

KAMINAK GOLD CORPORATION

(An Exploration Stage Company)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED JUNE 30, 2007

Unaudited – Prepared by Management

Canadian Funds

Notice of Non-review of Interim Financial Statements

The attached interim consolidated financial statements for the nine month period ended June 30, 2007 have not been reviewed by the company's auditors.

Kaminak Gold Corporation
(An Exploration Stage Company)
Interim Consolidated Balance Sheet

Statement 1

Unaudited – Prepared by Management
Canadian Funds

ASSETS	As at June 30, 2007	As at September 30, 2006
Current		
Cash and cash equivalents	\$ 2,231,631	\$ 2,154,472
Restricted cash <i>(Note 6)</i>	514,755	633,726
Short-term investment	30,750	30,000
GST receivable	46,018	13,654
Cash call receivable	-	369,799
Accrued interest receivable	10,935	15,078
Marketable securities	90,000	23,000
Prepaid expense	20,818	5,000
	2,944,907	3,244,729
Office Equipment , at net book value	10,185	7,306
Resource Property Costs <i>(Note 5) – Schedule</i>	2,755,574	2,445,940
	\$ 5,710,666	\$ 5,697,975
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 125,960	\$ 99,217
Due to related party	-	3,816
	125,960	103,033
SHAREHOLDERS' EQUITY		
Share Capital <i>(Note 6)</i>	5,509,543	5,306,595
Contributed Surplus <i>(Note 7)</i>	1,766,582	1,267,216
Deficit - <i>Statement 2</i>	(1,704,919)	(978,869)
Accumulated Other Comprehensive Income – <i>Statement 3</i>	13,500	-
	5,584,706	5,594,942
	\$ 5,710,666	\$ 5,697,975

ON BEHALF OF THE BOARD:

“Rob Carpenter”, President & CEO, Director

“Charles Chebry, CFO”, Director

Kaminak Gold Corporation*(An Exploration Stage Company)*Statement 2**Interim Consolidated Statement of Loss and Deficit**

Unaudited – Prepared by Management

Canadian Funds

	For the Three Months Ended June 30, 2007	For the Three Months Ended June 30, 2006	For the Nine Months Ended June 30, 2007	For the Nine Months Ended June 30, 2006
Expenses				
Accounting and legal	\$ 36,330	\$ 18,980	\$ 50,457	\$ 44,773
Amortization	1,297	1,689	2,998	2,002
Bank charges and interest	105	69	3,446	458
Consulting	53,884	17,900	145,710	73,188
Investor relations	22,857	15,593	91,468	68,421
Listing and filing fees	(464)	-	8,339	11,219
Office and sundry	8,201	2,883	21,735	14,989
Rent	2,216	(2,310)	17,794	3,153
Stock-based compensation <i>(Note 6f)</i>	129,540	203,477	641,929	249,169
Transfer agent fees	-	-	16,926	13,550
Travel and conference	33,680	7,792	87,783	41,001
Loss before the undernoted	(287,646)	(266,073)	(1,088,585)	(521,923)
Other Income (Expenses)				
Interest	23,344	21,502	78,779	27,584
Realized gain on marketable securities	(267)	-	16,975	-
Gain on resource property optioned	22,048	-	22,048	-
Write-off of resource property costs	(63,260)	(5,000)	(198,567)	(5,000)
	(18,135)	16,502	(80,765)	22,584
Loss before income taxes	(305,781)	(249,571)	(1,169,350)	(499,339)
Future income tax recovery	-	-	443,300	97,755
Net Loss For The Period	(305,781)	(249,571)	(726,050)	(401,584)
Deficit - Beginning of Period	(1,399,138)	(176,018)	(978,869)	(24,005)
Deficit – End of Period	\$ (1,704,919)	\$ (425,589)	\$ (1,704,919)	\$ (425,589)
Basic and Diluted Loss per Share	\$ (0.01)	\$ (0.01)	\$ (0.03)	\$ (0.02)
Weighted Average Number of Shares Outstanding	28,294,993	27,154,070	27,929,814	19,805,851

- See Accompanying Notes -

Kaminak Gold Corporation

(An Exploration Stage Company)

Interim Consolidated Statement of Comprehensive Income

Unaudited – Prepared by Management

Canadian Funds

Statement 3

	For the Three Months Ended June 30, 2007	For the Three Months Ended June 30, 2006	For the Nine Months Ended June 30, 2007	For the Nine Months Ended June 30, 2006
Net Loss	\$ (305,781)	\$ (249,571)	\$ (726,050)	\$ (401,584)
Other comprehensive income – beginning	9,000	-	-	-
Changes in fair value of investments	4,500	-	13,500	-
Other comprehensive income – ending	13,500	-	13,500	-
Total comprehensive loss	\$ (292,281)	\$ (249,571)	\$ (712,550)	\$ (401,584)

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Statement 4

Interim Consolidated Statement of Changes in Shareholders' EquityUnaudited – Prepared by Management
Canadian Funds

