

Plexmar Resources Inc.

(an exploration company)

Interim Consolidated Financial Statements

(unaudited)

March 31, 2008

Plexmar Resources Inc.

(an exploration company)

Consolidated balance sheet

	March 31 2008	December 31 2007
	\$	\$
	(unaudited)	(audited)
ASSETS		
Current assets		
Cash	30 060	167 576
Amounts receivable	119 669	145 468
Amounts receivable from Escondoro Resources Ltd (note 13)	723 432	624 369
Prepaid expenses	28 272	32 374
	<hr/>	<hr/>
	901 434	969 787
Amount receivable from Escondoro Resources Ltd.	250 000	250 000
Loan to an officer, bearing interest at prime rate, maturing in May 2009	12 500	12 500
Security deposit on a lease agreement	57 436	57 436
Commodity taxes receivable	221 672	216 937
Mining properties (note 4)	9 331 249	9 017 110
Property, plant and equipment	138 101	135 746
Intangible assets (net of accumulated depreciation)	18 194	20 216
Deposits on the purchase of mining properties	294 450	294 450
Property, plant and equipment held for sale	144 000	144 000
	<hr/>	<hr/>
	11 369 036	11 118 182
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	797 984	591 980
Current portion of long-term debt	8 699	8 699
	<hr/>	<hr/>
	806 683	600 679
Long term debt	<hr/>	<hr/>
	13 454	15 551
	<hr/>	<hr/>
	820 137	616 230
SHAREHOLDERS' EQUITY		
Share capital (note 5)	26 987 974	26 903 758
Warrants (note 7)	639 666	636 582
Stock options (note 6)	1 891 573	1 635 987
Contributed surplus	1 866 053	1 866 053
Deficit	(20 836 367)	(20 540 428)
	<hr/>	<hr/>
	10 548 899	10 501 952
	<hr/>	<hr/>
	11 369 036	11 118 182

Incorporation, nature of activities and going concern (note 3)**Subsequent events and measurement uncertainty (note 13)****Approved by the Board of Directors***(signed) Ken Crema*

Ken Crema, director

(signed) Guy Bédard

Guy Bédard, director

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

Plexmar Resources Inc.

(an exploration company)

Interim Consolidated Statements of Deficits

For the three-month ended March 31, 2008 and 2007

(unaudited)

	Three-month period Ended March 31	
	2008	2007
	\$	\$
	(unaudited)	(unaudited)
Balance at the beginning	(20 540 428)	(17 561 717)
Loss	(295 939)	(502 882)
Balance at the end	<u>(20 836 367)</u>	<u>(18 064 599)</u>

Interim Consolidated Statements of Contributed Surplus

For the three-month ended March 31, 2008 and 2007

(unaudited)

	Three-month period Ended March 31	
	2008	2007
	\$	\$
	(unaudited)	(unaudited)
Balance at the beginning	1 866 053	1 499 894
Warrants matured or cancelled during the period	-	-
Stock options matured or cancelled during the period	-	49 200
Balance at the end	<u>1 866 053</u>	<u>1 549 094</u>

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Plexmar Resources Inc.

(an exploration company)

Interim consolidated Statements of Earnings

For the three-month ended March 31, 2008 and 2007

(unaudited)

	Three-month period Ended March 31	
	2008	2007
	\$	\$
	(unaudited)	(unaudited)
Revenues		
Interest	167	-
Other	-	1 306
	<u>167</u>	<u>1 306</u>
Expenses		
Professional and maintenance fees	27 973	242 433
Management fees	57 192	20 833
Stock-based compensation costs	279 386	69 611
General and administrative	80 570	121 923
Travelling	1 347	62 466
Depreciation of property, plant and equipment	7 560	1 123
Depreciation of intangible assets	2 022	-
Exchange loss (gain)	(159 944)	(14 201)
	<u>296 106</u>	<u>504 188</u>
Loss and comprehensive loss for the period	<u>(295 939)</u>	<u>(502 882)</u>
Basic and diluted loss per share (note 9)	<u>-</u>	<u>-</u>

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

Plexmar Resources Inc.

