

**GRANDE PORTAGE RESOURCES LTD.**  
**(An Exploration Stage Company)**  
**Condensed Consolidated Interim Financial Statements**  
**April 30, 2021 and 2020**  
**(Expressed in Canadian Dollars)**

<u>Index</u>	<u>Page</u>
Management's Responsibility for Financial Reporting	2
Condensed Consolidated Interim Statements of Financial Position	3
Condensed Consolidated Interim Statements of Comprehensive Loss	4
Condensed Consolidated Interim Statements of Changes in Equity	5
Condensed Consolidated Interim Statements of Cash Flows	6
Notes to the Consolidated Financial Statements	7 – 14

**MANAGEMENT’S RESPONSIBILITY FOR FINANCIAL REPORTING**

The financial statements and all information in the quarterly report are the responsibility of the Board of Directors and management. These financial statements have been prepared by management in accordance with International Financial Reporting Standards. Management maintains the necessary systems of internal controls, policies and procedures to provide assurance that assets are safeguarded and that the financial records are reliable and form a proper basis for the preparation of financial statements.

The Board of Directors ensures that management fulfils its responsibilities for financial reporting and internal control through an Audit Committee. This committee, which reports to the Board of Directors, meets with the independent auditors and reviews the financial statements.

The financial statements for the six-month period ended April 30, 2021 and 2020 are unaudited and prepared by Management.

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.

*“Ian Klassen” (signed)*

.....

Ian Klassen  
President, CEO and Director

Vancouver, British Columbia  
June 29, 2021

*“Michele Pillon” (signed)*

.....

Michele Pillon  
Chief Financial Officer

**GRANDE PORTAGE RESOURCES LTD.**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
(Expressed in Canadian Dollars)

<b>As at</b>	<b>Note</b>	<b>April 30, 2021</b>	<b>October 31, 2020</b>
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash		844,106	1,492,146
Amounts receivable		18,747	15,104
Prepaid expenses and deposits		47,849	61,417
Marketable securities		1,526	1,192
		912,228	1,569,859
<b>RECLAMATION BONDS</b>	3	72,153	72,153
<b>EXPLORATION AND EVALUATION ASSETS</b>	4	11,030,946	10,787,096
		12,015,327	12,429,108
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Accounts payable and accrued liabilities	6	53,632	450,327
<b>EQUITY</b>			
<b>SHARE CAPITAL</b>	5	29,025,470	28,791,187
<b>SHARE SUBSCRIPTIONS RECEIVED</b>		99,880	-
<b>RESERVES</b>		3,063,729	2,923,929
<b>DEFICIT</b>		(20,227,384)	(19,736,335)
		11,961,695	11,978,781
		12,015,3227	12,429,108

Nature of Operations and Going Concern (Note 1)  
Commitments and Contingencies (Note 9)  
Subsequent Event (Note 10)

**APPROVED ON BEHALF OF THE BOARD OF DIRECTORS:**

<u>“Ian Klassen”</u> Ian Klassen	Director	<u>“Alistair MacLennan”</u> Alistair MacLennan	Director
-------------------------------------	----------	---	----------

