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## **CHARIOT RESOURCES LIMITED**

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS AS AT JANUARY 31, 2008 AND FOR THE  
THREE AND NINE MONTH PERIODS ENDED JANUARY, 31, 2008 AND 2007

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*See accompanying notes to the financial statements*

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

The accompanying unaudited interim consolidated financial statements of Chariot Resources Limited as at January 31, 2008 and for the three and nine month periods ended January 31, 2008 and 2007 have been prepared by and are the responsibility of the Company's management.

*See accompanying notes to the financial statements*

**CHARIOT RESOURCES LIMITED**  
**UNAUDITED CONSOLIDATED BALANCE SHEETS**

(Expressed in Canadian Dollars)

|   | <b>January 31, 2008</b> | <b>April 30, 2007</b> |
|---|-------------------------|-----------------------|
|   | \$                      | \$                    |
| <b>Assets</b>                                     |                         |                       |
| <b>Current Assets</b>                             |                         |                       |
| Cash and cash equivalents                         | 7,386,280               | 27,515,555            |
| Short term investments                            | 5,900,000               | -                     |
| Accounts receivable                               | 431,327                 | 417,006               |
| Prepaid expenses                                  | 220,039                 | 204,976               |
|   | 13,937,646              | 28,137,537            |
| <b>Equipment</b>                                  | 363,417                 | 366,949               |
| <b>Mineral property interests (note 3)</b>        | 56,921,812              | 44,726,213            |
| <b>Peruvian sales tax receivable (note 4)</b>     | 7,043,026               | 4,750,128             |
|   | 78,265,901              | 77,980,827            |
| <b>Total Assets</b>                               | <b>\$ 78,265,901</b>    | <b>\$ 77,980,827</b>  |
| <b>Liabilities</b>                                |                         |                       |
| <b>Current Liabilities</b>                        |                         |                       |
| Accounts payable and accrued liabilities          | 1,513,180               | 1,594,859             |
| Current portion of capital lease obligations      | 20,532                  | 9,224                 |
|   | 1,533,712               | 1,604,083             |
| <b>Capital lease obligations</b>                  | 5,640                   | -                     |
| <b>Asset retirement obligations</b>               | 314,225                 | 314,225               |
|   | 1,853,577               | 1,918,308             |
| <b>Total Liabilities</b>                          | <b>1,853,577</b>        | <b>1,918,308</b>      |
| <b>Shareholders' Equity</b>                       |                         |                       |
| Share capital (note 5)                            | 86,965,970              | 86,151,882            |
| Contributed surplus                               | 3,891,423               | 3,145,173             |
| Deficit   | (14,445,069)            | (13,234,536)          |
|   | 76,412,324              | 76,062,519            |
| <b>Total Liabilities and Shareholders' Equity</b> | <b>\$ 78,265,901</b>    | <b>\$ 77,980,827</b>  |

**SUBSEQUENT EVENTS (note 8)**

APPROVED ON BEHALF OF THE BOARD

*“ Edward Thompson ”*

Director

*“ John Kutkevicius ”*

Director

*See accompanying notes to the financial statements*

**CHARIOT RESOURCES LIMITED**  
**UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE LOSS**  
**FOR THE THREE AND NINE MONTH PERIODS**  
(Expressed in Canadian Dollars)

|   | Three months ended |                    | Nine months ended   |                    |
|---|--------------------|--------------------|---------------------|--------------------|
|   | January 31, 2008   | January 31, 2007   | January 31, 2008    | January 31, 2007   |
|   | \$                 | \$                 | \$                  | \$                 |
| <b>Expenses</b>                                   |                    |                    |                     |                    |
| Amortization                                      | 1,164              | 21,531             | 26,625              | 54,774             |
| Salaries, consulting and management fees          | 84,115             | 138,162            | 266,735             | 313,481            |
| General and administration                        | 384,094            | 523,547            | 828,470             | 599,025            |
| Legal   | 22,406             | 8,189              | 112,376             | 69,048             |
| Stock-based compensation                          | 255,249            | 317,416            | 422,407             | 624,280            |
| Loss before undernoted items                      | 747,028            | 1,008,845          | 1,656,613           | 1,660,608          |
| Foreign exchange (loss) gain                      | 15,735             | 562,261            | (194,244)           | 632,140            |
| Interest income                                   | 150,228            | 295,840            | 640,324             | 760,444            |
| <b>Net Loss and Comprehensive loss for Period</b> | <b>\$ 581,065</b>  | <b>\$ 150,744</b>  | <b>\$ 1,210,533</b> | <b>\$ 268,024</b>  |
| <b>Loss per Share - Basic and diluted</b>         | <b>\$ 0.002</b>    | <b>\$ 0.001</b>    | <b>\$ 0.004</b>     | <b>\$ 0.001</b>    |
| <b>Weighted Average Shares Outstanding</b>        | <b>304,691,043</b> | <b>249,266,064</b> | <b>304,170,508</b>  | <b>239,115,566</b> |

