

CORAZON GOLD CORP.

(formerly ReMac Zinc Corp.)

Condensed Consolidated Interim Financial Statements

Nine Months Ended September 30, 2011

Expressed in Canadian Dollars

NOTICE TO READER

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 consolidated financial statements have been prepared by and are the responsibility of the management.

The Company's independent auditor has not performed a review of these financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Consolidated statements of financial position

(Expressed in Canadian dollars – unaudited)

	Notes	September 30, 2011	December 31, 2010
ASSETS			
Current assets			
Cash and cash equivalents	4	\$ 6,723,255	\$ 64,115
Receivables, deposits and prepaid expenses	5	180,415	20,571
		6,903,670	84,686
Non-current assets			
Reclamation bond		5,000	-
Equipment		251,993	57,875
Resource properties	6	5,833,173	1,197,923
		6,090,166	1,255,798
TOTAL ASSETS		\$ 12,993,836	\$ 1,340,484
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	\$ 182,666	\$ 378,594
Promissory notes	8	-	436,150
TOTAL LIABILITIES		182,666	814,744
SHAREHOLDERS' EQUITY			
Share capital	9	13,681,795	1,046,948
Share-based payment reserve	9	1,578,881	-
Cumulative foreign exchange translation adjustment	9	178,288	(51,897)
Accumulated deficit		(2,627,794)	(469,311)
TOTAL SHAREHOLDERS' EQUITY		12,811,170	525,740
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		\$ 12,993,836	\$ 1,340,484

SUBSEQUENT EVENT (Note 13)

Approved by the board of directors on November 14, 2011

"John King Burns"_____
Director**"Patrick Brauckmann"**_____
Director

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Consolidated statements of comprehensive loss

(Expressed in Canadian dollars – unaudited)

	Notes	Three month period ended September 30, 2011	Three month period ended September 30, 2010	Nine month period ended September 30, 2011	From inception on February 26, 2010 to September 30, 2010
Expenses					
Audit and accounting fees		\$ -	\$ 30,000	\$ 3,423	\$ 30,000
Consulting fees		25,847	49,818	90,271	80,247
Corporate development		70,758	7,195	232,911	14,003
Depreciation		27,400	3,354	39,846	3,354
Finders fees	9	-	-	250,000	-
Legal fees and expenses		24,498	59,295	92,703	97,706
Office		55,361	5,264	110,113	8,206
Property examination costs		-	-	-	23,557
Regulatory fees		1,358	450	110,546	654
Salaries and benefits		106,385	2,770	223,450	2,770
Share-based payments		310,872	-	1,230,480	-
Travel and accommodation		11,624	18,202	50,432	62,657
		634,103	176,348	2,434,175	323,154
Other expenses (income)					
Foreign exchange loss (gain)		(41,078)	6	(114,863)	(8)
Gain on reverse asset acquisition	10	-	-	(160,829)	-
		(41,078)	6	(275,692)	(8)
Net loss for the period		593,025	176,354	2,158,483	323,146
Other comprehensive loss (income)					
Foreign currency translation		(401,567)	11,895	(230,185)	15,921
Total comprehensive loss for the period		\$ 191,458	\$ 188,249	\$ 1,928,298	\$ 339,067
Loss per share – basic and diluted		\$ 0.010	\$ 0.014	\$ 0.039	\$ 0.060
Weighted average number of shares outstanding – basic and diluted					
		60,496,552	12,744,755	54,810,328	5,428,810

See accompanying notes to the consolidated financial statements

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Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Consolidated statement of changes in shareholders' equity

(Expressed in Canadian dollars – unaudited)

