



COPPER LAKE
RESOURCES LTD

Condensed Interim Financial Statements

**For the Three and Nine Months Ended
July 31, 2020**

(Expressed in Canadian dollars)

Unaudited – Prepared by Management

Copper Lake Resources Ltd.

The accompanying unaudited condensed interim financial statements of Copper Lake Resources Ltd. for the three and nine months ended July 31, 2020 have been prepared by management, reviewed by the Audit Committee and approved by the Board of Directors of the Company.

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that these unaudited condensed interim financial statements have not been reviewed by its auditor.

Copper Lake Resources Ltd.
Condensed Interim Statements of Financial Position

(Unaudited)
(Expressed in Canadian dollars)

As at	July 31, 2020	October 31, 2019
ASSETS		
Current assets		
Cash	\$ 5,449	\$ 13,816
Restricted cash (note 3)	197,565	27,580
HST receivable	2,724	4,283
Deposits	11,339	-
	217,077	45,679
Mineral property interests (note 4)	2,565,362	2,614,862
Total assets	\$ 2,782,439	\$ 2,660,541
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities (note 7)	\$ 241,854	\$ 370,515
Advances from shareholder (note 7)	30,827	28,820
Flow-through share premium (note 6)	1,333	11,500
	273,474	410,835
Convertible debentures (note 5)	106,994	99,178
Total liabilities	380,468	510,013
Shareholders' equity		
Capital stock (note 6)	16,360,076	15,948,767
Reserves	342,716	351,542
Equity component of convertible debt (note 5)	35,890	35,890
Deficit	(14,336,711)	(14,185,671)
	2,401,971	2,150,528
Total liabilities and shareholders' equity	\$ 2,782,439	\$ 2,660,541

On behalf of the Board:

“Terrence MacDonald” Director

“Paul McGroary” Director

The accompanying notes are an integral part of these financial statements

Copper Lake Resources Ltd.
Condensed Interim Statements of Comprehensive Loss
For the Three and Nine Months Ended July 31

(Unaudited)

(Expressed in Canadian dollars)

	Notes	Three months ended July 31		Nine months ended July 31	
		2020	2019	2020	2019
		\$	\$	\$	\$
Expenses					
Accretion of interest on convertible debentures		2,756	2,192	7,816	6,219
Acquisition costs related to expired claims		-	-	49,500	-
Exploration and evaluation expenditures		17,800	15,765	35,133	18,922
Gain on option amendment		-	-	(25,000)	-
General and administration		935	963	8,565	1,663
Interest and bank charges	5	3,616	3,446	11,084	10,561
Investor relations		6,000	16,460	27,345	25,805
Management and advisory fees	5	6,000	6,000	18,000	18,000
Professional fees		3,156	2,117	15,039	5,548
Share-based compensation	5	-	-	46,550	1,330
Transfer agent and regulatory		3,433	2,343	24,129	13,634
Total expenses		43,696	49,196	218,161	101,682
Flow-through share premium recovery		1,635	-	10,167	-
Net loss and comprehensive loss for the period		\$42,061	\$49,196	\$ 207,994	\$ 101,682
Basic and diluted loss per share		\$ (0.000)	\$ (0.000)	\$ (0.001)	\$ (0.001)
Weighted average common Shares outstanding		145,801,767	121,372,810	138,946,212	120,159,060

The accompanying notes are an integral part of these financial statements

Copper Lake Resources Ltd.
Condensed Interim Statements of Changes in Shareholders' Equity
For the Nine Months Ended April 30

(Unaudited)

(Expressed in Canadian dollars)

