

**Form 51-901F
Quarterly Report**

Incorporated as part of: X Schedule A Schedules B & C

ISSUER DETAILS:

NAME OF ISSUER: Bitterroot Resources Ltd.

ISSUER ADDRESS: 218-470 Granville Street, Vancouver, BC, V6C 1V5

CONTACT NAME: Michael S. Carr

CONTACT POSITION: President and Director

CONTACT TELEPHONE NUMBER: 604 922 1351

CONTACT EMAIL ADDRESS: info@bitterrootresources.com

WEB SITE ADDRESS: www.bitterrootresources.com

FOR THE QUARTER ENDED: April 30, 2003

DATE OF REPORT: June 27, 2003

CERTIFICATE

THE SCHEDULES REQUIRED TO COMPLETE THIS REPORT ARE ATTACHED AND THE DISCLOSURE CONTAINED THEREIN HAS BEEN APPROVED BY THE BOARD OF DIRECTORS. A COPY OF THIS REPORT WILL BE PROVIDED TO ANY SHAREHOLDER WHO REQUESTS IT.

NAME OF DIRECTOR	SIGN (TYPED)	DATE SIGNED (YY/MM/DD)
Michael S. Carr	<i>AMichael S. Carr</i>	2002/06/27

NAME OF DIRECTOR	SIGN (TYPED)	DATE SIGNED (YY/MM/DD)
George W. Sanders	<i>"George W. Sanders"</i>	2002/06/27

BITTERROOT RESOURCES LTD.
CONSOLIDATED FINANCIAL STATEMENTS
APRIL 30, 2003
(Prepared By Management)

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

	April 30 2003	October 31 2002
	\$	\$
ASSETS		
Current Assets		
Cash	12,547	1,196
Accounts receivable	3,776	5,002
	<u>16,323</u>	<u>6,198</u>
Reclamation Deposit	5,804	5,804
Resource Properties (Note 2)	2,744,052	2,917,184
Property, Plant And Equipment	<u>2,193</u>	<u>2,140</u>
	<u>2,768,372</u>	<u>2,931,326</u>

LIABILITIES

Current Liability		
Accounts payable and accrued liabilities	135,905	107,578

SHAREHOLDERS' DEFICIENCY

Share Capital (Note 3)	5,870,422	5,812,122
Deficit	<u>(3,237,955)</u>	<u>(2,988,374)</u>
	<u>2,632,467</u>	<u>2,823,748</u>
	<u>2,768,372</u>	<u>2,931,326</u>

APPROVED BY THE DIRECTORS

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

(Signed) George W. Sanders
George W. Sanders, Director

Refer to accompanying notes.

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

	Three Month Period Ended April 30 2003 \$	Three Month Period Ended April 30 2002 \$	Six Month Period Ended April 30 2003 \$	Six Month Period Ended April 30 2002 \$
Revenue				
Interest income	-	-	-	-
Expenses				
Amortization	145	137	291	275
Foreign exchange (gain) loss	174	54	226	723
Interest and bank charges	173	130	530	382
Management fees	12,000	12,000	24,000	24,000
Office, printing and travel	11,133	13,596	15,086	17,387
Professional fees	8,313	4,872	16,868	10,605
Regulatory fees	5,591	3,145	5,791	6,424
Transfer agent fees	3,830	2,947	4,468	3,640
	41,359	36,881	67,260	63,436
Loss Before Undernoted Item	(41,359)	(36,881)	(67,260)	(63,436)
Write-off of resource property	(182,322)	-	(182,322)	-
Net Loss For The Period	(223,681)	(36,881)	(249,582)	(63,436)

Refer to accompanying notes.

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

SIX MONTH PERIOD ENDED APRIL 30	2003	2002
	\$	\$
Deficit, Beginning Of Period	(2,988,374)	(2,883,494)
Net loss for the period	<u>(249,582)</u>	<u>(63,436)</u>
Deficit, End Of Period	<u>(3,237,956)</u>	<u>(2,946,930)</u>
Loss Per Share	<u>(0.012)</u>	<u>(0.003)</u>
Weighted Average Number Of Shares	<u>20,995,140</u>	<u>18,878,865</u>

Refer to accompanying notes.

