

Consolidated financial statements of

Cantex Mine Development Corp.

Years ended July 31, 2007 and 2006

Cantex Mine Development Corp.

July 31, 2007

Table of contents

Auditors' Report.....	1
Consolidated Balance Sheet.....	2
Consolidated Statements of Operations	3
Consolidated Statements of Cash Flows.....	4
Consolidated Statements of Shareholders' Deficiency	5
Notes to the Consolidated Financial Statements.....	6-16
Consolidated Schedule of Exploration Expenses	17

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Auditors' Report

To the Shareholders of
Cantex Mine Development Corp.

We have audited the consolidated balance sheet of Cantex Mine Development Corp. as at July 31, 2007 and the consolidated statements of operations, cash flows and shareholders' deficiency for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at July 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The financial statements as at July 31, 2006 and for the year then ended were audited by other auditors who expressed an opinion without reservation on those statements in their report dated September 15, 2006, except as to Note 11 which is as of October 30, 2006.

(Signed) Deloitte & Touche LLP

Chartered Accountants
November 23, 2007

Cantex Mine Development Corp.

Consolidated Balance Sheet

	July 31, 2007	July 31, 2006
	\$	\$
Assets		
Current assets		
Cash	36,626	13,567
Amounts receivable	8,057	7,386
Prepaid expenses	-	3,393
	44,683	24,346
Reclamation bonds (Note 4)	25,556	38,917
Property and equipment (Note 5)	236,948	335,774
	307,187	399,037
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	250,552	253,413
Due to related parties (Note 6)	633,824	879,887
	884,376	1,133,300
Shareholders' deficiency		
Share capital (Notes 7 and 8)		
Authorized		
Unlimited number of preferred shares without nominal or par value, issuable in series		
Unlimited number of common shares without nominal or par value		
Issued		
302,034,291 common shares (2006 - 281,407,473)	38,458,180	37,231,985
Contributed Surplus	576,000	576,000
Deficit	(39,611,369)	(38,542,248)
	(577,189)	(734,263)
	307,187	399,037

Nature and continuance of operations (Note 1)
Contingencies (Note 12)

Approved by the Board

"Vernon Frolick"

Vernon Frolick, Director

"Chad Ulansky"

Chad Ulansky, Director

Cantex Mine Development Corp.

Consolidated Statements of Operations

For the Years ended July 31, 2007 and 2006

	July 31, 2007	July 31, 2006
	\$	\$
Expenses		
Exploration (Note 4 and Schedule)	706,575	1,040,567
General and administrative	286,824	210,474
Interest income and foreign exchange	(23,105)	(35,158)
Amortization	98,827	99,428
	1,069,121	1,315,311
Loss	(1,069,121)	(1,315,311)
Loss per common share, basic and diluted	(0.00)	(0.00)
Weighted average number of common shares outstanding, basic and diluted	291,933,766	281,407,473

Cantex Mine Development Corp.

Consolidated Statements of Cash Flows

For the Years ended July 31, 2007 and 2006

	July 31, 2007	July 31, 2006
	\$	\$
Operating activities		
Cash paid to suppliers and employees	(254,163)	(180,025)
Cash paid to suppliers and employees for mineral property exploration	(691,709)	(1,075,056)
	(945,872)	(1,255,081)
Financing activity		
Advances from related parties	968,931	923,536
Investing activity		
Purchase of property and equipment	-	(9,224)
Proceeds from disposition of property and equipment	-	57,446
	-	48,222
Increase (decrease) in cash	23,059	(283,323)
Cash, beginning of year	13,567	296,890
Cash, end of year	36,626	13,567

Supplemental disclosure with respect to cash flows (Note 11)

Cantex Mine Development Corp.
Consolidated Statements of Shareholders' Deficiency
For the Years ended July 31, 2007 and 2006

