CuOro Resources Corp.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED
AUGUST 31, 2013

(Unaudited - Expressed in Canadian Dollars)

NOTICE OF NO AUDITOR REVIEW OF
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

In accordance with National Instrument 51-102 Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that the condensed interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed consolidated interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

CUORO RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION

(Unaudited - Expressed in Canadian Dollars)

	Note	August 31, 2013 $	November 30, 2012 $
ASSETS			
Current assets			
Cash		6,208,319	8,008,803
Amounts receivable		-	11,339
GST/HST receivable		40,577	86,267
Prepaid expenses		20,648	82,595
Total current assets		6,269,544	8,189,004
Non-current assets			
Property, plant and equipment	4	80,000	471,795
Exploration and evaluation assets	5	12,134	10,360,824
Total non-current assets		92,134	10,832,619
TOTAL ASSETS		6,361,678	19,021,623
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	7	51,764	415,741
TOTAL LIABILITIES		51,764	415,741
SHAREHOLDERS' EQUITY			
Share capital	6	24,089,879	24,089,879
Share-based payments reserve		3,464,007	3,464,007
Deficit		(21,243,972)	(8,948,004)
TOTAL SHAREHOLDERS' EQUITY		6,309,914	18,605,882
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		6,361,678	19,021,623

Nature and Continuance of Operations - See Note 1

These condensed consolidated interim financial statements were approved for issue by the Board of Directors on October 28, 2013 and are signed on its behalf by:

/s/ ***Marc Cernovitch***	/s/ ***Nick DeMare***
Marc Cernovitch	Nick DeMare
Director	Director

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

CUORO RESOURCES CORP.

CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS

(Unaudited - Expressed in Canadian Dollars)

	Note	Three Months Ended		Nine Months Ended	
		August 31, 2013 $	August 31, 2012 $	August 31, 2013 $	August 31, 2012 $
Expenses					
Accounting and administration	7(a)	7,426	14,137	64,828	60,636
Audit fees		-	-	77,820	61,420
Corporate development		6,302	23,574	9,374	89,895
Depreciation	4	-	22,378	39,706	66,097
General and administrative expenses		19,440	83,759	143,413	213,249
General exploration		776	-	3,948	-
Investment conferences		-	3,518	17,817	61,514
Investor relations		7,500	23,537	28,150	72,108
IVA tax		6,838	23,691	36,814	43,583
Legal fees		5,487	118,186	16,805	230,557
Officer and director compensation	7(a)	85,853	93,085	210,739	342,791
Professional fees		15,356	76,613	218,704	210,454
Regulatory fees		4,322	6,501	31,646	22,621
Rent		18,246	32,092	75,522	100,882
Shareholder communications		2,728	14,028	8,663	34,545
Share-based compensation	6(d)	-	1,298	-	69,763
Telephone, website and internet costs		5,535	16,027	32,748	39,858
Transfer agent		2,418	2,167	5,604	12,013
Travel and related		9,096	94,456	119,714	245,199
		197,323	649,047	1,142,015	1,977,185
Loss before other items		(197,323)	(649,047)	(1,142,015)	(1,977,185)
Other items					
Interest income		20,278	33,383	66,066	109,629
Foreign exchange gain (loss)		12,057	(85,218)	33,500	(94,992)
Loss on sale of equipment		-	(1,218)	(2,460)	(1,218)
Impairment of equipment and vehicles	4	-	-	(290,573)	-
Impairment of exploration and evaluation assets	5(a)	-	-	(10,960,486)	-
		32,335	(53,053)	(11,153,953)	13,419
Net loss and comprehensive loss for the period		(164,988)	(702,100)	(12,295,968)	(1,963,766)
Loss per share - basic and diluted		$(0.00)	$(0.02)	$(0.40)	$(0.06)
Weighted average number of common shares outstanding - basic and diluted		30,527,855	30,495,620	30,527,855	30,426,159

CuOro Resources Corp.
CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN EQUITY
(Unaudited - Expressed in Canadian Dollars)

	Nine Months Ended August 31, 2013				
	Share Capital				
	Number of Shares	Amount $	Share-Based Payments Reserve $	Deficit $	Total Equity $
Balance at November 30, 2012	30,527,855	24,089,879	3,464,007	(8,948,004)	18,605,882
Net loss	-	-	-	(12,295,968)	(12,295,968)
Balance at August 31, 2013	30,527,855	24,089,879	3,464,007	(21,243,972)	6,309,914