	Shares	Capital stock Amount	Share-based payment reserve	Equity component of convertible debt	Deficit	Total
		\$	\$	\$	\$	\$
Balance, October 31, 2019	123,193,435	15,948,767	351,542	35,890	(14,185,671)	2,150,528
Private placement of units	24,566,665	419,000	-	-	-	419,000
Share issuance costs	-	(7,691)	1,578	-	-	(6,113)
Transfer on expiry of options and warrants	-	-	(56,954)	-	56,954	-
Share-based compensation	-	-	46,550	-	-	46,550
Net loss and comprehensive loss for the period	-	-	-	-	(207,994)	(207,994)
Balance, July 31, 2020	147,760,100	16,360,076	342,716	35,890	(14,336,711)	2,401,971
Balance, October 31, 2018	119,552,185	15,885,549	445,908	35,890	(14,100,290)	2,267,057
Private placement of units	3,475,000	69,500	-	-	-	-
Share issuance costs	166,250	(4,630)	-	-	-	-
Transfer on expiry of options	-	-	(29,760)	-	29,760	-
Share-based compensation	-	-	1,330	-	-	1,330
Net loss and comprehensive loss for the period	-	-	-	-	(101,682)	(101,682)
Balance, July 31, 2019	123,193,435	15,950,419	417,478	35,890	(14,172,212)	2,231,575

The accompanying notes are an integral part of these financial statements

Copper Lake Resources Ltd.
Condensed Interim Statement of Cash Flows
For the Three and Nine Months Ended July 31
(Unaudited)
(Expressed in Canadian dollars)

	Three months ended		Nine months ended	
	July 31, 2020	July 31, 2019	July 31, 2020	July 31, 2019
			\$	
Cash flows (used in) from operating activities:				
Net loss and comprehensive loss for the period	(42,061)	(49,196)	(207,994)	(101,682)
Items not involving cash:				
Accretion of interest on convertible debt	2,756	2,192	7,816	6,219
Share-based payments	-	-	46,550	1,330
Flow-through share premium recovery	(1,635)	-	(10,167)	-
Acquisition costs related to expired claims	-	-	49,500	-
Change in non-cash working capital items:				
HST receivable	1,996	(2,061)	1,559	822
Prepaid expenses	-	-	-	9,425
Deposits	(11,339)	-	(11,339)	-
Accounts payable and accrued liabilities	12,432	8,087	(128,660)	17,336
	(37,851)	(40,978)	(252,735)	(66,550)
Cash flows (used in) from investing activities:				
Exploration and evaluation asset expenditures	-	-	-	-
	-	-	-	-
Cash flows from financing activities:				
Advance from shareholder	(7,243)	2,745	1,466	27,681
Unit subscriptions received	(30,000)	-	-	-
Proceeds from issuance of capital stock	132,500	81,000	419,000	81,000
Finance costs	(1,163)	(4,630)	(6,113)	(4,630)
	94,094	79,115	414,353	104,051
Increase (decrease) in cash and cash equivalents	56,243	38,137	161,618	37,501
Cash and cash equivalents, beginning of period	146,771	1,586	41,396	2,222
Cash and cash equivalents, end of period	203,014	39,723	203,014	39,723

The accompanying notes are an integral part of these financial statements

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020
(Unaudited)
(Expressed in Canadian dollars)

1. NATURE OF BUSINESS AND GOING CONCERN

Copper Lake Resources Ltd. (“Copper Lake” or the “Company”) was incorporated under the laws of the Province of British Columbia and is in the business of exploration and development of mineral resource properties. The address of the Company’s head office is 1 King Street West, Suite 4800, Toronto, Ontario. The Company’s shares are listed on the TSX-V under the trading symbol CPL. The Company is a mineral exploration company focused on acquiring, exploring and developing mineral property interests in Canada.

These condensed interim financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will be able to continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities and commitments in the normal course of business.

The Company has no source of operating cash flows, has not yet achieved profitable operations, has a working capital deficit, has accumulated losses since its inception, expects to incur further losses in the development of its business and has no assurance that sufficient funding will be available to conduct further exploration of its mineral properties. These conditions cast significant doubt about the Company’s ability to continue as a going concern. The application of the going concern concept is dependent upon the Company’s ability to generate future profitable operations, and receive continued financial support from its creditors and shareholders.