	Number of common Shares	Share capital \$	Contributed Surplus	Deficit \$	Total shareholders' equity (deficiency) \$
Balance, July 31, 2005	281,407,473	37,231,985	576,000	(37,226,937)	581,048
Loss for the year	-	-	-	(1,315,311)	(1,315,311)
Balance, July 31, 2006	281,407,473	37,231,985	576,000	(38,542,248)	(734,263)
Shares issued in full and final settlement of liabilities	20,626,818	1,259,660	-	-	1,259,660
Share issuance costs	-	(33,465)	-	-	(33,465)
Loss for the year	-	-	-	(1,069,121)	(1,069,121)
Balance, July 31, 2007	302,034,291	38,458,180	576,000	(39,611,369)	(577,189)

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

1. Nature and continuance of operations

Cantex Mine Development Corp. ("Cantex" or the "Company") is incorporated under the laws of the Province of Alberta and its principal business activity is the exploration and development of its mineral properties, either directly or indirectly through joint exploration and development ventures and other arrangements. The Company has not yet determined whether its properties contain mineral reserves that are economically recoverable.

The ability of the Company to continue operations is dependant upon the continued financial support of its shareholders, other investors and lenders, and the successful development of the Company's mineral property interests. The Company has not determined whether any of its properties contain mineral reserves that are economically recoverable. Since inception, the Company has incurred cumulative losses of \$39,611,369 and for the year ended July 31, 2007 has incurred negative operating cash flow from continuing operations of approximately \$0.9 million. At July 31, 2007, the Company has a negative working capital position of approximately \$0.8 million. Additional financing will be required for the Company to continue operations.

Although the Company has taken steps to verify title to the mineral properties in which it, through its subsidiaries, has an interest, in accordance with industry standards for the stage of exploration of such properties, those procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

2. Basis of presentation

Management has prepared the consolidated financial statements of the Company in accordance with Canadian Generally Accepted Accounting Principles ("Canadian GAAP"). The consolidated financial statements are expressed in the Company's functional currency, Canadian dollars, except where noted.

(a) Consolidation

The consolidated financial statements include the accounts of the Company and its wholly-owned subsidiaries, Canadian Mountain Minerals Management Ltd. and Cantex Gold Corp. All significant intercompany balances and transactions have been eliminated. The financial statements of entities which are controlled by the Company through voting equity interests, referred to as subsidiaries, are consolidated. Variable Interest Entities ("VIEs"), which include, but are not limited to, special purpose entities, trusts, partnerships and other legal structures, as defined by the Accounting Standards Board in Accounting Guideline ("AcG") 15, "*Consolidation of Variable Interest Entities*" ("AcG 15"), are entities in which equity investors do not have the characteristics of a "controlling financial interest" or there is not sufficient equity at risk for the entity to finance its activities without additional subordinated financial support. VIEs are subject to consolidation by the primary beneficiary who will absorb the majority of the entities' expected losses and/or expected residual returns. The Company has determined that it does not have any VIEs which are required to be consolidated.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

2. Basis of presentation (continued)

(b) *Economic uncertainty*

The Company's principal property and its primary exploration and development activities are taking place in the Republic of Yemen and, as such, the Company is exposed to a number of possible risks over which it has no control. These risks include, but are not necessarily limited to: changes in laws affecting foreign ownership, government participation, taxation, royalties, duties, rates of exchange, inflation, exchange control, repatriation of earnings, civil unrest, civil war and acts of terrorism. The likelihood of these events occurring cannot be predicted at this time. There are no assurances that the current economic and political conditions will continue in Yemen.

3. Significant accounting policies

(a) *Property and equipment*

Property and equipment is recorded at cost. Amortization is provided over the expected useful life of the assets on a straight line basis over a period of three to five years.

(b) *Mineral property interests*

Mineral property acquisition costs and exploration and development expenditures incurred prior to determination of the feasibility of mining operations, periodic option payments and administrative expenditures are expensed as incurred. Such expenses incurred subsequent to the determination of the feasibility of mining operations are deferred until the property to which they relate is placed into production, sold, allowed to lapse or abandoned. These costs will be amortized over the estimated life of the property following commencement of commercial production, or written off if the property is sold, allowed to lapse or abandoned or when an impairment in value has occurred.

