NORONT

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED MARCH 31, 2015 AND MARCH 31, 2014

(EXPRESSED IN CANADIAN DOLLARS)

Noront Resources Ltd.
Condensed Consolidated Interim Statement of Financial Position
(Expressed in Canadian dollars)
(Unaudited)

	Note	As at March 31, 2015	As at December 31, 2014
Assets			
Current Assets			
Cash and cash equivalents	4	$ 2,648,383	$ 4,803,245
Taxes and other receivables		136,026	63,980
Supplies inventory		280,177	56,621
Prepaid expenses		404,195	168,823
Total Current Assets		$ 3,468,781	$ 5,092,669
Non-Current Assets			
Equipment	5	2,160,000	2,250,048
Intangible assets		30,941	35,361
Mineral property	6	1,438,104	1,438,104
Total Non-Current Assets		$ 3,629,045	$ 3,723,513
Total Assets		$ 7,097,826	$ 8,816,182
Liabilities and Shareholders' Equity			
Current Liabilities			
Accounts payable and accrued liabilities		$ 2,349,252	$ 948,098
Loan Facility	8a	18,467,491	16,761,797
Repayment options	8b	7,615,364	883,794
Finance lease obligation		20,379	26,395
Total Current Liabilities		28,452,486	18,620,084
Non-Current Liabilities			
Provision for environmental expenditure	7	1,500,805	1,467,096
Total Non-Current Liabilities		$ 1,500,805	$ 1,467,096
Total Liabilities		$ 29,953,291	$ 20,087,180
Shareholders' Equity (Deficit)			
Capital stock	9b	$ 171,060,028	$ 170,711,698
Contributed surplus		34,015,169	33,770,609
Deficit		(227,930,662)	(215,753,305)
Total Shareholders' Equity (Deficit)		$ (22,855,465)	$ (11,270,998)
Total Shareholders' Equity (Deficit) and Liabilities		$ 7,097,826	$ 8,816,182

Nature of Business and Going Concern (Note 1)
Commitments and Contingencies (Note 11)

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

Noront Resources Ltd.
Condensed Consolidated Interim Statement of Loss and Comprehensive Loss
(Expressed in Canadian dollars)
(Unaudited)

	Note	**Three Months Ended March 31, 2015**	Three Months Ended March 31, 2014
Expenses			
Development and exploration expenditures	**13a**	**$ 1,480,683**	$ 1,242,037
Office and general	**13b**	**1,711,769**	1,062,901
Amortization		**121,462**	108,053
Share-based compensation	**9c,d**	**244,560**	324,962
Loss before finance items		**$ (3,558,474)**	$ (2,737,953)
Interest income		**7,896**	33,267
Interest expense		**(380,426)**	(398,363)
Accretion expense		**(141,322)**	(74,924)
Re-measurement of repayment options	**8b**	**(6,731,570)**	(3,082,386)
Foreign exchange loss		**(1,373,461)**	(439,695)
Loss before tax		**$ (12,177,357)**	$ (6,700,054)
Net loss		**$ (12,177,357)**	$ (6,700,054)
Total comprehensive loss		**$ (12,177,357)**	$ (6,700,054)
Loss per share - basic and fully diluted	**10**	$ (0.05)	$ (0.03)

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

Noront Resources Ltd.
Condensed Consolidated Interim Statement of Changes in Shareholders' Equity
(Expressed in Canadian dollars, unless otherwise indicated)
(Unaudited)

	Common Shares	Capital Stock	Warrants and Broker Warrants	Contributed Surplus	Deficit	Total
Balance, December 31, 2013	**234,759,233**	**$ 169,210,869**	**$ 1,416,211**	**$ 31,636,857**	**$ (201,458,820)**	**$ 805,117**
Issuance of interest shares	2,104,398	398,363	-	-	-	398,363
Share-based compensation	-	-	-	324,962	-	324,962
Net loss for the period	-	-	-	-	(6,700,054)	(6,700,054)
Balance, March 31, 2014	**236,863,631**	**$ 169,609,232**	**$ 1,416,211**	**$ 31,961,819**	**$ (208,158,874)**	**$ (5,171,612)**