	Notes	Share capital		Reserves			Deficit	Total
		Number of shares	Amount	Share-based payment reserve	Cumulative foreign exchange translation adjustment			
Comprehensive loss for the period from incorporation of Corazon Exploraciones, S.A. on February 26, 2010 to September 30, 2010								
Loss for the period		-	\$ -	\$ -	\$ -	\$ -	\$ (323,146)	\$ (323,146)
Other comprehensive loss		-	-	-	(15,921)	-	-	(15,921)
Total comprehensive loss for the period		-	-	-	(15,921)	-	(323,146)	(339,067)
Transactions with owners, in their capacity as owners, and other transfers for the period from incorporation of Corazon Exploraciones, S.A. on February 26, 2010 to September 30, 2010:								
Shares issued on incorporation of Corazon Exploraciones, S.A.		1,000	530,000	-	-	-	-	530,000
Elimination of Corazon Exploraciones, S.A. shares pursuant to shares exchanged in share purchase agreement		(1,000)	-	-	-	-	-	-
Issue of shares of 0887398 B.C. Ltd. pursuant to share purchase agreement		20,000,000	-	-	-	-	-	-
Private placement on August 20, 2010		3,106,318	465,948	-	-	-	-	465,948
Private placement on September 16, 2010		340,000	51,000	-	-	-	-	51,000
Balance at September 30, 2010		23,446,318	1,046,948	-	(15,921)	-	(323,146)	707,881
Comprehensive loss for the three months ended December 31, 2010:								
Loss for the period		-	-	-	-	-	(146,165)	(146,165)
Other comprehensive loss		-	-	-	(35,976)	-	-	(35,976)
Total comprehensive loss for the period		-	-	-	(35,976)	-	(146,165)	(182,141)
Balance at December 31, 2010		23,446,318	\$ 1,046,948	\$ -	\$ (51,897)	-	\$ (469,311)	\$ 525,740

See accompanying notes to the consolidated financial statements

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Consolidated statement of changes in shareholders' equity (cont'd)

(Expressed in Canadian dollars – unaudited)

	Notes	Share capital		Reserves			Total
		Number of shares	Amount	Share-based payment reserve	Cumulative foreign exchange translation adjustment	Deficit	
Balance at January 1, 2011		23,446,318	\$ 1,046,948	\$ -	\$ (51,897)	\$ (469,311)	\$ 525,740
Comprehensive loss for the nine months ended :							
Loss for the period		-	-	-	-	(2,158,483)	(2,158,483)
Other comprehensive loss		-	-	-	230,185	-	230,185
Total comprehensive loss for the period		-	-	-	230,185	(2,158,483)	(1,928,298)
Transactions with owners, in their capacity as owners, and other transfers:							
Elimination of 0887398 B.C. Ltd. shares pursuant to shares exchanged in share purchase agreement	10	(23,446,318)	-	-	-	-	-
Issue of shares of the Company pursuant to share purchase agreement	10	23,446,318	-	-	-	-	-
Fair value of monetary assets attributed to issued shares of legal parent at acquisition date	10	3,513,734	82,900	-	-	-	82,900
Private placement on January 14, 2011	9	20,312,500	5,550,000	-	-	-	5,550,000
Shares issued as finders' fees on January 18, 2011	9	1,250,000	250,000	-	-	-	250,000
Private placement on April 12, 2011	9	11,974,000	8,022,580	-	-	-	8,022,580
Share issue costs - cash	9	-	(922,232)	-	-	-	(922,232)
Shares issue costs - warrants	9	-	(348,401)	348,401	-	-	-
Fair value of share options granted	9	-	-	1,230,480	-	-	1,230,480
Total transactions with owners and other transfers		37,050,234	12,634,847	1,578,881	-	-	14,213,728
Balance at September 30, 2011		60,496,552	\$ 13,681,795	\$ 1,578,881	\$ 178,288	\$ (2,627,794)	\$ 12,811,170

See accompanying notes to the consolidated financial statements

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Consolidated statements of cash flows

(Expressed in Canadian dollars – unaudited)

