

FORM 51-901-F

QUARTERLY AND YEAR END REPORT

Incorporated as part of: X - Schedule A
 - Schedule B & C
(Place X in appropriate category)

ISSUER DETAILS

NAME OF ISSUER: CHAPLEAU RESOURCES LTD.
ISSUER ADDRESS: Suite 104, 135 – 10th Avenue South
 Cranbrook, BC V1C 2N1
ISSUER TELEPHONE: (250) 489-5156
ISSUER FAX: (250) 489-5185
CONTACT PERSON: ERIC WILTZEN
CONTACT'S POSITION: PRESIDENT
EMAIL ADDRESS: info@chapleaurresources.com
WEBSITE ADDRESS: chapleaurresources.com
FOR QUARTER ENDED: May 15, 2003
DATE OF REPORT: July 15, 2003

CERTIFICATE

THE THREE SCHEDULE(S) REQUIRED TO COMPLETE THIS QUARTERLY REPORT ARE ATTACHED AND THE DISCLOSURE CONTAINED THEREIN HAS BEEN APPROVED BY THE BOARD OF DIRECTORS. A COPY OF THIS QUARTERLY REPORT WILL BE PROVIDED TO ANY SHAREHOLDER WHO REQUESTS IT. PLEASE NOTE THIS FORM IS INCORPORATED AS PART OF BOTH THE REQUIRED FILING OF SCHEDULE A AND SCHEDULES B & C.

NAME OF DIRECTOR SIGNED (TYPED)	DATE SIGNED (YY/MM/DD)
ERIC WILTZEN " <i>Eric Wiltzen</i> "	03/07/15
NAME OF DIRECTOR SIGNED (TYPED)	DATE SIGNED (YY/MM/DD)
JIM STYPULA " <i>Jim Stypula</i> "	03/07/15

Financial Statements of

CHAPLEAU RESOURCES LTD.

May 15, 2003



CHARTERED ACCOUNTANTS

Kenneth R. Maki, CA*

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Cranbrook, BC, V1C 2N1

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REVIEW ENGAGEMENT REPORT TO THE DIRECTORS

We have reviewed the balance sheet of Chapleau Resources Ltd. as at May 15, 2003 and the interim statements of operations, deficit and cash flows for the six months then ended. Our review was made in accordance with Canadian generally accepted standards for review engagements and accordingly consisted primarily of enquiry, analytical procedures and discussion related to information supplied to us by the company.

A review does not constitute an audit and consequently we do not express an audit opinion on these financial statements.

Based on our review, nothing has come to our attention that causes us to believe that these financial statements are not, in all material respects, in accordance with Canadian generally accepted accounting principles.

“MAKI STAUDT”

Chartered Accountants

Cranbrook, B.C.

June 24, 2003

CHAPLEAU RESOURCES LTD.

Balance Sheet
(unaudited – Interim)

SCHEDULE “A”

As at May 15, 2003, with comparative figures for November 15, 2002

	2003	2002
Assets		
Current assets:		
Cash and term deposits	\$ 1,267,173	\$ 160,646
Marketable securities, at lower of cost or market value (notes 2 and 3)	1,736,543	1,743,279
Accounts receivable	57,713	6,961
Receivable from directors (note 3)	756,780	744,438
	<u>3,818,209</u>	<u>2,655,324</u>
Reclamation bond	25,000	25,000
Mineral properties and deferred exploration and development costs (note 4)	4,717,127	3,767,817
Equipment (note 5)	5,151	5,793
	<u>\$ 8,565,487</u>	<u>\$ 6,453,934</u>

Liabilities and Shareholders' Equity

Current liabilities:		
Accounts payable and accrued liabilities	\$ 32,104	\$ 60,793
Shareholders' equity:		
Capital stock (note 6):		
Authorized: 150,000,000 Common shares without par value		
Issued: 66,010,284 Common shares (2002 – 60,370,284)	27,500,610	24,743,815
Deficit	(18,967,227)	(18,350,674)
	<u>8,533,383</u>	<u>6,393,141</u>
	<u>\$ 8,565,487</u>	<u>\$ 6,453,934</u>

See accompanying notes to interim financial statements

Contingent liability (note 11)
Subsequent event (note 12)

CHAPLEAU RESOURCES LTD.