	Common Shares	Capital Stock	Warrants and Broker Warrants	Contributed Surplus	Deficit	Total
Balance, December 31, 2014	**239,271,809**	**$ 170,711,698**	**$ -**	**$ 33,770,609**	**$ (215,753,305)**	**$ (11,270,998)**
Issuance of interest shares (Note 8,9b)	1,253,888	348,330	-	-	-	348,330
Share-based compensation (Note 9c,e)	-	-	-	244,560	-	244,560
Net loss for the period	-	-	-	-	(12,177,357)	(12,177,357)
Balance, March 31, 2015	**240,525,697**	**$ 171,060,028**	**$ -**	**$ 34,015,169**	**$ (227,930,662)**	**$ (22,855,465)**

Noront Resources Ltd.
Condensed Consolidated Interim Statement of Cash Flows
(Expressed in Canadian dollars)
(Unaudited)

	Note	**Three Months Ended March 31, 2015**	Three Months Ended March 31, 2014
Operating activities			
Net loss for the period		**$ (12,177,357)**	$ (6,700,054)
Amortization		**121,462**	108,053
Share-based compensation	**9c,d**	**244,560**	324,962
Accretion expense		**141,322**	74,924
Issuance of interest shares		**348,330**	398,363
Re-measurement of repayment options		**6,731,570**	3,082,386
Unrealized foreign exchange loss		**1,561,286**	440,013
Net change in non-cash working capital:			
Taxes and duties receivable		**(72,046)**	104,795
Prepaid expenses		**(235,372)**	15,952
Accounts payable and accrued liabilities		**1,401,154**	(23,810)
Supplies inventory		**(223,556)**	(115,299)
Net cash used in operating activities		**$ (2,158,647)**	$ (2,289,715)
Investing activities			
Acquisition of equipment		**-**	(137,302)
Acquisition of intangible assets		**-**	(5,890)
Net cash provided by investing activities		**$ -**	$ (143,192)
Financing activities			
Finance lease		**(6,016)**	(5,853)
Net cash provided by financing activities		**$ (6,016)**	$ (5,853)
Change in cash and cash equivalents		**$ (2,164,663)**	$ (2,438,760)
Effect of foreign exchange rates on cash and cash equivalents		**9,801**	152,626
Cash and cash equivalents, beginning of period		**4,803,245**	15,085,092
Cash and cash equivalents, end of period		**$ 2,648,383**	$ 12,798,958

1. Nature of Business and Going Concern

Noront Resources Ltd. (the "Company" or "Noront") is a resource company listed on tier 1 of the TSX Venture Exchange (“TSX-V”) involved in the exploration, development and acquisition of properties prospective in base and precious metals, including: nickel, copper, platinum group metals, chromite, precious metals and vanadium. The Company's assets consists of its flagship Eagle's Nest nickel-copper-platinum-palladium deposit, part of the Company's McFauld's Lake Project, located in the area known as the Ring of Fire (“ROF”) that is located in the James Bay Lowlands, Ontario and the newly acquired chromite assets as further described in Note 14. Eagle's Nest is the Company's most advanced mining project in the ROF, the first of several mineral discoveries the Company has made since 2007. The address of Noront's head office is 110 Yonge Street, Suite 400, Toronto, ON, Canada, M5C 1T4.

The Company is a development stage entity that does not generate operating revenues and has limited financial resources. The Company is subject to risks and challenges similar to companies in a comparable stage of development. These risks include the availability of capital, risks inherent in the mining industry related to development, exploration and operations and global economic and commodity price volatility. The underlying value of the Company’s mineral properties and the recoverability of the related capitalized costs are entirely dependent on the Company’s ability to obtain the necessary permits to operate and secure the required financing to complete development of and establish future profitable production from its mineral assets, or the proceeds from the disposition of, its mineral properties.

These condensed consolidated interim financial statements have been prepared using International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board on a going concern basis, which assumes the Company will be able to meet its obligations and continue its operations for the next twelve months. At March 31, 2015, the Company had not yet achieved profitable operations, had an accumulated deficit of $227.9 million since inception (December 31, 2014 – $215.8 million), expects to incur further losses in the development of its business, and has net working capital of $(17.4) million as a result of the reclassification of the loan facility to current liabilities which is due December 31, 2015. Net working capital includes all current assets and current liabilities, excluding the non-cash repayment options of $7.6 million. These material uncertainties may cast significant doubt upon the Company’s ability to realize its assets and discharge its liabilities in the normal course of business and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern. The Company’s ability to continue as a going concern is dependent upon its ability to obtain the necessary financing to develop the Company’s projects in the Ring of Fire and to meet its ongoing corporate overhead expenditures and discharge its liabilities as they come due (see Note 8 – Convertible Debt Agreement). Although the Company has been successful in the past in obtaining financing, there is no assurance that it will be able to obtain adequate financing in the future or that such financing will be on terms advantageous to the Company.