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

**GRANDE PORTAGE RESOURCES LTD.**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

	Three Months Ended April 30,		Six Months Ended April 30,	
	2021	2020	2021	2020
<b>Administrative expenses</b>				
Share-based compensation	\$ -	\$ 12,900	\$ 139,800	\$ 74,300
Investor & shareholder relations	34,800	72,471	103,393	84,279
Management fees	42,150	51,650	90,525	93,800
Legal and accounting	43,005	48,704	55,511	56,204
Consulting	40,000	13,055	40,000	13,755
Regulatory and transfer agent fees	10,683	8,487	13,311	24,070
Directors' fees	10,000	-	20,000	-
Rent	4,500	4,500	9,000	9,000
Office and miscellaneous	4,145	2,698	8,781	6,433
Travel & promotion	907	11,205	1,858	14,347
<b>Total expenses</b>	<b>(190,190)</b>	<b>(225,670)</b>	<b>(482,179)</b>	<b>(376,188)</b>
<b>Other items</b>				
Foreign Exchange gain / (loss)	(5,372)	4,920	(9,204)	5,341
Unrealized gain / (loss) on marketable securities	435	(396)	334	(606)
	<b>(4,937)</b>	<b>4,524</b>	<b>(8,870)</b>	<b>4,735</b>
<b>Gain / (Loss) for the period</b>	<b>(195,127)</b>	<b>(221,146)</b>	<b>(491,049)</b>	<b>(371,453)</b>
<b>Deficit, beginning of period</b>	<b>(20,032,257)</b>	<b>(18,849,707)</b>	<b>(19,736,335)</b>	<b>(18,699,400)</b>
<b>Deficit, end of period</b>	<b>\$ (20,227,384)</b>	<b>\$ (19,070,853)</b>	<b>\$ (20,227,384)</b>	<b>\$ (19,070,853)</b>
<b>Gain / (Loss) per share</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>
<b>Weighted average number of shares outstanding</b>	<b>79,706,353</b>	<b>66,976,629</b>	<b>79,311,806</b>	<b>60,268,657</b>

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

**GRANDE PORTAGE RESOURCES LTD.**  
**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

	Issued Capital		Share	Contributed	Deficit	Total
	Shares	Amount	Subscriptions Received	Surplus		
		\$	\$	\$	\$	\$
<b>Balance, October 31, 2019</b>	<b>53,607,683</b>	<b>23,993,075</b>	-	<b>2,633,829</b>	<b>(18,699,400)</b>	<b>7,927,504</b>
Shares issued for private placement	13,382,537	1,515,775	-	-	-	1,515,775
Share issue costs	-	(21,920)	-	-	-	(21,920)
Shares issued on warrant exercise	207,000	33,120	-	-	-	33,120
Share-based compensation	-	-	-	74,300	-	74,300
Comprehensive loss	-	-	-	-	(371,453)	(371,453)
<b>Balance, April 30, 2020</b>	<b>67,197,222</b>	<b>25,520,050</b>	-	<b>2,708,129</b>	<b>(19,070,853)</b>	<b>9,157,326</b>
<b>Balance, October 31, 2020</b>	<b>78,930,125</b>	<b>28,791,187</b>	-	<b>2,923,929</b>	<b>(19,736,335)</b>	<b>11,978,781</b>
Shares issued on warrant exercise	1,035,330	159,283	-	-	-	159,283
Shares issued on option exercise	500,000	75,000	-	-	-	75,000
Share subscriptions received	-	-	99,880	-	-	99,880
Share-based compensation	-	-	-	139,800	-	139,800
Comprehensive loss	-	-	-	-	(491,049)	(491,049)
<b>Balance, April 30, 2021</b>	<b>80,465,455</b>	<b>29,025,470</b>	<b>99,880</b>	<b>3,063,729</b>	<b>(20,227,384)</b>	<b>11,961,695</b>

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

**GRANDE PORTAGE RESOURCES LTD.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

For the	Three Months Ended April 30,		Six Months Ended April 30,	
	2021	2020	2021	2020
<b>Cash provided by (used for)</b>				
<b>Operating activities</b>				
Net loss for the period	\$ (195,127)	\$ (221,146)	\$ (491,049)	\$ (371,453)
Items not involving cash:				
Share-based compensation on Option grant	-	12,900	139,800	74,300
Unrealized gain (loss) on marketable securities	(435)	396	(334)	1,247
<b>Net change in non-cash working capital</b>	<b>(195,562)</b>	<b>(207,850)</b>	<b>(351,583)</b>	<b>(295,906)</b>
Accounts receivable	(6,493)	11,756	(3,643)	254
Subscription funds deposited	-	721,334	-	-
Prepaid expenses	(8,906)	(21,013)	13,568	(146,273)
Accounts payable	(29,574)	(239,038)	(396,695)	(96,496)
	(44,973)	473,039	(386,770)	(242,515)
	(240,535)	265,189	(738,353)	(538,421)
<b>Investing activities</b>				
Expenditures on exploration and evaluation assets	(40,475)	(22,890)	(243,850)	(99,805)
<b>Financing activities</b>				
Share subscriptions received	99,880	-	99,880	-
Shares issued for cash, net of costs	234,283	533,852	234,283	1,526,975
	334,163	533,852	334,163	1,526,975
<b>Net increase (decrease) in cash</b>	<b>53,153</b>	<b>776,151</b>	<b>(648,040)</b>	<b>888,749</b>
<b>Cash, beginning of period</b>	<b>790,953</b>	<b>416,977</b>	<b>1,492,146</b>	<b>304,379</b>
<b>Cash, end of period</b>	<b>\$ 844,106</b>	<b>\$ 1,193,128</b>	<b>\$ 844,106</b>	<b>\$ 1,193,128</b>