	For the Three Months Ended June 30, 2007	For the Three Months Ended June 30, 2006	For the Nine Months Ended June 30, 2007	For the Nine Months Ended June 30, 2006
Common Shares				
Balance, beginning of period	\$ 5,102,969	\$ 5,940,620	\$ 5,306,595	\$ 1
Issued for:				
Cash – exercise of warrants	236,735	-	394,835	-
Transfer from contributed surplus – exercise of warrants	53,936	-	68,517	-
Cash – exercise of stock options	67,350	-	108,850	-
Transfer from contributed surplus – exercise of stock options	48,553	-	74,046	-
Future income taxes renunciation on flow-through shares issued	-	-	(443,300)	(97,755)
For property	-	-	-	35,000
Cash – private placement	-	-	-	3,490,450
Cash – private placement – flow through	-	-	-	1,716,505
Acquisition of 53.76% of Hunter Properties	-	-	-	18,436
Acquisition of 974134 N.W.T. Limited	-	-	-	1,159,900
Share issuance costs	-	(4,748)	-	(386,665)
Balance, end of period	5,509,543	5,935,872	5,509,543	5,935,872
Contributed Surplus				
Balance, beginning of period	1,739,531	45,692	1,267,216	-
Stock based compensation	129,540	203,477	641,929	249,169
Transfer from contributed surplus – exercise of warrants	(53,936)	-	(68,517)	-
Transfer from contributed surplus – exercise of stock options	(48,553)	-	(74,046)	-
Balance, end of period	1,766,582	249,169	1,766,582	249,169
Deficit				
Balance, beginning of period	(1,399,138)	(176,018)	(978,869)	(24,005)
Net loss for the period	(305,781)	(249,571)	(726,050)	(401,584)
Balance, end of period	(1,704,919)	(425,589)	(1,704,919)	(425,589)
Accumulated Other Comprehensive Income				
Balance, beginning of period	9,000	-	-	-
Changes in fair value of investments	4,500	-	13,500	-
Balance, end of period	13,500	-	13,500	-
Shareholders' Equity	\$ 5,584,706	\$ 5,759,452	\$ 5,584,706	\$ 5,759,452

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Statement 5

Interim Consolidated Statement of Cash Flows

Unaudited – Prepared by Management

Canadian Funds

	For the Three Months Ended June 30, 2007	For the Three Months Ended June 30, 2006	For the Nine Months Ended June 30, 2007	For the Nine Months Ended June 30, 2006
Cash Flows from Operating Activities				
Net loss for the period	\$ (305,781)	\$ (249,571)	\$ (726,050)	\$ (401,584)
Items not affected by cash:				
Future income tax recovery	-	-	(443,300)	(97,755)
Stock-based compensation	129,540	203,477	641,929	249,169
Amortization	1,297	1,689	2,998	2,002
Write-off of resource property costs	63,260	5,000	198,567	5,000
	<u>(133,732)</u>	<u>(39,405)</u>	<u>(347,904)</u>	<u>(243,168)</u>
Change in non-cash working capital:				
GST receivable	(25,682)	(33,137)	(32,364)	(42,893)
Accrued interest receivable	16,116	-	4,143	-
Prepaid expenses	(15,818)	(3,082)	(15,818)	(19,756)
Accounts payable and accrued liabilities	29,372	11,850	(3,652)	(3,229)
	<u>(107,696)</u>	<u>(63,774)</u>	<u>(373,547)</u>	<u>(309,046)</u>
Cash Flows from Investing Activities				
Decrease (increase) in restricted cash	221,382	-	118,971	-
Sale of marketable securities	-	-	23,000	-
Increase in short-term investment	-	-	(750)	-
Resource property costs	(139,243)	(465,165)	(184,507)	(1,071,481)
Office equipment	(5,343)	(5,547)	(5,877)	(9,724)
	<u>76,796</u>	<u>(470,712)</u>	<u>(49,163)</u>	<u>(1,081,205)</u>
Cash Flows from Financing Activities				
Issuance of share capital, net	304,085	(4,748)	503,685	4,820,290
Repayment of (advances to) related party	-	(42,800)	(3,816)	(122,211)
	<u>304,085</u>	<u>(47,548)</u>	<u>499,869</u>	<u>4,698,079</u>
Net Increase (Decrease) in Cash				
Cash - Beginning of period	273,185	(582,034)	(77,159)	3,307,828
	<u>1,958,446</u>	<u>3,889,862</u>	<u>2,154,472</u>	<u>-</u>
Cash and Cash Equivalents - End of Period	\$ 2,231,631	\$ 3,307,828	\$ 2,231,631	\$ 3,307,828
Supplemental Schedule of Non-Cash Investing and Financial Activities				
Trade receivables, prepaid expenses, trade payables and amounts due to related parties included in resource property costs	\$ 31,155	\$ 114,905	\$ 400,194	\$ 118,757
Receipt of shares as property option payment	\$ 2,000	\$ -	\$ 76,500	\$ 23,000
Issuance of share capital to acquire subsidiary	\$ -	\$ -	\$ -	\$ 1,159,900
Issuance of share capital to acquire 53.76% of Hunter Properties	\$ -	\$ -	\$ -	\$ 18,436
Issuance of share capital for property	\$ -	\$ -	\$ -	\$ 35,000
Future income tax recovery – flow-through shares	\$ -	\$ -	\$ 443,300	\$ 97,755

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Interim Consolidated Schedule of Resource Property CostsUnaudited – Prepared by Management
Canadian Funds**For the Nine Months Ended June 30, 2007**

