
SALAZAR RESOURCES LIMITED

INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED
MARCH 31, 2008

(Unaudited - Prepared by Management)

**MANAGEMENT'S COMMENTS ON
UNAUDITED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

The accompanying unaudited interim consolidated financial statements of Salazar Resources Limited for the three months ended March 31, 2008, have been prepared by and are the responsibility of the Company's management. These statements have not been reviewed by the Company's external auditors.

SALAZAR RESOURCES LIMITED
INTERIM CONSOLIDATED BALANCE SHEETS

(Unaudited - Prepared by Management)

	March 31, 2008 \$	December 31, 2007 \$
A S S E T S		
CURRENT ASSETS		
Cash and cash equivalents	8,829,046	10,622,621
Amounts receivable	37,558	18,911
Prepaid expenses and deposits	<u>320,930</u>	<u>125,711</u>
	9,187,534	10,767,243
CAPITAL ASSETS (Note 4)	203,817	197,472
MINERAL RESOURCE INTERESTS (Note 5)	<u>5,987,917</u>	<u>4,528,203</u>
	<u><u>15,379,268</u></u>	<u><u>15,492,918</u></u>

L I A B I L I T I E S

CURRENT LIABILITIES		
Accounts payable and accrued liabilities	<u>460,049</u>	<u>469,817</u>

S H A R E H O L D E R S ' E Q U I T Y

SHARE CAPITAL (Note 6)	17,029,253	16,931,138
CONTRIBUTED SURPLUS (Note 8)	1,827,730	1,807,543
DEFICIT	<u>(3,937,764)</u>	<u>(3,715,580)</u>
	<u>14,919,219</u>	<u>15,023,101</u>
	<u><u>15,379,268</u></u>	<u><u>15,492,918</u></u>

NATURE OF OPERATIONS (Note 1)

SUBSEQUENT EVENTS (Note 13)

APPROVED BY THE DIRECTORS

"Fredy Salazar" , Director

"Pablo Acosta" , Director

The accompanying notes are an integral part of these interim consolidated financial statements.

SALAZAR RESOURCES LIMITED
INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS
FOR THE THREE MONTHS ENDED MARCH 31
(Unaudited - Prepared by Management)

	2008 \$	2007 \$
EXPENSES		
Accounting and administration	14,256	5,505
Amortization	12,254	2,775
Audit	28,377	-
Consulting	21,150	10,452
Corporate development	22,957	30,666
Corporate sponsorship (Note 3)	-	123,000
General exploration	-	13,144
Investor relations	27,000	8,500
Legal	6,072	25,361
Office	56,597	38,919
Regulatory	2,400	3,317
Rent	1,002	1,834
Salaries and benefits	75,046	82,361
Shareholder costs	2,564	1,930
Stock-based compensation (Note 7)	33,202	674,200
Transfer agent	1,643	2,295
Travel	56,072	11,982
	<u>360,592</u>	<u>1,036,241</u>
LOSS BEFORE OTHER ITEMS	<u>(360,592)</u>	<u>(1,036,241)</u>
OTHER ITEMS		
Interest and other income	82,062	7,134
Foreign exchange	56,346	(35,319)
	<u>138,408</u>	<u>(28,185)</u>
NET LOSS FOR THE PERIOD	<u>(222,184)</u>	<u>(1,064,426)</u>
BASIC AND DILUTED LOSS PER SHARE	<u>\$(0.01)</u>	<u>\$(0.13)</u>
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	<u>28,876,623</u>	<u>7,940,961</u>

The accompanying notes are an integral part of these interim consolidated financial statements.

SALAZAR RESOURCES LIMITED
INTERIM CONSOLIDATED STATEMENTS OF DEFICIT
FOR THE THREE MONTHS ENDED MARCH 31
(Unaudited - Prepared by Management)

	2008 \$	2007 \$
DEFICIT - BEGINNING OF PERIOD	(3,715,580)	-
Net liabilities assumed at time of recapitalization (Note 3)	<u>-</u>	<u>(213,635)</u>
	(3,715,580)	(213,635)
NET LOSS FOR THE PERIOD	<u>(222,184)</u>	<u>(1,064,426)</u>
DEFICIT - END OF PERIOD	<u><u>(3,937,764)</u></u>	<u><u>(1,278,061)</u></u>

The accompanying notes are an integral part of these interim consolidated financial statements.

