EAGLE PLAINS RESOURCES LTD.
(An Exploration Stage Corporation)
CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS
For the period ended
June 30, 2021

(Expressed in Canadian dollars)

(Unaudited – prepared by management)

EAGLE PLAINS RESOURCES LTD.
(An Exploration Stage Corporation)
CONDENSED CONSOLIDATED
INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the condensed consolidated interim financial statements for the period ended June 30, 2021.

NOTICE TO READER OF THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The Management of Eagle Plains Resources Ltd. is responsible for the preparation of the accompanying condensed consolidated interim financial statements as at June 30, 2021.

These condensed consolidated interim financial statements have not been reviewed on behalf of the shareholders by the independent external auditors of the Company, Crowe MacKay LLP.

The condensed consolidated interim financial statements have been prepared by management and include the selection of appropriate accounting principles, judgments and estimates necessary to prepare these financial statements in accordance with International Financial Reporting Standards.

"Timothy J Termuende"	*"Glen J Diduck"*
Timothy J. Termuende, P. Geo	Glen J. Diduck
President and Chief Executive Officer	Chief Financial Officer

EAGLE PLAINS RESOURCES LTD.
(An Exploration Stage Corporation)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION
(Unaudited – prepared by management)
(Expressed in Canadian dollars)

	Jun 30 2021 (unaudited)	Dec 31 2020 (audited)
Assets		
Current		
Cash and cash equivalents	**$ 4,413,235**	$ 4,836,721
Accounts receivable (Notes 4 and 11)	**990,944**	526,072
Prepaid expenses	**38,630**	17,442
Investments (Note 5)	**3,284,958**	3,415,145
Mineral exploration tax credits recoverable	**65,926**	86,533
	8,793,693	8,881,913
Reclamation bonds (Note 12)	**117,789**	99,289
Property and equipment (Note 6)	**1,459,338**	1,340,038
Exploration and evaluation assets (Note 7)	**1,055,084**	839,640
	$11,425,904	$11,160,880
Liabilities and Shareholders' Equity		
Current		
Accounts payable and accrued liabilities (Note 11 and 13)	**$ 291,949**	$ 271,553
Prepaid deposits	**411,298**	310,760
Reclamation deposits	**68,172**	56,372
Premium on flow-through shares	**-**	24,253
Current portion of lease liabilities (Note 8)	**25,971**	25,971
	797,390	688,909
Long-term liabilities		
Lease liabilities (Note 8)	**21,756**	34,686
Total liabilities	**819,146**	723,595
Shareholders' equity		
Share capital (Note 9)	**24,271,256**	24,271,256
Contributed surplus (Note 9)	**4,913,252**	4,901,285
Deficit	**(18,577,750)**	(18,735,256)
	10,606,758	10,437,285
	$11,425,904	$11,160,880

Nature and continuance of operations (Note 1)
Commitments and contingencies (Note 12)
Subsequent events (Note 18)

On behalf of the Board:

"Timothy J Termuende" Director
Mr. Timothy J. Termuende (Signed)

"Glen J Diduck" Director
Mr. Glen J. Diduck (Signed)

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

EAGLE PLAINS RESOURCES LTD.
(An Exploration Stage Corporation)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
(Unaudited – prepared by management)
Expressed in Canadian dollars

	Three Months Ended Jun 30		Six Months Ended Jun 30	
	2021	2020	**2021**	2020
Revenue				
Geological services	**$2,381,490**	$ 259,803	**$6,243,217**	$1,411,760
Cost and Expenses of Operations				
Geological expenses				
Services	**1,621,462**	117,719	**4,712,241**	981,761
Depreciation	**32,882**	20,218	**59,317**	41,140
Salaries and subcontractors	**358,246**	77,534	**667,631**	223,920
	2,012,590	215,471	**5,439,189**	1,246,821
Gross profit	**368,900**	44,332	**804,028**	164,939
Operating expenses				
Administration costs (Note 11)	**270,438**	191,143	**512,476**	424,231
Professional fees (Note 11)	**19,944**	8,708	**30,444**	30,952
Public company costs	**4,284**	1,298	**16,935**	9,897
Trade shows, travel and promotion	**32,676**	15,975	**66,225**	46,001
	(327,342)	(217,124)	**(626,080)**	(511,081)
Operating income (loss) before other items	**41,558**	(172,792)	**177,948**	(346,142)
Other items				
Bad debts	**-**	-	**105**	(200)
Depreciation	**(9,375)**	(4,687)	**(18,749)**	(9,374)
Share-based payments (Note 9)	**(5,983)**	(218,653)	**(11,967)**	(218,653)
Other income	**28,432**	125,738	**104,192**	140,301
Recovery of expenses (Note 11)	**-**	282,749	**-**	282,749
Investment income	**2,439**	9,566	**5,408**	22,427
Premium on flow-through shares	**22,798**	-	**24,253**	-
Unrealized gain (loss) on investments	**(115,176)**	1,637,032	**(400,679)**	1,352,852
Option proceeds in excess of carrying value	**-**	-	**248,750**	285,169
Gain on disposal of equipment	**(2,445)**	18,579	**6,702**	18,579
Gain on sale of investments	**15,017**	590	**21,543**	3,100
	(64,293)	1,850,914	**(20,442)**	1,876,950
Net income (loss) for the period	**$(22,735)**	$1,678,122	**$157,506**	$1,530,808
Net income (loss) per share – basic and diluted (Note 10)	**$(0.00)**	$0.02	**$0.00**	$0.02
Weighted average number of shares – basic and diluted (Note 10)	**99,789,669**	94,513,878	**99,789,669**	94,145,703

