



**ALTURAS MINERALS CORP.**  
(A development stage company)

**Consolidated Interim Financial Statements**

**Three months ended December 31, 2007**

**(Expressed in US dollars unless otherwise stated)**  
**(Unaudited)**

**ALTURAS MINERALS CORP.**  
**(A development stage company)**  
**CONSOLIDATED INTERIM BALANCE SHEETS**  
**(Expressed in US\$ unless otherwise stated)**

**(Unaudited)**

	<b>December 31, 2007</b>	September 30, 2007
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 6,411,336	\$ 7,876,501
Accounts receivable	157,289	30,333
Prepayments	24,562	34,387
	<u>6,593,187</u>	<u>7,941,221</u>
<b>Mineral properties</b> (Note 6)	240,000	240,000
<b>Property, plant and equipment</b> (Note 5)	<u>68,722</u>	<u>60,687</u>
	<u>\$ 6,901,909</u>	<u>\$ 8,241,908</u>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 300,886	\$ 138,734
<b>Non-current liabilities</b>		
Due to Equinox Minerals Limited (Note 7)	<u>375,000</u>	<u>375,000</u>
	675,886	513,734
<b>SHAREHOLDERS' EQUITY</b>		
Share capital (Note 8)	14,393,129	14,393,129
Warrants (Note 10)	1,451,234	1,451,234
Contributed surplus	2,992,907	2,890,972
Deficit	<u>(12,611,247)</u>	<u>(11,007,161)</u>
	<u>6,226,023</u>	<u>7,728,174</u>
	<u>\$ 6,901,909</u>	<u>\$ 8,241,908</u>

**See accompanying notes to interim consolidated financial statements.**

Nature of operations and going concern (Note 1)

Commitments (Note 11)

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**ALTURAS MINERALS CORP.****(A development stage company)****CONSOLIDATED INTERIM STATEMENTS OF LOSS AND COMPREHENSIVE LOSS****(Expressed in US\$ unless otherwise stated)****(Unaudited)**

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	<b>Three months ended Dec. 31, 2007</b>	Three months ended Dec. 31, 2006	Cumulative from inception on Jan. 14, 2004
<b>Expenses</b>			
Exploration	<b>\$ 1,322,632</b>	\$ 1,428,692	\$ 9,975,319
General and administration	<b>238,886</b>	176,229	2,264,599
Amortization of property, plant and equipment	<b>3,314</b>	2,100	31,469
Stock-based compensation (Note 9)	<b>101,935</b>	89,859	938,686
Other expense (income) (Note 13)	<b>(62,681)</b>	68,373	(598,826)
	<u><b>\$ 1,604,086</b></u>	<u>\$ 1,765,253</u>	<u>\$ 12,611,247</u>
<b>Net loss and comprehensive loss for the period</b>			
	<u><b>\$ 1,604,086</b></u>	<u>\$ 1,765,253</u>	<u>\$ 12,611,247</u>
<b>Basic and diluted loss per share</b>	<u><b>\$ 0.03</b></u>	<u>\$ 0.05</u>	
<b>Weighted average number of shares outstanding</b>	<u><b>53,127,073</b></u>	<u>33,104,698</u>	

See accompanying notes to interim consolidated financial statements.

**ALTURAS MINERALS CORP.**  
**(A development stage company)**  
**CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**  
**(Expressed in US\$ unless otherwise stated)**