(c) *Foreign currency translation*

The Company's functional currency is the Canadian dollar. The Company's foreign subsidiaries are considered to be integrated operations. Accordingly, the Company utilizes the temporal method to translate the financial statements of these subsidiaries into Canadian dollars. All foreign currencies are translated into Canadian dollars using weighted average rates for the period for items included in the consolidated statements of operations, the rate in effect at the balance sheet date for monetary assets and liabilities, and historical rates for other assets included in the consolidated balance sheets. Translation gains or losses are included in the determination of income.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

3. Significant accounting policies (continued)

(d) *Loss per share*

The Company follows the treasury stock method of calculating diluted loss per share. Under the treasury stock method, the weighted average number of common shares outstanding for the calculation of diluted loss per share assumes that the proceeds to be received on the exercise of all stock options (Note 7) and warrants (Note 8) is applied to repurchase common shares at the average market price for the year. As the Company has a loss in both years presented, the effect of the options and warrants is anti-dilutive and basic and diluted loss per share are the same.

(e) *Stock based compensation*

The Company has a stock based compensation plan. Under the Company's plan, the total number of options outstanding is not to exceed 10% of the aggregate issued and outstanding common shares. The exercise price of the options issued under the plan is determined by the Board of Directors at the time the options are granted. The options have no vesting period, except as determined by the Board of Directors and are exercisable for up to five years from the date the option is granted.

(f) *Asset retirement obligation*

The Company recognizes the fair value of an asset retirement obligation as a liability in the period in which it is incurred, if a reasonable estimate of fair value can be made. The associated retirement costs are capitalized as part of the carrying amount of the long-lived assets and depreciated over the life of the asset. The Company has determined that there are no significant asset retirement obligations related to its assets and, therefore, the Company has not recorded any asset retirement obligations as at July 31, 2006 and 2007.

(g) *Income taxes*

The Company follows the asset and liability method of accounting for income taxes whereby future tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Future tax assets and liabilities expected to be recovered or settled are measured using enacted or substantively enacted tax rates. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date.

(h) *Use of estimates*

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of management estimates include the valuation allowance for future income taxes, asset retirement obligations, the fair value estimate of stock options issued in exchange for services and contingent liabilities. Actual results could differ from those estimates.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

4. Mineral property interests

	July 31, 2006		July 31, 2007
	Cumulative expenditures	Current year expenditures	Cumulative expenditures
	\$	\$	\$
Yemen program	18,870,979	553,616	19,424,595
West Greenland program	1,624,964	69,167	1,694,131
Nevada program	1,405,246	83,792	1,489,038
	<u>21,901,189</u>	<u>706,575</u>	<u>22,607,764</u>

	July 31, 2005		July 31, 2006
	Cumulative expenditures	Current year expenditures	Cumulative expenditures
	\$	\$	\$
Yemen program	18,017,287	853,692	18,870,979
West Greenland program	1,624,964	-	1,624,964
Nevada program	1,218,371	186,875	1,405,246
	<u>20,860,622</u>	<u>1,040,567</u>	<u>21,901,189</u>

Title to mining properties involves certain inherent risks due to the difficulties of determining the validity of certain claims as well as the potential for problems arising from the frequently ambiguous conveyancing history characteristic of many mining properties. The Company has diligently investigated rights of ownership of all of the mineral concessions in which it has an interest and, to the best of its knowledge, all agreements relating to such ownership rights are in good standing. However, this should not be construed as a guarantee of title. The concessions may be subject to prior claims, agreements or transfers and rights of ownership may be affected by undetected defects.

(a) *Yemen program*

During 1996, the Company applied for and was granted a 52,000 km² prospecting permit in the Republic of Yemen. With continued exploration the Company was able to focus its efforts on progressively smaller areas showing the potential for economic mineralization. The Company has held an exploration license granting the Company exclusive exploration rights and the right to obtain an exploration contract since 1999. The current license is valid until July 31, 2010 and covers 698 km².

