

**MOYDOW MINES INTERNATIONAL INC.**  
**CONSOLIDATED BALANCE SHEETS**  
(expressed in United States dollars, unless otherwise stated)

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	<b>June 30 2009 (un-audited)</b>	<b>December 31 2008 (audited)</b>
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$103,774	\$146,937
Accounts receivable and prepaid expenses	23,349	156,595
Other assets	12,954	11,807
	<hr/> 140,077	<hr/> 315,339
<b>Mineral properties (Note 2)</b>	2,804,204	9,542,497
	<hr/> 2,944,281	<hr/> 9,857,836
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	406,054	387,374
Related party payable (Note 4)	7,867,613	6,965,039
Loan	7,717	7,717
Current income tax liability	33,674	33,674
	<hr/> 8,315,058	<hr/> 7,393,804
<b>Shareholders' Equity</b>		
<b>Capital stock (Note 3)</b>	22,073,991	22,073,991
<b>Contributed surplus</b>	710,225	710,225
<b>Deficit</b>	<hr/> (28,154,993)	<hr/> (20,320,184)
	<hr/> (5,370,777)	<hr/> 2,4654,032
	<hr/> 2,944,281	<hr/> 9,857,836

**Nature of operations and going concern (note 1)**

**MOYDOW MINES INTERNATIONAL INC.**  
**CONSOLIDATED STATEMENTS OF EARNINGS(UN-AUDITED)**  
(expresses in United States dollars, unless otherwise stated)

<b>Expenses</b>	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>June 30, 2009</b>	<b>June 30, 2008</b>	<b>June 30, 2009</b>	<b>June 30, 2008</b>
	\$	\$	\$	\$
Write-down of mineral properties	7,183,197		7,183,197	
Stock - based compensation	-	23,607	-	47,475
General and administrative	256,590	283,867	543,057	575,001
Amortization of plant & equipment	104	377	104	753
Foreign exchange loss/ (gain)	<u>8,743</u>	<u>(13,335)</u>	<u>11,895</u>	<u>(9,123)</u>
	<u>7,448,634</u>	<u>294,516</u>	<u>7,738,253</u>	<u>614,106</u>
<b>Other income and expenses</b>				
Option feet	10,000		10,000	
Interest expenses	(53,388)	(122,241)	(107,574)	(177,156)
Unrealized (loss)/ gain on financial assets held for trading	(515)	(1,282)	860	(7,417)
Interest income	<u>158</u>	<u>111</u>	<u>158</u>	<u>111</u>
	<u>(43,745)</u>	<u>(123,412)</u>	<u>(96,556)</u>	<u>(184,462)</u>
<b>Loss before income taxes</b>	(7,492,379)	(417,928)	(7,834,809)	(798,568)
<b>Income tax provision</b>	-	<u>(28,948)</u>	-	<u>(28,948)</u>
<b>Comprehensive loss for the period</b>	<u>(7,492,379)</u>	<u>(388,980)</u>	<u>(7,834,809)</u>	<u>(769,620)</u>
<b>Basic and diluted loss per common share</b>	<u>(0.124)</u>	<u>(0.007)</u>	<u>(0.129)</u>	<u>(0.013)</u>
Weighted average number of common shares outstanding	<u>60,572,904</u>	<u>59,605,871</u>	<u>60,572,904</u>	<u>58,089,388</u>
<b>Deficit, beginning of period</b>	(20,662,614)	(13,937,282)	(20,320,184)	(13,556,642)
<b>Loss for period</b>	<u>(7,492,379)</u>	<u>(388,980)</u>	<u>(7,834,809)</u>	<u>(769,620)</u>
<b>Deficit, end of period</b>	<u>(28,154,993)</u>	<u>(14,326,262)</u>	<u>(28,154,993)</u>	<u>(14,326,262)</u>

**MOYDOW MINES INTERNATIONAL INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOW (UN-AUDITED)**  
(expressed in United States dollars, unless otherwise stated)

	Three months ended		Six months ended	
	June 30, 2009	June 30, 2008	June 30, 2009	June 30, 2008
	\$	\$	\$	\$
<b>Cash provided by (used in) operating activities</b>				
Loss for the period	(7,492,379)	(388,980)	(7,834,809)	(769,620)
Adjustments for non-cash items:			7,183,197	
Writedown of mineral properties	7,183,197			
Stock-based compensation	-	23,607	-	47,475
Amortization of plant and equipment	104	377	104	753
Unrealised loss on financial assets held for trading	123	1,282	(1,252)	7,417
	<u>(308,955)</u>	<u>(363,714)</u>	<u>(652,760)</u>	<u>(713,975)</u>
Changes in non-cash working capital:				
Accounts receivable and prepaid expenses	61,505	407,044	133,246	422,168
Accounts payable and accrued liabilities and income taxes	489,986	1,325,807	921,255	2,260,549
	<u>551,491</u>	<u>1,732,851</u>	<u>1,054,501</u>	<u>2,682,717</u>
	<u>242,536</u>	<u>1,369,137</u>	<u>401,741</u>	<u>1,968,742</u>
<b>Investing activities</b>				
Exploration of mineral properties	<u>(215,678)</u>	<u>(1,787,753)</u>	<u>(444,904)</u>	<u>(2,435,283)</u>
<b>Financing activities</b>				
Proceeds from issue of capital stock	-	797,011	-	797,011
Loan	-	-	-	-
	-	<u>797,011</u>	-	<u>797,011</u>
<b>Increase in cash and cash equivalents</b>	26,858	378,395	(43,163)	330,470
<b>Cash and cash equivalents at beginning of period</b>	<u>76,916</u>	<u>45,808</u>	<u>146,937</u>	<u>93,733</u>
<b>Cash and cash equivalents at end of period</b>	<u>103,774</u>	<u>424,203</u>	<u>103,774</u>	<u>424,203</u>
<b>Supplemental information</b>				
Cash income taxes paid	-	-	-	-
Cash interest paid	-	-	-	-