Triangle Industries Ltd.

Condensed Interim Consolidated Financial Statements
(Unaudited)
(Expressed in Canadian dollars)

June 30, 2011

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Notice of No Auditor Review of Interim Financial Statements

Under National Instrument 51-102 "Continuous Disclosure Obligations", Part 4, subsection 4.4(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The Company's external auditors, Davidson and Company, have not performed a review of these financial statements.

Triangle Industries Ltd.

Condensed Interim Consolidated Statements of Financial Position (Unaudited)
Expressed in Canadian dollars

	Notes	June 30 2011	December 31, 2010 (Note 13)
Assets			
Current assets			
Cash and cash equivalents		**$ 629,403**	$ 714,726
Accounts receivable		**28,641**	4,855
Equipment held for sale		**-**	13,000
Prepaid expenses		**20,000**	1,551
Total current assets		**$ 678,044**	$ 734,132
Total assets		**$ 678,044**	$ 734,132
Liabilities and shareholders' equity			
Current liabilities			
Accounts payable and accrued liabilities		**$ 46,821**	$ 37,924
Due to a director	8	**26,852**	24,852
Total current liabilities		**$ 73,673**	$ 62,776
Total liabilities		**$ 73,673**	$ 62,776
Shareholders' equity			
Share capital	9	**$ 7,147,892**	$ 7,147,892
Reserves	9	**109,580**	109,580
Deficit		**(6,653,101)**	(6,586,116)
Total shareholders' equity		**604,371**	671,356
Total liabilities and shareholders' equity		**$ 678,044**	$ 734,132

Basis of preparation (Note 2)
Discontinued operations (Note 6)

Signed on behalf of the Board of Directors by:

"Neil Halldorson" Director   *"Geoffrey Edwards"* Director

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

Triangle Industries Ltd.

Condensed Interim Consolidated Statement of Comprehensive Loss (Unaudited)

Expressed in Canadian dollars

		Three months ended		Six months ended	
		June 30,	June 30,	**June 30,**	June 30,
	NOTE	**2011**	2010	**2011**	2010
Continuing operations					
Expenses					
Bad debts (recovery)		**$ (17,597)**	$ -	**$ (17,433)**	$ -
Interest and bank charges		**238**	72	**530**	265
Director's and management fees	11	**3,000**	9,000	**14,000**	33,000
Office and general		**353**	-	**2,998**	-
Professional fees		**46,565**	9,889	**57,411**	10,317
Transfer agent and shareholder costs		**8,716**	3,754	**10,278**	9,490
Share-based payments	10	**-**	136,000	**-**	136,000
		41,275	158,715	**67,784**	189,072
Loss from operating activities		**(41,275)**	(158,715)	**(67,784)**	(189,072)
Other income (expenses)					
Interest and other income		**401**	336	**799**	672
Loss for the period from continuing operations		**(40,874)**	(158,379)	**(66,985)**	(188,400)
Discontinued operation					
Loss for the period from discontinued operations	6	**-**	(233,121)	**-**	(349,260)
Loss and comprehensive loss for the period		**$ (40,874)**	$ (391,500)	**$ (66,985)**	$ (537,660)
Loss per share					
From continuing and discontinued operations					
Basic and diluted		**$ (0.00)**	$ (0.03)	**$ (0.00)**	$ (0.04)
From continuing operations					
Basic and diluted		**(0.00)**	(0.01)	**(0.00)**	(0.01)
Basic and diluted weighted average number of common shares outstanding		**13,656,957**	13,656,957	**13,656,957**	13,656,957

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

Triangle Industries Ltd.

Condensed Interim Consolidated Statements of Changes in Equity (Unaudited)
Expressed in Canadian dollars
For the six months ended June 30

	Share Capital				
	Number of shares	Amount	Reserves	Deficit	Total
Balance, January 1, 2010	13,656,957	$ 7,147,892	$ -	$ (6,010,358)	$ 1,137,534
Stock-based compensation	-		136,000		136,000
Loss for the period	-	-	-	(537,660)	(537,660)
Balance, June 30, 2010	13,656,957	$ 7,147,892	$ 136,000	$ (6,548,018)	$ 735,874
Balance, January 1, 2011	13,656,957	$ 7,147,892	$ 109,580	$ (6,586,116)	$ 671,356
Loss for the period	-	-	-	(66,985)	(66,985)
Balance, June 30, 2011	**13,656,957**	**$ 7,147,892**	**$ 109,580**	**$ (6,653,101)**	**$ 604,371**

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

Triangle Industries Ltd.

