

PLEXMAR RESOURCES INC.

(an exploration company)

CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2006

PLEXMAR RESOURCES INC.

(an exploration company)

Table des matières

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

PLEXMAR RESOURCES INC.

(an exploration company)

Avis de la direction

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 reflect 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 March 31 2006	As at December 31 2005
	\$ (Non vérifié)	\$ Vérifié
ASSETS		
CURRENT ASSETS		
Cash	1 197 399	23 123
Exploration funds	-	-
Amount receivable	207 903	37 860
Prepaid expenses	36 315	43 157
	1 441 617	104 140
COMMODITY TAXES RECEIVABLE	33 067	174 030
MINING PROPERTIES (note 3)	1 593 778	1 590 198
PROPERTY, PLANT AND EQUIPMENT (note 4)	187 319	187 834
	3 255 781	2 056 202
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities		
Suppliers	588 455	333 301
Companies controlled by directors	-	-
Balances of purchase price payable	-	116 300
Current portion of convertible debenture	142 066	132 285
	730 521	581 886
CONVERTIBLE DEBENTURE	-	-
	730 521	581 886
SHAREHOLDERS' EQUITY		
Share capital(notes 5)	16 310 913	14 527 654
Conversion option related to the convertible debenture	94 719	94 719
Warrants (note 7)	414 484	1 070 065
Stock options (note 6)	567 187	572 797
Contributed surplus	1 428 260	511 130
Deficit	(16 290 303)	(15 302 049)
	2 525 260	1 474 316
	3 255 781	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

	For the periods ended		For the period ended
	March 31 2006	March 31 2005	December 31 2005
	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(12 months) \$ (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	-	-	-
3rd quarter	-	-	-
4th quarter	-	-	-
Share issue expenses	(547 873)	-	-
Balance- End of year	(16 290 303)	(14 431 150)	(15 302 049)

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

PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Contributed Surplus

	For the periods ended		For the period ended
	March 31 2006	March 31 2005	December 31 2005
	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(12 months) \$ 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	-	-	-
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
du 1er trimestre	47 546	-	-
du 2e trimestre	-	-	-
du 3e trimestre	-	-	-
du 4e trimestre	-	-	-
Balance - End of the period	1 428 260	78 762	511 130

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

PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Earnings

	For the periods ended				For the period ended
	March 31 2006	March 31 2005	March 31 2006	March 31 2005	December 31 2005
	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(12 mois) \$ Audited
Revenues					
Interest	-	2 121	-	2 121	2 317
Other	70 885	-	70 885	-	2 092
	70 885	2 121	70 885	2 121	4 409
Expenses					
Professional fees	205 602	61 258	205 602	61 258	513 526
Value related to stock options	51 436	-	51 436	-	-
Management fees	50 840	15 840	50 840	15 840	95 040
Salaries and fringe benefits	-	215	-	215	215
Net stock-based compensation costs	-	50 570	-	50 570	113 534
Rents - Offices	4 950	7 000	4 950	7 000	21 850
Office sublease	-	(5 610)	-	(5 610)	(5 610)
Maintenance fees	14 899	6 359	14 899	6 359	24 098
Information to shareholders	1 310	527	1 310	527	6 371
Insurance	4 767	3 208	4 767	3 208	19 376
Printing and communication expenses	2 207	2 291	2 207	2 291	7 293
Office expenses and others	38 576	(10 217)	38 576	(10 217)	64 044
Financing fees	60 140	-	60 140	-	-
Travelling	1 620	10 502	1 620	10 502	51 490
Search for properties	-	1 700	-	1 700	1 700
Depreciatin of property, plant and equipment	695	4 069	695	4 069	4 815
Cost of mining properties abandoned	-	-	-	-	32 980
Interest on convertible debenture	-	-	-	-	17 999
Accretion on convertible debenture	9 781	6 412	9 781	6 412	39 666
Loss on disposal of property, plant, and equipment	524	-	524	-	18 564
Exchange loss (gain)	63 919	(12 752)	63 919	(12 752)	(12 392)
	511 267	141 372	511 267	141 372	1 014 559
Loss for the year	(440 381)	(139 251)	(440 381)	(139 251)	(1 010 150)
Basic and diluted loss per share	0,01				0,02

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

PLEXMAR RESOURCES INC.

