

GLACIER LAKE RESOURCES INC.

Condensed Interim Financial Statements

For the Three Months Ended June 30, 2017 and 2016

(Expressed in Canadian Dollars)

Unaudited – Prepared by Management

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these 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.

GLACIER LAKE RESOURCES INC.

Condensed Interim Statements of Financial Position

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

	Note	June 30, 2017	March 31, 2017
ASSETS			
Current assets			
Cash		\$ 313,220	\$ 462,874
Amounts receivable		16,049	9,758
Prepaid expenses		20,727	8,477
Total current assets		349,996	481,109
Non-current assets			
Exploration and evaluation assets	4	151,952	129,359
Total assets		\$ 501,948	\$ 610,468
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Accounts payable and accrued liabilities		\$ 44,442	\$ 68,151
Loan payable	6	5,000	5,000
Due to related parties	5	84,433	88,431
Total current liabilities		133,875	161,582
Shareholders' equity			
Share capital		4,110,423	4,089,423
Commitment to issue shares	12	10,170	-
Share-based payment reserve		387,890	387,890
Deficit		(4,140,410)	(4,028,427)
Total shareholders' equity		368,073	448,886
Total liabilities and shareholders' equity		\$ 501,948	\$ 610,468

Going concern (Note 2)

Subsequent event (Note 13)

Approved and authorized for issuance by the Board of Directors on August 28, 2017:

"Satvir Dhillon"

Director

"Stan Szary"

Director

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

GLACIER LAKE RESOURCES INC.

Condensed Interim Statements of Operations and Comprehensive Loss
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

	Note	Three Months Ended June 30,	
		2017	2016
OPERATING EXPENSES			
Accounting and audit	5	\$ 4,500	\$ 6,000
Consulting		19,500	7,500
Filing and regulatory fees		5,861	–
Legal fees		5,922	–
Investors relations		56,960	–
Management fees	5	7,500	7,500
Office and miscellaneous		3,408	809
Rent		7,084	1,965
Transfer agent fees		1,248	616
Loss before other items		(111,983)	(24,390)
Net loss and comprehensive loss for the period		\$ (111,983)	\$ (24,390)
Basic and diluted loss per share		\$ (0.00)	\$ (0.00)
Weighted average number of shares outstanding		26,114,982	20,644,213

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

GLACIER LAKE RESOURCES INC.

Condensed Interim Statements of Changes in Equity
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

	Number of Shares	Share Capital	Share Subscriptions Receivable	Commitment to issue Shares	Share-based Payment Reserve	Deficit	Total
Balance, March 31, 2016	20,644,213	\$ 3,597,515	\$ (2,250)	\$ –	\$ 333,519	\$ (3,824,507)	\$ 104,277
Net loss for the period	–	–	–	–	–	(24,390)	(24,390)
Balance, June 30, 2016	20,644,213	\$ 3,597,515	\$ (2,250)	\$ –	\$ 333,519	\$ (3,848,897)	\$ 79,887
Balance, March 31, 2017	26,024,213	\$ 4,089,423	\$ –	\$ –	\$ 387,890	\$ (4,028,427)	\$ 448,886
Shares issued for settlement of accounts payable	140,000	21,000	–	–	–	–	21,000
Commitment to issue Shares	–	–	–	10,170	–	–	10,170
Net loss for the period	–	–	–	–	–	(111,983)	(111,983)
Balance, June 30, 2017	26,164,213	\$ 4,110,423	\$ –	\$ 10,170	\$ 387,890	\$ (4,140,410)	\$ 368,073

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

GLACIER LAKE RESOURCES INC.
Condensed Interim Statements of Cash Flows
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)

