



COPPER LAKE
RESOURCES LTD

Condensed Interim Financial Statements

**For the Three and Six Months Ended
April 30, 2024**

(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 Six months ended April 30, 2024 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 Loss and Comprehensive Loss
For the Three and Six Months Ended April 30

(Unaudited)
(Expressed in Canadian dollars)

	For the three months ended April 30,		For the six months ended April 30,	
	2024	2023	2024	2023
Expenses				
Exploration and evaluation expenditures (note 4)	685,954	1,092,383	917,742	1,436,163
Foreign exchange loss	2,829	-	3,390	-
General and administration	5,057	12,069	15,986	13,347
Interest and bank charges	(863)	(12,760)	(2,243)	(22,134)
Investor relations	58,821	72,464	118,308	87,813
Management fees (note 5)	46,500	53,925	100,425	107,850
Professional fees	23,151	36,958	34,019	39,423
Transfer agent and listing fees	14,039	16,285	27,279	22,899
Total expenses	835,488	1,271,324	1,214,906	1,685,363
Flow-through share premium recovery	(54,631)	(122,318)	(94,200)	(150,876)
Net loss and comprehensive loss for the period	\$ 780,857	\$1,149,006	\$ 1,120,706	\$ 1,534,487
Basic and diluted loss per share	\$ 0.003	\$ 0.005	\$ 0.004	\$ 0.007
Weighted average number of common shares outstanding	270,441,865	228,238,667	248,997,260	228,238,667

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

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

(Unaudited)

(Expressed in Canadian dollars)

	Capital stock		Reserves	Deficit	Total
	Shares	Amount			
		\$	\$	\$	\$
Balance, October 31, 2023	236,635,770	21,557,089	1,394,730	(20,876,996)	2,074,823
Private placement of units	33,560,000	718,300	120,700	-	839,000
Broker shares	308,000	7,700	-	-	7,700
Share issue costs	-	(27,650)	-	-	(27,650)
Issuance of finders warrants	-	(29,089)	29,089	-	-
Flow-through share price premium	-	(94,200)	-	-	(94,200)
Expiry of options	-	-	(1,330)	1,330	-
Net loss and comprehensive loss for the period	-	-	-	(1,120,706)	(1,120,706)
Balance, April 30, 2024	270,503,770	22,132,150	1,543,189	(21,996,372)	1,678,967
Balance, October 31, 2022	219,987,416	20,403,076	1,377,538	(18,675,513)	3,105,101
Private placement of units	15,098,354	1,283,360	-	-	1,283,360
Share issue costs	-	(82,662)	-	-	(82,662)
Issuance of finders warrants	-	(70,322)	70,322	-	-
Flow through share premium	-	(122,318)	-	-	(122,318)
Expiry of warrants	-	-	(16,664)	16,664	-
Exercise of options	1,550,000	77,500	(68,455)	68,455	77,500
Net loss and comprehensive loss for the period	-	-	-	(1,534,487)	(1,534,487)
Balance, April 30, 2023	236,635,770	21,488,634	1,379,405	(20,141,545)	2,276,494

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

Copper Lake Resources Ltd.
Condensed Interim Statements of Cash Flows
For the Six Months Ended April 30

(Unaudited)

(Expressed in Canadian dollars)

	Six months ended April 30,	
	2024	2023
Cash flows from operating activities:		
Loss for the period	\$ (1,120,706)	\$ (1,534,487)
Items not affecting cash:		
Flow-through share premium recovery	(94,200)	(150,876)
Issuance of broker shares	7,700	
Change in non-cash working capital items:		
HST receivable	(101,308)	(169,348)
Miscellaneous receivable	1,353	(2,119)
Prepaid expenses and deposit	(59,441)	44,397
Accounts payable and accrued liabilities	381,709	594,497
Net cash used in operating activities	(794,893)	(1,217,936)
Cash flows provided by (used in) financing activities:		
Advances from (repayments to) shareholder	-	1,525
Private placement of units	744,000	1,283,360
Share issuance costs	(27,650)	(82,662)
Proceeds from exercise of options	-	77,500
Net cash provided by financing activities	716,350	1,279,723
Increase (decrease) in during the period	(78,543)	61,787
Cash, beginning of period	84,275	668,333
Cash, end of period	\$ 5,732	\$ 730,120