	Three month period ended September 30, 2011	Three month period ended September 30, 2010	Nine month period ended September 30, 2011	From inception on February 26, 2010 to September 30, 2010
Operating activities				
Loss before income taxes	\$ (593,025)	\$ (176,354)	\$ (2,158,483)	\$ (323,146)
Adjustments for non-cash items:				
Depreciation	27,400	3,354	39,846	3,354
Finders' fees	-	-	250,000	-
Gain on capital transaction	-	-	(160,829)	-
Share-based payments	310,872	-	1,230,480	-
Changes in non-cash working capital items:				
Receivables, deposits and prepaid expenses	27,189	(11,267)	(159,844)	(13,175)
Accounts payables and accrued liabilities	52,502	4,096	(195,928)	280,915
Effect of foreign exchange rates on operating activities	(83,473)	9,812	(133,153)	(14,251)
Net cash flows used in operating activities	(258,535)	(170,359)	(1,287,911)	(66,303)
Investing activities				
Acquisition of equipment	(172,576)	(65,801)	(229,941)	(65,801)
Acquisition of reclamation bond	-	-	(5,000)	-
Cash acquired on reverse asset acquisition	-	-	243,729	-
Expenditures on resource properties	(825,302)	(299,873)	(4,282,983)	(943,238)
Net cash flows used in investing activities	(997,878)	(365,674)	(4,274,195)	(1,009,039)
Financing activities				
Common shares issued for cash	-	516,948	13,572,580	1,046,948
Share issue costs	(1,073)	-	(922,232)	-
Increase (decrease) in promissory note	-	-	(447,939)	102,497
Net cash flows from financing activities	(1,073)	516,948	12,202,409	1,149,445
Increase in cash and cash equivalents	(1,257,486)	(19,085)	6,640,303	74,103
Effect of exchange rates on cash holdings in foreign currencies	23,040	(2,540)	18,837	(525)
Cash and cash equivalents, beginning	7,957,701	95,203	64,115	-
Cash and cash equivalents, ending	\$ 6,723,255	\$ 73,578	\$ 6,723,255	\$ 73,578

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

1. Nature and continuance of operations

Corazon Gold Corp. (the "Company") and its subsidiaries (the "Group") are a development stage Group engaged in the acquisition, exploration and development of resource properties.

These consolidated interim financial statements have been prepared using International Financial Reporting Standards ("IFRS") applicable to a going concern, which contemplates the realization of assets and settlement of liabilities in the normal course of business as they become due.

For the nine months ended September 30, 2011 the Group incurred a loss of \$2,158,483 and as at September 30, 2011 had an accumulated deficit of \$2,627,794. The Group is in the process of exploring its mineral properties and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The ability of the Group to continue operations as a going concern and the recoverability of the amount shown for mineral resources are dependent upon the existence of economically recoverable reserves, the continued support of shareholders, the ability to continue to raise the necessary financing to complete the development of such properties and repay debts, and the profitable production or disposition of such properties. Management is of the opinion that sufficient working capital will be obtainable from internal and/ or external financing to meet the Group's liabilities and commitments as they become due, although there is risk that additional financing will not be available on a timely basis or on terms acceptable to the Group. These consolidated financial statements do not include adjustments to amounts and classifications of assets and liabilities that might be necessary should the Group be unable to continue operations.

2. Significant accounting policies and basis of preparation

Statement of compliance and conversion to International Financial Reporting Standards

The consolidated interim financial statements of the Group have been prepared in accordance with IFRS issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"). Therefore, these financial statements comply with International Accounting Standard ("IAS") 34, Interim Financial Reporting.

On January 14, 2011, the Company acquired all of the outstanding shares of 0887406 B.C. Ltd. in a reverse acquisition. In August 2010 0887406 B.C. Ltd. acquired all of the outstanding shares in Corazon Exploraciones, S.A. in a similar transaction. Consequently, the Group has been reporting under an IFRS framework since the inception of Corazon Exploraciones, S.A. on February 26, 2010. As a result, IFRS 1, First-time Adoption of IFRS, was not applied in these consolidated interim financial statements.

The same accounting policies and methods of computation were followed in the preparation of these interim condensed consolidated financial statements as were followed in the preparation of the interim condensed consolidated financial statements for the periods ended March 31, 2011 and June 30, 2011. Accordingly, these interim condensed consolidated financial statements for the three and nine month periods ended September 30, 2011 should be read together with the interim condensed consolidated financial statements for the periods ended March 31, 2011 and June 30, 2011.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

3. Accounting standards issued but not yet effective

IFRS 9 – Financial Instruments

IFRS 9 establishes the requirements for recognizing and measuring financial assets and financial liabilities. This new standard is effective January 1, 2013 with earlier application permitted.

IFRS 10 - Consolidated Financial Statements

IFRS 10 supersedes IAS 27: Consolidated and Separate Financial Statements and establishes principles for the presentation and preparation of consolidated financial statements when an entity controls one or more other entities. This new standard is effective January 1, 2013 with earlier application permitted.

IFRS 11 - Joint Arrangements

IFRS 11 establishes principles for financial reporting by parties to a joint arrangement and supersedes IAS 31: Interests in Joint Ventures and SIC 13: Jointly Controlled Entities - Non- Monetary Contributions by Venturers. This new standard is effective January 1, 2013 with earlier application permitted.