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

EAGLE PLAINS RESOURCES LTD.
(An Exploration Stage Corporation)
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS
(Unaudited – prepared by management)
(Expressed in Canadian dollars)

	Six Months Ended June 30 2021	Six Months Ended June 30 2020
Cash flows from operating activities		
Income for the period	**$157,506**	$1,530,808
Adjustment for:		
Depreciation	**78,066**	50,514
Bad debts	**(105)**	200
Share-based payments	**11,967**	218,653
Gain on sale of investments	**(21,543)**	(3,100)
Fair value adjustment for investments	**400,679**	(1,352,852)
Investment income	**-**	-
Option proceeds in excess of carrying value	**(248,750)**	(285,169)
Premium on flow-through shares	**(24,253)**	-
Gain on disposal of equipment	**(6,702)**	(18,579)
	346,865	140,475
Changes in non-cash working capital items		
(Increase) decrease in accounts receivable	**(464,767)**	122,600
(Increase) decrease in prepaid expenses	**(21,188)**	2,458
Increase in accounts payable and accrued liabilities	**20,397**	119,726
Increase (decrease) in prepaid deposits	**100,539**	(25,665)
	(18,154)	359,594
Cash flows from financing activities		
Lease payments	**(12,931)**	-
Cash flows from investing activities		
Proceeds from sale of investments	**49,801**	8,300
Proceeds from exercise of options	**-**	298,500
Proceeds from release of reclamation bond	**11,800**	-
Purchase of reclamation bond	**(18,500)**	-
Cash received for option payments	**160,183**	79,000
Exploration of mineral exploration properties	**(405,020)**	(307,650)
Proceeds from sale of equipment	**7,000**	20,075
Purchase of property and equipment	**(197,665)**	(5,099)
	(392,401)	93,126
Increase (decrease) in cash and cash equivalents	**(423,486)**	452,720
Cash and cash equivalents, beginning of period	**4,836,721**	3,450,950
Cash and cash equivalents, end of period	**$4,413,235**	$3,903,670
Cash and cash equivalents comprise:		
Bank deposits	**$1,132,693**	$529,314
Term deposits	**3,280,542**	3,374,356
	$4,413,235	$3,903,670

The Company made no cash payments for interest or income taxes.
The Company received cash payments of $5,408 (2020 - $22,427) for interest.
Supplemental Cash Flow Information (Note 13)

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

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY

(Unaudited – prepared by management)
(Expressed in Canadian dollars)

	Share Capital		Contributed		
	Shares	Amount	Surplus	Deficit	Total
Balance, December 31, 2019	93,347,669	$23,075,407	$4,478,073	$(20,290,046)	$7,263,434
Shares issued on exercise of options	1,950,000	199,000	-	-	199,000
Share-based payments	-	-	218,653	-	218,653
Income for the period	-	-	-	1,530,808	1,530,808
Balance, June 30, 2020	95,297,669	$23,589,390	$4,773,986	$(19,241,090)	$9,122,286
Balance, December 31, 2020	99,789,669	$24,271,256	$4,901,285	$(18,735,256)	$10,437,285
Share-based payments	-	-	11,967	-	11,967
Income for the period	-	-	-	157,506	157,506
Balance, June 30, 2021	**99,789,669**	**$24,271,256**	**$4,913,252**	**$(18,577,750)**	**$10,606,758**

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

1. Nature and continuance of operations

Eagle Plains Resources Ltd. (the "Company" or "Eagle Plains" or "EPL") was incorporated on March 30, 1994, pursuant to the Alberta Business Corporation Act (Alberta), and is extra provincially registered in the Yukon, British Columbia, the Northwest Territories and Saskatchewan. The Company is a junior resource company holding properties located in British Columbia, Yukon, the Northwest Territories and Saskatchewan for the purpose of exploring for, and the development of, mineral resources and it is considered to be in the exploration stage.

The Company also provides geological services on its properties optioned to others and properties owned by others through its subsidiary, TerraLogic Exploration Inc. (incorporated pursuant to the British Columbia Corporation Act). The gross profit reported on the condensed consolidated interim statements of comprehensive income (loss) relates solely to geological services provided to third parties.

The Company's corporate office and principal place of business is Suite 200, 44-12th Avenue South, Cranbrook, British Columbia, Canada.

These condensed consolidated interim financial statements have been prepared on the basis that the Company is a going concern which envisions the Company will be able to realize assets and discharge liabilities in the normal course of operations. Recoverability of the amounts shown for exploration and evaluation assets is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development, and attain profitable production or proceeds from the disposition of the exploration and evaluation assets in excess of the carrying amount.

In 2020 there was a global pandemic outbreak of COVID-19. The actual and threatened spread of the virus globally has had a material adverse effect on the global economy and, specifically, the regional economies in which the Company operates. The pandemic could continue to have a negative impact on the stock market, including trading prices of the Company's shares and its ability to raise new capital. These factors, amongst others, could have a significant impact on the Company's operations. The Company has been able to continue with business with minimal impact, the duration or magnitude of the adverse results of the outbreak and its effects on the Company's business or future results of operations cannot be predicted at this time. These condensed consolidated interim financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue in business.

2. Basis of Preparation

(a) Statement of Compliance

The condensed consolidated interim financial statements for the Company for the periods ending June 30, 2021 and 2020 are prepared in accordance with International Financial Reporting Standard 34 ("IAS 34"), Interim Financial Reporting, using accounting policies which are consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") and the International Financial Reporting Interpretations Committee ("IFRIC").

These condensed consolidated interim financial statements were authorized for issue by the Board of Directors on August 26, 2021.

