	258,794
Reclamation bonds and other		10,806	8,381
Long-term receivables	**8**	5,520	19,714
Investment	**9**	3,129	–
Exploration and evaluation	**10**	67,053	62,168
Property, plant and equipment	**11**	762,563	760,746
Deferred income tax		8,612	8,521
Goodwill	**4**	61,835	61,835
		$ 1,142,740	$ 1,180,159
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current			
Accounts payable and accrued liabilities	**12**	$ 42,840	$ 69,630
Due to related parties	**16**	2,571	8,410
Current portion of finance leases		2,461	2,404
Current portion of debt	**13**	–	34,000
		47,872	114,444
Finance leases		7,650	9,845
Long-term debt	**13**	144,697	114,308
Provision for environmental rehabilitation		47,632	47,690
Other provisions		2,602	2,877
Deferred income taxes		150,090	145,932
		400,543	435,096
Shareholders' equity			
Share capital	**14**	775,445	770,129
Share-based payment reserve	**15**	17,617	20,626
Deficit		(9,787)	(37,114)
Accumulated other comprehensive loss		(46,765)	(46,500)
		736,510	707,141
Non-controlling interests	**21**	5,687	37,922
		742,197	745,063
		$ 1,142,740	$ 1,180,159

Contingent Liabilities (Note 18)

"Mr. Russell Ball" (signed)	*"Mr. Anton Drescher" (signed)*
Mr. Russell Ball	Mr. Anton Drescher
Director, Chair of the Audit Committee	Director

TREVALI MINING CORPORATION
CONDENSED INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited – Prepared by Management)
(Expressed in thousands of United States Dollars except for share and per share amounts)
Three and Nine Months Ended September 30, 2018 and 2017

		Three months ended September 30,				Nine months ended September 30,			
	Notes		**2018**		**2017**		**2018**		**2017**
REVENUES	**17**	$	30,539	$	64,399	$	279,171	$	141,762
Mine operating expenses									
Production			41,781		25,164		147,843		68,612
Distribution			7,287		1,396		21,571		3,551
Royalties			1,114		1,110		8,044		1,592
Depreciation, depletion and amortization			14,575		8,371		53,197		19,824
			64,757		36,041		230,655		93,579
GROSS (LOSS) PROFIT			(34,218)		28,358		48,516		48,183
GENERAL ADMINISTRATIVE			1,664		1,825		5,745		5,023
Operating (loss) profit			(35,882)		26,533		42,771		43,160
OTHER ITEMS									
Loss on foreign exchange			1,278		4,906		2,416		6,922
Interest expense			3,065		10,523		9,511		16,279
Business acquisition costs			-		10,820		–		12,259
Other income			(184)		(826)		(1,379)		(882)
(Loss) income before taxes			(40,041)		1,110		32,223		8,582
Current income tax recovery (expense)			2,885		(1,852)		(6,972)		(2,573)
Deferred income tax recovery (expense)			6,310		(7,012)		(4,067)		(10,946)
Net (loss) income for the period		$	(30,846)	$	(7,754)	$	21,184	$	(4,937)
Attributable to:									
Owners of Trevali		$	(31,109)	$	(7,872)	$	18,897	$	(5,055)
Owners of non-controlling interests	**21**		263		118		2,287		118
		$	(30,846)	$	(7,754)	$	21,184	$	(4,937)
Basic and diluted (loss) income per share									
Basic		$	(0.04)	$	(0.01)	$	0.02	$	(0.01)
Diluted		$	(0.04)	$	(0.01)	$	0.02	$	(0.01)
Weighted average number of shares outstanding									
Basic			830,797,078		541,232,852		829,438,710		449,703,952
Diluted			830,797,078		541,232,852		836,364,764		449,703,952

TREVALI MINING CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

(Unaudited – Prepared by Management)

(Expressed in thousands of United States Dollars except for share and per share amounts)

Three and Nine Months Ended September 30, 2018 and 2017

		Three months ended September 30,				Nine months ended September 30,			
	Notes		**2018**		**2017**		**2018**		**2017**
Net (loss) income for the period		$	(30,846)	$	(7,754)	$	21,184	$	(4,937)
Other comprehensive loss									
Unrealized loss on investments in equity securities			(198)		(1)	$	(265)	$	(153)
Other comprehensive loss for the year			(198)		(1)		(265)		(153)
Total comprehensive (loss) income for the year		$	(31,044)	$	(7,755)	$	20,919	$	(5,090)
Other comprehensive loss attributable to:									
Owners of Trevali		$	(198)	$	(1)	$	(265)	$	(153)
Total comprehensive (loss) income attributable to:									
Owners of Trevali		$	(31,307)	$	(7,873)	$	18,632	$	(5,208)
Owners of non-controlling interests	**21**		263		118		2,287		118
		$	(31,044)	$	(7,755)	$	20,919	$	(5,090)

TREVALI MINING CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited – Prepared by Management)
(Expressed in thousands of United States Dollars)
Nine Months Ended September 30, 2018 and 2017

	Notes	2018	2017
OPERATING ACTIVITIES			
Net income (loss) for the period		$ 21,184	$ (4,937)
Items not affecting cash:			
Depreciation, depletion and amortization		53,197	19,824
Share-based payment expenses		983	6,828
Unrealized (gain) loss on foreign exchange		(1,523)	3,362
Accrued interest and accretion on finance leases		–	1,626
Accretion of provision for environmental rehabilitation		1,328	624
Accrued interest and accretion on long-term debt		6,143	9,868
Accrued interest on reclamation bond		(20)	(1)
Deferred income tax		4,067	10,946
Changes in non-cash working capital items:			
Restricted Cash		2,417	1,143
Settlement and other receivables		42,489	8,609
Prepaids		(5,480)	3,715
Inventories		(8,497)	(12,440)
Accounts payable and accrued liabilities		(32,646)	(4,827)
Due to related parties		(6,546)	6,466
Net cash flows provided by operating activities		77,096	50,806
INVESTING ACTIVITIES			
Recovery of value added taxes receivable		9,857	–
Tingo sale receivable	**8**	3,800	–
(Increase) decrease in reclamation bonds		(2,681)	4,470
Investment in Puma	**9**	(3,129)	–
Purchase of plant, equipment and exploration and evaluation assets		(50,962)	(44,077)
Purchase of Perkoa and Rosh Pinah Mines, net		–	(222,710)
Net cash flows used in investing activities		(43,115)	(262,317)
FINANCING ACTIVITIES			
Shares units settled in cash		(82)	(3,021)
Shares issued for private placement		–	200,374
Stock options and warrants exercised		1,406	2,256
Long-term debt and revolving facility, net	**13**	(152,000)	158,148
Repayment of long-term debt, net		–	(65,314)
Drawdown on new Revolving Credit Facility	**13**	149,500	–
Interest payments	**13**	(7,327)	(5,130)
Finance lease		–	11,884
Payments on finance leases		(1,769)	(25,411)
Rosh Pinah share buy-back	**21**	(23,101)	–
Dividends paid to non-controlling interest	**21**	(1,991)	–
Net cash flows (used in) provided by financing activities		(35,364)	303,786
Effect of foreign exchange on cash		321	(152)
(Decrease) increase in cash and cash equivalents for the period		(1,062)	92,123
Cash and cash equivalents, beginning of period		94,135	11,136
Cash and cash equivalents, end of period		$ 93,073	$ 103,259