SALAZAR RESOURCES LIMITED
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE MONTHS ENDED MARCH 31
(Unaudited - Prepared by Management)

	2008	2007
	\$	\$
CASH PROVIDED FROM (USED FOR)		
OPERATING ACTIVITIES		
Net loss for the period	(222,184)	(1,064,426)
Adjustments for items not affecting cash		
Amortization	12,254	2,775
Stock-based compensation	33,202	674,200
Corporate sponsorship	<u>-</u>	<u>98,000</u>
	(176,728)	(289,451)
Decrease in amounts receivable	(18,647)	(130,994)
(Decrease) increase in prepaid expenses and deposits	(195,219)	43,217
Decrease (increase) in accounts payable and accrued liabilities	<u>28,706</u>	<u>(97,286)</u>
	<u>(361,888)</u>	<u>(474,514)</u>
INVESTING ACTIVITIES		
Additions to mineral resource interests	(1,498,188)	(429,474)
Additions to capital assets	(18,599)	(60,682)
Cash assumed on recapitalization	<u>-</u>	<u>1,777,003</u>
	<u>(1,516,787)</u>	<u>1,286,847</u>
FINANCING ACTIVITIES		
Issuance of common shares	85,100	2,654,500
Share issue costs	-	(201,418)
Advances from legal parent, prior to recapitalization	-	638,333
Repayment of amount due	<u>-</u>	<u>(702,420)</u>
	<u>85,100</u>	<u>2,388,995</u>
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS FOR THE PERIOD	(1,793,575)	3,201,328
CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD	<u>10,622,621</u>	<u>17,966</u>
CASH AND CASH EQUIVALENTS - END OF PERIOD	<u><u>8,829,046</u></u>	<u><u>3,219,294</u></u>
CASH AND CASH EQUIVALENTS COMPRISES:		
Cash	626,629	3,219,294
Short-term investments	<u>8,202,417</u>	<u>-</u>
	<u><u>8,829,046</u></u>	<u><u>3,219,294</u></u>

SUPPLEMENTAL CASH FLOW INFORMATION (Note 12)

The accompanying notes are an integral part of these interim consolidated financial statements.

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2008
(Unaudited - Prepared by Management)

1. NATURE OF OPERATIONS

On March 7, 2007, Consolidated Kookaburra Resources Ltd. changed its name to Salazar Resources Limited (the "Company"). With the recapitalization with Curimining S.A. ("Curimining"), the Company's principal business activity is the acquisition, exploration and development of mineral properties in Ecuador. See also Note 3.

The Company presently has no proven or probable reserves and, on the basis of information to date, it has not yet determined whether these properties contain economically recoverable ore reserves. Consequently the Company considers itself to be an exploration stage company. The amounts shown as mineral property interests represent costs incurred to date, less amounts amortized and/or written off, and do not necessarily represent present or future values. The underlying value of the mineral properties and related deferred costs is entirely dependent on the existence of economically recoverable reserves, securing and maintaining title and beneficial interest in the properties, the ability of the Company to obtain the necessary financing to complete development, and upon future profitable production.

These interim consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP") applicable to a going concern which assumes that the Company will be able to realize assets and discharge liabilities in the normal course of business. Accordingly, the financial statements do not give effect to adjustments, if any, that would be necessary should the Company be unable to continue as a going concern and, therefore, be required to realize its assets and liquidate its liabilities in other than the normal course of business and at amounts which may differ from those shown in the financial statements.

On April 18, 2008, Ecuador's constitutional assembly passed a decree which will impact on the tenureship of certain of the Company's mineral resource interests.

See also Note 13(a).

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These interim consolidated financial statements of the Company have been prepared by management in accordance with Canadian generally accepted accounting principles ("Canadian GAAP"). The preparation of financial statements in conformity with Canadian GAAP requires management to make estimates and assumptions that affect the amounts reported in the interim financial statements and accompanying notes. Actual results could differ from those estimates. These interim consolidated financial statements have, in management's opinion, been properly prepared using careful judgement with reasonable limits of materiality. These interim consolidated financial statements should be read in conjunction with the most recent annual consolidated financial statements. The significant accounting policies follow that of the most recently reported annual financial statements.