(b) Basis of Measurement

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

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

2. Basis of Preparation - continued

(c) Use of Estimates and Judgments

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Financial results as determined by actual events could differ from these estimates.

The estimates and underlying assumptions are continuously evaluated and reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the revision affects both current and future periods.

Significant areas requiring the use of management estimates include impairment of exploration and evaluation assets; provision of reclamation and environmental obligations, if any; impairment of property and equipment; useful lives for depreciation of property and equipment; and inputs used in accounting for share-based payments in profit or loss.

Areas of significant judgment include the recognition of deferred income taxes and contingencies reported in the notes to the condensed consolidated interim financial statements; and the classification of exploration and evaluation expenditures, which requires judgment in determining whether it is likely that future economic benefits will flow to the Company as this would result in the properties being shown as mines under construction instead of exploration and evaluation assets.

3. Significant Accounting Policies

The condensed consolidated interim financial statements have been prepared, for all periods presented, following the same accounting policies and methods of computation as described in Note 3 to the audited consolidated financial statements for the year ended December 31, 2020.

New accounting pronouncements
Certain new standards, interpretations and amendments to existing standards have been issued by the IASB or IFRIC that are mandatory for accounting years beginning after January 1, 2021, or later years. Updates that are not applicable or are not consequential to the Company have been excluded in the preparation of these condensed interim financial statements.

The following accounting standards and amendments are effective for future periods.

Onerous Contracts – Cost of Fulfilling a Contract (Amendments to IAS 37)

The amendments to IAS 37 specify which costs an entity includes in determining the cost of fulfilling a contract for the purpose of assessing whether the contract is onerous. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). These amendments are effective for reporting periods beginning on or after January 1, 2022.

Classification of Liabilities as Current or Non-current (Amendments to IAS 1)

The amendments to IAS1 provide a more general approach to the classification of liabilities based on the contractual arrangements in place at the reporting date. These amendments are effective for reporting periods beginning on or after January 1, 2023

(Expressed in Canadian dollars)

4. Accounts Receivable

Accounts receivable is comprised of:

	June 30 2021	December 31 2020
Trade receivables before allowance	**$ 1,268,115**	$ 789,624
Less: allowance for doubtful accounts	**(284,354)**	(284,459)
Trade receivables, net	**983,761**	505,165
GST	**-**	3,442
Other	**7,183**	17,465
	$ 990,944	$ 526,072

The Company has provided an allowance for lifetime expected credit losses based on the non-ability of certain customers to meet their obligations. The Company does not hold any collateral as security.

5. Investments

The Company holds investments that have been designated as FVTPL as follows:

	June 30, 2021		December 31, 2020	
	Market Value	**Cost**	Market Value	Cost
Current:				
Common shares in public companies	**$ 3,284,958**	**$ 3,006,733**	$ 3,415,145	$ 2,736,245

For securities traded in an active market, market value is based on the quoted closing bid prices of the securities at June 30, 2021. Cost is calculated using the quoted closing bid price on the date of receipt of the securities.

During the period, the Company received 1,900,000 (2020 – 1,750,000) shares for the various option and property purchase agreements in effect with an attributed value of $298,750 (2020 - $306,500).

During the period, the Company sold investments and received proceeds of $49,801 (2020 - $8,300), resulting in gains on disposal of $21,543 (2020 - $3,100).

The Company recorded unrealized gains (losses) on investments of $(400,679) (2020 – $1,352,853) in the period which is included in the condensed consolidated interim statements of comprehensive income (loss).

(Expressed in Canadian dollars)

6. Property and Equipment

Cost	Land	Automotive	Right-of-Use Assets	Building	Computer Equipment & Software	Furniture & Equipment	Fence	Total
Balance at December 31, 2019	$298,856	$357,916	$ -	$1,062,434	$129,128	$377,618	$13,360	$2,239,312
Additions	-	59,927	89,649	-	12,763	14,044	-	$176,383
Disposals	-	(49,378)		-	-	-	-	($49,378)
Balance at December 31, 2020	298,856	368,465	89,649	1,062,434	141,891	391,662	13,360	2,366,317
Additions	-	$127,224	-	-	20,204	$50,237	-	197,665
Disposals	-	(22,856)	-	-	-	-	-	(22,856)
Balance at June 30, 2021	**$298,856**	**$472,833**	**$89,649**	**$1,062,434**	**$162,095**	**$441,899**	**$13,360**	**$2,541,126**

Accumulated Depreciation	Automotive	Right-of-Use Assets	Building	Computer Equipment & Software	Furniture & Equipment	Fence	Total
Balance at December 31, 2019	$214,421	$ -	$319,658	$114,316	$288,587	$7,897	$ 944,879
Depreciation	44,631	19,868	31,005	14,021	19,211	546	129,282
Disposals	(47,882)			-	-	-	(47,882)
Balance at December 31, 2020	211,170	19,868	350,663	128,337	307,798	8,443	1,026,279
Depreciation	31,142	15,241	14,818	7,091	9,529	246	78,067
Disposals	(22,558)						(22,558)
Balance at June 30, 2021	**$219,754**	**$35,109**	**$365,481**	**$135,428**	**$317,327**	**$8,689**	**$1,081,788**

Carrying Value	Land	Automotive	Right-of-Use Assets	Building	Computer Equipment & Software	Furniture & Equipment	Fence	Total
At December 31, 2020	$298,856	$157,295	$69,781	$711,771	$13,554	$ 83,864	$4,917	$1,340,038
At June 30, 2021	**$298,856**	**$253,079**	**$54,540**	**$696,953**	**$26,667**	**$124,572**	**$4,671**	**$1,459,338**

(Expressed in Canadian dollars)

7. Exploration and Evaluation Assets

During the period ended June 30, 2021, the Company made acquisition and exploration expenditures of $425,627 (2020 - $307,650) and received option payments of $458,933 (2020 - $385,500). As a result of option payments received, the Company recorded in income, option proceeds in excess of carrying value of $248,750 (2020 - $285,169). Exploration and evaluation assets totaled $1,055,084 at June 30, 2021, up from $839,640 at December 31, 2020. See Schedule 1 – Exploration and evaluation and Schedule 2 – Acquisition and exploration additions.