	Three Months Ended June 30,	
	2017	2016
OPERATING ACTIVITIES		
Net loss for the period	\$ (111,983)	\$ (24,390)
Items not affecting cash:		
Commitment to issue shares for investor relations	9,000	–
Changes in non-cash operating working capital:		
Amounts receivable	(4,121)	(779)
Prepaid expenses	(12,250)	–
Accounts payable and accrued liabilities	(15,776)	(5,571)
Due to related parties	(3,998)	12,600
Net cash used in operating activities	(139,128)	(18,140)
INVESTING ACTIVITIES		
Exploration and evaluation assets expenditures	(10,526)	–
Net cash used in investing activities	(10,526)	–
Change in cash	(149,654)	(18,140)
Cash, beginning of period	462,874	332,335
Cash, end of period	\$ 313,220	\$ 314,195
Non-cash investing and financing activities:		
Shares issued for settlement of accounts payable that were included in exploration and evaluation expenditures	\$ 21,000	\$ –

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

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

Three months ended June 30, 2017

1. NATURE AND CONTINUANCE OF OPERATIONS

Glacier Lake Resources Inc. (the “Company”) is a resource exploration company focused on acquiring and exploring resource properties in Canada.

The Company was incorporated on May 28, 2008 under the laws of British Columbia. The Company's head office and registered office is Suite 2000, 1066 West Hastings Street, Vancouver, British Columbia, V6E 3X1. The Company is listed on the TSX Venture Exchange under the symbol “GLI”.

The condensed interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

2. BASIS OF PREPARATION

These condensed interim financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”) and Interpretations issued by the International Financial Reporting Interpretations Committee (“IFRIC”) and in accordance with International Accounting Standards (“IAS”) 34, Interim Financial Reporting. The significant accounting policies applied in these condensed interim financial statements are based on the IFRS issued and effective as of June 30, 2017.

These condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as fair value through profit or loss, which are stated at their fair value. In addition, these condensed interim financial statements have been prepared using the accrual basis of accounting except for cash flow information.

The preparation of these condensed interim financial statements requires management to make certain estimates, judgments and assumptions that affect the reported amounts of assets and liabilities at the date of the condensed interim financial statements and reported amounts of expenses during the period. Actual results could differ from these estimates.

These condensed interim financial statements include estimates which, by their nature, are uncertain. The impacts of such estimates are pervasive throughout the condensed interim financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant assumptions about the future and other sources of estimated uncertainty that management has made at the financial position reporting date, that could result in a material adjustment to the carrying amounts of assets and liabilities, in the event that actual results differ from assumptions made, relate to, but are not limited to the following:

- 1) the carrying value and the recoverability of exploration and evaluation assets, which are included in the statement of financial position;
- 2) deferred income tax asset valuation allowances; and
- 3) measurement of share-based payments.

Application of the going concern assumption: the assessment of whether the going concern assumption is appropriate requires management to take into account all available information about the future, which is at least, but is not limited to, 12 months from the end of the reporting period. The Company is aware that material uncertainties related to events or conditions may cast significant doubt upon the Company's ability to continue as a going concern.

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

Three months ended June 30, 2017

2. BASIS OF PREPARATION (continued)

The application of the Company's accounting policy for exploration and evaluation expenditures requires judgment in determining whether it is likely that future economic benefits are likely either from future exploitation or sale or where activities have not reached a stage which permits a reasonable assessment of the existence of reserves. The deferral policy requires management to make certain estimates and assumptions about future events or circumstances, in particular whether an economically viable extraction operation can be established. Estimates and assumptions made may change if new information becomes available. If information becomes available suggesting that the recovery of expenditure is unlikely, the amount capitalized is written off in the statement of operations in the period when the new information becomes available.

Going concern

These condensed interim financial statements have been prepared assuming the Company will continue on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business. As at June 30, 2017, the Company has an accumulated deficit of \$4,140,410 and has not generated any revenues since inception, and expects to incur further losses in the development of its business. The ability of the Company to continue as a going-concern depends on its ability to raise adequate financing and to develop profitable operations. Management is actively targeting sources of additional financing through alliances with financial, exploration and mining entities, and other business and financial transactions which would assure continuation of the Company's operations and exploration programs. In addition, management closely monitors commodity prices of precious metals, individual equity movements, and the stock market to determine the appropriate course of action to be taken by the Company if favorable or adverse market conditions occur. These factors indicate the existence of a material uncertainty that may cast significant doubt the Company's ability to continue as a going concern. These condensed interim financial statements do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern.

