

GRANDE PORTAGE RESOURCES LTD.

INTERIM FINANCIAL STATEMENTS

January 31, 2006

(Unaudited)

THE ACCOMPANYING FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED JANUARY 31,
2006, HAVE NOT BEEN REVIEWED OR AUDITED BY THE COMPANY'S AUDITORS

GRANDE PORTAGE RESOURCES LTD.
INTERIM BALANCE SHEET
 January 31, 2006 and October 31, 2005
 (Unaudited)

<u>ASSETS</u>	<u>January 31</u> <u>2006</u>	<u>October 31</u> <u>2005</u>
Current		
Cash	\$ 645,238	\$ 758,726
Reclamation Bond	3,500	3,500
GST Receivable	<u>6,797</u>	<u>2,263</u>
	655,535	764,488
Prepaid Expenses for Exploration	16,065	15,000
Resource Properties	<u>242,845</u>	<u>79,715</u>
	<u>\$ 914,445</u>	<u>\$ 859,204</u>
 <u>LIABILITIES</u>		
Current		
Accounts Payable	\$ 71,460	\$ 60,517
Loans Payable	<u>0</u>	<u>0</u>
	<u>71,460</u>	<u>60,517</u>
 <u>SHAREHOLDERS' DEFICIENCY</u>		
Share Capital	4,658,146	4,769,729
Share Issue Costs		(111,583)
Share Subscriptions Received	100,000	0
Contributed Surplus	222,289	222,289
Deficit	<u>(4,137,450)</u>	<u>(4,081,749)</u>
	<u>842,985</u>	<u>798,686</u>
	<u>\$ 914,445</u>	<u>\$ 859,204</u>

SEE ACCOMPANYING NOTES

GRANDE PORTAGE RESOURCES LTD.
INTERIM STATEMENT OF OPERATIONS AND DEFICIT
for the three months ended January 31, 2006 and 2005
(unaudited)

	Three Months Ended	
	January 31	
	2006	2005
General and Administrative Expense		
Accounting and audit fees	\$ -	\$ 12,000
Administration Fees	7,500	7,500
Bank charges and interest	119	160
Consulting fees	26,700	14,527
Corporate communications	105	-
Investor relations	10,000	-
Legal Fees	3,323	-
Office	1,019	-
Regulatory and transfer agent fees	4,303	2,310
Rent	1,100	2,275
Stock-based compensation	-	14,835
Telephone	1,558	-
Travel and entertainment	454	-
	(56,180)	(53,607)
Loss before other items		
Other items		
Interest Income	480	-
Write off of accounts payable	-	-
Write off of resources properties	-	-
	480	-
Net loss for the period	(55,701)	(53,607)
Deficit, beginning of the period	(4,081,749)	(3,708,808)
Change in accounting policy	-	(44,504)
Deficit, end of the period	\$ (4,137,450)	\$ (3,806,919)
Basic and diluted loss per share	\$ (0.02)	\$ (0.02)

SEE ACCOMPANYING NOTES

GRANDE PORTAGE RESOURCES LTD.
INTERIM STATEMENT OF CASH FLOWS
for the three months ended January 31, 2006 and 2005
(Unaudited)

	Three Months Ended		
	January 31		
	2006	2005	
Operating Activities			
Net Loss for the period	\$ (55,701)	(53,607)	\$
Deduct item not involved with cash			
Foreign exchange gain	-		
Consulting fees	-	7,027	
Write off of accounts payable	-	-	
Write off of resource properties	-	-	
Stock based compensation	-	14,835	
	<u>(55,701)</u>	<u>(31,745)</u>	
Changes in non-cash working capital			
items related to operations			
GST receivable	(4,590)	5,550	
Prepaid Expenses	(1,065)	0	
Accounts payable	10,943	17,515	
Advances for exploration	-	-	
Loan Payable	-	-	
	<u>(50,413)</u>	<u>(8,680)</u>	
Investing Activities			
Advances for resource property exploration		-	
Reclamation bond	-	-	
Resource Properties	(163,131)	(23,856)	
Deferred financing costs	-	-	
	<u>(163,131)</u>	<u>(23,856)</u>	
Financing activities			
Share subscriptions received	-	-	
Common shares issued	100,000	-	
Shares for Debt	-	-	
	<u>100,000</u>	<u>-</u>	
Increase (decrease) in cash during the period	(113,544)	(32,536)	
Cash, beginning of period	758,726	35,251	
Cash, end of the period	<u>\$ 645,182</u>	<u>2,715</u>	\$