Supplemental Cash Flow Information (Note 20)

TREVALI MINING CORPORATION

CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(Unaudited – Prepared by Management)
(Expressed in thousands of United States Dollars except for share amounts)
Nine Months Ended September 30, 2018 and 2017

	Notes	Number of shares	Share Capital	Share-based payment reserve	Deficit	Accumulated other comprehensive loss	Non-controlling interests	Total equity
Balance, December 31, 2017		825,725,260	$ 770,129	$ 20,626	$ (37,114)	$ (46,500)	$ 37,922	$ 745,063
Share-based payment		–	–	983	–	–	–	983
Share units issued	**14**	2,249,426	2,825	(2,825)	–	–	–	–
Exercise of options and warrants	**14/15**	3,221,399	1,406	–	–	–	–	1,406
Share units settled in cash		–	–	(82)	–	–	–	(82)
Reallocation of share-based payment on exercise of options and warrants		–	1,085	(1,085)	–	–	–	–
Unrealized loss on investment		–	–	–	–	(265)	–	(265)
Dividends	**21**	–	–	–	–	–	(2,991)	(2,991)
Change in ownership interest in Rosh Pinah	**21**	–	–	–	8,430	–	(31,531)	(23,101)
Net income for the period		–	–	–	18,897	–	2,287	21,184
Balance, September 30, 2018		831,196,085	$ 775,445	$ 17,617	$ (9,787)	$ (46,765)	$ 5,687	$ 742,197

	Notes	Number of shares	Share Capital	Share-based payment reserve	Deficit	Accumulated other comprehensive loss	Non-controlling interests	Total equity
Balance, December 31, 2016		401,606,025	$ 336,712	$ 22,100	$ (55,878)	$ (46,027)	$ –	$ 256,907
Share-based payment		–	–	7,032	–	–	–	7,032
Exercise of options and warrants		2,197,604	2,250	(2,250)	–	–	–	–
Shares issued on the bought deal private placement of subscription receipts, net of fees	**4**	220,455,000	200,374	–	–	–	–	200,374
Shares issued on the Glencore Acquisition, net of fees	**4**	193,432,310	219,288	–	–	–	–	219,288
Exercise of options and warrants		6,423,588	2,256	–	–	–	–	2,256
Share units settled in cash		–	–	(3,021)	–	–	–	(3,021)
Bonus share units issued		760,200	722	–	–	–	–	722
Reallocation from share-based payment		–	2,124	(2,124)	–	–	–	–
Unrealized loss on investment		–	–	–	–	(153)	–	(153)
Acquisition of Perkoa and Rosh Pinah	**4**	–	–	–	–	–	54,012	54,012
Net (loss) income for the period		–	–	–	(5,055)	–	118	(4,937)
Balance, September 30, 2017		824,874,727	$ 763,726	$ 21,737	$ (60,933)	$ (46,180)	$ 54,130	$ 732,480

1. DESCRIPTION OF BUSINESS AND NATURE OF OPERATIONS

Trevali Mining Corporation (“Trevali” or "Company") is a publicly listed company incorporated under the laws of British Columbia, Canada. The Company’s common shares are listed under the symbol (i) “TV” on both the Toronto Stock Exchange and Bolsa de Valores de Lima in Peru, (ii) “TREVF” on the OTCQX International Quotation System in the United States, and (iii) “4T1” on the Frankfurt Stock Exchange. The Company is a natural resource company engaged in the acquisition, exploration, development and production from mineral properties.

On August 31, 2017, Trevali acquired, directly and through its subsidiaries, a 90.0% interest in the Perkoa mine in Burkina Faso, an 80.1% interest in the Rosh Pinah mine in Namibia, an effective 39% interest in the Gergarub project in Namibia, and an option to acquire 100% interest in the Heath Steele project along with related exploration properties and assets in Canada from Glencore plc and certain of its subsidiaries. On May 31, 2018, Trevali increased its beneficial ownership in Rosh Pinah from 80.1% to 90.0% through a partial share buy-back and its indirect ownership interest in the Gergarub deposit from 39% to 44%. The Perkoa mine produces zinc concentrates and the Rosh Pinah mine produces zinc and lead-silver concentrates.

Trevali owns, through its wholly-owned subsidiaries, the Caribou mine and mill, the Halfmile and the Stratmat polymetallic deposit, all located in northern New Brunswick, Canada. The Caribou mine produces zinc and lead-silver concentrates.

Trevali owns, through its wholly-owned subsidiary Trevali Peru S.A.C., the Santander underground mine and metallurgical plant, located in Peru. The Santander mine produces zinc and lead-silver concentrates.

2. BASIS OF PREPARATION

Statement of compliance

These condensed interim consolidated financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting, using the same accounting policies and methods of application as the audited annual consolidated financial statements of the Company for the year ended December 31, 2017, except for the new IFRS policies adopted as of January 1, 2018 (see Note 3 below), which were prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”). Certain information and note disclosure, normally included in the annual audited financial statements, have been omitted or condensed.

These condensed interim consolidated financial statements should be read in conjunction with the audited consolidated financial statements of the Company for the years ended December 31, 2017 and 2016.

Approval of the financial statements

The condensed interim consolidated financial statements of Trevali Mining Corporation for the three and nine months ended September 30, 2018 and 2017 were reviewed by the Audit Committee, approved and authorized for issue by the Board of Directors on November 7, 2018.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Adoption of New IFRS Pronouncements

Trevali adopted the new IFRS pronouncements listed below as at January 1, 2018, in accordance with the transitional provisions outlined in the respective standards and described below. The adoption of these new IFRS pronouncements did not result in any adjustments to any previously reported figures.

