GGL RESOURCES CORP.

CONSOLIDATED FINANCIAL STATEMENTS

FEBRUARY 28, 2011

(UNAUDITED)

NOTICE: The Company's auditors have not reviewed the attached Interim Consolidated Financial Statements for the period ended February 28, 2011.

GGL RESOURCES CORP.

Consolidated Balance Sheets as at

		February 28, 2011 (Unaudited)	November 30, 2010 (Audited)
ASSETS			
Current			
Cash	$	161,771	184,680
Amounts receivable		52,999	90,899
Prepaid expenses		3,544	3,316
		218,314	278,895
Unproven mineral interests (Note 3)		15,899,723	15,903,671
Property and equipment		188,582	198,508
	$	16,306,619	16,381,074
LIABILITIES			
Current			
Accounts payable and accrued liabilities	$	532,066	500,036
SHAREHOLDERS' EQUITY			
Share capital (Note 5)		35,668,860	35,668,860
Contributed surplus (Note 7)		4,133,619	4,133,619
Deficit		(24,027,926)	(23,921,441)
		15,774,553	15,881,038
	$	16,306,619	16,381,074

Nature and Continuance of Operations Note 1
Subsequent Event Note 12

On behalf of the Board:

"Raymond A. Hrkac"
Raymond A. Hrkac, Director

"Nick DeMare"
Nick DeMare, Director

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

GGL RESOURCES CORP.

Consolidated Statements of Operations and Deficit
For the three months ended
(Unaudited)

	February 28, 2011	February 28, 2010
Expenses		
Amortization	$ 246	$ 379
Consulting fees	20,508	32,813
Exploration costs - general	22,333	16,870
Legal and audit	2,000	(2,037)
Licences, taxes, insurance and fees	9,597	8,983
Office services and expenses	21,324	23,829
Shareholders' meetings and reports	429	757
Travel	70	610
Operating loss	(76,507)	(82,204)
Other income (loss)		
Interest income	495	7
Foreign exchange loss	(2)	(207)
Interest expense	(219)	(191)
Operator's fees	1,085	3,811
Write off of exploration and unproven mineral interests (Note 3(d))	(31,337)	(140,178)
	(29,978)	(136,758)
Net loss and comprehensive loss for the period	(106,485)	(218,962)
Deficit, beginning of period	(23,921,441)	(22,775,800)
Deficit, end of period	$ (24,027,926)	(22,994,762)
Loss per share - basic and diluted	$ (0.001)	(0.001)
Weighted average number of common shares outstanding - basic and diluted	153,423,693	150,423,693

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

GGL RESOURCES CORP.

Consolidated Statements of Cash Flows
For the three months ended
(Unaudited)

	February 28, 2011	February 28, 2010
Cash flows from (used in) operating activities		
Net loss and comprehensive loss for the period	$ (106,485)	$ (218,962)
Adjustment for items not involving cash:		
- amortization of property and equipment	246	379
- amortization of exploration property and equipment	9,680	9,590
- write off of exploration and unproven mineral interests	31,337	140,178
	(65,222)	(68,815)
Change in non-cash working capital items:		
- amounts receivable	37,900	(6,580)
- prepaid expenses	(228)	(37)
- accounts payable and accrued liabilities	30,664	31,403
	3,114	(44,029)
Cash flows (used in) financing activities	-	-
Cash flows used in investing activities		
Additions to deferred exploration costs	(26,023)	(6,062)
Decrease in cash	(22,909)	(50,091)
Cash, beginning of period	184,680	162,962
Cash, end of period	$ 161,771	$ 112,871

See Note 10 Supplementary Cash flow information

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

These notes should be read in conjunction with the Audited Consolidated Financial Statements for the year ended November 30, 2010.

1. Nature and Continuance of Operations

The Company is in the exploration stage and, on the basis of information to date, does not yet have economically recoverable reserves. The underlying value of the mineral properties and related deferred costs is entirely dependent upon the existence of such reserves, the ability of the Company to obtain the necessary financing to develop the reserves and upon future profitable production.

The Company intends to continue its exploration programs. In light of negative cash flows from operating activities, operating losses accrued in the past years and a negative working capital, the Company's ability to continue its exploration programs is dependent on its ability to secure additional financing. While it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. Management is actively pursuing such additional sources of financing.

