

**AURAMEX RESOURCE CORP.
JUNE 30, 2005**

**CONSOLIDATED
INTERIM FINANCIAL STATEMENTS**

(UNAUDITED—PREPARED BY MANAGEMENT)

REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed an auditor.

The accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

AURAMEX RESOURCE CORP.
Consolidated Interim Balance Sheet
As at June 30, 2005
(Unaudited – prepared by management)

	June 30, 2005	December 31, 2004
ASSETS		
Current		
Cash and cash equivalents (notes 2 and 3)	\$ 381,102	\$ 382,251
Accounts receivable	9,197	5,289
Prepaid expenses	3,215	-
	393,514	387,540
Reclamation deposits	7,000	7,046
Equipment	6,707	3,430
Interests in mineral properties (note 5)	700,545	571,893
Incorporation costs	936	936
	\$ 1,108,702	\$ 970,845
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 75,066	\$ 54,854
Loans payable	41,500	90,000
	116,566	144,854
Due to related parties (note 8)	134,979	179,815
	251,545	324,669
CAPITAL STOCK AND DEFICIT		
Capital stock (note 6)	7,699,642	7,498,511
Contributed surplus	293,090	293,090
Deficit	(7,135,575)	(7,145,425)
	857,157	646,176
	\$ 1,108,702	\$ 970,845

Going concern (note 1)

Significant and subsequent events (note 9)

Approved on behalf of the Board:

"Heather Conley" Director

"Judie Whitby" Director

AURAMEX RESOURCE CORP.
Consolidated Interim Statements of Operations and Deficit
For the six month period ended June 30, 2005
(Unaudited – prepared by management)

	Three month period ended		Cumulative six month period ended	
	June 30, 2005	June 30, 2004	June 30, 2005	June 30, 2004
Expenses				
Audit and related services	\$ 2,300	\$ 1,900	\$ 3,500	\$ 1,900
Bank charges and interest	5,625	931	6,651	2,203
Entertainment and promotion	143	150	143	150
Financing fees	-	28,100	-	28,100
Investor relations	4,500	8,585	9,000	19,293
Legal fees	17,345	34,975	23,364	45,199
Management consulting fees	18,000	16,000	36,000	31,000
Marketing	1,661	-	1,661	-
Office	865	48	1,122	1,234
Shareholders communications	5,399	3,435	5,727	3,435
Telephone	362	578	1,148	889
Transfer agent and filing fees	6,600	11,567	9,824	13,500
Travel	1,739	-	1,739	-
Loss before the following	(64,539)	(106,269)	(99,879)	(146,903)
Interest Income	1,712	-	2,870	230
Loss before Income Tax	(62,827)	(106,269)	(97,009)	(146,673)
Future income tax	-	-	106,860	-
Loss for period	(62,827)	(106,269)	9,851	(146,673)
Deficit, beginning of period	(7,072,748)	(6,617,521)	(7,145,425)	(6,577,117)
Deficit, end of period	\$ (7,135,575)	\$ (6,723,790)	\$ (7,135,575)	\$ (6,723,290)
Earnings (loss) per share – basic	\$ (0.005)	\$ (0.015)	\$ 0.000	\$ (0.021)
Earnings per share – fully diluted	\$ n/a	\$ n/a	\$ 0.000	\$ n/a
Weighted average number of shares used in the calculation of basic earnings(loss) per share	11,1781,068	7,039,427	11,106,116	6,774,122
Weighted average number of shares used in the calculation of fully diluted earnings per share	n/a	n/a	17,736,514	n/a

See notes to unaudited consolidated financial statements.