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2008
(Unaudited - Prepared by Management)

3. RECAPITALIZATION

On March 8, 2007 (the "Effective Date"), the Company, Curimining and Messrs. Fredy Salazar and Pablo Acosta (collectively the "Curimining Shareholders") completed an agreement (the "Curimining Agreement") whereby the Company purchased all of the issued shares of Curimining in exchange for the issuance of 15,000,000 common shares of the Company to the Curimining Shareholders and assumption of US \$970,000 owing to Mr. Salazar (collectively the "Acquisition"). In addition up to 7,000,000 additional common shares may be issued to the Curimining Shareholders on an earn-out basis. To fully earn these additional shares, a total of 11.2 million ounces of gold in an "indicated category" must be identified within a period of four years. The Company also issued 500,000 common shares, at an ascribed value of \$350,000, as a finder's fee in connection with the Acquisition. In addition the Company paid Canaccord Capital Corporation ("Canaccord") \$25,000 cash and issued 140,000 common shares, at an ascribed value of \$98,000, as a corporate sponsorship fee.

The completion of the Acquisition resulted in the Curimining Shareholders holding the majority of the Company's combined issued and outstanding common shares. Since the transaction resulted in the Curimining Shareholders acquiring control of the Company the Acquisition has been treated for accounting purposes as a recapitalization. In accounting for this transaction:

- (i) Curimining is deemed to be the purchaser and parent company for accounting purposes. Accordingly, its net assets are included in the consolidated balance sheets at their historical book value;
- (ii) control of the net assets and business of the Company was acquired on the Effective Date. The transaction has been accounted as a purchase of the assets and liabilities of the Company by Curimining. The assets and liabilities of the Company have been recorded at their fair values, as follows:

	\$
Cash	1,777,003
Amounts receivable and prepaids	8,939
Accounts payable and accrued liabilities	<u>(181,537)</u>
Net working capital	1,604,405
Advances to Curimining, eliminated on consolidation	807,560
Share subscriptions received	<u>(2,625,600)</u>
Net liabilities assumed	<u><u>(213,635)</u></u>

4. CAPITAL ASSETS

	March 31, 2008 \$	December 31, 2007 \$
Office and computer equipment and furniture	122,789	104,190
Vehicles	<u>133,301</u>	<u>133,301</u>
	256,090	237,491
Less accumulated amortization	<u>(52,273)</u>	<u>(40,019)</u>
	<u><u>203,817</u></u>	<u><u>197,472</u></u>

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Prepared by Management)

5. MINERAL RESOURCE INTERESTS

	March 31, 2008			December 31, 2007		
	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$	Acquisition Costs \$	Deferred Exploration Costs \$	Total \$
Curipamba	1,226,237	3,622,325	4,848,562	1,147,805	2,439,737	3,587,542
Ruminahui	586,302	200,189	786,491	511,443	168,413	679,856
Other	<u>161,725</u>	<u>191,139</u>	<u>352,864</u>	<u>101,758</u>	<u>159,047</u>	<u>260,805</u>
	<u><u>1,974,264</u></u>	<u><u>4,013,653</u></u>	<u><u>5,987,917</u></u>	<u><u>1,761,006</u></u>	<u><u>2,767,197</u></u>	<u><u>4,528,203</u></u>

(a) Curipamba Project

The Company owns or has a right to acquire a 100% interest in 16 concessions covering approximately 71,297 hectares located in the provinces of Bolivar and Cotopaxi, Ecuador.

A portion of these concessions were acquired pursuant to an option agreement which requires three additional option payments of US \$25,000 on June 30, 2007(paid), US \$30,000 on June 30, 2008 and US \$500,000 on June 30, 2009.

(b) Ruminahui Project

The Company owns or has a right to acquire a 100% interest in nine concessions covering approximately 32,676 hectares located in the province of Pichincha, Ecuador.

One concession, the Moncayo concession, was acquired pursuant to an option agreement which requires four additional option payments of US \$42,000 payable on September 1, 2007 (paid), March 1, 2008 (paid), September 1, 2008 and March 1, 2009. A further payment of US \$110,000 is payable if the Company wishes to sell its interest in this concession.

(c) See also Note 13(a).