*See accompanying notes to the financial statements*

**CHARIOT RESOURCES LIMITED**  
**UNAUDITED CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY**  
(Expressed in Canadian Dollars)

|   | Common Shares      |                      | Contributed Surplus | Deficit             | Total                |
|---|--------------------|----------------------|---------------------|---------------------|----------------------|
|   | Shares             | Amount               |                     |                     |                      |
|   |                    | \$                   | \$                  | \$                  | \$                   |
| <b>Balance - April 30, 2006</b>                   | <b>227,838,267</b> | <b>59,899,716</b>    | <b>2,077,035</b>    | <b>(11,799,485)</b> | <b>50,177,266</b>    |
| Issued during period                              |                    |                      |                     |                     |                      |
| For cash  |                    |                      |                     |                     |                      |
| Exercise of warrants                              | 3,977,273          | 1,324,123            | -                   | -                   | 1,324,123            |
| Exercise of stock options                         | 615,000            | 174,925              | -                   | -                   | 174,925              |
| Stock-based compensation                          | -                  | -                    | 160,468             | -                   | 160,468              |
| Transfer of fair value on exercise of options     | -                  | 99,574               | (99,574)            | -                   | 0                    |
| Net earnings for the period                       | -                  | -                    | -                   | 467,913             | 467,913              |
| <b>Balance - July 31, 2006</b>                    | <b>232,430,540</b> | <b>61,498,338</b>    | <b>2,137,929</b>    | <b>(11,331,572)</b> | <b>52,304,695</b>    |
| Issued during the period                          |                    |                      |                     |                     |                      |
| For cash  |                    |                      |                     |                     |                      |
| Exercise of warrants                              | 3,487,252          | 1,067,124            | -                   | -                   | 1,067,124            |
| Stock-based compensation                          | -                  | -                    | 178,961             | -                   | 178,961              |
| Net loss for period                               | -                  | -                    | -                   | (585,193)           | (585,193)            |
| <b>Balance - October 31, 2006</b>                 | <b>235,917,792</b> | <b>62,565,462</b>    | <b>2,316,890</b>    | <b>(11,916,765)</b> | <b>52,965,587</b>    |
| Issued during the period                          |                    |                      |                     |                     |                      |
| For cash  |                    |                      |                     |                     |                      |
| Exercise of warrants                              | 66,139,779         | 22,920,816           | -                   | -                   | 22,920,816           |
| Exercise of stock options                         | 1,220,000          | 324,621              | -                   | -                   | 324,621              |
| Stock-based compensation                          | -                  | -                    | 399,974             | -                   | 399,974              |
| Transfer of fair value on exercise of options     | -                  | 210,807              | (210,807)           | -                   | 0                    |
| Transfer of fair value on cancellation of options | -                  | -                    | (55,399)            | -                   | (55,399)             |
| Net earnings for the period                       | -                  | -                    | -                   | (150,744)           | (150,744)            |
| <b>Balance - January 31, 2007</b>                 | <b>303,277,571</b> | <b>\$ 86,021,706</b> | <b>2,450,658</b>    | <b>(12,067,509)</b> | <b>\$ 76,404,855</b> |
| <b>Balance - April 30, 2007</b>                   | <b>303,464,238</b> | <b>86,151,882</b>    | <b>3,145,173</b>    | <b>(13,234,536)</b> | <b>76,062,519</b>    |
| Issued during period                              |                    |                      |                     |                     |                      |
| For cash  |                    |                      |                     |                     |                      |
| Exercise of stock options                         | 1,213,472          | 515,170              | -                   | -                   | 515,170              |
| Stock-based compensation                          | -                  | -                    | 98,366              | -                   | 98,366               |
| Transfer of fair value on exercise of options     | -                  | 285,894              | (285,894)           | -                   | 0                    |
| Net loss for period                               | -                  | -                    | -                   | (368,816)           | (368,816)            |
| <b>Balance - July 31, 2007</b>                    | <b>304,677,710</b> | <b>86,952,946</b>    | <b>2,957,645</b>    | <b>(13,603,352)</b> | <b>76,307,239</b>    |
| Issued during period                              |                    |                      |                     |                     |                      |
| For cash  |                    |                      |                     |                     |                      |
| Exercise of stock options                         | 13,333             | 8,933                | -                   | -                   | 8,933                |
| Stock-based compensation                          | -                  | -                    | 171,215             | -                   | 171,215              |
| Transfer of fair value on exercise of options     | -                  | 4,091                | (4,091)             | -                   | 0                    |
| Net loss for period                               | -                  | -                    | -                   | (260,652)           | (260,652)            |
| <b>Balance - October 31, 2007</b>                 | <b>304,691,043</b> | <b>86,965,970</b>    | <b>3,124,769</b>    | <b>(13,864,004)</b> | <b>76,226,735</b>    |
| Stock-based compensation                          | -                  | -                    | 766,654             | -                   | 766,654              |
| Net loss for period                               | -                  | -                    | -                   | (581,065)           | (581,065)            |
| <b>Balance - January 31, 2008</b>                 | <b>304,691,043</b> | <b>\$ 86,965,970</b> | <b>3,891,423</b>    | <b>(14,445,069)</b> | <b>\$ 76,412,324</b> |