	Acquisition Costs	Deferred Exploration	Total	For the Year Ended September 30, 2006
Mineral Interests				
<i>Baker Lake (Uranium), Nunavut</i>				
Claim maintenance	\$ (133,753)	\$ (18,787)	\$ (152,540)	\$ 163,705
Geological consulting		833	833	14,046
Travel and accommodation		-	-	3,908
Option receipt – shares	(6,952)	-	(6,952)	(23,000)
	(140,705)	(17,954)	(158,659)	158,659
<i>Bathurst, Nunavut</i>				
Acquisition costs – shares		-	-	197,025
Claim maintenance		-	-	12,085
Field and general		-	-	-
Geological consulting		-	-	1,807
Travel and accommodation		-	-	11,643
		-	-	222,560
<i>Breakwater, Quebec and Labrador</i>				
Field and general		15,553	15,553	-
Geological consulting		2,100	2,100	-
		17,653	17,653	-
<i>Br, Nunavut</i>				
Acquisition costs – shares		-	-	284,012
Geological consulting		-	-	2,125
Travel and accommodation		-	-	11,643
		-	-	297,780
<i>Churchill, Nunavut</i>				
Acquisition costs – cash		-	-	208,350
Acquisition costs – shares		-	-	552,908
Claim maintenance		-	-	22,463
Assays		-	-	12,603
Field and general		4,493	4,493	188,202
Geological consulting		613	613	58,903
Travel and accommodation		455	455	114,103
		5,561	5,561	1,157,532
<i>Duke Cobalt Plate, Ontario</i>				
Geological consulting		4,000	4,000	-
Travel and accommodation		27	27	-
		4,027	4,027	-
<i>Hemlo, Ontario</i>				
Recording and staking	42,682	-	42,682	-
Field and general		17,401	17,401	-
Geological consulting		26,036	26,036	-
Travel and accommodation		8,700	8,700	-
	42,682	52,137	94,819	
Balance Forward	\$ (98,023)	\$ 61,424	\$ (36,599)	\$ 1,836,531

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Consolidated Schedule of Resource Property CostsUnaudited – Prepared by Management
Canadian Funds**For the Nine Months Ended June 30, 2007**

	Acquisition Costs	Deferred Exploration	Total	For the Year Ended September 30, 2006
Balance Brought Forward	\$ (98,023)	\$ 61,424	\$ (36,599)	\$ 1,836,531
IME, Nunavut				
Acquisition costs – cash	-	-	-	8,350
Acquisition costs – shares	-	-	-	22,159
Assays	-	37,533	37,533	-
Field and general	-	135	135	-
Geological consulting	-	648	648	12,064
Travel and accommodation	-	7,719	7,719	-
		46,035	46,035	42,573
Lach, Nunavut				
Acquisition costs – cash	-	-	-	8,325
Acquisition costs – shares	-	-	-	22,093
Recording and staking	14,795	-	14,795	11,193
Assays	-	-	-	2,340
Field and general	-	-	-	1,306
Geological consulting	-	-	-	8,676
Travel and accommodation	-	-	-	11,124
	14,795	-	14,795	65,057
Matrix, Nunavut				
Acquisition costs – cash	-	-	-	8,325
Acquisition costs – shares	-	-	-	22,093
Claim maintenance	775	-	775	-
Recording and staking	10	-	10	-
Geological consulting	-	2,063	2,063	2,080
Travel and accommodation	-	-	-	15,285
	785	2,063	2,848	47,783
Needle, Nunavut				
Acquisition costs – shares	-	-	-	33,863
Assays	-	216	216	312
Field and general	-	3,038	3,038	41,226
Geological consulting	-	7,716	7,716	4,938
Travel and accommodation	-	2,050	2,050	12,763
	-	13,020	13,020	93,102
Balance Forward	\$ (82,443)	\$ 122,542	\$ 40,099	\$ 2,085,046

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Consolidated Schedule of Resource Property Costs

Unaudited – Prepared by Management

Canadian Funds

For the Nine Months Ended June 30, 2007

	Acquisition Costs	Deferred Exploration	Total	For the Year Ended September 30, 2006
Balance Brought Forward	\$ (82,443)	\$ 122,542	\$ 40,099	\$ 2,085,046
Needle (Diamond), Nunavut				
Field and general	-	-	-	389
Geological consulting	-	-	-	2,411
Travel and accommodation	-	-	-	6,199
	-	-	-	8,999
Nizi, BC				
Acquisition costs – cash	-	-	-	8,325
Acquisition costs – shares	-	-	-	22,091
Field and general	-	556	556	-
Geological consulting	-	-	-	-
	-	556	556	30,416
Northgate Alliance, Ontario				
Recording and staking	227	-	227	-
Assays	-	2,017	2,017	-
Field and general	-	19,307	19,307	-
Geological consulting	-	16,050	16,050	-
Travel and accommodation	-	8,309	8,309	-
	227	45,683	45,910	-
Sail, BC				
Recording and staking	2,013	-	2,013	-
	2,013	-	2,013	-
Sharpe Lake, Manitoba				
Acquisition costs – cash	15,000	-	15,000	17,500
Acquisition costs – shares	-	-	-	35,000
Assays	-	-	-	33,253
Field and general	-	4,563	1,298	23,678
Geological consulting	-	5,250	5,250	47,028
Travel and accommodation	-	426	426	28,400
	15,000	10,239	25,239	184,859
Sy, Nunavut				
Recording and staking	-	-	-	32,300
Claim maintenance	-	-	-	21,508
Recording and staking	4,390	-	4,390	-
Airborne Surveys	-	-	-	175,280
Field and supplies	-	163	163	4,176
Geological consulting	-	3,500	3,500	-
Travel and accommodation	-	-	-	26,345
	4,390	3,663	8,053	259,609
Balance Forward	\$ (60,813)	\$ 182,683	\$ 121,870	\$ 2,568,929

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Consolidated Schedule of Resource Property Costs

