GRANITE CREEK COPPER

(Formerly Granite Creek Gold Ltd.)

For the Three Months Ended October 31, 2018

Condensed Consolidated Interim Financial Statements

(Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW

The accompanying unaudited condensed consolidated interim financial statements have been prepared by management and approved by the Audit Committee and Board of Directors.

The Company's independent auditors have not performed a review of these condensed consolidated interim financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditors.

GRANITE CREEK COPPER LTD.

(Formerly Granite Creek Gold Ltd.)

Condensed Consolidated Interim Statements of Financial Position

As at October 31, 2018 and July 31, 2018

(Expressed in Canadian Dollars)

	Note	October 31, 2018 $	July 31, 2018 $
ASSETS			
CURRENT			
Cash		116,936	11,736
Due from Related Party	5	853	-
		117,789	11,736
NON-CURRENT			
Security Deposit		1,480	1,480
		119,269	13,216
LIABILITIES			
CURRENT			
Accounts Payable and Accrued Liabilities		121,812	204,082
GST Payable		1,921	3,492
Due to Related Parties	5	331,536	209,847
Loans Payable	3	282,460	279,565
Total Liabilities		737,729	696,986
SHAREHOLDERS' DEFICIENCY			
Share Capital	4	2,267,494	2,267,494
Subscriptions Received in Advance	4	161,575	-
Stock Options Reserve		12,416	12,416
Foreign Currency Translation Reserve		(3,584)	(3,586)
Deficit		(3,056,359)	(2,960,094)
		(618,460)	(683,770)
		119,269	13,216

Nature of Business and Ability to Continue as a Going Concern (Note 1)
Subsequent Event (Note 8)

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

Approved on behalf of the Board:

"Timothy A. Johnson"
Timothy A. Johnson, Director

"Michael Rowley"
Michael Rowley, Director

GRANITE CREEK COPPER LTD.
(Formerly Granite Creek Gold Ltd.)
Condensed Consolidated Interim Statements of Changes in Shareholders’ Equity
For the Three Months Ended October 31, 2018
(Expressed in Canadian Dollars)

	Number of Common Shares	Share Capital $	Subscriptions Received in Advance $	Stock Options Reserve $	Foreign Currency Translation Reserve $	Deficit $	Total Shareholders’ Equity $
Balance, July 31, 2017	2,901,025	2,267,494	-	160,704	(3,586)	(2,831,891)	(407,279)
Net Comprehensive Loss	-	-	-	-	-	(42,337)	(42,337)
Balance, October 31, 2017	2,901,025	2,267,494	-	160,704	(3,586)	(2,872,228)	(440,008)
Balance, July 31, 2018	2,901,025	2,267,494	-	12,416	(3,586)	(2,960,094)	(683,770)
Subscriptions Received in Advance	-	-	161,575	-	-	-	161,575
Net Comprehensive Loss	-	-	-	-	-	(96,265)	(96,265)
Balance, October 31, 2018	2,901,025	2,267,494	161,575	12,416	(3,586)	(3,056,359)	(618,460)

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

GRANITE CREEK COPPER LTD.

(Formerly Granite Creek Gold Ltd.)

Condensed Consolidated Interim Statements of Comprehensive Loss

For the Three Months Ended October 31, 2018 and 2017

(Expressed in Canadian Dollars)

	Note	3-Month Period Ended October 31, 2018 $	3-Month Period Ended October 31, 2017 $
EXPENSES			
Accounting, Audit and Legal		25,182	2,500
Consulting		7,000	-
Management Fees	5	44,355	32,000
Office		5,797	479
Rent		5,701	5,125
Transfer Fees		4,593	1,580
Utilities		742	-
LOSS BEFORE OTHER ITEMS		93,370	41,684
Interest Expense	3	2,895	2,862
Rental Income	5	-	(2,209)
NET LOSS FOR THE PERIOD		96,265	42,337
OTHER COMPREHENSIVE LOSS			
Gain on Reversal of Intercompany Debt		-	(9,608)
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD		96,265	32,729
Basic and Diluted Loss per Share		0.033	0.011
Weighted Average Number of Common Shares Outstanding		2,901,025	2,901,025

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

GRANITE CREEK COPPER LTD.

(Formerly Granite Creek Gold Ltd.)