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

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

---

**1. NATURE OF OPERATIONS AND GOING CONCERN**

Grande Portage Resources Ltd. (the “Company”) was incorporated under the Business Corporations Act of British Columbia. The Company is an exploration-stage public company, whose principal business activities are the exploration for and development of natural resource properties, namely gold in Alaska. The Company’s shares are listed for trading on the TSX Venture Exchange under the symbol GPG. The address of the Company’s corporate office and principal place of business is #280 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7.

The Company is in the process of exploring its exploration and evaluation assets and has not yet determined whether they contain reserves that are economically recoverable. The recoverability of amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, confirmation of the Company’s interest in the underlying mineral claims, the ability of the Company to obtain necessary financing to complete the development and upon future profitable production or proceeds from the disposition thereof.

The Company incurred a net loss and comprehensive loss of \$491,049 (2020 - \$371,453) for the six months ended April 30, 2021 and has an accumulated deficit of \$20,227,384 (October 31, 2020 - \$19,736,335) which has been funded primarily by the issuance of equity. The Company’s ability to continue as a going concern is dependent upon the generation of profits from exploration and evaluation assets, obtaining additional financing or maintaining continued support from its shareholders and creditors. These factors indicate the existence of a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern. While the Company has been successful in obtaining financing in the past, there is no assurance that such financing will continue to be available or be available on favourable terms in the future. An inability to raise additional financing may impact the future assessment of the Company as a going concern. In the event that additional financial support is not received or operating profits are not generated, the carrying values of the Company’s assets may be adversely affected.

These consolidated financial statements do not give effect to any adjustments which would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and discharge its liabilities in other than the normal course of business and at amounts different from those reflected in the accompanying consolidated financial statements. In assessing the appropriateness of the going concern assumption management is required to consider all available information about the future, which is at least, but not limited to, twelve months from the year end date. Management has carried out an assessment of the going concern assumption and has concluded that it is appropriate that the consolidated financial statements are prepared on a going concern basis. Accordingly, these consolidated financial statements do not reflect any adjustments to the carrying value of assets and liabilities, or the impact on the consolidated statements of loss and consolidated statements of financial position classifications that would be necessary were the going concern assumption not appropriate.

On March 11, 2020, various authorities declared a pandemic related to COVID-19 resulting in restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. These restrictions are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the Company operates.

**2. BASIS OF PREPARATION**

These condensed consolidated interim financial statements, including comparatives, have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. As such, certain disclosures included in the annual financial statements prepared in accordance with IFRS have been condensed or omitted. Accordingly, these condensed consolidated interim financial statements should be read in conjunction with the Company’s audited consolidated annual financial statements for the year ended October 31, 2020. In preparation of these condensed consolidated interim financial statements, the Company has consistently applied the same accounting policies as disclosed in note 2 to the audited consolidated annual financial statements for the year ended October 31, 2020.

These unaudited condensed consolidated interim financial statements were approved by the Board of Directors on June 29, 2021.

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**

(Expressed in Canadian Dollars)

**3. RECLAMATION BONDS**

The Company placed Guaranteed Interest Certificates (“GICs”) in trust as reclamation deposits pursuant to a condition of receiving consent from a government agency to explore its resource property interests. As at April 30, 2021, the Company held GICs totaling \$72,153 (US \$54,177) (2019 – \$54,759; (US \$42,472)).