The Yemen exploration license provides that upon completion of three years of commercial production the Government of the Republic of Yemen is entitled to receive a 1% net smelter royalty and 36% of the net profits derived by the Company from commercial production of mineral resources within the exploration license area. The foregoing royalty and interest in net profits is in lieu of any other royalty, tax, production share, or other payment related to the Company's mining operations in the exploration license area with the exception of employee-related taxes.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

4. Mineral property interests (continued)

(a) *Yemen program (continued)*

The Government of the Republic of Yemen has the right to offer to acquire, on commercial terms, an undivided interest of up to 49% in the Company's exploration licenses in the Republic of Yemen.

An additional prospecting permit was acquired by Cantex in February 2007. The new permit covers 3,876 km² in the Naqub West region, southeast of the capital, Sana'a. The Company will be exploring for uranium within the permit area.

(b) *West Greenland program*

In June 2004, the Company was granted a 151 km² license in West Greenland. A second exploration license of 2,518 km² was acquired on February 1, 2005.

An agreement was reached on January 19, 2005 with Metalex Ventures Ltd. ("Metalex"), a company related by virtue of common directors and management, on the Company's two aforementioned Greenland properties. Cantex's licenses were transferred to Metalex. Under the terms of the agreement, Metalex will fund exploration through to January 20, 2008. Cantex has the option to acquire a 25% interest in not only the 2,669 km² transferred to Metalex but also Metalex's 100% owned 751 km² license adjacent to the Cantex licenses. This option is exercisable between January 1 and 20, 2008 for a payment of \$120,000. If Cantex elects to exercise its option then it will contribute to ongoing exploration costs in proportion to its interest. In late 2006 Metalex and Cantex reviewed the exploration results covering the exploration licenses and decided to relinquish unfavorable areas while retaining 982 km²

On July 7, 2005 Company's application for an additional 319 km² exploration license was accepted. The results of work undertaken on the exploration license indicated a low probability of hosting economic diamond deposits and this exploration license was relinquished in late 2006.

(c) *Nevada program*

During 2002, the Company entered into a joint venture with Sovereign Gold Corp. ("Sovereign") with respect to nine claim groups in the state of Nevada. Cantex had a 51% interest in these claim groups and was the operator of the joint venture.

During 2003, the Company entered into negotiations with Sovereign with respect to purchasing the above nine claim groups and one additional claim group. Under the proposed terms of the property purchase agreement, the Company was required to pay US\$125,000, issue 3,000,000 common shares and issue a promissory note to Sovereign for US\$33,000 for reimbursement of Sovereign's costs of maintaining the claims in good standing. This agreement was approved by the TSX Venture Exchange and executed on July 16, 2004. This property purchase agreement supersedes the above joint venture agreement with Sovereign. Cantex now owns 100% of the claim groups.

Reclamation bonds of \$25,556 (\$23,981 USD) have been posted with the State of Nevada.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

5. Property and equipment

	2007		
	Cost	Accumulated depreciation	Net book value
	\$	\$	\$
Field equipment	476,806	246,350	230,456
Equipment and leaseholds	105,249	98,757	6,492
	<u>582,055</u>	<u>345,107</u>	<u>236,948</u>

	2006		
	Cost	Accumulated depreciation	Net book value
	\$	\$	\$
Field equipment	476,806	150,988	325,818
Equipment and leaseholds	105,248	95,292	9,956
	<u>582,054</u>	<u>246,280</u>	<u>335,774</u>

6. Related party transactions

	July 31, 2007	July 31, 2006
	\$	\$
Due to related parties		
To a director and shareholder for geological fees	185	-
To a director and shareholder for advances to the Company	86,494	567,929
To a company controlled by a director for shared administrative charges	22,180	-
To a company controlled by a director for exploration expenditures advances to the Company	383,863	112,739
To a company controlled by a director for geological fees	54,808	-
To a company with common directors and management for shared administrative charges	11,606	2,759
To a company with common directors and management for shared field expenditures	74,688	-
To a company controlled by a director for laboratory and mineralogical costs	-	196,202
To a company controlled by a director for advances to the Company	-	258
	<u>633,824</u>	<u>879,887</u>

Amounts due to related parties have no fixed terms of repayment, are unsecured and are non-interest bearing.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