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

	Three Month Period Ended April 30 2003	Three Month Period Ended April 30 2002	Six Month Period Ended April 30 2003	Six Month Period Ended April 30 2002
	\$	\$	\$	\$
Operating Activities				
Net loss for the period	(223,681)	(36,881)	(249,582)	(63,436)
Item not involving cash				
Amortization	145	137	291	275
	(223,536)	(36,744)	(249,291)	(63,161)
Cash applied to changes in non-cash working capital items				
Accounts receivable	(2,161)	(794)	1,225	1,463
Accounts payable	15,635	(35,693)	28,328	(20,333)
	13,474	(36,487)	29,553	(18,870)
	(210,062)	(73,231)	(219,738)	(82,031)
Financing Activities				
Share issuance, net	40,300	148,000	58,300	182,000
Loan payable	(3,362)	(7,057)	-	(12,299)
	36,938	140,943	58,300	169,701
Investing Activities				
Purchase of property, plant and equipment	-	-	(343)	-
Resource properties	(3,048)	(28,515)	(9,190)	(46,378)
Write-off of resource properties	182,322	-	182,322	-
	179,274	(28,515)	172,789	(46,378)
Increase During The Period	6,150	39,197	11,351	41,292
Cash, beginning of period	6,397	2,094	1,196	(1)
Cash, End Of Period	12,547	41,291	12,547	41,291

Refer to accompanying notes.

BITTERROOT RESOURCES LTD.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTH PERIOD ENDED APRIL 30, 2003
(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, 2002 and should be read in conjunction with the audited annual financial statements.

2. Resource Properties

The current period's expenditures consist of:

April 30	2003	2002
	\$	\$
Canada		
Nipigon Project		
Consulting and professional	-	800
Geochemistry	-	1,105
Geophysics	-	2,000
Land acquisition	-	1,113
Travel	687	-
Other	17	157
	704	5,175
Mistassini Project		
Consulting and professional	6,574	4,243
Field supplies	-	1,900
Land acquisition	250	29,323
Other	53	436
	6,877	35,902
Less: Write-off of Nipigon Project	(182,322)	-
	(174,741)	41,077
U.S.A.		
Michigan Lands		
Consulting and professional	22,050	1,140
Leases and permits	5,164	3,594
Other	1,789	567
	29,003	5,301
Less: Exploration service reimbursement	26,509	-
Refund of permit fees	885	-
	1,609	5,301
Decrease During The Period	(173,132)	46,378
Resource Properties, beginning of period	2,917,184	2,755,271
Resource Properties, End of Period	2,744,052	2,801,649

BITTERROOT RESOURCES LTD.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
PAGE TWO

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, 2002	20,554,811	5,812,122
Financing costs	-	(3,700)
Warrants exercised	620,000	62,000
Balance - April 30, 2003	21,174,811	5,870,422

(c) Common Shares Reserved

At April 30, 2003, the Company had reserved a total of 1,670,032 common shares related to director and employee stock options:

Number Of Options	Exercise Price \$	Expiry Date
511,032	0.10	January 10, 2005
710,000	0.10	July 8, 2006
150,000	0.10	February 5, 2007
299,000	0.10	September 9, 2007

(d) Warrants

The following share purchase warrants were outstanding at April 30, 2003:

Number Of Warrants	Exercise Price \$	Expiry Date
200,000	0.10	September 9, 2004

BITTERROOT RESOURCES LTD.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
PAGE THREE

3. Share Capital (Cont'd)

(d) Warrants

Each purchase warrant allows the holder to purchase one common share of the Company at \$0.10 per share.

On February 17, 2003, 240,000 warrants were exercised and the Company issued 240,000 common shares at \$0.10 per share, netting the company \$24,000.

On March 19, 2003, 200,000 warrants were exercised and the company issued 200,000 common shares at \$0.10 per share, netting the company \$20,000.

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 (2002 - \$24,000) were incurred with a company controlled by a director in common with the Company.
- (b) Accounts payable at April 30, 2003 includes \$62,654 (2002 - \$29,960) due to a company controlled by a director in common with the Company.
- (c) The 180,000 warrants exercised on January 7, 2003, were exercised by a director of the Company.
- (d) The 240,000 warrants exercised on February 17, 2003, were exercised by a director of the Company.
- (e) The 200,000 warrants exercised on March 25, 2003, were exercised by a Director of the Company.

**Form 51-901F
Quarterly Report**

Incorporated as part of: ___ Schedule A X Schedules B & C

ISSUER DETAILS:

NAME OF ISSUER: Bitterroot Resources Ltd.