Condensed Interim Consolidated Statements of Cash Flow (Unaudited)

Expressed in Canadian dollars

	NOTE	Six months ended June 30, 2011	June 30, 2010
Cash flows From operating activities			
Loss for the period from continuing operations		**$ (66,985)**	$ (188,400)
Items not affecting cash:			
Bad debt recovery		**(26,062)**	-
Share-based compensation			136,000
Net change in non-cash working capital:			
Accounts receivable		**2,276**	(3,320)
Prepaid expenses		**(18,449)**	-
Accounts payable and accrued liabilities		**8,897**	(3,922)
Due to related parties	11	**2,000**	(15,000)
Total cash outflows from continuing operating activities		**(98,323)**	(74,642)
Cash flows from investing activities			
Disposal of equipment		**13,000**	-
Total cash inflows from investing activities		**13,000**	-
Cash flows from discontinued operations			
Net cash used in operating activities		**-**	(286,713)
Net cash used in financing activities		**-**	(22,873)
Total cash (outflows) from discontinued operations		**-**	(309,586)
Decrease in cash and cash equivalents during the period		**(85,323)**	(384,228)
Cash and cash equivalents at beginning of period		**714,726**	975,337
Cash and cash equivalents at the end of period		**$ 629,403**	$ 591,109
SUPPLEMENTAL CASH FLOW INFORMATION:			
Cash paid for income taxes		**$ -**	$ -
Cash paid for interest		**-**	6,050

There were no non-cash financing and investing activities during the six months ended June 30, 2011 and 2010.

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

1. Corporate Information

Triangle Industries Ltd. (the "Company") was incorporated on November 16, 1983 under the British Columbia Companies Act and was in the business of providing freight and reloading services. The Company wound up its transloading business and disposed of all related assets at the end of August, 2010. Management is of the opinion that Company resources could be better utilized under a new business plan designed to improve the Company's prospects and to recapture shareholder interest.

The shares of the Company are listed on the TSX Venture Exchange and trade under the symbol TIA. The address of the Company's corporate office is 800-570 Granville Street, Vancouver, British Columbia, Canada. The company's registered office is located at Suite 400-570 Granville Street, Vancouver, British Columbia, Canada.

2. Basis of Presentation

(a) Statement of Compliance
The financial statements of the Company for the year-ending December 31, 2011 will be prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB"). Having previously prepared its financial statements in accordance with pre-changeover Canadian Generally Accepted Accounting Principles ("pre-changeover Canadian GAAP"), the Company has prepared these condensed interim consolidated financial statements in accordance with International Accounting Standard 34 Interim Financial Reporting ("IAS 34"), and IFRS 1 *First-time Adoption of International Financial Reporting Standards.*

The accounting policies followed in these interim financial statements is the same as those applied in the Company's interim financial statements for the period ended March 31, 2011. The Company has consistently applied the same accounting policies throughout all periods presented, as if these policies had always been in effect. However, these condensed interim financial statements do not include all the information required for full annual financial statements. These condensed interim consolidated financial statements should be read in conjunction with the Company's Canadian GAAP annual financial statements for the year ended December 31, 2010, and the Company's interim financial statements for the quarter ended March 31, 2011 prepared in accordance with IFRS applicable to interim financial statements.

The condensed interim financial statements were authorized for issue by the Board of Directors on August 29, 2011

(b) Basis of Measurement
These condensed interim financial statements have been prepared on a historical cost basis and are presented in Canadian dollars, which is the Company's functional currency. The preparation of financial statements in compliance with IFRS requires management to make certain critical accounting estimates and exercise judgement in applying the Company's policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 4.

The presentation of comparative figures in the condensed consolidated statement of comprehensive loss and statement of cash flows have been modified to segregate continuing and discontinued operations. Certain comparative figures have been reclassified to conform to the current period's presentation.

(c) Going Concern of Operations
These financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business. The Company's ability to continue as a going concern depends on its ability to successfully complete public equity financings or generate profitable operations in the future. If additional capital is not raised or the Company does not generate a profit, the going concern basis may not be appropriate with the result that the Company may have to realize its assets and extinguish its liabilities other than in the ordinary course of business, and at amounts different from those stated in the financial information. No adjustment for such circumstances has been made in the financial information.