(an exploration company)

Consolidated Statements of Cash Flows

	For periods ended				For period ended
	March 31 2006	March 31 2005	March 31 2006	March 31 2005	December 31 2005
	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(3 months) \$ (Unaudited)	(12 months) \$ Audited
CASH FLOWS FROM OPERATING ACTIVITIES					
Loss for the period	(440 381)	(139 251)	(440 381)	(139 251)	(1 010 150)
Items not affecting cash					
Depreciation of property, plant and equipemen	695	4 069	695	4 069	4 815
Loss on disposal of property, plant and equipm	-	-	-	-	18 564
Cost of mining properties abandoned	-	2 644	-	2 644	32 980
Accretion on convertible debenture	9 781	9 890	9 781	9 890	39 666
Net stock-based compensation costs and stock-based payment for professional fees	51 436	-	51 436	-	179 557
Stock options	-	-	-	-	-
Expenses related to the issuance of shares and warrants without consideration	-	-	-	-	-
Interest on convertible debenture paid through the issuance of shares	-	-	-	-	17 999
	(378 470)	(122 648)	(378 470)	(122 648)	(716 569)
Change in non-cash working capital items					
Working capital					
Amount receivable	(170 043)	(129 401)	(170 043)	(129 401)	30 924
Prepaid expenses	6 842	(28 928)	6 842	(28 928)	41 308
Accounts payable and accrued liabilities	255 154	222 051	255 154	222 051	160 336
	91 953	63 722	91 953	63 722	232 568
	(286 517)	(58 926)	(286 517)	(58 926)	(484 001)
CASH FLOW FROM FINANCING ACTIVITIES					
Issuance of share capital and warrants	1 987 582	56 388	1 987 582	56 388	663 500
Share issue expenses	(547 873)	-	(547 873)	-	-
Refund of the balance of the selling price to be paid	(116 300)	(162 270)	(116 300)	(162 270)	-
	1 323 410	(105 882)	1 323 410	(105 882)	663 500
CASH FLOW FROM INVESTING ACTIVITIES					
Variation of funds reserved for the exploration	-	371 431	-	371 431	495 668
Increase in commodity taxes receivable	140 963	(34 806)	140 963	(34 806)	(12 230)
Variation in exploration funds	(3 580)	(304 480)	(3 580)	(304 480)	(911 107)
Additions to property, plant and equipment	-	-	-	-	-
Proceeds from disposal of property, plant and equipment	-	-	-	-	32 946
Tax credits cashed related to exploration costs applied against mining properties	-	-	-	-	1 275
	137 384	32 145	137 384	32 145	(393 448)
NET CHANGE IN CASH	1 174 276	(132 663)	1 174 276	(132 663)	(213 949)
CASH - BEGINNING OF PERIOD	23 123	237 072	23 123	237 072	237 072
CASH- END OF PERIOD	1 197 399	104 409	1 197 399	104 409	23 123

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

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

March 31, 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 March 31 2006
	%	\$	\$	\$	\$
Lucma (Cascajal) (Pérou)					
Mining property	100	69 946	-	-	69 946
Exploration costs		-	-	-	-
		69 946	-	-	69 946
Marillia I, II & III (Pérou)					
Mining property	100	145 262	-	-	145 262
Exploration costs		8 298	-	-	8 298
		153 560	-	-	153 560
Oro Del Norte I, II & III (Cascajal) (Pérou)					
Mining property	100	369 334	-	-	369 334
Exploration costs		-	-	-	-
		369 334	-	-	369 334

PLEXMAR RESOURCES INC.

