

LOGAN RESOURCES LTD.

(An Exploration Stage Company)

INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

The financial statements for the six-month period ended September 30, 2006
have not been reviewed by the Company's auditors.

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
INTERIM BALANCE SHEETS
(UNAUDITED – PREPARED BY MANAGEMENT)

	September 30 2006 - \$ -	March 31 2006 - \$ -
A S S E T S		
CURRENT ASSETS		
Cash	1,580,758	265,565
Cash committed for mineral exploration	2,498,513	250,940
Short-term investment	-	50,000
Amounts receivable	189,553	96,309
Marketable securities	59,050	75,000
Prepaid expenses	-	1,667
Related parties (Note 9)	10,650	-
	4,338,524	739,481
PROPERTY BONDS	39,500	5,000
CAPITAL ASSETS (Note 3)	44,470	31,450
MINERAL INTERESTS (Note 4)	3,070,527	1,703,741
	7,493,021	2,479,672
L I A B I L I T I E S		
CURRENT LIABILITIES		
Accounts payable	329,904	46,247
Related parties (Note 9)	36,184	134,020
	366,088	180,267
SHAREHOLDERS' EQUITY		
SHARE CAPITAL (Note 5)	11,401,632	6,370,101
SHARE SUBSCRIPTIONS RECEIVABLE	(47,000)	(177,000)
CONTRIBUTED SURPLUS (Note 7)	393,487	296,818
DEFICIT	(4,621,186)	(4,190,514)
	7,126,933	2,299,405
	7,493,021	2,479,672

APPROVED BY THE DIRECTORS

Signed: "Seamus Young"

Signed: "Judith Mazvihwa"

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
INTERIM STATEMENTS OF LOSS AND DEFICIT
(UNAUDITED – PREPARED BY MANAGEMENT)

	Three Months Ended September 30		Six Months Ended September 30	
	2006	2005	2006	2005
	- \$ -	- \$ -	- \$ -	- \$ -
EXPENSES				
Administration salaries	107,268	38,044	154,797	59,188
Amortization	3,093	996	6,186	1,689
Business development	38,985	45,054	114,061	68,952
Management fees	15,000	12,500	30,000	20,000
Office and miscellaneous	39,740	13,071	64,260	27,363
Professional fees	18,945	15,643	49,758	19,367
Stock-based compensation	150,759	70,862	150,759	70,862
Transfer agent and filing fees	7,077	8,829	37,667	10,709
Gain on sale of securities	(100,664)	-	(100,664)	-
Interest income	(49,092)	-	(80,102)	-
Impairment loss on marketable securities	-	-	3,950	-
	231,111	204,999	430,672	278,130
NET LOSS FOR PERIOD	(231,111)	(204,999)	(430,672)	(278,130)
DEFICIT, BEGINNING OF PERIOD	(4,390,075)	(4,084,035)	(4,190,514)	(4,010,904)
DEFICIT, END OF PERIOD	(4,621,186)	(4,289,034)	(4,621,186)	(4,289,034)
NET LOSS PER SHARE	(0.007)	(0.012)	(0.014)	(0.016)
WEIGHTED AVERAGE SHARES OUTSTANDING	31,661,037	17,771,931	29,999,800	17,771,931

- See Accompanying Notes -

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
INTERIM STATEMENTS OF CASH FLOWS
(UNAUDITED – PREPARED BY MANAGEMENT)