**(Unaudited)**

	<b>Three months ended Dec. 31, 2007</b>	Three months ended Dec. 31, 2006	Cumulative from inception on Jan. 14, 2004
<b>Cash Provided By (Used In) Operations</b>			
Net loss for the period	<b>\$ (1,604,086)</b>	\$ (1,765,253)	\$ (12,611,247)
Items not involving cash:			
Stock-based compensation (Note 9)	<b>101,935</b>	89,859	938,686
Amortization of property, plant and equipment	<b>3,314</b>	2,100	31,469
Foreign exchange loss (gain)	<b>(24,202)</b>	297,037	(293,522)
	<b>(1,523,039)</b>	(1,376,257)	(11,934,614)
Changes in non-cash working capital			
Accounts receivable and prepayments	<b>(117,293)</b>	51,775	(85,256)
Accounts payable and accrued liabilities	<b>164,251</b>	194,335	212,671
	<b>(1,476,081)</b>	(1,130,147)	(11,807,199)
<b>Financing</b>			
Contributions from shareholders	-	-	2,032,799
Proceeds on issuance of securities, net of share issue costs	-	51,486	14,957,435
Acquisition costs net of cash acquired	-	-	161,907
Advances from (repayments to) Equinox Minerals Limited (Note 7)	-	(375,000)	875,000
	<b>-</b>	(323,514)	18,027,141
<b>Investing</b>			
Purchase of property, plant and equipment	<b>(11,349)</b>	(14,275)	(100,191)
Net change in cash and cash equivalents	<b>(1,487,430)</b>	(1,467,936)	6,119,751
Cash and cash equivalents, beginning of period	<b>7,876,501</b>	5,171,506	-
Effect of exchange rate changes on cash held in foreign currencies	<b>22,265</b>	(297,037)	291,585
<b>Cash and cash equivalents, end of period</b>	<b>\$ 6,411,336</b>	\$ 3,406,533	\$ 6,411,336

**See accompanying notes to interim consolidated financial statements.**

Interest paid	-	-	-
Taxes paid	-	-	-

**ALTURAS MINERALS CORP.**  
**(A development stage company)**  
**CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**(Expressed in US\$ unless otherwise stated) (Unaudited)**

	(unaudited) <b>Three months ended Dec. 31, 2007</b>	(unaudited) Three months ended Dec. 31, 2006	Cumulative from inception on Jan. 14, 2004
<b>Share capital</b>			
Balance, beginning of period	\$ 14,393,129	\$ 6,873,219	\$ -
Initial share allotment	-	-	1
Shares issued to acquire subsidiaries	-	-	240,001
Fair value warrant reallocation	-	-	(30,140)
Shares issued to Equinox Minerals Limited	-	-	500,000
Share exchange to effect RTO, net of costs	-	-	168,351
Proceeds from private placements, net of issue costs	-	-	14,267,418
Fair value of compensation options and broker warrants issued, net of issue costs	-	-	(224,858)
Fair value of warrants issued under private placements, net of issue costs	-	-	(1,226,376)
Exercise of stock options	-	-	13,217
Transfer from contributed surplus	-	-	8,718
Exercise of warrants	-	51,486	676,797
Balance, end of period	<u>14,393,129</u>	<u>6,924,705</u>	<u>14,393,129</u>
<b>Warrants</b>			
Balance, beginning of period	1,451,234	345,920	-
Transfer of warrants from share capital	-	-	30,140
Fair value of compensation options and broker warrants issued, net of issue costs	-	-	224,858
Fair value of warrants issued under private placements, net of issue costs	-	-	1,226,376
Transfer to contributed surplus on expiry of warrants	-	-	(30,140)
Balance, end of period	<u>1,451,234</u>	<u>345,920</u>	<u>1,451,234</u>
<b>Contributed surplus</b>			
Balance, beginning of period	2,890,972	2,313,723	-
Shareholder contributions	-	-	2,032,799
Stock-based compensation (Note 9)	101,935	89,859	938,686
Transfer to share capital on exercise of stock options	-	-	(8,718)
Transfer from warrants	-	-	30,140
Balance, end of period	<u>2,992,907</u>	<u>2,403,582</u>	<u>2,992,907</u>
<b>Deficit</b>			
Balance, beginning of period	(11,007,161)	(4,965,594)	-
Net loss for the period	<u>(1,604,086)</u>	<u>(1,765,253)</u>	<u>(12,611,247)</u>
Balance, end of period	<u>(12,611,247)</u>	<u>(6,730,847)</u>	<u>(12,611,247)</u>
<b>Total</b>	<u>\$ 6,226,023</u>	<u>\$ 2,943,360</u>	<u>\$ 6,226,023</u>

See accompanying notes to interim consolidated financial statements.