As the Company is in the exploration and evaluation stage, the Company has not identified a known body of commercial grade mineral on any of its properties. The ability of the Company to realize the costs it has incurred to date on these properties is dependent upon the Company identifying a commercial mineral body to finance its development costs and to resolve any environmental, regulatory or other constraints which may hinder the successful development of the property.

3. SIGNIFICANT ACCOUNTING POLICIES

The preparation of financial data is based on accounting principles and practices consistent with those used in the preparation of the audited annual financial statements as at March 31, 2017. These unaudited condensed interim financial statements should be read in conjunction with the Company's audited financial statements for the year ended March 31, 2017.

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements
Unaudited – Prepared by Management
(Expressed in Canadian Dollars)
Three months ended June 30, 2017

3. SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounting standards issued but not yet effective

A number of new standards, and amendments to standards and interpretations, are not yet effective for the current fiscal year, and have not been applied in preparing these condensed interim financial statements.

New standard IFRS 9, “Financial Instruments”

Amendments to IFRS 2, “Share-based Payment”

The Company has not early adopted these revised standards and is currently assessing the impact that these standards will have on the Company’s condensed interim financial statements.

Other accounting standards or amendments to existing accounting standards that have been issued but have future effective dates are either not applicable or are not expected to have a significant impact on the Company’s condensed interim financial statements.

4. EXPLORATION AND EVALUATION ASSETS

Exploration and evaluation assets consist of:

	Silver Vista Property
Balance, March 31, 2016	\$ -
Expenditures during the year	
Acquisition costs	10,000
Geology	31,637
Helicopter	87,432
Office and travel	290
Total expenditures	129,359
Balance, March 31, 2017	\$ 129,359
Expenditures during the period	
Geology	22,593
Total expenditures	22,593
Balance, June 30, 2017	\$ 151,952

Although the Company has taken steps to verify title to mineral properties in which it has an interest, these procedures do not guarantee the Company’s title. Such properties may be subject to prior agreements or transfers and title may be affected by undetected defects.

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements

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(Expressed in Canadian Dollars)

Three months ended June 30, 2017

4. EXPLORATION AND EVALUATION ASSETS (continued)

Silver Vista Property, British Columbia

On March 15, 2017, the Company entered into an option agreement to acquire a 100% interest in the Silver Vista copper-silver property (the "Property") with Multiple Metals Resources Ltd. The Property consists of a series of 49 mineral claims located in the province of British Columbia. Following the exercise of the option, the Property will remain subject to a 2.5% net smelter return royalty.

The Company's obligations under the agreement include an aggregate of \$230,000 in option payments, the issuance of 750,000 shares of the Company, and incurring exploration expenditures on the Property of not less than \$600,000 as follows:

- (a) Cash to be paid:
 - (i) \$10,000 on or before the closing date (paid); and
 - (ii) \$10,000 on or before November 11, 2017;
 - (iii) \$25,000 on or before May 11, 2018;
 - (iv) \$10,000 on or before November 11, 2018;
 - (v) \$50,000 on or before May 11, 2019; and
 - (vi) \$125,000 on or before May 11, 2020.
- (b) Shares to be issued:
 - (i) 350,000 common shares on or before May 11, 2019; and
 - (ii) 400,000 common shares on or May 11, 2020.
- (c) Exploration expenditures to be incurred:
 - (i) \$150,000 on or before May 11, 2018;
 - (ii) an additional \$200,000 on or before May 11, 2019; and
 - (iii) an additional \$250,000 on or before May 11, 2020.