Statement of Operations and Deficit
(unaudited – Interim)

Period ended May 15, 2003, with comparative figures for 2002

	Six month period ended May 15, 2003 being cumulative current year to date	Three month period ended May 15, 2003	Six month period ended May 15, 2002 being cumulative prior year to date	Three month period ended May 15, 2002
General and administrative expenses:				
Amortization	\$ 642	\$ 321	\$ 836	\$ 418
Exploration	1,940	45	89,869	39,987
Insurance	22,367	22,367	1,300	-
Management fees	90,000	45,000	40,000	20,000
Office	28,115	18,690	21,641	13,757
Professional fees	97,796	91,632	15,000	8,694
Rent	5,187	2,223	8,892	4,446
Transfer agent and filing fees	31,720	18,307	12,673	6,505
Travel	53,546	33,304	14,951	6,343
Wages and employee benefits	129,831	91,143	23,017	15,705
Loss before other (income) expenses	461,144	323,032	228,179	115,855
Other (income) expenses:				
Deferred exploration and development costs written off	147,431	6,736	-	-
Interest income	(1,389)	(1,356)	(370)	(366)
Foreign exchange (gain) loss	9,367	331	1,446	(313)
	155,409	5,711	1,076	(679)
Loss for the period- carried forward	\$ 616,553	\$ 328,743	\$ 229,255	\$ 115,176

CHAPLEAU RESOURCES LTD.

Statement of Operations and Deficit
(unaudited – Interim)

Period ended May 15, 2003, with comparative figures for 2002

	Six month period ended May 15, 2003 being cumulative current year to date	Three month period ended May 15, 2003	Six month period ended May 15, 2002 being cumulative prior year to date	Three month period ended May 15, 2002
Loss for the period- brought forward	\$ 616,553	\$ 328,743	\$ 229,255	\$ 115,176
Deficit, beginning of period	18,350,674	18,638,484	15,752,098	15,866,177
Deficit, end of period	\$ 18,967,227	\$ 18,967,227	\$ 15,981,353	\$ 15,981,353
Basic (earnings) loss per share	\$ 0.010	\$ 0.005	\$ 0.004	\$ 0.002
Fully diluted earnings per share	antidilutive	antidilutive	antidilutive	antidilutive

See accompanying notes to interim financial statements

CHAPLEAU RESOURCES LTD.

Statement of Cash Flows
(unaudited – Interim)

Period ended May 15, 2003, with comparative figures for 2002

	Six month period ended May 15, 2003 being cumulative current year to date	Three month period ended May 15, 2003	Six month period ended May 15, 2002 being cumulative prior year to date	Three month period ended May 15, 2002
Cash provided by (used in):				
Operations:				
Loss for the period	\$ (616,553)	\$ (328,743)	\$ (229,255)	\$ (115,176)
Amortization which does not involve cash	642	321	836	418
Mineral Properties and deferred exploration and development costs written off (note 4)	147,431	6,736	-	-
Change in non-cash operating working capital:				
Accounts receivable	(50,752)	(18,004)	4,203	11,429
Receivable from directors	(12,342)	-	(50,782)	(100,291)
Subscriptions receivable	-	-	(10,000)	32,500
Accounts payable	(28,689)	(89,593)	(28,596)	(4,308)
Prepaid expenses	-	-	335	-
	(560,263)	(429,283)	(313,259)	(175,428)
Financing:				
Capital stock issued	2,737,545	1,487,295	796,350	68,100
Deposit on subscriptions	-	(754,500)	-	-
Investments:				
Mineral properties and deferred exploration and development costs	(1,070,755)	(271,732)	(601,754)	(361,249)
Increase (decrease) in cash-carried forward	\$ 1,106,257	\$ 31,780	\$ (118,663)	\$ (468,577)

CHAPLEAU RESOURCES LTD.

Statement of Cash Flows
(unaudited – Interim)

Period ended May 15, 2003, with comparative figures for 2002

	Six month period ended May 15, 2003 being cumulative current year to date	Three month period ended May 15, 2003	Six month period ended May 15, 2002 being cumulative prior year to date	Three month period ended May 15, 2002
Increase (decrease) in cash- brought forward	\$ 1,106,527	\$ 31,780	\$ (118,663)	\$ (468,577)
Cash, beginning of period	160,646	1,235,393	143,435	493,349
Cash and term deposits, end of period	\$ 1,267,173	\$ 1,267,173	\$ 24,772	\$ 24,772

See accompanying notes to interim financial statements

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements
(Unaudited)

Period ended May 15, 2003

Chapleau Resources Ltd. is engaged in the resource industry at the exploration stage. At the exploration stage, a resource company has not determined whether its properties contain reserves that are economically recoverable, nor has it achieved significant revenue from production.

These financial statements are prepared on the basis of accounting principles applicable to a "going concern", which assume that the company will be able to realize its assets and discharge its liabilities in the normal course of operations.

The company's continued existence is dependent upon raising additional financing, the discovery of economically recoverable ore reserve in its properties and the attainment of profitable operations.

The financial statements do not reflect adjustments that would be necessary if the going concern assumption was not appropriate. If the going concern assumption was not appropriate for these financial statements, then adjustments would be required in the carrying value of assets.

1. Significant accounting policy:

These interim financial statements follow the same accounting policies and methods of their application as the November 15, 2002 audited financial statements.