Condensed Consolidated Interim Statements of Cash Flows

For the Three Months Ended October 31, 2018 and 2017

(Expressed in Canadian Dollars)

	3-Month Period Ended October 31, 2018 $	3-Month Period Ended October 31, 2017 $
OPERATING ACTIVITIES		
Net Comprehensive Loss for the Period	(96,265)	(32,729)
Items Not Affecting Cash:		
Accrued Interest	2,895	2,862
	(93,370)	(29,867)
Changes in Non-Cash Working Capital Items:		
GST Recoverable	-	(126)
Accounts Payable and Accrued Liabilities	(82,270)	(8,607)
GST payable	(1,571)	-
Related Party Advances	120,836	35,775
CASH USED IN OPERATING ACTIVITIES	(56,375)	(2,825)
FINANCING ACTIVITY		
Subscriptions Received in Advance	161,575	-
INCREASE IN CASH	105,200	(2,825)
Cash, Beginning of the Period	11,736	3,630
CASH, END OF THE PERIOD	116,936	805

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

NOTE 1 – NATURE OF BUSINESS AND ABILITY TO CONTINUE AS A GOING CONCERN

Granite Creek Copper Ltd. (the "Company") was incorporated on May 10, 2007 under the British Columbia Business Corporations Act. The Company's principal business activities include the acquisition, exploration and development of mineral properties. The address of the Company's corporate office and its principal place of business is Suite 1209, 409 Granville Street, Vancouver, BC, V6C 1T2. The Company is a reporting issuer and trades on the NEX Board of the TSX Venture Exchange in Canada under the symbol "GCX". On October 18, 2018, the Company changed its name from Granite Creek Gold Ltd. to Granite Creek Copper Ltd.

These condensed consolidated interim financial statements have been prepared using International Financial Reporting Standards applicable to a going concern, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The ability of the Company to continue as a going concern is dependent on its ability to obtain additional equity financing and achieve profitable operations. The Company has sustained losses from operations and has an ongoing requirement for capital investment to acquire and explore its mineral properties.

As at October 31, 2018, the Company has an accumulated deficit of $3,056,359 and a working capital deficiency of $619,940; accordingly, the Company will need to raise additional funds through future issuance of securities or debt financing. Although the Company has raised funds in the past, there can be no assurance the Company will be able to raise sufficient funds in the future, in which case the Company may be unable to meet its obligations as the come due in the normal course of business. It is not possible to predict whether financing efforts will be successful or if the Company will attain a profitable level of operations. The current cash resources are not adequate to pay the Company's accounts payable and to meet its minimum commitments at the date of these financial statements, including planned corporate and administrative expenses, and other project implementation costs, accordingly, there is significant doubt about the Company's ability to continue as a going concern. These financial statements do not give effect to adjustments that would be necessary to the carrying amounts and classifications of assets and liabilities should the Company be unable to continue as a going concern.

NOTE 2 – BASIS OF PRESENTATION

a) Statement of Compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34 – *Interim Financial Reporting* ("**IAS 34**") as issued by the International Accounting Standards Board ("**IASB**") using accounting principles consistent with International Financial Reporting Standards ("**IFRS**") as issued by the IASB.

These condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended July 31, 2018 which include the accounting policies used in the preparation of these condensed consolidated interim financial statements.

These audited consolidated financial statements were approved and authorized for issue by the Board of Directors on December 28, 2018.

b) Basis of Presentation

The condensed consolidated interim financial statements have been prepared on a historical cost basis, except for financial instruments classified as financial instruments at fair value through profit and loss which are stated at their fair value.

(Expressed in Canadian Dollars)

NOTE 2 – BASIS OF PRESENTATION (continued)

c) Basis of Consolidation

These condensed consolidated interim financial statements include the accounts of the Company and entities controlled by the Company (its subsidiaries) (collectively, the "Company"). Control is achieved where the Company has the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

Entity	Country of Incorporation	Holding	Functional Currency
Granite Creek Copper Ltd.	Canada	Parent Company	Canadian Dollar
Granite Creek (Barbados) Limited	Barbados	100%	Canadian Dollar
Granite Creek (Mali) Sarl	Mali	100%	CFA Franc

As of October 31, 2018 and 2017, the subsidiaries are inactive.