5. RELATED PARTY TRANSACTIONS

During the period ended June 30, 2017 and 2016, the Company was involved in the following related party transactions:

- (a) Incurred management fees of \$7,500 (2016 - \$7,500) to a company controlled by the President and Chief Executive Officer.
- (b) Incurred accounting fees of \$4,500 (2016 - \$4,500) to an accounting firm where the Chief Financial Officer of the Company is a partner.
- (c) As at June 30, 2017, the Company owed \$53,944 (March 31, 2017 - \$53,944) to a company with a common former officer and a director which is non-interest bearing, unsecured, and due on demand.
- (d) As at June 30, 2017, the Company owed \$4,838 (March 31, 2017 - \$112) to an accounting firm where the Chief Financial Officer of the Company is a partner. The amount due is non-interest bearing, unsecured, and due on demand.
- (e) As at June 30, 2017, the Company owed \$25,651 (March 31, 2017 - \$34,375) to a company controlled by the President and Chief Executive Officer of the Company which is non-interest bearing, and due on demand.

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Notes to the Condensed Interim Financial Statements

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6. LOAN PAYABLE

As at June 30, 2017, \$5,000 (March 31, 2017 - \$5,000) is owed to a former director of the Company which is non-interest bearing, unsecured, and due on demand.

7. SHARE CAPITAL

Authorized: Unlimited common shares without par value

There were no share transactions for the period ended June 30, 2017.

Share transactions for the year ended March 31, 2017:

- (a) On February 7, 2017, the Company issued 200,000 common shares with a fair value of \$26,000 to settle accounts payable of \$20,000 resulting in a loss on settlement of debt of \$6,000. The Company also issued 180,000 common shares with a fair value \$23,400 to settle accounts payable of \$18,000 owed to an accounting firm where the Chief Financial Officer is a partner resulting in a loss on settlement of debt of \$5,400.
- (b) On February 7, 2017, the Company issued 5,000,000 units at \$0.10 per unit for gross proceeds of \$500,000. Each unit consisted of one common share and one half-of-one share purchase warrant. Each whole share purchase warrant entitles the holder to acquire an additional common share at a price of \$0.15 for a period of one year, subject to accelerated expiry in the event that the Company's common shares have a closing price of \$0.40 or higher for ten consecutive trading days. In connection with this private placement, the Company incurred share issuance costs of \$39,565 and issued 318,000 finders' warrants with a fair value of \$17,927. Each finders' warrant entitles the holder to acquire an additional common share at a price of \$0.15 for a period of one year.

8. SHARE PURCHASE WARRANTS

The following table summarizes the continuity of share purchase warrants:

	Number of warrants	Weighted average exercise price \$
Balance, March 31, 2016	–	–
Issued	2,818,000	0.15
Balance, March 31, 2017 and June 30, 2017	2,818,000	0.15

As at June 30, 2017, the following share purchase warrants were outstanding:

Number of warrants outstanding	Exercise price \$	Expiry date
2,818,000	0.15	February 7, 2018

GLACIER LAKE RESOURCES INC.

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9. STOCK OPTIONS

The Company has a stock option plan in place under which it is authorized to grant options to executive officers and directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company. Under the plan, the exercise price of each option shall not be less than the discounted market price of the Company's stock on the date of grant. The options can be granted for a maximum term of 10 years and vest as determined by the board of directors.

	Number of Options	Weighted Average Exercise Price
Outstanding, March 31, 2016	750,000	\$ 0.20
Granted	600,000	0.07
Outstanding, March 31, 2017 and June 30, 2017	1,350,000	\$ 0.14

Additional information regarding stock options outstanding as at June 30, 2017 is as follows:

Range of exercise prices	Outstanding and exercisable		
	Number of shares	Weighted average remaining contractual life (years)	Weighted average exercise price
\$ 0.07	600,000		\$ 0.07
\$ 0.20	750,000		0.20
	1,350,000	1.9	\$ 0.14

10. FINANCIAL INSTRUMENTS AND RISKS

The Company is exposed to various financial instrument risks and assesses the impact and likelihood of this exposure. These risks include liquidity risk, credit risk, currency risk, and interest rate risk. Where material, these risks are reviewed and monitored by the Board of Directors.