(an exploration company)

Interim consolidated Statements of Cash Flows

For the three-month ended March 31, 2008 and 2007

(unaudited)

	Three-month period Ended March 31	
	2008	2007
	\$	\$
	(unaudited)	(unaudited)
Cash flow from operating activities		
Loss for the period	(295 939)	(502 882)
Items not affecting cash		
Depreciation of property, plant and equipment	7 560	1 123
Depreciation of intangible assets	2 022	-
Write off of property, plant and equipment	-	-
Accretion of convertible debenture	-	-
Stock-based compensation costs	279 386	69 611
	<u>(6 971)</u>	<u>(432 148)</u>
Change in non-cash working capital items		
Amounts receivable	(73 264)	21 942
Prepaid expenses	4 102	(7 509)
Accounts payable and accrued liabilities	(3 229)	(339 616)
	<u>(72 391)</u>	<u>(325 183)</u>
	<u>(79 362)</u>	<u>(757 331)</u>
Cash flow from financing activities		
Issuance of share capital and warrants	63 500	249 245
Payment on long term debt	(2 097)	
	<u>61 403</u>	<u>249 245</u>
Cash flow from investing activities		
Variation in commodity taxes receivable	(4 735)	(7 046)
Purchase of mining properties and exploration costs	(104 631)	(802 086)
Additions to property, plant and equipment	(10 191)	(517)
	<u>(119 557)</u>	<u>(809 649)</u>
Net change in cash	<u>(137 516)</u>	<u>(1 317 735)</u>
Cash - Beginning of the period	<u>167 576</u>	<u>3 716 197</u>
Cash - End of the period	<u>30 060</u>	<u>2 398 462</u>
Additional information		
Items not affecting cash related to financing and investing activities		
Options and warrants transfer to share capital upon exercise	91 677	113 285
Interest cashed	167	-

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

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

1. INTERIM FINANCIAL INFORMATION

The financial information for the three and three-month periods ended March 31, 2008 and 2007 is unaudited and has not been reviewed by the company's auditor. However, in the opinion of management, all adjustments necessary to present fairly the results of these periods have been included. The adjustments made were of normal recurring nature. Interim results may not necessarily be indicative of results anticipated for the year.

The unaudited interim consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles (GAAP), using the same accounting policies as the audited consolidated financial statements for the year ended December 31, 2007 with the exception of the application of new accounting standards as described in note 2 hereunder. All disclosures required for annual statements have not been included in these financial statements. These consolidated financial statements should be read in conjunction with the company's most recent annual consolidated financial statements.

2. NEW ACCOUNTING STANDARDS

Effective January 1, 2008, the Company adopted the following recently introduced Canadian Institute of Chartered Accountants ("CICA") Handbook Sections:

Section 1535, "Capital Disclosures", establishes standards for disclosing information about an entity's capital and how it is managed. These standards require an entity to disclose the following:

- its objectives, policies and processes for managing capital;
- summary quantitative data about what the Company views as capital;
- whether during the period, it complied with any externally imposed capital requirements to which it is subject;
- when the entity has not complied with such requirements, the consequences of such non-compliance.

Section 3862, "Financial Instruments – Disclosures", modifies the disclosures requirements for financial instruments that were included in Section 3861 "Financial Instruments – Disclosure and Presentation". The new standard requires entities to provide disclosures in their financial statements that enable users to evaluate:

- the significance of financial instruments for the entity's financial position and performance;
- the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the balance sheet date, and how the entity manages those risks.

Section 3863, "Financial Instruments – Presentation", carries forward unchanged the presentation requirements of the old Section 3861 "Financial Instruments – Disclosure and Presentation".

The impact of these changes is outlined in notes 8 and 11 to these interim financial statements.