Revenue Recognition

Trevali adopted IFRS 15: Revenue from contracts with customers ("IFRS 15") on January 1, 2018 in accordance with the transitional provisions of the standard. The new revenue standard introduces a single principles-based, five-step model for the recognition of revenue when control of goods is transferred to, or a service is performed for, the customer. The five steps are to identify the contract(s) with the customer, identify the performance obligations in the contract, determine the transaction price, allocate the transaction price to each performance obligation and recognize revenue as each performance obligation is satisfied. IFRS 15 also requires enhanced disclosures about revenue to help users better understand the nature, amount, timing and uncertainty of revenue and cash flows from contracts with customers. Based on management's analysis, the timing and amount of Trevali's revenue from product sales did not change under IFRS 15.

Financial Instruments

Trevali adopted IFRS 9: Financial instruments ("IFRS 9") on January 1, 2018 in accordance with the transitional provisions of the standard. Trevali elected not to adopt the hedging requirements of IFRS 9 at this time but may adopt them in a future period.

IFRS 9 addresses the classification, measurement and recognition of financial assets and financial liabilities and supersedes the guidance relating to the classification and measurement of financial instruments in IAS 39: Financial Instruments: Recognition and Measurement ("IAS 39").

IFRS 9 requires financial assets to be classified into three measurement categories on initial recognition: those measured at fair value through profit and loss, those measured at fair value through other comprehensive income and those measured at amortized cost. Investments in equity instruments are required to be measured by default at fair value through profit or loss (but there is an irrevocable option for each equity instrument to present fair value changes in other comprehensive income). Measurement and classification of financial assets is dependent on the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial asset. For financial liabilities, the standard retains most of the IAS 39 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change relating to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

3. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Adoption of New IFRS Pronouncements (continued)

IFRS 9 introduces a new three-stage expected credit loss model for calculating impairment for financial assets. IFRS 9 no longer requires a triggering event to have occurred before credit losses are recognized. An entity is required to recognize expected credit losses when financial instruments are initially recognized and to update the amount of expected credit losses recognized at each reporting date to reflect changes in the credit risk of the financial instruments. In addition, IFRS 9 requires additional disclosure requirements about expected credit losses and credit risk

Trevali assessed the classification and measurement of its financial assets and financial liabilities under IFRS 9 and has summarized its assessments under each category as follows:

Cash equivalents

Cash equivalents were reclassified from loans and receivables to amortized cost or fair value through profit or loss, depending on their nature. The fair value of $94,135 as at January 1, 2018 is deemed to be the starting amortized cost for cash equivalents classified as subsequently measured at amortized cost. There was no impact on retained earnings as at January 1, 2018 because of this reclassification.

Investments in marketable equity securities

Trevali made the irrevocable classification choice to record fair value changes on its investments in equity instruments through other comprehensive income. As a result, there was no impact on retained earnings as at January 1, 2018.

Expected credit losses

Credit risk arises from cash and cash equivalents, restricted cash, and other receivables. The Company limits its credit exposure on cash and cash equivalents and restricted cash by holding its deposits mainly with strong investment-grade ratings by a primary ratings agency. All the Company's settlement receivables are with Glencore – a related party (Note 16). Although Trevali is exposed to credit losses due to the non-performance of its counterparties, there are no significant concentrations of credit risk and Trevali does not consider this to be a material risk.

Significant Accounting Policies

The following are the significant accounting policies that have been amended because of the adoption of IFRS 15 and IFRS 9. Trevali has consistently applied all other significant accounting policies as disclosed in its 2017 audited annual consolidated financial statements.

3. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (continued)

Significant Accounting Policies (continued)

Revenue

Revenue consists of zinc and lead-silver concentrate sales. Trevali's performance obligations relate primarily to the delivery of these products to its customer, Glencore (a related party), with each separate delivery or shipment representing a separate performance obligation.

Revenue is recognized when the customer obtains control of the product. Control is achieved when a product is delivered to the customer, Trevali has a present right to payment for the product, significant risks and rewards of ownership have transferred to the customer according to contract terms and there is no unfulfilled obligation that could affect the customer's acceptance of the product.

The control of the product generally transfers to the customer when an individual delivery or shipment is delivered to the customer's warehouse or loaded onto a shipping carrier accepted by the customer.

The sale of concentrate is 'provisionally priced' as the prices are subject to final adjustment based on quoted market prices during the quotational period specified in the individual mine-site concentrate off-take contract. The revenue for these sales is recorded based on the estimated consideration based on relevant commodity market prices. Adjustments are made to settlements receivable in subsequent periods based on fluctuations in market prices until the date of final metal pricing. These sales adjustments (both gains and losses) are recorded in revenue in the consolidated income statements and in 'Settlement and other receivables' on the consolidated statements of financial position.

Financial Instruments

Trevali recognizes financial assets and liabilities on the statement of financial position when it becomes a party to the contractual provisions of the instrument.

Cash and cash equivalents

Cash and cash equivalents include cash on account. Cash is classified as subsequently measured at amortized cost.

Settlement receivables

Settlement receivables, presented in settlement and other receivables, relate to the zinc and lead-silver concentrate sales contracts where the receivable amounts vary based on the underlying commodity prices. Settlement receivables are classified as fair value through profit or loss and are recorded at fair value at each reporting period based on published price assessments or quoted commodity prices up to the date of final pricing. The changes in fair value are recorded in revenues.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Significant Accounting Policies (continued)

Investments in marketable equity securities

Investments in marketable equity securities, presented under investment and prepaids, are classified, at Trevali's election, as subsequently measured at fair value through other comprehensive income. Investment transactions are recognized on the trade date with transaction costs included in the underlying balance. Fair values are determined by reference to quoted market prices at the statement of financial position date.

When investments in marketable equity securities are disposed, the cumulative gains and losses recognized in other comprehensive income are not recorded through profit and loss but rather remain within equity. Dividends are recognized in profit and these investments are not assessed for impairment.

Trade payables

Trade payables, presented in accounts payable, are non-interest bearing if paid when due and are recognized at face amount, except when fair value is materially different. Trade payables are subsequently measured at amortized cost.

Long-term debt

Long-term debt is initially recorded at fair value, less transaction costs. Long-term debt is subsequently measured at amortized cost, calculated using the effective interest rate method.