**4. EXPLORATION AND EVALUATION ASSETS**

	<b>Herbert Gold</b>
<b>Balance, October 31, 2020</b>	<b>\$10,787,096</b>
Acquisition costs:	
Shares issued	-
Cash payments and other	41,315
	<u>41,315</u>
Deferred exploration costs:	
Assaying	48,223
Consulting	1,244
Drilling	54,563
Field expenses	7,918
Food and lodging	11,678
Geological consulting	32,074
Helicopter rentals	27,597
Legal fees	11,913
Site personnel	1,665
Travel costs	5,659
<b>Total additions</b>	<u><b>243,850</b></u>
<b>Balance, April 30, 2021</b>	<u><b>\$11,030,946</b></u>

**Herbert Gold Project**

Pursuant to an agreement dated June 16, 2010, as amended on June 12, 2012, (the “Option Agreement”) with Quaterra Alaska, Inc. (“Quaterra”), the Company was granted and has exercised an option to acquire a 65% interest in a mining lease dated November 1, 2007 (the “Mining Lease”) for the Herbert Gold Project, consisting of 84 unpatented mining claims (now 91 unpatented mining claims pursuant to the area of interest provisions of the Mining Lease), located 20 miles north of Juneau, Alaska. The Company was required to incur at least USD\$1,250,000 (incurred) under the Option Agreement in exploration expenditures on the property to acquire its 65% interest.

On October 24, 2011, the Company entered into a joint operation with Quaterra (the “JVA”) with their initial joint interests being Quaterra 35% and the Company 65%. Under the JVA, the Company’s subsidiary was appointed as operator of the project. Pursuant to the JVA, Quaterra and the Company’s subsidiary were deemed to have contributed a value of \$673,077 and \$1,250,000, respectively, as Initial Contributions. These initial values were deemed contributed in full by both parties as at October 31, 2012. Each party was also required to contribute its proportionate share of costs for all future exploration and development work. During the year ended October 31, 2015, Quaterra gave the Company a notification of its election not to participate in future programs on the property. This notice did not cancel the JVA between the Company and Quaterra, according to which Quaterra continued to be responsible for 35% of the claim maintenance fees.



**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

---

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

During the year ended October 31, 2016, the Company entered into a purchase agreement with Quaterra to acquire Quaterra's remaining 35% interest in the Mining Lease in exchange for the issuance of 1,182,331 common shares (issued) on a non-diluted basis, equal to 9.0% of the Company's outstanding common shares and, a cash payment of \$250,000 USD (due within 90 days of the earlier of: (i) the delivery of a favorable feasibility report on the Herbert Gold Project; or (ii) change of control of the Company; or (iii) sale of the Herbert Gold Project). The Company issued the 1,182,331 common shares during the year ended October 31, 2016, but these were held by the Company until such time that the assignment of the remaining 35% interest to the Company was completed during the year ended October 31, 2017. Quaterra was also granted a limited right to participate in any future equity financings of the Company up to the next \$1.0 million raised, in order to maintain its equity interest in the Company at its then current equity interest in the Company on a non-diluted basis. The opportunity to participate has now expired.

An additional 760,464 common shares of the Company were issued to Quaterra during the year ended October 31, 2018 with respect to the private placement completed in June 2017, pursuant to Quaterra's anti-dilution rights described above (which are now fulfilled).

The Herbert Glacier Project is subject to a 5% net smelter returns royalty reserved to the underlying lessor, plus minimum annual advance royalties of \$30,000 USD due every November 1. All advance royalties will be credited towards any net smelter returns royalty paid upon the commencement of commercial production.

Realization of assets

The investment in and expenditures on exploration and exploration assets comprise a significant portion of the Company's assets. Realization of the Company's investment in these assets is dependent upon the establishment of legal ownership, the attainment of successful production from the properties or from the proceeds of their disposal.

Resource exploration and development is highly speculative and involves inherent risks. While the rewards if an ore body is discovered can be substantial, few properties that are explored are ultimately developed into producing mines. There can be no assurance that current exploration programs will result in the discovery of economically viable quantities of ore. The amounts shown for acquisition costs and deferred exploration expenditures represent costs incurred to date and do not necessarily reflect present or future values. These costs will be depleted over the useful lives of the properties upon commencement of commercial production or written off if the properties are abandoned or the claims allowed to lapse.