Unaudited – Prepared by Management

Canadian Funds

For the Nine Months Ended June 30, 2007

	Acquisition Costs	Deferred Exploration	Total	For the Year Ended September 30, 2006
Balance Brought Forward	\$ (60,813)	\$ 182,683	\$ 121,870	\$ 2,568,929
Voigtberg, BC				
Acquisition costs – cash	-	-	-	8,325
Acquisition costs – shares	-	-	-	22,092
Option receipt – shares	(39,470)	(8,030)	(47,500)	-
Recording and staking	10	-	10	9,043
Assays	-	13,003	13,003	-
Field and supplies	-	6,590	681	6,757
Geological consulting	-	-	-	14,215
Travel and accommodation	-	4,962	4,962	-
	(39,460)	16,525	(22,935)	60,432
Washburn, Nunavut				
Recording and staking	19,788	-	19,788	-
Claim maintenance	200	-	200	-
Geological consulting	-	1,970	1,970	-
	19,988	1,970	21,958	-
Yathkyed, Nunavut				
Acquisition costs – cash	7,500	-	7,500	-
Recording and staking	117,147	-	117,147	-
Airborne Surveys	-	48,488	48,488	-
Field and supplies	-	342	342	-
Geological consulting	-	13,356	13,356	-
Travel and accommodation	-	1,908	1,908	-
	124,647	64,094	188,741	-
Generative				
Recording and staking	25,500	-	109,706	-
Assays	-	23,558	7,641	-
Field and supplies	-	57,154	26,711	-
Geological Consulting	-	89,389	72,488	5,000
Travel and accommodation	-	2,967	2,967	-
	25,500	173,068	198,568	5,000
Resource Property Costs for the Period	69,862	438,340	508,202	2,634,361
Write off of Resource Property Costs	(25,500)	(173,068)	(198,568)	(302,780)
Balance, Beginning of the Period	1,448,421	997,519	2,445,940	114,359
Balance, End of the Period	\$ 1,492,783	\$ 1,262,791	\$ 2,755,574	\$ 2,445,940

- See Accompanying Notes -

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

1. Nature of Operations

Kaminak Gold Corporation ("Kaminak" or "KAM" or the "Company") was incorporated on July 4, 2005 under the Business Corporations Act (British Columbia), and is an exploration stage enterprise focusing on the acquisition, exploration and development of economic gold and other precious and base metal properties.

The Company became a reporting issuer in Alberta and British Columbia on November 9, 2005 by virtue of a reorganization transaction involving the exchange of securities between Shear Minerals Ltd. ("Shear"), the Company and the shareholders of Shear. The reorganization transaction involved the acquisition from Shear of a 46.24% interest in certain properties ("Hunter Properties") and all of the outstanding shares of 974134 N.W.T. Limited, a wholly-owned subsidiary of Shear which holds the non-diamond properties of Shear. In tandem with the reorganization transaction, the Company acquired the remaining interest in the Hunter Properties from Hunter Exploration Group ("Hunter"), a related party, by issuing common shares and a promissory note. On November 23, 2005, after completion of its private placements, the Company's shares became publicly trading on the TSX Venture Exchange under the symbol "KAM".

2. Significant Accounting Policies

These interim financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles and follow the same accounting policies and methods of their application as the most recent annual financial statements except that the Company has adopted the following CICA guidelines effective for the Company's first quarter commencing October 1, 2006. These interim financial statements do not include all disclosures required by Canadian Generally Accepted Accounting Principles for annual financial statements and accordingly, the interim financial statements should be read in conjunction with the audited financial statements and notes thereto of the Company as at September 30, 2006.

New Accounting Policies

a) Section 3855 - Financial Instruments - Recognition and Measurement. Section 3855 requires that all financial assets, except those classified as held to maturity, and derivative financial instruments, must be measured at fair value. All financial liabilities must be measured at fair value when they are classified as held for trading; otherwise, they are measured at cost. Investments classified as available for sale are reported at fair market value (or mark to market) based on quoted market prices with unrealized gains or losses excluded from earnings and reported as other comprehensive income or loss. Investments subject to significant influence are reported at cost and not adjusted to fair market value. All of the investments have been designated as available for sale.

b) Section 1530 - Comprehensive Income. Comprehensive income is the change in the Company's net assets that results from transactions, events and circumstances from sources other than the Company's shareholders and includes items that would not normally be included in net earnings such as unrealized gains or losses on available-for-sale investments. Other comprehensive income includes the holding gains and losses from available for sale securities which are not included in net income (loss) until realized.

c) Transition adjustment to opening balance: The adoption of Sections 1530 and 3855 impacts the opening equity and losses of the Company. There was no unrealized gain or loss on the available for sale securities from purchase to September 30, 2006 was \$2,500 which is reported as an adjustment to the opening balance of accumulated other comprehensive income. The unrealized gain on the available for sale securities for the nine months ended June 30, 2007 was \$13,500. There is no tax impact resulting from adjustments arising from comprehensive income.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

3. Reorganization Transaction

Effective November 9, 2005, pursuant to reorganization transaction (the Spin Out Agreement), the Company acquired from Hunter and Shear, related parties, two groups of properties: the Hunter Properties and the Shear Properties. The Hunter Properties consist of seven mineral properties: the Churchill Gold Property, the Lach Gold Property, the Nizi Gold Property, the Matrix Gold Project, the Sy Property, the Voigtberg Gold Property and non-diamond rights over the IME Properties. The Shear Properties consist of the Bathurst, BR, Needle and any non-diamond rights to the Churchill Diamond Projects (except for a 5% non-diamond net profits interest).