4. PURCHASE OF THE PERKOA AND ROSH PINAH MINES

On August 31, 2017, Trevali completed the acquisition ("Acquisition") of a portfolio of zinc assets from Glencore plc and certain of its subsidiaries ("Glencore") including a 90% interest in the Perkoa mine in Burkina Faso, an 80.1% interest in the Rosh Pinah mine in Namibia, an effective 39% interest in the Gergarub project in Namibia, and an option to acquire 100% interest in the Heath Steele project in Canada along with related exploration properties and other assets. The aggregate purchase price totaled $464,659 consisting of $245,216 cash and the issuance of 193,432,310 Trevali common shares to Glencore totaling $219,443 ($219,288 net of fees) based on the closing share price of CAD$1.43 on August 31, 2017. After the completion of this transaction, Glencore became a 25.6% shareholder of Trevali.

The cash consideration of the Acquisition was funded through a combination of: (i) the issuance of 220,455,000 Trevali common shares, from a bought deal private placement of subscription receipts completed in March 2017, at a price of CAD$1.20 per common share for gross proceeds of CAD$264,546 ($211,029); and, (ii) advances under a $160,000 senior secured term loan and a $30,000 senior secured revolving working capital loan (a portion of these proceeds was also used to retire existing Trevali long-term debt).

(Expressed in thousands of United States Dollars except for share and per share amounts)

4. PURCHASE OF THE PERKOA AND ROSH PINAH MINES (continued)

This acquisition is a business combination and has been accounted for in accordance with the IFRS 3: Business combinations ("IFRS 3") measurement and recognition provisions. IFRS 3 requires the purchase consideration to be allocated to the assets acquired and liabilities assumed based upon their estimated fair values at the date of acquisition.

Fair values have been determined based on third party appraisals, discounted cash flow models, and quoted market prices, as deemed appropriate. Acquisition costs, such as advisory, legal and other professional fees, totalling $12,619 were expensed during the year ended December 31, 2017.

The allocation of the purchase price includes $61,835 of goodwill relating to the recognition of deferred income tax liabilities on the Acquisition. The Company is required to record a deferred tax liability for the difference between the assigned value and the tax bases of assets acquired and liabilities assumed. None of the goodwill is deductible for tax purposes.

The Company estimates that had these assets been acquired at the beginning of the 2017 year, revenues would have been approximately $488,599 and earnings before tax approximately $67,715.

The following table summarizes the fair value of the consideration paid and the estimates of the fair values of assets acquired and liabilities assumed from Glencore as of August 31, 2017.

Purchase Price:		
Share Consideration – 193,432,310 Trevali common shares issued	$	219,443
Cash Consideration		245,216
	$	464,659
Fair values of assets acquired and liabilities assumed:		
Cash and cash equivalents	$	22,506
Reclamation bond		544
Trade and other receivables		43,594
Prepaids and other		7,986
Inventory		98,580
Exploration and evaluation assets		50,617
Property, plant and equipment		405,920
Goodwill		61,835
Trade and other payables		(46,056)
Payable to Related Parties		(18,476)
Provisions for environmental liabilities		(10,851)
Other long-term provisions		(2,625)
Non-controlling interests		(36,459)
Deferred income tax liabilities		(112,456)
	$	464,659

(Expressed in thousands of United States Dollars except for share and per share amounts)

5. RISK MANAGEMENT AND FINANCIAL INSTRUMENTS

The Company's financial assets and liabilities consist of cash and cash equivalents, restricted cash, settlement receivables, reclamation bonds and other, long-term receivable, accounts payable and accrued liabilities, due to related parties, finance leases and long-term debt.

Fair value of financial instruments

Fair value represents the price at which a financial instrument could be exchanged in an active market, in an arm's length transaction between knowledgeable and willing parties who are under no compulsion to act.

The carrying and fair values of the financial instruments are accounted for as follows:

a) The fair values for short-term financial assets and liabilities, which include cash, restricted cash, settlement receivables, accounts payable and accrued liabilities, and due to related parties, approximate carrying values due to the immediate or short-term maturities of these financial instruments.

b) The reclamation bonds are interest bearing and the carrying values represent fair values.

c) For the finance leases, the market rate of interest is determined by reference to similar lease agreements.

Capital risk management

The Company capital risk management objectives include continuing to operate as a going concern while maximizing the return to shareholders. The selling price of zinc and lead-silver concentrates and minimizing production costs and capital expenditures are key factors in helping the Company reach its capital risk management objectives. The capital structure of the Company includes shareholders' equity and debt.

6. SETTLEMENT AND OTHER RECEIVABLES

		September 30, 2018		December 31, 2017
Settlement receivables – Glencore (Note 16)	$	14,793	$	70,360
Burkina Faso VAT credits		10,788		5,000
Peru IGV sales tax credits		5,963		5,447
Namibia VAT credits		5,422		5,052
Namibia income taxes receivable		7,227		2,131
Other		1,139		941
	$	45,332	$	88,931

(Expressed in thousands of United States Dollars except for share and per share amounts)

7. INVENTORIES

		September 30, 2018		December 31, 2017
Mineralized stockpiles	$	3,741	$	8,209
Concentrates				
Site		30,052		19,346
In-transit		2,640		7,090
Port		9,545		8,037
Materials and supplies		27,115		23,855
	$	73,093	$	66,537

Subsequent to the quarter-end, Rosh Pinah shipped 25,472 DMT of concentrate with a carrying value at September 30, 2018 of $10,680.

8. LONG-TERM RECEIVABLES

		September 30, 2018		December 31, 2017
Burkina Faso VAT credits	$	5,520	$	15,914
Receivable from sale of Tingo		–		3,800
	$	5,520	$	19,714

9. INVESTMENT

		September 30, 2018		December 31, 2017
Advances and investment	$	3,129	$	–

During March 2018, Trevali entered into a Letter of Intent with Puma Exploration Inc. (“Puma”) for the acquisition of an option to acquire an interest in the Murray Brook Deposit and to form a Strategic Exploration Alliance in the northern portion of the Bathurst Mining Camp in New Brunswick. As part of this agreement, Trevali will provide, at its option, all or part of the remaining $3,049 (CAD$4,000) of funding to Puma in order for Puma to finalize the 100-percent acquisition of the Murray Brook Deposit ultimately leading to a 75:25 percent ownership interest between Trevali and Puma, respectively, and a 51:49 percent ownership in the Murray Brook East Property, respectively. Trevali advanced $1,579 (CAD$2,000) to Puma to fund a portion of the remaining Murray Brook purchase price and invested $384 (CAD$500) in Puma units consisting of 5,555,556 common shares at CAD$0.09 per share and 2,777,777 warrants exercisable at CAD$0.12 per share (each warrant is fully transferrable with a three-year term expiring on February 28, 2021).

On April 27, 2018, Trevali advanced an additional $1,166 (CAD$1,500) to Puma to fund required staged payments as part of the Murray Brook purchase price.