	Nine Months Ended August 31, 2012				
	Share Capital				
	Number of Shares	Amount $	Share-Based Payments Reserve $	Deficit $	Total Equity $
Balance at November 30, 2011	30,304,501	23,872,067	3,426,397	(5,338,931)	21,959,533
Common shares issued for:					
Cash - exercise of warrants	116,119	110,390	-	-	110,390
Finder’s fees on Santa Elena Option	75,000	76,500	-	-	76,500
Transfer on exercise of finder’s warrants	-	20,717	(20,717)	-	-
Share-based compensation on share options	-	-	69,763	-	69,763
Net loss	-	-	-	(1,963,766)	(1,963,766)
Balance at August 31, 2012	30,495,620	24,079,674	3,475,443	(7,302,697)	20,252,420

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

(Unaudited - Expressed in Canadian Dollars)

	Nine Months Ended August 31	
	2013 $	2012 $
Operating activities		
Net loss for the period	(12,295,968)	(1,963,766)
Adjustments for:		
Depreciation	39,706	66,097
Loss on sale of equipment	2,460	1,218
Impairment of equipment and vehicles	290,573	-
Impairment of exploration and evaluation assets	10,960,486	-
Share-based compensation	-	69,763
	(1,002,743)	(1,826,688)
Changes in non-cash working capital items:		
Decrease in amounts receivable	11,339	3,099
Decrease in GST/HST receivable	45,690	31,653
Decrease (increase) in prepaid expenses	61,947	(45,962)
(Decrease) increase in accounts payable and accrued liabilities	(101,527)	89,246
	17,449	78,036
Net cash used in operating activities	(985,294)	(1,748,652)
Investing activities		
Expenditures on exploration and evaluation assets	(874,246)	(6,619,788)
Purchases of equipment	-	(184,889)
Proceeds from sale of equipment	59,056	1,493
Deposits with suppliers	-	93,474
Net cash used in investing activities	(815,190)	(6,709,710)
Financing activity		
Issuance of common shares	-	110,390
Net cash generated from financing activity	-	110,390
Net change in cash	(1,800,484)	(8,347,972)
Cash at beginning of period	8,008,803	18,191,552
Cash at end of period	6,208,319	9,843,580
Cash comprises:		
Cash	3,695,949	389,601
Short-term investments	2,512,370	9,453,979
	6,208,319	9,843,580

Supplemental cash flow information - See Note 10.

1. Nature and Continuance of Operations

CuOro Resources Corp. (the "Company") was incorporated under the provisions of the B.C. Business Company Act on October 23, 2007. The Company is listed and traded on the TSX Venture Exchange ("TSXV") under the symbol "CUA". The Company's principal office is located at #1305 - 1090 West Georgia Street, Vancouver, British Columbia, V6E 3V7.

The Company is a junior mineral exploration company which has been engaged in the acquisition and exploration of precious metals on mineral properties located in Colombia. During May 2013 the Company provided notice of termination of the option on the Santa Elena Project and recorded an impairment expense of $10,960,486. See also Note 6(a).

These condensed consolidated interim financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business operations for the foreseeable future. The Company's ability to continue as a going concern is dependent upon the ability of the Company to pursue the acquisition of natural resource interests, to obtain the necessary financing to develop such properties and to establish future profitable production. To date the Company has not earned significant revenues and is considered to be in the exploration stage. The Company's operations are funded from equity financings which are dependent upon many external factors and may be difficult to impossible to secure or raise when required. Management considers that the Company has adequate resources to maintain current levels of corporate administration and conduct due diligence on potential property or business acquisitions.

2. Basis of Preparation

Statement of Compliance

These condensed consolidated interim financial statements have been prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"), and in accordance with International Accounting Standards ("IAS") 34, Interim Financial Reporting, as issued by the International Accounting Standards Board ("IASB"). These condensed consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements for the year ended November 30, 2012, which have been prepared in accordance with IFRS as issued by the IASB. The accounting policies followed in these condensed consolidated interim financial statements are consistent with those applied in the Company's consolidated financial statements for the year ended November 30, 2012.

Basis of Presentation

The preparation of condensed consolidated interim financial statements requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, revenue and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and further periods if the review affects both current and future periods.

Comparative Figures

Certain comparative figures have been restated to conform with the presentation used in the current period.