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("Canadian GAAP") applicable to a going concern which assumes that the Company will realize its assets and discharge its liabilities in the normal course of business. Realization values may be substantially different from the carrying values as shown and these consolidated financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern.

2. Adoption of New Accounting Policies

Future Changes in Accounting Policies

International Financial Reporting Standards ("IFRS")

In 2006, the Canadian Accounting Standards Board ("AcSB") published a new strategic plan that will significantly affect financial reporting requirements for Canadian companies. The AcSB strategic plan outlines the convergence of Canadian GAAP with IFRS over an expected five year transitional period. In February 2008 the AcSB announced that 2011 is the changeover date for publicly-listed companies to use IFRS, replacing Canada's own GAAP. The date is for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. The transition date of December 1, 2011 will require the restatement for comparative purposes of amounts reported by the Company for the year ended November 30, 2011. While the Company has begun assessing the adoption of IFRS for 2011, the financial reporting impact of the transition to IFRS cannot be reasonably estimated at this time.

3. Unproven Mineral Interests

	Balance November 30, 2010	2011 Mineral Interests Additions	2011 Net Exploration cost additions	2011 Written off	Balance February 28, 2011
Doyle Lake	$ 1,236,584	$ -	$ 8,478	$ -	$ 1,245,062
Fishback Lake	813,532	-	4,204	-	817,736
CH	6,428,431	-	6,912	-	6,435,343
Providence Greenstone Belt	4,570,971	-	7,404 *	(31,337)	4,547,038
McConnell Creek	2,854,153	-	391	-	2,854,544
	$ 15,903,671	**$ -**	**$ 27,389**	**$ (31,337)**	**$ 15,899,723**

* See Note 3(d)

	Balance November 30, 2010	2011 Net Additions	2011 Written off	Balance February 28, 2011
Unproven mineral interests	$ 481,199	$ -	$ (2,358)	$ 478,841
Deferred exploration costs	15,422,472	27,389	(28,979)	15,420,882
	$ 15,903,671	**$ 27,389**	**$ (31,337)**	**$ 15,899,723**

Exploration costs incurred during the three months ended:

	February 28, 2011	February 28, 2010
Licences, recording fees and lease payments	$ 16,550	$ 10,965
Project supplies	(1,236)	(40,827)
Salaries and wages	300	305
Sampling	-	636
Technical and professional services	11,775	24,192
Transportation	-	295
	$ 27,389	**$ (4,434)**

3. Unproven Mineral Interests, continued

(a) Doyle Lake, Northwest Territories, Canada

(i) Under the De Beers Agreement ("the Agreement") dated May 25, 1995, De Beers has earned a 60% interest in the Doyle Lake Properties ("the Properties"), which consist of 5 claims and 3 fractional claims (12,972 acres); and

(ii) in addition, the Company holds 15 claims (16,131 acres) in the Doyle Lake area that are not subject to the Agreement. 14 of these claims are leases.

(b) Fishback Lake, Northwest Territories, Canada

The Company owns 6 claims (12,526 acres). One of these claims is a mining lease.

(c) CH, Northwest Territories, Canada

The Company owns 103 claims (227,076 acres), north-northeast of Yellowknife, acquired by staking during the years 2000 to 2003. These claims include the Courageous, Mackay, Seahorse, Starfish, Winterlake North, GDC, Winterlake South, BP, Zip, G and Mill claims.

56 of the claims are subject to a February 11, 2009 exploration and option agreement with Rio Tinto Exploration Canada Inc. ("RIO"). RIO must make payments totalling $1,000,000 and incur cumulative expenditures of $10,000,000 in order to earn a 100% interest, subject to a gross overriding royalty of 1.5% of the appraised value of all gem and industrial diamonds recovered, sorted and graded from the property and a 1.5% net smelter returns royalty on the net value of all ores, minerals, metals and materials except diamonds, mined and removed from the property and sold or deemed to have been sold.

The payments and both royalties are payable to the Company. In 2009, the Company received the first payment of $25,000.

(d) Providence Greenstone Belt, Northwest Territories, Canada

The Company owns 104 claims (231,486 acres) in the Providence Greenstone Belt area of the Northwest Territories. These claims lie within an extensive belt of rocks previously identified by a mapping project funded by the Geological Survey of Canada and reported as having the potential for hosting magmatic nickel mineralization. During the period ended February 28, 2011 two claims (2,686 acres) were allowed to lapse and the related costs of $31,337 were written off.