(Expressed in thousands of United States Dollars except for share and per share amounts)

9. INVESTMENT (continued)

Trevali has advanced $2,745 (CAD$3,500) with approximately $3,049 (CAD$4,000) to be advanced at Trevali's option, $2,287 (CAD$3,000) at December 31, 2018 and $762 (CAD$1,000) at April 31, 2019.

10. EXPLORATION AND EVALUATION

	Gergarub Namibia	**Heath Steele Option** Canada	**Stratmat and Other** Canada and Burkina Faso	**Total**
Balance at January 1, 2017	$ –	$ –	$ 9,118	$ 9,118
Business acquisition (Note 4)	37,213	13,228	176	50,617
Net additions	–	–	2,433	2,433
Balance at December 31, 2017	$ 37,213	$ 13,228	$ 11,727	$ 62,168
Net additions	–	184	4,701	4,885
Balance at September 30, 2018	$ 37,213	$ 13,412	$ 16,428	$ 67,053

Gergarub, Namibia and Heath Steele Option, New Brunswick, Canada

The Company has an indirect effective 44% interest in the Gergarub project and a 100% interest in the Heath Steele Option and various exploration properties in Burkina Faso.

Halfmile and Stratmat Properties, New Brunswick, Canada

During April 2011, the Company acquired the Halfmile, Stratmat and Ruttan properties. Glencore has the first right and option to purchase all or any portion of concentrates and other mineral products produced from these properties at market terms. Trevali acquired only a 61.51% interest on certain claims in the north portion of the Halfmile Lake property due to underlying ownership rights. On the fifth anniversary following the commencement of the production phase, Trevali will be required to make an additional final payment totalling $5,000 if the zinc prices are greater than $1.50 per pound (or an additional final payment totalling $2,500 if the zinc prices are between $1.25 and $1.50 per pound). Halfmile is a fully permitted underground mining operation that underwent initial trial mining and production from the Upper Zone of the deposit from January 2012 to July 2012. Mineralized material was transported to and toll-processed through the Brunswick 12 mill facility, producing good quality, saleable zinc, lead-silver and copper-gold metal concentrates. Glencore retains a 2% 'net smelter royalty' on these properties and has the right to purchase a 50% interest in the properties if a discovery of more than 20 million tonnes having an average grade of not less than 11% combined lead and zinc is made. Teck Cominco Limited has a 2.5% 'net smelter royalty' on a portion of the Stratmat property.

(Expressed in thousands of United States Dollars except for share and per share amounts)

11. PROPERTY, PLANT AND EQUIPMENT

	Mine development	Buildings and infrastructure	Equipment and other	**Total**
Cost at December 31, 2017	$ 537,966	$ 235,144	$ 82,565	$ 855,675
Additions	39,184	2,287	9,256	50,727
Change in reclamation and rehabilitation provision	2,020	–	–	2,020
Reclassification	–	(1,897)	1,897	–
Disposals	–	(27)	(973)	(1,000)
As at September 30, 2018	579,170	235,507	92,745	907,422
Accumulated amortization at December 31, 2017	(45,890)	(37,085)	(11,954)	(94,929)
Charge for the period	(22,739)	(20,899)	(6,509)	(50,147)
Disposals	–	–	217	217
As at September 30, 2018	(68,629)	(57,984)	(18,246)	(144,859)
Net book value at September 30, 2018	$ 510,541	$ 177,523	$ 74,499	$ 762,563

	Mine development	Buildings and infrastructure	Equipment and other	**Total**
Cost at December 31, 2016	$ 284,139	$ 42,739	$ 51,208	$ 378,086
Business acquisition (Note 4)	218,834	157,649	29,437	405,920
Additions	36,090	5,013	28,877	69,980
Change in reclamation and rehabilitation provision	608	–	–	608
Reclassification	(1,705)	29,743	(28,038)	–
Disposals	–	–	(152)	(152)
Change in estimate on assets under finance lease	–	-–	1,233	1,233
As at December 31, 2017	537,966	235,144	82,565	855,675
Accumulated amortization at December 31, 2016	(23,401)	(9,448)	(11,328)	(44,177)
Charge for the year	(22,438)	(17,711)	(10,551)	(50,700)
Reclassification	–	(9,926)	9,926	–
Disposals	(51)	–	(1)	(52)
As at December 31, 2017	(45,890)	(37,085)	(11,954)	(94,929)
Net book value at December 31, 2017	$ 492,076	$ 198,059	$ 70,611	$ 760,746

(Expressed in thousands of United States Dollars except for share and per share amounts)

12. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

		September 30, 2018		**December 31, 2017**
Trade payables	$	22,433	$	45,519
Accrued payroll and other		14,131		14,760
Corporate income taxes		496		1,994
Burkina Faso royalty payable		1,655		1,756
Burkina Faso community payable		3,125		2,997
Dividend payable to non-controlling interests		1,000		–
Other		–		2,604
	$	42,840	$	69,630

13. LONG-TERM DEBT

		Credit Facilities
Balance at December 31, 2017	$	148,381
Accretion and accrual of interest and transaction costs		6,176
Loan and interest payments		(21,623)
Retirement of the Term Facility		(136,000)
Drawdown on the Facility, net of fees		147,763
Balance at September 30, 2018	**$**	**144,697**
Current	$	-
Long-term	$	144,697

Balance at December 31, 2016	$	58,106
Amount advanced, net of transaction costs		188,108
Accretion and accrual of interest and transaction costs		11,262
Loss on foreign exchange translation		3,177
Loan and interest payments		(112,272)
Balance at December 31, 2017	**$**	**148,381**
Interest payable	$	73
Current	$	34,000
Long-term	$	114,308

Credit Facilities

During August 2017, Trevali entered into a $190,000 five-year senior secured credit facility comprised of a $160,000 senior-secured, amortizing non-revolving five-year credit facility (“Term Facility”) and a $30,000 senior-secured, revolving three-year credit facility (“Revolving Facility”). The Term Facility is repayable on a quarterly instalment basis. The Term Facility and Revolving Facility advances bear interest on a sliding scale: (i) at a rate of LIBOR plus between 3.0% to 4.0% or (ii) at a base rate plus between 2.0% to 3.0%. Trevali provided security on the credit facilities in the form of a general pledge of the Company’s assets including unconditional joint and several guarantees by existing and future directly owned material subsidiaries and by an assignment of the Company’s concentrate off-take contracts and various insurance policies.

13. LONG-TERM DEBT (continued)

Credit Facilities (continued):

During September 2018, Trevali entered into an amended and restated credit agreement with a syndicate of lenders for a $275,000 Revolving Credit Facility (“Facility”). This Facility replaced the $160,000 Term Facility and $30,000 Revolving Facility entered into in August 2017.