Supplemental cash flow information

	April 30,	April 30,
	2024	2023
Cash paid during the period for:		
Interest	\$ -	\$ -
Income taxes	-	-

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

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

1. NATURE OF BUSINESS AND GOING CONCERN

Copper Lake Resources Ltd. (the “Company” or “Copper Lake”) was incorporated under the laws of the Province of British Columbia on October 17, 1984 and was Continued under the Business Corporations Act of Ontario on January 20, 2022. The Company 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 and on the OTC under the trading symbol WTCZF.

The Company is a mineral exploration company focused on acquiring, exploring and developing exploration and evaluation assets in Canada. The Company has not yet determined whether these properties contain mineral reserves that are economically recoverable.

These condensed interim financial statements have been prepared on the basis of generally accepted 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 limited working capital, 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 material uncertainties cast significant doubt about the Company’s ability to continue as a going concern and, accordingly, the appropriateness of the use of generally accepted accounting principles applicable to a going concern.

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 carrying values of assets and liabilities, the reported expenses and statement of financial position classifications that might be necessary should the Company be unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Management is seeking to raise the necessary capital to meet its funding requirements. 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 (the “financial statements”) have been prepared in accordance with IAS 34, Interim Financial Reporting using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and the IFRS Interpretations Committee.

The preparation of these unaudited condensed interim financial statements requires management to make judgements, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expense. In management’s opinion, all adjustments considered necessary for a fair presentation have been included in these unaudited condensed interim financial statements. Interim results are not necessarily indicative of the results expected for the financial year. Actual annual results may differ from interim estimates. The significant judgements made by management applied in the preparation of these unaudited condensed interim financial statements are consistent with those applied and disclosed in the Company’s audited financial statements for the year ended October 31, 2023. For a description of the Company’s critical accounting estimates and assumptions, please refer to the Company’s audited financial statements and related notes for the year ended October 31, 2023.

These unaudited condensed interim financial statements were authorized by the Board of Directors on July 2, 2024.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

2. BASIS OF PREPARATION (*Continued*)

Significant accounting estimates and judgments

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, 2023

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 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, 2023.

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.

3. MINERAL PROPERTY INTERESTS

Marshall Lake Property

On June 6, 2021, the Company exercised its option to acquire a 75% undivided interest in the Marshall Lake Joint Venture Agreement ("JV Agreement"). Rainy Mountain Royalty Corp. ("Rainy Mountain") retains the remaining 25% interest. Each party is responsible for funding its proportionate share of expenditures of the project. Should Rainy Mountain choose not to contribute its pro rata share, then its interest in the project would be diluted. Once Rainy Mountain's interest is reduced to 10%, it is automatically converted into a 1% Net Smelter Returns Royalty ("NSR"), and Copper Lake would have the right to acquire the NSR at any time for \$1 million.

During 2022, Rainy Mountain did not meet its payment obligations under the JV Agreement for expenditures to April 30, 2022. As a result, Rainy Mountain's interest was diluted to 20.55% and Copper Lake's interest in the property was 79.45% at October 31, 2022. Rainy Mountain's pro rata share of exploration expenditures for the period from May 1, 2022, to October 31, 2023, was \$632,928. The Company received \$400,000 from Rainy Mountain, leaving an amount owing of \$232,098. Rainy Mountain indicated they do not plan to contribute this additional amount, and, as a result, their interest was further diluted to 18.84%, and Copper Lake's interest increased to 81.16% as of October 31, 2023. During the quarter ended January 31, 2024, the Company incurred exploration expenditures of \$231,788, of which Rainy Mountain's share is \$43,667. As Rainy Mountain did not contribute their share by April 30, 2024 their interest was further diluted to 18.52% as of April 30, 2024. During the quarter ended April 30, 2024, the Company incurred exploration expenditures of \$881,624, of which Rainy Mountain's share is \$156,576. Should Rainy Mountain not contribute their share by July 31, 2024 their interest will be further diluted to 17.42%

