Financial Statements

Plato Gold Corp.

Six Months Ended June 30, 2007

Unaudited

INDEX

Notice to Reader

The accompanying unaudited interim financial statements have been prepared by the Company’s management and the Company’s independent auditors have not performed a review of these financial statements.

Plato Gold Corp.

Balance Sheets

	June 30, 2007 (unaudited)	December 31, 2006
Assets		
Current Assets		
Cash and cash equivalents	$ 302,304	$ 418,877
Other receivables	10,436	43,261
Deposits and prepaid expenses	28,500	34,976
	341,240	497,114
Mineral Properties and Deferred Exploration Costs (note 5)	2,916,712	2,411,420
Property, Plant and Equipment	3,895	4,523
	$ 3,261,847	$ 2,913,057
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	$ 346,342	336,196
Due to related parties (note 6)	102,537	102,537
	448,879	438,733
Shareholders' Equity		
Share Capital (note 7)	3,431,454	3,436,910
Warrants (note 8)	346,672	135,246
Stock Options (note 9)	326,432	282,910
Contributed Surplus	214,555	155,503
Deficit	(1,506,145)	(1,536,245)
	2,812,968	2,474,324
	$ 3,261,847	$ 2,913,057

Approved on behalf of the Board

"Anthony J. Cohen", Director

"Robert Van Tassell", Director

Plato Gold Corp.

Statements of Operations and Deficit
Six Months Ended June 30, 2007 and 2006
Unaudited - See Notice to Reader

	Six Months Ended		Three Months Ended	
	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006
Revenue				
Interest income	$ 6,638	$ 450	$ 2,248	$ -
Expenses				
Amortization	628	899	288	415
Consulting fees	50,425	87,100	31,175	79,850
Insurance	11,662	12,108	5,186	6,476
Interest and financing costs	661	196	321	91
Investor relations	5,000	-	5,000	-
Office and general	6,830	9,361	2,048	7,152
Professional fees	79,848	35,808	42,904	14,820
Publicity and advertising	6,151	6,827	-	270
Rent	11,321	11,215	5,714	5,607
Salaries and benefits	73,878	70,537	37,590	34,319
Stock-based compensation	72,770	142,091	32,341	132,503
Transfer and filing fees	22,523	19,467	7,781	10,313
	341,697	395,609	170,348	291,816
Loss Before the Undernoted Item	(335,059)	(395,159)	(168,100)	(291,816)
Write-Down of Mineral Properties and Deferred Exploration Costs	(300)	(6,244)	-	(6,244)
Loss before Income Taxes	(335,359)	(401,403)	(168,100)	(298,060)
Future Income Tax Recoveries	365,459	266,818	-	-
Net Income (Loss) for the Period	30,100	(134,585)	(168,100)	(298,060)
Deficit - Beginning of Period	(1,536,245)	(1,130,578)	(1,338,045)	(967,103)
Deficit - End of Period	$(1,506,145)	$(1,265,163)	$(1,506,145)	$(1,265,163)
Income (Loss) per Share				
Basic	$ -	$ (0.01)	$ -	$ (0.02)
Fully diluted	-	(0.01)	-	(0.02)
Weighted Average Number of Common Shares Outstanding				
Basic	40,314,240	23,683,764	41,825,899	24,112,415
Fully diluted	40,314,240	23,683,764	41,825,899	24,112,415

Plato Gold Corp.

Cash Flow Statements
Six Months Ended June 30, 2007 and 2006
Unaudited - See Notice to Reader