This Facility bears interest on a sliding scale: (i) at a rate of LIBOR plus between 2.0% to 3.0%; or (ii) at a base rate plus between 1.0% to 2.0%, based on the Company’s consolidated leverage ratio. Commitment fees for the undrawn portion of the Facility will also be on a sliding scale between 0.45% to 0.675%. The Facility matures in four years on September 18, 2022.

Trevali has letters of credit, issued under the Facility, totaling $5,859 to support $2,059 in various reclamation bonding requirements with its Caribou Mine and $3,800 to secure funding receipts related to a long-term receivable (Note 8).

Trevali must maintain certain financial covenants including tangible net worth, interest coverage and leverage ratios. As at September 30, 2018, Trevali was in full compliance with these covenants.

14. SHARE CAPITAL

Authorized: Unlimited number of common shares without par value.

During the nine months ended September 30, 2018, Trevali:

a) Issued 2,249,426 common shares related to the short-term incentive plan bonus shares; and

b) Issued 3,221,399 shares from the exercise of stock options and warrants for aggregate gross proceeds of $1,406.

(Expressed in thousands of United States Dollars except for share and per share amounts)

15. SHARE-BASED PAYMENT RESERVE

Stock options

As at September 30, 2018 and December 31, 2017, Trevali had outstanding stock options enabling the holders to acquire common shares as follows:

	September 30, 2018			**December 31, 2017**		
Expiry date	Exercise price (CAD$)	Number of options	Exercisable	Exercise price (CAD$)	Number of options	Exercisable
May 1, 2018	–	–	–	$0.77	527,500	527,500
May 31, 2018	–	–	–	$0.62	320,000	320,000
August 30, 2018	–	–	–	$0.72	30,000	30,000
June 24, 2019	$1.01	886,200	886,200	$1.01	911,200	911,200
August 15, 2019	$1.29	188,500	188,500	$1.29	248,500	248,500
January 30, 2020	$1.03	2,584,794	2,584,794	$1.03	2,734,794	2,734,794
June 1, 2021	$0.45	2,740,500	2,740,500	$0.45	3,132,367	3,132,367
January 20, 2022	$1.21	1,277,100	1,277,100	$1.21	1,451,000	1,451,000
August 31, 2022	$1.59	553,540	184,513	$1.59	553,540	–
January 23, 2023	$1.52	1,585,600	–	–	–	–
January 23, 2023	$0.90	200,300	–	–	–	–
	$1.00	10,016,534	7,816,607	$0.79	9,908,901	9,355,361

At September 30, 2018, the weighted average remaining contractual life of the stock options was 2.56 years (December 31, 2017 – 2.72 years).

Stock option transactions are as follows:

	September 30, 2018		**December 31, 2017**	
	Number of options	Weighted average exercise price (CAD$)	Number of options	Weighted average exercise price (CAD$)
Balance, beginning of the period	9,908,901	$0.79	9,561,661	$0.76
Granted	1,785,900	$1.45	2,033,440	$1.31
Exercised	(1,649,367)	$0.75	(1,657,833)	$0.70
Forfeited	(28,900)	$1.21	(28,367)	$0.58
Balance, end of the period	10,016,534	$1.00	9,908,901	$0.79

The weighted average market price on the exercise of options for the nine month period ended September 30, 2018 was CAD$1.30 (December 31, 2017 – CAD$1.48).

During the nine months ended September 30, 2018, Trevali granted 1,785,900 stock options with exercise prices ranging from CAD$0.90 to CAD$1.52 per share exercisable for a period of five years with a three-year vesting schedule. Trevali recorded $557 (2017 – $1,363) in total share-based payment expense related to its stock option plan and $nil (2017 – $27) was capitalized to exploration and evaluation assets.

(Expressed in thousands of United States Dollars except for share and per share amounts)

15. SHARE-BASED PAYMENT RESERVE (continued)

Stock options (continued)

The fair value of stock options granted was estimated using the Black-Scholes option pricing model with the following weighted average calculations for the nine months ended September 30, 2018 and year ended December 31, 2017:

	September 30, 2018	December 31, 2017
Risk-free interest rate	2.03%	1.03%
Expected life of options	5 years	5 years
Annualized volatility	63.79%	64.05%
Dividend rate	nil	nil
Forfeiture rate	5.27%	5.60%

Warrants

Warrants transactions are summarized as follows:

	September 30, 2018		December 31, 2017	
	Number of warrants	Weighted average exercise price (CAD$)	Number of warrants	Weighted average exercise price (CAD$)
Balance, beginning of the period	2,286,592	$0.35	7,902,880	$0.40
Exercised	(1,572,032)	$0.35	(5,616,288)	$0.41
Balance, end of the period	714,560	$0.35	2,286,592	$0.35

The weighted average market price on the exercise of warrants for the nine months ended September 30, 2018 was CAD$1.23 (December 31, 2017 – CAD$1.43).

All warrants expire on December 31, 2020.

Bonus Shares, RSUs and DSUs

During the nine months ended September 30, 2018, Trevali granted 1,068,100 RSUs and 269,800 DSUs, redeemed previously granted 2,249,426 Bonus Shares, 99,362 RSUs and 156,433 DSUs for common stock of Trevali. Trevali recorded $426 (2017 – $5,670) in share-based payment expense related to the incentive plan for the grant of bonus shares, RSUs and DSUs with $nil ($4,550) recorded as business acquisition costs and $nil (2017 – $76) capitalized to exploration and evaluation assets.

(Expressed in thousands of United States Dollars except for share and per share amounts)

15. SHARE-BASED PAYMENT RESERVE (continued)

Bonus Shares, RSUs and DSUs (continued)

At September 30, 2018 and December 31, 2017, share units outstanding were as follows:

Bonus Shares:	**September 30, 2018**		**December 31, 2017**	
	Number of units	Weighted average fair value (CAD$)	Number of units	Weighted average fair value (CAD$)
Balance, beginning of period	2,249,426	$0.74	2,112,000	$0.72
Issued	–	–	672,800	$1.23
Forfeited	–	–	(28,772)	$1.42
Redeemed	(2,249,426)	$0.74	(506,602)	$1.41
Balance, end of period	–	–	2,249,426	$0.74