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**ALTURAS MINERALS CORP.**  
**(A development stage company)**  
**NOTES TO CONSOLIDATED INTERIM FINANCIALS STATEMENTS**  
**(Expressed in US\$ unless otherwise stated)**

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**Three months ended December 31, 2007 (unaudited)**

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## **1. NATURE OF OPERATIONS AND GOING CONCERN**

Alturas Minerals Corp. ("Alturas" or the "Company") is a Canadian corporation that has been actively exploring various mineral projects in Peru since January 2004. The principal assets of the Company are four mineral exploration projects located in southern Peru, being the Huilacollo Gold Project, the Baños del Indio Gold Project, the Utupara Copper-Gold Project and the Huajoto Gold-Silver-Zinc Project. In addition, Alturas Peru has interests in fourteen other exploration projects in Peru. The exploration strategy of the Company is to focus on the discovery of large epithermal gold mineralized deposits and copper-gold porphyry/skarn deposits. To date, the Company has not earned mining revenues and is considered to be in the development stage.

These consolidated financial statements have been prepared using Canadian generally accepted accounting principles applicable to a going concern, which contemplate the realization of assets and settlement of liabilities in the normal course of business as they come due. For the three months ended December 31, 2007, the Company incurred a loss of approximately \$1.6 million and as at December 31, 2007 had an accumulated deficit of approximately \$12.6 million. In addition to its working capital requirements, the Company must secure sufficient funding to meet its spending and purchase option obligations with respect to its mineral properties in order to keep legal title and advance the projects. There are approximately \$3.9 million in existing commitments as at December 31, 2007. In due course, the Company will have to secure additional financing to carry out planned and future exploration and development activities. Such circumstances lend substantial doubt as to the ability of the Company to meet its obligations as they come due and, accordingly, the appropriateness of the use of accounting principles applicable to a going concern.

The Company raised capital by way of a private placement during the previous financial year and had approximately \$6.4 million in cash and cash equivalents at December 31, 2007 to fund exploration and meet contractual obligations. The Company's financing efforts to date, while substantial, are not sufficient in and of themselves to enable the Company to fund all aspects of its operations. Management expects that the Company will be able to secure the necessary financing through a combination of the exercise of existing options and warrants for the purchase of common shares and issue of new equity or debt instruments. Nevertheless, there is no assurance that these initiatives will be successful.

The Company's ability to continue as a going concern is dependent upon its ability to fund its working capital and exploration requirements and eventually to generate positive cash flows, either from operations or sale of properties. These financial statements do not reflect the adjustments to the carrying values of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary were the going concern assumption inappropriate, and these adjustments could be material.

## **2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The consolidated financial statements have been presented in accordance with Canadian generally accepted accounting principles ("GAAP"). Summarized below are the significant accounting policies used in these consolidated financial statements:

### **(a) Principles of consolidation**

The consolidated financial statements incorporate the assets, liabilities and results of all entities controlled by the Company. The effects of all transactions between entities in the consolidated group are eliminated in full.

Where control of an entity is obtained during a financial year, its results are included in the consolidated statements of operations and deficit from the date on which control commences. Where control of an entity ceases during a financial year, its results are included for that part of the year during which control exists.

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**Three months ended December 31, 2007 (unaudited)**

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**(b) Use of Estimates**

The preparation of consolidated financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the consolidated financial statements and related notes. Significant areas where management's judgment is applied include the carrying value of mineral properties, whether or not an impairment condition exists, future income tax assets and fair value estimates for stock options and warrants. Actual results may differ from those estimates.

**(c) Income Tax**

The Company accounts for income taxes in accordance with the asset and liability method. The determination of future income tax assets and liabilities is based on the differences between the financial statement and the income tax bases of assets and liabilities, using substantively enacted tax rates in effect for the period in which the differences are expected to reverse. Future income tax assets are recorded to recognize tax benefits only to the extent that, based on available evidence, it is more likely than not that they will be realized.

**(d) Exploration and Evaluation Costs**

Exploration and evaluation costs incurred by the Company are accumulated separately for each area of interest. Such expenditure comprises net direct costs and an appropriate portion of related overhead and foreign exchange movement on loans directly attributable to the project, but does not include general overheads or administrative expenditure.

Mineral property acquisition costs are capitalized. Exploration and evaluation expenditures for each area of interest are expensed as incurred, unless such costs are expected to be recovered through successful development and exploitation of the area of interest or, alternatively, by its sale. Expenditures are not deferred in respect of any area of interest or mineral resource unless the Company's rights of tenure to that area of interest are current. Although the Company has taken steps to verify title to its areas of interest, these procedures do not guarantee the Company's title. Such areas of interest may be subject to prior undetected agreements or transfers, and title may be affected by such defects.

