Financial Statements

Plato Gold Corp.

Three Months Ended March 31, 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

	March 31, 2007 (unaudited)	December 31, 2006
Assets		
Current Assets		
Cash and cash equivalents	$ 209,323	$ 418,877
Other receivables	38,418	43,261
Deposits and prepaid expenses	28,500	34,976
	276,241	497,114
Mineral Properties and Deferred Exploration Costs (note 5)	2,870,305	2,411,420
Property, Plant and Equipment	4,183	4,523
	$ 3,150,729	$ 2,913,057
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	$ 360,935	$ 336,196
Due to related parties (note 6)	102,537	102,537
	463,472	438,733
Shareholders' Equity		
Share Capital (note 7)	3,259,202	3,436,910
Warrants (note 8)	265,565	135,246
Stock Options (note 9)	345,032	282,910
Contributed Surplus	155,503	155,503
Deficit	(1,338,045)	(1,536,245)
	2,687,257	2,474,324
	$ 3,150,729	$ 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
Three Months Ended March 31, 2007 and 2006
Unaudited - See Notice to Reader

	2007	2006
Revenue		
Interest income	$ 4,390	$ 450
Expenses		
Amortization	340	484
Consulting fees	19,250	7,250
Insurance	6,476	5,632
Interest and financing costs	340	105
Office and general	4,782	2,209
Professional fees	36,944	20,988
Public and investor relations	6,151	6,557
Rent and utilities	5,607	5,608
Salaries and benefits	36,288	36,218
Stock-based compensation	40,429	9,588
Transfer and filing fees	14,742	9,154
	171,349	103,793
Loss Before the Undernoted Item	(166,959)	(103,343)
Write-Down of Mineral Properties and Deferred Exploration Costs	300	-
Loss Before Income Taxes	(167,259)	(103,343)
Future Income Tax Recoveries (note 7b)	365,459	266,818
Net Income for the Period	198,200	163,475
Deficit - Beginning of Period	(1,536,245)	(1,130,578)
Deficit - End of Period	$(1,338,045)	$ (967,103)
Income per Share - basic and diluted	$ 0.01	$ 0.01
Weighted Average Number of Common Shares Outstanding - basic and diluted	38,827,200	23,250,351

Plato Gold Corp.

Cash Flow Statements
Three Months Ended March 31, 2007 and 2006
Unaudited - See Notice to Reader

	2007	2006
Cash Flows from Operating Activities		
Cash paid to suppliers and employees	$ (91,255)	$ (36,656)
Interest received	4,390	450
	(86,865)	(36,206)
Cash Flows from Financing Activities		
Issuance of share capital	400,000	145,000
Share issuance costs	(60,239)	-
	339,761	145,000
Cash Flows from Investing Activities		
Mineral properties and deferred exploration costs	(462,450)	(148,875)
Change in cash and cash equivalents	(209,554)	(40,081)
Cash and cash equivalents - beginning of period	418,877	126,911
Cash and cash equivalents - end of period	$ 209,323	$ 86,830

Non-cash financing and investing activities

Stock options granted to directors and officers	$ 40,429	$ 9,588

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 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 accrual 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

	March 31, 2007			
	GHHM Gold Project	**Nordeau Project**	**Other Properties**	**Total**
Acquisition costs	$ -	$ 7,867	$ -	$ 7,867
Diamond Drilling	-	347,364	-	347,364
Geochemistry	-	30,896	-	30,896
Geology	1,387	58,764	-	60,151
Geophysical	-	-	-	-
Linecutting	-	-	-	-
Other	3,406	-	9,501	12,907
Current expenditures	4,793	444,891	9,501	459,185
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	$1,398,109	$ 1,462.695	$ 9,501	$ 2,870,305

6. Due to Related Parties

	March 31 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 placement	3,727,270	187,751
Tax effect on renunciation of flow-through shares	-	(365,459)
Balance - March 31, 2007	41,436,289	$ 3,259,202

During the period ended March 31, 2007, the company completed a non-brokered private placement for gross proceeds of $400,000. The private placement consisted of the sale of 2,727,270 flow-through units at a price of $0.11 per unit for gross proceeds of $300,000, and 1,000,000 hard dollar units at a price of $0.10 per unit for gross proceeds of $100,000.

Each flow-through unit consists of one flow-through common share and one non-flow through common share purchase warrant. Each warrant entitles the holder to acquire one hard dollar common share for $0.20 until February 19, 2008, and thereafter for $0.30 until February 19, 2009, at which time the warrants expire.

Each hard dollar unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to acquire one hard dollar common share for $0.15 until February 19, 2008, and thereafter for $0.25 until February 19, 2009, at which time the warrants expire.

In conjunction with this financing, cash finder's fees totalling $20,000 were paid, and compensation options were issued to acquire a total of 372,727 units exercisable at $0.10 per unit until February 19, 2009. Each compensation unit entitles the holder to acquire one hard dollar common share for $0.15 until February 19, 2008, and thereafter for $0.25 until February 19, 2009.

During the three months ended March 31, 2007, the Company renounced Canadian exploration expenditures of $1,011,792 to the investors whom had subscribed for the Company's flow-through shares in 2006 ("the renunciation"), resulting in a taxable temporary difference between the tax value and the carrying value of the Company's resource expenditures and creating a future income tax liability and a reduction to share capital.

As at March 31, 2007, the Company has sufficient unused tax losses and deductions ("losses") to offset the future income tax liability resulting from the renunciation and no future income tax assets have been previously recognized on such losses; therefore, future income tax recoveries of $365,459 related to these losses were recognized and recorded as income during the quarter ended March 31, 2007 to offset the future income tax liability.

8. Warrants

	Number	Amount
Balance - December 31, 2006	4,083,332	$ 135,246
Issued	3,727,270	130,319
Balance - March 31, 2007	7,810,602	$ 265,565

As at March 31 , 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.

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	-	40,429
Agent's options granted	372,727	21,693
Exercised	-	-
Expired/Cancelled	-	-
Balance - March 31, 2007	4,602,660	$ 345,032

9. Stock Options (continued)

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	-	-
Agent's options granted	372,727	0.10
Exercised	-	-
Expired/cancelled	-	-
Balance - March 31, 2007	4,602,660	$ 0.153

d) As at March 31, 2007 the following options were outstanding:

	Number of Options		
Option Price	Unvested	Vested	Expiry Date
$ 0.105	1,350,000	450,000	November 16, 2011
$ 0.12	-	208,333	November 3, 2008
$ 0.175	450,000	450,000	April 5, 2011
$ 0.10	-	372,727	February 19, 2009
$ 0.20	-	700,000	September 1, 2010
$ 0.25	-	621,600	May 30, 2007
	1,800,000	2,802,660	

10. Related Party Transactions

During the three months ended March 31, 2007, the Company:

a) incurred rent of $5,607 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 $18,000 with one of the Company's officers. As at March 31, 2007, accounts payable and accrued liabilities included $12,758 payable to this officer.

c) incurred consulting fees of $1,250 with one of the Company's directors. As at March 31, 2007, accounts payable and accrued liabilities included $1,250 payable to this director.

10. Related Party Transactions (continued)

d) incurred accounting fees of $36,450 with an accounting firm in which one of the Company's officers is a partner. As at March 31, 2007, accounts payable and accrued liabilities included $102,675 payable to this accounting firm.