The Company has interests in a number of optioned exploration projects. As at June 30, 2021, the Company has executed option agreements with third parties on the following projects:

Option Agreements - Third party earn in
British Columbia

(a) **Acacia Project:** On September 30, 2019, the Company executed an option agreement with 37 Capital Corp. ("37") whereby 37 may earn up to a 60% interest in the Acacia property located in central British Columbia. Under terms of the agreement, 37 may earn a 60% interest by completing $2,500,000 in exploration expenditures and issuing 300,000 voting-class common shares to Eagle Plains over 5 years. On October 15, 2020, Eagle Plains amended the terms of the option agreement with 37 whereby Eagle Plains will receive an additional 50,000 voting class common shares of 37 in lieu of 37 not completing the required $100,000 in exploration expenditures in 2020, and a firm commitment to incur a total of $200,000 in exploration expenditures by August 31, 2021. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. The payments are due as follows:

Share Payments	Exploration Expenditures	Due Date
100,000	$ -	On signing of agreement (received)
50,000	-	Amendment October 15, 2020 (received)
50,000	-	October 30, 2020 (received)
50,000	200,000	October 30, 2021 and August 31, 2021
50,000	300,000	October 30, 2022 and September 30, 2022
50,000	750,000	October 30, 2023 and September 30, 2023
-	1,250,000	September 30, 2024
350,000	$ 2,500,000	

(b) **Iron Range Project:** On May 5, 2020, the Company executed an option agreement with a private Alberta company ("AB"), whereby AB may earn up to an 80% interest in the Iron Range property located in south central British Columbia. Under the terms of the agreement, AB may earn a 60% interest (Phase I) by completing $3,500,000 in exploration expenditures and making cash payments totalling $250,000 to Eagle Plains over 5 years. AB retains the right to increase its interest to 80% by making a one-time cash payment of $1,000,000 to Eagle Plains within 90 days of completion of Phase I. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Payments are due as follows:

Cash Payments	Exploration Expenditures	Due Date
$ 5,000	$ -	On signing of agreement May 4, 2020 (received)
15,000	150,000	May 4, 2021 (cash received in May/expenditures completed)
35,000	325,000	May 4, 2022
50,000	650,000	May 4, 2023
65,000	1,000,000	May 4, 2024
80,000	1,375,000	May 4, 2025
$250,000	$ 3,500,000	

(Expressed in Canadian dollars)

7. Exploration and Evaluation Assets - continued

Option Agreements - Third party earn in - continued
British Columbia– continued

(c) **Kalum Project:** On August 13, 2020, the Company executed an option agreement with Rex Resources Corp. (a private B.C. company) ("Rex"), whereby Rex may earn up to a 60% interest in the Kalum property located in northwestern British Columbia. Under the terms of the agreement, Rex may earn a 60% interest by completing $3,000,000 in exploration expenditures, making cash payments totalling $250,000 and issue 1,000,000 common shares to EPL over a three-year period. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Eagle Plains will retain a 2.0% NSR Royalty with Rex having the option to repurchase 1.0% of the NSR Royalty for $1.0 million. Payments are due as follows:

Cash Payments	Share Payments	Expenditures	Due Date
$ 10,000	-	$ -	On execution of LOI (received)
15,000	-	-	On execution of agreement (received)
-	200,000	-	On Exchange approval of listing of shares (received)
-	-	100,000	December 31, 2020 (completed)
25,000	200,000	-	May 31, 2021 (received)
50,000	200,000	500,000	December 31, 2021
75,000	200,000	800,000	December 31, 2022
75,000	200,000	1,600,000	December 31, 2023
$ 250,000	1,000,000	$ 3,000,000	

(d) **Vulcan Project:** On September 26, 2020, the Company executed an option agreement with Brascan Gold Corp. (a private B.C. company) ("Brascan"), whereby Brascan may earn up to a 60% interest in the Vulcan property located in southeastern British Columbia. Under the terms of the agreement, Brascan may earn a 60% interest by completing $4,000,000 in exploration expenditures, making cash payments totalling $500,000 and issue 1,000,000 common shares to EPL over a four-year period. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Eagle Plains will retain a 2.0% NSR Royalty with Brascan having the option to repurchase 1.0% of the NSR Royalty for $1.0 million. Payments are due as follows:

Cash Payments	Share Payments	Expenditures	Due Date
$ 10,000	-	$ -	On execution of agreement (received)
15,000	200,000	-	On Exchange approval of listing of shares (not listed as of the date of these condensed consolidated interim financial statements)
25,000	200,000	100,000	September 30, 2021 (extended from June 30)
65,000	200,000	600,000	December 31, 2021
100,000	200,000	800,000	December 31, 2022
285,000	200,000	1,000,000	December 31, 2023
-	-	1,500,000	December 31, 2024
$ 500,000	1,000,000	$ 4,000,000	

