McLaren
RESOURCES

INTERIM UNAUDITED CONDENSED FINANCIAL STATEMENTS

(Expressed in Canadian Dollars)

For the three and nine month periods ended June 30, 2013 and 2012

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Notice of no auditor review of interim financial statements:

Under National Instrument 51-102, Part 4, subsection 4.3(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 accompanying unaudited interim condensed financial statements of the Company have been prepared by, and are the responsibility of, the Company's management. The Company's independent auditor has not performed a review of these financial statements.

McLaren Resources

(An Exploration Stage Enterprise)
Interim Unaudited Condensed Statements of Financial Position
(Expressed in Canadian Dollars)

As at,	Note	**June 30, 2013 $**	September 30, 2012 $
ASSETS			
Current assets			
Cash	3	**126,255**	530,072
Marketable securities	4	**20,750**	53,000
HST recoverable	5	**32,728**	34,386
Accounts receivable		**811**	-
Prepaid expenses	6	**7,684**	568
		188,228	618,026
LIABILITIES AND SHAREHOLDERS' DEFICIENCY			
Current liabilities			
Accounts payable and accrued liabilities	9	**83,231**	139,416
Flow-through share premium liability	11(ii)	**1,150**	-
Total current liabilities		**84,381**	139,416
SHAREHOLDERS' DEFICIENCY			
Share capital	11(b)	**5,788,621**	5,610,871
Warrants	11(c)	**22,795**	28,050
Contributed surplus	12	**660,803**	655,548
Deficit		**(6,368,372)**	(5,815,859)
		103,847	478,610
		188,228	618,026

Nature of Operation Going Concern (Note 1)

Commitments and Contractual Obligations (Note 8)

Approved by the Board of Directors on August 15, 2013

Ivan Buzbuzian (signed)
Director

Michael Meredith (signed)
Director

The accompanying notes form an integral part of these financial statements

McLaren Resources

(An Exploration Stage Enterprise)

Interim Unaudited Condensed Statements of Loss and Comprehensive Loss

(Expressed in Canadian Dollars)

		Three months		Nine months	
For the periods ended June 30,		**2013**	2012	**2013**	2012
	Note	$	$	**$**	$
Management fees	10	**37,500**	52,500	**142,500**	154,500
Office, general and administrative		**25,511**	17,929	**77,077**	78,221
Consulting fees	10	**21,500**	33,521	**65,000**	149,233
Investors' relations		**5,283**	19,759	**24,423**	94,423
Director fees	10	**7,562**	7,562	**22,826**	22,562
Professional fees		**8,436**	12,820	**20,289**	50,376
Amortization		**-**	39	**-**	117
Share-based payments	11(d)	**-**	-	**-**	3,283
Loss before undernoted items		**105,792**	144,130	**352,115**	552,715
Exploration and evaluation expenditures	7	**170,883**	-	**176,998**	-
Flow-through share premium recovery		**(8,545)**	(5,695)	**(8,850)**	(47,688)
Future income tax		**-**	2,259	**-**	8,044
Interest and other (income) loss		**-**	(3,271)	**-**	(129,884)
Net Loss from operations		**(268,130)**	(137,423)	**(520,263)**	(383,187)
Loss in value of marketable securities held for trading	10	**(17,750)**	(48,849)	**(32,250)**	(47,448)
Net loss and comprehensive loss for the period	10	**(285,880)**	(186,272)	**(552,513)**	(430,635)
Loss per share					
Weighted average number of shares - basic and diluted		**27,094,281**	25,094,281	**26,436,799**	23,957,055
Net loss per share - basic and diluted		**(0.011)**	(0.007)	**(0.021)**	(0.018)

The accompanying notes form an integral part of these financial statements

McLaren Resources

(An Exploration Stage Enterprise)

Interim Unaudited Condensed Statements of Changes in Equity

(Expressed in Canadian Dollars)