2. Marketable securities:

	2003		2002	
	Cost	Market Value	Cost	Market Value
Far West Mining Ltd. (2003 - 4,928,200; 2002 - 4,928,200)	\$ 1,979,412	\$ 1,725,150	\$ 1,979,412	\$2,020,562
Bakbone Software Inc. (2003 - 10,500; 2002 - 10,500)	18,409	11,393	18,409	9,240

The Far West Mining Ltd. securities continue to be carried at the market value as at November 15, 2001.

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 2
(Unaudited)

3. Related parties:

(a) Receivable from directors:

The directors have each signed promissory notes. The notes are non-interest bearing and payable on 30 days demand.

(b) Investment in Far West Mining Ltd.

The company owns 4,928,200 common shares of Far West Mining Ltd., representing a 20% interest in Far West Mining Ltd. This investment has been recorded as a marketable security due to management's intention to dispose of this investment.

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 3
(Unaudited)

4. Mineral properties and deferred exploration and development costs:

Property	Balance November 15, 2002	Option payment during the period	Additions during the period	Written-off during the period	Balance May 15, 2003
Cruz, BC	\$ 540,885	\$ -	\$ 2,870	\$ -	\$ 543,755
Indian Ranch, NV	3,126,948	-	5,205	-	3,132,153
Kougarok, AK	-	77,494	63,201	140,695	-
Quartz Creek, BC	40,840	-	6,188	-	47,028
Bar 19, BC	28,579	18,750	551,233	-	598,562
Zinger, BC	1,271	20,000	16,880	-	38,151
Super Group					
Gold, BC	6,954	140,000	26,257	-	173,211
Cranbrook					
Gold, BC	22,340	5,501	156,426	-	184,267
	\$ 3,767,817	\$ 261,745	\$ 828,260	\$ 140,695	\$ 4,717,127

Exploration:

During the period ended May 15, 2003, the company expensed \$1,940 (2002 - \$149,194) of exploration costs related to geological and geochemical work performed on mineral claims that have not been pursued.

Mineral properties and deferred exploration and development costs-additions:

Additions during the period	Bar 19 BC	Cranbrook Gold, BC	Kougarok AK	Other	2003	2002
Drilling	\$ 494,976	\$ 2,886	\$ -	\$ 4,874	\$ 502,736	\$ 763,922
Geochemical	-	-	-	3,698	3,698	12,427
Geology	56,020	10,429	63,201	40,279	169,929	186,285
Geophysics	237	237	-	474	948	-
Staking	-	139,374	-	427	139,801	54,975
Tenure payments	-	3,500	-	7,648	11,148	571,506
	\$ 551,233	\$ 156,426	\$ 63,201	\$ 57,400	\$ 828,260	\$ 1,589,115

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 4
(Unaudited)

4. Mineral properties and deferred exploration and development costs (continued):

Zinger, British Columbia:

The company entered into an option agreement dated December 31, 2002 to acquire a 100% interest in the mineral claims collectively know as the Zinger mineral claim by agreeing to; issue 500,000 shares of capital stock, make cash payments of \$50,000 to the Optionor, and spend a total of \$1,000,000 on the properties at various dates prior to November 12, 2006. The company shall at any time have the right to terminate this agreement without liability therefore by giving written notice of such termination to the Optionor.

Super Group Gold, British Columbia:

The company entered into an option agreement dated December 30, 2002 to acquire an undivided 90% interest in the mineral claims collectively know as the Super Group Gold mineral claim by agreeing to; issue 2,380,000 shares of capital stock, make cash payments of \$140,000 to the Optionor, and spend a total of \$2,000,000 on the properties at various dates prior to December 30, 2005. The company shall at any time have the right to terminate this agreement without liability therefore by giving written notice of such termination to the Optionor.

Cranbrook Gold, British Columbia:

The company entered into an option agreement dated December 4, 2002 to acquire a 100% interest in the mineral claims collectively know as the Cranbrook Gold mineral claim by agreeing to; issue 10,000 shares of capital stock, make cash payments of \$3,500 to the Optionor. Both conditions had been met prior to May 15, 2003.

5. Equipment:

	2003		2002	
	Cost	Accumulated Amortization	Net	Net
Equipment	\$ 36,388	\$ 31,237	\$ 5,151	\$ 5,793

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 5
(Unaudited)

6. Capital stock:

(a) Common shares issued and outstanding:

	Number of Shares	Amount
Balance, beginning of year	54,072,284	\$22,420,615
Issued during year ended November 15, 2002:		
For cash	6,283,000	\$ 2,378,200
Share issue costs	15,000	(55,000)
Balance, November 15, 2002	60,370,284	24,743,815
Issued during the period ended February 15, 2003:		
For cash	3,375,000	1,250,250
For properties	35,000	19,250
Balance, February 15, 2003	63,780,284	26,013,315
Issued during the period ended May 15, 2003:		
For cash	2,230,000	1,487,295
Balance, May 15, 2003	66,010,284	\$27,500,610

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 6
(Unaudited)

6. Capital stock (continued):

(b) Warrants:

There are 8,620,833 warrants outstanding at May 15, 2003. 8,620,833 common shares have been reserved for the exercise of these warrants.

