

LAMÉLÉE IRON ORE LTD.

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS As at June 30, 2015

Condensed Interim Financial Statement of Financial Position	2
Condensed Interim Financial Statement of Earnings and Comprehensive Income	3
Condensed Interim Financial Statement of Changes in Equity	4
Condensed Interim Financial Statement of Cash Flows	5
Notes to Condensed Interim Financial Statements	6-13

These condensed interim financial statements for the nine-month period ended June 30, 2015 have not been reviewed by the auditor of the Company.

LAMÉLÉE IRON ORE LTD.
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
(unaudited, in Canadian dollars)

	Notes	June 30, 2015 \$	September 30, 2014 \$
ASSETS			
Current			
Cash		136,522	1,122,964
Term deposits, 1.15%, expiring in 2015		154,869	756,399
Taxes receivable		15,561	140,796
Other receivable		-	11,210
Deposit on contracts		-	51,608
Tax credits and credit on duties receivable		5,518	10,891
Prepaid expenses		14,924	27,994
		<u>327,394</u>	<u>2,121,862</u>
Non-current			
Exploration and evaluation assets	5	7,489,809	6,475,467
Property and equipment	6	1,979	2,386
		<u>7,491,788</u>	<u>6,477,853</u>
Total assets		<u>7,819,182</u>	<u>8,599,715</u>
LIABILITIES			
Current			
Trade and other payables		17,109	332,492
Other liabilities		95,616	358,382
		<u>112,725</u>	<u>690,874</u>
Total liabilities		<u>112,725</u>	<u>690,874</u>
EQUITY			
Share Capital		10,103,357	10,103,357
Warrants		163,800	163,800
Contributed surplus	7	957,433	708,109
Deficit		(3,518,133)	(3,066,425)
Total equity		<u>7,706,457</u>	<u>7,908,841</u>
Total liabilities and equity		<u>7,819,182</u>	<u>8,599,715</u>

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

On the behalf of the Board,

(s) Hubert Vallée
 President and Chief Executive Officer

(s) Marc Duchesne
 Chief Financial Officer

LAMÉLÉE IRON ORE LTD.
CONDENSED INTERIM FINANCIAL STATEMENT OF COMPREHENSIVE LOSS
(unaudited, in Canadian dollars)

	Notes	Three-months ended June, 30		Nine-months ended June, 30	
		2015	2014	2015	2014
		\$	\$	\$	\$
EXPENSES					
Share-based payments	7	45,735	179,357	218,190	467,205
Professional fees		16,770	38,751	183,097	129,203
Management fees		51,000	51,000	153,000	135,500
Shareholders relations		2,047	6,373	32,949	50,366
Exploration and evaluation expenses		-	2,210	30,473	293,436
Investors' relations		6,262	50,737	28,608	58,237
Rent		7,009	11,414	25,036	22,282
Travel expenses		1,233	3,475	10,380	40,081
Insurance		3,274	4,393	10,151	5,165
Office expenses		2,404	3,044	7,935	5,952
Taxes and permits		3,536	2,409	7,800	2,692
Trustees and registration fees		1,450	(15,392)	4,350	7,796
Consulting fees		378	3,188	2,526	9,362
Part XII.6 income taxes		-	-	1,972	2,184
Bank charges		186	159	610	582
Depreciation of non-financial assets		69	38	206	114
OPERATING LOSS		(141,353)	(341,156)	(717,283)	(1,230,157)
Interest income		447	4,474	2,809	8,900
LOSS BEFORE INCOME TAXES		(140,906)	(336,682)	(714,474)	(1,221,257)
Deferred income taxes		-	96,078	262,766	153,192
NET LOSS AND COMPREHENSIVE LOSS		(140,906)	(240,604)	(451,708)	(1,068,065)
LOSS PER SHARE					
Basic and diluted income (loss) per share		<u>(0.002)</u>	<u>(0.003)</u>	<u>(0.005)</u>	<u>(0.018)</u>
Weighted average number of common shares outstanding		<u>90,838,977</u>	<u>77,221,971</u>	<u>90,838,977</u>	<u>58,888,757</u>

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

LAMÉE IRON ORE LTD.
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015 and 2014