AURAMEX RESOURCE CORP
Consolidated Interim Statements of Cash Flows
For the six month period ended June 30, 2005
(Unaudited – prepared by management)

	Three month period		Cumulative six month	
	Ended		period ended	
	June 30, 2005	June 30, 2004	June 30, 2005	June 30, 2004
Cash flows from operating activities				
Net income/(loss)	\$ (62,827)	\$ (106,269)	\$ 9,851	\$ (146,673)
Items not involving cash				
Shares issued for other than cash	-	20,000	-	20,000
Recovery of future income tax	-	-	(106,860)	-
	(62,827)	(86,269)	(97,009)	(126,673)
Changes in operating assets and liabilities				
Accounts receivable	(7,182)	(1,722)	(3,909)	(2,150)
Prepaid expenses	(1,077)	687	(3,215)	(1,375)
Accounts payable and accrued liabilities	48,544	(23,674)	(28,288)	(16,055)
	(22,542)	(110,978)	(132,421)	(146,253)
Cash flows from investing activities				
Acquisition costs – Mineral claims	(2,831)	(45,000)	(6,117)	(65,362)
Exploration expenditure	(111,382)	(62,564)	(122,536)	(78,387)
Reclamation deposit	45	(2,000)	45	(2,000)
Other	(3,276)	-	(3,276)	26
	(117,444)	(109,564)	(131,884)	(145,723)
Cash flows from financing activities				
Repayment of long term debt	(44,836)	-	(44,836)	-
Share subscriptions received	-	-	-	25,000
Shareholder loan subscriptions received	-	31,500	-	100,000
Shares issued for cash	134,660	135,433	332,410	138,933
Share issuance costs	(22,337)	(3,360)	(24,418)	(3,360)
	67,487	163,573	263,156	260,573
Increase (decrease) in cash	(72,499)	(56,969)	(1,149)	(31,403)
Cash, beginning of period	453,601	187,506	382,251	161,940
Cash, end of period	\$ 381,102	\$ 130,537	\$ 381,102	\$ 130,537

See notes to unaudited consolidated financial statements.

AURAMEX RESOURCE CORP.
Notes to Unaudited Consolidated Interim Financial Statements
For the six month period ended June 30, 2005

1. Continuing Operations

The financial statements for the six month period ended June 30, 2005 are prepared on a going-concern basis, which contemplates the realization of assets and the settlement of liabilities in the normal course of business. The Company is in the development stage and currently derives no revenues from its operations. The Company has financed its operations principally through debt and equity financing. Substantial external financing will be required by the Company in order to fund its future operations, exploration of interests in mineral properties and meet listing requirements of the TSX Venture Exchange. The ultimate realization of the amounts shown as interests in mineral properties is dependent upon the continuance of rights to tenure of the areas of interest, the results of future exploration, the successful development and exploitation of the areas of interest or alternatively by their sale. The financial statements do not include any adjustments that might result from the outcome of these uncertainties.

2. Cash and cash equivalents

Cash and cash equivalents includes deposits at call and term deposits which are readily convertible to cash on hand with maturity dates less than 90 days, and which are used in the cash management function on a day-to-day basis.

3. Foreign currency transactions

Transactions denominated in Mexican Pesos have been translated into Canadian dollars at the rate of exchange prevailing at the time of the transaction. Monetary assets and liabilities denominated in foreign currencies have been translated into Canadian dollars at the year-end exchange rate. Exchange gains and losses are included in operating results.

4. Basis of consolidation

These consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Exploración Auramex S.A. de C.V. (incorporated in Mexico). All significant intercompany transactions and balances have been eliminated upon consolidation.

5. Interests in mineral properties

a) Brandywine property

The Company holds a 100% interest, subject to a net smelter returns royalty of 0.5% with minimum annual payments of \$50,000 following commencement of commercial production, in 5 located claims consisting of 51 units and 1 mining lease located in the Vancouver Mining Division, British Columbia. In consideration therefor, the Company paid \$10,000 and issued 6,666 shares of the Company valued at \$30,000. Acquisition costs and exploration costs are being carried forward as deferred costs.