3. Summary of Significant Accounting Policies

This is the first year in which the Company has prepared its financial statements in accordance with IFRS as issued by the IASB. The accounting policies applied in preparing these interim consolidated financial statements are consistent with those disclosed in the financial statements for the period ended March 31, 2011. These financial statements are available on www.sedar.com.

New IFRS Pronouncements

- IFRS 10 *Consolidated Financial Statements* and *IFRS 12 Disclosure of Interests in Other Entities* were issued and replaces IAS 27 *Consolidated and Separate Financial Statements* and SIC-12 *Consolidation - Special Purpose Entities* for guidance on the consolidation model which identifies the elements of control. These standards provide a comprehensive standard on disclosure requirements for all forms of interests in other entities, including subsidiaries, joint arrangements, associates and unconsolidated structured entities. These standards are effective for annual periods beginning on or after January 1, 2013. The Company is currently evaluating the impact of IFRS 10 and IFRS 12.

- IFRS 11 *Joint Arrangements* was issued and supersedes IAS 31 *Interests in Joint Ventures* and SIC-13 *Jointly Controlled Entities*, to establish principles for financial reporting by parties to a joint arrangement. This standard is effective for annual periods beginning on or after January 1, 2013. The Company is currently evaluating the impact of IFRS 11.

- IFRS 13 *Fair Value Measurement* was issued to set out a single IFRS framework for measuring fair value and requires disclosures about fair value measurements. This standard is effective for annual periods beginning on or after January 1, 2013. The Company is currently evaluating the impact of IFRS 13.

- IAS 1 *Presentation of Financial Statements* was amended to require entities to group items within other comprehensive income that may be reclassified to profit or loss. This standard is effective for annual periods beginning on or after July 1, 2012. The Company is currently evaluating the impact of IAS 1 amendments.

- IAS 19 *Post-employment Benefits* was amended to eliminate the corridor method that defers the recognition of gains and losses, to streamline the presentation of changes in assets and liabilities arising from defined benefit plans and to enhance the disclosure requirements for defined benefit plans. This amendment is effective for annual periods beginning on or after January 1, 2013. The Company is currently evaluating the impact of IAS 19 amendments.

4. Critical Accounting Estimates and Judgements

The effect of a change in an accounting estimate is recognized prospectively by including it in comprehensive income in the period of the change, if the change affects that period only; or in the period of the change and future periods, if the change affects both.

Areas of judgment that have the most significant effect on the amounts recognized in the financial statements are disclosed in Note 4 of the Company's condensed interim financial statements as at and for the three months ended March 31, 2011.

5. Financial Instruments

Fair value
The carrying value of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, due to a director and due to related parties approximated their fair value because of the short-term nature of these instruments.

There are three levels of the fair value hierarchy that prioritize the inputs to valuation techniques used to measure fair value, with Level 1 inputs having the highest priority. The levels and the valuation techniques used to value financial assets and liabilities are described below:

Expressed in Canadian dollars

5. Financial Instruments (continued)

(i) Level 1 – Quoted Prices in Active Markets for Identical Assets or Liabilities
Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.

Cash equivalents, including demand deposits and money market instruments, are valued using quoted market prices. Marketable equity securities are valued using quoted market prices in active markets, obtained from securities exchanges. Accordingly, these items are included in Level 1 of the fair value hierarchy.

(ii) Level 2 – Significant Other Observable Inputs
Quoted prices in markets that are not active, quoted prices for similar assets or liabilities in active markets, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability.

(iii) Level 3 – Significant Unobservable Inputs
Unobservable (supported by little or no market activity) prices.

The following table illustrates the classification of the Company's financial instruments recorded at fair value within the fair value hierarchy as at June 30, 2011:

Financial assets at fair value	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	$ 629,403	$ -	$ -	$ 629,403

The Company has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk. Management, the Board of Directors and the Audit Committee monitor risk management activities and review the adequacy of such activities.

Credit risk:
Credit risk is the risk of potential loss to the Company if a customer or counter party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is limited to the carrying amount on the statement of financial position and arises from the Company's cash and accounts receivable.

The Company's cash is held with high-credit quality financial institutions.

Currency risk:
The Company has minimal financial risk arising from fluctuations in foreign exchange rates as the Company does not own foreign currency denominated financial assets or liabilities.

Liquidity risk:
Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they come due or can only do so at excessive cost. As of June 30, 2011, the Company has cash and cash equivalents of $629,403 (June 30, 2010 - $591,109) to settle liabilities of $73,673 (June 30, 2010 - $156,783) and no long-term liabilities.