	Six Months Ended		Three Months Ended	
	June 30, 2007	June 30, 2006	June 30, 2007	June 30, 2006
Cash Flows from Operating Activities				
Net Income (Loss)	$ 30,100	$ (134,585)	$ (168,100)	$ (298,060)
Items not affecting cash				
Amortization	628	899	288	415
Stock-based compensation	72,770	142,091	32,341	132,503
Write-down of mineral properties	300	6,244	-	-
Future income tax recoveries	(365,459)	(266,818)	-	-
	(261,661)	(252,169)	(135,471)	(165,142)
Changes in non-cash working capital				
Other receivables	32,825	78,306	27,982	(275)
Deposits and prepaid expenses	6,476	(10,450)	-	(18,970)
Accounts payable and accrued liabilities	92,596	68,130	64,590	104,410
	(129,764)	(116,183)	(42,899)	(79,977)
Cash Flows from Financing Activities				
Issuance of share capital	601,233	186,271	261,472	41,271
Cash Flows from Investing Activities				
Mineral properties and deferred exploration costs	(588,042)	(181,047)	(125,592)	(32,172)
Change in cash and cash equivalents	(116,573)	(110,959)	92,981	(70,878)
Cash and cash equivalents - beginning of period	418,877	126,911	209,323	86,830
Cash and cash equivalents - end of period	$ 302,304	$ 15,952	$ 302,304	$ 15,952
Non-cash financing and investing activities				
Stock options granted to agent	$ 29,804	$ -	$ 8,111	$ -

1. Nature of Operations

Plato Gold Corp. (the "Company") is an Ontario corporation formed by amalgamation on May 30, 2005 as described below.

A predecessor corporation (Plato Gold Corp.) 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 other predecessor corporation (Shatheena Capital Corp.) was classified as a Capital Pool Company as defined in TSX Venture Exchange Inc. (the "Exchange") Policy 2.4.

The Company is now a public junior gold exploration company with two projects. The first project is the GHHM Gold Project in Northern Ontario which includes four properties (Guibord, Harker, Holloway and Marriott) in what is sometimes referred to as the Harker/Holloway gold camp located east of Timmins. The second project, Nordeau Vauquelin Gold Project, includes the Nordeau East and Nordeau West gold deposits, and the Bateman East & West sites, in Vauquelin Township near Val d'Or, Quebec.

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.

2. Interim Financial Statements

These unaudited interim financial statements have been prepared by the Company in accordance with Canadian generally accepted accounting principles. These financial statements are based on accounting principles and practices consistent with those used in the preparation of the Company's annual financial statements. Certain information and note disclosure normally included in financial statements prepared in accordance with Canadian generally accepted accounting principles have been condensed or omitted. These interim financial statements should be read together with the audited financial statements and the accompanying notes for the year ended December 31, 2006. These interim financial statements have not been reviewed by the Company's auditors.

3. Changes in Accounting Policies

Effective January 1, 2007, the Company adopted the following new Canadian Institute of Chartered Accountants' Handbook Sections:

- Section 1530 – Comprehensive Income;
- Section 3855, Financial Instruments – Recognition and Measurement;
- Section 3861, Financial Instruments – Disclosure and Presentation, and
- Section 3865, Hedges.

These standards require that the Company initially recognize all financial assets and financial liabilities on the balance sheet at their fair values. Subsequent to initial recognition, financial instruments are measured at fair value, amortized cost or cost depending on the financial instrument classification.

3. Changes in Accounting Policies (continued)

The Company's financial instruments recognized on the balance sheet consist of cash and cash equivalents, other receivables, accounts payable and accrued liabilities, and amounts due to related parties. The Company has no unrecognized financial instruments or derivative financial instruments.

The estimated fair market values of the financial instruments approximate their carrying values due to their short-term maturities.

In accordance with the new policies, no adjustment was required at the start of the period.

4. Basis of Presentation

These interim 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 and has experienced negative cash flows from operations over a number of years. The application of the going concern concept is dependent on the Company's ability to generate future profitable operations. 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 and the balance sheet classifications used.

5. Mineral Properties and Deferred Exploration Costs

	June 30, 2007			
	GHHM Gold Project	Nordeau Vauquelin Gold Project	Other Properties	Total
Acquisition costs	$ -	$ 37,338	$ -	$ 37,338
Diamond Drilling	-	347,683	-	347,683
Geochemistry	-	32,975	-	32,975
Geology	1,387	66,151	-	67,538
Geophysical	-	-	-	-
Linecutting	-	-	-	-
Other	5,027	-	15,031	20,058
Current expenditures	6,414	484,147	15,031	505,592
Balance - beginning of period	1,393,316	1,017,804	300	2,411,420
Write-down of mineral properties	-	-	(300)	(300)
Balance - end of period	$1,399,730	$ 1,501,951	$ 15,031	$ 2,916,712

6. Due to Related Parties

	June 30 2007	December 31, 2006
Related company	$ 25,858	$ 25,858
Director	76,679	76,679
	$ 102,537	$ 102,537

Amounts due to related parties are non-interest bearing, unsecured and due on demand. The Company and the related company have a director in common. This director is also a shareholder and officer of both companies.