Details are as follows:

- i) The Company issued 11,225,684 common shares to Shear, to acquire 46.24% of the Hunter Properties and all of the outstanding shares of 974134 N.W.T. Limited, a company which owns the Shear Properties; these shares were distributed to Shear's shareholders pursuant to a spin-out transaction,
- ii) The Company issued 3,000,000 shares to Hunter together with warrants to acquire an additional 3,000,000 shares at \$0.35 per share to November 9, 2007, to acquire the remaining 53.76% interest in the Hunter Properties. The 3,000,000 shares are subject to escrow restrictions and held on deposit with the Transfer Agent. Ten percent were released upon the Company's public trading, with the balance to be released in equal tranches of 15% every 6 months over 36 months.
- iii) The Company agreed to reimburse Hunter for exploration costs incurred by Hunter on the Hunter Properties by the issuance of a Promissory Note in favour to Hunter for the principal sum of \$250,000, bearing interest at 5% per annum, with principal and accrued interest to become due and to be paid in full on or before November 9, 2007. The Company paid this promissory note in full on December 1, 2005.
- iv) The Company will pay Hunter an advance royalty on the Lach Gold Property in the sum of \$10,000 on June 1st in each of 2008, 2009 and 2010 and \$25,000 on June 1st in each year thereafter, if Kaminak is and remains the beneficial owner of the Lach Gold Property on such dates.
- v) Hunter retains a 2% gross overriding royalty and a 2% net smelter royalty in all Hunter properties acquired by the Company.
- vi) Hunter has entered into a voting trust agreement whereby it will grant Shear an irrevocable proxy to vote Hunter's common shares for a period of three years from the issuance of the common shares and the warrants to acquire common shares.
- vii) Since the above reorganization transaction was between related parties, the properties acquired were recorded in the Company's books at the same amount as the carrying value in the books of Shear and Hunter.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

4. Fair Value of Financial Instruments

The Company's financial instruments consist of cash and cash equivalents, restricted cash, short-term investments, cash call receivable, accrued interest receivable, marketable securities, GST receivable, accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from the financial instruments. The fair value of these financial instruments approximates their carrying value due to their short-term maturity or capacity of prompt liquidation.

5. Resource Property Costs:

Details are as follows:

	Acquisition Costs	Exploration Costs	Cumulative as at June 30, 2007	Cumulative as at September 30, 2006
Baker Lake, Nunavut	\$ -	\$ -	\$ -	\$ 158,659
Bathurst, Nunavut	209,110	13,450	222,560	222,560
Breakwater, Quebec and Labrador	-	17,653	17,653	-
Churchill, Nunavut	783,721	471,166	1,254,887	1,249,326
Duke Cobalt Plate, Ontario	-	4,027	4,027	-
Hemlo, Ontario	42,682	52,137	94,819	-
IME, Nunavut	30,509	58,741	89,250	43,215
Lach, Nunavut	58,706	38,254	96,960	82,165
Matrix, Nunavut	31,203	19,428	50,631	47,783
Needle, Nunavut	33,863	72,259	106,122	93,102
Needle (Diamond), Nunavut	-	8,999	8,999	8,999
Nizi, BC	30,416	4,087	34,503	33,947
Northgate Alliance, Ontario	227	45,683	45,910	-
Sail, BC	2,013	-	2,013	-
Sharpe Lake, Manitoba	67,500	142,598	210,098	184,859
Sy, Nunavut	58,198	209,464	267,662	259,609
Voigtberg, BC	-	38,781	38,781	61,716
Washburn, Nunavut	19,988	1,970	21,958	-
Yathkyed, Nunavut	124,647	64,094	188,741	-
	\$ 1,492,783	\$ 1,262,791	\$ 2,755,574	\$ 2,445,940

General

Effective November 9, 2005, pursuant to reorganization transaction (the Spin Out Agreement), the Company acquired from Hunter and Shear, related parties, two groups of properties: the Hunter Properties and the Shear Properties. The Hunter Properties consist of six mineral properties: the Churchill Gold Property, the Lach Gold Property, the Nizi Gold Property, the Matrix Gold Project, the Voigtberg Gold Property and non-diamond rights over the IME Properties. The Shear Properties consist of the Bathurst, BR, Needle, Sy and any non-diamond rights to the Churchill Diamond Projects (except for a 5% non-diamond net profits interest) (Note 3).

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

5. Resource Property Costs – Continued:

Under the reorganization transaction, the following items relate to resource properties:

The Company agreed to reimburse Hunter for exploration costs incurred by Hunter on the Hunter Properties by the issuance of a Promissory Note in favour of Hunter for the principal sum of \$250,000, bearing interest at 5% per annum, with principal and accrued interest to become due and to be paid in full on or before November 9, 2007. The Company may prepay the promissory note at any time and Hunter may elect at any time on written notice to the Company to convert, in whole or in part, the principal amount outstanding into common shares at a deemed price equal to the weighted average closing price of the Company for 20 trading days prior to the date of the written notice. The Company paid this promissory note in full on December 1, 2005.

The Company will pay Hunter an advance royalty on the Lach Gold Property in the sum of \$10,000 on June 1st in each of 2008, 2009 and 2010 and \$25,000 on June 1st in each year thereafter, if Kaminak is and remains the beneficial owner of the Lach Gold Property on such dates.

Hunter retains a 2% gross overriding royalty and a 2% net smelter royalty in all Hunter properties acquired by the Company.

The above reorganization transaction was between related parties, the properties acquired were recorded in the Company's books at carrying value in the books of Shear and Hunter.

