

# MAUDORE Minerals Ltd.

## Interim report

For the six-month period  
ended  
June 30, 2008

### WARNING

**THE INTERIM FINANCIAL STATEMENTS DATED JUNE 30, 2008 HAVE  
NOT BEEN AUDITED BY THE AUDITORS**

<b>CORPORATE INFORMATION</b>		
<b>Mailing Address</b> 1000 de la Gauchetiere West., 24 <sup>th</sup> Flr. Montreal Quebec H3B 4W5 Telephone : (514) 761-1415 info@maudore.com	<b>Stock Exchange Listing</b> TSX Venture Ticker Symbol : MAO	<b>Transfer Agent</b> CIBC Mellon Trust Company 2001 University Street, 16 <sup>th</sup> floor Montreal Quebec H3A 2A6

# MAUDORE MINERALS LTD

## Earnings and comprehensive loss and deficit

(unaudited)

	Three-month period ending June 30		Six-month period ending June 30	
	2008 \$	2007 \$	2008 \$	2007 \$
<b>REVENUES</b>				
Interest	35,632	23,433	57,698	28,902
<b>ADMINISTRATIVE EXPENSES</b>				
Stock based compensation	-	-	-	-
Officer's compensation	30,000		60,000	
Directors' compensation	10,000		20,000	
Professional fees and subcontractors	30,098	33,997	57,615	54,922
Information to shareholders and registration fees	57,618	18,630	83,514	43,379
Insurance	3,333	2,122	5,314	4,374
Rent	1,797	-	2,688	487
Office supplies	8,415	5,111	10,683	7,243
Subscription fees		14,021	-	17,559
Traveling expenses	29,172	24,955	39,249	47,518
Telecommunications	1,676	5,005	3,590	5,888
Depreciation	85	191	276	380
Interests and bank charges	1,071	118	1,112	121
	<b>173,265</b>	<b>104,150</b>	<b>284,041</b>	<b>181,871</b>
<b>NET LOSS AND COMPREHENSIVE LOSS</b>	<b>(137,633)</b>	<b>(80,717)</b>	<b>(226,343)</b>	<b>(152,969)</b>
<b>BASIC AND DILUTED NET LOSS PER SHARE</b>	<b>(0.009)</b>	<b>(0.007)</b>	<b>(0.01)</b>	<b>(0.01)</b>
<b>DEFICIT</b>				
Deficit, beginning of year	(4,501,454)	(3,841,592)	(4,412,744)	(3,769,340)
Net loss	(137,633)	(80,717)	(226,343)	(152,969)
Deficit, end of year	<b>(4,639,087)</b>	<b>(3,922,309)</b>	<b>(4,639,087)</b>	<b>(3,922,309)</b>

# MAUDORE MINERALS LTD

## STATEMENTS OF DEFERRED EXPLORATION EXPENDITURES

(unaudited)

	Three-month period ending June 30		Six-month period ending June 30	
	2008 \$	2007 \$	2008 \$	2007 \$
<b>EXPLORATION EXPENDITURES</b>				
Drilling	497,062	214,886	1,064,955	422,682
Subcontractors	344,903	38,679	549,160	60,154
Analyses	131,180	111,615	215,660	239,023
Equipment and vehicle rental	24,318	23,122	50,392	45,787
Room and board, travelling expenses	28,100	10,324	49,422	21,376
Claim renewal and management	25,533	10,904	48,676	14,917
General exploration expenses	5,935	8,939	19,890	18,279
	<b>1,057,031</b>	<b>418,469</b>	<b>1,998,155</b>	<b>822,218</b>
Tax credit for resources	(449,071)	(196,138)	(845,251)	(345,525)
<b>Increase (decrease) in deferred exploration expenditures</b>	<b>607,960</b>	<b>222,331</b>	<b>1,152,904</b>	<b>476,693</b>
<b>Balance beginning</b>	<b>3,748,761</b>	<b>2,352,520</b>	<b>3,203,817</b>	<b>2,098,158</b>
<b>Balance ending</b>	<b>4,356,721</b>	<b>2,574,851</b>	<b>4,356,721</b>	<b>2,574,851</b>

# MAUDORE MINERALS LTD

## CASH FLOW STATEMENTS

(unaudited)

	Three-month period ending June 30		Six-month period ending June 30	
	2008 \$	2007 \$	2008 \$	2007 \$
<b>CASH FLOWS PROVIDED BY (USED FOR)</b>				
<b>OPERATIONS</b>				
Net Income (loss)	(137,633)	(80,717)	(226,343)	(152,969)
Items not requiring cash:				
Future income and mining taxes		-		-
Stock based compensation		-		-
Depreciation	85	192	276	380
Net change in non-cash working capital items	739,592	(9,654)	711,162	34,953
<b>Cash flows from operating activities</b>	<b>602,044</b>	<b>(90,179)</b>	<b>485,095</b>	<b>(117,636)</b>
<b>INVESTING</b>				
Mining properties	(11,214)	-	(11,214)	(8,616)
Deferred exploration expenditures	(1,140,130)	(376,428)	(1,943,080)	(716,403)
<b>Cash flows from investing activities</b>	<b>(1,151,344)</b>	<b>(376,428)</b>	<b>(1,954,294)</b>	<b>(725,019)</b>
<b>FINANCING</b>				
Capital stock	255,650	4,696,000	255,650	4,790,249
Share redemption		-		-
Issue costs of common shares		(186,775)		(186,775)
<b>Cash flows from financing activities</b>	<b>255,650</b>	<b>4,509,225</b>	<b>255,650</b>	<b>4,603,474</b>
DECREASE IN CASH AND CASH EQUIVALENTS	(293,650)	4,042,618	(1,213,549)	3,760,819
CASH AND CASH EQUIVALENTS, BEGINNING	4,299,502	876,516	5,219,401	1,158,315
CASH AND CASH EQUIVALENTS, ENDING	<b>4,005,852</b>	<b>4,919,134</b>	<b>4,005,852</b>	<b>4,919,134</b>