3. INCORPORATION, NATURE OF ACTIVITIES AND GOING CONCERN

The company, incorporated under the Canada Business Corporations Act, is in the business of acquiring and exploring mining properties. It has not yet determined whether its properties contain ore 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.

For the year ended December 31, 2007, the company recorded a loss of \$2,792,044. In addition to ongoing working capital requirements, the company must secure sufficient funding to meet its existing commitments for exploration and development programs and general and administration costs.

Management is periodically seeking additional forms of financing through the issuance of new equity instruments, the exercise of existing warrants for the purchase of common shares and the exercise of stock options to continue its activities as a going concern, and 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. Without new funding being available, the company may be unable to continue its operations, and amounts realized for assets may be less than amounts reflected in these financial statements.

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

Although management has taken steps to verify title to mining properties in which the company has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the company's title. Property title may be subject to unregistered prior agreements and non-compliant with regulatory requirements.

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles applicable to a going concern. The application of generally accepted accounting principles on a going concern basis may be inappropriate, since there is a significant doubt as to the validity of the going concern assumption.

These consolidated financial statements do not reflect the adjustments to the carrying values of assets and liabilities, the reported amounts of revenues and expenses and the classification of balance sheet items were the going concern assumption inappropriate, and these adjustments could be material. Management did not take these adjustments into account as it believes in the validity of the going concern assumption.

4. MINING PROPERTIES

	Undivided interest	Balance as at January 1st 2008	Costs incurred	Mining properties under option	Balance as at March 31 2008
	%	\$	\$	\$	\$
Lucma (Cascajal) (Pérou)					
Mining properties	100	70 947	-	-	70 947
Exploration costs		-	-	-	-
		<u>70 947</u>	<u>-</u>	<u>-</u>	<u>70 947</u>
Marillia I, II & III (Peru)					
Mining properties	100	-	-	-	-
Exploration costs		-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Oro Del Norte I, II & III (Cascajal) (Peru)					
Mining properties	100	374 165	-	-	374 165
Exploration costs		-	-	-	-
		<u>374 165</u>	<u>-</u>	<u>-</u>	<u>374 165</u>
Gran Chimú I & II (Cascajal) (Peru)					
Mining properties	100	2 974	-	-	2 974
Exploration costs		-	-	-	-
		<u>2 974</u>	<u>-</u>	<u>-</u>	<u>2 974</u>
Angolos (Bolsa Del Diablo) (Peru)					
Mining properties	100	1 950 226	209 233	-	2 159 458
Exploration costs		2 062 810	104 907	-	2 167 717
		<u>4 013 036</u>	<u>314 140</u>	<u>-</u>	<u>4 327 175</u>
Almirante Miguel Grau (Peru)					
Mining properties	100	1 398 075	-	-	1 398 075
Exploration costs		72 521	-	-	72 521
		<u>1 470 596</u>	<u>-</u>	<u>-</u>	<u>1 470 596</u>
Ecuador (Escondida) (a)					
Mining properties	100	2 399 628	-	-	2 399 628
Exploration costs		685 765	-	-	685 765
		<u>3 085 393</u>	<u>-</u>	<u>-</u>	<u>3 085 393</u>
		<u>9 017 110</u>	<u>314 140</u>	<u>-</u>	<u>9 331 249</u>

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

Detailed analysis of deferred exploration costs and expenses

	March 31 2008
	\$
Balance at the beginning	9 017 110
Cost incurred during the year	
Acquisition of properties, claims & permits	209 233
Drilling	-
Geophysics	-
Sampling and analysis	467
Geologist and other salaries	78 172
Community relations	9 332
Fuel and maintenance of vehicles	14 007
Maintenance of facilities	2 653
Exploration equipment and maps	-
Depreciation of property, plant and equipment	276
	<hr/>
Balance at the end	<u>9 331 249</u>