These condensed consolidated interim financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary if the Company were unable to realize its assets and settle its liabilities as a going concern in the normal course of operations. Such adjustments could be material.

The Company is dependent on debt and issuance of equity securities for funding its development activities. The Company’s cash balance at March 31, 2015 is $2.6 million (December 31, 2014 – $4.8 million) and net working capital at March 31, 2015 is $(17.4) million (December 31, 2014 – $(12.6) million) excluding non-cash repayment options.

Over the current year, the Company plans to further the development of its Eagle’s Nest project by incurring expenditures towards obtaining all required permits which includes completing the environmental assessment on the Eagle's Nest project, advancing infrastructure development and consulting with First Nation communities. On an ongoing basis, the Company examines various financing alternatives to address future funding requirements.

2. Basis of Preparation

These condensed consolidated interim financial statements are prepared in accordance with International Financial Reporting Standards (IFRS), including International Accounting Standard ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board (IASB). These condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2014, which have been prepared in accordance with IFRS and include information necessary or useful to understanding the Company's business and financial statement presentation.

2. Basis of Preparation (Continued)

The condensed consolidated interim financial statements have been prepared on a going concern basis, under the historical cost convention, except for certain financial instruments that have been measured at fair value. The principal accounting policies and critical estimate and judgments, used when compiling these condensed consolidated interim financial statements are set out below.These condensed consolidated interim financial statements were approved by the Audit Committee on behalf of the Board of Directors on May 26, 2015.

3. Significant Accounting Policies

The accounting policies applied in these condensed consolidated interim financial statements are consistent with those applied in the preparation of the Company's annual consolidated financial statements for the year ended December 31, 2014.

Changes in accounting policy and disclosures

A number of new standards and amendments to standards and interpretations are effective for annual periods beginning after January 1, 2015, and have not been applied in preparing these condensed consolidated interim financial statements. None of these is expected to have a significant effect on the condensed consolidated interim financial statements of the Company, except the following set out below:

IFRS 9, 'Financial instruments', addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 retains but simplifies the mixed measurement model and establishes three primary measurement categories for financial assets: amortised cost, fair value through OCI and fair value through P&L. The basis of classification depends on the entity's business model and the contractual cash flow characteristics of the financial asset. Investments in equity instruments are required to be measured at fair value through profit or loss with the irrevocable option at inception to present changes in fair value in OCI not recycling. There is now a new expected credit losses model that replaces the incurred loss impairment model used in IAS 39. For financial liabilities there were no changes to classification and measurement except for the recognition of changes in own credit risk in other comprehensive income, for liabilities designated at fair value through profit or loss. IFRS 9 relaxes the requirements for hedge effectiveness by replacing the bright line hedge effectiveness tests. It requires an economic relationship between the hedged item and hedging instrument and for the 'hedged ratio' to be the same as the one management actually use for risk management purposes. Contemporaneous documentation is still required but is different to that currently prepared under IAS 39. The standard is effective for accounting periods beginning on or after January 1, 2018. Early adoption is permitted. The Company is yet to assess IFRS 9's full impact.

(Expressed in Canadian dollars, unless otherwise noted)

4. Cash and Cash Equivalents

Cash and cash equivalents consist of:	**March 31, 2015**	December 31, 2014
Cash deposits	**$ 2,546,260**	$ 4,701,373
Guaranteed investment certificate	**102,123**	101,872
	$ 2,648,383	$ 4,803,245

5. Equipment

March 31, 2015	Equipment	Furniture & Fixtures	Leasehold Improvements	Total
Cost	$ 4,138,682	$ 115,027	$ 200,287	$ 4,453,996
Accumulated Amortization	(2,028,523)	(90,551)	(174,922)	(2,293,996)
Closing Net Book Value	$ 2,110,159	$ 24,476	$ 25,365	$ 2,160,000
Opening Net Book Value - Jan 1, 2015	$ 2,197,584	$ 25,764	$ 26,700	$ 2,250,048
Re-measurement of provision**	26,994	-	-	26,994
Amortization	(114,419)	(1,288)	(1,335)	(117,042)
Closing Net Book Value	$ 2,110,159	$ 24,476	$ 25,365	$ 2,160,000