	Share Capital		Reserves			
	Number of Shares	Amount	Warrants	Contributed Surplus	Accumulated deficit	Total
Balance at September 30, 2011	20,994,281	$ 4,827,921	$ 26,925	$ 622,292	$ (4,845,670)	$ 631,468
Private placements, net of issue costs	4,000,000	850,000	-	-	-	850,000
Share issued for advisory services	100,000	11,000	-	-	-	11,000
Warrants issued	-	(28,050)	28,050	-	-	-
Warrants expired	-	-	(26,925)	26,925	-	-
Flow-through share premium	-	(50,000)	-	-	-	(50,000)
Share-based payments	-	-	-	6,331	-	6,331
Net income (loss) for the period	-	-	-	-	(970,189)	(970,189)
Balance at September 30, 2012	25,094,281	$ 5,610,871	$ 28,050	$ 655,548	$ (5,815,859)	$ 478,610
Private placements, net of issue costs	2,000,000	187,750	-	-	-	187,750
Flow-through share premium	-	(10,000)	-	-	-	(10,000)
Warrants issued on private placement	-	-	(28,300)	28,300	-	-
Revaluation of warrants issued June 30	-	-	25,895	(25,895)	-	-
Warrants expired	-	-	(2,850)	2,850	-	-
Net income (loss) for the period	-	-	-	-	(552,513)	(552,513)
Balance at June 30, 2013	**27,094,281**	**$ 5,788,621**	**$ 22,795**	**$ 660,803**	**$ (6,368,372)**	**$ 103,847**

Balance at September 30, 2011	20,994,281	$ 4,715,321	$ 26,925	$ 622,292	$ (4,565,397)	$ 799,141
Private placements, net of issue costs	4,000,000	850,000	-	-	-	850,000
Share issued for consulting services	100,000	11,000	-	3,283	-	14,283
Warrants issued on private placement	-	(74,344)	74,344	-	-	-
Revaluation of warrants issued June 30	-	86,419	(86,419)	-	-	-
Flow-through share premium	-	(50,000)	-	-	-	(50,000)
Net income (loss) for the period	-	-	-	-	(430,636)	(430,636)
Balance at June 30, 2012	**25,094,281**	**$ 5,538,396**	**$ 14,850**	**$ 625,575**	**$ (4,996,033)**	**$ 1,182,788**

The accompanying notes form an integral part of these financial statements

McLaren Resources

(An Exploration Stage Enterprise)
Interim Unaudited Condensed Statements of Cash Flows
(Expressed in Canadian Dollars)

For the nine month periods ended,	June 30, 2013 $	June 30, 2012 $
Operating		
Net income for the period	(552,513)	(430,635)
Items not affecting cash		
Amortization	-	117
Common shares issued for advisory services	-	11,000
Share-based payments	-	3,283
Flow-through share premium recovery	1,150	(47,688)
	(551,363)	(463,923)
Net changes in non-cash working capital		
Decrease (Increase) in marketable securities	32,250	137,853
Decrease in HST recoverable	1,657	(13,439)
Increase in accounts receivable	(811)	54,125
Decrease (increase) in prepaid expenses	(7,116)	3,163
Increase (decrease) in accounts payable and accrued liabilities	(56,184)	20,156
Increase in Future tax liability	-	(8,044)
Net changes in non-cash working capital balances	(30,204)	169,590
Cash flows used in operating activities	(581,567)	(294,333)
Cash flows used in investing activities		
Mineral properties	-	(277,960)
Cash flows used in investing activities	-	(277,960)
Cash flows from financing activities		
Net proceeds from issuance of shares	177,750	850,000
Cash flows provided from financing activities	177,750	850,000
Net (decrease) increase in cash position	(403,817)	277,707
Cash, beginning of period	530,072	428,898
Cash, end of period	126,255	706,605

Supplemental Information		
Interest paid	-	-
Income tax paid	-	-

The accompanying notes form an integral part of these financial statements

1. NATURE OF OPERATIONS

McLaren Resources Inc. (CNSX:MCL) ("McLaren" or the “Company”) was incorporated on July 13, 1999 under The Business Corporations Act (Ontario). The Company’s head office is located at 65 Queen St. W., Suite 520 Toronto, ON, M5H 2M5. The Company is currently pursuing gold exploration in Ontario and will continue to source and evaluate gold exploration ventures within Canada (see Note 7).

On November 7, 2011 the Company signed a binding Letter of Intent ("LOI") with TimGinn Exploration Limited ("TimGinn") to earn 60% in a past producing gold Property located in the heart of the Timmins Gold Camp and adjacent to Goldcorp's Hollinger and McIntyre mines (Note 7).

On September 26, 2012, the Company announced it had entered into an option agreement with Red Mile Minerals Corp. ("Red Mile") (RDM-TSX-V) whereby Red Mile has the option to earn 50% interest in the Blue Quartz Property Extension ("BQ Extension") which is owned 100% by the Company. Upon completion of the option agreement McLaren and Red Mile will each own 50% of the entire Blue Quartz and BQ Extension property package.

