

PLEXMAR RESOURCES INC.

(an exploration company)

CONSOLIDATED FINANCIAL STATEMENTS

September 30, 2006

PLEXMAR RESOURCES INC.

(an exploration company)

Table of contents

Notice of the direction	1
Consolidated balance sheets	2
Consolidated Statements of Deficit	4
Consolidated statements of Contributed Surplus	4
Consolidated Statements of Earnings	5
Intermediate Consolidated Statement of Cash Flows	6
Additional notes	
Statutes, nature of activities and going concern	7
Significant accounting policies	7
Mining properties	7
Property, plant and equipment	9
Share capital	9
Stock option plan	10
Warrant	11

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Notice

The attached consolidated financial statements have been prepared by the Management of Ressources Plexmar inc. and have not been reviewed by an auditor. They must be read along with the annual financial statement as at december 31, 2005. This quaterly report includes forward-looking statements that are based on certain assumptions and reflet Ressources Plexmar inc. current expectations. Theses forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. Additional factors are discussed in Ressources Plexmar inc materials filed with the securities regulatory authorities in Canada from time to time. Ressources Plexmar inc disclaims any intention or obligation to update or revise any forward-looking statement.

(signed) Guy Bédard

Guy Bédard, director

(signed) Louis Lessard

Louis Lessard, director

PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Balance Sheets

	As at September 30 2006	As at December 31 2005
	\$ (Unaudited)	\$ (Audited)
ASSETS		
CURRENT ASSETS		
Cash	4 917 967	23 123
Exploration funds	-	-
Amount receivable	236 106	37 860
Prepaid expenses	29 020	43 157
	5 183 093	104 140
COMMODITY TAXES RECEIVABLE	31 470	174 030
MINING PROPERTIES (note 3)	4 034 047	1 590 198
PROPERTY, PLANT AND EQUIPMENT (note 4)	186 233	187 834
	9 434 842	2 056 202
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities		
Suppliers	465 374	333 301
Companies controlled by directors	-	-
Advance on private placemend	2 056 250	-
Balances of purchase price payable	-	116 300
Current portion of convertible debenture	-	132 285
	2 521 624	581 886
CONVERTIBLE DEBENTURE	-	-
	2 521 624	581 886
SHAREHOLDERS' EQUITY		
Share capital(notes 5)	22 238 092	14 527 654
Conversion option related to the convertible debenture	-	94 719
Warrants (note 7)	33 829	1 070 065
Stock options (note 6)	265 458	572 797
Contributed surplus	1 481 635	511 130
Deficit	(17 105 796)	(15 302 049)
	6 913 218	1 474 316
	9 434 842	2 056 202

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

Approved by the Board of Directors

(signed) Guy Bédard

Guy Bédard, director

(signed) Louis Lessard

Louis Lessard, director

PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Deficit

	Pour les périodes terminées les		Pour l'exercice
	<u>September 30</u>	<u>September 30</u>	<u>December 31</u>
	2006	2005	2005
	(9 months)	(9 months)	(12 months)
	\$	\$	\$
	(Unaudited)	(Unaudited)	(Audited)
Balance - Beginning of year			
Beginning of period	(15 302 049)	(14 291 899)	(14 291 899)
Redressement lié à l'application d'une nouvelle convention comptable	-	-	-
Solde redressé	(15 302 049)	(14 291 899)	(14 291 899)
Loss for the year			
for the period			(1 010 150)
1st quarter	(440 381)	(139 251)	-
2nd quarter	(283 987)	(259 250)	-
3rd quarter	(531 506)	(249 560)	-
4th quarter	-	-	-
Share issue expenses	(547 873)	(22 440)	-
Balance- End of year	(17 105 796)	(14 962 400)	(15 302 049)

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PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Contributed Surplus

	Pour les périodes terminées les		Pour l'exercice
	September 30	September 30	terminé le
	2006	2005	December 31
	(9 months)	(9 months)	(12 months)
	\$	\$	\$
	(Unaudited)	(Unaudited)	(Audited)
Balance - Beginning of the period	511 130	78 762	78 762
Warrants matured or cancelled during the period			252 708
1st quarter	869 584	-	-
2nd quarter	-	-	-
3rd quarter	-	242 733	-
4th quarter	-	-	-
Warrants related to the convertible debenture and matured during the period			-
1st quarter	-	-	-
2nd quarter	-	-	-
3rd quarter	-	-	-
4th quarter	-	-	-
Stock options matured or cancelled during the period			179 660
1st quarter	47 546	-	-
2nd quarter	-	-	-
3rd quarter	53 375	-	-
4th quarter	-	-	-
Balance - End of the period	1 481 635	321 495	511 130