December 31, 2014	Equipment	Furniture & Fixtures	Leasehold Improvements	Total
Cost	$ 4,111,687	$ 115,027	$ 200,287	$ 4,427,001
Accumulated Amortization	(1,914,103)	(89,263)	(173,587)	(2,176,953)
Closing Net Book Value	$ 2,197,584	$ 25,764	$ 26,700	$ 2,250,048
Opening Net Book Value - Jan 1, 2014	$ 1,708,396	$ 32,205	$ 33,375	$ 1,773,976
Addition*	887,458	-	-	887,458
Disposals	(14,317)	-	-	(14,317)
Remeasurement of provision**	51,433	-	-	51,433
Amortization	(435,386)	(6,441)	(6,675)	(448,502)
Closing Net Book Value	$ 2,197,584	$ 25,764	$ 26,700	$ 2,250,048

*Included in additions for the year ended December 31, 2014 is $583,627 relating to the asset retirement of camp assets and equipment acquired during the year.
** A re-measurement of the McFauld's Lake property asset retirement obligation was recognized due to a change in the discount rate used to calculate the obligation as further described in Note 7.

(Expressed in Canadian dollars, unless otherwise noted)

6. Mineral Property

		March 31, 2015	December 31, 2014
(i)	McFauld's Lake Property - "Ring of Fire", James Bay Lowlands, Northeastern Ontario 100% interest subject to net smelter return ("NSR") of 1%	**$ 1,438,104**	$ 1,438,104

McFauld's Lake

Condor/Greenstone retains a 1% NSR which may be purchased by the Company at any time upon payment of the sum of $500,000 and/or at the Company's option, issuance of an equivalent number of common shares of the Company.

7. Provision for Environmental Expenditure

McFauld's Lake

The Company has established a provision of $1,500,805 representing the estimated present value of its future environmental expenditure. These costs are not expected to be incurred within the next twelve months.

The provision is based upon the following estimates and assumptions:
a) Total undiscounted future demobilization cost is $1,787,655 (December 31, 2014 - $1,787,655)
b) Real risk-free pre-tax discount rate of 1.81% (December 31, 2014 - 2.22%)
c) Demobilization cost expected to be incurred in 10 years (December 31, 2014 - 10 years)

A summary of the changes in the site remediation provision is set out below:

	March 31, 2015	December 31, 2014
Balance, beginning of period	**$ 1,467,096**	$ 809,705
Additions*	**-**	583,627
Accretion expense for the period	**6,715**	22,331
Re-measurement of provision	**26,994**	51,433
	$ 1,500,805	$ 1,467,096

*Included in additions for the year ended December 31, 2014 is $583,627 relating to the asset retirement of camp assets and equipment acquired during the year.

(Expressed in Canadian dollars, unless otherwise noted)

8. Convertible Debt Agreement with Related Party

On February 26, 2013, the Company entered into a loan facility with Resource Capital Fund V L.P. ("RCF" or "the Lender"), which as of March 31, 2015 owns approximately 21.24% of the Company's common shares, in the aggregate principal amount of US$15.0 million (the "Facility"). The Facility was a one year bridge loan (the "Bridge Loan") which matured on February 25, 2014. Since the Facility was not repaid prior to the Bridge Loan maturity date, it automatically rolled into a convertible loan ("the "Convertible Loan") with a maturity date of December 31, 2015. The Convertible Loan may be converted into common shares of the Company at the option of RCF at a price of $0.45 cents per share at any time subsequent to the Bridge Loan maturity date and prior to December 31, 2015 (the "Conversion Rights").

(i) On January 12, 2015, the Company satisfied the payment of interest of $348,330 for the fourth quarter of 2014 by delivery of 1,253,888 common shares of the Company. The Interest Shares were subject to a four month hold period, which expired on May 13, 2015.

(ii) As at March 31, 2015, the Company accrued interest of $380,250 for the first quarter of 2015. On April 10, 2015, the Company satisfied the payment of interest of $380,250 for the first quarter of 2015 by delivery of 728,588 common shares of the Company. The Interest Shares are subject to a four month hold period, which expires on August 11, 2015.

a) Loan Facility

Loan Facility	**March 31, 2015**	December 31, 2014
Balance, beginning of period	**$ 16,761,797**	**$ 14,899,003**
Foreign exchange loss	**1,571,087**	**1,412,876**
Accretion of loan facility	**134,607**	**449,918**
Balance, end of period	**$ 18,467,491**	**$ 16,761,797**

b) Repayment Options

The Company's convertible debt agreement contains embedded derivatives related to the Company's prepayment option and the Lender's convertible feature ("Repayment Options"). The prepayment option expired on February 25, 2014. The fair value assigned to the convertible feature is valued with the main inputs to the valuation being the USD discount curve, credit spread of the Company, historical prices of the Company's underlying stock in order to calculate the volatility, and forward CAD/USD foreign exchange rates. The Repayment Options are classified within Level 2 of the fair value hierarchy.