Interest rate risk:
The Company has cash balances and no interest-bearing debt.

Expressed in Canadian dollars

6. Discontinued Operations

As of August 31, 2010 the Company ceased all its transloading operations, which was carried out by its three subsidiaries, and disposed of all related assets. The loss from the transloading operations is as follows:

	Three months ended June 30,		Six months ended June 30	
	2011	2010	2011	2010
REVENUE	$ -	$ 59,975	-	$118,503
DIRECT COSTS				
Amortization	-	21,335	-	42,669
Equipment costs	-	15,339	-	28,607
Labour costs	-	53,700	-	93,577
Subcontracts	-	27,296	-	62,260
Property costs	-	30,418	-	60,505
	-	148,088	-	287,618
Gross margin	-	(88,113)	-	(169,115)
GENERAL AND ADMINISTRATION EXPENSES				
Bad debts	-	-	-	2,117
Interest and bank charges	-	533	-	792
Insurance	-	1,466	-	2,567
Interest on long term debt	-	2,866	-	6,050
Management fees	-	20,000	-	40,000
Office and general	-	2,934	-	8,709
Professional fees	-	1,570	-	3,040
Travel	-	639	-	1,871
	-	30,008	-	65,146
Loss from operations before other expense		(118,121)	-	(234,261)
OTHER EXPENSE				
Costs of winding up		(115,000)	-	(115,000)
Net loss from discontinued operations	$ -	$ (233,121)	-	$ (349,261)

7. Property Plant and Equipment

The following is a reconciliation of the carrying amounts of property, plant and equipment.

	Yard Equipment	Road Equipment	Other Equipment	Total
Cost				
At January 1, 2010	$ 416,182	$ 469,537	$ 79,805	$ 965,524
Disposal of assets	(404,182)	(468,537)	(79,805)	(952,524)
Reclassification to “equipment held for sale”	(12,000)	(1,000)	-	(13,000)
At December 31, 2010 and June 30, 2011	$ -	$ -	$ -	$ -

Expressed in Canadian dollars

7. Property Plant and Equipment (continued)

	Yard Equipment	Road Equipment	Other Equipment	Total
Accumulated amortization				
At January 1, 2010	$ 192,367	$ 452,500	$ 32,788	$ 677,655
Depreciation for the period	30,840	17,037	8,485	56,362
Disposal of assets	(223,207)	(469,537)	(41,273)	(734,017)
At December 31, 2010, and June 30, 2011	$ -	$ -	$ -	$ -

	Yard Equipment	Road Equipment	Other Equipment	Total
Carrying amounts				
At January 1, 2010	$ 223,815	$ 17,037	$ 47,017	$ 287,869
At December 31, 2010 and June 30, 2011	$ -	$ -	$ -	$ -

The Company disposed of most of its equipment as of December 31, 2010. The remaining capital assets were reclassified to a current asset account as “equipment held for sale”, and recorded at the lower of carrying value or fair value as of December 31, 2010. All equipment held for sale was sold in the subsequent period ended March 31, 2011.

8. Due To or From Directors

Advances to or from directors of the Company are repayable within one year. They are unsecured and do not bear interest. The due to directors account balance consists of management fees accrued but not yet paid plus sales taxes due to a director from prior years.

9. Share Capital and Reserves

The Company is authorized to issue an unlimited number of common shares.

The following is a summary of changes in common share capital and reserves from January 1, 2010 to June 30, 2011:

	Number of Shares	Amount	Reserves
Common Shares			
Balance at January 1, 2010	13,656,957	$ 7,147,892	$ -
Share options (note 10)	-	-	109,580
Balance at December 31, 2010 and June 30, 2011	13,656,957	$ 7,147,892	109,580

Expressed in Canadian dollars

10. Share-Based Payments

(a) Option Plan Details

The Company, in accordance with its 2008 Stock Option Plan ("the 2008 Plan"), is authorized to grant options to directors, officers, employees, consultants, or service providers of the Company. Under the 2008 Plan, the maximum number of common shares which may be eligible for issuance at any one time, including shares issuable upon exercise of options outstanding is 2,731,391 common shares. Furthermore, the maximum number of common shares which may be granted to a participant under the 2008 Plan shall not exceed 5% of its issued and outstanding common shares on a non-diluted basis. The terms of the 2008 Plan provide that the Board of Directors have the right to grant options to acquire common shares of the Company at not less than the closing market price of the shares at the time of granting the option. The options can be granted for a maximum term of 5 years. Options granted under the terms of the 2008 Plan vest at the discretion of the Board of Directors.

