

KAMINAK GOLD CORPORATION

(An Exploration Stage Company)

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED MARCH 31, 2007

Unaudited – Prepared by Management

Canadian Funds

Notice of Non-review of Interim Financial Statements

The attached interim consolidated financial statements for the six month period ended March 31, 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 March 31, 2007	As at September 30, 2006
Current		
Cash and cash equivalents	\$ 1,958,446	\$ 2,154,472
Restricted cash <i>(Note 6)</i>	736,137	633,726
Short-term investment	30,750	30,000
GST receivable	20,336	13,654
Cash call receivable	-	369,799
Accrued interest receivable	27,051	15,078
Marketable securities	83,500	23,000
Prepaid expense	5,000	5,000
	2,861,220	3,244,729
Office Equipment , at net book value	6,139	7,306
Resource Property Costs <i>(Note 5) – Schedule</i>	2,650,436	2,445,940
	\$ 5,517,795	\$ 5,697,975
LIABILITIES		
Current		
Accounts payable and accrued liabilities		
- Due to related party	\$ -	\$ 3,816
- Trade payables and accrued liabilities	65,433	99,217
	65,433	103,033
SHAREHOLDERS' EQUITY		
Share Capital <i>(Note 6)</i>	5,102,969	5,306,595
Contributed Surplus <i>(Note 7)</i>	1,739,531	1,267,216
Deficit - <i>Statement 2</i>	(1,399,138)	(978,869)
Accumulated Other Comprehensive Income – <i>Statement 3</i>	9,000	-
	5,452,362	5,594,942
	\$ 5,517,795	\$ 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 March 31, 2007	For the Three Months Ended March 31, 2006	For the Six Months Ended March 31, 2007	For the Six Months Ended March 31, 2006
Expenses				
Accounting and legal	\$ 5,205	\$ 19,559	\$ 14,127	\$ 25,793
Amortization	776	313	1,701	313
Bank charges and interest	3,190	8	3,341	389
Consulting	38,924	43,108	91,826	55,288
Investor relations	41,316	27,316	68,611	52,828
Listing and filing fees	8,803	10,953	8,803	11,219
Office and sundry	10,120	4,976	13,534	12,106
Rent	10,977	3,450	15,578	5,463
Stock-based compensation <i>(Note 6f)</i>	512,389	-	512,389	45,692
Transfer agent fees	15,415	10,422	16,926	13,550
Travel and conference	34,335	30,358	54,103	33,209
Loss before the undernoted	(681,450)	(150,463)	(800,939)	(255,850)
Other Income (Expenses)				
Interest	26,235	5,441	55,435	6,082
Realized gain on marketable securities	15,887	-	17,242	-
Write-off of resource property costs	(50,724)	-	(135,307)	-
	(8,602)	5,441	(62,630)	6,082
Loss before income taxes	(690,052)	(145,022)	(863,569)	(249,768)
Future income tax recovery	443,300	97,755	443,300	97,755
Net Loss For The Period	(246,752)	(47,267)	(420,269)	(152,013)
Deficit - Beginning of Period	(1,152,386)	(128,751)	(978,869)	(24,005)
Deficit – End of Period	\$ (1,399,138)	\$ (176,018)	\$ (1,399,138)	\$ (176,018)
Basic and Diluted Loss per Share	\$ (0.01)	\$ (0.00)	\$ (0.02)	\$ (0.01)
Weighted Average Number of Shares Outstanding	27,836,948	21,220,770	27,747,224	16,131,742

- 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 March 31, 2007	For the Three Months Ended March 31, 2006	For the Six Months Ended March 31, 2007	For the Six Months Ended March 31, 2006
Net Loss	\$ (246,752)	\$ (47,267)	\$ (420,269)	\$ (152,013)
Other comprehensive income – beginning	14,000	-	-	-
Changes in fair value of investments	(5,000)	-	9,000	-
Other comprehensive income – ending	9,000	-	9,000	-
Total comprehensive loss	\$ (237,752)	\$ (47,267)	\$ (411,269)	\$ (152,013)