Norton Lake Property

The Norton Lake property is subject to a joint venture agreement between the Company and Rainy Mountain, which was originally set up in 2009. The property is located north of Thunder Bay, Ontario and the Company is the operator. The Company continues to hold a 69.79% interest and Rainy Mountain holds a 30.21% interest. Certain of the claim units are subject to a 2% NSR (the Company may purchase 1% of the NSR for \$1,000,000 and has a right of first refusal on the remaining 1% NSR). Should Rainy Mountain's interest be reduced to 5%, it is automatically converted into a 2% NSR.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

3 MINERAL PROPERTY INTERESTS *(Continued)*

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 six months ended April 30, 2024

	Marshall Lake Property	Norton Lake Property	Total
Assays	\$ 13,989	-	\$ 13,989
Claims management	3,823	-	3,823
Core trays	12,862	-	12,862
Drilling	627,527	-	627,527
Equipment rental	31,697	-	31,697
Field exploration camp	208,976	-	208,976
Exploration office and management	46,126	-	46,126
Geophysical	112,766	2,376	115,142
Line cutting	44,787	-	44,787
Roads and access	8,160	-	8,160
Storage and travel	2,700	-	2,700
JEAP Grant	(198,047)	-	(198,047)
JV Partner contributions received	-	-	-
Expenditures for the period	\$ 915,366	2,376	\$ 917,742
Cumulative balance - October 31, 2023	8,782,831	917,582	9,700,413
Balance, April 30, 2024	\$ 9,698,197	\$ 919,958	\$ 10,618,155

For the six months ended April 30, 2023

	Marshall Lake Property	Norton Lake Property	Total
Assays	\$ 51,545	\$ -	\$ 51,545
Claims management	1,359	-	1,359
Core trays	68,374	-	68,374
Drilling	802,980	-	802,980
Equipment rental	37,316	-	37,316
Exploration office and management	48,462	-	48,462
Field exploration camp	428,645	-	428,645
Geotechnical	161,366	-	161,366
Geophysical	22,263	-	22,263
Line cutting	25,366	-	25,366
Roads and access	233,212	-	233,212
Storage and travel	5,275	-	5,275
JEAP Grant	(200,000)	-	(200,000)
JV Partner contributions received	(250,000)	-	(250,000)
Expenditures for the period	1,436,163	-	1,436,163
Cumulative balance - October 31, 2022	7,044,554	837,685	7,882,239
Balance, April 30, 2023	\$ 8,480,717	\$ 837,685	\$ 9,318,402

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

4. CAPITAL STOCK

The common shares of the Company entitle the holder 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 six months ended April 30, 2024, the Company completed the following share transactions:

In December 2023, the Company closed two tranches of a private placement issuing of 18,840,000 flow-through units (“FT Units”) and 14,720,000 non-flow-through (“NFT Units”) at a price of \$0.025 per FT Unit and NFT Unit for total gross proceeds of \$839,000. Each FT Unit consisted of one flow-through common share and one-half of a common share purchase warrant (a “FT Warrant”), with each FT Warrant being exercisable at \$0.10 for 24 months. Each NFT Unit consists of one non-flow-through share and one common share purchase warrant (a “NFT Warrant”), with each NFT Warrant being exercisable at \$0.10 for 36 months. FT Warrants were valued at \$47,100 and NFT Warrants were valued at \$73,600 using the residual warrant valuation method. The Company recorded a flow-through share price premium of \$94,200 in connection with the closing of the private placement.

The Company paid total finders’ fees of \$19,950 actual in cash, issued 308,000 non-flow-through shares and 1,176,000 non-transferable finders’ warrants exercisable at \$0.10 for a period of 36 months from the closing date. The warrants were valued using the Black-Scholes valuation model and the following assumptions: risk free interest rate of 3.71%; expected life in years – 3; expected volatility of 140%; 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 \$29,089.