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Prepared by Management)

6. SHARE CAPITAL

Authorized: unlimited number of common shares without par value

	<u>Three Months Ended</u> <u>March 31, 2008</u>		<u>Year Ended</u> <u>December 31, 2007</u>	
	Number of Shares	Amount \$	Number of Shares	Amount \$
Issued:				
Balance, beginning of period	<u>28,825,945</u>	<u>16,931,138</u>	<u>800</u>	<u>933</u>
Adjustment of shares to reflect shares of the legal parent at time of recapitalization	-	-	16,694,982	-
Issued for cash				
Private placements	-	-	9,458,000	15,720,600
Exercise of stock options	19,000	19,000	303,000	368,180
Exercise of warrants	46,500	66,100	1,094,163	1,577,155
Exercise of agent's options	-	-	90,000	63,000
Reallocation from contributed surplus on exercise of agent's warrants	-	6,935	-	3,967
Reallocation from contributed surplus on exercise of stock options	-	6,080	-	179,640
Reallocation from contributed surplus on exercise of agent's options	-	-	-	28,800
Issued for commissions and fees on private placements	-	-	545,000	569,675
Issued for fees incurred on recapitalization (Note 3)	-	-	<u>640,000</u>	<u>448,000</u>
	<u>65,500</u>	<u>98,115</u>	<u>28,825,145</u>	<u>18,959,017</u>
Less: share issue costs	-	-	-	<u>(2,028,812)</u>
	<u>65,500</u>	<u>98,115</u>	<u>28,825,145</u>	<u>16,930,205</u>
Balance, end of period	<u><u>28,891,445</u></u>	<u><u>17,029,253</u></u>	<u><u>28,825,945</u></u>	<u><u>16,931,138</u></u>

(a) A summary of the number of common shares reserved pursuant to the Company's outstanding warrants at March 31, 2008 and 2007, and the changes for the three months ending on those dates is as follows:

	<u>2008</u>		<u>2007</u>	
	Number	Weighted Average Exercise Price \$	Number	Weighted Average Exercise Price \$
Balance, beginning of period	6,813,027	2.84	152,500	1.40
Issued	-	-	3,971,500	1.47
Exercised	<u>(46,500)</u>	1.42	<u>(42,500)</u>	1.40
Balance, end of period	<u><u>6,766,527</u></u>	2.85	<u><u>4,081,500</u></u>	1.47

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Prepared by Management)

6. SHARE CAPITAL (continued)

The following table summarizes information about the number of common shares reserved pursuant to the Company's warrants outstanding and exercisable at March 31, 2008:

Number	Exercise Price \$	Expiry Date
822,100	1.40	December 22, 2008
1,195,000	1.50	March 8, 2009
1,004,237	1.50	March 19, 2009
3,500,000	4.00	May 31, 2009
<u>245,190</u>	3.50	May 31, 2009
<u><u>6,766,527</u></u>		

- (b) As at March 31, 2008, 13,500,000 common shares are held in escrow.
- (c) Pursuant to the Curimining Agreement the Company may be required to issue up to 7,000,000 additional common shares. See Note 3.

7. STOCK OPTIONS AND STOCK-BASED COMPENSATION

The Company has established a rolling stock option plan (the "Plan"), in which the maximum number of common shares which can be reserved for issuance under the Plan is 10% of the issued and outstanding shares of the Company. The exercise price of the stock options is set at the Company's closing share price on the day before the grant date, less allowable discounts in accordance with the policies of the TSX Venture Exchange. The stock options have a maximum term of five years.

During the three months ended March 31, 2008, the Company recorded compensation expense of \$33,202 on the vesting of stock options.

During the three months ended March 31, 2007, the Company granted 2,010,000 stock options to its directors, employees and consultants and recorded compensation expense of \$674,200.

The fair value of stock options is estimated using the Black-Scholes option pricing model with the following assumptions used for the granting or vesting during the three months ended March 31, 2008 and 2007:

	March 31, 2008	March 31, 2007
Risk-free interest rate	3.19%	3.92%
Estimated volatility	88%	85 - 123%
Expected life	2 years	3 years
Expected dividend yield	0%	0%

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's stock options.