The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company has no source of revenue, and has significant cash requirements to meet its administrative overhead and maintain its mineral interests. The Company closed a private placement subsequent to April 30, 2020 (see note 9).

In the future, the Company may raise additional financing through the issuance of share capital or shareholder loans, however, there can be no assurance that it will be successful in its efforts to do so and that the terms will be favorable to the Company. These financial statements do not include any adjustments to the amounts and classifications of assets and liabilities that might be necessary should the Company be unable to continue as a going concern. Management is actively seeking to raise the necessary capital to meet its funding requirements and has undertaken available cost-cutting measures. There can be no assurance that management’s plan will be successful. If the going concern assumption were not appropriate for these financial statements, then adjustments would be necessary in the carrying value of assets and liabilities, the reported expenses and the statement of financial position classifications used. Such adjustments could be material.

2. BASIS OF PREPARATION

Statement of compliance

These condensed interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting*. They do not include all the information required for a complete set of IFRS financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Company’s financial position and performance since the last annual financial statements as at and for the year ended October 31, 2019.

These condensed interim financial statements were authorized for issue by the Board of Directors on September 28, 2020.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

2. BASIS OF PREPARATION (*Continued*)

Significant accounting policies

The policies applied in these condensed interim financial statements follow the same accounting policies and methods of application as our most recent annual financial statements. Accordingly, they should be read in conjunction with our audited financial statements for the year ended October 31, 2019.

Functional and presentation currency

These financial statements are presented in Canadian dollars, which is the Company's functional currency. All financial information is expressed in Canadian dollars unless otherwise stated and have been rounded to the nearest dollar.

Use of estimates and judgments

The preparation of the Company's financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes may differ from these estimates.

The most significant accounts that require estimates as the basis for determining the stated amounts include the impairment of assets.

The significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements as at and for the year ended October 31, 2019.

New Standards, Interpretations and Amendments Not Yet Effective

The following new standards, and amendments to standards and interpretations, were not yet effective for the year ended October 31, 2020, and have not been applied in preparing these condensed interim financial statements. Other new standards which are not yet effective for the year ended October 31, 2020 but are not discussed below, are not expected to have an impact on the Company.

New accounting standards adopted

IFRS 16 Leases

On November 1, 2019, the Company adopted *IFRS 16, Leases* ("IFRS 16"). According to IFRS 16, a contract is, or contains a lease when the contract conveys a right to control the use of an identified asset for a period of time in exchange for consideration. With exceptions for certain short-term leases and leases of low-value assets, IFRS 16 requires a lessee to recognize lease contracts as a right-of-use asset representing its right to use an identified asset for a period of time and a lease liability representing its obligation to make lease payments.

The Company has applied IFRS 16 using the modified retrospective approach, with the cumulative effect of initially applying the standard as an adjustment to retained earnings and no restatement of comparative information which continues to be reported under *IAS 17, Leases*.

As the Company is not a party to any leases, the adoption of this accounting standard had no impact on these financial statements.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

3. RESTRICTED CASH

Restricted cash represents the proceeds from the issuance of flow-through common shares less qualifying expenditures to date. At July 31, 2020 the Company had restricted cash of \$197,565 which is not available for working capital purposes and must be used exclusively for Canadian Exploration Expenditures by December 31, 2020.

4. MINERAL PROPERTY INTERESTS

Marshall Lake Property

The Company entered into an option agreement dated July 6, 2010 with Rainy Mountain Royalty Corp. (“Rainy Mountain”) and Marshall Lake Mining Limited (“MLMP”) of London, England, whereby the Company was granted an option to earn up to a 50% interest in certain mining claims that comprise the Marshall Lake property located north-northeast of Thunder Bay, Ontario.

On May 5, 2016 the Company announced that it had reached an agreement to acquire the interest in the Marshall Lake property currently held by MLMP, a privately held company based in the United Kingdom. The acquisition subsequently closed on September 29, 2016. This acquisition gave Copper Lake a 68.75% interest in the property.