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PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Earnings

	Pour les périodes terminées les				Pour l'exercice
	September 30 2006	September 30 2005	September 30 2006	September 30 2005	December 31 2005
	(9 months) \$ (Unaudited)	(9 months) \$ (Unaudited)	(9 months) \$ (Unaudited)	(9 months) \$ (Unaudited)	(12 months) \$ (Audited)
Revenues					
Interest	103	(1)	103	2 317	2 317
Other	164 517	-	165 886	-	2 092
	164 620	(1)	165 989	2 317	4 409
CHARGES					
Professional fees	144 925	257 437	438 617	391 239	513 526
Value related to stock options	108 177	-	207 136	-	-
Management fees	20 833	31 680	118 333	71 280	95 040
Salaries and fringe benefits	-	15 879	-	83 602	215
Net stock-based compensation costs	-	-	-	-	113 534
Rents - Offices	3 300	6 600	13 200	18 550	21 850
Office sublease	-	-	-	(5 610)	(5 610)
Maintenance fees	29 337	2 956	52 868	23 695	24 098
Information to shareholders	1 350	1 419	25 634	5 489	6 371
Insurance	4 797	4 766	14 332	14 300	19 376
Printing and communication expenses	3 089	1 489	8 822	9 111	7 293
Office expenses and others	27 282	20 101	89 023	10 989	64 044
Financing fees	156 044	-	216 509	-	-
Travelling	26 554	3 613	38 066	32 059	51 490
Search for properties	-	-	-	1 700	1 700
Depreciatin of property, plant and equipment	1 639	(3 171)	3 209	4 504	4 815
Cost of mining properties abandoned	-	-	-	-	32 980
Interest on convertible debenture	-	-	-	8 973	17 999
Accretion on convertible debenture	-	9 998	17 715	29 668	39 666
Loss on disposal of property, plant, and equipment	111	-	1 318	-	18 564
Exchange loss (gain)	168 687	(110 007)	177 081	(55 970)	(12 392)
	696 126	242 761	1 421 864	643 580	1 014 559
Loss for the year	(531 506)	(242 762)	(1 255 875)	(641 263)	(1 010 150)
Basic and diluted loss per share	(0,004)	-	(0,010)	-	(0,017)

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

PLEXMAR RESOURCES INC.

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Consolidated Statements of Cash Flows

	For the periods ended				For the period
	September 30	September 30	September 30	September 30	December 31
	2006	2005	2006	2005	2005
	(9 months)	(9 months)	(9 months)	(9 months)	(12 months)
	\$	\$	\$	\$	\$
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
CASH FLOWS FROM OPERATING ACTIVITIES					
Loss for the period	(531 506)	(242 762)	(1 255 875)	(641 263)	(1 010 150)
Items not affecting cash					
Depreciation of property, plant and equiper	1 639	(3 171)	3 209	4 504	4 815
Loss on disposal of property, plant and equ	-	-	-	-	18 564
Cost of mining properties abandoned	-	-	-	-	32 980
Accretion on convertible debenture	-	9 998	17 715	29 668	39 666
Net stock-based compensation costs and stock-based payment for professional fees	(98 959)	-	-	75 000	179 557
Stock options	-	(18 768)	-	(18 768)	-
Expenses related to the issuance of shares and warrants without consideration	-	-	-	-	-
Interest on convertible debenture paid through the issuance of shares	-	8 973	-	8 973	17 999
	(628 826)	(245 729)	(1 234 951)	(541 885)	(716 569)
Change in non-cash working capital items					
Working capital					
Amount receivable	(35 862)	(85 594)	(198 246)	(171 827)	30 924
Prepaid expenses	(9 907)	30 867	14 138	26 890	41 308
Accounts payable and accrued liabilities	(153 144)	(89 083)	132 073	210 307	160 336
	(198 912)	(143 810)	(52 035)	65 370	232 568
	(827 738)	(389 540)	(1 286 986)	(476 516)	(484 001)
CASH FLOW FROM FINANCING ACTIVITIES					
Issuance of share capital and warrants	2 147 215	3 856 481	5 752 866	3 869 665	663 500
Advance on private placemend	2 056 250	-	2 056 250	-	-
Share issue expenses	-	-	(547 873)	(22 440)	-
Refund of the balance of the selling price to be paid	-	-	(132 285)	-	-
	4 203 465	3 856 481	7 128 959	3 847 225	663 500
CASH FLOW FROM INVESTING ACTIVITIES					
Variation of funds reserved for the exploration	-	-	-	495 668	495 668
Increase in commodity taxes receivable	41 668	-	142 560	-	(12 230)
Variation in exploration funds	(691 973)	(509 725)	(1 123 849)	(1 292 153)	(911 107)
Additions to property, plant and equipment	-	44 586	-	44 761	-
Proceeds from disposal of property, plant and equipment	34 160	-	34 160	-	32 946
Tax credits cashed related to exploration costs applied against mining properties	-	45 015	-	45 015	1 275
	(616 145)	(420 124)	(947 128)	(706 709)	(393 448)
NET CHANGE IN CASH	2 759 582	3 046 818	4 894 844	2 664 001	(213 949)
CASH - BEGINNING OF PERIOD	2 158 385	(145 745)	23 123	237 072	237 072
CASH- END OF PERIOD	4 917 967	2 901 073	4 917 967	2 901 073	23 123