IAS 12 - Income Taxes

IAS 12 addresses the recovery of underlying assets. This amendment is effective January 1, 2012 with earlier application permitted.

IAS 27 - Separate Financial Statements

IAS 27 contains accounting and disclosure requirements for investments in subsidiaries, joint ventures and associates when an entity prepares separate financial statements. IAS 27 requires an entity preparing separate financial statements to account for those investments at cost or in accordance with IFRS 9. This new standard is effective January 1, 2013 with earlier application permitted.

IAS 28 - Investments in Associates and Joint Ventures

IAS 28 prescribes the accounting for investments in associates and sets out the requirements for the application of the equity method when accounting for investments in associates and joint ventures. This amendment is effective January 1, 2013 with earlier application permitted.

IFRS 12 - Disclosure of Interests in Other Entities

IFRS 12 applies to entities that have an interest in a subsidiary, a joint arrangement, an associate or an unconsolidated structured entity. This new standard is effective January 1, 2013 with earlier application permitted.

IFRS 13 - Fair Value Measurement

The IASB issued IFRS 13 “Fair Value Measurement” was issued by the IASB on May 16, 2011. This standard defines fair value, sets out a single IFRS framework for measuring fair value and outlines disclosure requirements about fair value measurements. IFRS 13 defines fair value as 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. Fair value is a market-based measurement, not an entity-specific measurement so assumptions that market participants would use should be applied in measuring fair value. The new standard is effective for annual periods on or after January 1, 2013, with earlier application permitted.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

3. Accounting standards issued by not yet effective (cont'd)***IAS 1- Other Comprehensive Income***

The IASB issued amendments to IAS 1 "Presentation of Financial Statements" to require companies preparing financial statements under IFRS to group items within Other Comprehensive Income ("OCI") that may be reclassified to profit or loss. The amendments also reaffirm existing requirements that items in OCI and profit or loss should be presented as either a single statement or two consecutive statements. The amendments to IAS 1 are effective for fiscal years beginning on or after July 1, 2012.

IFRIC Interpretation 20 "Stripping Costs in the Production Phase of a Surface Mine"

The IASB has issued IFRIC Interpretation 20 on October 24, 2011 clarifying when production stripping should lead to the recognition of an asset and how that asset should be measured, both initially and in subsequent periods.

The Company has not early adopted these standards and is currently assessing the impact that these standards will have on the consolidated financial statements.

4. Cash and cash equivalents

The components of cash and cash equivalents are as follows:

	September 30, 2011	December 31, 2010
Cash at bank	\$ 708,255	\$ 64,115
Guaranteed investment certificates	6,015,000	-
	\$ 6,723,255	\$ 64,115

5. Receivables, deposits and prepaid expenses

	September 30, 2011	December 31, 2010
Value added and harmonized sales tax receivable	\$ 149,638	\$ 4,887
Other receivables	1,980	-
Deposits	-	13,478
Prepaid expenses	28,797	2,206
	\$ 180,415	\$ 20,571

6. Resource propertiesSanto Domingo property:

On April 15, 2010, Corazon entered into a Concession Agreement which provides the option to acquire a 100% interest in the Santo Domingo concession (the Concession) from the Cooperativa de Pequeños Mineros de Santo Domingo RL (the Co-op) for USD\$5,500,000. The Concession Agreement, requires the Group to pay an initial USD\$500,000 on April 15, 2010 (paid), and to make two payments of USD\$2,500,000, the first no later than April 15, 2011 (paid) and the second by April 15, 2012, respectively, to complete the acquisition of a 100% interest in the Concession. The Concession lies in the canton of Santo Domingo, in the eastern section of the La Libertad-Santo Domingo mining district, state of Chontales, central Nicaragua. The Concession totals 650 hectares and is situated 177 kilometres northwest of the major Pacific port and capital city of Managua, Nicaragua. The main focus of the project will be the exploration for gold.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

6. Resource properties (cont'd)Santo Domingo property (cont'd):

Resource property expenditures to September 30, 2011 are detailed as follows:

	Acquisition cost	Exploration and development	Other	Total resource property expenditure
Resource property expenditure incurred from date of agreement to December 31, 2010	\$ 636,048	\$ 488,729	\$ 73,146	\$ 1,197,923
Resource property expenditure incurred during the nine months ended September 30, 2011	2,427,319	1,639,104	216,560	4,282,983
Effect of foreign currency translation	198,021	135,958	18,288	352,267
At September 30, 2011	\$ 3,261,388	\$ 2,263,791	\$ 307,994	\$ 5,833,173

ReMac Zinc property:

The ReMac Zinc project consists of 40 contiguous mineral claims comprising 3,943.82 hectares (the "ReMac Zinc property") which is 100% owned by ReMac. The ReMac Zinc property is situated 25 kilometres southeast of Teck's lead-zinc smelter complex in Trail, BC, and 15 kilometres north of Teck's Pend d'Oreille zinc mine and concentrator in Metalline Falls, Washington, USA.

Currently the Group is maintaining ownership in the ReMac Zinc property but does not have an exploration program planned in the near future. The Group is assessing the viability of continued ownership in the ReMac Zinc property. The Group has not incurred any resource expenditures on the property in the nine months ended September 30, 2011. All resource property expenditures incurred to December 31, 2010 have been impaired.

7. Accounts payables and accrued liabilities

	September 30, 2011	December 31, 2010
Accounts payable	\$ 43,476	\$ 366,553
Accrued liabilities	8,504	4,579
Payroll liabilities	130,686	7,462
	\$ 182,666	\$ 378,594

8. Promissory notes

The outstanding promissory notes as at December 31, 2010 were repayable on demand without interest and were unsecured. The promissory notes were repaid in full during the three months ended March 31, 2011.

9. Share capital and reserves***Authorized share capital***

Unlimited number of common shares without par value.

Unlimited number of preferred shares without par value.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

9. Share capital and reserves (cont'd)

Issued share capital

At September 30, 2011 there were 60,496,552 issued and fully paid common shares (December 31, 2010 – 23,446,318).

Reverse asset acquisition

On January 14, 2011, the Company entered into a definitive share exchange agreement with 0887398 to acquire all of the issued and outstanding shares of the 0887398. The Company issued one common share for each issued and outstanding common share of 0887398. A total of 23,446,318 shares were issued pursuant to the agreement. After the transaction, the former shareholders of the 0887398 hold the controlling interest in the Company and the transaction was recorded as a reverse asset acquisition, with 0887398 being the deemed acquirer of the net assets of the Company. The fair value of the shares issued was calculated at \$82,900 (Notes 2 and 10).

In conjunction with the completion of the transaction, 1,250,000 common shares were issued as finders' fees at a deemed cost per share of 0.20 cents.

Private placements

Concurrently with the completion of the reverse asset acquisition, the Company completed a financing involving the issuance of 12,875,000 common shares at a price of \$0.20 per common share and 7,437,500 common shares at a price of \$0.40 per common share for total proceeds of \$5,550,000. The Company incurred share issuance costs of \$220,304.

On April 12, 2011 the Company completed a private placement for 11,974,000 shares at a price of \$0.67 per share for total proceeds of \$8,022,580. The Company incurred share issuance costs of \$928,961, which included \$228,106 recorded as the fair value of 711,240 warrants issued to the private placement underwriters (the "Warrants"). The Warrants expire on April 12, 2012, and each Warrant gives the holder the right to purchase one common share of the Company at a price of \$0.67. The fair value of the warrants was determined using the Black-Scholes option pricing model with the following assumptions: expected life of one year; an expected volatility of 143%; a risk-free rate of 1.86%; and an expected dividend yield of 0%.

Stock options

The Company has adopted an incentive share option plan, which provides that the Board of Directors of the Company may from time to time, in its discretion, and in accordance with the Exchange requirements, grant to directors, officers, employees and technical consultants to the Company, non-transferable share options.

In conjunction with the closing of the reverse assets acquisition transaction on January 14, 2011, all previous, fully vested, outstanding share options (109,287) were cancelled.

On March 2, 2011, the Company granted an aggregate of 2,100,000 stock options to directors, officers and employees of the Company at an exercise price of \$0.75 per share. The options have a five year expiry. The options vest as to 25% every six months, commencing on the grant date.