*See accompanying notes to the financial statements*

**CHARIOT RESOURCES LIMITED**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE THREE AND NINE MONTH PERIODS**  
(Expressed in Canadian Dollars)

|   | Three months ended         |                             | Nine months ended          |                             |
|---|----------------------------|-----------------------------|----------------------------|-----------------------------|
|   | January 31, 2008           | January 31, 2007            | January 31, 2008           | January 31, 2007            |
|   | \$                         | \$                          | \$                         | \$                          |
| <b>Operating Activities</b>                                     |                            |                             |                            |                             |
| Net loss for period   | (581,065)                  | (150,744)                   | (1,210,533)                | (268,024)                   |
| Items not involving cash:                                       |                            |                             |                            |                             |
| Amortization  | 1,164                      | 21,531                      | 26,625                     | 54,774                      |
| Stock-based compensation  | 255,249                    | 317,416                     | 422,407                    | 624,280                     |
|   | <u>(324,652)</u>           | <u>188,203</u>              | <u>(761,501)</u>           | <u>411,030</u>              |
| Changes in operating assets and liabilities:                    |                            |                             |                            |                             |
| Decrease (increase) in accounts receivable                      | 49,821                     | 197,459                     | (14,321)                   | (34,273)                    |
| Decrease (increase) in prepaid expenses                         | (79,617)                   | (34,797)                    | (15,063)                   | (126,360)                   |
| Increase (decrease) in accounts payable and accrued liabilities | 221,169                    | (22,046)                    | (216,546)                  | (69,053)                    |
|   | <u>(133,279)</u>           | <u>328,819</u>              | <u>(1,007,431)</u>         | <u>181,344</u>              |
| <b>Investing Activities</b>                                     |                            |                             |                            |                             |
| Expenditures on equipment                                       | -                          | (9,567)                     | (56,764)                   | (64,804)                    |
| Expenditures on mineral property interests                      | (3,937,062)                | (11,945,197)                | (11,396,285)               | (15,828,154)                |
| Increase in recoverable Peruvian sales tax receivable           | (936,631)                  | (1,131,719)                 | (2,292,898)                | (1,624,468)                 |
| Short term investments  | -                          | -                           | (5,900,000)                | -                           |
|   | <u>(4,873,693)</u>         | <u>(13,086,483)</u>         | <u>(19,645,947)</u>        | <u>(17,517,426)</u>         |
| <b>Financing Activities</b>                                     |                            |                             |                            |                             |
| Shares issued for cash  | -                          | 23,245,437                  | 524,103                    | 25,811,609                  |
|   | <u>-</u>                   | <u>23,245,437</u>           | <u>524,103</u>             | <u>25,811,609</u>           |
| Decrease in cash and cash equivalents during period             | (5,006,972)                | 10,487,773                  | (20,129,275)               | 8,475,527                   |
| Cash and cash equivalents, beginning of period                  | 12,393,252                 | 19,424,939                  | 27,515,555                 | 21,437,185                  |
| <b>Cash and cash equivalents, end of period</b>                 | <u><b>\$ 7,386,280</b></u> | <u><b>\$ 29,912,712</b></u> | <u><b>\$ 7,386,280</b></u> | <u><b>\$ 29,912,712</b></u> |