As at June 30, 2013, the Company had a net loss of $552,513 (2012 - $430,635), a working capital surplus of $103,847 (September 2012 - $478,610). The Company has not yet achieved profitable operations. It has accumulated losses of $6,368,372 (September 2012 - $5,815,859) and expects to incur further losses in the development of its business. Management intends to obtain further financing through the issuance of new equity and entering into joint venture arrangements. While management has been successful in the past, the ultimate outcome of these matters cannot presently be determined because they are contingent on future events. However, the Company's management believes that it will be successful in meeting its business objectives, and that the going concern assumption remains appropriate.

The business of exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence are dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, and the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it 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, non-compliance with regulatory requirements or aboriginal land claims.

These unaudited financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) applicable to a going concern. Accordingly, they do not give effect to adjustments that would be necessary should the Company be unable to continue as a going concern and therefore be required to realize its assets and liquidate its liabilities and commitments in other than the normal course of business and at amounts different from those in the accompanying financial statements.

McLaren Resources

2. BASIS OF PRESENTATION AND GOING CONCERN

2.1 Statement of compliance

These unaudited condensed interim financial statements have been prepared in accordance with FRS as issued by the International Accounting Standards Board ("IASB").

The policies applied in these unaudited condensed interim financial statements are based on IFRS issued and outstanding as of August 15, 2013, the date the Board of Directors approved these unaudited financial statements.

2.2 Basis of presentation

In 2010, the CICA Handbook was revised to incorporate IFRS, and require publicly accountable enterprises to apply such standards effectively for years beginning on or after January 1, 2011. Accordingly, the Company has commenced reporting on this basis in these unaudited financial statements. In these financial statements , the term "Canadian GAAP" refers to Canadian General Accepted Accounting Principles before the adoption of IFRS.

2.2 New Standards not yet adopted and interpretations issued but not yet effective.

There are no relevant changes in accounting standards applicable to future periods other than as discussed in the most recent annual consolidated statements as at and for the year ended September 30, 2012.

At the date of authorization of these unaudited financial statements, the IASB and the International Financial Reporting Interpretations Committee ("IFRIC") have issued the following new and revised Standards and Interpretations which are not yet effective for the relevant reporting periods.

3. CASH

The balance at June 30, 2013 consists of cash on deposit with a major Canadian bank in general interest-bearing accounts totaling $126,255 (September 2012 - $530,072).

4. MARKETABLE SECURITIES

The Company's marketable securities consist of the following:

	June 30, 2013 $	September 30, 2012 $
Held-for-trading:		
Shoal Point Energy common shares (200,000 shares @ $0.06 per share)	12,000	18,000
Northern Gold Mining Inc. (formerly Victory Gold Mine Inc. 250,000 commons shares)- common shares (125,000 shares @ $0.07)	8,750	35,000
	20,750	53,000

On February 7, 2013, Northern Gold Mining Inc. purchased Victory Gold Mines Inc. in an all stock transaction with every two (2) Victory Gold Mines Inc. common shares being exchanged for (1) common share of Northern Gold Mining Inc.

The shares and warrants have been classified as held-for-trading.

5. HST RECOVERABLE

The Company's receivables arise from harmonized services tax ("HST") due from the Canadian government.

	June 30, 2013	September 30, 2012
	$	$
HST recoverable	32,728	34,386
Total accounts receivable	32,728	34,386

At June 30, 2013, the Company anticipates full recovery of these amounts and therefore no impairment has been recorded against these receivables. The credit risk on the receivables has been further discussed in Note 14.

The Company holds no collateral for any receivable amounts outstanding as at June 30, 2013.

6. PREPAID EXPENSES

Prepaid expenses represent advance payments made to vendors for expenses applicable to a future period. The Company's prepaid expenses represent the unexpensed portion of insurance and rent deposit.

7. MINERAL PROPERTIES

The evaluation and exploration expenses for the Company are broken down as follows:

	Periods ended		**Cumulative to date**
	June 30, 2013	September 30, 2012	
Blue Quartz property	-	286,010	286,010
TimGinn property	176,998	491,216	668,214
Exploration and evaluation expenditures	176,998	777,226	954,224

Northern Ontario, Canada

Blue Quartz

On December 6, 2010, McLaren and Red Mile entered into an option agreement whereby McLaren could earn a 50% interest in the Blue Quartz gold property (the "Blue Quartz Property"), with McLaren having the right of first refusal on the remaining 50% interest. The Blue Quartz Property consists of 25 patented mining claims and is located in Beatty Township, Northern Ontario. To earn a 50% interest in the Blue Quartz Property, the Company paid $10,000 cash and was required to spend $200,000 on exploration and development on or before September 1, 2011.