Number of Warrants Outstanding	Exercise Price	Expiry Date
5,000,000	\$ 0.40 - 0.50	November 4, 2004
250,000	\$ 0.50 - 0.65	August 22, 2004
1,400,000	\$ 0.60	June 28, 2004
1,233,333	\$ 0.60	August 15, 2003
737,500	\$ 1.45	April 1, 2004
8,620,833		

7. Stock-Based compensation plan:

At May 15, 2003, the company has one stock-based compensation plan, which is described below;

Fixed Stock Option Plan

The company has one fixed stock option plan. Under the 1997 Stock Option Plan, amendment no. 4, the company may grant options to its directors, officers and Service Providers for up to 12,974,056 shares of common stock. The plan requires that a total of 12,974,056 common shares be reserved for allotment and issuance upon exercise of stock options granted under the Plan. Options to vest as to 25% upon regulatory approval and 12-1/2% every quarter thereafter. Under the Plan, the exercise price of each option shall not be less than the market price on the Grant date and an option's maximum term is 10 years.

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 7
(Unaudited)

7. Stock-Based compensation plan (continued):

(a) Stock options:

Incentive stock options for directors, officers and Service Providers are outstanding at May 15, 2003, as follows:

Number of Options	Price per Option	Expiry Date
70,000	\$ 0.50	October 2003
475,000	\$ 0.51	January 2004
722,200	\$ 0.52	January 2004
400,000	\$ 0.65	January 2006
897,500	\$ 0.30	May 2006
500,000	\$ 0.30	August 2006
200,000	\$ 0.40	September 2006
1,175,000	\$ 0.30	October 2006
500,000	\$ 0.50	May 2007
3,640,000	\$ 0.26	November 2007
100,000	\$ 0.52	December 2007
500,000	\$ 0.65	January 2008
596,398	\$ 0.51	April 2009
525,000	\$ 0.51	April 2009
2,000,000	\$ 0.82	May 2013
12,301,098		

12,301,098 common shares have been reserved for the exercise of these options.

	Number of Options
Balance, November 15, 2002	11,126,098
Granted	2,600,000
Exercised	(1,090,000)
Expired	(335,000)
Cancelled	-
Balance, May 15, 2003	12,301,098

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 8
(Unaudited)

7. Stock-Based compensation plan (continued):

(b) Stock option compensation adjustment:

The company applies the intrinsic value based method of accounting for stock-based compensation awards to employees and accordingly no compensation cost is recognized. Had stock-based compensation for 600,000 options granted to employees under the Plan since November 16, 2002 been determined on the basis of fair value at the date of grant in accordance with the fair value method of accounting for stock-based compensation, the company's pro forma net loss and loss per share for the six months ended May 15, 2003 would have been as follows:

		Loss	Loss per share
As reported	\$	616,552	\$ 0.010
Pro forma	\$	919,077	\$ 0.014

For purposes of the above calculations, the fair value of each option was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions used for grants: dividend yield of 0%, risk-free interest rate of 4.5%, the option is certain to finish in the money, and expected life of 5 years.

8. List of directors:

Eric Wiltzen; Jim Stypula; Allan Rella; Robert Hunziker; Serguei Soloviev and Eric Friedland.

9. Management fees:

During the period, management fees of \$45,000 were paid to two directors.

10. Financial instruments:

The company's financial instruments consist of all current assets, reclamation bond, accounts payable and accrued liabilities. It is management's opinion that the company is not exposed to significant interest, currency or credit risks arising from these financial instruments

Fair value of financial instruments:

The carrying value of financial instruments approximates their estimated fair value unless otherwise disclosed in the financial statements.

CHAPLEAU RESOURCES LTD.

Notes to Interim Financial Statements, page 9
(Unaudited)

11. Contingent liability:

The company has been named the defendant in a lawsuit and a claim against the company has been filed in the amount of \$242,000. In the opinion of management, these matters are without substantial merit and no provision has been made for them in the accounts. However, should any loss result from the resolution of this claim, such loss would be accounted for as a current expenditure.

12. Subsequent events:

Subsequent to the end of the May 15, 2003 reporting period, loans due from directors have been fully repaid.

13. Comparative figures:

Certain comparative figures have been reclassified to conform to the current period's presentation.

REVIEW ENGAGEMENT REPORT TO THE DIRECTORS

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Chartered Accountants

Cranbrook, B.C.

June 24, 2003