(an exploration company)

Notes complémentaires aux états financiers consolidés intermédiaires

March 31, 2006

« Unaudited »

	Undivided interest	Balance as at December 31 2005	Costs incurred	Mining properties abandoned and tax credits	Balance as at March 31 2006
	%	\$	\$	\$	\$
Gran Chimu I & II (Cascajal) (Pérou)					
Mining property	100	1 661	-	-	1 661
Exploration costs		-	-	-	-
		1 661	-	-	1 661
Angolos (Bolsa Del Diablo) (Pérou)					
Mining property	100	449 634	-	-	449 634
Exploration costs		546 063	3 580	-	549 643
		995 697	3 580	-	999 277
		1 590 198	3 580	-	1 593 778

Detailed analysis of deferred exploration costs and expenses

	Balance as at March 31 2006	Balance as at December 31 2005
	\$	\$
Balance - Beginning of period	1 590 198	613 328
Cost incurred during the period		
Cost of claims	-	463 787
Drilling	-	24 936
Geophysics	-	85 266
Sampling and analyses	-	9 436
Geologists and other salaries	1 130	237 331
Community relations	-	82 829
Equipment rental	-	-
Fuel and maintenance of vehicles	104	14 157
Maintenance of facilities	2 346	73 172
Accommodation	-	18 936
Tax credits	-	-
Mining properties abandoned	-	(32 980)
Balance - End of period	1 593 778	1 590 198

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

March 31, 2006

« Unaudited »

4. PROPERTY, PLANT AND EQUIPMENT

	As at March 31 2006		As at December 31 2005	
	Cost	Accumulated depreciation	Cost	Accumulated depreciation
	\$	\$	\$	\$
Office furniture	1 719	893	1 719	892
Hardware	22 160	16 749	22 160	16 501
Camp	4 044	1 234	4 044	995
Vehicles	-	-	-	-
Equipment	5 263	992	5 263	964
Concentrator	174 000	-	174 000	-
	207 186	19 867	207 186	19 352
Less: Accumulated depreciation	19 867		19 352	
Net amount	187 319		187 834	

5. Share Capital

Authorized

Unlimited number of common shares, without par value

Variation of issued share capital:

	As at March 31, 2006		As at December 31, 2005	
	Number	Stated value	Number	Stated value
	#	\$	#	\$
Balance- Beginning of period	60 408 715	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	-	-	-	-
Professional fees	-	-	396 900	27 784
Exercise of warrants	7 240 000	814 467	-	-
Exercise of stock options	100 000	21 500	-	-
Interest on convertible	-	-	263 993	17 999
Balance - End of period	88 582 044	16 310 913	60 408 715	14 527 654

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

March 31, 2006

« Unaudited »

6. STOCK OPTION PLAN

	As at March 31, 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	0,21	6 450 000	572 900	0,21
Granted	3 750 000	51 436	0,11	550 000	-	0,15
Exercised	(100 000)	(9 500)	0,15	-	-	-
Matured or cancelled	(525 000)	(47 546)	0,13	(2 250 000)	(179 660)	0,20
Net stock-based compensation costs	-	-	-	-	179 557	-
Outstanding - End of period	7 875 000	567 187	0,21	4 750 000	572 797	0,21
Exercisable - End of period	7 875 000	-	-	4 750 000	-	0,21

Exercise price		Options outstanding		
		Options outstanding as at March 31, 2006	Weighted average remaining contractual life	Weighted average exercise price
\$		#	(years)	\$
0,11 \$ à 0,25 \$	Directors and managers	5 337 500	2,88	0,20
0,35 \$	Directors and managers	400 000	1,34	0,35
0,15\$	Key employees	375 000	3,16	0,15
0,11\$	Consultants	1 762 500	0,22	0,20
		7 875 000		

PLEXMAR RESOURCES INC.

(an exploration company)

Notes to Consolidated Financial Statements

PLEXMAR RESOURCES INC.

« Unaudited »

7. WARRANTS

	As at march 31, 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	304 471	0,11	13 270 000	166 914	0,10
Exercised	(7 240 000)	(90 498)	0,10	-	-	-
Matured or cancelled	(11 932 000)	(869 784)	0,38	(2 508 334)	(252 708)	0,25
Outstanding						
End of period	27 280 829	414 254	0,11	25 502 000	1 070 065	0,24
Exercisable						
End of period	27 280 829	-		25 502 000	-	0,24

Prix de levée	Warrants	
	Warrants outstanding as at March 31 2006	Weighted average remaining contractual life
\$	#	(years)
0,10 \$	6 030 000	0,99
0,12 \$	20 950 829	1,35
0,30 \$	300 000	0,13
	27 280 829	