Environmental

Environmental legislation is becoming increasingly stringent, and costs and expenses of regulatory compliance are increasing. The impact of new and future environmental legislation on the Company's operations may cause additional expenses and restrictions.

If the restrictions adversely affect the scope of exploration and development on the resource property interests, the potential for production on the property may be diminished or negated.

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

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**  
(Expressed in Canadian Dollars)

---

**5. SHARE CAPITAL**

- a) Authorized - Unlimited number of common shares without par value.
- b) Issued

As at April 30, 2021, there were 80,465,455 common shares issued and outstanding (2020: 67,197,222).

- (i) During the six months ended April 30, 2021, the Company issued 1,035,330 shares for the exercise of warrants priced from \$0.15 to \$0.16, and 500,000 shares for the exercise of options priced at \$0.15, for gross proceeds of \$234,283.
  - (ii) During the year ended October 31, 2020, the Company closed a non-brokered private placement and issued 9,092,000 units at a price of \$0.11 per unit. Each unit consisted of one common share and one half of a share purchase warrant exercisable at a price of \$0.15 for a period of 18 months for gross proceeds of \$1,000,120. The Company paid a cash commission of \$12,389 and issued 112,630 finders share purchase warrants exercisable at a price of \$0.15 for a period of 18 months.
  - (iii) The Company also issued 1,281,820 shares for the exercise of warrants priced at \$0.15 and \$0.16 for gross proceeds of \$199,707.
  - (iv) During the year ended October 31, 2020, the Company closed a non-brokered private placement and issued 4,297,122 units at a price of \$0.12 per unit. Each unit consisted of one common share and one half of a share purchase warrant exercisable at a price of \$0.16 for a period of 18 months for gross proceeds of \$515,655. The Company paid a cash commission of \$9,530 and issued 79,419 finders share purchase warrants exercisable at a price of \$0.16 for a period of 18 months.
  - (v) During the year ended October 31, 2020, the Company closed a non-brokered private placement and issued 10,500,000 units at a price of \$0.30 per unit. Each unit consisted of one common share and one half of a share purchase warrant exercisable at a price of \$0.45 for a period of 18 months from gross proceeds of \$3,150,000. The Company paid cash a commission of \$45,450, issued 75,750 finders share purchase warrants exercisable at price of \$0.45, and issued an additional 151,500 finders shares at a price of \$0.30.
  - (vi) During the year ended October 31, 2019, the Company closed a non-brokered private placement and issued 8,181,818 units at a price of \$0.11 per unit. Each unit consisted of one common share and one purchase warrant exercisable at a price of \$0.16 for a period of two years for gross proceeds of \$898,460. The Company paid a cash commission of \$1,540 and issued 14,000 finders purchase warrants exercisable at a price of \$0.16 for a two-period at a fair value of \$1,275. The Company also issued 232,500 common shares for the exercise of warrants at a price of \$0.275 for gross proceeds of \$63,938.
- c) Stock options

Effective October 31, 2012, the Company adopted a revised rolling stock option plan under whereby a maximum of 10% of the issued shares will be reserved for issuance under the plan. The stock option plan provides for the granting of stock options to directors, officers, employees, consultants, consulting company or management company employees, and eligible charitable organizations. Shares issuable under the plan to insiders as a group, or to any one optionee, consultant, and investor relation person are restricted up to a limit of 10%, 5%, 2% and 2%, respectively, of the Company's total number of issued and outstanding shares per year. An option shall be granted as fully vested, unless a vesting schedule is imposed by the board as a condition of the grant date and provided that if the option is being granted to an eligible person who is providing investor relating activities to the Company, then the option must vest in stages over at least a one-year period and not more than ¼ of such options may be vested in any three-month period.