3. Subsidiary

As at August 31, 2013 and November 30, 2012 the Company had one wholly-owned subsidiary, Minera CuOro S.A.S., which is incorporated in Colombia.

(Unaudited - Expressed in Canadian Dollars)

4. Property, Plant and Equipment

	Office Furniture and Equipment $	Computer and Telephone Equipment $	Machinery and Equipment $	Vehicles $	Total $
Cost:					
Balance at November 30, 2011	77,143	62,695	38,412	226,800	405,050
Additions	2,029	24,080	142,114	20,476	188,699
Disposals	-	-	(2,854)	-	(2,854)
Balance at November 30, 2012	79,172	86,775	177,672	247,276	590,895
Disposals	(3,927)	(2,763)	(11,985)	(70,668)	(89,343)
Balance at August 31, 2013	75,245	84,012	165,687	176,608	501,552
Accumulated Depreciation:					
Balance at November 30, 2011	3,372	6,067	1,921	19,218	30,578
Depreciation	7,917	15,803	16,854	48,091	88,665
Disposals	-	-	(143)	-	(143)
Balance at November 30, 2012	11,289	21,870	18,632	67,309	119,100
Depreciation	3,860	8,539	8,285	19,022	39,706
Disposals	(601)	(994)	(1,498)	(24,734)	(27,827)
Impairment	47,594	42,810	109,987	90,182	290,573
Balance at August 31, 2013	62,142	72,225	135,406	151,779	421,552
Carrying Value:					
Balance at November 30, 2012	67,883	64,905	159,040	179,967	471,795
Balance at August 31, 2013	13,103	11,787	30,281	24,829	80,000

During the nine months ended August 31, 2013 the Company recorded an impairment expense of $290,573 to a net carrying value of $80,000, to reflect management's estimate of the net realizable value of the equipment and vehicles.

(Unaudited - Expressed in Canadian Dollars)

5. Exploration and Evaluation Assets

	Pelaya Project $	Santa Elena Project $	Barranco de Loba Project $	Total $
Balance at November 30, 2011	-	3,134,138	371,797	3,505,935
Exploration Costs				
Air survey	-	147,909	-	147,909
Assays	-	151,553	67,128	218,681
Camp costs	-	233,882	63,294	297,176
Casual labour	-	778,362	40,730	819,092
Community relations	-	54,690	-	54,690
Consulting	-	237,406	63,565	300,971
Drilling	-	3,535,819	-	3,535,819
Geological	-	260,836	-	260,836
Geophysics	-	561,552	59,196	620,748
Insurance	-	1,459	-	1,459
IVA tax	-	156,633	5,377	162,010
Payroll	-	292,253	71,929	364,182
Rental and transportation	-	67,162	333	67,495
Repairs and maintenance	-	7,714	317	8,031
Supplies	-	62,979	-	62,979
Travel	-	40,112	5,006	45,118
	-	6,590,321	376,875	6,967,196
Acquisition Costs				
Option payments	-	493,714	-	493,714
Claims, lease and surface costs	-	66,151	-	66,151
Finder's fees	-	76,500	-	76,500
	-	636,365	-	636,365
Impairment	-	-	(748,672)	(748,672)
Balance at November 30, 2012	-	10,360,824	-	10,360,824
Exploration Costs				
Assays	2,127	56,967	-	59,094
Camp costs	-	48,617	-	48,617
Casual labour	-	220,671	-	220,671
Community relations	-	10,213	-	10,213
Consulting	-	47,337	-	47,337
Geological	10,007	85,893	-	95,900
Insurance	-	3,342	-	3,342
IVA tax	-	28,751	-	28,751
Payroll	-	54,945	-	54,945
Rental and transportation	-	17,809	-	17,809
Mapping	-	7,500	-	7,500
Travel	-	10,290	-	10,290
	12,134	592,335	-	604,469
Acquisition Costs				
Claims, lease and surface costs	-	7,327	-	7,327
Impairment	-	(10,960,486)		(10,960,486)
Balance at August 31, 2013	12,134	-	-	12,134

5. Exploration and Evaluation Assets (continued)

(a) The Pelaya copper project is comprised of two contiguous concession contracts in the Cesar Department of the Republic of Colombia, 360 km northeast of Medellín and 465 km north of Bogotá.

