

YORBEAU RESOURCES INC.

Financial Statements

(Unaudited)

For the period ended June 30, 2008

(corrected)

YORBEAU RESOURCES INC.

Balance Sheets

	(Unaudited) June 30 2008	(Audited) December 31 2007
Assets		
Current assets:		
Cash and cash equivalents (note 3)	\$ 2,473,844	\$ 1,183,501
Taxes receivable (note 4)	274,980	256,738
Prepaid expenses and deposits	62,775	69,606
	<u>2,811,599</u>	<u>1,509,845</u>
Mining and exploration assets (note 5)	12,401,225	11,399,333
	<u>\$ 15,212,824</u>	<u>\$ 12,909,178</u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 478,603	\$ 450,649
Shareholders' equity:		
Capital stock (note 6)	32,551,972	29,635,629
Contributed surplus	979,519	964,602
Deficit	(18,797,270)	(18,141,702)
	<u>14,734,221</u>	<u>12,458,529</u>
	<u>\$ 15,212,824</u>	<u>\$ 12,909,178</u>

See accompanying notes to financial statements.

Yorbeau Resources Inc.

Statements of Operations, Comprehensive Loss and Deficit

(Unaudited)

	For three months ended June 30		For six months ended June 30	
	2008	2007	2008	2007
	\$	\$	\$	\$
Interest revenues and other	5,867	8,451	10,071	9,430
Expenses				
Administrative charges	260,863	193,897	499,639	386,251
Stock-based compensation	14,917	14,916	14,917	32,181
Property maintenance	4,541	3,275	6,241	4,259
Tax on capital	21,000	21,489	42,000	34,989
Financial expenses	3,012	2,909	3,255	2,997
	304,333	236,486	566,052	460,677
Loss for the period	(298,466)	(228,035)	(555,981)	(451,247)
Deficit - beginning of period	(18,424,315)	(16,650,844)	(18,141,702)	(16,425,632)
Share issue expenses	(74,489)	(633,243)	(99 587)	(635,243)
Deficit - end of period	(18,797,270)	(17,512,122)	(18,797,270)	(17,512,122)
Net loss per share, basic and diluted	(0.01)	(0.01)	(0.01)	(0.01)

Yorbeau Resources Inc.

Statements of Cash Flows

(Unaudited)

	For three months ended June 30		For six months ended June 30	
	2008	2007	2008	2007
	\$	\$	\$	\$
Cash flows from operating activities:				
Net loss for the period	(298,467)	(228,035)	(555,981)	(451,247)
Stock-based compensation	14,917	14,916	14,917	32,181
Changes in non-cash operating working capital:				
Tax receivable	(25,038)	(48,245)	(18,242)	33,238
Prepaid expenses	(264)	17,022	6,831	18,775
Accounts payable and accrued liabilities	243	(153,287)	27,954	(239,675)
	(25,059)	(184,510)	16,543	(187,662)
	(308,609)	(397,629)	(524,521)	(606,728)
Cash flows from financing activities:				
Issuance of capital stock	2,916,343	4,642,500	2,916,343	4,726,250
Share issue expenses	(74,489)	(487,624)	(99,587)	(489,624)
	2,841,854	4,154,876	2,816,756	4,236,626
Cash flows from investing activities:				
Mining and exploration assets	(563,577)	(560,064)	(1,001,892)	(752,345)
Net increase in cash and cash equivalents	1,969,668	3,197,183	1,290,343	2,877,553
Cash and cash equivalents beginning of period	504,176	23,673	1,183,501	343,303
Cash and cash equivalents end of period	2,473,844	3,220,856	2,473,844	3,220,856
Non-cash financing activities:				
Share issue expenses representing cost of brokers' warrants		145,619		145,619

See accompanying notes to financial statements.

YORBEAU RESOURCES INC.

Notes to Financial Statements
Six months ended June 30, 2008
(Unaudited)

Yorbeau Resources Inc. ("Yorbeau" or the "Company") is incorporated under the laws of the Province of Québec. The Company owns mining and exploration properties in the Province of Québec.

1. Basis of presentation:

These financial statements have been prepared on the going concern basis, which assumes the realization of assets and liquidation of liabilities in the normal course of business. The application of the going concern concept is dependent on the Company's ability to generate future profitable operations and to issue capital stock.

2. Summary of significant accounting policies:

The quarterly financial statements of the Company have been prepared in accordance with the Canadian generally accepted accounting principles and should be read in conjunction with the December 31, 2007 audited annual financial statements. The accounting policies are the same as those used for the December 31, 2007 audited annual financial statements with the exception of the accounting changes listed below.

On January 1, 2008, the Company adopted CICA handbook: Section 1535 Capital Disclosures; Section 3862 Financial Instruments - Disclosures; and Section 3863 Financial Instruments - Presentation.

Sections 1535 establishes disclosure requirements concerning (a) an entity's objectives, policies and processes for managing capital; (b) the quantitative data about what the entity regards as capital; and (c) whether the entity has complied with any capital requirements and the consequences of non-compliance with such capital requirements.