Baker Lake (Uranium), Nunavut:

By agreement dated January 24, 2006, the Company granted a third party, Pacific Ridge Exploration Ltd., an option to acquire up to a 60% interest in the Baker Lake Uranium Project, Nunavut. The Baker Lake Property forms part of the Churchill property. Under the terms of the Option Agreement, Pacific Ridge has the right to initially earn a 51% interest by December 31, 2008 by making exploration expenditures totalling \$2.0 million dollars and staged payments totalling 400,000 Units (200,000 received) to the Company. Each Unit consisting of one common share and one 12-month share purchase warrant with an exercise price set in accordance with market at the time of issuance of the Unit. Pacific Ridge will have the right to increase its interest to 60% by spending an additional \$1.0 million prior to December 31, 2010. Thereafter Pacific Ridge and the Company will form a joint venture in accordance with their interests then held. Underlying interests are held by the Hunter Exploration Group as to a 2% Net Smelter Return interest and Shear Minerals Ltd. as to an 8.5% Net Profits Interest. The option agreement pertains to all commodities other than diamonds.

Bathurst, Nunavut

The property is subject to a 2% NSR in favour of a third party, Echo Bay Mines Ltd. In addition, the Company is required to make payments to keep the property in good standing.

Hemlo, Ontario

The Hemlo Property consists of 525 claims covering 21,000 acres in the Archean Hemlo Greenstone Belt of Ontario.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

5. Resource Property Costs – Continued:

Matrix, Nunavut

In April 2006, Newmont Canada Limited, a subsidiary of Newmont formally notified the Company that Newmont has acquired prospecting permits totalling 110,000 acres within an area of mutual interest around the Matrix Gold Project. Since these permits were acquired within the boundaries of the joint venture area, the Company notified Newmont that it elected to accept a proportionate interest in this newly acquired ground, at no cost to the Company.

Needle, Nunavut

The Needle Lake Property is subject to a 1% NSR in favour of the former shareholders of Pinnacle Resources (1996) Ltd.

Nizi, British Columbia

The Nizi Creek Gold-Silver Property comprises 6,800 acres located 80 kilometres northeast of Dease Lake, British Columbia.

In March 8, 2007 the Company signed an option agreement with Romios Gold Resources Inc. ("Romios") giving Romios the right to earn up to a 70% interest in the Nizi Property. Under the terms of the Option Agreement, Romios has the right to initially earn a 51% interest by December 31, 2010 by making exploration expenditures totalling \$1.0 million dollars and staged payments totalling 200,000 Units to the Company. Each Unit consisting of one common share and one 12-month share purchase warrant with an exercise price set in accordance with market at the time of issuance of the Unit. Romios can then increase its interest to 60% by spending an additional \$1 million prior to December 31, 2010. Furthermore, Romios can earn an additional 10% interest in the property by completing a bankable feasibility study, for a total earn-in of 70%.

The Nizi Property is subject to a 2% NSR in favour of Hunter Exploration Group.

Sail Property, British Columbia

The Company has acquired the 100% owned "Sail property" through staking a land package totalling 5,000 ha in the Cry Lake area.

Sharpe Lake, Manitoba

The Company entered into a Letter of Agreement with a third party on October 18, 2005, amended October 29, 2006, to acquire a 100% interest in the 5,000 hectare Sharpe Lake Gold Project. The project is located 550 kilometres northeast of Winnipeg, Manitoba. To earn its interest, the Company paid the vendor \$15,000 (in January 2006) and issued 100,000 common shares (valued at \$35,000), in addition to the initial payment of \$2,500 upon signing of the agreement covering the license renewal fees for the property. On November 23, 2006 the Company paid the vendor a further \$15,000 and the Company will issue a further 100,000 common shares once Kaminak finds an option partner for the gold and base metal rights exploration licence. The vendor will retain a 2% Net Smelter Royalty (NSR). The Company has the option to buy back 1% of this NSR at anytime by paying the vendor \$1,000,000.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

5. Resource Property Costs – Continued:

Sy, Nunavut

The “SY” property covers over 120,000 acres in the Archean greenstone belt.

Underlying interests are held by the Hunter Exploration Group as to a 2% gross overriding royalty and a 2% Net Smelter Return interest.

Voigtberg, British Columbia

By agreement dated July 11, 2006, the Company granted a third party, BCGold Corp., an option to acquire up to a 60% interest in the Voigtberg Gold Project, British Columbia. The Voigtberg Property was part of the properties acquired from Hunter. Under the terms of the Option Agreement, BCGold has the right to initially earn a 60% interest by July 11, 2010 by making exploration expenditures totalling \$2.0 million dollars and staged payments totalling 400,000 Units to the Company (100,000 units received to date). Each Unit consisting of one common share and one half of one common share purchase warrant with an exercise price set in accordance with market at the time of issuance of the Unit. BCGold will be vested with a total of a 50% interest after spending a minimum of \$1,000,000, thereafter BCGold and the Company will form a joint venture in accordance with their interests then held. Upon completion of the required exploration expenditures and issuance of the Additional Units, BCGold will be vested with an additional 10% interest for a total interest of 60%. BCGold can earn an additional 10% interest in the Property by completing a bankable feasibility study, for a total earn-in of 70%.

Underlying interests are held by the Hunter Exploration Group as to a 2% gross overriding royalty and a 2% Net Smelter Return interest.

Washburn, Nunavut

The Washburn Uranium Property comprises 197,797 acres located on Victoria Island, Nunavut.

On May 3, 2007 the Company signed an option agreement with Mega Uranium Ltd. (“Mega”) giving Mega the right to earn up to a 55% interest in the Washburn Property. Under the terms of the Option Agreement, Mega has the right to earn its 55% interest by December 31, 2010 by making exploration expenditures totalling \$1.0 million dollars.