RSUs:	**September 30, 2018**		**December 31, 2017**	
	Number of units	Weighted average fair value (CAD$)	Number of units	Weighted average fair value (CAD$)
Balance, beginning of period	298,090	$1.56	3,731,670	$0.86
Granted	1,068,100	$1.31	970,890	$1.33
Forfeited	(128,300)	$1.52	(137,040)	$1.47
Redeemed	(99,362)	$0.76	(4,267,430)	$1.46
Balance, end of period	1,138,528	$1.40	298,090	$1.56

DSUs:	**September 30, 2018**		**December 31, 2017**	
	Number of units	Weighted average fair value (CAD$)	Number of units	Weighted average fair value (CAD$)
Balance, beginning of period	605,893	$0.86	996,453	$0.71
Granted	269,800	$1.52	310,000	$1.23
Redeemed	(156,433)	$1.39	(700,560)	$0.81
Balance, end of period	719,260	$1.00	605,893	$0.86

(Expressed in thousands of United States Dollars except for share and per share amounts)

16. RELATED PARTY TRANSACTIONS AND BALANCES

Glencore

On August 31, 2017, Glencore acquired 193,432,310 Trevali common shares as part of Trevali's acquisition of the Perkoa and Rosh Pinah mines (Note 4). As of September 30, 2018, Glencore owns 210,835,925 Trevali common shares representing approximately 25.4% of the total issued and outstanding common shares.

Glencore purchases Trevali's concentrate production under market term off-take agreements with each of its mines.

Trevali entered into the following transactions during the nine months ended September 30, 2018 and 2017:

a) Earned net revenue of $279,171 (2017 – $141,762) on concentrate sales (Note 17).

b) Paid $nil (2017 – $24,963) in principal and interest to retire the Santander concentration plant finance lease.

c) Paid $nil (2017 – $16,431) in principal and interest to retire the Santander working capital facility.

d) Paid or accrued $16,177 production expenses at Santander (2017 – $13,402) and $9,495 on Santander mine development (2017 – $8,700) capitalized to property, plant and equipment.

e) Paid $387 (2017 – n/a) interest on concentrate sales advances.

P.E. Minerals Namibia (Proprietary) Limited

P.E. Minerals Namibia (Proprietary) Limited is a minority shareholder of Rosh Pinah and owns the right to use the Rosh Pinah Mine Grant Number ML39 with Trevali paying a market rate lease. This mining licence expires during 2020 and negotiations with the Ministry of Mines and Energy in Namibia to renew the license commenced earlier this year. Management does not foresee any reason for the license application to be denied.

	September 30, 2018	December 31, 2017
Payable to Glencore	$ 2,571	$ 8,407
Payable to directors and officers	–	3
	$ 2,571	$ 8,410

(Expressed in thousands of United States Dollars except for share and per share amounts)

17. REVENUES

	Zinc	Lead-Silver	Total
Three months ended September 30, 2018			
Revenues	$ 84,997	$ 12,471	$ 97,468
Provisional pricing adjustments	(40,297)	(2,259)	(42,556)
Smelting and refining costs	(21,703)	(2,670)	(24,373)
Revenues, net	$ 22,997	$ 7,542	$ 30,539
Three months ended September 30, 2017			
Revenues	$ 61,659	$ 20,688	$ 82,347
Provisional pricing adjustments	(1,674)	897	(777)
Smelting and refining costs	(13,269)	(3,902)	(17,171)
Revenues, net	$ 46,716	$ 17,683	$ 64,399

	Zinc	Lead-Silver	Total
Nine months ended September 30, 2018			
Revenues	$ 380,583	$ 47,600	$ 428,183
Provisional pricing adjustments	(60,672)	(2,741)	(63,413)
Smelting and refining costs	(76,201)	(9,398)	(85,599)
Revenues, net	$ 243,710	$ 35,461	$ 279,171
Nine months ended September 30, 2017			
Revenues	$ 137,411	$ 52,978	$ 190,389
Provisional pricing adjustments	(2,898)	558	(2,340)
Smelting and refining costs	(34,854)	(11,433)	(46,287)
Revenues, net	$ 99,659	$ 42,103	$ 141,762

During the nine months ended September 30, 2018, the Company delivered all concentrate to Glencore, a related party, under the terms of various off-take agreements, for net revenues totaling $279,171 (2017 – $141,754).

Revenues are disclosed net of smelting and refining charges consistent with industry standards.

(Expressed in thousands of United States Dollars except for share and per share amounts)

18. CONTINGENT LIABILITIES

The Company and its subsidiaries are subject to routine legal proceedings and tax audits. Although the Company cannot predict the result of any legal proceeding or tax filing, the Company believes that the likelihood of any liability arising from any such claim is remote and that the liability, if any, arising from any litigation or tax filing assessment, individually or in aggregate, will not have a significant effect on the financial position or profitability of the Company and its subsidiaries.

The Company operates in Burkina Faso, Namibia, Canada and Peru and is subject to various tax and environmental laws and regulations. The Company is in material compliance with those laws and regulations and all probable contingencies have been reasonably estimated and accrued.

19. SEGMENTED INFORMATION

The Company's executive management team manages its business, including the allocation of resources, on a project by project basis, except where the Company's projects are substantially connected and share resources and administrative functions. The Company has four operating segments: Perkoa Mine, Burkina Faso; Rosh Pinah Mine, Namibia; Caribou Mine, Canada and Santander Mine, Peru and one 'Corporate and Other' segment including the Company's head office, general corporate administration and activity, and the Halfmile-Stratmat project and Heath Steele option in Canada.

	Three months ended September 30, 2018					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Revenues, net	$ 15,491	$ 285	$ 7,428	$ 7,335	$ –	$ 30,539
Mine operating expenses	21,945	4,039	15,432	8,766	–	50,182
Depreciation, depletion and amortization	7,104	1,219	2,034	4,218	–	14,575
General and administration	–	–	–	–	1,664	1,664
Loss (gain) on foreign exchange	308	(3,105)	559	93	3,423	1,278
Interest expense	–	–	–	–	3,065	3,065
Other income	–	–	–	–	(184)	(184)
(Loss) income before income tax	$ (13,866)	$ (1,868)	$ (10,597)	$ (5,742)	$ (7,968)	$ (40,041)

(Expressed in thousands of United States Dollars except for share and per share amounts)

19. SEGMENTED INFORMATION (continued)

	Three months ended September 30, 2017					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Revenues, net	$ –	$ 8,259	$ 33,501	$ 22,639	$ –	$ 64,399
Mine operating expenses	–	3,185	14,178	10,307	–	27,670
Depreciation, depletion and amortization	–	1,707	3,382	3,282	–	8,371
General and administration	48	–	204	135	1,438	1,825
Loss on foreign exchange	241	1,199	1,571	281	1,614	4,906
Interest expense	–	–	–	–	10,523	10,523
Business acquisition	–	–	–	–	10,820	10,820
Other income	–	–	–	–	(826)	(826)
Income (loss) before income tax	$ (289)	2,168	$ 14,166	$ 8,634	$ (23,569)	$ 1,110