Sections 3862 and 3863 consist of a comprehensive series of disclosure requirements and presentation rules applicable to financial instruments. They revise and enhance the disclosure requirements set out in Section 3861 Financial Instruments - Disclosure and Presentation and carry forward unchanged the presentation requirements of Section 3861.

Section 3862 establishes disclosure requirements that enable users of financial statements to evaluate the significance of financial instruments for an entity's financial position and performance and the nature and extent of risks arising from financial instruments to which the entity is exposed and how the entity manages those risks.

The adoption of standards of Sections 1535, 3862 and 3863 had no significant impact on the financial statements for the three months period ended March 31, 2008.

YORBEAU RESOURCES INC.

Notes to Financial Statements, Continued
Six months ended June 30, 2008
(Unaudited)

3. Cash and cash equivalents:

Cash and cash equivalents include temporary investments with a maturity date of three months or less from the date of purchase, and are stated at cost, which approximates market value. The major components of cash and cash equivalents are as follows:

	Unaudited June 30 2008	Audited December 31 2008
Cash	\$ 1,718,097	\$ 383,609
Cash - exploration fund	755,747	789,892
	<u>\$ 2,473,844</u>	<u>\$ 1,183,501</u>

Exploration fund is restrictive for the purpose of exploration expenses.

4. Taxes receivable:

	Unaudited June 30 2008	Audited December 31 2007
Sales tax and other	\$ 98,081	\$ 61,163
Resource tax credits	155,631	155,631
Mining duties recovery	21,268	39,944
	<u>\$ 274,980</u>	<u>\$ 256,738</u>

5. Mining and exploration assets:

	Balance 31/12/2007	Additions	Mining and resource tax credits	Balance 30/06/2008
Mining and exploration assets:				
Rouyn Property (net of accumulated depletion of \$2,411,831)	10,638,643	1,001,892	-	11,640,535
Beschefer property	760,690	-	-	760,690
	<u>11,399,333</u>	<u>1,001,892</u>	<u>-</u>	<u>12,401,225</u>

YORBEAU RESOURCES INC.

Notes to Financial Statements, Continued
Six months ended June 30, 2008
(Unaudited)

6. Capital stock:

Authorized:

An unlimited number of Class A common shares, without nominal value or par value

	<u>Issued</u>	<u>Value</u>
December 31, 2007	113,177,286	\$ 29,635,629
Issuance during the period	16,201,962	2,916,343
June 30, 2008	129,379,250	\$32,551,972

16,201,964 Class A shares were issued at a subscription price of \$0.18 per share under the rights offering.

Share purchase warrants:

As at June 30, 2008 the Company has outstanding share purchase warrants and could be required to issue shares as follows:

- 3,125,000 shares at \$0.45 until December 6, 2008
- 1,266,250 shares at \$0.32 until December 6, 2008

7. Stock option plan:

As at June 30, 2008, 7,989,499 Class A common shares were reserved for future issuances under the stock option plan for the benefit of the directors, employees and service providers of the Company.

The Company uses the fair value method based on the Black-Scholes pricing model to record the compensation cost related to the issue of stock options to its participants over the vesting period with a corresponding credit to the contributed surplus.

The number of stock options outstanding fluctuated as follows:

	<u>Number of options</u>	<u>Weighted average exercise price</u>
Options outstanding as at December 31, 2007	6,575,000	\$0.26
Exercised during the period	--	--
Cancelled during the period	--	--
Options outstanding as at June 30, 2008	6,575,000	\$0.26
Exercisable options, end of period	2,733,333	\$0.22

YORBEAU RESOURCES INC.

Notes to Financial Statements, Continued
Six months ended June 30, 2008
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As at June 30, 2008, the following options were outstanding:

- 1,350,000 shares at \$0.155 per share until July 19, 2008
- 700,000 shares at \$0.275 per share until June 21, 2009
- 775,000 shares at \$0.25 per share until August 11, 2010
- 250,000 shares at \$0.35 per share until June 14, 2011
- 3,500,000 shares at \$0.30 per share until October 29, 2012

All options may be exercised on a cumulative basis over a period of five years from the date they are granted, as to one-third after one year, an additional one-third after two years and the balance after the end of the third year.

Subsequent to quarter end, 600,000 common shares at a price of \$0.155 were issued to a director and officer as well as to a service provider as a result of exercise of their options.

8. Related party transactions:

During the period, a law firm, in which a director of the Company is a partner, rendered legal and consulting services in the amount of \$99,045 (2007 - \$125,415) as well as with respect to financing (share issue expenses) in the amount of \$62,325 (2007 - \$82,600), totaling an aggregate amount of \$161,370 (2007 - \$208,015). At period-end, \$131,519 was outstanding (2007 - \$13,671).

"Administrative charges" in the Statement of Operations, Comprehensive Loss and Deficit include an amount of \$25,000 (2007 - \$25,000) paid as a royalty to Société Minière Alta Inc., of which a director of Yorbeau is the sole shareholder.

In addition, consulting services were charged to Yorbeau in the amount of \$76,960 (2007 - nil) by a company, in which the president and chief executive officer of Yorbeau is the president as well as controlling shareholder. This amount was charged to administrative expenses. As at June 30, 2008, the accounts payable include \$13,536 (2007 - nil) payable to this company.

These transactions are recorded at their exchange value.