ISSUER ADDRESS: 218-470 Granville Street, Vancouver, BC, V6C 1V5

CONTACT NAME: Michael S. Carr

CONTACT POSITION: President and Director

CONTACT TELEPHONE NUMBER: 604 922 1351

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NAME OF DIRECTOR

Michael S. Carr

SIGN (TYPED)

“Michael S. Carr”

DATE SIGNED(YY/MM/DD)

2003/06/27

NAME OF DIRECTOR

George W. Sanders

SIGN (TYPED)

“George W. Sanders”

DATE SIGNED(YY/MM/DD)

2003/06/27

**BITTERROOT RESOURCES LTD.
QUARTERLY REPORT**

For the six months ending April 30, 2003

Schedule B: Supplementary Information

Securities issued during the period:

Date	Security	Issue	Number	Price	Proceeds	For	Commission
Jan 7/03	Common shares	Warrant exercise	180,000	\$0.10	\$18,000	cash	Nil
Feb17/03	Common shares	Warrant exercise	240,000	\$0.10	\$24,000	cash	Nil
Mar 19/03	Common shares	Warrant exercise	200,000	\$0.10	\$20,000	cash	Nil

Options granted during the period: nil

There are no shares in escrow or subject to pooling agreements.

The Company's directors are Michael S. Carr, George W. Sanders and Terence S. Ortslan. The Company's officers are Michael S. Carr (President) and Terence S. Ortslan (Secretary).

Schedule C: Management Discussion

Upper Peninsula, Michigan

During the quarter ended April 30, 2003 Bitterroot entered into an option/joint venture agreement with Cameco Corporation covering exploration targets within a 600 square mile (1,500 square km) area of interest in the Upper Peninsula of Michigan. Data compilation programs and geophysical surveys conducted by Bitterroot and Cameco have identified a number of untested targets within the project area. During and subsequent to the end of the quarter, Bitterroot completed additional ground EM surveys to accurately locate targets developed from airborne surveys. A 900-metre drilling program will test several targets in July, 2003. The budget for the 2003 program is C\$250,000.

Cameco has the option to acquire a 65% interest in all targets within the area of interest by incurring total expenditures of \$23,600,000 over a period of 18 years. Portions of the area of interest are subject to earn-in levels ranging from \$1,000,000 to \$10,000,000. Cameco must incur initial expenditures of \$250,000 prior to December 31, 2003 and will be required to spend a total of \$600,000 prior to December 31, 2004 to maintain the right to exercise the option. Minimum annual expenditures by Cameco of \$500,000 will be required during the third and fourth years, increasing to \$1,000,000 per year for subsequent years. During the first two years of the agreement, Bitterroot will be the

project operator and receive total cash payments of \$45,000, plus management fees. In year 3, Cameco will be required to make a payment of \$45,000 to Bitterroot and inflation-adjusted payments of \$60,000 per year thereafter.

Bitterroot is continuing to acquire land in prospective areas and review potential acquisition targets in Michigan.

GK Project, British Columbia

Subsequent to the end of the quarter, on June 19, 2003 the Company received TSX Venture exchange approval of an option agreement covering the GK property near Beaverdell, BC. The Company has been granted an option to acquire a 100% interest in the "GK" property, comprising 20 claim units located approximately 10 kilometres east of the town of Beaverdell, BC. The claims cover multi-element (Au, Ag, Cu, Zn and As) regional stream silt geochemical anomalies. According to assessment work filed by Teck Corporation in 1975, limited hand trenching identified four zones of anomalous gold, including a 13 metre-wide zone of pyritic, fractured felsic intrusive rock grading 1.5 g/tonne Au. This mineralized interval is approximately 50 metres west of an open-ended, east-west trending soil anomaly with gold values ranging from 150 to 1000 ppb. Several other zones of anomalous gold and silver in soil have also been identified, but no significant work has been done on the property since the 1970's. Management believes the road-accessible property has the potential to host large-tonnage, intrusion-related Au deposits as well as possible high-grade Ag/Au/base metals-bearing veins similar to those mined for over 90 years by Teck Corporation and its predecessors at the Highland Bell mine in Beaverdell.

Under the terms of the option agreement, Bitterroot will initially be required to pay the vendors C\$4,000 and issue 100,000 of its common shares. By making subsequent annual payments of 100,000 shares in years two and three plus a final cash payment of C\$80,000 in year four, Bitterroot will own a 100% interest in the GK property, subject to a 2% net smelter returns royalty. Bitterroot may acquire half (1%) of the royalty for C\$1,000,000.

A program of geological mapping, prospecting and silt and soil geochemical surveys is planned for the fall of 2003 to develop targets for trenching and/or drilling.

Mistassini Region, Quebec

In the summer of 2002, a program of regional heavy mineral sampling and prospecting was carried out in a 20,000 square-kilometre area within the Mistassini radiating dike swarm, southwest and southeast of the Otish Mountains. The program located six layered mafic intrusive bodies, which are believed to be coeval with the 2.47 billion-year-old Mistassini radiating dike swarm. Bitterroot is seeking a partner to determine whether these intrusive bodies have potential to host significant Cu/Ni/PGE deposits. The age and regional setting of these targets are analogous to the Cu/Ni/PGE deposits of the East Bull

Lake Suite of intrusions near Sudbury, Ontario and the Cu/Ni/PGE/Cr-bearing layered mafic intrusions of the Fennoscandian (Baltic) Shield of Finland, Sweden and Russia.