6. Related party transactions (continued)

The following amounts were not subject to a written agreement but were approved by the Board of Directors, incurred in the normal course of operations and have been recorded at the exchange amount, which is the amount established and agreed to by the related parties:

	Year ended July 31,	
	2007	2006
	\$	\$
Amounts paid or accrued		
To a director for management and geological consulting fees	16,838	28,228
To a company controlled by a director for exploration expenditure advances to the Company	-	79,755
To a company controlled by a director for office and administrative costs	49,577	17,677
To a company controlled by a director for shared field expenditures	26,533	24,610
To a company controlled by a director for geological consulting fees	69,168	6,140
To a company with common directors and management for office and administrative costs	10,645	10,618
To a company with common directors and management for shared field expenditures	85,031	-
To a company controlled by a director for laboratory and mineralogical costs	11,885	160,653
To a company controlled by a director for management and administrative expenses	16,726	-
	<u>286,403</u>	<u>327,681</u>

	Year ended July 31,	
	2007	2006
	\$	\$
Recoveries recorded		
From a company controlled by a director for office and administrative costs	12,291	-
From a company with common directors and management for office and administrative costs	514	-
From a company with common directors and management for shared field expenditures	4,309	-
	<u>17,114</u>	<u>-</u>

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

7. Stock option plan

Pursuant to the Company's stock option plan the total number of options outstanding shall not exceed 10% of the aggregate issued and outstanding common shares and are to be issued to directors, officers and key employees. There were no changes in the options outstanding during the year, all of which are exercisable. Details are as follows:

Number outstanding		Exercise price per share	Expiry date
July 31, 2006	July 31, 2007		
		\$	
7,500,000	7,500,000	0.10	June 16, 2009

Number outstanding		Exercise price per share	Expiry date
July 31, 2005	July 31, 2006		
		\$	
7,500,000	7,500,000	0.10	June 16, 2009

8. Warrants

The Company has warrants outstanding, each of which entitles the holder to purchase one common share. There were no changes in the warrants outstanding during the year. Details are as follows:

Number outstanding		Exercise price per share	Expiry date
July 31, 2006	July 31, 2007		
		\$	
2,666,666	2,666,666	0.10	August 21, 2007

Number outstanding		Exercise price per share	Expiry date
July 31, 2005	July 31, 2006		
		\$	
2,666,666	2,666,666	0.10	August 21, 2007

All outstanding warrants have subsequently expired un-exercised.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

9. Income Taxes

For the year ended July 31, 2007, the Company had renounced, in favour of certain investors, a total of \$Nil (2006 - \$500,000) in income tax deductions related to the expenditure of funds on the Company's mineral property interests.

The tax effects of temporary differences that give rise to the Company's future income tax asset are presented below:

	2007	2006
	\$	\$
Non-current future tax asset		
Property and equipment	134,000	97,900
Share issue costs	14,000	11,700
Mineral property interests	6,320,000	5,002,000
Non-capital loss carryforwards	188,000	565,800
	6,656,000	5,677,400
Valuation allowance	(6,656,000)	(5,677,400)
	-	-

Income tax expense differs from the amount that would be computed by applying the Federal and Provincial combined statutory tax rate of 31% (2006 - 31%) to income before income taxes as follows:

	2007	2006
	\$	\$
Loss before income taxes	(1,069,121)	(1,315,311)
	31%	31%
Expected income tax recovery	(331,428)	(407,750)
Mineral property interests	219,038	322,575
Reduction in enacted rate	-	(568,825)
Valuation allowance	112,390	654,000
	-	-

The Company has the following non-capital losses carried forward that are available to reduce future years taxable income.