**SUPPLEMENTARY CASH FLOW INFORMATION (note 8)**

*See accompanying notes to the financial statements*

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**1. CONTINUING OPERATIONS**

The Company was incorporated on November 12, 1996 under the Business Corporations Act (Yukon). On October 28, 2004, the Company was continued under the *Business Corporations Act* (British Columbia).

These interim consolidated financial statements 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 revenue from its operations. The Company has financed its operations principally through equity financing. Substantial external financing will be required by the Company to fund its future operations, to explore and develop its interest in mineral properties and to pursue other potential investments in the resource sector.

**2. SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Presentation*

These interim consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles.

The interim consolidated financial statements include the accounts of the Company, its wholly owned subsidiaries: Andes Resources Compañía Minera S.A.C. (“Andes”); Chariot Holdings Inc.; Chariot Operating Limited and Chariot Partners Limited and its 70% interest in Marcobre S.A.C., an incorporated joint venture with LS-Nikko Copper Inc. (“LS-Nikko”) and Korea Resources Corporation (“KORES”). Inter company balances and transactions are eliminated upon consolidation.

These interim consolidated financial statements should be read in conjunction with the most recent annual audited consolidated financial statements.

*Use of estimates*

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of commitments and contingent liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Significant management estimates relate to the determination of asset retirement obligations, recoverability of mineral property and deferred exploration expenditures and stock-based compensation. Actual results could differ materially from these estimates.

*Adoption of New Accounting Standards*

Effective May 1, 2007 the Company adopted two new accounting standards and related amendments to other standards on financial instruments issued by the Canadian Institute of Chartered Accountants.

*Comprehensive Income – CICA Handbook Section 1530*

Comprehensive income is the change in the equity of the Company during a period resulting from transactions, events and circumstances from sources other than the Company’s shareholders. The standard requires the presentation of a statement of comprehensive income and its components. Comprehensive income includes both net earnings and other comprehensive income. Other comprehensive income includes unrealized gains and losses on available-for-sale investments, gains and losses on certain derivative instruments and foreign currency gains and losses related to self sustaining operations, none of which are included in the calculation of net earnings until realized.

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**2 SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The Company has not realized any comprehensive income during the nine months ended January 31, 2008.

*Financial Instruments – CICA Handbook Section 3855*

This standard prescribes when a financial asset, financial liability or non financial derivative is to be recognized on the balance sheet and whether fair value or cost-based methods are used to measure the recorded amounts. It also specifies how financial instrument gains and losses are to be presented.

The carrying amounts for cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities on the consolidated balance sheet as at January 31, 2008 approximate fair value because of the short term nature of these financial instruments.

*Hedges – CICA Handbook Section 3865*

This section establishes standards for when and how hedge accounting may be applied.

As the Company has not previously undertaken hedging activities, adoption of this section currently has no impact on the Company.

*Cash and Cash Equivalents*

Cash and cash equivalents includes deposits at call, term deposits with an original maturity date of 90 days or less, and term deposits callable after 30 days.

*Joint Ventures*

The Company participates in joint ventures and consolidates its proportionate share of the assets, liabilities and expenses where joint control is exercised.