As a result of the acquisition, the Company could earn a 75% interest by incurring cumulative expenditures of \$4,000,000 on the property by July 15, 2018. As of October 31, 2018, the Company had incurred cumulative expenditures of \$4,163,076 and had completed the 75% earn-in.

The Company now has the option to increase its interest to 87.5% by incurring such additional property expenditures as are necessary to take the Marshall Lake property to a bankable feasibility stage.

During the first quarter the Company amended the underlying joint venture with Rainy Mountain to remove Copper Lake’s right to participate in future mineral properties acquired by Rainy Mountain. Copper Lake received \$25,000 as compensation for this amendment, and recorded this amount in the income statement.

Norton Lake Property

The Company entered into a Joint Venture Assignment Agreement dated on January 21, 2009 with Cascadia International Resources Inc. of Calgary, Alberta (“Cascadia”), pursuant to which Cascadia assigned its 51% joint venture interest in the Norton Lake property to the Company for the sum of \$300,000. The other joint venture partners are Rainy Mountain and White Metals Resources Corp. (“White Metals”). The property is located north of Thunder Bay, Ontario and the Company is the operator. The Norton Lake Project consists of two properties, namely, the Norton West Property (the principal property) and the Norton East Property. Joint venture expenditures are being recorded by each joint venture partner on a cash call basis and as a result of the programs completed by the Company on the Norton West Property, the Company had a 57.6% interest in the Norton West Property (with Rainy Mountain having a 32.6% interest and White Metals having a 9.8% interest) and a 51% interest in the Norton East Property (with Rainy Mountain having a 9.8% interest and Trillium having a 39.2% interest). By agreement dated February 21, 2012, the Company, Rainy Mountain and White Metals combined and consolidated their respective interests in the Norton West and Norton East Properties, and as a result, the Company has a 60.70% interest in the combined Properties (with Rainy Mountain having a 30.21% interest and White Metals having a 9.09% interest). On June 29, 2015, the Company announced that it had acquired the remainder of White Metals’ 9.09% interest in the Norton Lake property, thus increasing its ownership position to 69.79%.

During the year ended October 31, 2018 the Company performed certain work at the two camps on the property and incurred expenses in the amount of \$20,920. As Rainy Mountain did not contribute their portion of the costs, the Company’s interest in the property has increased to 71.41%.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

4. MINERAL PROPERTY INTERESTS *(Continued)*

Northwestern Ontario Gold Properties

On March 7, 2017, the Company announced that it had entered into a mineral property option agreement to acquire up to 100% of four separate properties. The properties are situated in the Kenora and Patricia mining divisions in Northwestern Ontario and are known as the Queen Alexandra Gold Property, the Mine Lake Gold Property, the Grand Chibougamau Gold Property and the Centrefire Redhat Gold-Copper Property, collectively the NWO Gold Properties.

During the quarter ended January 31, 2020, the claims relating to Queen Alexandra, Mine Lake and Grand Chibougamau properties were allowed to lapse. As a result, acquisition costs in the amount of \$49,500 were written off. The Company retains a 25% interest in the Centrefire Redhat gold-copper property which will be subject to a joint venture agreement.

Exploration and evaluation expenses

Details of the Company's exploration and evaluation expenditures, which have been cumulatively expensed in the statement of loss and comprehensive loss are as follows:

For the nine months ended July 31, 2020

	Marshall Lake Property	Norton Lake Property	Centrefire Redhat Property	Total
Geological and geophysical	8,600	-	-	8,600
Geotechnical	11,415	-	-	11,415
Property taxes and lease rent	3,919	-	-	3,919
Staking	8,950	-	-	8,950
Storage	2,250	-	-	2,250
Expenditures for the period	35,134	-	-	35,134
Cumulative balance - October 31, 2019	4,162,781	840,784	-	5,003,565
Balance, July 31, 2020	\$ 4,197,915	\$ 840,784	-	\$ 5,038,699