Deferred exploration and evaluation costs will be amortised over the estimated useful life of the ore body, on a units of production basis, from the commencement of commercial extraction, or written off if the property is sold or abandoned.

Borrowing costs included in exploration and evaluation expenditure are those costs that would have been avoided if the expenditure had not been incurred.

If there is an indication of impairment, management considers the recoverable value of mineral properties based on estimated undiscounted cash flows and where these are lower than the carrying values, the carrying values will be written down to fair value accordingly. Management's estimate of cash flows is subject to risks and uncertainties affecting the recoverability of the Company's investment in these areas. Although management have made their best estimate of these factors based on current conditions, it is possible that changes could occur which could adversely affect this estimate of the recoverability of deferred exploration and evaluation costs.

**(e) Foreign Currency Translation and Transactions**

The Company employs the temporal method of translation for its integrated operations. Under this method, monetary assets and liabilities are translated at the period-end rates and all other assets and liabilities are translated at applicable historical exchange rates. Revenue and expense items are translated at the rate of exchange in effect at the date the transactions are recognized in income, with the exception of amortization which is translated at the historical rate for the associated asset. Realized exchange gains and losses and currency translation adjustments are included in income. The Company does not have any self sustaining operations.

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**(f) Property, plant and equipment**

The cost of each item of property, plant and equipment is amortized on a straight line basis over its expected useful life to the Company. The expected useful lives of plant and equipment held are between two and ten years.

The carrying value of property, plant and equipment is reviewed and where there is an indication of impairment and the carrying values exceed their recoverable amount, they are written down to fair value.

**(g) Cash and cash equivalents**

Cash and cash equivalents are comprised of highly liquid investments with maturity of 3 months or less at the date of original issue.

**(h) Loss per Share**

Basic loss per share is determined by dividing the net loss by the weighted average number of ordinary shares outstanding during the financial period. Diluted loss per share is the same as basic loss per share as the effect of potential issues of shares under option or from warrant exercises would be anti-dilutive.

**(i) Asset Retirement Obligations**

Future costs to retire an asset including dismantling, remediation and ongoing treatment, and monitoring of the site are recognized and recorded as a liability at fair value. The liability is accreted, over time through periodic charges to earnings. In addition, asset retirement costs are capitalized as part of the asset's carrying value and amortized over the asset's useful life.

The Company has no obligations relating to retirement of its assets as at December 31, 2007 and September 30, 2007 and no liability has been recognized.

**(j) Capital Disclosures and Financial Instruments – disclosures and presentation**

On December 1, 2006, the CICA issued three new accounting standards: Capital Disclosures (Handbook Section 1535), Financial Instruments – Disclosures (Handbook Section 3862), and Financial Instruments – Presentation (Handbook Section 3863). These new standards became effective for the Company on October 1, 2007.

Capital Disclosures

Handbook Section 1535 specifies the disclosure of (i) an entity's objectives, policies and processes for managing capital; (ii) quantitative data about what the entity regards as capital; (iii) whether the entity has complied with any capital requirements; and (iv) if it has not complied, the consequences of such non-compliance. The Company has included disclosures recommended by the new Handbook section in Note 3 to these interim financial statements.

Financial Instruments

Handbook Sections 3862 and 3863 replace Handbook Section 3861, Financial Instruments – Disclosure and Presentation, revising and enhancing its disclosure requirements, and carrying forward unchanged its presentation requirements. These new sections place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the entity manages those risks. The Company has included disclosures recommended by the new Handbook section in Note 4 to these interim financial statements.

Future accounting change

Handbook Section 3031, Inventories, relates to the accounting for inventories and revises and enhances the requirements for assigning costs to inventories. The new standard applies to interim and annual

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**Three months ended December 31, 2007 (unaudited)**

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financial statements for fiscal years beginning on or after January 1, 2008, and will be effective for the Company's annual and interim financial statements for the periods beginning on and after October 1, 2008.

The Company is currently evaluating the impact of this standard on its consolidated financial statements.

### **3. CAPITAL MANAGEMENT**

The Company's objective when managing capital is to maintain adequate levels of funding to support its exploration activities within Peru, to maintain corporate and administrative functions necessary to support organizational functioning and obtain sufficient funding to further the identification and development of precious metals deposits within Peru.