**3. MINERAL PROPERTY INTERESTS**

*Marcona Project*

On January 3, 2005 the Company and KORES and LS-Nikko, jointly the “Korean Partners”, paid the first of two payments to acquire a 100% undivided interest in the Marcona Copper Project (“Marcona”). The Company’s share of the first payment was \$18,695,535 representing payments to the former owners of Marcona in the amount of \$17,023,464 and a payment in respect of Peruvian General Sales Tax (“IGV”) in the amount of \$1,672,071. The payment in respect of IGV is considered to be eventually recoverable as a credit against IGV otherwise payable in respect of future mineral production from Marcona.

On January 3, 2007 the Company and the Korean Partners made the second of the two mandatory payments required under the abovementioned Marcona Copper Project acquisition agreement. The Company’s 70% share of this second payment was \$10,646,090 and a payment in respect of IGV of \$1,163,085.

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**3. MINERAL PROPERTY INTERESTS (Continued)**

Mineral property interests consist of capitalized expenditures on the Marcona project as follows:

|                                      | <b>Marcona</b>    |
|--------------------------------------|-------------------|
|                                      | \$                |
| <b>Balance April 30, 2007</b>        | <b>44,726,213</b> |
| Exploration and development          | 3,239,051         |
| Capitalized Stock based compensation | 29,572            |
| <b>Balance July 31, 2007</b>         | <b>47,994,836</b> |
| Exploration and development          | 4,153,330         |
| Capitalized Stock based compensation | 72,851            |
| <b>Balance October 31, 2007</b>      | <b>52,221,017</b> |
| Exploration and development          | 4,189,390         |
| Capitalized Stock based compensation | 511,405           |
| <b>Balance January 31, 2008</b>      | <b>56,921,812</b> |

**4. PERUVIAN SALES TAX RECEIVABLE**

Included in non-current assets is \$7,043,026 (2007-\$4,750,128) of refundable Peruvian General Sales Tax. This amount is refundable either as a credit received from the export of mineral production or under the sales tax early recovery program established by the Peruvian government. During the nine months ended January 31, 2008 the Company recovered \$219,918 (2007:\$639,214) under the early recovery program.

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**5. SHARE CAPITAL**

*Authorized and Issued*

The Company's authorized share capital is an unlimited number of common shares of which 304,691,043 were issued and outstanding as at January 31, 2008.

*Stock Options*

The following table sets out information concerning stock options granted and outstanding as at January 31, 2008.

| Number of<br>Options | Number of<br>Options vested | Exercise Price<br>\$ | Expiry Date      | Number of months<br>To Expiry | Potential cash<br>receipts<br>\$ |
|----------------------|-----------------------------|----------------------|------------------|-------------------------------|----------------------------------|
| 250,000              | 250,000                     | 0.16                 | March 6, 2008    | 2                             | 40,000                           |
| 750,000              | 750,000                     | 0.45                 | December 4, 2008 | 11                            | 337,500                          |
| 41,333               | 41,333                      | 0.45                 | April 23, 2009   | 15                            | 18,600                           |
| 1,975,000            | 1,975,000                   | 0.27                 | January 3, 2015  | 84                            | 523,375                          |
| 100,000              | 100,000                     | 0.27                 | January 26, 2015 | 84                            | 26,500                           |
| 200,000              | 200,000                     | 0.28                 | March 10, 2015   | 86                            | 55,660                           |
| 2,305,000            | 2,305,000                   | 0.34                 | April 5, 2015    | 87                            | 774,480                          |
| 1,975,675            | 1,204,880                   | 0.44                 | February 7, 2016 | 97                            | 860,900                          |
| 200,000              | 133,320                     | 0.60                 | October 25, 2016 | 105                           | 120,000                          |
| 3,488,353            | 2,259,773                   | 0.57                 | January 11, 2017 | 108                           | 1,988,361                        |
| 426,666              | 279,972                     | 0.67                 | January 26, 2017 | 108                           | 285,866                          |
| 550,000              | 183,315                     | 1.00                 | August 27, 2017  | 115                           | 550,000                          |
| 3,655,000            | 1,218,217                   | 0.88                 | January 7, 2018  | 120                           | 3,216,400                        |
| 15,917,027           | 10,900,810                  | 0.55                 |                  | 97                            | 8,797,643                        |

During the nine months ended January 31, 2008, the Company recorded stock based compensation expenditure of \$1,036,235 attributable to the grant of stock options of which \$613,828 was capitalized to mineral property interests (2007:\$624,280 and \$59,723 respectively).