7. Share Capital

a) Authorized:

Unlimited common shares
Unlimited preferred shares

b) Common Shares Issued and Outstanding:

	Number	Amount
Balance - December 31, 2006	37,709,019	$ 3,436,910
Issued for private placements	6,454,541	360,003
Tax effect on renunciation of flow-through shares	-	(365,459)
Balance - June 30, 2007	44,163,560	$ 3,431,454

8. Warrants

	Number	Amount
Balance - December 31, 2006	4,083,332	$ 135,246
Issued	6,454,541	211,426
Balance - June 30, 2007	10,537,873	$ 346,672

As at June 30, 2007, the following common share purchase warrants (“warrants”) were issued and outstanding:

a) 2,000,000 warrants entitling the holder to purchase one common share at $0.15 per share until February 2, 2008.

b) 2,083,332 warrants entitling the holder to purchase one common share at $0.20 per share until November 3, 2007 and $0.30 until November 3, 2008.

c) 2,727,270 warrants entitling the holder to purchase one common share at $0.20 until February 19, 2008 and $0.30 until February 19, 2009.

d) 1,000,000 warrants entitling the holder to purchase one common share at $0.15 until February 19, 2008 and $0.25 until February 19, 2009.

e) 2,727,271 warrants entitling the holder to purchase one common share at $0.20 until June 18, 2008 and $0.30 until June 18, 2009.

9. Stock Options

a) The Board of Directors has adopted a stock option plan for the Company (the "Plan"). Pursuant to the Plan, the Board of Directors may, from time to time at its discretion, allocate non-transferable options to purchase shares to directors, officers, employees and consultants of the Company.

Under the Plan, the aggregate number of shares to be issued upon the exercise of options granted thereunder may not exceed 10% of the number of issued and outstanding shares at the time of granting the options. Options shall expire no later than five years after the date of grant.

The exercise price of options granted pursuant to the Plan shall be established based on the average closing price of the shares for the five days prior to the date of grant or such other method of pricing as may be acceptable to the stock exchange on which the shares are listed.

b) A summary of changes to stock options is as follows:

	Number	Amount
Balance - December 31, 2006	4,229,933	$ 282,910
Granted/vested	400,000	72,770
Agent's options granted	645,454	29,804
Exercised	-	-
Expired/Cancelled	(621,600)	(59,052)
Balance - June 30, 2007	4,653,787	$ 326,432

c) Stock options were granted, exercised and expired/cancelled as follows:

	Number	Weighted Average Exercise Price
Balance - December 31, 2006	4,229,933	$ 0.158
Granted	400,000	0.10
Agent's options granted	645,454	0.10
Exercised	-	-
Expired/cancelled	(621,600)	(0.25)
Balance - June 30, 2007	4,653,787	$ 0.132

9. Options (continued)

d) As at June 30, 2007 the following options were outstanding:

Option Price	Number of Options Unvested	Number of Options Vested	Expiry Date
$ 0.10	300,000	100,000	June 4, 2009
$ 0.10	-	272,727	June 18, 2009
$ 0.105	900,000	900,000	November 16, 2011
$ 0.12	-	208,333	November 3, 2008
$ 0.175	225,000	675,000	April 5, 2011
$ 0.10	-	372,727	February 19, 2009
$ 0.20	-	700,000	September 1, 2010
	1,425,000	3,228,787	

10. Related Party Transactions

During the six months ended June 30, 2007, the Company:

a) incurred rent of $11,321 with a related company. The Company and the related company have an officer in common. This officer is also a director and shareholder of both companies.

b) incurred consulting fees of $37,800 with one of the Company's officers. As at June 30, 2007, accounts payable and accrued liabilities included $24,168 payable to this officer.

c) incurred consulting fees of $2,625 with one of the Company's directors. As at June 30, 2007, accounts payable and accrued liabilities included $1,375 payable to this director.

d) incurred accounting fees of $48,045 with an accounting firm in which one of the Company's officers is a partner. As at June 30, 2007, accounts payable and accrued liabilities included $109,746 payable to this accounting firm.