	Notes	Number of shares	Share capital \$	Warrants \$	Contributed surplus \$	Deficit \$	Total equity \$
Balance at October 1st, 2014		90,838,977	10,103,357	163,800	708,109	(3,066,425)	7,908,841
Share-based payments	7	-	-	-	249,324	-	249,324
Transactions with owners		<u>90,838,977</u>	<u>10,103,357</u>	<u>163,800</u>	<u>957,433</u>	<u>(3,066,425)</u>	<u>8,158,165</u>
Net loss and total comprehensive loss for the year		-	-	-	-	(451,708)	(451,708)
Balance at June 30, 2015		<u>90,838,977</u>	<u>10,103,357</u>	<u>163,800</u>	<u>957,433</u>	<u>(3,518,133)</u>	<u>7,706,457</u>
	Notes	Number of shares	Share capital \$	Warrants \$	Contributed surplus \$	Deficit \$	Total equity \$
Balance at October 1st, 2013		13,104,000	1,310,400	-	77,232	(746,381)	641,251
Units issued by private placements		15,575,000	1,434,500	123,000	-	-	1,557,500
Shares issued by flow-through private placements		3,542,971	425,157	-	14,400	-	439,557
Shares issued for acquisition of mining rights		45,000,000	5,400,000	-	-	-	5,400,000
Share-based payments		-	-	-	484,157	-	484,157
Issuance cost of shares		-	-	-	-	(112,944)	(112,944)
Transactions with owners		<u>77,221,971</u>	<u>8,570,057</u>	<u>123,000</u>	<u>575,789</u>	<u>(859,325)</u>	<u>8,409,521</u>
Net loss and total comprehensive loss for the year		-	-	-	-	(1,068,065)	(1,068,065)
Balance at June 30, 2014		<u>77,221,971</u>	<u>8,570,057</u>	<u>123,000</u>	<u>575,789</u>	<u>(1,927,390)</u>	<u>7,341,456</u>

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

LAMÉLÉE IRON ORE LTD.
CONDENSED INTERIM STATEMENT OF CASH FLOWS (unaudited, in Canadian dollars)
For the nine-month period ended June 30, 2015 and 2014

	Notes	Three-months ended		Nine-months ended	
		June, 30		June, 30	
		2015	2014	2015	2014
		\$	\$	\$	\$
OPERATING ACTIVITIES					
Loss before income taxes		(140,906)	(336,682)	(714,474)	(1,221,257)
Adjustments for:					
Share-based payments – directors	7	45,735	179,357	218,190	467,205
Share-based payments – consultants	7	378	3,188	2,526	9,362
Share-based payments – investors' relations	7	6,262	7,590	28,608	7,590
Depreciation of non-financial assets	6	69	38	206	237
Changes in working capital items					
Taxes receivable		29,941	(2,761)	125,235	83,527
Other receivable		-	-	11,210	-
Deposits on contract		-	(49,949)	51,608	(143,244)
Tax credits receivable in reduction of evaluation and exploration expenses		-	-	-	(26,805)
Prepaid expenses		7,031	(2,856)	13,070	(16,991)
Trade and other payables		(8,387)	167,302	(29,278)	94,422
Cash flows used by operating activities		(59,877)	(34,773)	(293,099)	(745,954)
INVESTING ACTIVITIES					
Term deposits		(442)	196,721	601,530	(956,418)
Additions to property and equipment		-	-	-	(1,523)
Additions to exploration and evaluation assets	5	(21,881)	(309,414)	(1,300,246)	(501,152)
Tax credits received		5,373	-	5,373	11,519
Cash flows from (used) by investing activities		(16,950)	(112,693)	(693,343)	(1,447,574)
FINANCING ACTIVITIES					
Issuance of units by private placements		-	-	-	1,557,500
Issuance cost of shares		-	-	-	620,020
Share issuance costs		-	(17,750)	-	(98,544)
Cash flows from financing activities		-	(17,750)	-	2,078,976
Net change in cash		(76,827)	(165,216)	(986,442)	(114,552)
Cash, beginning of period		213,349	206,768	1,122,964	156,104
Cash, end of period		136,522	41,552	136,522	41,552

Additional information on cash flows

8

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

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

1. **INCORPORATION AND NATURE OF OPERATIONS**

Lamêlée Iron Ore Ltd. (Formerly Gimus Resources Inc.) (the «Company») is an exploration Company with activities in Canada.

The Company's principal property is the 100% interest in the Lac Lamêlée South Property, Labrador Trough, in Northeastern Quebec, Canada. The Company has no income from production since all its properties are at the exploration stage.

The Company's financial year ends on September 30.

2. **GOING CONCERN**

These financial statements were prepared on a going concern basis, using the historical cost, except for the financial assets accounted for at fair value through profit and loss.

The financial statements have been prepared on the basis of the going concern assumption, meaning the Company will be able to realize its assets and discharge its liabilities in the normal course of operations.

Given that the Company has not yet determined whether its mineral properties contain mineral deposits that are economically recoverable, it has neither yet generated income nor cash flows from its operations. As at June 30, 2015, the Company has a deficit of \$3,518,133 (\$1,927,390 as at June 30, 2014). This material uncertainty may cast a significant doubt regarding the Company's ability to continue as a going concern.

The Company's ability to continue as a going concern is dependent upon its ability to raise additional financing to further explore its mineral properties. Even if the Company has been successful in the past in doing so, there is no assurance that it will manage to obtain additional financing in the future.