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**6. SEGMENTED INFORMATION**

The Company's principal business activity is the acquisition, exploration and development of mineral properties located in Peru. The assets and liabilities of the Company are located geographically as set out below:

|                            | <b>Canada</b>        | <b>Peru</b>          | <b>Cayman Islands</b> | <b>Total</b>         |
|----------------------------|----------------------|----------------------|-----------------------|----------------------|
|                            | \$                   | \$                   | \$                    | \$                   |
| <b>April 30, 2007</b>      |                      |                      |                       |                      |
| Cash and cash equivalents  | 22,819,064           | 1,023,383            | 3,673,108             | 27,515,555           |
| Mineral Property Interests | -                    | 44,726,213           | -                     | 44,726,213           |
| Other Assets               | 315,384              | 5,422,261            | 1,414                 | 5,739,059            |
|                            | 23,134,448           | 51,171,857           | 3,674,522             | 77,980,827           |
| Liabilities                | (337,293)            | (1,581,015)          | -                     | (1,918,308)          |
| <b>Net Assets</b>          | <b>\$ 22,797,155</b> | <b>\$ 49,590,842</b> | <b>\$ 3,674,522</b>   | <b>\$ 76,062,519</b> |
| <b>January 31, 2008</b>    |                      |                      |                       |                      |
| Cash and cash equivalents  | 4,210,374            | 3,163,904            | 12,002                | 7,386,280            |
| Short term investments     | 5,900,000            | -                    | -                     | 5,900,000            |
| Mineral Property Interests | -                    | 56,921,812           | -                     | 56,921,812           |
| Other Assets               | 451,409              | 7,606,400            | -                     | 8,057,809            |
|                            | 10,561,783           | 67,692,116           | 12,002                | 78,265,901           |
| Liabilities                | (93,993)             | (1,759,584)          | -                     | (1,853,577)          |
| <b>Net Assets</b>          | <b>\$ 10,467,790</b> | <b>\$ 65,932,532</b> | <b>\$ 12,002</b>      | <b>\$ 76,412,324</b> |

**7. SUPPLEMENTARY CASH FLOW INFORMATION**

Non-cash investing information is as follows:

|  | <b>January 31, 2008</b> | <b>January 31, 2007</b> |
|--|-------------------------|-------------------------|
|  | \$                      | \$                      |
| Cash and cash equivalents comprise the following:                              |                         |                         |
| Cash on hand and balances with banks   | 1,276,854               | 841,256                 |
| Short term bank deposits, with maturity dates less than 90 days at acquisition | 6,109,426               | 29,071,456              |
|  | 7,386,280               | 29,912,712              |
| <b>Non-cash investing activity</b>   |                         |                         |
| Increase in accounts payable related to mineral property interests             | 151,815                 | 162,140                 |
| Capitalization of stock based compensation                                     | 613,828                 | 59,723                  |
| Capitalization of amortization   | 33,766                  | 20,153                  |
| Capital taxes paid   | 30,092                  | 42,531                  |

**CHARIOT RESOURCES LIMITED**  
**NOTES TO UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE THREE AND NINE MONTH PERIODS ENDED JANUARY 31, 2008**  
**(Expressed in Canadian Dollars)**

**8      SUBSEQUENT EVENTS**

Subsequent to January 31, 2008:

- (a) The company issued 310,000 shares for cash of \$74,200 upon the exercise of stock options.
  
- (b) On March 5, 2008 the Company entered into an agreement with a syndicate of underwriters under which the underwriters have agreed to buy 22,000,000 common shares from the Company at a price of \$1.00 per share, representing an aggregate offering of \$22,000,000. Net proceeds to the Company are expected to be \$20,900,000. The Underwriters have an over-allotment option, exercisable at any time prior to 30 days after the closing date, to acquire up to an additional number of shares equal to 10% of the number of shares sold pursuant to the Offering, exercisable at the issue price.