# MAUDORE MINERALS LTD

## BALANCE SHEETS

(unaudited)

	June 30 2008 \$	December 31 2007 \$
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	4,005,852	5,219,401
Income tax credit receivable	1,076,805	899,857
Taxes, mining duties and other receivables	141,881	163,046
	<u>5,224,538</u>	<u>6,282,304</u>
Equipment	1,922	2,198
Mining properties	407,780	396,566
Deferred exploration expenditures	4,356,721	3,203,807
	<u>9,990,961</u>	<u>9,884,885</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	597,157	520,387
<b>Shareholders' Equity</b>		
Contributed surplus: Stock options	1,095,651	1,173,851
Capital stock	12,937,240	12,603,390
Deficit	(4,639,087)	(4,412,743)
	<u>9,393,804</u>	<u>9,364,498</u>
	<u>9,990,961</u>	<u>9,884,885</u>
Number of common shares outstanding	16,003,181	15,796,514
Number of warrants outstanding	50,000	150,000

# MAUDORE MINERALS LTD

## Notes to financial statements

(unaudited)

### 1. GENERAL:

The unaudited interim statements have been prepared in accordance with accounting policies generally accepted in Canada. They are also in accordance with accounting policies of the annual financial statement for December 31, 2007. These statements do not include all required information for generally accepted accounting principles used in annual financial statements and should be read with the accompanying notes on the Company's December 31, 2007 financial statements.

### 2. MINING PROPERTIES:

	December 31, 2007	Acquisitions	March 31, 2008
	\$	\$	\$
Comtois	367,802	-	367,802
Sadie		9,824	28,764
Sleeping-Giant		1,390	9,824
Other properties	28,764	-	1,390
	<b>396,566</b>	<b>11,214</b>	<b>407,780</b>

### 3. DEFERRED EXPLORATION EXPENSES:

	December 31, 2007	Acquisitions	Government Assistance	June 30, 2008
	\$	\$	\$	\$
Comtois	2,999,498	1,885,672	797,202	4,087,968
Comtois, Newmont option	204,319	-		204,319
Laas		20,093	8,507	11,586
Sadie		46,195	19,771	26,424
Sleeping-Giant		46,195	19,771	26,424
	<b>3,203,817</b>	<b>1,998,155</b>	<b>845,251</b>	<b>4,356,721</b>

### 4. CAPITAL STOCK:

	June 30, 2008	
	Common Shares	Amount \$
<b>Issued and paid</b>		
Balance as at December 31, 2007	15,796,514	12,603,390
Stock options	106,667	213,850
Warrants	100,000	120,000
Balance as at March 31, 2008	<b>16,003,181</b>	<b>12,937,240</b>

### 5. COMMON SHARE PURCHASE OPTIONS:

Under the stock-option plan, the Company may grant a maximum of 2,500,000 (1,200,000 in 2006) share purchase options to its directors, officers, employees and suppliers. The exercise price of each option may not be lower than the market price of the Company's stock on the TSX Venture Exchange the day preceding the date of the grant and the term of an option cannot exceed 5 years. The options are exercisable at the date of the grant.

The number of common shares reserved for issuance in favour of insiders may not exceed 10% of the outstanding common shares and the number of common shares reserved for issuance to any beneficiary may not exceed 5% of the outstanding common shares.

A summary of the status of the stock option plan as of June 30, 2008 is presented below:

	<b>Number of Options</b>	<b>Weighted Average Exercise Price \$</b>
Outstanding and exercisable, beginning of year	1,032,034	0.91
Expired	-	-
Exercised	106,667	1.27
Outstanding and exercisable, end of year	925,367	0.87

The following table summarizes information about stock options outstanding as at June 30, 2008:

<b>Exercise prices \$</b>	<b>Number of options outstanding</b>	<b>Weighted average remaining life (years)</b>
0.27	176,200	1.42
0.35	95,000	2.53
0.70	280,000	3.17
0.78	46,667	0.71
1.51	327,500	4.03
	<b>925,367</b>	<b>2.95</b>

#### **6. WARRANTS:**

As at June 30, 2008, the following warrants, issued pursuant to financing, were outstanding and exercisable as follows:

- 50,000 warrants exercisable at the price of \$1.20 per share up to May 9, 2009

#### **7. RELATED PARTIES TRANSACTIONS:**

As at June 30, 2008, legal fees and expenses of \$8,000 (\$10,400 as at June 30, 2007) have been incurred from a law firm of which a lawyer was also an officer of the Company.

The above transactions occurred within 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.