In the region north of Lac Mistassini, several companies (Ashton, Dios and Majescor/Canabrava) have announced their intention to follow-up diamond indicator mineral occurrences on lands adjoining Bitterroot's claims. Bitterroot's reconnaissance sampling in 2002 resulted in the identification of kimberlite indicator minerals on its claims, although a source or up-ice cutoff has not been located.

Nipigon, Ontario

During the quarter, Bitterroot wrote off its \$182,322 investment in the Nipigon Project. The Company has been reducing its land holdings and does not plan to conduct further work in the region until the release of the results of the Nipigon Geoscience Initiative, which is being funded by the Province of Ontario. This information is expected in late 2003 and 2004.

Description of Business

Bitterroot Resources Ltd. is a mineral resource company engaged directly and indirectly through its subsidiaries, in the acquisition and exploration of mineral properties. The assets of Bitterroot include recorded mineral title interests covering approximately 460 square miles in the Upper Peninsula of the State of Michigan, U.S.A. The Company also leases approximately 1,000 acres of mineral rights from the State of Michigan and has been granted prospecting permits covering 1,960 acres of US federal mineral rights in Michigan. In Ontario, Canada, the Company currently owns 73 mining claims covering approximately 1,170 hectares of Crown lands in the Thunder Bay district. In Quebec, the Company has staked 463 claims covering approximately 25,000 hectares in the Otish/Mistassini region.

Discussion of Operations and Financial Condition

Michigan Properties

On February 18, 2003, an option/joint venture agreement was completed with Cameco Corporation. The agreement will result in the drilling of several targets in July 2003, with Cameco funding the first year's budget of C\$250,000. Bitterroot received a \$20,000 payment on signing and will receive a 10% management fee on the balance of the 2003 budget, as it is spent. During the six months ended April 30, 2003, the Company spent \$29,003 on its projects in Michigan and received payments, refunds and reimbursements totalling \$27,394. The majority of the expenditures were on geophysical contractors, legal costs and leases and permits.

Mistassini Project, Quebec

In 2002, Bitterroot staked 463 claims covering approximately 25,000 hectares (62,000 acres) in the Otish/Mistassini region of northern Quebec and conducted reconnaissance and target-specific kimberlite indicator mineral sampling and prospecting on and around the Company's claims. During the first half of 2003, \$6,877 was spent on the Mistassini Project, mainly on data compilation and geological report preparation. Also included in this total are accounting costs of \$1,299, which were incurred for preparation of a Quebec tax return and applications for refundable tax credits and mining duties. The Company is currently seeking a partner for the project.

Nipigon Project, Ontario

Bitterroot currently owns 73 mining claims located in the Nipigon/Sibley basin, approximately 30 km. south of Lake Nipigon in the Thunder Bay mining district of Ontario. No further work is planned. At the end of the first half, the Company wrote off its entire investment (\$182,322) in the project.

GK Project, British Columbia

No expenditures were recorded on this project during the first half of 2003. Subject to receipt of equity financing, the Company may invest approximately \$20,000 in geological mapping, soil sampling and prospecting during the fourth quarter.

Expenses

Bitterroot's expenses during the quarter ended April 30, 2003 were \$41,359, which increased from \$36,881 in the previous year. The increase in expenses is mainly due to increased legal and regulatory costs and transfer agent fees, which were partially offset by reduced travel costs.

Financing, Principal Purposes and Milestones

During the six months ended April 30, 2003, \$62,000 was received from the exercise of 620,000 warrants at \$0.10. The proceeds were used for working capital.

Liquidity and Solvency

The Company's working capital deficiency at April 30, 2003 was (\$119,583). Current liabilities totalled \$135,906, of which \$62,654 was owed for management fees to a company controlled by a director in common with the Company. Excluding this amount, Bitterroot had a working capital deficiency of (\$56,929) at the end of the second quarter.

During the second quarter, 440,000 warrants were exercised at \$0.10, generating proceeds of \$44,000.

There are currently 200,000 common share purchase warrants outstanding, which if exercised would generate proceeds to the Company of \$20,000. There are also 1,670,032 stock options outstanding, which if exercised would provide proceeds to the Company of \$167,003. The Company's ability to meet its ongoing obligations will be determined by management's success in acquiring mineral properties, obtaining equity financing, negotiating joint venture arrangements, and settling outstanding debts.

Risk Factors

The forward-looking information in this document is based on the conclusions of management. The Company cautions investors that due to risks and uncertainties, actual events may differ materially from current expectations.

June 27, 2003