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2008
(Unaudited - Prepared by Management)

7. STOCK OPTIONS AND STOCK-BASED COMPENSATION (continued)

A summary of the Company's stock options at March 31, 2008 and 2007, and the changes for the three months ending on those dates, is as follows:

	March 31, 2008		March 31, 2007	
	Number of Options Outstanding	Weighted Average Exercise Price \$	Number of Options Outstanding	Weighted Average Exercise Price \$
Balance, beginning of period	2,490,100	1.65	-	-
Granted	-	-	2,010,000	1.07
Exercised	<u>(19,000)</u>	1.00	<u>-</u>	-
Balance, end of period	<u>2,471,100</u>	1.71	<u>2,010,000</u>	1.07

The following table summarizes information about the stock options outstanding and exercisable at March 31, 2008:

Number Outstanding	Number Exercisable	Exercise Price \$	Expiry Date
1,496,000	1,496,000	1.00	February 26, 2010
160,000	160,000	1.95	February 28, 2010
32,000	32,000	2.51	March 12, 2010
100,000	100,000	2.90	May 2, 2010
<u>683,100</u>	<u>410,000</u>	3.00	September 6, 2010
<u>2,471,100</u>	<u>2,198,000</u>		

See also Note 13(b).

8. CONTRIBUTED SURPLUS

The Company's contributed surplus for the three months ended March 31, 2008 and 2007 is comprised of the following:

	March 31, 2008 \$	March 31, 2007 \$
Balance, beginning of period	1,807,543	-
Stock-based compensation (Note 7)	33,202	674,200
Stock-based compensation on agent's options and warrants (Note 6)	-	127,450
Stock options exercised	(6,080)	-
Agent's warrants exercised	<u>(6,935)</u>	<u>-</u>
Balance, end of period	<u>1,827,730</u>	<u>801,650</u>

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE MONTHS ENDED MARCH 31, 2008
(Unaudited - Prepared by Management)

9. RELATED PARTY TRANSACTIONS

The Company was billed by certain directors and private corporations owned by directors of the Company, as follows:

	March 31, 2008 \$	March 31, 2007 \$
Accounting, administration and management	14,256	2,000
Management fees	-	3,505
Professional fees	9,014	3,168
Rent	<u>1,002</u>	<u>334</u>
	<u>24,272</u>	<u>9,007</u>
Mineral resource expenditures	<u>278,400</u>	<u>-</u>

The above transactions have been recorded at the exchange amounts agreed to by the related parties and the Company. As at March 31, 2008, accounts payable and accrued liabilities include \$100,625 (2007 - \$11,944) due to the related parties.

10. SEGMENTED INFORMATION

The Company operates in one industry segment, the exploration and development of unproven mineral property interests. The Company's mineral resource interests are located in Ecuador and its corporate assets, comprising mainly of cash, are located in Canada.

	March 31, 2008		
	Corporate \$	Mineral Operations \$	Total \$
Current assets	8,855,811	331,723	9,187,534
Capital assets	-	203,817	203,817
Unproven mineral resource interests	<u>-</u>	<u>5,987,917</u>	<u>5,987,917</u>
	<u>8,855,811</u>	<u>6,523,457</u>	<u>15,379,268</u>
	December 31, 2007		
	Corporate \$	Mineral Operations \$	Total \$
Current assets	10,610,106	157,137	10,767,243
Capital assets	-	197,472	197,472
Unproven mineral resource interests	<u>-</u>	<u>4,528,203</u>	<u>4,528,203</u>
	<u>10,610,106</u>	<u>4,882,812</u>	<u>15,492,918</u>

SALAZAR RESOURCES LIMITED
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
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(Unaudited - Prepared by Management)

11. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of financial instruments at March 31, 2008, were estimated based on relevant market information and the nature and terms of financial instruments. Management is not aware of any factors which would significantly affect the estimated fair market amounts, however, such amounts have not been comprehensively revalued for purposes of these financial statements. Disclosure subsequent to the balance sheet dates and estimates of fair value at dates subsequent to March 31, 2008, may differ significantly from that presented.

Fair value approximates the amounts reflected in the financial statements for cash and cash equivalents, amounts receivable and accounts payable and accrued liabilities.

The Company is subject to foreign exchange risk as certain of the Company's subsidiary and operations incur transactions and have assets and liabilities denominated in currencies other than the Company's functional currency, which is Canadian dollars.