Kaminak Gold Corporation*(An Exploration Stage Company)*

Statement 4

Interim Consolidated Statement of Changes in Shareholders' Equity

Unaudited – Prepared by Management

Canadian Funds

	For the Three Months Ended March 31, 2007	For the Three Months Ended March 31, 2006	For the Six Months Ended March 31, 2007	For the Six Months Ended March 31, 2006
Common Shares				
Balance, beginning of period	\$ 5,327,233	\$ 2,596,084	\$ 5,306,595	\$ 1
Issued for:				
Cash – exercise of warrants	138,850	-	158,100	-
Transfer from contributed surplus – exercise of warrants	13,193	-	14,581	-
Cash – exercise of stock options	41,500	-	41,500	-
Transfer from contributed surplus – exercise of stock options	25,493	-	25,493	-
Future income taxes renunciation on flow-through shares issued	(443,300)	(97,755)	(443,300)	(97,755)
For property	-	-	-	35,000
Cash – private placement	-	2,326,000	-	3,490,450
Cash – private placement – flow through	-	1,430,000	-	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	-	(313,709)	-	(381,917)
Balance, end of period	5,102,969	5,940,620	5,102,969	5,940,620
Contributed Surplus				
Balance, beginning of period	1,265,828	45,692	1,267,216	-
Stock based compensation	512,389	-	512,389	45,692
Transfer from contributed surplus – exercise of warrants	(13,193)	-	(14,581)	-
Transfer from contributed surplus – exercise of stock options	(25,493)	-	(25,493)	-
Balance, end of period	1,739,531	45,692	1,739,531	45,692
Deficit				
Balance, beginning of period	(1,152,386)	(128,751)	(978,869)	(24,005)
Net loss for the period	(246,752)	(47,267)	(420,269)	(152,013)
Balance, end of period	(1,399,138)	(176,018)	(1,399,138)	(176,018)
Accumulated Other Comprehensive Income				
Balance, beginning of period	14,000	-	-	-
Changes in fair value of investments	(5,000)	-	9,000	-
Balance, end of period	9,000	-	9,000	-
Shareholders' Equity	\$ 5,452,362	\$ 5,810,294	\$ 5,452,362	\$ 5,810,294

- 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 March 31, 2007	For the Three Months Ended March 31, 2006	For the Six Months Ended March 31, 2007	For the Six Months Ended March 31, 2006
Cash Flows from Operating Activities				
Net loss for the period	\$ (246,752)	\$ (47,267)	\$ (420,269)	\$ (152,013)
Items not affected by cash:				
Future income tax recovery	(443,300)	(97,755)	(443,300)	(97,755)
Stock-based compensation	512,389	-	512,389	45,692
Amortization	776	313	1,701	313
Write-off of resource property costs	50,724	-	135,307	-
	(126,163)	(144,709)	(214,172)	(203,763)
Change in non-cash working capital:				
GST receivable	(10,737)	(8,188)	(6,682)	(9,756)
Accrued interest receivable	(13,094)	-	(11,973)	-
Prepaid expenses	-	(4,756)	-	(16,674)
Accounts payable and accrued liabilities	(70,600)	(10,906)	(33,024)	(8,817)
	(220,594)	(168,559)	(265,851)	(239,010)
Cash Flows from Investing Activities				
Increase in restricted cash	137,544	-	(102,411)	-
Sale of marketable securities	23,000	-	23,000	-
Increase in short-term investment	(750)	-	(750)	-
Resource property costs	(229,374)	(255,601)	(45,264)	(612,578)
Office equipment	(534)	(4,177)	(534)	(4,177)
	(70,114)	(259,778)	(125,959)	(616,755)
Cash Flows from Financing Activities				
Issuance of share capital, net	180,350	3,442,291	199,600	4,825,038
Repayment of (advances to) related party	-	(122,085)	(3,816)	(79,411)
	180,350	3,320,206	195,784	4,745,627
Net Increase (Decrease) in Cash	(110,358)	2,891,869	(196,026)	3,889,862
Cash - Beginning of period	2,068,804	997,993	2,154,472	-
Cash and Cash Equivalents - End of Period	\$ 1,958,446	\$ 3,889,862	\$ 1,958,446	\$ 3,889,862
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	\$ 362,452	\$ 6,262	\$ 369,039	\$ 6,262
Receipt of shares as property option payment	\$ 27,000	\$ 23,000	\$ 74,500	\$ 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	\$ 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 Six Months Ended March 31, 2007**