(b) By agreements dated December 22, 2010 and February 16, 2011, and amended March 31, 2011, the Company was granted an option (the "Santa Elena Option") to acquire a 100% undivided interest in two mining concessions (the "Santa Elena Project") located in the Antioquia District, Colombia. To earn the interest in the Santa Elena Project the Company paid a total of US $1,025,000 and was required to pay a further US $1,000,000 by April 16, 2013 and US $1,000,000 by April 16, 2014 and conduct a total of US$3,000,000 exploration expenditures by April 16, 2014.

The Company did not make the April 16, 2013 option payment and provided a notice of termination in May 2013 to the concession owner. During the nine months ended August 31, 2013 the Company recorded an impairment expense of $10,960,486 for exploration and evaluation costs incurred.

(c) On December 9, 2010, as amended, the Company had entered into a letter of intent (the "Barranco LOI") whereby the vendor agreed to grant an option to the Company to acquire a 100% interest in three mineral concessions located in the Department of Sur de Bolivar, Colombia. Under the terms of the Barranco LOI and subsequent amendments the Company paid a total of $49,127. The Company and the vendor subsequently renegotiated the terms of the Barranco LOI and, effective August 16, 2011, entered into a formal option agreement (the "Barranco Option") to acquire a 100% interest in one mineral concession (the "Barranco Project"). The Company paid $44,277 for surface rights fees and was required to conduct US $1,000,000 of expenditures over two years and make option payments totalling US $800,000 (US $200,000 paid) over three years.

The Company did not make the August 16, 2012 option payment and had initiated discussions with the underlying owner of the Barranco Project to amend timing and quantum of the option payments. In October 2012 the Company, having failed to reach an agreement to amend the option terms, determined to terminate the Barranco Option and, accordingly, during the year ended November 30, 2012, recorded an impairment expense of $748,672 for exploration and evaluation costs incurred.

6. Share Capital

(a) *Authorized Share Capital*

As at August 31, 2013 and November 30, 2012 the Company's authorized share capital consisted of an unlimited number of common shares without par value. All issued common shares are fully paid.

(b) *Reconciliation of Changes in Share Capital*

No financings were conducted by the Company during the nine months ended August 31, 2013 or during the year ended November 30, 2012.

(Unaudited - Expressed in Canadian Dollars)

6. Share Capital (continued)

(c) *Warrants*

A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at August 31, 2013 and 2012 and the changes for the nine months ended on those dates is as follows:

	2013		2012	
	Number	Weighted Average Exercise Price $	Number	Weighted Average Exercise Price $
Balance, beginning of period	8,726,589	1.79	8,874,943	1.78
Exercised	-	-	(116,119)	0.95
Expired	(8,726,589)	1.79	-	-
Balance, end of period	-	-	8,758,824	1.79

During May 2011 the Company conducted a financing whereby it issued, as partial consideration, 468,300 underwriters' warrants ("the Underwriters' Warrants") with each Underwriters' Warrant exercisable to acquire one unit of the Company at $2.00 per unit on or before May 31, 2013. The Underwriters' Warrants expired without exercise on May 31, 2013.

(d) *Share Option Plan*

The Company has established a rolling share option plan (the "Plan"), in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The minimum exercise price of the options is set at the Company's closing share price on the day before the grant date, less allowable discounts. Options granted may be subject to vesting provisions as determined by the Board of Directors and have a maximum term of ten years.

During the nine months ended August 31, 2013 the Company did not grant any share options or have any share options vest.

During the nine months ended August 31, 2012 the Company granted 36,000 share options to its directors, officers and consultants and recorded compensation expense of $35,517. In addition during the nine months ended August 31, 2012 the Company recorded $34,246 compensation expense attributed to the vesting of share options previously granted. The fair values of the share options granted and/or vested during the nine months ended August 31, 2012 have been estimated using the Black-Scholes option pricing model using the following assumptions: risk-free interest rate of 0.98% - 1.54%; estimated volatility of 120.61% - 128.8%; expected life of 2 years - 4.75 years; expected dividend yield of 0%; and estimated forfeiture rate of 0%.

The weighted average fair value of all share options granted and/or vested during the nine months ended August 31, 2012 was $0.98 per option.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's share options.

