
BITTERROOT RESOURCES LTD.
CONSOLIDATED FINANCIAL STATEMENTS
APRIL 30, 2002
(Prepared By Management)

BITTERROOT RESOURCES LTD.
CONSOLIDATED BALANCE SHEET
(UNAUDITED – PREPARED BY MANAGEMENT)

	April 30 2002	October 31 2001
	\$	\$
ASSETS		
Current Assets		
Cash	41,291	-
Accounts receivable	2,433	3,897
	<u>43,724</u>	<u>3,897</u>
Reclamation Deposit	5,804	5,804
Resource Properties (Note 2)	2,801,649	2,755,271
Capital Assets	2,019	2,293
	<u>2,853,196</u>	<u>2,767,265</u>

LIABILITIES

Current Liabilities		
Bank advances	-	1
Accounts payable and accrued liabilities	48,520	68,853
Loan payable	-	12,299
	<u>48,520</u>	<u>81,153</u>

SHAREHOLDERS' DEFICIENCY

Share Capital (Note 3)	5,751,606	5,569,606
Deficit	<u>(2,946,930)</u>	<u>(2,883,494)</u>
	<u>2,804,676</u>	<u>2,686,112</u>
	<u>2,853,196</u>	<u>2,767,265</u>

APPROVED BY THE DIRECTORS

(Signed) Michael S. Carr
Michael S. Carr, Director

(Signed) David M. Hall
David M. Hall, Director

Refer to accompanying notes.

BITTERROOT RESOURCES LTD.
CONSOLIDATED STATEMENT OF OPERATIONS
(UNAUDITED – PREPARED BY MANAGEMENT)

	Three Month Period Ended April 30 2002	Three Month Period Ended April 30 2001	Six Month Period Ended April 30 2002	Six Month Period Ended April 30 2001
	\$	\$	\$	\$
Revenue				
Interest income	-	152	-	319
Expenses				
Amortization	137	183	275	367
Foreign exchange (gain) loss	54	296	723	482
Interest and bank charges	130	1,652	382	2,651
Management fees	12,000	12,000	24,000	24,000
Office, printing and travel	13,596	9,690	17,387	13,381
Professional fees	4,872	8,638	10,605	18,738
Regulatory fees	3,145	2,105	6,424	4,815
Transfer agent fees	2,947	2,346	3,640	2,998
	36,881	36,910	63,436	67,432
Net Loss For The Period	(36,881)	(36,758)	(63,436)	(67,113)

Refer to accompanying notes.

BITTERROOT RESOURCES LTD.
CONSOLIDATED STATEMENT OF DEFICIT
(UNAUDITED – PREPARED BY MANAGEMENT)

<u>SIX MONTH PERIOD ENDED APRIL 30</u>	<u>2002</u>	<u>2001</u>
	\$	\$
Deficit, Beginning Of Period	(2,883,494)	(2,772,220)
Net loss for the period	<u>(63,436)</u>	<u>(67,113)</u>
Deficit, End Of Period	<u>(2,946,930)</u>	<u>(2,839,333)</u>
Loss Per Share	<u>(0.003)</u>	<u>(0.004)</u>
Weighted Average Number Of Shares	<u>18,878,865</u>	<u>17,484,509</u>

Refer to accompanying notes.

BITTERROOT RESOURCES LTD.
CONSOLIDATED STATEMENT OF CASH FLOW
(UNAUDITED – PREPARED BY MANAGEMENT)