Year of expiry:

	\$
2008	419,348
2009	50,897
2010	51,855
2014	47,282
2015	18,872
2016	194,094
2027	289,284
	1,071,632

The Company's operations are conducted in a number of countries with complex tax legislation and regulations pertaining to the Company's activities. Any reassessment of the Company's tax filing by the tax authorities may result in material adjustments to net income or loss and operating loss carry-forwards.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

10. Segmented information

The Company manages its business as a single operating segment: mineral exploration. The Company operates in both foreign and domestic countries as follows:

	Year ended July 31,	
	2007	2006
	\$	\$
Loss		
Canada	265,256	180,067
Yemen	650,906	948,369
United States of America	83,792	186,875
Greenland	69,167	-
	<u>1,069,121</u>	<u>1,315,311</u>
	July 31,	July 31,
	2007	2006
	\$	\$
Property and equipment		
Yemen	235,519	332,809
Canada	1,429	2,965
	<u>236,948</u>	<u>335,774</u>

11. Supplemental disclosure with respect to cash flows

Significant non-cash transactions for the year ended July 31, 2007 included:

- a) Issuing 200,000 common shares valued at \$18,000 pursuant to the settlement of services included in accounts payable and accrued liabilities.
- b) Issuing 19,804,457 common shares valued at \$1,188,267 to certain directors pursuant to the settlement of debt for monies advances and for past consulting and other services provided to the Company by them and related companies. The deemed price of the shares issued was \$0.06 per share, which represents a discount to the market price of 25% as allowable by the TSX Venture Exchange.
- c) Issuing 76,924 common shares valued at \$10,000 to two individuals in connection with services provided for the acquisition of the new uranium license in Yemen.
- d) Issuing 278,770 common shares valued at \$16,726 to a director for past services provided to the Company. The deemed price of the shares issued was \$0.06 per share, which represents a discount to the market price of 25% as allowable by the TSX Venture Exchange.
- e) Issuing 266,667 common shares valued at \$26,667 pursuant to the settlement of finder's fees on a past private placement.

There were no significant non-cash transactions for the year ended July 31, 2006.

Cantex Mine Development Corp.

Notes to the Consolidated Financial Statements

July 31, 2007

12. Contingencies

The Company has not paid filing fees and the CTC exemption fees for subsidiaries incorporated under the Income Tax (Jersey) Act in the Channel Islands and consequently during fiscal 2005 these companies were involuntarily dissolved. The Income Tax (Jersey) Act includes provisions to assess penalties and, due to the loss of tax-exempt status of these subsidiaries, additional income taxes for instances of non-compliance. It is not possible at this time to make an estimate of the amount, if any, of taxes, fees or penalties that may result and accordingly, no provision has been made for any additional income taxes or related costs.

13. Financial instruments

The Company's financial instruments consist of cash, amounts receivable, reclamation bonds, accounts payable and amounts due to related parties. The nature of these instruments and the Company's operations expose the Company to risk which the Company manages as follows:

(a) *Foreign currency rate risk management*

A significant portion of the Company's operations are located in Yemen and are conducted in U.S. dollars and, accordingly, the related financial assets and liabilities are subject to fluctuations in exchange rates. The Company manages its exposure to foreign currency fluctuations by maintaining U.S. currency bank accounts and denominating its commitments and contracts in U.S. dollar equivalents.

(b) *Credit risk*

The maximum credit risk associated with each financial asset is limited to the carrying amount of that asset. The Company manages its credit risk by entering into agreements whereby it has the ability to net amounts receivable against amounts payable for services rendered.

The fair values of cash, amounts receivable and accounts payable approximate their carrying values due to the short term nature of these instruments. It is not practical to determine the fair value of amounts due to related parties due to the related party nature of the amounts and the absence of a market for such financial instruments.

The Company transfers cash to its bank in the Yemen. Yemen does not have a state deposit insurance and therefore amounts held in these banks may be subject to additional risks that have not been accounted for in the financial statements. The maximum credit risk associated with these financial assets is limited to the funds held on deposit.

14. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.

Cantex Mine Development Corp.

Consolidated Schedule of Exploration Expenses

For the Years ended July 31, 2007 and 2006

	July 31, 2007	July 31, 2006
	\$	\$
Wages	221,690	197,520
Consulting and engineering	193,529	361,485
Travel, field and other	192,867	362,873
Living costs	61,045	83,227
Licenses and permits	37,444	35,462
	706,575	1,040,567