AURAMEX RESOURCE CORP.
Notes to Unaudited Consolidated Interim Financial Statements
For the six month period ended June 30, 2005

b) Magenta property

El Fierro Concession

The company, through its wholly owned Mexican subsidiary, Exploración Auramex S.A. de C.V., entered into an option agreement with Exploración Azteca S. A. de C.V., a wholly owned Mexican subsidiary of Nordic Gold Corp, whereby the Company can acquire an 85% interest in the exploration concession consisting of 732.8 hectares located in Culiacan, Sinaloa, Mexico, by the payment of back taxes of \$8,810 (paid), the issuance of 20,000 common shares (issued), and the incurrence of exploration expenses of US\$200,000 over a five year period which commenced January 1, 2003.

Magenta Concession

The Magenta exploration concession in Culiacan, Sinaloa State, Mexico was acquired by staking at a cost of \$14,866 and the property is held in the Company's Mexican subsidiary. When staked originally it consisted of 4,672 hectares. In January of 2005, an additional concession, Magenta II, consisting of 76 hectares was staked at a cost of \$2,722. Mining laws have been recently changed in Mexico, which has resulted in delays in the granting of titles, therefore formal title has not yet been issued on this concession. The Magenta concession encompasses the El Fierro concession and the additional concession within its exterior boundaries.

c) L Perla II Concession

The La Perla II mining concession in northern Sinaloa State, Mexico was acquired by staking at a cost of \$2,831. Title has not yet been issued.

d) Summit/Oldtimer property,

The Summit/Old Timer property consists of 22 mineral claims and 143 cells covering 3003 hectares located in the Nelson Mining Division, British Columbia, approximately 10 kilometers from Ymir. The property is held under an option agreement entered into February 11, 2004. Under the agreement, the Company has the right to acquire up to a 100% interest in the property by paying \$50,000 to the optionor (paid), incurring property expenditures of \$50,000 per year in 2004 through 2008, and making payments to the optionor of \$30,000 in 2006, \$25,000 in 2007 and \$40,000 in 2008. These latter payments are reduced by the amount of any net smelter returns royalties paid to the optionor pursuant to the royalty referred to hereafter. Having made the payments and incurred the property expenditures referred to in the foregoing, the Company can acquire an interest of from 25% to 100% in the property by paying, on or before January 31, 2008, \$6500 for each 1% interest purchased, less the amount of all payments received by the optionor to that date other than the initial \$50,000 payment. The property is subject to a 2% net smelter returns royalty in favour of the optionor, capped at \$650,000 less the amount of all non-royalty payments previously received by the optionor, other than the initial \$50,000 payment.

e) Expenditure commitment

In order to maintain interests in mineral properties in good standing, minimum expenditure requirements must be met. It is anticipated all commitments for expenditures will be met in the normal course of operations.

AURAMEX RESOURCE CORP.
Notes to Unaudited Consolidated Interim Financial Statements
For the six month period ended June 30, 2005

f) Deferred acquisition and exploration expenditure

	June 30, 2005	March 31, 2005
Brandywine Property		
Acquisition costs		
Balance, beginning and end of period	\$ 40,000	\$ 40,000
Exploration Expenditures		
Balance, beginning and end of period	24,130	24,130
La Perla II Property		
Acquisition costs		
Balance, beginning of period	-	-
Staking	2,831	-
Balance, end of period	2,831	-
Magenta Property		
Acquisition costs		
Balance, beginning of period	46,736	44,014
Staking (Magenta 11)	-	2,722
Balance, end of period	46,736	46,736
Magenta Property (continued)		
Exploration Expenditures		
Balance, beginning of period	345,463	334,934
Geological, mapping and field expenses	33,307	10,529
Taxes and agency fees	1,951	
Assays and reports	3,590	
Balance, end of period	384,311	345,463
Summit/Oldtimer Property		
Acquisition costs		
Balance, beginning of period	65,761	65,197
Staking		564
Balance, end of period	65,761	65,761
Exploration Expenditures		
Balance, beginning of period	64,244	63,619
Geological, mapping and field expenses	71,398	625
Assays and reports	1,134	-
Balance, end of period	136,776	64,244
	\$ 700,545	\$ 586,333

AURAMEX RESOURCE CORP.
Notes to Unaudited Consolidated Interim Financial Statements
For the six month period ended June 30, 2005