	Three Months Ended September 30		Six Months Ended September 30	
	2006 - \$ -	2005 - \$ -	2006 - \$ -	2005 - \$ -
Operating Activities:				
Net loss for the period	(231,111)	(204,999)	(430,672)	(278,130)
Items not involving cash:				
Amortization	3,093	996	6,186	1,689
Gain on sale of Marketable Securities	(100,664)	-	(100,664)	-
Impairment loss on marketable securities	-	-	3,950	-
Stock-based compensation	150,759	70,862	150,759	70,862
Changes in non-cash working capital				
Amounts receivable	(50,311)	(7,068)	(93,244)	(16,897)
Prepaid expenses	-	4,617	1,667	1,822
Accounts payable and accrued liabilities	115,458	(101,598)	283,657	20,912
Due from related parties	(10,650)	26,777	(10,650)	108,159
Due to related parties	16,185	-	(97,836)	-
Net cash used in operating activities	(107,241)	(210,413)	(286,847)	(91,583)
Investing Activities:				
Sale of short term investment	-	-	50,000	-
Increase in Property bonds	(34,500)	-	(34,500)	-
Proceeds on sale of Marketable securities	112,664	-	112,664	-
Acquisition of property and equipment	-	(638)	(19,206)	(13,204)
Acquisition of and expenditures on mineral properties	(816,026)	(128,193)	(1,328,786)	(397,482)
Net cash used in investing activities	(737,862)	(128,831)	(1,219,828)	(410,686)
Financing Activities:				
Proceeds from issuance of shares	350,000	100,000	5,084,575	362,000
Share issuance costs	-	-	(145,134)	-
Share subscriptions received	28,750	-	130,000	-
Net cash provided by financing activities	378,750	100,000	5,069,441	362,000
Increase (decrease) in cash during period	(466,353)	(239,244)	3,562,766	(140,269)
Cash at beginning of period	4,545,624	484,384	516,505	385,409
Cash at end of period	4,079,271	245,140	4,079,271	245,140
Cash and Cash Equivalents consist of:				
Cash	1,580,758	245,140	1,580,758	245,140
Cash committed for mineral exploration	2,498,513	-	2,498,513	-
	4,079,271	245,140	4,079,271	245,140
Non-cash Investing and Financing Activities				
Mineral expenditure tax credits receivable	-	81,559	-	81,559
Shares issued for acquisition of mineral interests	100,000	30,000	100,000	30,000
Supplementary disclosures:				
Interest paid	-	-	-	-
Income taxes paid	-	-	-	-

- See Accompanying Notes -

LOGAN RESOURCES LTD.
 (An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
 (UNAUDITED – PREPARED BY MANAGEMENT)

1. NATURE OF OPERATIONS AND CONTINUANCE OF BUSINESS

The Company is in the business of acquiring and exploring mineral properties. There has been no determination whether properties held contain ore reserves, which are economically recoverable. In the ordinary course of business, the Company sells or options property interests to third parties, accepting as consideration cash and/or securities of the acquiring party.

The recoverability of valuations assigned to mineral properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the properties, the ability to obtain necessary financing to complete development, and future profitable production or proceeds from disposition.

These financial statements have been prepared on the going concern basis which implies that the Company will continue realizing its assets and discharging its liabilities in the normal course of business. The ability to continue as a going concern is dependent upon the Company achieving profitable operations, and/or securing adequate additional financing.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation

These unaudited interim financial statements have been prepared in accordance with Canadian generally accepted accounting principles for financial statements and on a basis consistent with the policies set out in the Company's annual audited financial statements for the year ended March 31, 2006. However, certain disclosures required for annual financial statements have not been included. Accordingly, these unaudited interim financial statements should be read in conjunction with the Company's audited financial statements including the notes thereto for the year ended March 31, 2006.

The carrying amount of marketable securities is reduced to market value when the decline in value is other than temporary. As at September 30, 2006, the fair market value of the securities held was \$222,150 (March 31, 2006 - \$440,600).

3. CAPITAL ASSETS

	September 30, 2006			March 31 2006
	Cost - \$ -	Accumulated Amortization - \$ -	Net Book Value - \$ -	Net Book Value - \$ -
Automotive	15,836	3,121	12,715	15,328
Computer equipment	3,254	2,135	1,119	1,526
Field equipment	22,216	2,705	19,511	1,881
Office furniture and equipment	12,438	3,043	9,395	10,639
Software	2,769	1,039	1,730	2,076
	56,513	12,043	44,470	31,450

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

4. MINERAL INTERESTS

A summary of expenditures incurred relating to the Company's mineral interests is as follows:

	September 30 2006 - \$ -	Current expenditures - \$ -	March 31 2006 - \$ -
Albert Creek, British Columbia			
Acquisition costs	40,757	-	40,757
Cumulative exploration expenditures	148,058	-	148,058
Accommodation and meals	408	408	-
Assay	7,807	-	7,807
Equipment rental	4,600	-	4,600
Field supervision	6,750	3,250	3,500
Fuel	700	700	-
Geologist	120	-	120
Helicopter	13,365	990	12,375
Licenses and permits	312	-	312
Line cutting	47,811	-	47,811
Miscellaneous	4,030	-	4,030
Surveys	8,585	-	8,585
Transportation	1,906	-	1,906
Recovery per option payment (Note 4(a))	(100,000)	-	(100,000)
	<u>185,209</u>	<u>5,348</u>	<u>179,861</u>
Antler Creek, British Columbia			
Acquisition costs	42,213	13,440	28,773
Cumulative exploration expenditures	28,899	-	28,899
Miscellaneous	725	-	725
Supervision	1,500	-	1,500
Surveys	2,655	-	2,655
	<u>75,992</u>	<u>13,440</u>	<u>62,552</u>
Carswell, Saskatchewan			
Cumulative exploration expenditures	-	-	-
Option payments received	(3,500)	-	(3,500)
Field supervision	6,500	3,000	3,500
	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Cheyenne, Yukon			
Acquisition costs	138,855	47,800	91,055
Accommodation and meals	3,629	3,629	-
Assay	5,505	244	5,261
Fuel	22,931	22,931	-
Geologist	11,608	11,608	-
Geophysics	9,338	9,338	-
Helicopter	28,333	28,333	-
Mapping	7,843	490	7,353
Supplies & miscellaneous	3,701	3,670	31
Supervision	10,063	6,313	3,750
Support wages	2,500	-	2,500
Surveys	3,185	-	3,185
Transportation	5,040	5,040	-
	<u>252,531</u>	<u>139,396</u>	<u>113,135</u>
Heidi, Yukon			
Acquisition costs	295,208	65,757	229,451
Cumulative exploration expenditures	49,768	-	49,768
Accommodation and meals	60,072	60,072	-
Assay	250	-	250
Fuel	43,479	43,479	-
Geologist	24,161	23,323	838
Helicopter	177,818	177,818	-
Licenses and permits	2,500	-	2,500
Mapping	723	298	425
Supervision	11,346	7,250	4,096
Supplies & miscellaneous	19,839	19,768	71
Surveys	1,545	110	1,435
Transportation	5,099	5,099	-
Wages	32,224	20,524	11,700
Tax credits recoverable	(1,030)	-	(1,030)
	<u>723,002</u>	<u>423,498</u>	<u>299,504</u>

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

4. MINERAL INTERESTS (Continued)

	September 30 2006 - \$ -	Current Expenditures - \$ -	March 31 2006 - \$ -
Redford, British Columbia			
Acquisition costs	32,288	-	32,288
Cumulative exploration expenditures	260,043	-	260,043
Assay	363	363	-
Supervision	250	-	250
	<u>292,944</u>	<u>363</u>	<u>292,581</u>
Shell Creek, Yukon			
Acquisition costs	310,081	5,050	305,031
Cumulative exploration expenditures	107,368	-	107,368
Accommodation and meals	93,896	93,896	-
Assay	33,939	12,475	21,464
Diamond drilling	159,511	159,511	-
Equipment rental	10,581	1,019	9,562
Filing fees	21,438	11,286	10,152
Fuel	68,097	68,097	-
Geologist	67,309	62,472	4,837
Geophysics	14,085	14,085	-
Helicopter	386,116	233,309	152,807
Licenses and permits	3,400	500	2,900
Line cutting	13,400	-	13,400
Mapping	2,546	2,546	-
Mobilization	3,468	-	3,468
Supervision	37,259	13,213	24,046
Supplies & miscellaneous	47,946	39,122	8,824
Surveys	158,722	26,511	132,211
Travel & transport	47,230	6,663	40,567
Wages	31,986	31,986	-
Tax credits recoverable	(80,529)	-	(80,529)
	<u>1,537,849</u>	<u>781,741</u>	<u>756,108</u>
Total Exploration Expenditures	<u>3,070,527</u>	<u>1,366,786</u>	<u>1,703,741</u>

a) **Albert Creek Property (Liard Mining Division, B.C.)**

Pursuant to an option agreement with two individuals, including the President of the Company, the Company owns the right to earn a 100% interest (75% has been earned), subject to a 2% NSR royalty, in eleven mineral claims (159 units). This option (as amended on April 15, 2004) is exercisable in three stages. The first stage (51%) has been completed by paying \$10,000 of out-of-pocket staking costs (paid by issuing 100,000 shares at \$0.10 per share) and incurring \$75,000 of exploration expenditures. The second stage (24%) has been completed by issuing 240,000 shares at a fair value of \$0.10 per share, and incurring a further \$100,000 of exploration expenditures. To exercise the third stage (25%), the Company must issue a further 360,000 shares by September 30, 2007. The Company will then have the right to acquire 50% of the NSR royalty by paying \$1,000,000 to the Optionors by September 30, 2008.