NOTE 3 – LOANS PAYABLE

	October 31, 2018 $	July 31, 2018 $
Ranex Exploration Ltd. (Note 5)	234,505	231,608
Arms-length Party	47,955	47,957
	282,460	279,565

The loan payable to Ranex Exploration Ltd., a company controlled by the Chief Executive Officer of the Company, is due on July 31, 2019, is unsecured and bears interest at 5% per annum compounded semi-annually. During the three months ended October 31, 2018, the Company accrued interest expense of $2,895 (2017 - $2,862).

The loan payable to an arm's length party is unsecured, non-interest bearing and has no fixed term of repayment.

NOTE 4 – SHARE CAPITAL

a) Authorized Share Capital

The Company is authorized to issue an unlimited number of common shares without par value.

b) Issued and Outstanding Common Shares

As at October 31, 2018, the Company had 2,901,025 common shares issued and outstanding as presented in the condensed consolidated interim statements of changes in shareholders' equity.

i) Shares Issued During the Three Months Ended October 31, 2018

The Company issued Nil shares during the three months ended October 31, 2018.

During the period, the Company received $161,575 in subscriptions receivable (Note 8).

i) Shares Issued During the Year Ended July 31, 2018

The Company issued Nil shares during the year ended July 31, 2018.

(Expressed in Canadian Dollars)

NOTE 4 – SHARE CAPITAL (Continued)

c) Stock Options

The Company has a share purchase option plan that allows the Board of Directors to grant share purchase options, subject to regulatory terms and approval, to its officers, directors, employees, and service providers. The share purchase option plan (the "Plan") is based on the maximum number of eligible shares equaling a rolling percentage of 10% of the Company's outstanding common shares, calculated from time to time. Pursuant to the Plan, if outstanding share purchase options are exercised or expire, and/or the number of issued and outstanding common shares of the Company increases, then the share purchase options available to grant under the plan increase proportionately.

The exercise price of each share purchase option is set by the Board of Directors at the time of grant but cannot be less than the market price, being the 5-day volume weighted average trading price as calculated pursuant to TSX-V policies. Share purchase options can have a maximum term of ten years and typically terminate ninety days following the termination of the optionee's employment or engagement, except in the case of retirement or death. The vesting period for share purchase options is at the discretion of the Board of Directors at the time the options are granted.

A summary of the status of the Company's stock options outstanding as of October 31, 2018 and July 31, 2018 and changes during the period then ended are as follows:

Expiry Date	Exercise Price	July 31, 2018	Granted	Exercised	Expired/ Cancelled	October 31, 20218
January 16, 2019	$1.20	20,833	-	-	-	20,833
April 24, 2019	$1.20	20,833	-	-	-	20,833
January 21, 2020	$0.21	113,334	-	-	-	113,334
		155,000	-	-	-	155,000

d) Warrants

The Company had no warrants outstanding as at October 31, 2018 and July 31, 2018

NOTE 5 – RELATED PARTY BALANCES AND TRANSACTIONS

Key management includes directors and senior management. A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. The amounts paid by the Company for the services provided by related parties have been determined by negotiation among the parties. These transactions are in the normal course of operations and are measured at their exchange amount. Details of transactions between the Company and related parties, in addition to those transactions disclosed elsewhere in these consolidated financial statements, are described below.

a) Related Party Balances

Included in accounts payable and accrued liabilities are the following amounts owed to related parties. They are non-interest bearing, unsecured, and have no specified terms of repayment.

(Expressed in Canadian Dollars)

NOTE 5 – RELATED PARTY BALANCES AND TRANSACTIONS (Continued)

	October 31, 2018 $	July 31, 2018 $
Ranex Exploration Ltd., a company with a common director	234,505	231,608
Metallic Minerals Corp., shared corporate expenses paid for on the Company's behalf	77,333	-
Tim Johnson, CEO	118,676	105,176
Michael Rowley, CFO, Director	86,101	55,246
Swiftcurrent Ventures Ltd., controlled by a director	49,426	49,426
	566,041	441,456

b) Compensation of Key Management Personnel

	October 31, 2018 $	July 31, 2018 $
Management Fees (CEO)	13,500	54,000
Management Fees (CFO)	30,855	54,000
Management Fees (Director)	-	5,000
	44,355	113,000

During the three months ended October 31, 2018, the Company received rental income totalling $Nil (2017 - $2,209) from two companies with common directors.