6. Capital stock

a) Authorized
 Unlimited number of common shares without par value

b) Issued

	Number of Shares	Amount
Balance, December 31, 2004	9,759,249	\$ 7,498,511
Shares issued for private placement	900,000	164,000
Shares issued on exercise of warrants	1,485,500	168,410
Tax effect of renunciation of exploration expenditures		(106,860)
Share issuance costs		(24,419)
	12,144,749	\$ 7,699,642

c) Stock Options

The Company's 2005 stock option plan provides for the grant of incentive stock options for up to 2,344,350 common shares to employees, consultants, officers and directors of the company. 1,505,000 stock options have been granted as indicated below; accordingly, 839,350 shares are available for the grant of future options under the Plan.

As at June 30, 2005, stock options outstanding are as follows:

Number of Stock Options Outstanding	Exercise Price	Expiry Date
825,000	\$0.15	26-Aug-08
380,000	\$0.33	02-Dec-08
50,000	\$0.40	19-Aug-09
150,000	\$0.50	22-Sept-09
100,000	\$0.20	05-May-10
1,505,000		

d) Warrants

As at June 30, 2005, warrants outstanding are as follows:

Number of Warrants Outstanding	Exercise Price	Expiry Date
1,957,000	\$0.12	27-Oct-05
321,500	\$0.40	03-May-06
353,500	\$0.40	29-Jul-06
625,000	\$0.40	22-Sept-06
587,500	\$0.50	17-Nov-06
500,000	\$0.25	30-Dec-06
500,000	\$0.20	16-Mar-07
400,000	\$0.19	06-Jun-07
5,244,500		

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7. Income Tax Considerations

The Company has adopted the March 19, 2004 recommendation of the Emerging Issues Committee of the CICA on flow-through shares (EIC-146), which requires the recognition of the foregone tax benefits at the time of renouncement, provided there is reasonable assurance that the expenditures were or will be incurred. The renouncement of \$300,000 in expenditures was made to the purchasers of 1,075,000 common shares in February 2005, and, accordingly, share capital was reduced by the amount of the tax benefits associated with these expenditures.

8. Related party transactions

- a) The following table discloses the related party transactions for the six month period ended June 30, 2005:

Related party	Type of transaction	Terms and conditions	Amount
Heather Conley, Director and Officer	Management Consulting	Normal commercial	\$ 15,000
Forth & Company, a company controlled by a Director	Legal fees and related expenses	Normal commercial	\$ 22,253
Forth & Company, a company controlled by a Director	Legal fees and expenses related to share issuance	Normal commercial	\$ 15,007
Judie Whitby, Director and Officer	Management Consulting	Normal commercial	\$ 21,000
Judie Whitby, Director and Officer	Expense Reimbursement	Cost reimbursements	\$ 6,146
Judie Whitby, Director and Officer	Loan repayment with interest	Debt repayment	\$ 10,460
Kamaka Resources Ltd, a company controlled by a Director of the Company's subsidiary	Loan repayment with interest	Debt repayment	\$ 4,190
David St. Clair Dunn, Director ¹	Consulting fees and expenses	Normal commercial	\$ 9,200

¹ David St. Clair Dunn was elected to the board of directors at the Annual and Special Meeting held June 28, 2005.

- b) The Company owes to officers, directors and management \$164,821, which is included within accounts payable, accrued liabilities, loans payable and due to related parties. An amount of \$134,979 included in this amount is due to a director for unbilled legal services for prior years to November 1, 2003. The amount is unsecured, bears no interest and it has been agreed that payment will not be demanded prior to July 1, 2006, as long as the Company does not have sufficient working capital to finance the payment of the debt and there is no change in control of the Company or a change in its Board of Directors of two or more directors without consent. The amount due has been classified as long term as the Company is currently not anticipating a change in control or a change in its Board of Directors.

9. Significant and subsequent events

In July of 2005, an additional concession, Magenta III, consisting of approximately 200 hectares, was staked at a cost of approximately \$3,000. The concession is encompassed by the exterior boundaries of the Magenta concession