Blue Quartz

Commitments	On Signing	September 1 2011	Second Anniversary	Total Required	Paid / Issued	Balance Remaining
Cash Payments	10,000	-	-	10,000	10,000	-
Work commitments	-	200,000	-	200,000	200,000	-
Total payments	10,000	200,000	-	210,000	210,000	-

During the calendar year ended December 31, 2011, the Company completed the $200,000 in exploration and development expenditures and exercised its option to acquire 50% of the Blue Quartz Property holding 25 patented mining claims. A 1.0% Net Smelter Royalty ("NSR") is retained by the predecessor companies (Thundermin Resources Inc. and Wesdome Mines Ltd.). Upon completion of the earn in and exercising its option to acquire the 50% interest in the Blue Quartz Property, the Company has the right to purchase 50% (.05%) of the NSR from the predecessor companies for $250,000.

Blue Quartz Extension

On July 26, 2011, the Company purchased a 100% interest in 8 unpatented claims totaling 240 hectares (the "BQ-Extension") for $68,000 from 2285944 Ontario Limited.

On September 18, 2012, the Company entered into an option agreement with Red Mile whereby Red Mile has the option to earn 50% interest in the BQ-Extension. Upon completion of the option agreement McLaren and Red Mile will each own 50% of the entire Blue Quartz and BQ-Extension Property package.

TimGinn

On November 7, 2011 the Company announced that it had signed a binding Letter of Intent ("LOI") with TimGinn Exploration Limited to earn a 60% interest in a past producing gold property located in the heart of the Timmins Gold Camp adjacent to Goldcorp's Hollinger and McIntyre mines which have combined production of over 30 million ounces of gold to date.

McLaren can earn a 50% interest in the property by incurring $2 million of exploration expenditures by April 30, 2015 and an additional 10% interest by incurring an additional $2 million in exploration expenditures by April 30, 2016 in order to earn a 60% interest for $4 million in total exploration expenditures.

Commitment	Due Diligence	April 30 2013	April 30 2014	April 30 2015	Total Required	Paid / Issued	Balance Remaining
Cash Payments	-	-	-	-	-	-	-
Work commitments	200,000	500,000	-	1,300,000	2,000,000	668,214	1,331,786
Total payments	200,000	500,000	-	1,300,000	2,000,000	668,214	1,331,786

On April 30, 2013, the original option agreement dated March 21, 2012 was amended to move the 2nd year's exploration obligation of $600,000 (due April 30, 2014) to the third year, April 30, 2015. This amendment reduces the April 30, 2014 obligation to $Nil and increases the April 30, 2015 obligation to $1,300,000.

8. COMMITMENTS AND CONTINGENCIES:

The Company's operations were partly financed by the issuance of flow-through shares. However, there is no assurance that the funds spent by the Company will qualify as Canadian exploration expenses, even if the Company has committed to take all the necessary measures for this purpose. All flow-through funds raised to date, have been spent on qualified Canadian exploration expenditures in accordance with the Income Tax Act (Canada).

9. ACCOUNTS PAYABLES AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities consist primarily of outstanding vendors' invoices and accrued expenses incurred during the period. The balances owing to the creditors are payable in accordance with the vendors' individual credit terms. The Company has the following contractual maturities:

	June 30, 2013 $	September 30, 2012 $
	-	-
3 - 6 months	83,232	139,416
6 - 9 months	-	-
9 - 12 months	-	-
Greater than 12 months	-	-
	83,232	139,416

10. RELATED PARTY TRANSACTIONS

(a) During the three month period ended June 30, 2013, officers and directors of the Company and corporations related to them charged consulting and management fees $37,500 (2012 - $52,500) and consulting fees of $21,500 (2012 - $33,521). Included in accounts payable is $14,125 (2012 - $Nil) relating to unpaid management and consulting fees.

(b) During the three month period ended June 30, 2013, directors of the Company and corporations related to them charged director fees of $7,562 (2012 - $7,562). Included in accounts payable is $7,562 (2012 - $Nil) relating to unpaid director fees.