For the nine months ended July 31, 2019

	Marshall Lake Property	Norton Lake Property	Centrefire Redhat Property	Total
Claims management	102	-	-	102
Geological and geophysical	15,000	-	-	15,000
Property taxes and lease rent	1,795	-	-	1,795
Storage	2,025	-	-	2,025
Expenditures for the period	18,922	-	-	18,922
Cumulative balance - October 31, 2018	4,113,074	840,784	-	4,953,858
Balance, July 31, 2019	\$ 4,131,996	\$ 840,784	-	4,972,780

5. CONVERTIBLE DEBENTURES

	Principal Amount	Liability Component	Equity Component
Balance October 31, 2018	112,500	90,638	35,890
Accretion for the year	-	8,540	-
Balance October 31, 2019	112,500	99,178	35,890
Accretion for the nine months	-	7,816	-
Balance at July 31, 2020	\$ 112,500	\$ 106,994	\$ 35,890

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

5. CONVERTIBLE DEBENTURES *(Continued)*

On April 28, 2016 the Company closed a \$420,000 non-brokered private placement of convertible debentures. The unsecured subordinated convertible debentures bear interest at 12% per annum, calculated annually and have a term of five years from the date of issue. At the date of issue \$285,845 was allocated to the liability component of the convertible debenture and the residual amount of \$134,155 was allocated to the equity component, based on an effective interest rate of 20%.

The debentures are convertible into units at the rate of \$0.05 for the first year and \$0.10 thereafter. Each unit is comprised of one common share and one common share warrant of the Company. Each common share warrant entitles the holder to purchase one additional common share of the Company at an exercise price equal to the conversion price at the time of issuance of the warrants. The warrants will expire on the date which is the earlier of (a) four years from the date of issuance of the warrant, and (b) April 28, 2021.

In April 2017, debentures with a face value of \$307,500 were converted into shares and warrants, leaving \$112,500 of convertible debentures outstanding.

6. CAPITAL STOCK

The common shares of the Company are entitled to one vote per share at meetings of the shareholders of the Company, and upon dissolution or any other distribution of assets, to receive pro rata such assets of the Company as are distributable to the holders of common shares.

The Company is authorized to issue unlimited common shares without par value.

During the nine months ended July 31, 2020, the Company completed the following share transactions:

In December 2019, the Company closed the first tranche of a private placement, raising \$274,500 through the issuance of 6,500,000 flow-through units ("FT Units") at a price of \$0.020 per FT Unit and 9,633,333 non flow-through units ("NFT Units") at a price of \$0.015 per NFT Unit. Each FT unit consists of one flow-through common share and one common share purchase warrant, with each warrant being exercisable at \$0.05 for two years. Each NFT Unit consists of one common share and one common share purchase warrant, with each warrant being exercisable at \$0.05 for two years.

In February 2020, the Company closed the second and final tranche of the private placement through the issuance of 600,000 ("FT Units") at a price of \$0.020 per FT Unit raising \$12,000, resulting in an aggregate of \$286,500 raised under the financing.

In connection with the closing of the Offering, the Company paid finders' fees of \$4,200 and issued 322,000 non-transferrable units ("Finder's Units") to certain arm's length finders. Each Finder's Unit includes one common share and entitles the holder to acquire one additional common share at a price of \$0.05 for a period of 24 months from the closing date. The warrants were valued determined using the Black-Scholes valuation model and the following assumptions: risk free interest rate – 2.15%; expected life in years – 2; expected volatility 107%; and expected forfeiture rate – 0%. Expected volatility was based on the historical volatility of the Company's share price. The value allocated to the warrants was \$1,578.