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

PLEXMAR RESOURCES INC.

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Notes to Consolidated Financial Statements

September 30, 2006

« Unaudited »

1. Incorporation, nature of activities and going concern

The company, incorporated under the Canada Business Corporation Act, is in the business of acquiring and exploring mining properties. It has not yet determined whether its properties contain or reserves that are economically recoverable. The recoverability of the amounts shown for mining properties is dependent upon the existence of economically recoverable reserves, the ability to obtain necessary financing to complete exploration and development of the company's properties, and upon future profitable production or proceeds from the disposal of properties.

The company has accumulated a significant deficit. To continue operations, the company still needs new capital. Management intends to secure such new capital from third parties. Without such funding being available, the company may be unable to continue its operations and amounts realized for assets may be significantly less than amounts reflected in these financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These intermediate consolidated statements is unaudited. Consolidated intermediary results may not necessarily be indicative of results anticipated for the year.

These intermediate consolidated financial statements are prepared in accordance with generally accepted accounting principles in Canada and use the same accounting policies and methods used in the preparation of the company's most recent annual consolidated financial statements. All disclosures required for annual consolidated financial statements have not been included in these intermediate consolidated financial statements.

3. MINING PROPERTIES

	Undivided interest	Balance as at December 31 2005	Costs incurred	Mining properties abandoned and tax credits	Balance as at September 30 2006
	%	\$	\$	\$	\$
Lucma (Cascajal) (Pérou)					
Mining property	100	69 946	1 001	-	70 947
Exploration costs		-	-	-	-
		<u>69 946</u>	<u>1 001</u>	<u>-</u>	<u>70 947</u>
Marillia I, II & III (Pérou)					
Mining property	100	145 262	5 336	-	150 598
Exploration costs		8 298	-	-	8 298
		<u>153 560</u>	<u>5 336</u>	<u>-</u>	<u>158 896</u>
Oro Del Norte I, II & III (Cascajal) (Pérou)					
Mining property	100	369 334	4 831	-	374 165
Exploration costs		-	-	-	-
		<u>369 334</u>	<u>4 831</u>	<u>-</u>	<u>374 165</u>

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

September 30, 2006

« Unaudited »

	Undivided interest	Balance as at December 31 2005	Costs incurred	Mining properties abandoned and tax credits	Balance as at September 30 2006
	%	\$	\$	\$	\$
Gran Chimú I & II (Cascajal) (Pérou)					
Mining property	100	1 661	1 313	-	2 974
Exploration costs		-	-	-	-
		1 661	1 313	-	2 974
Almirante Miguel Grau (Pérou)					
Mining property	100	-	1 358 075	-	1 358 075
Exploration costs		-	-	-	-
		-	1 358 075	-	1 358 075
Angolos (Bolsa Del Diablo) (Pérou)					
Mining property	100	449 634	224 004	-	673 638
Exploration costs		546 063	465 611	-	1 011 674
		995 697	689 615	-	1 685 312
Ecuador					
Mining property	100	-	307 129	-	307 129
Exploration costs		-	76 549	-	76 549
		-	383 678	-	383 678
		1 590 198	2 443 849	-	4 034 047