12. SUPPLEMENTAL CASH FLOW INFORMATION

During the three months ended March 31, 2008 and 2007 non-cash activities were conducted by the Company as follows:

	March 31, 2008	March 31, 2007
	\$	\$
Operating activity		
Increase in accounts payable and accrued liabilities	<u>392,347</u>	<u>55,576</u>
Investing activity		
Additions to mineral property interests	<u>(392,347)</u>	<u>(1,184,569)</u>
Financing activities		
Share issue costs	-	(968,000)
Common shares issued on share issue costs	-	840,550
Contributed surplus	(13,015)	127,450
Common shares issued for non-cash consideration	13,015	-
Amount due on acquisition	<u>-</u>	<u>1,128,993</u>
	<u>-</u>	<u>1,128,993</u>

13. SUBSEQUENT EVENTS

- (a) On April 18, 2008, Ecuador's constitutional assembly passed a decree which has created confusion over the status of the Company's tenure over its mining concessions in Ecuador. At this time a full and complete assessment of this new law has not been completed by the Company's Ecuadorian counsel and it is also uncertain if any amendments will be made to the law. As currently drafted, the Company's interpretation of how it will be impacted by the new law is that it will only retain tenure to three mining concessions with the balance to be cancelled. In addition no exploration can be conducted for a period of 180 days. It is not clear what happens once this 180 day period is up. To date, the Company has not received any formal order to cease or suspend any of its operations nor has it received any formal notification regarding title to its approximately 25 mineral concessions. The Company, together with other exploration companies, plans to meet with government officials to seek

SALAZAR RESOURCES LIMITED
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13. SUBSEQUENT EVENTS (continued)

clarification of this law and amendments to ensure that tenure to existing concessions is assured. Pending clarification of the decree, the Company has suspended exploration activities and reduced its workforce in Ecuador.

- (b) On April 11, 2008, the Company repriced previously granted stock options to purchase 292,000 common shares of the Company, at original exercise prices ranging from \$1.95 per share to \$2.90 per share, to a revised price of \$1.00 per share. All other terms to the stock options remained unchanged. The Company also granted stock options to its directors, employees and consultants to purchase 250,000 common shares of the Company at \$1.00 per share, expiring April 11, 2011.

SALAZAR RESOURCES LIMITED
CONSOLIDATED SCHEDULE OF MINERAL RESOURCE INTERESTS

	<u>Three Months Ended March 31, 2008</u>				<u>Year Ended December 31, 2007</u>
	<u>Curipamba \$</u>	<u>Ruminahui \$</u>	<u>Other \$</u>	<u>Total \$</u>	<u>Total \$</u>
BALANCE - BEGINNING OF PERIOD	<u>3,587,542</u>	<u>679,856</u>	<u>260,805</u>	<u>4,528,203</u>	<u>163,454</u>
EXPENDITURES DURING THE PERIOD					
EXPLORATION COSTS					
Assays	182,459	-	-	182,459	83,063
Camp costs	54,462	3,189	3,685	61,336	128,010
Camp supervision and personnel	336,899	20,662	15,375	372,936	929,868
Drilling	409,884	-	-	409,884	715,634
Environmental studies	13,977	-	-	13,977	60,470
Exploration site	46,584	1,658	9,279	57,521	216,053
Geological	46,095	-	-	46,095	259,608
Sample preparation	-	-	-	-	25,772
Supplies	31,161	261	851	32,273	139,155
Travel and mobilization	61,067	6,006	2,902	69,975	127,757
	<u>1,182,588</u>	<u>31,776</u>	<u>32,092</u>	<u>1,246,456</u>	<u>2,685,390</u>
ACQUISITION COSTS					
Acquisition	-	-	-	-	1,128,993
Concession payments	-	42,172	-	42,172	111,310
Legal and land purchase	-	-	-	-	260,301
Patents	78,432	32,687	59,967	171,086	178,755
	<u>78,432</u>	<u>74,859</u>	<u>59,967</u>	<u>213,258</u>	<u>1,679,359</u>
	<u>1,261,020</u>	<u>106,635</u>	<u>92,059</u>	<u>1,459,714</u>	<u>4,364,749</u>
BALANCE - END OF PERIOD	<u><u>4,848,562</u></u>	<u><u>786,491</u></u>	<u><u>352,864</u></u>	<u><u>5,987,917</u></u>	<u><u>4,528,203</u></u>