5. SHARE CAPITAL

Authorized

Unlimited number of common shares, without par value

Variation of issued share capital

	March 31, 2008		December 31, 2007	
	Number	Stated value \$	Number	Stated value \$
Balance at beginning	138 592 467	26 903 758	126 184 109	23 705 702
Private placement *	275 000	35 416	2 882 145	367 439
Purchase of a mining property	-	-	6 000 000	2 200 000
Finder fees	-	-	300 000	67 500
Exercise of warrants	-	-	2 397 047	374 727
Exercise of stock options	196 667	48 800	829 166	188 390
Conversion of debenture	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Balance at the end	<u>139 064 134</u>	<u>26 987 974</u>	<u>138 592 467</u>	<u>26 903 758</u>

*: The private placement completed within the first quarter of 2008 is presented net of the fair value of the related warrants totalling \$3 084, which has been determined using the Black-Scholes model (note 8).

Issuance of shares and warrants upon private placements

On January 18, 2008, the company issued 275,000 common shares of its share capital at a price of \$0.14 per share and 137,500 warrants entitling to subscribe for one common share of the company at a price of 0.20\$ over a 12-months period following the closing of the placement.

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

6. STOCK OPTION PLAN

The following tables present the stock option activity since January 1, 2007 and summarize information about stock options outstanding and exercisable as at March 31, 2008 and December 31, 2007:

	March 31, 2008			December 31, 2007		
	Number	Carrying value \$	Weighted average exercise price \$	Number	Carrying value \$	Weighted average exercise price \$
Outstanding - beginning of the period	10 537 834	1 635 987	0,39	7 275 335	826 150	0,39
Granted	-	-	0,30	6 300 000	-	0,30
Exercised	(196 667)	(23 800)	0,15	(829 166)	(66 328)	0,15
Matured or cancelled	-	-	0,35	(2 208 335)	(365 572)	0,35
Net stock-based compensation costs	-	279 386	-	-	1 241 737	-
Outstanding - End	10 341 167	1 891 573	0,33	10 537 834	1 635 987	0,33
Exercisable - End	6 074 495		0,33	4 479 494		0,33

Options outstanding

Exercise price		Number	Weighted average remaining contractual life (years)	Prix de Weighted average exercise price \$
0,11 \$ à 0,30 \$	Directors and managers	4 824 500	3,69	0,24
0,42 \$ à 0,51 \$	Directors and managers	600 000	3,49	0,49
0,11 \$ à 0,30 \$	Consultants	3 016 667	1,43	0,28
0,51 \$ à 0,73 \$	Consultants	1 900 000	0,35	0,55
		10 341 167		

Options currently exercisable

Exercise price		Number	Weighted average remaining contractual life (years)	Weighted average exercise price \$
0,11 \$ à 0,30 \$	Directors and managers	2 657 832	3,10	0,20
0,42 \$ à 0,51 \$	Directors and managers	525 000	3,40	0,50
0,11 \$ à 0,30 \$	Consultants	1 083 331	1,31	0,22
0,51 \$ à 0,73 \$	Consultants	1 808 332	0,34	0,55
		6 074 495		

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

7. WARRANTS

	March 31, 2008			December 31, 2007		
	Number	Carrying value \$	Weighted average exercise price \$	Number	Carrying value \$	Weighted average exercise price \$
Outstanding at the beginning	7 060 430	636 582	0,36	7 905 404	637 477	0,33
Granted	137 500	3 084	0,20	1 602 073	45 931	0,19
Exercise	-	-	-	(2 397 047)	(46 239)	0,14
Matured or cancelled	-	-	-	(50 000)	(587)	0,12
Outstanding - End	7 197 930	639 666	0,36	7 060 430	636 582	0,36

Exercise price	Warrants Outstanding	
	Number	Weighted average remaining contractual life (years)
0,14 \$	161 000	0,73
0,20 \$	1 578 573	0,73
0,41 \$	5 458 357	0,53
	7 197 930	

The fair value of warrants granted for the three-months period ended March 31, 2008 was estimated using the Black-Scholes warrant pricing model with the following weighted average assumptions:

	March 31, 2008
Weighted average risk-free interest rate	3,50%
Expected volatility	78,61%
Dividend yield	Nil
Weighted average expected life	1 year
Weighted average fair value of warrants granted	0.022\$

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

8. MANAGEMENT OF CAPITAL

The Company's objectives when managing capital are:

- to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders;
- to maintain a flexible capital structure which optimizes the cost of capital at acceptable risk.