(c) During the three month period ended June 30, 2013, the Company was charged $3,882, (2012 - $7,660) by a law firm of which an officer of the Company is a partner. Accounts payable owing to this law firm at June 30, 2013 is $Nil (2012 - $2,500).

These transactions were 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.

McLaren Resources

11. CAPITAL STOCK

(a) Authorized

An unlimited number of one class of voting shares, designated common shares, with no par value.

(b) Issued and outstanding

	June 30, 2013		June 30, 2012	
	Number of shares	Amount $	Number of shares	Amount $
Beginning balance	25,094,281	5,610,871	20,994,281	4,787,821
Private placement flow-through (i)	2,000,000	187,750	1,000,000	250,000
Issuance of warrants (i)	-	-	-	(74,344)
Warrant revaluation	-	-	-	13,919
Private placement	-	-	3,000,000	600,000
Stock issued for services	-	-	100,000	11,000
Flow-through share premium (ii)	-	(10,000)	-	(50,000)
Ending balance	27,094,281	5,788,621	25,094,281	5,538,396

During the period the following transactions occurred:

(i) During the 1st quarter of 2013, the Company issued 2,000,000 Flow-through common share units at $0.10 per share unit realizing gross proceeds of $200,000 and net proceeds of $187,750. Each unit consists of one common share and a half-warrant, with each full warrant being exercisable at $0.20 per share for 18 months from the date of closing.

(ii) Flow-through premium of $10,000 (2012 - $50,000) was calculated based on the residual value of flow-through shares. The residual value is the excess of the issuance price of the flow-through shares over the market value of the shares on the date of issuance.

c) Warrants:

In December of 2012, the Company issued 2,000,000 common share units consisting of one common share and a half-warrant, plus 175,000 broker warrants, each full warrant being exercisable at $0.20 per share for 18 months from the date of closing. These warrants remain outstanding as at June 30, 2013

Date issued	Number of Warrants	Number of Warrant Shares	Fair Value of Warrants $	Exercise Price $	Expiry Date
December 30, 2012	1,175,000		$ 27,848	$0.20	June 29, 2014
	1,175,000	$ -	$ 27,848		

The accompanying notes form an integral part of these financial statements

The Company follows the fair value method of accounting for warrants using the Black-Scholes option pricing model. The fair value of warrants were calculated on June 30, 2013, based on the following assumptions:

Risk free interest rate	1.25 %
Expected volatility	100 %
Dividend yield	0.00 %
Expected life (in years)	1.00
Stock price	$ 0.10
Exercise price	$ 0.20

d) Stock option plan:

The Company has adopted a stock option plan (the "Plan"), which provides that the board of directors of the Company may from time to time, in its discretion, and in accordance with exchange requirements, grant to directors, officers, employees and consultants of the Company options to purchase the Company's shares, provided that the number of the Company's shares reserved for issuance may not exceed 10% of the issued and outstanding common shares at any time. Such options will be exercisable for a period of up to 5 years from the date of grant. Except in specified circumstances, options are not assignable and will terminate if the optionee ceases to be employed by or associated with the Company. The terms of the Plan further provide that the price at which shares may be issued cannot be less than the market price (net of permissible discounts) of the shares when the relevant options were granted.

As at June 30, 2013, common share options held by directors, officers, and consultants are as follows:

Number of options outstanding	Exercise Price $	Expiry Date	Number of options exercisable
62,500	0.20	August 30, 2013	62,500
1,025,000	0.20	December 30, 2014	1,025,000
375,000	0.20	December 10, 2015	375,000
350,000	0.35	April 28, 2016	350,000
1,812,500	0.23		1,812,500

During the quarter ended June 30, 2013 there were no stock option transactions.

	June 30, 2013	September 30, 2012
Weighted average exercise price	$ 0.23	$ 0.23
Balance, beginning of the period / year	1,812,500	2,075,000
Remaining contractual life		-
Options cancelled during the period / year	-	(62,500)
Options cancelled during the period / year	-	(200,000)
Balance, end of the period / year	1,812,500	1,812,500

12. CONTRIBUTED SURPLUS

The following table summarizes the changes of Contributed Surplus during the period:

	June 30, 2013 $	September 30, 2012 $
Balance - beginning of the period	655,548	622,292
Share-based payments (Note 11(d))	-	6,331
Warrants issued on private placement	28,300	-
Revaluation of Warrants at June 30, 2013	(25,895)	-
Warrants expired	2,850	26,925
Balance - end of the period	660,803	655,548

13. CAPITAL MANAGEMENT

The Company's objective in managing capital is to maintain the entity's ability to continue as going concern, support the Company's normal operating requirements and to continue the exploration and development of its mineral properties.