(Unaudited - Expressed in Canadian Dollars)

6. **Share Capital** (continued)

A summary of the Company's share options at August 31, 2013 and 2012 and the changes for the nine months ending on those dates, is as follows:

	2013		2012	
	Number of Options Outstanding	Weighted Average Exercise Price $	Number of Options Outstanding	Weighted Average Exercise Price $
Balance, beginning of period	2,722,752	1.07	2,906,752	1.12
Granted	-	-	36,000	1.50
Cancelled	(1,101,966)	0.98	-	-
Balance, end of period	1,620,786	1.13	2,942,752	1.13

The following table summarizes information about the share options outstanding and exercisable at August 31, 2013:

Number Outstanding	Exercise Price $	Expiry Date
534,786	0.52	November 16, 2013
20,000	2.00	July 7, 2014
565,000	1.00	April 20, 2016
465,000	2.00	August 24, 2016
36,000	0.52	February 16, 2014
1,620,786		

(e) *Escrow Shares*

As at August 31, 2013, 468,000 common shares remain held in escrow.

7. **Related Party Disclosures**

A number of key management personnel, or their related parties, hold positions in other entities that result in them having control or significant influence over the financial or operating policies of those entities. Certain of these entities transacted with the Company during the reporting period.

(a) *Transactions with Key Management Personnel*

In October 2012 Robert Sedgemore resigned as the Company's President and Chief Executive Officer ("CEO") and John Seaman was appointed as the interim President and CEO. Iain Kelso was also appointed as the Company's Vice-President of Exploration. In July 2013 John Seaman resigned as the interim President and CEO and Marc Cernovitch was appointed as the Company's President and CEO.

(i) During the nine months ended August 31, 2013 the Company incurred $10,000 for Mr. Cernovitch's services as the Company's President and CEO.

(ii) During the nine months ended August 31, 2013 the Company incurred $37,303 for Mr. Seaman's services as the Company's former interim President and CEO.

(iii) During the nine months ended August 31, 2012 the Company paid $232,991 salaries to Mr. Sedgemore and $24,420 secretarial fees to his spouse. In addition the Company paid $39,498 for apartment rental in Colombia provided for Mr. Sedgemore and his family.

(Unaudited - Expressed in Canadian Dollars)

7. Related Party Disclosures (continued)

(iv) During the nine months ended August 31, 2013 the Company incurred $22,500 (2012 - $22,500) for Nick DeMare's services as the Company's Chief Financial Officer ("CFO").

In addition, during the nine months ended August 31, 2013, the Company incurred a total of $31,400 (2012 - $35,850) with Chase Management Ltd. ("Chase"), a private corporation owned by the CFO of the Company, for accounting and administration services provided by Chase personnel, excluding the CFO.

(v) During the nine months ended August 31, 2013 the Company incurred $131,813 for Mr. Kelso's services as the Company's Vice-President of Exploration, of which $63,500 was expensed to operations and $68,313 was capitalized to exploration and evaluation assets.

As at August 31, 2013, $20,720 (2012 - $9,000) remained unpaid and has been included in accounts payable and accrued liabilities.

(b) *Transactions with Other Related Parties*

During the nine months ended August 31, 2013 the Company incurred $77,436 (2012 - $87,300) for professional services provided by other officers and non-management directors of the Company.

8. Segmented Information

Substantially all of the Company's operations are in one industry, the exploration for precious metals. Management reviews the financial results according to expenditures by property. The Company's mineral properties are located in Colombia and its corporate assets are located in Canada. The Company is in the exploration stage and, accordingly, has no reportable segment revenues or operating results.

	As at August 31, 2013		
	Corporate Canada $	Mineral Operations Colombia $	Total $
Current assets	6,269,517	27	6,269,544
Exploration and evaluation assets	-	12,134	12,134
Property, plant and equipment	-	80,000	80,000
	6,269,517	92,161	6,361,678

	As at November 30, 2012		
	Corporate Canada $	Mineral Operations Colombia $	Total $
Current assets	7,980,305	208,699	8,189,004
Exploration and evaluation assets	-	10,360,824	10,360,824
Property, plant and equipment	-	471,795	471,795
	7,980,305	11,041,318	19,021,623

9. Financial Instruments and Risk Management

Categories of Financial Assets and Financial Liabilities

Financial instruments are classified into one of the following four categories: FVTPL; held-to-maturity investments; loans and receivables; and available-for-sale. The carrying values of the Company's financial instruments are classified into the following categories:

Financial Instrument	Category	August 31, 2013 $	November 30, 2012 $
Cash	FVTPL	6,208,319	8,008,803
Amounts receivable	Loans and receivables	-	11,339
Accounts payable and accrued liabilities	Other liabilities	(51,764)	(415,741)

The Company's financial instruments recorded at fair value require disclosure about how the fair value was determined based on significant levels of inputs described in the following hierarchy:

Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the reporting date. Active markets are those in which transactions occur in sufficient frequency and value to provide pricing information on an ongoing basis.