Yathkyed, Nunavut

The Yathkyed Uranium Property covers approximately 200,000 acres located in central Nunavut.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

6. Share Capital

a) Details as follows:

	Number	Amount
Authorized:		
Unlimited number of common voting shares without par value		
Unlimited number of preferred shares without par value		
Issued:		
Balance - September 30, 2006	27,654,070	\$ 5,306,595
For cash – exercise of warrants	698,891	394,835
Transfer from contributed surplus – exercise of warrants (Note 9)	-	68,517
For cash – exercise of stock options	227,000	108,850
Transfer from contributed surplus – exercise of options (Note 9)	-	74,046
Future income taxes on renouncement of flow-through shares issued (note 6f)	-	(443,300)
Balance – June 30, 2007	28,579,961	\$ 5,509,543

b) Private Placements

March 22, 2006

On March 22, 2006, the Company completed a non-brokered private placement of 517,000 non-flow-through (NFT) units at \$0.50 per unit. The units were issued under the same terms as the non-flow-through units issued under the brokered private placement of March 13, 2006. Each unit consisted of one common share and one common share purchase warrant. Each whole common share purchase warrant is exercisable into one common share to March 22, 2008 at a price of \$0.60 per share.

March 13, 2006

On March 13, 2006, the Company completed a brokered private placement of 4,135,000 non-flow-through (NFT) units at \$0.50 per unit and 2,600,000 “flow-through” (FT) units at \$0.55 per unit. Each FT Unit consisted of one flow through common share and half of one non-flow through common share purchase warrant. Each whole common share purchase warrant is exercisable to March 13, 2008 at \$0.70 per share. Each NFT Unit consisted of one common share and one whole common share purchase warrant. Each whole common share purchase warrant is exercisable into one common share to March 13, 2008 at a price of \$0.60 per share. The agent was paid a cash commission of \$279,800, corporate finance fee of 100,000 NFT units, a one time administrative fee of \$5,000, plus all reasonable costs and expenses relating to the offering, and granted compensation options of 593,500 warrants at an exercise price equal to \$0.60 per warrant. The Company has also granted the agent the right of first refusal on all brokered financings for a period of 12 months from closing.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

6. Share Capital – Continued:

b) Private Placements – Continued:

November 9, 2005

On November 9, 2005, the Company completed two private placements of 4,657,800 common shares at \$0.25 per share and 818,585 “flow-through” common shares at \$0.35 per share. The proceeds of \$286,505 from the flow-through shares must be used for qualifying exploration expenditures (as defined under the Income Tax Act) and renounced to the flow-through shareholders effective December 31, 2005. After deducting share issuance costs, the Company generated \$1,376,691 net proceeds (gross proceeds of \$1,450,955).

c) Flow-through Shares:

The total proceeds of \$286,505 from the issuance of 818,585 flow-through shares in the November 9 2005 private placement and \$1,430,000 from the brokered March 13, 2006 private placement must be used for qualifying exploration expenditures and to be renounced to the flow-through shareholders effective March 31, 2006 for \$286,505 and effective March 31, 2007 for \$1,430,000. The unspent balance of this flow-through issuance at June 30, 2007 was \$514,755 and is included in the Company’s restricted cash. The future income tax liability, estimated to be \$97,755 for the November 9, 2005 share issuance (by applying the tax statutory rate of 34.12%) resulting from the renunciation of these qualifying expenditures was recorded in February 2006 when the renunciation tax forms were filed, in accordance with the pronouncement of the CICA Emerging Issue Committee (EIC). The future income tax liability estimated to be \$443,300 for the March 13, 2006 share issuance (by applying the tax statutory rate of 31.0%) resulting from the renunciation of these qualifying expenditures was recorded in February 2007 when the renunciation tax forms were filed, in accordance with the pronouncement of the CICA Emerging Issue Committee (EIC).

d) Hunter Shares

Pursuant to the reorganization transaction (Note 3), the Company issued 3,000,000 shares to Hunter to acquire the remaining 53.76% interest in the Hunter Properties. The 3,000,000 shares are subject to escrow restrictions and held on deposit with the Transfer Agent. Ten percent were released upon the Company’s public trading, with the balance to be released in equal tranches of 15% every 6 months over 36 months. As at June 30, 2007, 1,350,000 of these shares remain in escrow.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

6. Share Capital – Continued:

e) Warrants:

At June 30, 2007, the following warrants were outstanding:

Expiry Date	Weighted Average Exercise Price	Issued Number of Warrants	Weighted Average Remaining Contractual Life in Years
Hunter Property Warrants			
November 9, 2007	\$0.35	2,350,000	0.36
Share Purchase Warrants			
March 13, 2008	\$0.60	4,437,609	0.70
March 13, 2008	\$0.70	1,170,000	0.70
March 22, 2008	\$0.60	489,000	0.73
Weighted average of exercise price	\$0.54	8,446,609	0.64

The fair value of exercised warrants transferred from contributed surplus to share capital during the period was \$14,581.

f) Stock Options

A summary of the Company's options outstanding at June 30, 2007 and the changes for the period are as follows:

Expiry Date	Weighted Average Exercise Price	Number of Options	Vested Number of Options	Weighted Average Remaining in Years
November 9, 2007	\$1.25	897,200	897,200	0.36
November 9, 2007	\$0.35	77,800	77,800	0.36
January 17, 2011	\$0.55	1,698,000	1,698,000	3.55
April 7, 2011	\$0.55	50,000	50,000	3.77
April 25, 2011	\$0.63	50,000	50,000	3.82
July 21, 2011	\$0.55	415,000	311,250	4.06
April 2, 2012	\$0.79	240,000	-	4.76
	\$0.66	3,428,000	3,084,250	2.80

During the period 227,000 stock options were exercised and 100,000 of the January 17, 2011 options were forfeited.