The Warrants are subject to an accelerated expiry date clause whereby at any time following the expiry of the four-months and one day hold period, should the weighted average closing price of the Common Shares on the TSX Venture Exchange (the “TSX-V”) be more than \$0.20 for a period of 15 consecutive trading days, the Company shall be entitled to accelerate the expiry date of the warrants to a date which is 30 days following the date on which the Company announces the accelerated expiry of the Warrants by press release.

During the six months ended April 30, 2023, the Company completed the following share transactions:

In December 2022, the Company closed two tranches of a private placement and issued a total of 15,098,354 flow-through units (“FT Units”) at a price of \$0.085 per FT Unit for gross proceeds of \$1,283,360. Each FT Unit consisted of one flow-through common share and one-half of a common share purchase warrant (a “FT Warrant”), with each FT Warrant being exercisable at \$0.15 for 36 months. The Company recorded a flow-through share price premium of \$122,318 in connection with the closing of the private placement.

The Company paid total finders’ fees of \$82,662 in cash and issued 888,201 non-transferable finders’ warrants exercisable at \$0.10 for a period of 36 months from the closing date. The warrants were valued using the Black-Scholes valuation model and the following assumptions: risk free interest rate of 3.48% to 3.57%; expected life in years – 3; expected volatility of 205% to 207%; 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 \$70,322. The Company received proceeds from the exercise of options totaling \$77,500 during the period.

The Warrants are subject to an accelerated expiry date clause whereby at any time following the expiry of the four-months and one day hold period, should the weighted average closing price of the Common Shares on the TSX Venture Exchange (the “TSX-V”) be more than \$0.25 for a period of 15 consecutive trading days, the Company shall be entitled to accelerate the expiry date of the warrants to a date which is 30 days following the date on which the Company announces the accelerated expiry of the Warrants by press release.

Stock Options

The Company has a share option plan, under which the Board of Directors is authorized to grant options to employees, directors, officers and consultants, enabling them to acquire up to 10% of the issued and outstanding share capital of the Company. The options can be granted for a maximum term of five years. Options granted to investor relations consultants are subject to vesting provisions, as established by regulatory authorities, over a

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

4. CAPITAL STOCK (Continued)

Stock Options (Continued)

twelve-month period, with no more than ¼ vesting during any three-month period. Vesting provisions for other options are determined by the Company's Board of Directors.

The following options were outstanding as at April 30, 2024 and October 31, 2023:

	April 30, 2024		October 31, 2023	
	Number of Options	Weighted Ave Exercise Price	Number of Options	Weighted Ave Exercise Price
Opening balance	22,350,000	0.067	20,800,000	0.063
Granted	-	0.050	5,850,000	0.075
Exercised	-	0.050	(1,550,000)	0.050
Expired	(100,000)	0.060	(2,750,000)	0.060
Ending balance	22,250,000	\$0.070	22,350,000	\$0.067
Options exercisable	22,250,000	\$0.070	22,350,000	\$0.067

The following options were outstanding as at April 30, 2024 and October 31, 2023.

Expiry Date	Number of Options		Exercise Price
	April 30, 2024	October 31, 2023	
February 11, 2024	-	100,000	0.050
August 7, 2024	1,000,000	1,000,000	0.050
December 2, 2024	1,750,000	1,750,000	0.050
August 26, 2026	2,050,000	2,050,000	0.050
October 18, 2026	6,400,000	6,400,000	0.080
October 25, 2027	5,200,000	5,200,000	0.750
August 21, 2028	500,000	500,000	0.050
October 23, 2028	5,350,000	5,350,000	0.050
Outstanding	22,250,000	22,350,000	\$ 0.070
Weighted average remaining life	2.98 years	3.46 years	

Share-based compensation

During the six months ended April 30, 2024, the Company recognized \$Nil (six months ended April 30, 2023 - \$Nil) as share-based compensation expense for options vested during the period.