The following table summarizes the changes in options from January 1, 2010 to June 30, 2011:

	Grant	Expiry	Exercise	Opening	During the Year			Closing	Vested and
	Date	Date	Price	Balance	Granted	Exercised	Forfeited	Balance	Exercisable
Balance January 1, 2010					-	-	-	-	-
	6/22/10	6/22/15	$ 0.20	-	800,000	-	-	800,000	800,000
Balance December 31, 2010 and June 30, 2011				800,000	-	-	-	800,000	800,000
Weighted Average Exercise Price				$ 0.20	$ 0.20	$ 0.00	$ 0.00	$ 0.20	$ 0.20

(b) Fair Value of Options Issued During the Period

Options Issued

The fair value at grant date is determined using a Black-Scholes option pricing model that takes into account the exercise price, the term of the option, the impact of dilution, the share price at grant date and expected price volatility of the underlying share, the expected dividend yield and the risk free interest rate for the term of the option.

The following weighted average assumptions were used for the Black-Scholes valuation of share options issued:

	2011	2010
Risk-free interest rate	-	1.87%
Expected life of options	-	3 years
Annualized volatility	-	113.85%
Dividend rate	-	0%

11. Related Party Transactions

Balances and transactions between the Company and its subsidiaries have been eliminated on consolidation and are not disclosed in this note. Details of the transactions between the Company and other related parties are disclosed below.

(a) Trading transactions

The Company's related parties consist of companies owned by executive officers or related through a common director:

Name	Nature of transactions
671826 BC Ltd.	Management services
Skana Capital Corp.	Consulting and administrative services

Expressed in Canadian dollars

11. Related Party Transactions (continued)

The Company incurred the following fees and expenses in the normal course of operations in connection with companies owned by key management or related through a common director. Expenses have been measured at the exchange amount which is the amount of consideration established and agreed to by the related parties:

	Three months ended June 30,		Six months ended June 30,	
	2011	2010	2011	2010
Management fees	$ 3,000	$ 109,000	$ 14,000	$ 123,000
Directors fee	-	-	-	15,000
Management fees	$ 3,000	$ 109,000	$ 14,000	$ 153,000

(b) Related Party Liabilities
The following is a summary of related party liabilities:

	June 30, 2011	June 30, 2010
Management fees and sales tax	$ 26,852	$ 16,422

(c) Key Management Compensation
Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly. Key management personnel include the Company's executive officers and Board of Director members.

The following is a summary of key management compensation:

	Three months ended June 30,		Six months ended June 30,	
	2011	2010	2011	2010
Salaries and directors' fees [i]	$ -	$ 100,000	$ 2,000	$ 120,000

[i] Salaries and directors' fees include management fees and termination benefits disclosed in note 11(a)

12. Management of Capital

The Company's objectives when managing capital are to safeguard its ability to continue as a going concern and to expand its business for the benefit of its shareholders.

In order to maintain its capital structure, the Company, is dependent on equity funding and when necessary, raises capital through the issuance of equity instruments, primarily comprised of common shares and incentive share options. The Company manages its capital structure and makes adjustments to it in light of economic conditions. The Company, upon approval from its Board of Directors, will make changes to its capital structure as deemed appropriate under the specific circumstances.

The Company is not subject to any externally imposed capital requirements or debt covenants, and does not presently utilize any quantitative measures to monitor its capital. The Company's overall strategy with respect to management of capital remains unchanged from the year ended December 31, 2010.

13. First-time Adoption of International Financial Reporting Standards

The Company's financial statements for the year-ending December 31, 2011 are the first annual financial statements that will be prepared in accordance with IFRS. IFRS 1, "First-time adoption of International Financial Reporting Standards", requires that comparative financial information be provided. As a result, the first date at which the Company has applied IFRS was January 1, 2010 (the "Transition Date"). IFRS 1 requires first-time adopters to retrospectively apply all effective IFRS standards as of the reporting date, which for the Company will be December 31, 2011. However, it also provides for certain optional exemptions and certain mandatory exceptions for first time IFRS adoption. Prior to transition to IFRS, the Company prepared its financial statements in accordance with pre-changeover Canadian GAAP.