Saskatchewan

(e) **Cathro Project:** On February 10, 2020, the Company executed an agreement with SKRR Exploration Inc. ("SKRR") whereby SKRR has the exclusive right to acquire from Eagle Plains a 100% interest in the Cathro gold exploration project (the "Project"), located approximately 50km northeast of La Ronge, Saskatchewan. Under terms of the option agreement, SKRR may acquire a 100% interest in the Project by making a cash payment of $4,000 and transferring to EPL an initial 250,000 shares in the capital of SKRR to Eagle Plains on receipt of regulatory approval (received). SKRR has agreed to make additional share payments to EPL of 650,000 shares over a 4 year period. Eagle Plains will retain a 2.0% NSR Royalty with SKRR having the option to repurchase 1.0% of the NSR Royalty for $1.0 million. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Payments are due as follows:

(Expressed in Canadian dollars)

7. Exploration and Evaluation Assets - continued

Option Agreements - Third party earn in - continued
Saskatchewan – continued

(e) Cathro Project - continued

Cash Payments	Share Payments	Due Date
$ 4,000	250,000	On Exchange acceptance (received)
-	250,000	February 13, 2021 (received)
-	100,000	February 13, 2022
-	100,000	February 13, 2023
-	100,000	February 13, 2024
-	100,000	February 13, 2025
$ 4,000	900,000	

(f) **Knife Lake Project:** On October 31, 2018, Eagle Plains and Rockridge Resources Ltd. **(**"Rockridge") entered into an option agreement whereby Rockridge may earn a 100% interest in Eagle Plains' 100%-owned Knife Lake Project, located northwest of the community of Sandy Bay, Saskatchewan. To earn a 100% interest, Rockridge has agreed to make a cash payment to Eagle Plains of $150,000, issue 5,250,000 common shares of Rockridge and complete $3,250,000 in exploration expenditures over four years. On August 12, 2020, the Company extended the due date on the second anniversary exploration expenditures and received 300,000 shares from Rockridge as consideration. Eagle Plains will retain a 2.5% net smelter royalty ("NSR") on certain claims which comprise the project (a third party holds a 1% NSR on certain claims on the project). Rockridge may purchase 1.5% of the NSR for $2,000,000. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Payments are as follows:

Cash Payments	Share Payments	Expenditures	Due Date
$ 150,000	2,000,000	$ -	On Exchange acceptance (received)
-	750,000	750,000	January 2, 2020 (received /expended)
-	300,000	-	Amendment August 12, 2020 (received)
-	750,000	-	January 2, 2021 (received)
-	-	750,000	July 2, 2021
-	750,000	750,000	January 2, 2022
-	1,000,000	1,000,000	January 2, 2023
$ 150,000	5,550,000	$ 3,250,000	

(h) **Olson Project:** On October 24, 2019, the Company executed an option agreement with Canex Energy Corp. (subsequently renamed SKRR Exploration Inc.) ("SKRR") whereby SKRR may earn up to a 75% interest in the Olson property located east of La Ronge, northern Saskatchewan. Under terms of the agreement, SKRR may earn 51% interest in the property by completing exploration expenditures of $1,500,000, making cash payments of $250,000 and issuing 800,000 voting class common shares to EPL over a 3 year period. SKRR may earn up to an additional 24% interest (75% total) in the property by making additional exploration expenditures of $1,500,000 and issuing 200,000 common shares of SKRR to Eagle Plains on or before December 31, 2023. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement. Payments for the initial 51% interest are due as follows:

Cash Payments	Share Payments	Expenditures	Due Date
$ 10,000	-	$ -	On signing of LOI (received)
20,000	200,000	-	Upon TSXV approval – January 21, 2020 (received)
40,000	200,000	200,000	December 31, 2020 (received/completed)
80,000	200,000	500,000	December 31, 2021
100,000	200,000	800,000	December 31, 2022
$ 250,000	800,000	$ 1,500,000	

(Expressed in Canadian dollars)

7. Exploration and Evaluation Assets - continued

Other Agreements

(i) **Dictator Project:** On September 29, 2020, Eagle Plains executed an option agreement with Aurum Vena Mineral Resources Corp. whereby EPL may earn up to a 100% interest in the Dictator (formerly Lightning Peak) property located south of the Donna project. Under the terms of the agreement, EPL will make exploration expenditures totalling $150,000, cash payments of $70,000 and share payments of 250,000 shares over a five-year period to earn its interest. A one percent net smelter return royalty will be reserved for the vendor, which may be purchased by Eagle Plains for $1,000,000. Payments are due as follows:

Cash Payments	Share Payments	Expenditures	Due Date
$ 10,000	-	$ -	On execution of agreement (paid)
-	50,000	-	Upon exchange acceptance (issued)
-	-	25,000	December 31, 2020 (completed)
15,000	50,000	50,000	December 31, 2021
15,000	50,000	75,000	December 31, 2022
15,000	50,000	-	December 31, 2023
15,000	50,000	-	December 31, 2024
$ 70,000	250,000	$ 150,000	

8. Lease Liabilities and Right-of-Use Assets

The Company has lease liabilities and right-of-use ("ROU") assets recognized. As at June 30, 2021, lease liabilities include truck leases and the ROU assets are depreciated over the term of the respective leases.

During the period, $15,242 (2020 - $nil) was recorded as depreciation of the ROU assets and $527 (2020 - $nil) was recorded as interest, included in administration costs.

The following schedule provides details of the lease liabilities at June 30, 2021:

Lease payments due	June 30 2021	December 31 2020
2021	$ 14,289	$ 26,907
2022	25,110	26,009
2023	9,255	9,255
Future lease payments	48,653	62,171
Less: imputed interest	(926)	(1,514)
	47,727	60,657
Current portion	(25,971)	(25,971)
	$ 21,756	$ 34,686

9. Equity Instruments

(a) Authorized

Unlimited number of common shares without nominal or par value.

Unlimited number of first and second preference shares without nominal or par value, with the rights, privileges and conditions thereof determined by the directors of the Company at the time of issuance.