	Three Month Period Ended April 30 2002	Three Month Period Ended April 30 2001	Six Month Period Ended April 30 2002	Six Month Period Ended April 30 2001
	\$	\$	\$	\$
Operating Activities				
Net loss for the period	(36,881)	(36,758)	(63,436)	(67,113)
Item not involving cash				
Amortization	137	183	275	367
	(36,744)	(36,575)	(63,161)	(66,746)
Cash applied to changes in non-cash working capital items				
Accounts receivable	(794)	265	1,463	25,546
Prepaid expenses	-	(306)	-	(306)
Accounts payable	(35,693)	(113,856)	(20,333)	1,999
	(36,487)	(113,897)	(18,870)	27,239
	(73,231)	(150,472)	(82,031)	(39,507)
Financing Activities				
Share issuance	148,000	171,008	182,000	171,008
Loan payable	(7,057)	(15,129)	(12,299)	(14,709)
	140,943	155,879	169,701	156,299
Investing Activities				
Reimbursement of reclamation deposit	-	15,575	-	15,575
Resource properties	(28,515)	(61,102)	(46,378)	(123,441)
	(28,515)	(45,527)	(46,378)	(107,866)
Increase During The Period	39,197	(40,120)	41,292	8,926
Cash, beginning of period	2,094	42,448	(1)	(6,598)
Cash, End Of Period	41,291	2,328	41,291	2,328

Refer to accompanying notes.

BITTERROOT RESOURCES LTD.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD ENDED APRIL 30, 2002
(UNAUDITED – PREPARED BY MANAGEMENT)

1. Basis Of Presentation

These interim financial statements have been prepared using the same accounting policies as used in the financial statements for the year ended October 31, 2001 and should be read in conjunction with the audited annual financial statements.

2. Resource Properties

The current period's expenditures consist of:

APRIL 30	2002	2001
	\$	\$

Canada**Nipigon Project**

Consulting and professional	800	21,488
Drilling	-	63,328
Geochemistry	1,105	-
Geophysics	2,000	12,096
Land acquisition	1,113	16,096
Other	157	1,128

5,175 114,136

Mistassini Project

Consulting and professional	4,243	-
Field supplies	1,900	-
Land acquisition	29,323	-
Other	436	-

35,902 -

41,077 114,136

U.S.A.**Michigan Lands**

Consulting and professional	1,140	7,093
Leases and permits	3,594	1,363
Other	567	1,726

5,301 10,182

Less: Exploration service reimbursement - (877)

5,301 9,305

Increase During The Period

46,378 123,441

Resource Properties, beginning of period

2,755,271 2,647,663

Resource Properties, End of Period

2,801,649 2,771,104

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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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3. Share Capital

(a) Authorized

The authorized share capital consists of 100,000,000 common shares without par value.

(b) Issued

	Number Of Shares	Value \$
Balance - October 31, 2001	18,094,811	5,569,606
Issuance of shares during the period	1,820,000	179,744
Balance - April 30, 2002	19,914,811	5,749,350

(c) Common Shares Reserved

At April 30, 2002, the Company had reserved a total of 1,756,032 common shares related to director and employee stock options:

<u>Number Of Options</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
	\$	
25,000	0.15	September 18, 2002
661,032	0.10	January 10, 2005
920,000	0.10	July 8, 2006
150,000	0.10	February 5, 2007

On February 15, 2002, the company granted 150,000 options exercisable at \$0.10, expiring February 5, 2007 to M.S. Carr & Associates Ltd. (100,000) and two consultants at 25,000 each.

(d) Warrants

The following share purchase warrants were outstanding at April 30, 2002:

<u>Number Of Warrants</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
	\$	
180,000	0.10	January 7, 2003

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3. Share Capital (Cont'd)

(d) Warrants

On November 26, 2001, 340,000 warrants were exercised and the company issued 340,000 common shares at \$0.10 per share, netting the company \$34,000.

On February 7, 2002, 1,480,000 warrants were exercised and the company issued 1,480,000 common shares at \$0.10 per share, netting the company \$148,000.

4. Related Party Transactions

The following is a summary of related party transactions and balances for the period ended April 30, 2002:

- (a) Management and geological fees of \$24,000 (2001 - \$24,000) were incurred with a company controlled by a director in common with the Company.
- (b) Accounts payable at April 30, 2002 includes \$29,960 (2001 - \$1,425) due to a company controlled by a director in common with the Company.
- (c) The 340,000 warrants exercised on November 26, 2001, were exercised by a director of the company.
- (d) The 1,480,000 warrants exercised on February 7, 2002, were exercised by a director of the company.
- (e) On February 15, 2002, 100,000 options were granted to a company controlled by a director in common with the company.