At March 31, 2015, the fair value attributed to the embedded derivatives was $7,615,364 (December 31, 2014 - $883,794) with the related loss of $6,731,570 for the three months ended March 31, 2015 being recognised in the statement of loss (three months ended - March 31, 2014 loss of $3,082,386).

9. Capital Stock

(a) Authorized - Unlimited common shares without par value.

(b) Issued

	Number of Shares	Value
Balance, January 1, 2014	234,759,233	$ 169,210,869
Issue of interest shares	4,357,743	1,428,414
Exercise of options	154,833	72,415
Balance, December 31, 2014	239,271,809	$ 170,711,698
Issue of interest shares (Note 8(i))	1,253,888	348,330
Balance, March 31, 2015	**240,525,697**	$ 171,060,028

(Expressed in Canadian dollars, unless otherwise noted)

9. Capital Stock (Continued)

(c) Stock Options

Under the provisions of the Company's 2007 Incentive Stock Option Plan, an aggregate maximum of 10% of the issued and outstanding common shares may be issued for granting of options to directors, senior officers, full time employees of the Company, affiliates or subsidiaries, or any consultants to the Company. The terms of the awards under the Plan are determined by the Board of Directors.

For the three months ended March 31, 2015, share-based compensation of $227,278 was charged to net loss (March 31, 2014 - $285,607) .

(i) On March 31, 2015, the Company granted 1,500,000 incentive stock options to directors and employees of the Company at an exercise price of $0.55. The share price on March 31, 2015 was $0.55.

The fair value assigned was estimated using the following assumptions:

Dividend yield	0%
Expected volatility	68.59%
Risk free interest rate	0.50%
Expected life	5 years
Forfeiture rate	3%

The stock options were assigned a value of $463,500.

The weighted-average remaining contractual life and weighted average exercise price of options outstanding and options exercisable as at March 31, 2015 are as follows:

Number of Stock Options Outstanding	Black-Scholes Value	Exercise Price	Remaining Contractual Life (Years)	Number of Stock Options Exercisable	Expiry Date
150,000	108,660	$ 1.25	0.73	150,000	December 2015
500,000	69,000	$ 0.30	0.98	-	March 2016
1,900,000	1,292,760	$ 0.88	1.10	1,900,000	May 2016
300,000	179,400	$ 0.86	1.60	300,000	November 2016
200,000	108,800	$ 0.86	1.69	200,000	December 2016
1,700,000	557,600	$ 0.46	2.30	1,700,000	July 2017
300,000	70,200	$ 0.35	2.54	300,000	October 2017
300,000	51,900	$ 0.30	2.98	300,000	March 2018
4,750,000	641,250	$ 0.25	3.28	3,383,333	July 2018
3,000,000	450,000	$ 0.30	3.51	2,000,000	October 2018
3,453,333	293,533	$ 0.17	3.70	2,302,222	December 2018
250,000	79,250	$ 0.59	4.10	41,667	May 2019
1,500,000	463,500	$ 0.55	5.00	500,000	March 2020
18,303,333	**$ 4,365,853**	**$ 0.39**	**3.05**	**13,077,222**	

(Expressed in Canadian dollars, unless otherwise noted)

9. Capital Stock (Continued)

(c) Stock Options (Continued)

The following table summarizes the stock option transactions for the three months ended March 31, 2015.

	Number of Options	**Weighted-Average Exercise Price**
January 1, 2014	**21,556,666**	$0.51
Granted	**250,000**	$0.59
Exercised	**(154,833)**	$ 0.47
Expired	**(4,640,166)**	$1.02
Forfeited	**(116,667)**	$0.22
December 31, 2014	**16,895,000**	$0.37
Granted	**1,500,000**	$0.55
Forfeited	**(91,667)**	$0.17
Balance, March 31, 2015	**18,303,333**	$0.39

There were no stock options exercised in the three months ended March 31, 2015 (three months ended March 31, 2014 - NIL).

(d) Performance Share Units (PSUs) and Restricted Share Units (RSUs)

For the three months ended March 31, 2015, share-based compensation of $17,282 was charged to net loss for PSUs and RSUs (three months ended March 31, 2014 - $39,355) .

The following tables list the Company's PSUs and RSUs as at March 31, 2015. During the three months ended March 31, 2015, no PSUs or RSUs expired.