The capital of the Company consists of the items in the shareholders' equity. The Board of Directors does not establish a quantitative return on capital criteria for management but rather relies on the expertise of the Company's management to sustain future development of the business.

The Company regularly monitors and reviews the amount of capital in proportion to risk and future development and exploration opportunities. 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. In order to maintain or adjust the capital structure, the Company may issue new debts or equity or similar instruments to obtain additional financing.

The Company's over-all strategy with respect to capital risk management remained unchanged during the period. The Company is not subject to any externally imposed capital requirements as at June 30, 2013.

14. FINANCIAL INSTRUMENTS

The Company manages its exposure to a number of different financial risks arising from its operations as well as its use of financial instruments including market risks (commodity prices, foreign currency exchange rate and interest rate), credit risk and liquidity risk though its risk management strategy. The objective of the strategy is to support the delivery of the Company's financial targets while protecting its future financial security and flexibility.

Financial risks are primarily managed and monitored through operating and financing activities and, if required, through the use of derivative financial instruments. The Company does not use derivative financial instruments for purposes other than risk management. The financial risks are evaluated regularly with due consideration to changes in the key economic indicators and to up-to-date market information.

The Company's risk exposure and risk management policies and procedures have not changed.

Market risk

Market risk is the risk or uncertainty arising from possible market price movements and their impact on the future performance of the business. The Company may use derivative, financial instruments such as foreign exchange contracts and interest rate swaps to manage certain exposures. These market risks are evaluated by monitoring changes in key economic indicators and market information on an on-going basis.

Credit risk

The maximum exposure to credit risk is equal to the carrying amount of financial instruments classified as loans and receivables.

Liquidity risk

Liquidity risk encompasses the risk that a company cannot meet its financial obligations in full. The Company's main sources of liquidity are its cash and cash equivalents. These funds are primarily used to finance working capital, operating expenses, exploration expenditures, capital expenditures, dividends and acquisitions.

The Company manages its liquidity risk by regularly monitoring its cash flows from operating activities, holding adequate amounts of cash and cash equivalents. The current year's budget is planned to be funded and cash and cash equivalents provide additional flexibility for short-term timing fluctuations.

Accounts payable and accrued liabilities are current financial instruments expected to be settled in the normal course of operations.

Fair value

The carrying value and fair value of these unaudited financial instruments at June 31, 2013 is disclosed below by financial instrument category, as well as any related interest expense for the period ended June 30, 2013:

	June 30, 2013			September 30, 2012		
Financial Instrument	Carrying Value $	Fair Value $	Interest Expense $	Carrying Value $	Fair Value $	Interest Expense $
Held for trading						
Cash	126,255	126,255	-	530,072	530,072	-
Available for sale						
Marketable Securities	-	-	-	-	-	-
Loan and receivable						
HST Recoverable	32,728	32,728	-	34,386	34,386	-
Accounts receivable	811	811	-	-	-	-
Financial liabilities						
Accounts payable and accrued liabilities	83,232	83,232	-	139,416	139,416	-

The fair value of the Company's financial assets and liabilities approximates their respective carrying values as at the balance sheet dates because of the short term maturity of these instruments. The fair value of the financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Financial instruments recorded at fair value on the balance sheet are classified using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1 - valuation based on quoted prices (unadjusted) observed in active markets for identical assets or liabilities.

Level 2 - valuation techniques based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability either directly or indirectly.

Level 3 - valuation techniques based on inputs for the asset or liability that are not based on observable market data.

The fair value of cash is measured based on Level 1 inputs referred to in the three levels of the hierarchy noted above. The Company does not have any Level 2 or Level 3 fair value measurements and thus no continuity schedule has been presented. In addition, there have been no significant transfers between levels.

15. LOSS PER SHARE

Net loss per share has been calculated by dividing the net loss for the period by the weighted average number of common shares outstanding during the period. The effect of stock options and warrants was anti-dilutive and hence, the diluted loss per share equals the basic loss per share.

16. SUBSEQUENT EVENTS

On July 5th, 2013, the Company announced the results of the recently completed 5 hole 1,563 metre exploration drill program. Details of the announcement can be read on Sedar.com.

17. RECLASSIFICATION

The comparative financial statements have been reclassified to conform to the presentation of the current period financial statements.