PLATO GOLD CORP.
Balance Sheets

	March 31 2005 (unaudited)	December 31 2004
Assets		
Current assets:		
Cash	$ 2,096	$ 3,756
Accounts receivable	441	–
Deposits (note 7)	–	12,840
Prepaid expenses	–	2,002
	2,537	18,598
Capital assets	7,562	1,512
Mineral properties and deferred exploration costs (notes 2 and 7)	559,754	522,440
	$ 569,853	$ 542,550
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities	$ 78,924	$ 73,388
Advances payable (note 3)	93,397	72,771
Shareholders' equity:		
Capital stock (note 5)	662,578	662,578
Contributed surplus (note 7)	31,647	13,628
Deficit	(296,693)	(279,815)
	397,532	396,391
	$ 569,853	$ 542,550

See accompanying notes to financial statements.

PLATO GOLD CORP.
Statements of Operations and Deficit
Three months ended March 31, 2005 and 2004
(unaudited)

	2005	2004
Expenses:		
Professional fees	$ 6,750	$ 5,500
Promotion	4,829	3,370
Rent (note 7)	2,500	2,500
Office and general	2,441	10,299
Amortization of capital assets	306	67
Bank charges	52	85
Loss for the period	(16,878)	(21,821)
Deficit, beginning of period	(279,815)	(174,951)
Deficit, end of period	$ (296,693)	$ (196,772)
Loss per common share - basic and diluted (note 6)	$ –	$ –
Weighted average number of common shares outstanding - basic and diluted	7,973,279	7,873,279

See accompanying notes to financial statements.

PLATO GOLD CORP.
Statements of Cash Flows
Three months ended March 31, 2005 and 2004
(unaudited)

	2005	2004
Cash provided by (used in)		
Operations:		
Loss for the period	$ (16,878)	$ (21,821)
Amortization of capital assets which does not involve cash	306	67
	(16,572)	(21,754)
Changes in non-cash balances related to operations:		
Accounts receivable	(441)	446
Prepaid expenses	2,002	–
Accounts payable and accrued liabilities	5,536	7,768
Due to related company	–	16,756
	(9,475)	3,216
Financing:		
Increase in advances payable	20,626	5,082
Investments:		
Additions to capital assets	(6,356)	(1,779)
Additions to mineral properties and deferred exploration costs	(6,455)	(1,274)
	(12,811)	(3,053)
Increase (decrease) in cash	(1,660)	5,245
Cash, beginning of period	3,756	339
Cash, end of period	$ 2,096	$ 5,584

See accompanying notes to financial statements.

Plato Gold Corp. (the "Company") is an Ontario corporation incorporated on June 7, 1996. The Company commenced operations in November 1996 when it entered into an agreement to acquire an interest in mining properties in the Timmins area of Northern Ontario. The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral reserves. Consequently, the Company considers itself to be an exploration stage company.

1. Interim financial statements:

The accompanying unaudited interim financial statements have been prepared by the Company in accordance with Canadian generally accepted accounting principles on a basis consistent with those followed in the most recent audited financial statements. These interim financial statements have not been reviewed by the Company's auditors.

The notes presented in these unaudited interim financial statements include only significant events and transactions and are not fully inclusive of all matters required by Canadian generally accepted accounting principles for annual audited financial statements. Accordingly, these unaudited interim financial statements should be read in conjunction with the audited financial statements for the years ended December 31, 2004 and 2003.

2. Basis of presentation:

These financial statements have been prepared on a going concern basis in accordance with Canadian generally accepted accounting principles. The going concern basis of presentation assumes that the Company will continue in operation for the foreseeable future and be able to realize its assets and discharge its liabilities and commitments in the normal course of business. There is significant doubt about the appropriateness of the use of the going concern assumption because the Company has experienced recurring losses, has experienced negative cash flows from operations over a number of years and has negative working capital. The application of the going concern concept is dependent on the Company's ability to generate future profitable operations and receive continued financial support from its shareholders. Management is of the opinion that sufficient working capital will be obtained from external financing to meet the Company's liabilities and commitments as they become payable.

The financial statements do not reflect adjustments that would be necessary if the going concern assumption were not appropriate. If the going concern basis was not appropriate for these financial statements, then adjustments may be necessary in the carrying value of assets and liabilities, the reported revenue and expenses, and the balance sheet classifications used

2. Mineral property interests and deferred exploration costs:

The Company holds an option on a project comprised of four properties along the prolific Destor - Porcupine Fault Zone. The properties are subject to a 2% net smelter returns royalty.