In preparing the Company's opening IFRS financial statements, the Company has adjusted amounts reported previously in the financial statements prepared in accordance with pre-changeover Canadian GAAP.

RECONCILIATION OF PRE-CHANGE-OVER GAAP EQUITY AND COMPREHENSIVE INCOME TO IFRS

IFRS 1 requires an entity to reconcile equity, comprehensive income and cash flows for prior periods; however, the adoption of IFRS has neither changed the actual cash flows of the Company, nor resulted in changes to the Company's reported financial position and results of operations. As a result, a reconciliation from the Company's Canadian GAAP interim statements of financial position at June 30, 2010, and statements of comprehensive loss for the three months and six months ended June 30, 2010 to IFRS has been presented, however no reconciliation of the statement of cash flows showing no change been presented.

Expressed in Canadian dollars

Reconciliation of Statement of Financial Position as at June 30, 2010

	Canadian GAAP	Effect of Transition to IFRS	IFRS
ASSETS			
Current assets			
Cash and cash equivalents	$ 591,109	$ -	$ 591,109
Accounts receivable	62,892	-	62,892
Prepaid expenses	9,606	-	9,606
	663,607	-	663,607
Non-current assets			
Property, plant and equipment	245,200	-	245,200
Incorporation costs, at cost	530	-	530
	245,730	-	245,730
Total Assets	$ 909,337	$ -	$ 909,337
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	$ 81,516	$ -	$ 81,516
Due to a director	13,272	-	13,272
Due to related parties	-	-	-
Current portion of obligation under capital lease	61,995	-	61,995
	156,783	-	156,783
Non-current liabilities			
Obligation under capital lease	16,680	-	16,680
	16,680	-	16,680
Total Liabilities	173,463		173,463
EQUITY			
Share capital	7,147,892	-	7,147,892
Contributed surplus	136,000	-	136,000
Deficit	(6,548,018)	-	(6,548,018)
Total Equity	735,874	-	735,874
Total Equity and Liabilities	$ 909,337	$ -	$ 909,337

Expressed in Canadian dollars

Reconciliation of the Statement of Comprehensive Loss/Income for the Three Months Ended June 30, 2010

	Canadian GAAP	Effect of Transition to IFRS	IFRS
Continuing operations			
Expenses			
Bad debts (recovery)	$ -	$	$ -
Interest and bank charges	72	-	72
Director's and management fees	9,000	-	9,000
Office and general	-	-	-
Professional fees	9,889	-	9,889
Transfer agent and shareholder costs	3,754	-	3,754
Stock-based compensation	136,000	-	136,000
	158,715	-	158,715
Loss from operating activities	(158,715)	-	(158,715)
Other income (expenses)			
Interest and other income	336	-	336
Loss for the period from continuing operations	(158,379)	-	(158,379)
Discontinued operation			
Loss for the period from discontinued operations	(233,121)	-	(233,121)
Loss and comprehensive loss for the period	$ (391,500)	-	$ (391,500)
Loss per share			
From continuing and discontinued operations			
Basic and diluted	$ (0.03)	$ -	$ (0.03)
From continuing operations			
Basic and diluted	(0.01)	$ -	$ (0.01)
Basic and diluted weighted average number of common shares outstanding	13,656,957	-	13,656,957

Expressed in Canadian dollars

Reconciliation of the Statement of Comprehensive Loss/Income for the Six Months Ended June 30, 2010

	Canadian GAAP	Effect of Transition to IFRS	IFRS
Continuing operations			
Expenses			
Bad debts (recovery)	$ -	$	$ -
Interest and bank charges	265	-	265
Director's and management fees	33,000	-	33,000
Office and general	-	-	-
Professional fees	10,317	-	10,317
Transfer agent and shareholder costs	9,490	-	9,490
Stock-based compensation	136,000	-	136,000
	189,072	-	189,072
Loss from operating activities	(189,072)	-	(189,072)
Other income (expenses)			
Interest and other income	672	-	672
Loss for the period from continuing operations	(188,400)	-	(188,400)
Discontinued operation			
Loss for the period from discontinued operations	(349,260)	-	(349,260)
Loss and comprehensive loss for the period	$ (537,660)	-	$ (537,660)
Loss per share			
From continuing and discontinued operations			
Basic and diluted	$ (0.04)	$ -	$ (0.04)
From continuing operations			
Basic and diluted	(0.01)	$ -	(0.01)
Basic and diluted weighted average number of common shares outstanding	13,656,957	-	13,656,957