b) **Antler Creek Property (Cariboo Mining Division, B.C.)**

The Antler Creek property consists of 49 claims representing 64 units. The Company holds a 100% interest in the property, subject to a 2% NSR royalty, held by two individuals, including the son of the President of the Company.

c) **Carswell Property (Saskatchewan)**

In fiscal 2005, the Company staked 2 claims covering a total area of 7,552 hectares on the Carswell Dome Formation, Saskatchewan.

Pursuant to an option agreement dated March 2, 2005, the Company granted an option to a third party to earn a 50% interest in the Carswell Property.

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

4. MINERAL INTERESTS (Continued)

c) Carswell Property (Saskatchewan) (Continued)

To earn this interest the Optionee paid \$25,000 cash and must issue 200,000 of its shares and incur a total of \$300,000 in exploration expenditures as follows:

Share consideration to be made:

- (i) 100,000 shares to be issued upon acceptance of the Option Agreement by the TSX Venture Exchange (issued);
- (ii) a further 50,000 shares to be issued on or before March 14, 2006 (issued) and
- (iii) a further 50,000 shares to be issued on or before March 14, 2007.

Exploration expenditures to be incurred:

- (i) \$25,000 on or before March 14, 2006 (incurred);
- (ii) a further \$50,000 on or before March 14, 2007;
- (iii) a further \$75,000 on or before March 14, 2008 and
- (iv) a further \$150,000 on or before March 14, 2009.

Upon completion of the above expenditures a joint venture will be entered into between the parties.

d) Cheyenne Property (Mayo Mining District, Yukon Territory)

The Cheyenne property consists of 364 mineral claims in the Mayo Mining District, Yukon Territory. The Company holds a 100% interest in the property, subject to a 2% NSR royalty. In order to exercise the option the Company must pay \$300,000, issue 1,000,000 common shares and incur \$500,000 of exploration expenditures, all in stages over a period of four years as follows:

Cash considerations to be made:

- (i) \$10,000 paid upon acceptance of the Option Agreement by the TSX Venture Exchange (paid);
- (ii) a further \$40,000 paid on or before June 21, 2006 (paid);
- (iii) a further \$50,000 to be paid on or before December 23, 2006;
- (iv) a further \$60,000 to be paid on or before December 23, 2007;
- (v) a further \$70,000 to be paid on or before December 23, 2008;
- (vi) a further \$70,000 to be paid on or before December 23, 2009.

Share considerations to be made:

- (i) 200,000 shares issued within 5 days of TSX Venture Exchange approval (issued);
- (ii) 200,000 shares to be issued on or before December 23, 2006;
- (iii) 200,000 shares to be issued on or before December 23, 2007;
- (iv) 200,000 shares to be issued on or before December 23, 2008; and
- (v) 200,000 shares to be issued on or before December 23, 2009.

Exploration expenditures to be incurred:

- (i) \$100,000 in 2007;
- (ii) \$100,000 in 2008;
- (iii) \$150,000 in 2009; and
- (iv) \$150,000 in 2010.

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

4. MINERAL INTERESTS (Continued)

Cheyenne Property (Mayo Mining District, Yukon Territory) (Continued)

The Company will have the right to purchase 50% of the NSR royalty retained by the Optionor prior to the Commercial Production Date, for a purchase price of \$2,000,000 and the right of first refusal on the remaining 50%.

If the property is not in production by March 1, 2015, advance royalty payments will be made as follows:

- (i) \$25,000 on March 1, 2015;
- (ii) \$25,000 on March 1, 2016;
- (iii) \$25,000 on March 1, 2017; and
- (iv) \$25,000 on March 1, 2018.

e) Heidi Property (Mayo Mining District, Yukon Territory)

The Heidi property consists of 54 mineral claims in the Mayo Mining District, Yukon Territory. 34 claims were acquired through staking and the remaining 20 are held pursuant to an option agreement dated April 8, 2003 that gives the Company the right to acquire a 100% interest, subject to a 2% NSR royalty. In order to exercise the option, the Company must pay a total of \$180,000 cash consideration, issue a total of 1,000,000 shares and incur exploration expenditures aggregating \$600,000 as follows:

Cash considerations to be made:

- (i) \$15,000 paid upon acceptance of the Option Agreement by the TSX Venture Exchange (paid);
- (ii) a further \$10,000 paid on or before July 15, 2003 (paid);
- (iii) a further \$15,000 paid on or before January 15, 2004 (paid);
- (iv) a further \$15,000 paid on or before July 15, 2004 (paid);
- (v) a further \$17,500 paid on or before January 15, 2005 (paid);
- (vi) a further \$17,500 paid on or before July 15, 2005 (paid);
- (vii) a further \$20,000 paid on or before January 15, 2006 (paid);
- (viii) a further \$20,000 to be paid on or before July 15, 2006 (paid);
- (ix) a further \$25,000 to be paid on or before January 15, 2007; and
- (x) a further \$25,000 to be paid on or before July 15, 2007.

Share considerations to be made:

- (i) 100,000 shares issued upon acceptance of the Option Agreement by the TSX Venture Exchange (issued);
- (ii) 100,000 shares issued on or before July 15, 2003 (issued);
- (iii) 50,000 shares issued on or before January 15, 2004 (issued);
- (iv) 50,000 shares issued on or before July 15, 2004 (issued);
- (v) 100,000 shares issued on or before January 15, 2005 (issued);
- (vi) 100,000 shares issued on or before July 15, 2005 (issued);
- (vii) 100,000 shares issued on or before January 15, 2006 (issued);
- (viii) 100,000 shares to be issued on or before July 15, 2006 (issued);
- (ix) 150,000 shares to be issued on or before January 15, 2007; and
- (x) 150,000 shares to be issued on or before July 15, 2007.

Exploration expenditures to be incurred:

- (i) \$75,000 by April 8, 2004 (incurred);
- (ii) \$175,000 in aggregate by April 8, 2005 (incurred);
- (iii) \$300,000 in aggregate by April 8, 2006 (incurred);
- (iv) \$450,000 in aggregate by April 8, 2007; and
- (v) \$600,000 in aggregate by April 8, 2008.

The Company will have the right to purchase 50% of the NSR royalty retained by the Optionor for a purchase price of \$2,000,000 and the right of first refusal on the remaining 50%.

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

4. MINERAL INTERESTS (Continued)

During the prior year, the Company staked a further 18 claims to bring the total property to 54 claims.

f) Redford Property (Alberni Mining Division, B.C.)

The Company has a 100% interest in 25 claims (432 units) in the Alberni Mining Division, B.C.

g) Shell Creek Property (Dawson Mining District, Yukon Territory)

The Shell Creek property consists of 628 mineral claims in the Dawson Mining District, Yukon Territory. 558 claims were acquired through staking and the remaining 70 are held pursuant to an option agreement dated January 1, 2003, that gives the Company the right to earn a 100% interest, subject to a 2% NSR royalty. In order to exercise the option, the Company must pay a total of \$155,000 cash consideration, issue a total of 1,000,000 shares and incur exploration expenditures aggregating \$1,550,000 as follows:

Cash considerations to be made:

- (i) \$10,000 paid to cover certain expenditures (paid);
- (ii) a further \$15,000 paid upon acceptance of the option agreement by the TSX Venture Exchange (paid);
- (iii) a further \$25,000 paid on or before January 1, 2004 (paid);
- (iv) a further \$30,000 paid on or before January 1, 2005 (paid);
- (v) a further \$35,000 paid on or before January 1, 2006 (paid); and
- (vi) a further \$40,000 to be paid on or before January 1, 2007.

Share considerations to be made:

- (i) 100,000 shares issued upon acceptance of the Option Agreement by the TSX Venture Exchange (issued);
- (ii) a further 100,000 shares issued on or before July 1, 2003 (issued);
- (iii) a further 200,000 shares issued on or before January 1, 2004 (issued);
- (iv) a further 100,000 shares issued on or before January 1, 2005 (issued);
- (v) a further 100,000 shares issued on or before January 1, 2006 (issued);
- (vi) a further 200,000 shares to be issued on or before January 1, 2007; and
- (vii) a further 200,000 shares to be issued on or before January 1, 2008.