In the management of capital, the Company includes shareholders' equity in the definition of capital.

The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

To maintain or adjust the 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 short-term investments balances.

The Company expects that its current capital resources will be sufficient to carry its exploration plans and operations through the end of the second quarter of 2008.

The Company is not subject to any capital requirements imposed by a regulator.

9. EARNINGS PER SHARE

The following table summarizes the reconciliation of the basic weighted average number of shares outstanding and the diluted weighted average number of shares outstanding used in the diluted loss per share calculations:

	Three-month period Ended March 31	
	2008	2007
Basic weighted average number of shares outstanding	138 884 390	126 421 159
Options	556 710	1 675 467
Warrants	37 110	1 541 933
Diluted weighted average (potentially dilutive) number of shares outstanding	139 478 210	129 638 559

For the three-month periods ended March 31, 2008 and 2007, the diluted loss per share was the same as the basic loss per share since the dilutive effect of stock options and warrants was not included in the calculation; otherwise, the effect would have been anti-dilutive. Accordingly, the diluted loss per share for those years was calculated using the basic weighted average number of shares outstanding.

10. RELATED PARTY TRANSACTIONS

The company entered into the following transactions mainly with companies controlled by directors and an officer:

	Three-month period Ended March 31	
	2008	2007
	\$	\$
Management fees	57 192	32 138
Professional fees	-	90 619
Rent-Offices	-	4 950

These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

11. FINANCIAL INSTRUMENTS

Risk arising from financial instruments

The Company is exposed to various types of risks owing the nature of the business activities it carries on, including those related to the use of financial instruments. The Company does not use financial derivatives.

Market risk

Market risk corresponds to the financial losses that the Company could incur because of unfavourable fluctuations in the value of financial instruments, following variations in the parameters underlying their evaluation, such as interest rates and exchange rates. The exposure to variation to interest rates is minimal as described in the Annual report. For the exposure to foreign exchange rates, we operate internationally and a portion of our assets and expenses are incurred in Nuevo Soles (Peru). A significant change in the currency exchange rate between the Canadian dollar relative to the Nuevo Soles could have a material effect on our results of operations, financial position or cash flows. We have not hedged our exposure to currency fluctuations. The Company is exposed to currency risk through its net investment in its peruvian subsidiary. As at March 31, 2008, the net investment in its subsidiary in Nuevo Soles amounted to \$2.1 M (\$1.9M as at December 31, 2007). Based on the above net exposures as at March 31, 2008, and assuming that all other variables remain constant at 10% depreciation of the Canadian dollar or a 10% appreciation of the Canadian dollar against the Nuevo Soles dollar would result in (decreases) / increases in the Company's net loss of \$210,000 (\$190,000 as at December 31, 2007).

Credit risk

Credit risk exposure represents the risk of financial loss arising from a counterparty's inability or refusal to fully honour its contractual obligations. Our cash is held with a major bank (HSBC). Amounts receivable are mainly commodity taxes receivable from governments. For those credit risk is minimal. Amount receivable from Escondoro Resource Ltd (short term and long term) is contingent to the ability of Escondoro to complete its initial public offering. For more information on that see note 13 '*Subsequent events - Potential changes to mining laws in Ecuador*'.

Liquidity risk

Liquidity risk represents the possibility that the company may not be able to gather sufficient cash resources, when required and under reasonable conditions, to meet its financial obligations.