During the period, the Company sold some of its fuel inventory for $1,935. This amount was recorded as exploration cost recoveries on unproven mineral interests on the balance sheet.

(e) McConnell Creek, British Columbia, Canada

The Company owns 2 mineral tenures (4,878 hectares) in the Omineca Mining Division of British Columbia.

4. Property and Equipment

	February 28, 2011		
	Cost	Accumulated Amortization	Net book Value
Exploration equipment	$ 663,959	$ 490,030	$ 173,929
Office furniture and fixtures	58,953	44,300	14,653
	$ 722,912	**$ 534,330**	**$ 188,582**

	November 30, 2010		
	Cost	Accumulated Amortization	Net book Value
Exploration equipment	$ 663,959	$ 480,876	$ 183,083
Office furniture and fixtures	58,953	43,528	15,425
	$ 722,912	**$ 524,404**	**$ 198,508**

5. Share Capital

(a) Authorized: unlimited common shares without par value;

(b) 153,423,693 common shares issued (no changes during the period);

(c) At February 28, 2011, the Company had the following share purchase warrants outstanding:

Number of warrants	Exercise Price	Expiry Date
888,000	$0.20/ $0.30	Aug. 20, 2012
3,000,000	$0.20/ $0.30	Sept. 17, 2012
1,310,334	$0.20/ $0.30	Sept. 21, 2012
5,198,334		

No changes in warrants during the period ended February 28, 2011.

6. Stock Options

In 2006, the Company amended its Stock Option Plan to a 10% rolling plan whereby the Company may grant stock options to purchase up to 10% of the issued capital of the Company at the time of the grant of any option. Under the policies of the TSX Venture Exchange, options granted under the 10% rolling plan will not be required to include the mandatory vesting provisions required by the Exchange for fixed number stock option plans, except for stock options granted to investor relations consultants. Awarded stock options are exercisable over a period not exceeding five years at exercise prices determined by the Board of Directors.

Under this plan, the number of shares available for grant increases as the issued capital of the Company increases.

There were no changes to the stock options during the period ended February 28, 2011. The number of stock options outstanding as at February 28, 2011 (and November 30, 2010) is 13,885,000 at a weighted average price of $0.19 per option. See Note 12.

	Number	Weighted Average Exercise Price
February 28, 2011 options exercisable	13,885,000	$0.19
February 28, 2010 options exercisable	13,933,333	$0.22

	2011	2010
Weighted average remaining contractual life	2.32 years	3.02 years
Weighted average fair value of options granted during the period	N/A	N/A

7. Contributed Surplus

No changes in contributed surplus for the period ended February 28, 2011.

8. Related Party Transactions

During the three months ended February 28, 2011, the Company was billed $37,500 (2010 - $37,500) by a director, including $20,508 (February 28, 2010 – $32,813) for consulting fees and $16,992 (February 28, 2010 - $4,687) for technical and professional services. Included in the February 28, 2011 accounts payable is $385,949 (February 28, 2010 – $244,947) owed by the Company to the director. Transactions with related parties are measured at the exchange amount which is the amount agreed to by transacting parties.

9. Segmented information

The Company is involved in mineral exploration and development activities, which are conducted in Canada. The Company is in the exploration stage and, accordingly, has no reportable segment revenues or operating results for each of the three months ended February 28, 2011 and 2010.

10. Supplementary Cash flow information

Non-cash operating, financing, and investing activities were conducted by the Company during the fiscal quarters ended February 28, 2011 and 2010 as follows:

	2011	2010
Operating activities		
Accounts payable for deferred exploration costs	$ 205,923	$ 183,699
Financing activities		
Issuance of common shares as finder's fee	$ -	$ -
Investing activities		
Accounts payable for deferred exploration costs	$ (205,923)	$ (183,699)
Other supplementary cash flow information:		
Cash paid for interest charges	$ 219	$ 191
Cash paid for income taxes	$ -	$ -

11. Management of Capital

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain a flexible capital structure which optimizes the costs of capital at an acceptable risk.

In the management of capital, the Company includes the components of shareholders' equity as well as cash and cash equivalents.

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 its capital structure, the Company may attempt to issue new shares, issue new debt, acquire or dispose of assets or adjust the amount of cash and cash equivalents.

In order to maximize ongoing development efforts, the Company does not pay dividends.

12. Subsequent Event

Subsequent to February 28, 2011, 775,000 stock options expired unexercised.