On May 8, 2020 the Company closed a non-brokered private placement (the "Offering") for aggregate gross proceeds of \$132,500 and issued 3,000,000 flow-through units ("FT Units") at a price of \$0.020 per FT Unit and 4,833,332 non flow-through units ("NFT Units") at a price of \$0.015 per Unit. Each FT Unit will consist of one flow-through common share and one full common share purchase warrant (a "Warrant"), with each Warrant being exercisable at \$0.05 for two years. Each NFT Unit will consist of one non flow-through common share and one full common share purchase warrant (a "Warrant"), with each Warrant being exercisable at \$0.05 for two years.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

6. CAPITAL STOCK *(Continued)*

During the year ended October 31, 2019, the Company completed the following share transactions:

On June 18, 2019, the Company announced the closing of the first tranche of the private placement for aggregate gross proceeds of \$81,000 by way of the issuance and sale of 2,300,000 flow-through units (“FT Units”) at a price of \$0.025 per FT Unit, and 1,175,000 non flow-through units (“NFT Units”) at a price of \$0.02 per NFT Unit. Each FT Unit consists of one flow-through common share and one common share purchase warrant (a “Warrant”), with each Warrant being exercisable at \$0.05 for two years. Each NFT unit consists of one common share and one Warrant. The Company recorded a flow-through premium of \$11,500 on the issuance.

In connection with the closing of the Offering, the Company paid finders’ fees of \$4,130 and issued 166,250 non-transferrable units (“Finder’s Units”) to certain arm’s length finders. Each Finder’s Unit includes one common share and entitles the holder to acquire one additional common share at a price of \$0.05 for a period of 24 months from the closing date. The warrants were valued determined using the Black-Scholes valuation model and the following assumptions: risk free interest rate – 2.15%; expected life in years – 2; expected volatility 97%; and expected forfeiture rate – 0%. Expected volatility was based on the historical volatility of the Company’s share price. The value allocated to the warrants was \$1,247.

Stock Options

Stock option transactions for the nine months ended July 31, 2020 and the year ended October 31, 2019 are summarized as follows:

	July 31, 2020		October 31, 2019	
	Number of Options	Weighted Ave Exercise Price	Number of Options	Weighted Ave Exercise Price
Opening balance	8,000,000	0.052	9,700,000	0.051
Granted	3,500,000	0.050	1,100,000	0.050
Expired	(1,850,000)	0.050	(2,800,000)	0.050
Ending balance	11,000,000	\$0.051	8,000,000	\$0.052
Options exercisable	9,650,000	\$0.051	7,625,000	\$0.052

The following options were outstanding as at July 31, 2020 and October 31, 2019:

Expiry Date	Number of Options		Exercise Price
	July 31, 2020	October 31, 2019	
March 2, 2020	-	500,000	0.050
April 6, 2021	1,000,000	1,500,000	0.050
July 29, 2021	1,500,000	1,750,000	0.050
September 29, 2021	1,000,000	1,000,000	0.055
January 18, 2023	1,550,000	1,900,000	0.050
March 15, 2023	250,000	250,000	0.080
February 11, 2024	100,000	100,000	0.050
August 7, 2024	1,000,000	1,000,000	0.050
December 2, 2024	1,750,000	-	0.050
December 13, 2024	1,000,000	-	0.050
April 28, 2025	500,000	-	0.050
Outstanding	9,650,000	8,000,000	0.051
Weighted average remaining life	2.75 years	2.43 years	

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

6. CAPITAL STOCK (Continued)

Share-based compensation

During the nine months ended July 31, 2020, the Company recognized \$46,550 (2019 - \$1,330) as share-based compensation expense for options vested during the period. The options were valued using the Black-Scholes valuation model and the following assumptions: risk free interest rate – 2.0%; expected life in years – 5; expected volatility 110%; and expected forfeiture rate – 0%. Expected volatility was based on the historical volatility of the Company’s share price.