Detailed analysis of deferred exploration costs and expenses

	Balance as at September 30 2006	Balance as at December 31 2005
	\$	\$
Balance - Beginning of period	1 590 198	613 328
Cost incurred during the period		
Cost of claims	1 808 180	463 787
Drilling	-	24 936
Geophysics	7 836	85 266
Sampling and analyses	14 600	9 436
Geologists and other salaries	595 270	237 331
Community relations	-	82 829
Equipment rental	1 892	-
Fuel and maintenance of vehicles	13 560	14 157
Maintenance of facilities	-	73 172
Accommodation	2 245	18 936
Tax credits	-	-
Mining properties abandoned	266	(32 980)
Balance - End of period	4 034 047	1 590 198

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(an exploration company)

Notes to Consolidated Financial Statements

September 30, 2006

« Unaudited »

4. PROPERTY, PLANT AND EQUIPMENT

	As at September 30 2006		As at December 31	
	Cost	Accumulated depreciation	Cost	Accumulated depreciation
	\$	\$	\$	\$
Office furniture	1 719	1 081	1 719	892
Hardware	23 760	18 719	22 160	16 501
Camp	4 044	995	4 044	995
Vehicles	-	-	-	-
Equipment	5 263	1 047	5 263	964
Concentrator	174 000	712	174 000	-
	208 786	22 553	207 186	19 352
Less: Accumulated depreciation	22 553		19 352	
Net amount	186 233		187 834	

5. SHARE CAPITAL

Authorized

Unlimited number of common shares, without par value

Variation of issued share capital:

	As at September 30 2006		As at December 31, 2005	
	Number	Stated value	Number	Stated value
	#	\$	#	\$
Balance- Beginning of period	60 672 708	14 527 654	46 477 822	13 985 285
Private placements	20 833 329	947 292	13 270 000	496 586
Purchase of a mining property	2 000 000	1 320 000	-	-
Professional fees	-	-	396 900	27 784
Exercise of warrants	32 070 996	4 163 013	-	-
Exercise of stock options	3 891 332	1 035 414	-	-
Interest on convertible	-	-	263 993	-
Conversion of the convertible debenture	750 000	244 719	263 993	17 999
Balance - End of period	120 218 365	22 238 092	60 672 708	14 527 654

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

September 30, 2006

« Unaudited »

6. STOCK OPTION PLAN

	As at September 30 2006			As at December 31, 2005		
	Number	Carrying value	Weighted average exercise price	Number	Carrying value	Weighted average exercise price
	#	\$	\$	#	\$	\$
Outstanding - Beginning of period	4 750 000	572 797	0,20	6 450 000	572 900	0,21
Granted	5 750 000	207 136	0,11	550 000	-	0,15
Exercised	(3 891 332)	(413 554)	0,13	-	-	-
Matured or cancelled	(1 254 167)	(100 921)	0,13	(2 250 000)	(179 660)	0,20
Net stock-based compensation costs	-	-	-	-	179 557	-
Outstanding - End of period	5 354 501	265 458	0,16	4 750 000	572 797	0,21
Exercisable - End of period	5 354 501,00	-	0,16	4 241 666	-	0,21

Exercise Price		Options outstanding		
		Options outstanding as at September 30 2006	Weighted average remaining contractual life	Weighted average exercise price
		#	Years	\$
0,11 \$ à 0,25 \$	Directors and managers	2 587 834	3,81	0,19
0,35 \$	Directors and managers	200 000	0,34	0,35
0,18 \$	Key employees	200 000	0,59	0,29
0,11 \$ à 0,51 \$	Consultants	2 366 667	2,51	0,37
		5 354 501		

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

September 30, 2006

« Unaudited »

7. WARRANTS

	As at September 30 2006			As at December 31, 2005		
	Number	Carrying value	Weighted average exercise price	Number	Carrying value	Weighted average exercise price
	#	\$	\$	#	\$	\$
Outstanding and exercisable						
Beginning of period	25 502 000	1 070 065	0,24	14 740 334	1 155 859	0,36
Granted	20 950 829	304 470	0,01	13 270 000	166 914	0,10
Exercised	(32 070 996)	(471 122)	0,01	-	-	-
Matured or cancelled	(11 932 000)	(869 584)	0,07	(2 508 334)	(252 708)	0,25
Outstanding						
End of period	2 449 833	33 829	0,01	25 502 000	1 070 065	0,24
Exercisable						
End of period	2 449 833	-	0,01	25 502 000	-	0,24

Exercise Price	Warrants	
	Warrants outstanding as at September 30 2006	Weighted average remaining contractual life
\$	#	Years
0,10	650 000	0,97
0,12	1 799 833	0,86
	<u>2 449 833</u>	