	Nine months ended September 30, 2018					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Revenues, net	$ 114,353	$ 55,043	$ 65,206	$ 44,569	$ –	$ 279,171
Mine operating expenses	72,001	30,946	45,719	28,792	–	177,458
Depreciation, depletion and amortization	26,514	8,559	8,432	9,692	–	53,197
General and administration	–	–	–	–	5,745	5,745
Loss (gain) on foreign exchange	574	(1,351)	(1,273)	229	4,237	2,416
Interest expense	–	–	–	–	9,511	9,511
Other income	–	–	–	–	(1,379)	(1,379)
Income (loss) before income tax	$ 15,264	$ 16,889	$ 12,328	$ 5,856	$ (18,114)	$ 32,223

(Expressed in thousands of United States Dollars except for share and per share amounts)

19. SEGMENTED INFORMATION (continued)

	Nine months ended September 30, 2017					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Revenues, net	$ –	$ 8,259	$ 81,416	$ 52,087	$ –	$ 141,762
Mine operating expenses	–	3,185	43,545	27,025	–	73,755
Depreciation, depletion and amortization	–	1,707	9,556	8,561	–	19,824
General and administration	48	–	311	432	4,232	5,023
Loss (gain) on foreign exchange	241	1,199	2,676	(298)	3,104	6,922
Interest expense	–	–	–	–	16,279	16,279
Business acquisition	–	–	–	–	12,259	12,259
Other income	–	–	–	–	(882)	(882)
Income (loss) before income tax	$ (289)	2,168	$ 25,328	$ 16,367	$ (34,992)	$ 8,582

	Total Assets at September 30, 2018					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Cash and cash equivalents	$ 44,629	$ 1,650	$ 4,632	$ 8,217	$ 33,945	$ 93,073
Restricted cash	–	–	–	739	–	739
Settlement and other receivables	17,185	12,963	7,848	7,336	–	45,332
Prepaids	6,697	278	209	2,589	1,212	10,985
Inventories	40,515	24,836	5,971	1,771	–	73,093
Reclamation bonds	4,430	–	5,791	85	500	10,806
Long-term receivables	5,520	–	–	–	–	5,520
Investment	–	–	–	–	3,129	3,129
Exploration and evaluation	2,649	37,213	4,134	–	23,057	67,053
Property, plant and equipment	162,303	229,404	135,696	144,379	90,781	762,563
Deferred income tax	–	–	–	–	8,612	8,612
Goodwill	–	61,835	–	–	–	61,835
Total assets	$ 283,928	$ 368,179	$ 164,281	$ 165,116	$ 161,236	$1,142,740

(Expressed in thousands of United States Dollars except for share and per share amounts)

19. SEGMENTED INFORMATION (continued)

	Total Assets at December 31, 2017					
	Perkoa Mine	Rosh Pinah Mine	Caribou Mine	Santander Mine	Corporate and Other	Total
Cash and cash equivalents	$ 21,431	$ 23,514	$ 15,369	$ 6,937	$ 26,884	$ 94,135
Restricted cash	–	–	–	3,210	–	3,210
Settlement and other receivables	30,458	22,257	22,178	13,773	265	88,931
Prepaids	2,448	278	519	1,685	1,051	5,981
Inventories	40,557	19,286	5,215	1,479	–	66,537
Reclamation bonds	1,826	–	5,957	85	513	8,381
Long-term receivables	15,914	–	–	–	3,800	19,714
Exploration and evaluation	219	37,213	1,816	–	22,920	62,168
Property, plant and equipment	173,086	228,759	130,517	137,721	90,663	760,746
Deferred income tax	–	–	–	–	8,521	8,521
Goodwill	–	61,835	–	–	–	61,835
Total assets	$ 285,939	$ 393,142	$ 181,571	$ 164,890	$ 154,617	$1,180,159

20. SUPPLEMENTAL CASH FLOWS INFORMATION

Non-cash investing and financing transactions for the nine months ended September 30, 2018 and 2017 consist of the following:

	2018	2017
Due to related parties included in property, plant and equipment	$ 926	$ 952
Accounts payable and accrued liabilities included in property, plant and equipment	$ 3,903	$ 1,234
Promissory note provided as deposit on Caribou mine fleet	$ –	$ 2,064
Share-based payment included in exploration and evaluation	$ –	$ 103
Fair value of bonus shares, RSUs and DSUs issued	$ 2,826	$ 529

(Expressed in thousands of United States Dollars except for share and per share amounts)

21. NON-CONTROLLING INTERESTS

	Perkoa Mine	Rosh Pinah Mine	Total
Balance, December 31, 2017	$ (20,166)	$ 58,088	$ 37,922
Net income attributable to non-controlling interests	256	2,031	2,287
Dividends paid to non-controlling interests	–	(2,991)	(2,991)
Share buy-back	–	(31,531)	(31,531)
Balance, September 30, 2018	$ (19,910)	$ 25,597	$ 5,687
Balance, January 1, 2017	$ –	$ –	$ –
Business acquisition – August 31, 2017 (Note 4)	(20,725)	57,184	36,459
Net income attributable to non-controlling interests	559	904	1,463
Balance, December 31, 2017	$ (20,166)	$ 58,088	$ 37,922

The Mining Convention between Nantou Mining and the Government of Burkina Faso, signed by the Minister of Mines of Burkina Faso on August 27, 2008, sets out the fiscal and legal terms with respect to the operation of the Perkoa Exploitation Permit, including taxation rates applicable to the project, per the 2003 Mining Code. The Convention is valid for 20 years commencing on the date of the grant and may be renewed for subsequent periods of five years. The Government of Burkina Faso holds a 10% interest in accordance with the Mining Code.

The payments of the 10% earnings to the Government of Burkina Faso shall only start once all investments have been recovered by the majority shareholder. As of September 30, 2018, no earnings are due to the Government of Burkina Faso.

On May 31, 2018, Trevali's majority-owned operating subsidiary Rosh Pinah Zinc Corporation (Proprietary) Limited ("Rosh Pinah") in Namibia completed a partial share buy-back of issued Rosh Pinah shares under agreements with its Namibian shareholders for an aggregate amount of $23,101 (net of transaction fees). The tendered shares were subsequently cancelled increasing Trevali's effective beneficial ownership in Rosh Pinah from 80.1% to 90.0%.