The Company manages its capital structure in a manner that provides sufficient funding for operational activities. Funds are primarily secured through equity capital raised by way of private placements. There can be no assurances that the Company will be able to continue raising equity capital in this manner.

The Company invests all capital that is surplus to its immediate operational needs in short-term, liquid and highly-rated financial instruments, such as cash and other short-term guaranteed deposits, all held with major Canadian financial institutions.

### **4. FINANCIAL RISK FACTORS**

A summary of the Company's risk exposures as it relates to financial instruments are reflected below:

#### **(a) Credit risk**

The Company is not exposed to major credit risks attributable to customers and does not engage in any sales activities.

Additionally, the majority of the Company's cash and cash equivalents are held with a highly rated Canadian financial institution in Canada; the remainder being held with a Peruvian branch of another major Canadian financial institution.

#### **(b) Market risk**

##### Interest rate risk

The Company had approximately \$6.4 million in cash and cash equivalents at the end of December 31, 2007 and does not have any interest-bearing debt. The Company invests cash surplus to its operational needs in investment-grade short-term deposit certificates issued by the bank where it keeps its Canadian bank accounts. The Company periodically assesses the quality of its investments with this bank and is satisfied with the credit rating of the bank and the investment grade of its short-term deposit certificates.

##### Foreign currency risk

The Company's exploration and evaluation activities are substantially denominated in US dollars. The Company's funds are predominantly kept in US dollars with major Canadian financial institutions. The majority of the funds are held in Canada and the Company periodically sends wires of US dollar funds to its Peruvian operations, sufficient to sustain one financial quarter of operational expenditure.

A minor amount of Canadian dollar funds are held to maintain head office operational requirements.

##### Price risk

Not applicable in the Company's case.

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**Three months ended December 31, 2007 (unaudited)**

Sensitivity analysis

The Company has designated its cash and cash equivalents as held-for-trading, which is measured at fair value. As at December 31, 2007, the carrying amount of the financial instruments equal fair market value.

Management believes that, based on their knowledge and experience of financial markets, the following sensitivity analysis is appropriate for its cash and cash equivalents and its exposure to foreign exchange risk:

The Company's funds are held primarily in short-term investment-grade deposits, the rates of which are fixed for a period not exceeding three months. A one-percent change in the interest rate for these instruments would affect the Company by an annualized amount of interest equal to approximately \$64,000.

The majority of the Company's funds are held in US dollars and funds are not significantly exposed to changes in rate of the US dollar to other currencies. The Company accounts for temporal movements in the US dollar exchange rate for all items measured at historical cost on its balance sheet, by including such changes as a charge or gain to its income statement.

**5. PROPERTY, PLANT AND EQUIPMENT**

	<b>December 31, 2007</b>	September 30, 2007
Property, plant and equipment - at cost	<b>\$ 100,191</b>	\$ 88,842
Less: accumulated amortization	<b>(31,469)</b>	(28,155)
	<b>\$ 68,722</b>	\$ 60,687

**6. MINERAL PROPERTIES**

	<b>December 31, 2007</b>	December 31, 2006
Utupara <sup>(i)</sup>	<b>\$ 190,000</b>	\$ 190,000
Huilacollo <sup>(ii)</sup>	<b>20,000</b>	20,000
Baños del Indio <sup>(iii)</sup>	<b>30,000</b>	30,000
	<b>\$ 240,000</b>	\$ 240,000

Notes:

(i) **Utupara** copper-gold project – 100% owned by Alturas.

(ii) **Huilacollo** gold project – Alturas holds an option on this advanced exploration project in the department of Tacna in the Peru-Chile border region.

(iii) **Baños del Indio** gold project – 100% owned by Alturas

**7. DUE TO EQUINOX MINERALS LIMITED**

On March 31, 2006, Alturas issued a \$750,000 promissory note to Equinox Minerals in order to recognize the over contribution Equinox Minerals had made with respect to shareholdings in Alturas Peru. This promissory note is non-interest bearing and due on March 31, 2010. Alturas has the right to repay Equinox Minerals the owed amount in whole at any time, and the promissory note is non-assignable. Details of the movement in the note balance are as follows:

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Balance, December 31, 2007 and September 30, 2007 \$ 375,000

The fair value of the promissory note has been estimated by management to be approximately \$349,267.