Share Purchase Warrants

Share purchase warrant transactions are summarized as follows:

	Nine months ended July 31, 2020		Year ended October 31, 2019	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Opening balance	25,872,186	\$ 0.101	22,230,936	\$ 0.078
Issued	24,888,665	0.050	3,641,250	0.094
Expired	(9,226,500)	0.085	-	0.050
Ending balance	41,534,351	\$ 0.057	25,872,186	\$ 0.101
Warrants exercisable	41,534,351	\$ 0.057	25,872,186	\$ 0.101

As at July 31, 2020 and October 31, 2019 the following share purchase warrants were outstanding:

Expiry Date	Number of Warrants		Exercise Price
	July 31, 2020	October 31, 2019	
December 28, 2019	-	3,500,000	0.100
February 28, 2020	-	2,750,000	0.100
February 28, 2020	-	2,910,000	0.080
February 28, 2020	-	66,500	0.100
September 29, 2020	4,570,363	4,570,363	\$ 0.055
April 27, 2021	6,150,000	6,150,000	0.050
July 5, 2021	490,800	490,800	0.050
September 26, 2021	1,793,273	1,793,273	0.055
June 18, 2021	3,641,250	3,641,250	0.050
December 30, 2021	16,413,333	-	0.050
February 18, 2022	642,000	-	0.050
May 8, 2022	7,833,332	-	0.050
Outstanding and exercisable	41,534,351	25,872,186	\$0.050

7. RELATED PARTY TRANSACTIONS

The Company paid or accrued the following amounts to directors, companies controlled by directors or companies having common directors during the three and nine months ended July 31:

	Three months ended July 31		Nine months ended July 31	
	2020	2019	2020	2019
Interest accrued on convertible debentures	-	-	-	\$ 6,000

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Nine Months Ended July 31, 2020

(Unaudited)

(Expressed in Canadian dollars)

7. RELATED PARTY TRANSACTIONS *(Continued)*

Key management personnel compensation

Key management includes directors and other key personnel, including the CEO, President and CFO, who have authority and responsibility for planning, directing, and controlling the activities of the Company.

The compensation paid to these key management personnel for the three and nine months ended July 31, 2020 and 2019 is outlined below:

	Three months ended July 31		Nine months ended July 31	
	2020	2019	2020	2019
Management and director fees	\$ 6,000	\$ 6,000	\$ 18,000	\$ 18,000
Share-based compensation	-	-	46,550	-
	\$ 6,000	\$ 6,000	\$ 64,550	\$ 18,000

Included in accounts payable and accrued liabilities as at July 31, 2020 is \$115,528 (October 31, 2019 - \$99,270) owed to directors and officers, and former directors.

As at July 31, 2020, a director of the Company had advanced funds to the Company in the amount of \$30,287 (October 31, 2019 – \$28,820). This advance is unsecured, non-interest bearing and has no terms of repayment.

8. CONTINGENCY

Due to the nature of its business, the Company may be subject to regulatory investigations, claims, lawsuits and other proceedings in the ordinary course of its business. While the Company cannot reasonably predict the ultimate outcomes of these actions, and inherent uncertainties exist in predicting such outcomes, the Company believes that the ultimate resolution of these actions is not reasonably likely to have a material adverse effect on the Company’s financial condition or future results of operations. A liability is recognized where, based on the Company’s legal views and advice, it is considered probable that an outflow of resources will be required to settle a present obligation that can be measured reliably. The Company is not aware of any material unrecorded contingent liabilities which require recording in the financial statements at July 31, 2020.

9. SUBSEQUENT EVENT

Since January 2020, the outbreak of the novel strain of coronavirus, specifically identified as “COVID-19”, has resulted in governments worldwide enacting emergency measures to combat the spread of the virus. These measures, which include the implementation of travel bans, self-imposed quarantine periods and social distancing, have caused material disruption to businesses globally resulting in an economic slowdown. Global equity markets have experienced significant volatility and weakness. Governments and central banks have reacted with significant monetary and fiscal interventions designed to stabilize economic conditions. The duration and impact of the COVID-19 outbreak is unknown at this time, as is the efficacy of the government and central bank interventions. It is not possible to reliably estimate the length and severity of these developments and impact on the financial results and condition of the Company and its operations in future periods.