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**

(Expressed in Canadian Dollars)

**5. SHARE CAPITAL** (continued)

Details of the status of the Company's stock options as at April 30, 2021 are as follows:

	Number of Options	Weighted-Average Exercise Price (\$)
Balance, October 31, 2019	4,425,000	\$ 0.18
Granted	500,000	0.15
Granted	50,000	0.15
Granted	650,000	0.35
Balance, October 31, 2020	5,625,000	\$0.19
Granted	350,000	0.45
Cancelled	(370,000)	0.25
Exercised	(500,000)	0.15
<b>Balance, April 30, 2021</b>	<b>5,105,000</b>	<b>\$0.26</b>

The Company applies the fair value method using the Black-Scholes Option Pricing Model in accounting for stock options granted to employees. Stock options granted to non-employee are valued using the Black-Scholes Option Pricing Model as the fair values of services received were not reliably measurable.

The fair value of the options granted was calculated using the following weighted average assumptions:

	2021	2020
Expected life (years)	5.00	5.00
Risk-free interest rate	0.47%	0.35%
Expected annualized volatility	177%	173%
Dividend yield	N/A	N/A
Stock price at grant date	\$0.42	\$0.25
Exercise price	\$0.45	\$0.26
Weighted average grant date fair value	\$0.44	\$0.24

Option pricing models require the input of highly subjective assumptions regarding volatility. The Company has used historical volatility to estimate the volatility of the share price.

As at April 30, 2021, the following stock options were outstanding and exercisable:

Outstanding Number of Options	Expiry Date	Exercise Price
225,000	July 13, 2021	0.15
750,000	July 19, 2022	0.20
1,000,000	February 23, 2023	0.15
950,000	September 24, 2023	0.22
500,000	December 13, 2023	0.13
900,000	July 29, 2024	0.15
50,000	January 16, 2023	0.15
380,000	June 29, 2025	0.35
350,000	December 8, 2021	0.45
<b>5,105,000</b>		

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**

(Expressed in Canadian Dollars)

**5. SHARE CAPITAL** (continued)

The weighted average remaining contractual life of stock options outstanding at April 30, 2021 is 3.45 years (2020 – 3.38 years).

d) Warrants

The following table summarizes the continuity of the Company's warrants:

	Number of Warrants	Weighted-Average Exercise Price
<b>Balance, October 31, 2019</b>	8,195,818	\$0.16
Granted	4,658,630	0.15
Granted	2,227,980	0.16
Granted	5,325,750	0.45
Exercised	(1,281,820)	0.16
<b>Balance, October 31, 2020</b>	<b>19,126,358</b>	<b>\$0.16</b>
Exercised	(398,330)	0.16
Exercised	(637,000)	0.15
<b>Balance, April 30, 2021</b>	<b>18,091,028</b>	<b>\$0.16</b>

The Company applies the fair value method using the Black-Scholes Option Pricing Model in accounting for agent warrants. The Company issued 1,035,330 common shares for the exercise of warrants at a price of \$0.15 and \$0.16 for gross proceeds of \$159,283.

The fair value of the finder warrants granted was calculated using the following weighted average assumptions:

	2020	2019
Expected life (years)	2.00	2.00
Risk-free interest rate	1.48%	1.54%
Expected annualized volatility	113.17%	123%
Dividend yield	N/A	N/A
Stock price at grant date	\$0.20	\$0.15
Exercise price	\$0.28	\$0.16
Weighted average grant date fair value	\$0.27	\$0.09

Option pricing models require the input of highly subjective assumptions regarding volatility. The Company has used historical volatility to estimate the volatility of the share price.

As at April 30, 2021, the following warrants were outstanding and exercisable:

Outstanding Number of Warrants	Expiry Date	Exercise Price
7,881,818	July 26, 2021	\$0.16
3,483,230	July 31, 2021	\$0.15
1,400,230	August 6, 2021	\$0.16
5,325,750	January 9, 2022	\$0.45

The weighted average remaining contractual life of warrants outstanding at April 30, 2021 is 0.62 years (2020 – 1.25 years).

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**

(Expressed in Canadian Dollars)

---

**6. RELATED PARTY TRANSACTIONS AND KEY PERSONNEL COMPENSATION**

Included in accounts payable at April 30, 2021 is \$24,463 (2020 - \$119,962) owing for services to companies controlled by directors and officers of the Company. These amounts are unsecured, non-interest bearing, and are due on demand.