Level 2 - Pricing inputs are other than quoted prices in active markets included in Level 1. Prices in Level 2 are either directly or indirectly observable as of the reporting date. Level 2 valuations are based on inputs including quoted forward prices for commodities, time value and volatility factors, which can be substantially observed or corroborated in the market place.

Level 3 - Valuations in this level are those with inputs for the asset or liability that are not based on observable market data.

The recorded amounts for amounts receivable, and accounts payable and accrued liabilities approximate their fair value due to their short-term nature. The Company's cash under the fair value hierarchy are measured using Level 1 inputs.

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

Credit Risk

Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and amounts receivable. Management believes that the credit risk concentration with respect to financial instruments included in cash and amounts receivable is remote.

Liquidity Risk

Liquidity risk is the risk that the Company will not have the resources to meet its obligations as they fall due. The Company manages this risk by closely monitoring cash forecasts and managing resources to ensure that it will have sufficient liquidity to meet its obligations. All of the Company's financial liabilities are classified as current and are anticipated to mature within the next fiscal period. The following table is based on the contractual maturity dates of financial assets and the earliest date on which the Company can be required to settle financial liabilities.

9. Financial Instruments and Risk Management (continued)

	Contractual Maturity Analysis at August 31, 2013				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	6,208,319	-	-	-	6,208,319
Accounts payable and accrued liabilities	(51,764)	-	-	-	(51,764)

	Contractual Maturity Analysis at November 30, 2012				
	Less than 3 Months $	3 - 12 Months $	1 - 5 Years $	Over 5 Years $	Total $
Cash	8,008,803	-	-	-	8,008,803
Amounts receivable	11,339	-	-	-	11,339
Accounts payable and accrued liabilities	(415,741)	-	-	-	(415,741)

Market Risk

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices. These fluctuations may be significant.

(a) Interest Rate Risk

The Company is exposed to interest rate risk to the extent that the cash and cash equivalents bear floating rates of interest. The interest rate risk on cash and short-term investments and on the Company's obligations are not considered significant.

(b) Foreign Currency Risk

The Company has operations in Canada and Colombia subject to foreign currency fluctuations. The Company's operating expenses are incurred in Canadian Dollars and Colombian Pesos and the fluctuation of the Canadian dollar in relation to other currencies will have an impact upon the profitability of the Company and may also affect the value of the Company's assets and the amount of shareholders' equity. The Company has not entered into any agreements or purchased any instruments to hedge possible currency risks. At August 31, 2013, 1 Canadian Dollar was equal to 1,834.86 Colombian Pesos.

Balances are as follows:

	Colombian Pesos	CDN $ Equivalent
Cash	49,655	27
Accounts payable and accrued liabilities	(42,769,009)	(23,309)
	(42,719,354)	(23,282)

Based on the net exposures as of August 31, 2013 and assuming that all other variables remain constant, a 10% fluctuation on the Canadian Dollar against the Colombian Peso would result in an increase or decrease of approximately $2,560.

(Unaudited - Expressed in Canadian Dollars)

9. Financial Instruments and Risk Management (continued)

Capital Management

The Company manages its capital structure and makes adjustments to it, based on the funds available to the Company, in order to support the acquisition and exploration of mineral properties. The Board of Directors does not establish 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 defines capital that it manages as share capital. The Company will continue to assess new properties and seek to acquire an interest in additional properties if it feels there is sufficient geologic or economic potential and if it has adequate financial resources to do so. Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is reasonable.

10. Supplemental Cash Flow Information

Non-cash activities conducted by the Company during the nine months ended August 31, 2013 and 2012, are as follows:

	2013 $	2012 $
Operating activity		
Accounts payable and accrued liabilities related to exploration and evaluation assets	(262,450)	(221,660)
Financing activities		
Issuance of common shares for fees	-	76,500
Share-based payments reserve	-	(20,717)
Transfer on exercise of finder's warrants	-	20,717
	-	76,500
Investing activities		
Common shares issued for property finder's fee	-	(76,500)
Accounts payable and accrued liabilities related to exploration and evaluation assets	262,450	221,660
	262,450	145,160