Share Purchase Warrants

Share purchase warrant transactions are summarized as follows:

	Six months ended April 30, 2024		Year ended October 31, 2023	
	Number of Warrants	Weighted Average Exercise Price	Number of Warrants	Weighted Average Exercise Price
Opening balance	35,839,800	\$ 0.123	41,122,615	\$ 0.078
Issued	7,549,177	0.150	14,276,850	0.150
Issued	888,201	0.10	-	-
Exercised	-	-	(19,517,665)	0.054
Expired	(611,450)	0.10	(42,000)	0.050
Ending balance	43,665,728	\$ 0.136	35,839,800	\$ 0.123
Warrants exercisable	43,665,728	\$ 0.136	35,839,800	\$ 0.123

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

4. CAPITAL STOCK (Continued)

As at April 30, 2024 and October 31, 2023 the following share purchase warrants were outstanding:

Expiry Date	Number of Warrants		Exercise Price
	April 30, 2024	October 31, 2023	
July 15, 2025 ¹	13,446,500	13,446,500	\$ 0.10
July 15, 2025 ²	7,505,000	7,505,000	0.10
August 11, 2025	12,020,085	12,020,085	0.15
October 13, 2025	2,256,765	2,256,765	0.15
December 2, 2025	4,460,500	4,460,500	0.15
December 2, 2025	535,260	535,260	0.10
December 22, 2025	3,088,677	3,088,677	0.15
December 22, 2025	352,941	352,941	0.10
December 14, 2025	4,900,000	-	0.10
December 28, 2025	4,520,000	-	0.10
December 14, 2026	13,418,000	-	0.10
December 28, 2026	2,786,000	-	0.10
Outstanding and exercisable	69,289,728	35,839,800	

(1) The 13,446,500 July 15, 2024 warrants had an original expiry date of April 16, 2023, and were extended twice during the year, first to November 15, 2023 and subsequently to July 15, 2024. Subsequent to period end, they were extended to July 15, 2025.

(2) The 7,505,000 July 15, 2024 warrants had an original expiry date of May 17, 2023, and were extended twice during the year, first to November 15, 2023 and subsequently to July 15, 2024. Subsequent to period end, they were extended to July 15, 2025.

5. RELATED PARTY TRANSACTIONS

The following are related party transactions that have occurred during the three months ended April 30, 2024 and 2023 which have not yet otherwise been disclosed herein.

Key management 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 or accrued to these key management personnel for the three and six months ended April 30, 2024 and 2023 is outlined below:

	Three months ended April 30,		Six months ended April 30,	
	2024	2023	2024	2023
Management fees	\$ 46,500	\$ 53,925	\$ 100,425	\$ 107,850
	\$ 46,500	\$ 53,925	\$ 100,425	\$ 107,850

Included in accounts payable and accrued liabilities as at April 30, 2024 is \$139,558 (October 31, 2023- \$76,662) owed to officers and directors.

Copper Lake Resources Ltd.
Notes to the Condensed Interim Financial Statements
For the Three and Six Months Ended April 30, 2024

(Unaudited)

(Expressed in Canadian dollars)

6. SUBSEQUENT EVENTS

- a) Subsequent to period end, the Company announced a non-brokered private placement of up to 25,000,000 flow-through units (“**FT Units**”) at a price of \$0.03 per FT Unit and 70,000,000 non flow-through units (“**NFT Units**”) at a price of \$0.025 per NFT Unit for aggregate gross proceeds of \$2,500,000. Each FT Unit consists of one flow-through common share and one-half of a common share purchase warrant (a “**FT Warrant**”), with each Warrant being exercisable at \$0.006 for 24 months. Each NFT Unit consists of one common share and one Warrant, with each Warrant being exercisable at \$0.06 for 36 months.

The Warrants are subject to an accelerated expiry date clause whereby at any time following the expiry of the four-months and one day hold period, should the weighted average closing price of the Common Shares on the TSX Venture Exchange (the “TSX-V”) be more than \$0.20 for a period of 15 consecutive trading days, the Company shall be entitled to accelerate the expiry date of the warrants to a date which is 30 days following the date on which the Company announces the accelerated expiry of the Warrants by press release.

- b) Subsequent to period end the Company announced that the TSX had consented to extending the expiry date of 20,951,500 warrants with an expiry date of July 15, 2024, which were extended to July 15, 2025. All other terms were unchanged.