	Acquisition Costs	Deferred Exploration	Total	For the Six Months Ended March 31, 2006
Mineral Interests				
<i>Baker Lake (Uranium), Nunavut</i>				
Claim maintenance	\$	\$ -	\$ -	\$ 163,680
Geological consulting		833	833	6,023
Travel and accommodation		-	-	-
Option receipt – shares	(27,000)	-	(27,000)	(23,000)
	(27,000)	833	(26,167)	146,703
<i>Bathurst, Nunavut</i>				
Acquisition costs – shares		-	-	197,025
Claim maintenance		-	-	12,085
<i>Field and general</i>		-	-	-
Geological consulting		-	-	1,807
Travel and accommodation		-	-	11,643
		-	-	222,560
<i>Breakwater, Quebec and Labrador</i>				
Geological consulting		1,800	1,800	-
		1,800	1,800	-
<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		-	-	22,413
Assays		-	-	5,200
Field and general		3,629	3,629	1,225
Geological consulting		724	724	18,742
Travel and accommodation		455	455	-
		4,808	4,808	808,838
<i>IME, Nunavut</i>				
Acquisition costs – cash		-	-	8,350
Acquisition costs – shares		-	-	22,159
Assays		37,533	37,533	-
Field and general		135	135	-
Geological consulting		648	648	-
Travel and accommodation		7,719	7,719	-
		46,035	46,035	30,509
Balance Forward	\$ (27,000)	\$ 53,476	\$ 26,476	1,506,390

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Consolidated Schedule of Resource Property CostsUnaudited – Prepared by Management
Canadian Funds**For the Six Months Ended March 31, 2007**

	Acquisition Costs	Deferred Exploration	Total	For the Six Months Ended March 31, 2006
Balance Brought Forward	\$ (27,000)	\$ 53,476	\$ 26,476	\$ 1,506,390
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	-
Travel and accommodation	-	-	-	-
	785	2,063	2,848	30,418
Needle, Nunavut				
Acquisition costs – shares	-	-	-	33,863
Assays	-	216	216	-
Field and general	-	353	353	519
Geological consulting	-	2,901	2,901	1,808
Travel and accommodation	-	2,050	2,050	11,124
	-	5,520	5,520	47,314
Needle (Diamond), Nunavut				
Field and general	-	-	-	-
Geological consulting	-	-	-	-
Travel and accommodation	-	-	-	-
	-	-	-	-
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				
Field and general	-	9,450	9,450	-
	-	9,450	9,450	-
Balance Forward	\$ (11,420)	\$ 71,065	\$ 59,645	\$ 1,679,595

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)*

Schedule

Consolidated Schedule of Resource Property CostsUnaudited – Prepared by Management
Canadian Funds**For the Six Months Ended March 31, 2007**

	Acquisition Costs	Deferred Exploration	Total	For the Six Months Ended March 31, 2006
Balance Brought Forward	\$ (11,420)	\$ 71,065	\$ 59,645	\$ 1,679,595
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	-	-	-	-
Field and general	-	4,563	1,298	358
Geological consulting	-	5,250	5,250	3,243
Travel and accommodation	-	426	426	-
	15,000	10,239	25,239	56,101
Sy, Nunavut				
Recording and staking	-	-	-	13,083
Claim maintenance	-	-	-	21,508
Recording and staking	4,390	-	4,390	-
Airborne Surveys	-	-	-	-
Field and supplies	-	163	163	2,875
Geological consulting	-	3,500	3,500	-
Travel and accommodation	-	-	-	-
	4,390	3,663	8,053	37,466
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	-
Assays	-	13,003	13,003	-
Field and supplies	-	681	681	-
Geological consulting	-	-	-	5,597
Planning and supervision	-	5,912	5,912	-
Travel and accommodation	-	4,962	4,962	-
	(39,460)	16,528	(22,932)	36,014
Washburn, Nunavut				
Recording and staking	19,788	-	19,788	-
Geological consulting	-	1,080	1,080	-
	19,788	1,080	20,868	-
Yathkyed, Nunavut				
Acquisition costs – cash	7,500	-	7,500	-
Recording and staking	104,110	-	104,110	-
	111,610	-	111,610	-
Balance Forward	\$ 101,921	\$ 102,575	\$ 204,496	\$ 1,809,176

- See Accompanying Notes -

Kaminak Gold Corporation*(An Exploration Stage Company)***Consolidated Schedule of Resource Property Costs**

Unaudited – Prepared by Management

*Canadian Funds*Schedule**For the Six Months Ended March 31, 2007**

	Acquisition Costs	Deferred Exploration	Total	<i>For the Six Months Ended March 31, 2006</i>
Balance Brought Forward	\$ 101,921	\$ 102,575	\$ 204,496	\$ 1,809,176
Generative				
Recording and staking	109,706	-	109,706	-
Assays	-	7,641	7,641	-
Field and supplies	-	26,711	26,711	-
Geological Consulting	-	72,488	72,488	-
Travel and accommodation	-	2,967	2,967	-
Property cost write down	(84,706)	(109,808)	(219,513)	-
	-	-	-	-
Resource Property Costs for the Period	101,921	102,575	204,496	1,809,176
Balance, Beginning of the Period	1,448,421	997,519	2,445,940	114,359
Balance, End of the Period	\$ 1,550,342	\$ 1,100,094	\$ 2,650,436	\$ 1,923,535