On April 19, 2011, the Company granted an aggregate of 200,000 stock options to officers and employees of the Company at an exercise price of \$0.80 per share. The options have a five year expiry. The options vest as to 25% every six months, commencing on the grant date.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

9. Share capital and reserves (cont'd)***Stock options (cont'd)***

The changes in options during the nine month period ended September 30, 2011 and the year ended December 31, 2010 are as follows:

	September 30, 2011		December 31, 2010	
	Number of options	Weighted average exercise price	Number of options	Weighted average exercise price
Options outstanding, beginning of period	109,287	\$ 4.55	125,358	\$ 4.22
Options granted	2,300,000	0.75	-	-
Options cancelled / expired	(146,787)	3.58	(16,071)	2.80
Options forfeited	(112,500)	0.77	-	-
Options outstanding, end of period	2,150,000	\$ 0.75	109,287	\$ 4.55
Options exercisable, end of period	1,087,500	\$ 0.75	109,287	\$ 4.55

The weighted average contractual life remaining of options outstanding at September 30, 2011 was 4.43 years.

The weighted average grant date fair value of options granted during the nine month period ended September 30, 2011 was \$0.76. The fair value was determined using the Black-Scholes option pricing model using the following weighted average assumptions:

Expected life of options	3.26 years
Annualized volatility	209.86%
Risk-free interest rate	2.23%
Dividend rate	0%

Warrants

At September 30, 2011, there were 711,240 share purchase warrants outstanding. These warrants have an exercise price of \$0.67 and expire on April 12, 2012. There were no warrants outstanding at December 31, 2010.

Reserves**Share-based payment reserve**

The share-based payment reserve records items recognized as share-based payments until such time that the share options or warrants are exercised, at which time the corresponding amount will be transferred to share capital. If the options or warrants expire unexercised, the amount recorded is transferred to deficit.

Cumulative foreign exchange translation adjustment

The cumulative foreign exchange translation adjustment records exchange differences arising on translation of subsidiaries of the Group that have a functional currency other than the Canadian dollar.

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

10. Reverse asset acquisition

The transaction described in notes 2 and 9 has been accounted for as a reversed asset acquisition as the Company does not meet the definition of a business provided in IFRS 3, Business Combinations. The transaction has therefore been recorded as a capital transaction of the Company equivalent to the issuance of shares by 0887398 to acquire the net monetary assets of the Company. The fair value of the shares issued by 0887398 was lower than the fair value of the net assets received in the transaction. The resulting gain has been presented in the net loss for the nine months ended September 30, 2011 in accordance with IFRS.

Net monetary assets of the Company at fair value	\$	243,729
Fair value of deemed shares issued		82,900
Gain on reverse asset acquisition	\$	160,829

11. Related party transactions***Related party balances***

At December 31, 2010, a \$28,000 promissory note was due to the spouse of the President and Director of the Company. This note was repaid in January 2011 (Note 8).

Included in accounts payable at December 31, 2010 was an amount of \$150,627 owed to the president and CEO of the Company. The amount was repaid in January 2011.

These amounts were unsecured, non-interest bearing and had no fixed terms of repayment.

12. Segmented information***Operating segments***

The Group operates in a single reportable operating segment – the acquisition, exploration and development of resource properties.

Geographic segments

The Group's non-current assets are located in the following countries:

	As at September 30, 2011		
	Canada	Nicaragua	Total
Reclamation bond	\$ 5,000	\$ -	\$ 5,000
Equipment	168,341	83,652	251,993
Resource properties	-	5,833,173	5,833,173
	\$ 173,341	\$ 5,916,825	\$ 6,090,166

12. Segmented information***Geographic segments (cont'd)***

	As at December 31, 2010		
	Canada	Nicaragua	Total
Equipment	\$ -	\$ 57,875	\$ 57,875
Resource properties	-	1,197,923	1,197,923
	\$ -	\$ 1,255,798	\$ 1,255,798

Corazon Gold Corp. (formerly ReMac Zinc. Corp)

Notes to the Condensed Consolidated Interim Financial Statements

(Expressed in Canadian dollars - unaudited)

For the nine month period ended September 30, 2011

13. Subsequent event

On October 7, 2011, the Company granted an aggregate of 2,650,000 stock options to directors, officers and employees of the Company at an exercise price of \$0.30 per share. The options have a five year expiry. The options vest as to 25% every six months, commencing on the grant date.