Supplemental disclosure of cash flow information

Cash paid for Interest

Cash paid for Income Taxes

SEE ACCOMPANYING NOTES

GRANDE PORTAGE RESOURCES LTD.
NOTES TO THE INTERIM FINANCIAL STATEMENTS
January 31, 2006
(Unaudited)

Note 1 Interim Reporting

While the information presented in the accompanying interim three months financial statements is unaudited, it includes all adjustments which are, in the opinion of management, necessary to present fairly the financial position, results of operations and cash flows for the interim period presented. These interim financial statements follow the same accounting policies and methods of their application as the Company's October 31, 2005 annual financial statements. It is suggested that these interim financial statements be read in conjunction with the Company's October 31, 2005 annual financial statements.

Note 2 Related Party Transactions

The Company incurred Administration fees charged by officers and private companies that have directors in common with the Company:

Interim period ended Jan 31,

<u>2006</u>	<u>2005</u>
\$7,500	\$7,500

Note 3 Options issued

The Company granted share purchase options to acquire 500,000 common shares at \$0.10 per share exercisable to November 30, 2010 and to acquire 200,000 common shares at \$0.10 per share exercisable to December 01, 2006.

Note 4 Financing

The Company issued 1,000,000 units at \$0.10 per unit. Each unit consists of one flow-through common share and one-half of a share purchase warrant. One warrant is exercisable into one common share for a period of two years from closing at \$0.10 per share in the first year and \$0.15 per share in the second year. Included in the private placement were 400,000 common shares issued to a director of the Company.

Note 5 Property Acquisitions

- a) The Company entered into an agreement with a company sharing a director in common to earn up to a 75% interest in an area adjoining the Company's Merry Widow property. The Company must make cash payments totalling \$90,000 over three years and spend: \$500,000 on exploration by November 1, 2008 to earn a 50% interest, and \$500,000 by November 1, 2010 to earn an additional 25% interest for an aggregate interest of 75%. The property will be subject to a 2.5% Net Smelter Return ("NSR"). This agreement is subject to regulatory approval.

- b) The Company also negotiated the right of first refusal on options to purchase two smaller parcels also adjacent to its current crown grants for a cash payment of \$10,000. The Company has 90 days to conduct due diligence on the claims and, if the Company exercises its options, would be committed to make cash payments of \$100,000 for each property over three years, and issue 400,000 shares on each property over three years. Each of the properties will be subject to a 2.5% NSR.

Note 6

Subsequent Events

- a) The Company terminated the agreement with Sutherland Communications Inc effective February 28th, 2006. Subsequently the 200,000 share purchase options reserved for the IR firm were cancelled.
- b) The Company has reserved 700,000 additional share purchase options March 6th, 2006. The options
- c) Mr. Chris England submitted his resignation as a director of the Company effective March 15, 2006. He will remain as an advisor to the Company.
- d) Grande Portage Resources Ltd. has entered into an option agreement with Arbutus Resources Ltd. to acquire an undivided 100-per-cent interest in nine Crown-granted claims and one mineral claim located in the Nanaimo mining division in British Columbia, known as the new Merry Widow property, as well as a separate agreement to acquire three Crown-granted claims located in the Rupert district, known as the Kathleen Lake claims. The company can acquire a new 100-per-cent interest in the new Merry Widow property, from Arbutus, by making option payments totaling \$75,000 and issuing 275,000 common shares payable in installments over the next four years. Arbutus has also reserved a 2-per-cent net smelter return royalty over the new Merry Widow property, which the company has an option to purchase for \$750,000. The company will also pay Arbutus \$25,000 for the Kathleen Lake group of Crown grants. The property acquisitions are subject to the acceptance of the TSX Venture Exchange.
- e) The Company announced that Ian Klassen has been named Vice-President, Corporate Development. Over the past year, Mr. Klassen has been actively assisting the company in a variety of tasks as a consultant.