(Expressed in Canadian dollars)

9. Equity Instruments - continued

(b) Issued and outstanding

At June 30, 2021, there were 99,789,669 (2020 – 95,387,669) shares outstanding.

- In the fourth quarter 2020, the Company issued 440,000 shares for the exercise of options, receiving proceeds of $44,000, of which $14,667 was paid to Taiga Gold Corp. per the 2018 Plan of Arrangement.
- On October 20, 2020, the Company issued 50,000 shares, valued at $7,750, for the earn-in of a mineral property.
- On September 25, 2020, the company completed a flow-through financing, issuing 2,037,000 shares for proceeds of $366,660.
- On September 25, 2020, the company completed a non-flow-through financing, issuing 1,015,000 shares for proceeds of $162,400.
- In the third quarter 2020, the Company issued 860,000 shares for the exercise of options, receiving proceeds of $86,040, of which $28,680 was paid to Taiga Gold Corp. per the 2018 Plan of Arrangement.
- During the second quarter 2020, the Company issued 2,040,000 shares for the exercise of options receiving proceeds of $298,500, of which $99,500 was paid to Taiga Gold Corp. per the 2018 Plan of Arrangement.

(c) Stock Option Plan

The Company has a stock option plan for employees, directors, officers and consultants. Stock options can be issued up to a maximum number of common shares equal to 10% of the issued and outstanding common shares of the Company. The exercise price of options granted is not less than the market price of the common shares traded less the available discount under TSX Venture Exchange Inc. policies, and is determined by the Board of Directors. Options granted can have a term of up to 10 years.

During the periods ended June 30, 2021 and 2020, the Company had the following stock option activities:

Total issued and outstanding	Number of Options	Option Price per Share Range	Weighted Average Exercise Price
Balance, December 31, 2020 and **June 30, 2021**	**8,770,000**	**$0.10 - $0.20**	**$0.18**
Balance, December 31, 2019	8,235,000	$0.10 - $0.15	$0.14
Granted	2,600,000	0.20	0.20
Exercised	(2,040,000)	$(0.10 - $0.15)	($0.15)
Expired	(210,000)	$(0.15)	($0.15)
Cancelled	(85,000)	$(0.15)	($0.15)
Balance, June 30, 2020	8,500,000	$0.10 - $0.20	$0.15

At June 30, 2021, the following table summarizes information about stock options outstanding**:**

Options Outstanding June 30, 2021	Exercise Price	Expiry Date	Number of Options Exercisable	Weighted Average Remaining Life
1,420,000	$ 0.15	March 13, 2022	1,420,000	0.70 years
500,000	$ 0.15	June 15, 2022	500,000	0.95 years
1,365,000	$ 0.15	February 19, 2023	1,365,000	1.65 years
700,000	$ 0.15	July 4, 2024	700,000	3.00 years
2,585,000	$ 0.20	May 29, 2025	2,585,000	3.90 years
2,200,000	$ 0.20	October 5, 2025	2,150,000	4.25 years
8,770,000			**8,657,500**	**2.89 years**

(Expressed in Canadian dollars)

9. Equity Instruments - continued

The weighted average remaining life of the outstanding stock options at June 30, 2021 is 2.89 years (2020 – 2.78 years)

(d) Share-based payments for share options

During the period ended June 30, 2021, $5,983 (2020 – $nil) was recorded as share-based payments related to options vested during the period. Compensation expense has been determined based on the estimated fair value of the options at the grant dates and amortized over the vesting period.

The Company valued the options granted in the prior year using the Black-Scholes model and the following weighted average assumptions:

	2020 Granted
Expected annual volatility	**78.79%**
Expected risk free rate	**0.46%**
Expected term	**5 years**
Expected dividends	**-**
Share price at date of grant	**$0.165**
Exercise price	**$0.20**

Expected volatility is estimated using the historical stock price of the Company.

(e) Warrants outstanding

During the periods ended June 30, 2021 and 2020, the Company had the following warrant activities:

Total issued and outstanding	Number of Options	Option Price per Share Range
Balance, December 31, 2020 and **June 30, 2021**	**5,960,000**	**$0.30 - $0.40**

Total issued and outstanding	Number of Options	Option Price per Share Range
Balance, December 31, 2019 and June 30, 2020	4,434,000	$0.40

At June 30, 2021, the following table summarizes information about warrants outstanding**:**

Warrants Outstanding June 30, 2021	Exercise Price	Expiry Date	Weighted Average Remaining Life
4,434,000	$ 0.40	February 7, 2022[1]	0.61 years
1,526,000	$ 0.30	September 25, 2022	1.23 years
5,960,000			**0.77 years**

[1] On January 21, 2021 the Company extended the warrants expiry date from February 7, 2021 to a revised date of February 7, 2022. All other terms remain unchanged.

(f) Financings

On September 25, 2020, the Company closed a non-brokered public offering. The financing was offered to arms-length and non-arm's length investors and was comprised of 1,015,000 non-flow-through units and 2,037,000 flow-through units for a total issuance of 3,052,000 shares and gross proceeds of $529,060. Non-flow-through units were sold at a price of $0.16 per unit, each unit consisting of a non-flow-through common share and one-half non-flow-through common share purchase warrant, each whole warrant exercisable at $0.30 for a 24-month period, subject to accelerated expiry as noted in note 9(e). Flow-through units were sold at a price of $0.18 per unit, each unit consisting of a flow-through common share and a one-half non-flow-through common share purchase warrant, each whole warrant exercisable at $0.30 for a 24-month period, subject to accelerated expiry as noted in note 9(e).