On February 20, 2007, the Company adopted a stock option plan with the following terms:

- i) Options granted can not be lower than the market price of one share on the last trading day immediately preceding the day on which the option is granted, less the maximum applicable discount permitted by TSX Venture Exchange and the minimum exercise price per share must be at least \$0.10.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

6. Share Capital – Continued:

f) Stock Options - Continued

ii) At the time of the grant:

- a) the total number of shares so reserved for issuance by the Board of directors shall not exceed ten (10%) percent of the issued and outstanding shares (on a non-diluted basis);
- b) the aggregate number of shares so reserved for issuance to any one optionee in a 12 month period shall not exceed five (5%) percent of the issued shares (on a non-diluted basis);
- c) the aggregate number of options granted to any one consultant in a 12 month period shall not exceed 2% of the issued shares;
- d) the aggregate number of options granted to employees, who provide investor relations activities must not exceed 2% of the issued shares in any 12 month period; and
- e) options issued to consultants performing investor relations services must vest in stages over 12 months with no more than one-quarter of the options vesting in any 3 month period.

2007 Stock Option Issuances

Pursuant to the Company's stock option plan, on April 2, 2007, the Company granted a total of 240,000 employee stock options, of which stock options to acquire a total of 1,100,000 common shares were granted to insiders of the Company and 845,000 shares were granted to independent consultants. The options carry an exercise price of \$0.79 per common share and will expire on April 2, 2012. The stock options vest in the amount of 25% every three months from date of granting. The stock-based compensation relating to this option grant totals \$176,528. As at June 30, 2007, \$44,132 has been recorded.

The fair value of stock options used to calculate compensation expense is estimated using the Black-Scholes Option Pricing Model with the following weighted average assumptions:

Average risk-free interest rate	4.01%
Expected dividend yield	0%
Expected stock price volatility	146%
Average expected option life in years	5 years

2006 Stock Option Issuances

Pursuant to the reorganization transaction, the Company reserves for issuance an aggregate of 1,055,000 common shares for issuance to holders of outstanding incentive stock options granted by Shear. The amount of 897,200 options are to the directors of Shear, exercisable for a period of two years (expiring November 9, 2007) at an exercise price of \$1.00 per share in the first year and \$1.25 per share in the second year. All other options relating to the reorganization, being the balance of 157,800 options, are exercisable at \$0.35 per share for a period of two years (expiring November 9, 2007).

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

6. Share Capital – Continued:

f) Stock Options - Continued

On January 17, 2006, the Company granted a total of 1,945,000 employee stock options, of which stock options to acquire a total of 1,100,000 common shares were granted to insiders of the Company and 845,000 shares were granted to independent consultants. The options carry an exercise price of \$0.55 per common share and will expire on January 17, 2011. The stock options vest in the amount of 25% every three months from date of granting. The stock-based compensation relating to this option grant, totalling \$813,909 has been recorded at \$203,477 (an estimated \$193,017 will be recorded after forfeiture) every three months commencing April 17, 2006.

On April 7, 2006, the Company granted a total of 50,000 employee stock options to an independent consultant. The options carry an exercise price of \$0.55 per common share and will expire on April 7, 2011. The stock options vest in the amount of 25% every three months from date of granting. The stock-based compensation relating to this option grant, totalling \$18,236 has been recorded at \$4,559 every three months commencing July 7, 2006.

On April 25, 2006, the Company granted a total of 50,000 employee stock options to an independent consultant. The options carry an exercise price of \$0.63 per common share and will expire on April 25, 2011. The stock options vest in the amount of 25% every three months from date of granting. The stock-based compensation relating to this option grant, totalling \$21,572 has been recorded at \$5,393 every three months commencing July 25, 2006.

On July 21, 2006, the Company granted a total of 415,000 employee stock options to directors and consultants. The options carry an exercise price of \$0.55 per common share and will expire on July 21, 2011. The stock options vest in the amount of 25% every three months from date of granting. The estimated stock-based compensation relating to this option grant, totalling \$175,620 will be recorded at \$43,905 every three months commencing October 21, 2006.

The fair value of stock options used to calculate compensation expense is estimated using the Black-Scholes Option Pricing Model with the following weighted average assumptions used for the stock options granted in the 2006 year:

Average risk-free interest rate	3.47-4.24%
Expected dividend yield	0%
Expected stock price volatility	80.532-101.45%
Average expected option life in years	1-5 years

In total the stock-based compensation on the options issued during the current period amounted to \$512,389, with the offsetting entry to Contributed Surplus.

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

June 30, 2007

Unaudited – Prepared by Management

Canadian Funds

7. Contributed Surplus

Balance consists of:

Balance – September 30, 2006	\$	1,267,216
- stock based compensation – Note 6f		641,929
- warrants exercised – transferred to share capital		(68,517)
- stock options exercised – transferred to share capital		(74,046)
Balance – June 30, 2007	\$	1,766,582

8. Subsequent Event

On July 20, 2007 the Company signed an option agreement with Corsa Capital Ltd. (“Corsa”) giving Corsa the right to earn up to a 60% interest in the Sy Property. Under the terms of the Option Agreement, Corsa has the right to initially earn a 51% interest by December 31, 2010 by making exploration expenditures totalling \$1.0 million dollars and staged payments totalling 300,000 Units to the Company. Each Unit consisting of one common share and one 12-month share purchase warrant with an exercise price set in accordance with market at the time of issuance of the Unit. Corsa can then increase its interest to 60% by spending an additional \$1 million and issuing an additional 100,000 Units to the Company, prior to December 31, 2011.