NOTE 6 – CAPITAL MANAGEMENT

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to support the acquisition, exploration, and development of its exploration and evaluation assets.

The Company manages its share capital as capital, which as at October 31, 2018, was $2,267,494 (2017 – $2,267,494). The Company manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Company may issue common shares or dispose of assets.

The Company does not have any externally imposed capital requirements to which it is subject. There were no changes in the Company's approach to capital management during the three months ended October 31, 2018.

NOTE 7 – FINANCIAL INSTRUMENTS AND RISKS

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 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.

NOTE 7 – FINANCIAL INSTRUMENTS AND RISKS (Continued)

The carrying values of cash and accounts payable and accrued liabilities approximate their fair values because of the short-term nature of these financial instruments.

The Company's financial instruments are exposed to the following financial risks:

a) Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations when they become due. The Company ensures, as far as reasonably possible, that it will have sufficient capital in order to meet short-term business requirements, after taking into account cash flows from operations and the Company's holdings of cash.

As at October 31, 2018, the Company had a cash balance of $116,936 to settle current liabilities of $737,729. Management expects to fund those liabilities through the issuance of common shares (Note 8) and loans from related parties over the coming year. There can be no assurance that the Company will be successful with generating and maintaining profitable operations or will be able to secure future debt or equity financing for its working capital and exploration activities.

b) Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to its liquid financial assets including cash. Management believes that its credit risk is not significant.

c) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's amounts due to related parties are non-interest bearing, and as such, the Company is not exposed to significant interest rate risk.

d) Foreign Currency Risk

The Company is exposed to foreign currency risk on fluctuations related to cash and accounts payable and accrued liabilities that are denominated in U.S. Dollars. The Company's financial instruments denoted in U.S. Dollars are insignificant and any fluctuation in foreign currency exchange rates would have no significant impact.

e) Commodity Price Risk

The Company is subject to price risk from fluctuations in the market prices of commodities as it relates to the possible underlying values of its commodity based mineral properties and the corresponding ability to raise funds for future operations. Management closely monitors commodity prices to determine the appropriate course of actions to be taken in its investing and financing activities. As the Company has not yet developed commercial mineral interests, it is not exposed to significant commodity price risk.

NOTE 8 – SUBSEQUENT EVENT

On September 14, 2018, the Company announced that it had entered into a mineral property acquisition agreement and is undertaking a concurrent non-brokered private placement.

Property Acquisition and Concurrent Financing

The Company entered into an agreement (the "Agreement") with an arm's length vendor (the "Vendor"), under which the Company will acquire an undivided 100% interest to the STU Copper Property in Yukon Territory, Canada, (the "Property"). Pursuant to the Agreement, the Company will issue an aggregate of 3,000,000 units (each, a "Transaction Unit") and grant a 3% net smelter return royalty to the Vendor on any future production at the Property (the "Royalty"), in consideration for a 100% interest in the Property. The Company may purchase up to two-thirds of the Royalty from the Vendor for $2,000,000. The Agreement also provides that the Company will make annual advance Royalty payments of $30,000 to the Vendor beginning in 2022, and in each subsequent year thereafter, until the commencement of any commercial production on the Property.

Each Transaction Unit is comprised of one common share and one common share purchase warrant. One warrant is exercisable for one additional common share for a period of thirty-six months from the date of issuance at an exercise price of $0.15 per common share. All securities issued pursuant to the Transaction is subject to a statutory hold period of four months plus a day from the date of issuance in accordance with applicable securities laws.

The Company also announced a concurrent non-brokered private placement of up to 24,000,000 units (each, a "Financing Unit") at a price of $0.075 per unit for gross proceeds of up to $1,800,000 (the "Financing"). One Financing Unit is comprised of one common share and one common share purchase warrant (a "Financing Warrant"). One warrant is exercisable for one additional common Share for a period of thirty-six months from the date of issuance at an exercise price of $0.20 per common share. In the event that the common shares close at or above $0.30 for ten consecutive trading days, the Company may elect to accelerate the expiry date of part or all the warrants to expire on the thirtieth day after the date on which notice of acceleration is given by the Company.

Completion of the acquisition is subject to completion of the financing and regulatory approval, both of which are in process as of the date of these condensed consolidated interim financial statements.