(Expressed in Canadian dollars)

9. Equity Instruments - continued

On issuance, the Company bifurcated the flow-through share into i) a flow-through share premium in the amount $40,740, equal to the estimated premium investors pay for the flow-through feature, which is recognized as another liability, and ii) share capital. Upon expenses being incurred, the Company derecognizes the other liability and recognizes a deferred tax liability for the amount of tax reduction renounced to the shareholders. The premium is recognized as other income and the related deferred tax is recognized as a tax provision.

10. Per Share Amounts

The calculation of per share amounts have been calculated based on the weighted average number of shares outstanding during the period ended June 30, 2021 of 99,789,699 shares (2020 – 93,719,934). The net effect of applying the treasury-stock method to the weighted average number of shares outstanding did not impact EPS significantly for 2021 or 2020.

11. Related Party Transactions

The Company was involved in the following related party transactions during the period:

(a) The Company is related to Taiga Gold Corp. ("Taiga") through common directors. During the period the Company had the following transactions with the related company:

	2021	2020
Administrative services provided by EPL	**$ 28,836**	$ 28,836
Costs reimbursed to EPL	**$ 7,447**	$ 314,795*
Exploration services provided by EPL	**$1,622,293**	$ 18,560
Proceeds to Taiga from exercise of EPL options	**$ (5,467)**	$ (99,500)

*Includes $282,749 for spin-out costs recovered from Taiga Gold per the Plan of Arrangement.
At June 30, 2021, $290,158 (2020 - $11,339) is included in accounts receivable.
At June 30, 2021, $nil (2020 - $99,515) is included in accounts payable and accrued liabilities.

(b) Included in professional fees is $4,099 (2020 - $14,576) paid or accrued for legal fees to a law firm of which one of the directors, Darren Fach, is a partner. At June 30, 2021, $274 (2020 - $nil) is included in accounts payable and accrued liabilities.

Compensation to key management personnel in the period:

	2021	2020
Administration costs		
Management fees	**$ 48,000**	$ 47,000
Wages and benefits	**34,156**	34,590
Director fees	**-**	7,500
Professional fees	**21,000**	21,000
	$ 103,156	$ 110,090

(c) Included in administration costs is $48,000 (2020 - $47,000) paid or accrued for management services to a company owned by a director and officer of the Company.

(d) Included in administration costs is $34,156 (2020 - $34,590) paid or accrued for wages and benefits to a director and officer of the Company.

(e) Included in professional fees is $21,000 (2020 - $21,000) paid or accrued for accounting services to a director and officer of the Company.

(f) Director fees of $nil (2020 - $7,500) were paid to three directors of the Company.

(Expressed in Canadian dollars)

11. Related Party Transactions - continued

All related party transactions in the normal course of business have been measured at the agreed upon exchange amounts, which is the amount of consideration established and agree d to by the related parties. Amounts due to/from the related parties are non-interest bearing, unsecured and have to fixed terms of repayment unless otherwise specified.

12. Commitments and Contingencies

The Company has $117,789 (2020 - $98,533) held as project reclamation deposits in favor of regulatory authorities. The amount of the deposit is determined at the time the exploration program is planned and a notice of work is submitted to the regulatory authority. If the work is more extensive than previously planned, the amount of the deposit will be increased. When reclamation work is completed on a project to the satisfaction of the regulatory authority, the deposit is released to the Company.

The Company is party to an option agreement wherein it has a commitment to make option payments of $15,000 cash and issue 50,000 shares per year over the next four years and make exploration expenditures of $50,000 in 2021 and $75,000 in 2022 to fulfill the option agreement.

The Company has agreed to indemnify directors and officers under the bylaws of the Company to the extent permitted by law. The nature of the indemnifications prevents the Company from making a reasonable estimate of the maximum potential amount it could be required to pay to beneficiary of such indemnification agreement. The Company has purchased various insurance policies to reduce the risks association with such indemnification. The Company has included in officers' management contracts a change of control clause that would entitle them to compensation of twelve (12) months' salary should such an event occur.

13. Financial Instruments

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 – quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table sets forth the Company's financial assets measured at fair value by level within the fair value hierarchy.

June 30, 2021	**Level 1**	**Level 2**	**Level 3**	**Total**
Assets:				
Cash and cash equivalents	**$ 4,413,235**	**$ -**	**$ -**	**$ 4,413,235**
Investments	**$ 3,284,958**	**$ -**	**$ -**	**$ 3,284,958**

June 30, 2020	Level 1	Level 2	Level 3	Total
Assets:				
Cash and cash equivalents	$ 3,903,670	$ -	$ -	$ 3,903,670
Investments	$ 3,580,722	$ -	$ -	$ 3,580,722

13. Financial Instruments - continued

As disclosed in Note 3(c) of the audited financial statements, the Company holds various forms of financial instruments. The nature of these instruments and the Company's operations exposes the Company to concentration risk, credit risk, currency risk, price risk and commodity price risk. The Company manages its exposure to these risks by operating in a manner that minimizes its exposure to the extent practical.

a) Concentration risk
At June 30, 2021 and 2020, substantially all of the Company's cash was held at two recognized Canadian National financial institutions. As a result, the Company was exposed to all of the risks associated with those institutions. Concentration risk also exists in marketable securities (investments) because the Company's investments are primarily in shares of junior resource companies involved in gold exploration.

b) Credit risk
The Company is exposed to credit risk, which is the risk that a customer or counterparty will fail to perform an obligation or settle a liability, resulting in financial loss to the Company. The Company manages exposure to credit risk by adopting credit risk guidelines that limit transactions according to counterparty credit worthiness.

The maximum credit exposure associated with accounts receivable is the carrying value on the condensed consolidated interim statement of financial position.