	Acquisition costs	Exploration expenditures	Total
Balance December 31, 2003	$ 252,508	$ 269,932	$ 522,440
Expenditures capitalized during the period	–	6,455	6,455
Expenditures contributed by a shareholder (note 7)	–	30,859	30,859
Balance December 31, 2004	$ 252,508	$ 307,246	$ 559,754

Each year, the Company is committed to spend approximately $40,000 to maintain its lease agreements on mineral property interests in good standing.

3. Advances payable:

	March 31, 2005	December 31, 2004
Related company	$ 23,900	$ 21,400
Shareholder	69,497	51,371
	$ 93,397	$ 72,771

Advances payable are non-interest bearing, unsecured and due on demand.

The shareholder owns or controls, directly or indirectly, 47.4% of the Company and is the sole shareholder of the related company. In addition, this shareholder is President and Chief Executive Officer of the Company and the related company

4. Fair value of financial assets and financial liabilities:

The fair values of cash, accounts receivable, and accounts payable and accrued liabilities approximate their carrying amounts due to the relatively short periods to maturity of these instruments.

The fair value of non-interest bearing advances payable is not determinable due to their related party nature and terms

5. Capital stock:

(a) Authorized and issued:

	March 31, 2005	December 31, 2004
Authorized:		
Unlimited common shares		
Issued:		
7,973,279 common shares	$ 662,578	$ 662,578
	$ 662,578	$ 652,578

(b) Stock-based compensation:

The Company has a stock option plan (the "Plan"). Pursuant to the Plan, the Company may allocate non-transferable options to directors. Options granted and outstanding may be exercised at any time up until the filing with a stock exchange of the initial public offering of the securities of the Company and for a period of ten days thereafter.

At March 31, 2005, 200,000 options exercisable at $0.10 per share had been granted to certain directors to purchase common shares of the Company. All of the options are exercisable at March 31, 2005.

6. Loss per common share:

Loss per common share is calculated using the weighted average number of common shares outstanding computed on a daily basis. The effect of the conversion of stock options would not have had a dilutive effect.

7. Related party transactions:

During the three month period ended March 31, 2005, a related party charged the Company rent totaling approximately $2,500 (2004 - $2,500). The companies are related by virtue of the fact that a shareholder who owns or controls, directly or indirectly, 47.4% of the Company is also the sole shareholder of the related company. In addition, this shareholder is President and Chief Executive Officer of the Company and the related company. These transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

During the three month period ended March 31, 2005, exploration expenditures of $18,019 (2004 – nil) were incurred by the Company and paid by a shareholder on behalf of the Company. In addition, deposits of $12,840 (2004 – nil) paid by a shareholder on behalf of the Company during 2004 were capitalized as exploration expenditures. The Company has recognized the shareholder contributions of $18,019 as contributed surplus.

During the three month period ended March 31, 2005, exploration expenditures of $30,859 (2004 – nil) were capitalized by the Company and paid by a shareholder on behalf of the Company. Of this amount, $12,840 was a deposit made during 2004 and $18,019 was paid during the three month period ended March 31, 2005. The Company has recognized the shareholder contributions of $18,019 as contributed surplus.

8. Letter agreement:

On September 1, 2004, the Company entered into a non-arms length letter agreement ("Letter Agreement") with Shatheena Capital Corp. ("Shatheena"), a public development stage entity, pursuant to which Shatheena made an offer to the shareholders of the Company to acquire all of the issued and outstanding shares of the Company. Shatheena will issue to the shareholders of the Company, in aggregate, 14,000,000 newly issued common shares of Shatheena, at a deemed price of $0.25 per share for aggregate deemed consideration of $3,500,000. As of September 24, 2004, the date the Letter Agreement was announced to the public, shareholders who own approximately 96% of the Company's issued and outstanding shares had confirmed their acceptance of the Letter Agreement.

8. Letter agreement (continued):

The transaction is a capital transaction in substance and will be accounted for as a reverse take-over that does not constitute a business combination. Accordingly, the predecessor carrying amounts of the Company will carry over to the resulting issuer and the common shares issued by Shatheena will be valued based on the net monetary assets of Shatheena. Transaction costs will be charged to equity only to the extent of cash received from Shatheena by the resulting issuer.

Completion of the transaction is subject to compliance with the terms and conditions set forth in the Letter Agreement, and is subject to requisite shareholder and regulatory approval.