The company monitors cash resources on a weekly basis and when management believes it's required, seeks additional financing through the issuance of new equity instruments, the exercise of existing warrants for the purchase of common shares and the exercise of stock options to continue its activities as a going concern, and 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. For more information, see note 3, '*Going concern*'.

Plexmar Resources Inc.

(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

12. CONSOLIDATED SEGMENT INFORMATION BY GEOGRAPHIC REGION

The company is organized under three geographic regions, which are Canada, Peru and Ecuador. The accounting policies used for these reportable segments are consistent with those described in the summary of significant accounting policies in the annual consolidated financial statements. The principal financial information for each of these segments is detailed as follows:

	Ecuador \$	Peru \$	Canada \$	Total \$
Interests	-	-	(166)	(166)
Others	-	-	-	-
Professional and maintenance fees	-	-	27 973	27 973
Management fees	-	-	57 192	57 192
Stock-based compensation	-	-	279 386	279 386
General and administrative	-	39 201	41 369	80 570
Travelling	-	-	1 347	1 347
Depreciation of property, plant and equipment	-	380	7 180	7 560
Depreciation of intangible assets	-	-	2 022	2 022
Exchange (gain) loss	-	(160 088)	144	(159 944)
Loss for the period	-	(120 507)	416 447	295 940
Segment assets	3 085 393	6 662 144	1 621 500	11 369 036
Additions to mining properties	-	314 140	-	314 140

13. SUBSEQUENT EVENTS AND MEASUREMENT UNCERTAINTY

Potential changes to mining laws in Ecuador

On April 18, 2008, the Ecuadorian government through its Constitutional Assembly approved a Mining Mandate (the "Mandate"), which has created uncertainty over the status of tenure to mining concessions in Ecuador. The company is evaluating the impact of the Mandate as amendments are still possible.

Some of the major features of the Mandate that may have an impact on the company are as follows:

- The Mandate limits mining companies to holding a maximum of three concessions. The company will seek to protect all investments made to date at its 24 concessions.
- The Mandate invokes an immediate 180-day suspension of activities on virtually all mining concessions in Ecuador while a new mining law is drafted and adopted. The company is awaiting formal notification from the Ministry of Mines and Petroleum of the effects of the Mandate on the company's operations, as defined in the final provisions of the Mandate.

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(an exploration company)

Notes to Interim Consolidated Financial Statements

For the three-month ended March 31, 2008 and 2007

(unaudited)

Potential impact on the value of the mining properties in Ecuador

As at March 31, 2008, the carrying value of mining properties held in Ecuador is \$3,085,393. The company's management believes it has complied with the necessary requirements to ensure that it has maintained title in good standing for all of its mining properties. If the Mandate is applied as it is now, the company could experience difficulties upholding title to its mining properties. This would represent an impairment event for its mining properties held in Ecuador, and the resulting impairment would be material to the company and could be up to the full amount of \$3,085,393.

Potential impact on the amount receivable from Escondoro Resources Ltd.

As at March 31, 2008, the amount receivable from Escondoro Resources Ltd. ("Escondoro") is \$973,432. If the Mandate is applied as it is now, the company could experience difficulties recovering this amount as Escondoro could be unable to complete its initial public offering. This would represent an impairment event, and the resulting impairment would be material to the company and could be up to the full amount of \$973,432.

Private placements

On April 11, 2008, the company completed a private placement by issuing 2,330,000 common shares of its share capital at a price of \$0.14 per share for a total of \$326,200 and 1,165,000 warrants entitling to subscribe for one common share of the company for a period of 24 months following the closing of the placement, at a price of \$0.20 per share for the first 12 months and \$0.25 per share for the following 12 months.

On May 26, 2008, the company completed a private placement by issuing 1,550,000 common shares of its share capital at a price of \$0.14 per share for a total of \$217,000 and 775,000 warrants entitling to subscribe for one common share of the company for a period of 24 months following the closing of the placement, at a price of \$0.20 per share for the first 12 months and \$0.25 per share for the following 12 months.

14. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with current year's presentation.