**8. SHARE CAPITAL**

**(a) Authorized capital**

The number of authorized common shares and preferred shares is unlimited.

**(b) Issued capital**

	Number of Shares	Amount
Balance, December 31, 2007 and September 30, 2007	<u>53,127,073</u>	<u>\$ 14,393,129</u>

**9. STOCK OPTIONS**

The Company has a Stock Option Plan (the "Plan") to provide incentive for the directors, officers, employees, consultants and service providers of the Company (and its subsidiary). The maximum number of shares which may be set aside for issuance under the Plan is 10% of the outstanding common shares (1,757,707 maximum common shares in addition to options in issue as at December 31, 2007) (September 30, 2007 - 1,682,707 maximum common shares).

The following table reflects the continuity of stock options for the three months ended December 31, 2007:

	Number of Stock Options	Weighted average exercise price (\$ CAD)
Balance, September 30, 2007	<b>3,630,000</b>	0.63
Expired during the period	<b>(75,000)</b>	0.70
Balance, December 31, 2007	<b>3,555,000</b>	0.63

The following table reflects the actual stock options issued and outstanding as of December 31, 2007:

Expiry Date	Exercise Price (\$ CAD)	Number of Options Outstanding	Number of Options Vested	Number of Options Unvested
September 10, 2010	0.30	50,000	50,000	-
June 14, 2011	0.65	1,635,000	1,090,000	545,000
January 19, 2012	0.65	300,000	100,000	200,000
June 30, 2012	0.50	500,000	166,667	333,333
September 7, 2012	0.68	920,000	306,667	613,333
September 29, 2012	0.68	150,000	50,000	100,000
		<u>3,555,000</u>	<u>1,763,334</u>	<u>1,791,666</u>

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The following table reflects the actual stock options issued and outstanding as of September 30, 2007:

<b>Expiry Date</b>	<b>Exercise Price (\$ CAD)</b>	<b>Number of Options Outstanding</b>	<b>Number of Options Vested</b>	<b>Number of Options Unvested</b>
September 10, 2010	0.30	50,000	50,000	-
June 14, 2011	0.65	1,635,000	1,090,000	545,000
October 29, 2007	0.70	75,000	75,000	-
January 19, 2012	0.65	300,000	100,000	200,000
June 30, 2012	0.50	500,000	166,667	333,333
September 7, 2012	0.68	920,000	306,667	613,333
September 29, 2012	0.68	150,000	50,000	100,000
		<u>3,630,000</u>	<u>1,838,334</u>	<u>1,791,666</u>

The amount remaining to be expensed of the stock options issued and outstanding as at December 31, 2007 is \$324,171.

**10. WARRANTS**

	<b>Number of Warrants</b>	<b>Weighted average exercise price (\$ CAD)</b>	<b>\$</b>
Balance, December 31, 2007 and September 30, 2007	<u>18,358,019</u>	0.67	<u>1,451,234</u>

The following table reflects the actual warrants outstanding as of December 31 and September 30, 2007:

<b>Expiry Date</b>	<b>Number of Warrants</b>	<b>Weighted average exercise price (\$ CAD)</b>	<b>\$</b>
March 31, 2008	5,421,264	0.75	277,000
March 31, 2008	758,977	0.65	38,780
April 10, 2008	777,778	0.60	-
November 29, 2008	10,000,000	0.65	949,376
November 29, 2008	1,400,000	0.50	186,078
	<u>18,358,019</u>	<u>0.67</u>	<u>1,451,234</u>

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**11. COMMITMENTS**

The Company's contractual obligations to maintain its mineral property interests over the next five calendar years are as follows:

Commitment	December 31					Total
	2008	2009	2010	2011	2012	
<b>Utupara</b>						
Property fees	\$ 13,729	\$ 13,729	\$ 37,045	\$ 41,187	\$ 41,187	\$ 146,877
<b>Huilacollo</b>						
Mining rights	1,200,000	1,500,000	-	-	-	2,700,000
Property fees	46,000	46,000	46,000	46,000	46,000	230,000
	<u>1,246,000</u>	<u>1,546,000</u>	<u>46,000</u>	<u>46,000</u>	<u>46,000</u>	<u>2,930,000</u>
<b>Baños del Indio</b>						
Property fees	<u>133,376</u>	<u>133,376</u>	<u>138,465</u>	<u>138,465</u>	<u>138,465</u>	<u>682,147</u>
<b>Huajoto</b>						
Property fees	<u>20,859</u>	<u>20,859</u>	<u>32,250</u>	<u>32,250</u>	<u>32,250</u>	<u>138,468</u>
<b>Totals</b>						
Mining rights	1,200,000	1,500,000	-	-	-	2,700,000
Property fees	213,964	213,964	253,760	257,902	257,902	1,197,492
	<u>\$ 1,413,964</u>	<u>\$ 1,713,964</u>	<u>\$ 253,760</u>	<u>\$ 257,902</u>	<u>\$ 257,902</u>	<u>\$ 3,897,492</u>

The Company leases premises under a lease that expires on June 30, 2008. Under the lease agreement, the Company has a commitment amounting to \$1,250 per month.

**12. RELATED PARTY TRANSACTIONS**

Related party transactions reflected below are in the normal course of operations and are measured in US dollars at the exchange amount of consideration established and agreed to by the parties.

- (i) Exploandes SRL, a company in which a director of the Company is the principal, has provided certain technical, managerial and exploration services to the Company. The cost of such services for the three months ended December 31, 2007 was \$187,427, consisting of general expenditures of \$16,422, technical services of \$30,702 and camp costs of \$140,303, compared with \$129,443 for the three months ended December 31, 2006, consisting of general expenditures of \$14,280, technical services of \$28,560 and camp costs of \$86,603.
- (ii) Oreforming Solutions SRL, a company in which a director of the Company is the principal, has provided certain technical services to the Company. The cost of such services for the three months ended December 31, 2007 was \$130,092, consisting of salary costs of \$44,982, project management costs of \$62,145, data compilation and interpretation costs of \$15,028 and other costs of \$7,937. This compared with \$89,887 for the three months ended December 31, 2006, consisting of salary costs of \$42,840, project management costs of \$32,936, data compilation and interpretation costs of \$10,175, environmental and rehabilitation costs of \$1,040 and other costs of \$2,896.

**ALTURAS MINERALS CORP.**  
**(A development stage company)**  
**NOTES TO CONSOLIDATED INTERIM FINANCIALS STATEMENTS**  
**(Expressed in US\$ unless otherwise stated)**

**Three months ended December 31, 2007 (unaudited)**

- (iii) Gestora de Negocios e Inversiones SA, a company in which a director of the Company is the principal, has provided certain technical services to the Company. The cost of such services for the three months ended December 31, 2007 was \$8,568, compared with \$8,568 for the three months ended December 31, 2006.
- (iv) The Company also paid \$26,690 during the three months ended December 31, 2007 to a legal firm in which a director of the Company is a partner, compared with \$22,408 for the three months ended December 31, 2006.

**13. OTHER EXPENSE (INCOME)**

	Three months ended Dec 31, 2007	Three months ended Dec 31, 2006	Cumulative from inception on Jan 14, 2004
Interest income	\$ (38,479)	\$ (37,012)	\$ (305,304)
Foreign exchange (gain) / loss	(24,202)	105,385	(293,522)
	<u>\$ (62,681)</u>	<u>\$ 68,373</u>	<u>\$ (598,826)</u>

**14. SEGMENTED INFORMATION**

The Company operates in one reportable operating segment, being the exploration and development of mineral properties in Peru. The Company has administrative offices in Toronto, Canada. Geographical information is as follows:

**(a) Segmented assets**

	Cash and cash equivalents	Other assets	Total assets
<b>December 31, 2007</b>			
Canada	\$ 5,368,609	\$ 60,891	\$ 5,429,500
Peru	1,042,727	429,682	1,472,409
	<u>\$ 6,411,336</u>	<u>\$ 490,573</u>	<u>\$ 6,901,909</u>
<b>September 30, 2007</b>			
Canada	\$ 7,151,605	\$ 63,812	\$ 7,215,417
Peru	724,896	301,595	1,026,491
	<u>\$ 7,876,501</u>	<u>\$ 365,407</u>	<u>\$ 8,241,908</u>