The carrying amounts of assets, liabilities, revenues and expenses presented in the financial statements and the classification used in the statement of financial position have not been adjusted as would be required if the going concern assumption was not appropriate.

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

3. **GENERAL INFORMATION AND STATEMENT OF COMPLIANCE WITH IFRS**

The Company's condensed interim financial statements have been prepared based on International Financial Reporting Standards (IFRS) in accordance with IAS 34 standard, Interim Financial Reporting. The condensed interim financial statements are presented in Canadian currency which is also the functional currency of the Company. The functional currency has remained unchanged during the reporting period.

The interim condensed financial statements must be read in conjunction with the most recent annual financial statements and the accompanying notes as at September 30, 2014 and for the period then ended.

The condensed interim financial statements for the reporting period ended June 30, 2015 (including comparatives) were approved and authorized for issue by the Board of Directors on August 24, 2015.

4. **SIGNIFICANT ACCOUNTING POLICIES**

These unaudited condensed interim financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS") and in accordance with International Accounting Standard ("IAS") 34, *Interim Financial Reporting*. The unaudited condensed interim financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the annual financial statements for the year ended September 30, 2014, as they follow the same accounting policies and methods of application.

LAMÉLÉE IRON ORE LTD.**Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)**

For the nine-month period ended June 30, 2015

5. EXPLORATION AND EVALUATION ASSETS

The carrying amount can be analyzed as follows :

	Balance as at October 1 st , 2014	Additions	Tax credits	Balance as at June 30, 2015
Quebec	\$	\$	\$	\$
Lake Lamêlée Property				
Mining rights	5,456,393	-	-	5,456,393
Exploration and evaluation	1,019,074	1,014,342	-	2,033,416
	<u>6,475,467</u>	<u>1,014,342</u>	<u>-</u>	<u>7,489,809</u>
Summary				
Mining rights	5,456,393	-	-	5,456,393
Exploration and evaluation	1,019,074	1,014,342	-	2,033,416
	<u>6,475,467</u>	<u>1,014,342</u>	<u>-</u>	<u>7,489,809</u>

All impairment charges (or reversals, if any) are included within Impairment of non-financial assets in profit or loss.

6. PROPERTY AND EQUIPMENT

	Corporate	Exploration		
	Equipment	Equipment	Rolling stock	Total
	\$	\$	\$	\$
Gross carrying amount				
Balance at September 30, 2014	1,524	500	1,100	3,124
Additions	-	-	-	-
Balance at June 30, 2015	<u>1,524</u>	<u>500</u>	<u>1,100</u>	<u>3,124</u>
Accumulated depreciation				
Balance at September 30, 2014	152	140	446	738
Depreciation	206	54	147	407
Balance at June 30, 2015	<u>358</u>	<u>194</u>	<u>593</u>	<u>1,145</u>
Carrying amount at June 30, 2015	<u>1,116</u>	<u>306</u>	<u>507</u>	<u>1,979</u>

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

7. *SHARE-BASED PAYMENTS*

The Company has established a stock option plan pursuant to which options to purchase common shares may be granted to certain officers, directors and employees of the Company as well as persons providing services to the Company. Under this plan, options to purchase the common shares from time-to-time may be granted for a variable number whereby the number should never represent more than 10% of the issued and outstanding capital stock of the Company. Exercise price of options equals the market price of the Company's stock on the date of grant. Stock options are exercisable over a three year period: 33% after 12 months, 24 months and 36 months respectively from the date of grant for a maximum term of ten years. Among the options outstanding, none is subject to an escrow agreement.

All share-based payments will be settled in equity. The Company has no legal or constructive obligation to repurchase or settle the options.

On December 4, 2014, the Company granted 500,000 stock options in the favor of directors at a price of \$0.05 per share, exercisable on a period of 10 years with a vesting period of three years at a rate of 33% per year after the first year. The fair value of these stock options amount to \$20,000 for an estimated fair value of \$0.04 per option. The fair value of the options granted was estimated using the Black-Scholes model with no expected dividend yield, an expected volatility of 136.9%, a risk-free interest rate of 1.91% and an expected life of options of 10 years.

On January 22, 2015, the Company granted 650,000 stock options in the favor of directors at a price of \$0.05 per share, exercisable on a period of 10 years with a vesting period of three years at a rate of 33% per year after the first year. The fair value of these stock options amount to \$13,000 for an estimated fair value of \$0.02 per option. The fair value of the options granted was estimated using the Black-Scholes model with no expected dividend yield, an expected volatility of 136.9%, a risk-free interest rate of 1.42% and an expected life of options of 10 years.