- See Accompanying Notes -

Kaminak Gold Corporation

(An Exploration Stage Company)

Notes to Interim Consolidated Financial Statements

March 31, 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. The unrealized loss on the available for sale securities from purchase to November 30, 2006 was \$2,500 which is reported as an adjustment to the opening balance of accumulated other comprehensive income. There was no unrealized gain or loss on the available for sale securities for the three months ended February 28, 2007. 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

March 31, 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

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Notes to Interim Consolidated Financial Statements

March 31, 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 March 31, 2007	Cumulative as at March 31, 2006
Baker Lake, Nunavut	\$ 113,705	\$ 18,786	\$ 132,491	\$ 146,703
Bathurst, Nunavut	209,110	13,450	222,560	222,560
Breakwater, Quebec and Labrador	-	1,800	1,800	-
BR, Nunavut	-	-	-	297,780
Churchill, Nunavut	783,721	470,413	1,254,134	900,632
IME, Nunavut	30,509	58,741	89,250	31,151
Lach, Nunavut	58,706	38,254	96,960	82,165
Matrix, Nunavut	31,203	19,428	50,631	30,418
Needle, Nunavut	33,863	64,759	98,622	47,314
Needle (Diamond), Nunavut	-	8,999	8,999	-
Nizi, BC	30,416	4,087	34,503	33,947
Northgate Alliance, Ontario	-	9,450	9,450	-
Sail, BC	2,013	-	2,013	-
Sharpe Lake, Manitoba	67,500	142,598	210,098	56,101
Sy, Nunavut	58,198	209,465	267,663	37,466
Voigtberg, BC	-	38,784	38,784	37,298
Washburn, Nunavut	19,788	1,080	20,868	-
Yathkyed, Nunavut	111,610	-	111,610	-
	\$ 1,550,342	\$ 1,100,094	\$ 2,650,436	\$ 1,923,535

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).

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

Kaminak Gold Corporation

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Notes to Interim Consolidated Financial Statements

March 31, 2007

Unaudited – Prepared by Management

Canadian Funds

5. Resource Property Costs – Continued:

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 (100,000 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.

Matrix, Nunavut

The property is

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.

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5. Resource Property Costs – Continued:

Needle, Nunavut

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

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.

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 for each whole warrant of \$0.40. 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.

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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	316,000	158,100
Transfer from contributed surplus – exercise of warrants (Note 9)	-	14,581
For cash – exercise of stock options	90,000	41,500
Transfer from contributed surplus – exercise of warrants (Note 9)	-	25,493
Future income taxes on renouncement of flow-through shares issued (note 6f)	-	(443,300)
Balance – March 31, 2007	28,060,070	\$ 5,102,969

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.

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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 March 31, 2007 was \$736,137 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 March 31, 2007, 1,800,000 of these shares remain in escrow.

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6. Share Capital – Continued:

e) Warrants:

At March 31, 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	2,310,000	0.61
Share Purchase Warrants			
March 13, 2008	\$0.60	4,762,500	0.95
March 13, 2008	\$0.70	1,240,000	0.95
March 22, 2008	\$0.60	504,000	0.98
Weighted average of exercise price	\$0.54	8,816,500	0.90

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 March 31, 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	0.61
November 9, 2007	\$0.35	117,800	117,800	0.61
January 17, 2011	\$0.55	1,795,000	1,795,000	3.80
April 7, 2011	\$0.55	50,000	37,500	4.02
April 25, 2011	\$0.63	50,000	37,500	4.07
July 21, 2011	\$0.55	415,000	311,250	4.31
	\$0.66	3,325,000	3,196,250	2.70

During the period 90,000 stock options were exercised and 100,000 of the January 17, 2011 options were forfeited.

On November 9, 2005, 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.

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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.

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).

Pursuant to the Company's stock option plan, 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.

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6. Share Capital – Continued:

f) Stock Options - Continued

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.

7. Contributed Surplus

Balance consists of:

Balance – September 30, 2006	\$	1,267,216
- stock based compensation – Note 6f		512,389
- warrants exercised – transferred to share capital		(14,581)
- stock options exercised – transferred to share capital		(25,493)
Balance – March 31, 2006	\$	1,739,531

8. Subsequent Event

On April 2, 2007, the Company issued 240,000 employee stock options to directors and consultants. The options carry an exercise price of \$0.79 per common share and will expire on April 2, 2012.