(a) Capital management

The Company manages its capital to safeguard the Company's ability to continue as a going concern, so that it can continue to provide adequate returns to shareholders and benefits to other stakeholders, and to have sufficient funds on hand for business opportunities as they arise.

The Company considers the items included in share capital as capital. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may issue new shares through short-term prospectuses, private placements, sell assets, incur debt, or return capital to shareholders. As at June 30, 2017, the Company is not subject to externally imposed capital requirements.

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

Three months ended June 30, 2017

10. FINANCIAL INSTRUMENTS AND RISKS (continued)

(b) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. As at June 30, 2017, the Company had a cash balance of \$313,220 (March 31, 2017 - \$462,874) and current liabilities of \$133,875 (March 31, 2017 - \$161,582). The Company is considered to be in the exploration and evaluation stage. Thus, it is dependent on obtaining regular financings in order to continue its exploration and evaluation programs. Despite previous success in acquiring these financings, there is no guarantee of obtaining future financings. The Company's cash is invested in business accounts with quality financial institutions, is available on demand for the Company's programs, and is not invested in any asset-backed commercial paper.

(c) Credit risk

Credit risk is the risk of potential loss to the Company if the counterparty to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash and amounts receivable. The Company limits exposure to credit risk on liquid financial assets through maintaining its cash with high-credit quality financial institutions. The Company's cash is held with a major Canadian based financial institution. Amounts receivable is comprised of GST refunds from the Canadian government. The carrying amount of financial assets represents the maximum credit exposure.

(d) Currency risk

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company is not exposed to foreign currency risk.

(e) Interest rate risk

The Company is not exposed to interest rate risk.

(f) Price risk

The Company is exposed to price risk with respect to commodity and equity prices. The ability of the Company to explore its mineral properties and future profitability of the Company are directly related to the market price of commodities. The Company monitors commodity prices to determine appropriate actions to be undertaken.

(g) Fair values

Financial instruments measured at fair value are classified into one of three levels in the fair value hierarchy according to the relative reliability of the inputs used to estimate the fair values. The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data.

The fair value of cash is measured based on level 1 inputs of the fair value hierarchy.

The estimated fair values of other financial instruments, including amounts receivable, accounts payable and accrued liabilities, loan payable, and amounts due to related parties, are equal to their carrying values due to the short-term nature of these instruments.

GLACIER LAKE RESOURCES INC.

Notes to the Condensed Interim Financial Statements

Unaudited – Prepared by Management

(Expressed in Canadian Dollars)

Three months ended June 30, 2017

11. SEGMENTED INFORMATION

The Company currently conducts substantially all of its operations in Canada in one business segment being the acquisition and exploration of resource properties.

12. COMMITMENTS

The Company entered into an agreement with AGORACOM in exchange for the online advertising, marketing and branding services (“Advertising Services”). Pursuant to the terms of the agreement, the company will issue:

Total fee: \$45,000 + HST, to be paid by way of common shares of the Company as follows:

- \$9,000 + HST Shares for services upon commencement on June 29, 2017 (recorded as a commitment to issue shares as at June 30, 2017);
- \$9,000 + HST Shares for services at the end of the third month on September 29, 2017;
- \$9,000 + HST Shares for services at the end of the sixth month on December 29, 2017;
- \$9,000 + HST Shares for services at the end of the ninth month on March 29, 2018;
- \$9,000 + HST Shares for services at the end of the twelfth month on June 29, 2018;
-

The number of shares to be issued at the end of each period will be determined by using the closing price of the shares of the Company on the TSX Venture Exchange on the first trading day following each period for which the Advertising Services were provided by AGORACOM.

13. SUBSEQUENT EVENT

Subsequent to the period ended June 30, 2017, the Company entered into a debt settlement agreement to issue 90,000 common shares to settle accounts payable of \$8,250.