An amount of \$218,190 (\$467,205 in 2014), of \$2,526 (\$9,362 in 2014) and of \$28,308 (\$7,590 in 2014) of the share-based payments was recorded respectively in earnings as share-based payments, consulting fees and investors' relation and credited to contributed surplus.

LAMÉLÉE IRON ORE LTD.**Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)**

For the nine-month period ended June 30, 2015

7. SHARE-BASED PAYMENTS (Continued)

The Company's share options are as follows for the reporting periods presented:

<i>Administration</i>	June 30, 2015		September 30, 2014	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
		\$		\$
Outstanding, beginning of period	7,550,000	0.143	750,000	0.10
Granted	1,150,000	0.05	7,300,000	0.147
Expired	<u>(500,000)</u>	0.11	<u>(500,000)</u>	0.14
Outstanding, end of period	<u>8,200,000</u>	0.127	<u>7,550,000</u>	0.143
Exercisable, end of period	<u>4,706,667</u>	0.145	<u>2,510,000</u>	0.132

<i>Brokers</i>	June 30, 2015		September 30, 2014	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
		\$		\$
Outstanding, beginning of period	205,174	0.175	226,320	0.15
Granted	-	-	205,714	0.175
Expired	<u>(205,714)</u>	0.175	<u>(226,320)</u>	0.15
Outstanding, end of period	<u>-</u>	-	<u>205,714</u>	0.175

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

7. SHARE-BASED PAYMENTS (Continued)

The table below summarizes the information related to share options as at June 30, 2015 :

	Outstanding options			Exercisable options	
	Number of options	Exercise price \$	Remaining life (years)	Number of options	Exercise price \$
<i>Administration</i>	1,150,000	0.05	9.50	-	-
	650,000	0.10	5.15	300,000	0.10
	900,000	0.14	8.80	300,000	0.14
	4,400,000	0.145	6.05	3,740,000	0.145
	350,000	0.16	8.76	116,667	0.16
	750,000	0.19	8.55	250,000	0.19
	<u>8,200,000</u>			<u>4,706,667</u>	
<i>Brokers</i>	-	-	-	-	-

8. ADDITIONAL INFORMATION ON CASH FLOWS

	Three-months ended June, 30		Nine-months ended June, 30	
	2015	2014	2015	2014
	\$	\$	\$	\$
Non-cash investing and financing activities:				
Value of options granted to brokers accounted for in the deficit and contributed surplus	-	-	-	14,400
Issuance of shares in counterpart of exploration and evaluation assets	-	-	-	5,400,000
Tax credits receivable in reduction of evaluation and exploration assets	-	106,997	-	143,796
Fair value of warrants	-	-	-	123,000
Depreciation of property and equipment included in evaluation and exploration assets	67	93	201	155

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

9. RELATED PARTY TRANSACTIONS

The Company's related parties include its key officers and the companies of the key officers as well as directors such as described below.

Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were given or received. Outstanding balances are usually settled in cash.

9.1 Transactions with key officers

The Company's key officers are the members of the Board of Directors and the Chief Financial Officer. Key officers remuneration includes the following expenses:

	<u>2015</u>	<u>2014</u>
	\$	\$
Share-based payments (Net loss)	151,040	-
Consulting fees	<u>108,000</u>	<u>135,500</u>
	<u>259,040</u>	<u>135,500</u>

As at June 30, 2015 and 2014, there are no amounts included in trade and other payables to the officers.

During the period ended June 30, 2015, the Company incurred \$19,112 (\$nil in 2014) in professional fees and disbursements to a law firm of which a director of the Company is a partner. Included in trade and other payables as at June 30, 2015 was \$7,585 (\$nil in 2014) owing to this law firm.

LAMÉLÉE IRON ORE LTD.

Notes to Condensed Interim Financial Statements (unaudited, in Canadian dollars)

For the nine-month period ended June 30, 2015

10. CONTINGENCIES AND COMMITMENTS

The Company is partially financed through the issuance of flow-through shares and, according to tax rules regarding this type of financing, the Company is engaged in realizing mining exploration work.

These tax rules also set deadlines for carrying out the exploration work, which must be performed no later than the earlier of the following dates:

- Two years following the flow-through placements;
- One year after the Company has renounced the tax deductions relating to the exploration work.

However, there is no guarantee that the Company's exploration expenses will qualify as Canadian exploration expenses, even if the Company is committed to taking all the necessary measures in this regard. Refusal of certain expenses by the tax authorities would have a negative tax impact for investors.

During the previous period, the Company received \$1,736,550 following flow-through placements for which the Company renounced tax deductions.

The Company renounced \$1,736,550 as at December 31, 2014 to the investors and management is required to fulfil its commitments within the stipulated deadline of one year from this date.

As at June 30, 2015, exploration work of \$327,255 must be spent before December 31, 2015.

11. POST-REPORTING DATE EVENT

There are no post-reporting date events.