Performance Share Units	Number of PSUs	Fair Value	Expected Life
Issued December 20, 2013	2,000,000	$ 147,870	4 years
At March 31, 2015 and December 31, 2014	**2,000,000**	**$ 147,870**	

Restricted Share Units	Number of PSUs	Fair Value	Expected Life
Issued December 20, 2013	335,000	$ 77,050	2 years
At March 31, 2015 and December 31, 2014	**335,000**	**$ 77,050**	

(Expressed in Canadian dollars, unless otherwise noted)

10. Loss Per Share

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
Loss attributable to common shareholders	**$ (12,177,357)**	$ (6,700,054)
Weighted average shares outstanding - basic and fully diluted	**240,358,512**	236,559,662
Loss per share - basic	**$ (0.05)**	$ (0.03)

As a result of the net loss for the three months ended March 31, 2015 and for the three months ended March 31, 2014 , the potential effect of the exercise of stock options and warrants was anti-dilutive. Thus, basic loss per share and diluted loss per share are equal for the periods presented.

11. Commitments and Contingencies

a) Under the terms of leases including Noront's mining lease, office space, vehicles and equipment, the Company is obligated to minimum annual rent and lease payments of $347,693 in 2015, $434,697 in 2016, $425,465 in 2017, $45,559 in 2018, $12,301 in 2019 and $12,301 in 2020. The Company is also committed to minimum payments under certain service agreements in 2015 of $25,327.

b) The Company currently has agreements with several constructors that include provisions where the constructors provide up-front time with the understanding that if the Eagle's Nest Project proceeds into the construction stage, they will be granted a contract for the agreed scope of services. In some cases, the constructor may be reimbursed for the time incurred, or an amount agreed up front, if the Project does not go ahead. As at March 31, 2015, the amount of this contingent liability is approximately $250,000.

12. Compensation of Key Management

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
Salaries, benefits and directors' fees	**$ 398,296**	$ 390,007
Share-based compensation	**220,456**	246,771
	$ 618,752	$ 636,778

Key management includes the 7 directors and 6 members of the executive management team (three months ended March 31, 2014 - 7 directors and 6 members of the executive management team). Three members of key management are allocated to Development and Exploration Expenditures under Owner's Costs and four members of key management and the directors are included in Office and General.

(Expressed in Canadian dollars, unless otherwise noted)

13. Supplementary Expense Information

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
a) Development and Exploration Expenditures		
Owner's Costs	**$ 512,873**	$ 279,051
Camp Operations	**587,297**	358,822
Permitting	**166,187**	604,164
Engineering	**115,413**	-
Site & Road Geotechnical	**98,913**	-
	$ 1,480,683	$ 1,242,037

Included in development and exploration expenditures expenses for the three months ended March 31, 2015 is $646,959 of salaries and benefits (three months ended March 31, 2014 - $359,572), and $88,560 of fuel (three months ended March 31, 2014 - $79,935).

	Three Months Ended March 31, 2015	Three Months Ended March 31, 2014
b) Office and General:		
Salaries, benefits and directors' fees	**$ 469,245**	$ 424,348
Donations & sponsorships	**63,101**	31,834
Administrative and other expenses	**188,118**	209,112
Professional fees	**904,189**	222,051
Communications & travel	**87,116**	175,556
	$ 1,711,769	$ 1,062,901

14. Subsequent Event

On April 28, 2015, the Québec Superior Court granted an approval and vesting order (the "Order") for the acquisition by the Company of the shares of Cliffs Chromite Ontario Inc. (CCOI") and Cliffs Chromite Far North Inc. (CCFNI"), both indirect wholly owned subsidiaries of Cliffs Natural Resources Inc. for a purchase price of US$27.5 million (the "Transaction").

To finance the Transaction, concurrently with the execution of the revised share purchase agreement, the Company entered into an amended and restated loan agreement with Franco-Nevada through which Franco-Nevada will loan US$25 million to Noront for a five-year period at a 7% interest rate with interest to be accrued and paid at the end of the loan term. In return, Franco-Nevada received a 3% royalty over the Black Thor chromite deposit and a 2% royalty over all of Noront's property in the region with the exception of Eagle's Nest, which is excluded. The loan is secured against the CCOI and CCFNI assets acquired in connection with the Transaction. In addition, Noront received from Franco-Nevada US$3.5 million in cash consideration as part of the granting of the royalty over the existing Noront property. As an indirect result of the Transaction, the Company acquired a 13.8% equity ownership of KWG Resources Inc.