BUSINESS ACQUISITION REPORT
FORM 51-102F4

ITEM 1 – IDENTITY OF COMPANY

1.1 Name and Address of Company

Harfang Exploration Inc. ("**Harfang**")
1100 Des Canadiens-de-Montreal, Suite 300
Montreal, Québec, H3B 2S2

1.2 Executive Officer

Yvon Robert
Chief Financial Officer
Telephone: (514) 213-4645

ITEM 2 – DETAILS OF THE ACQUISITION

2.1 Nature of Business Acquired

On April 13, 2022, Harfang and LaSalle Exploration Corp. ("**LaSalle**") completed a merger by way of a plan of arrangement under the *Business Corporations Act* (British Columbia) (the "**Arrangement**"), pursuant to which:

(i) Harfang implemented a consolidation of its common shares on a 2.1554 for 1 basis (the "**Consolidation**"); and

(ii) Harfang acquired all of the issued and outstanding common shares of LaSalle (the "**LaSalle Shares**") on the basis of 0.1813 post-Consolidation common share of Harfang (the "**Harfang Shares**") for each LaSalle Share.

This transaction consolidates the contiguous gold exploration assets of Lasalle's Radisson and Harfang's Serpent properties, James Bay Region, Québec. The common shares of LaSalle were listed on the TSX Venture Exchange (the "**TSXV**") under the symbol "LSX". The common shares were delisted from the TSXV as of the close of trading on April 18, 2022. Following completion of the Arrangement, LaSalle shall exist as a wholly-owned subsidiary of Harfang.

2.2 Date of Acquisition

April 13, 2022.

2.3 Consideration

Pursuant to the Arrangement, Harfang acquired all of the issued and outstanding common shares of LaSalle. Shareholders of LaSalle (other than dissenting shareholders of LaSalle) received for each LaSalle common share they owned, 0.1813 of a post-Consolidation Harfang Share, further to the Consolidation of the Harfang share capital in the context of the arrangement (on a 2.1554 for 1 basis). Any fractional common shares of Harfang issued under the plan of arrangement were rounded down to the nearest whole post-consolidation Harfang Share. In connection with the completion of the Arrangement, Harfang issued an aggregate of 17,739,540 common shares to the former shareholders of LaSalle. Following completion of the plan of arrangement, all of the issued and outstanding securities of LaSalle are held by Harfang and constitutes a wholly-owned subsidiary thereof.

In connection with the Arrangement, Harfang closed a private placement on February 4, 2022 pursuant to which Harfang issued an aggregate of 7,727,271 subscription receipts (the "**Subscription Receipts**"), at a price of $0.55 per Subscription Receipt, for gross proceeds of approximately $4,250,000 (the "**Offering**"). Upon closing of the Arrangement, the total gross proceeds arising from the private placement of Subscription Receipts were released from escrow and each Subscription Receipts automatically converted into one (1) Harfang Share (on a post-consolidation basis) resulting in the issuance of 7,727,271 Harfang Shares. In addition, in connection with the closing of the Arrangement, Harfang has subscribed for 1,250,000 common shares of Monarch Mining Corporation, at a price of $0.60 per share, for a total amount of $750,000.

2.4 Effect on Financial Position

Harfang does not presently have any plans or proposals for material changes in Harfang or LaSalle's affairs (corporate structure, personnel or management) that will have an impact on the financial performance and financial position of Harfang other than those resulting from the contribution of LaSalle's results of operations to the consolidated financial results of Harfang for the reporting periods ending after the date of Arrangement.

Upon completion of the Arrangement, LaSalle became a wholly-owned subsidiary of Harfang. The business and operations of LaSalle have been combined with those of Harfang and are managed concurrently. Following completion of the Arrangement, Harfang assumed responsibility for management of the affairs of LaSalle.

2.5 Prior Valuations

Not applicable.

2.6 Parties to Transaction

No informed persons, associates or affiliates of Harfang were parties to the Arrangement.

2.7 Date of Report

This report is dated as of the 29th day of April, 2022.

ITEM 3 – FINANCIAL STATEMENTS

Pursuant to Part 8 of National Instrument 51-102 – *Continuous Disclosure Obligations,* the following financial statements, both of which are filed and available on SEDAR under LaSalle's profile at www.sedar.com, are hereby incorporated by reference and form part of this Business Acquisition Report:

- The audited consolidated financial statements of LaSalle as at and for the years ended December 31, 2020 and 2019 and the notes hereto, together with the Independent Auditors' Report thereon. Dale Matheson Carr-Holton Labonte LLP, the auditor of LaSalle, has not given its consent that its auditor's report can be included in this Business Acquisition Report.

- The unaudited interim financial statements of LaSalle for the nine-month periods ended September 30, 2021 and September 30, 2020.