During the six months ended April 30, 2021, the Company incurred the following related party transactions:

- a) \$49,800 (2020 - \$59,300) in management fees to a company controlled by the President and CEO of the Company;
- b) \$34,500 (2020 - \$34,500) in management fees to a company controlled by a Director of the Company;
- c) \$22,511 (2020 - \$20,000) in accounting fees to a company controlled by the CFO of the Company.

The Company has identified its directors and senior officers as its key management personnel. No post-employment benefits, other long-term benefits and termination benefits were made during the six months ended April 30, 2021 and 2020. Short-term key management compensation consists of the following for the six-month periods ended April 30, 2021 and 2020:

	<b>2021</b>	<b>2020</b>
Management fees	\$ 90,525	\$ 93,800
Accounting fees	22,511	20,000
	<b>\$113,036</b>	<b>\$113,800</b>

The Company entered into management fee agreements for a term of two years with a Director, the President, and the CFO of the Company (“Contractors”) in the amounts of annual compensation of \$69,000 per annum and \$99,600, and \$40,020 per annum, respectively. The Company is committed to make monthly payments of \$17,385.

**7. CAPITAL MANAGEMENT**

The Company defines capital as all components of shareholders’ equity. The Company manages its capital structure and makes adjustments to it based on the funds available to the Company, in order to support the acquisition, exploration and development of exploration and evaluation assets. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company is not subject to any externally imposed capital requirements.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent on external financing to fund its activities. In order to carry out the planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There have been no changes to the Company’s approach to capital management during the six months ended April 30, 2021.

**GRANDE PORTAGE RESOURCES LTD.**  
**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS ENDED APRIL 30, 2021 AND 2020**

(Expressed in Canadian Dollars)

---

**8. SEGMENTED INFORMATION**

The Company operates in one reportable operating segment, being the acquisition and exploration of resource properties. The Company operates in both Canada and the U.S.A. The Company's exploration and evaluation assets in geographic locations are as follows:

	2021	2020
U.S.A.	\$ 11,030,946	\$ 7,852,040

**9. COMMITMENTS AND CONTINGENCIES**

a) Commitments

The Company entered into management fee agreements with a Director, the President, and the CFO of the Company (see Note 9). The agreements can be terminated by the Company upon providing twelve months of notice, based on the mutual agreement or with no notice for just cause. In case of the absence of just cause or the mutual agreement, the Company is required to pay a full twelve months of additional compensation upon termination. The Company is committed to make monthly payments of \$17,385.

b) Contingencies

From time to time, the Company is engaged in various legal proceedings and claims that have arisen in the ordinary course of business. The outcome of all the proceedings and claims against the Company is subject to future resolution, including the uncertainties of litigation. The Company believes that the probable ultimate resolution of any such proceedings and claims, individually or in the aggregate will not have a material adverse effect on the financial condition of the Company.

**10. SUBSEQUENT EVENTS**

On April 30, 2021, the Company closed a non-brokered private placement with the issuance of 1,106,715 Units at a price of \$0.28 per Unit for gross proceeds of \$309,880. Each Unit consisted of one common share and one half of a share purchase warrant. Each whole warrant is exercisable at a price of \$0.45 for a period of two years. No finders' fees were paid in conjunction with this private placement.

The Company has granted incentive stock options to various directors, employees, advisors and consultants to purchase up to 975,000 common shares exercisable on or before May 3, 2026 at a price of \$0.38 per share.

On June 10, 2021, the Company closed a non-brokered private placement with the issuance of 7,813,073 Units at a price of \$0.48 per Unit for gross proceeds of \$3,750,275. Each Unit consisted of one common share and one half of a share purchase warrant. Each whole warrant is exercisable at a price of \$0.72 for a period of two years. The Company paid \$55,570 in cash and issued 115,770 warrants for finders' fees in conjunction with this private placement. The Finder warrants have the same terms as the subscriber warrants.

Subsequent to the period end, 1,232,281 warrants priced at \$0.16, 2,216,186 warrants priced at \$0.15, and 100,000 options priced at \$0.15, were exercised for gross proceeds of \$544,593.