Trade and other receivables are written off when there is no reasonable expectation of recovery. Indicators that there is no reasonable expectation of recovery include, amongst others, the failure of the counterparty to engage in a repayment plan with the Company, and a failure to make contractual payments for a period of greater than 180 days past due.

c) Currency risk
Currency risk is the risk to the Company's operations that arise from fluctuations of foreign exchange rates and the degree of volatility of these rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risk. At June 30, 2021, the Company had cash of $9,913 (2020 - $6,168) in US$. The Company is not exposed to significant currency risk.

d) Price risk
The Company's investments designated as FVTPL are traded on the TSX Venture, TSE and CSE. A 1% change in the cumulative quoted share price would change the fair value of the investments by approximately $33,000 (2020 - $36,000). The change would be recorded in the statements of comprehensive income (loss).

e) Commodity price risk
The value of the Company's mineral resource properties is related to the price of various commodities and the outlook for them. Commodity prices have historically fluctuated widely and are affected by numerous factors outside of the Company's control, including, but not limited to, industrial retail demand, central bank lending, forward sales by producers and speculators, level of worldwide production and short-term changes in supply and demand.

f) Liquidity risk
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquid funds to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The contractual financial liabilities of the Company as of June 30, 2021 equal $339,677. $236,295 of the liabilities presented as accounts payable and accrued liabilities are due within 30 days of June 30, 2021.

14. Supplemental Cash Flow Information

Non-cash investing and financing activities:

(a) Pursuant to certain mineral property option agreements, the Company received 1,900,000 (2020 – 1,750,000) shares with an attributed value of $298,750 (2020 - $306,500).

15. Disaggregation of revenue

The Company earns revenue from the performance of one type of service, being geological and exploration services. Further, its customers are exploration companies based in Canada.

16. Capital Management

The Company includes cash and cash equivalents and shareholders' equity, comprising of issued common shares, accumulated other comprehensive income (loss), contributed surplus and deficit, in the definition of capital. The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; as such the Company is dependent upon external financings to fund activities. In order to carry out planned exploration and pay for administrative costs, the Company will spend its existing working capital and raise additional funds as needed. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable. There were no changes in the Company's approach to capital management during the periods ended June 30, 2021 and 2020. The Company is not subject to externally imposed capital requirements.

17. Canada Emergency Wage Subsidy

In response to COVID-19, the Government of Canada announced the Canada Emergency Wage Subsidy ("CEWS") program in April 2020. CEWS provides a wage subsidy on eligible remuneration, subject to a maximum per employee, to eligible employers based on meeting certain eligibility criteria. The Company has determined that it has not qualified for this subsidy in the period.

18. Subsequent Event

On July 22, 2021, the Company executed an option agreement with Canter Capital Corp. ("Canter") whereby Canter may earn up to an 60% interest in the Schott's Lake copper-zinc property located in Saskatchewan. Under terms of the agreement, Canter may earn a 60% interest by completing $5,000,000 in exploration expenditures, making cash payments of $500,000 and issuing 1,000,000 common shares to Eagle Plains over 4 years. Eagle Plains will retain a 2.0% NSR Royalty with Canter having the option to repurchase 1.0% of the NSR Royalty for $1.0 million. Upon completion of the terms of the option agreement a joint venture will be formed as defined in the agreement.

(Expressed in Canadian dollars)

Schedule 1 - Exploration and evaluation assets

	December 31 2020	Acquisition and Exploration	Grants, Option Payments & Mineral Tax Credits	Option proceeds in excess of carrying value	**June 30 2021**
British Columbia	$635,955	$361,350	$(160,183)	$ -	**$837,122**
NW Territories	183	-	-	-	**183**
Saskatchewan	201,362	64,277	(298,750)	248,750	**215,639**
Yukon Territory	2,140	-	-	-	**2,140**
	$839,640	$425,627	$(458,933)	$248,750	**$1,055,084**

	December 31 2019	Acquisition and Exploration	Grants, Option Payments & Mineral Tax Credits	Option proceeds in excess of carrying value	Write down of mineral properties	**December 31 2020**
British Columbia	$420,461	$383,321	$(163,483)	$ 34,936	$(39,280)	**$635,955**
NW Territories	183	-	-	-	-	**183**
Saskatchewan	88,022	179,672	(733,500)	682,763	(15,595)	**201,362**
Yukon Territory	2,140	-	-	-	-	**2,140**
	$510,806	$562,993	$(896,983)	$717,699	$(54,875)	**$839,640**

Schedule 2 – Acquisition and exploration additions

January – June 2021	British Columbia	Saskatchewan	Total
Analytical	$ 2,022	$ -	$ 2,022
Consultations	-	396	396
Drilling	183,092	-	183,092
Equipment rental	28,336	193	28,529
Geological and Geochemical	2,267	-	2,267
Geophysical	17,535	69,000	86,535
Labour	84,686	9,280	93,966
Travel and camp	26,524	-	26,524
Transportation	1,130	44	1,174
Tenure and acquisitions	15,758	(14,636)	1,122
	$361,350	$64,277	$425,627

January – December 2020	British Columbia	Saskatchewan	Total
Analytical	$ 19,329	$ 5,044	$ 24,373
Consultations	-	4,910	4,910
Drilling	118,933	-	118,933
Equipment rental	6,748	1,715	8,463
Geological and Geochemical	19,243	835	20,078
Geophysical	45,885	-	45,885
Labour	85,045	49,195	134,240
Transportation	7,762	24,951	32,713
Travel and camp	23,405	12,436	35,841
Tenure and acquisitions	56,971	80,586	137,557
	$383,321	$179,672	$562,993