Exploration expenditures to be incurred:

- (i) \$150,000 before January 1, 2004 (incurred);
- (ii) \$350,000 in aggregate before January 1, 2005 (incurred);
- (iii) \$650,000 in aggregate before January 1, 2006 (incurred);
- (iv) \$1,050,000 in aggregate before January 1, 2007; and
- (v) \$1,550,000 in aggregate before January 1, 2008.

The Company will have the right to purchase 50% of the NSR royalty retained by the Optionor for a purchase price of \$2,000,000 and the right of first refusal on the remaining 50%.

The Company applies for Mining Exploration Tax Credits ("METC") on qualifying mineral exploration expenditures incurred. METC's totalling \$81,559, were accrued at September 30, 2006 (March 31, 2006 - \$81,559)

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

5. SHARE CAPITAL

Authorized

100,000,000 common shares without par value

Issued and outstanding:

	# of shares	- \$ -
Balance - March 31, 2006	21,581,863	6,370,101
(a) Flow-through shares – brokered private placement	6,250,000	3,437,500
Non-flow-through shares – brokered private placement	1,250,000	625,000
(b) Non-flow-through shares – non-brokered private placement	1,000,000	500,000
(c) Warrants exercised	1,109,500	432,075
(d) Options exercised	225,000	90,000
(e) Mineral property option payments	100,000	38,000
(f) Finders fees	467,500	233,750
Less: Share issue costs	-	(378,884)
Fair value of stock options exercised transferred from contributed surplus	-	54,090
Balance – September 30, 2006	31,983,863	11,401,632

- (a) On April 26, 2006 the Company issued 6,250,000 flow-through units through a brokered private placement at a price of \$0.55 per unit. Each flow through unit consists of one share and one half share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months.

The Company also issued 1,250,000 non-flow-through-units through a brokered private placement at a price of \$0.50 per unit. Each non-flow-through-unit consists of one share and one half share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months.

- (b) On May 4, 2006 the Company issued 1,000,000 non-flow-through-units through a non-brokered private placement at a price of \$0.50 per unit. Each non-flow-through-unit consists of one share and one half share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months.
- (c) In the current period 1,109,500 warrants were exercised and shares issued at prices ranging from \$0.35 to \$0.40 per share.
- (d) In the current period 225,000 options were exercised and 225,000 shares issued at \$0.40 per share.
- (e) Pursuant to the mineral property option agreements, the Company issued 100,000 shares at \$0.38 per share for a total fair value of \$38,000.
- (f) Finders fees were paid to non-related parties.

LOGAN RESOURCES LTD.
(An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED – PREPARED BY MANAGEMENT)

6. STOCK OPTIONS

At September 30, 2006, the following stock options were outstanding

Number of Options	Exercise Price \$	Expiry date
500,000	0.35	July 19, 2007
100,000	0.35	September 18, 2008
250,000	0.45	July 05, 2008
675,000	0.50	February 01, 2008
150,000	0.50	March 3, 2008
100,000	0.50	May 26, 2008
750,000	0.70	October 26, 2007
<u>525,000</u>	0.70	May 26, 2008
<u>3,050,000</u>		

The Fair value of stock options granted during the year was \$179,635 The weighted average grant date fair value of options granted during the year was \$0.18 per option.

The fair value for stock options granted was estimated using the Black Scholes option pricing model assuming no expected dividends and the following weighted average assumptions:

Interest rate range	4,06% - 4,41%
Term of options	2 years
Volatility range	90% - 92%

7. CONTRIBUTED SURPLUS:

	September 30 2006	March 31 2006
	-	-
Balance beginning of period	296,818	270,618
Fair value of stock options granted	179,635	215,077
Fair value of stock options cancelled/forfeited	(28,876)	(104,235)
Fair value of stock options exercised transferred to share capital	(54,090)	(84,642)
Balance end of period	<u>393,487</u>	<u>296,818</u>

8. SHARE PURCHASE WARRANTS

At June 30, 2006, the following Share purchase warrants were outstanding

Number of Warrants	Exercise Price \$	Expiry date
526,500	0.35	December 29, 2006
940,000	0.35	January 31, 2007
4,250,000	0.70	October 26, 2007
<u>222,500</u>	0.70	November 01, 2007
<u>5,939,000</u>		

LOGAN RESOURCES LTD.
 (An Exploration Stage Company)
NOTES TO INTERIM FINANCIAL STATEMENTS
SIX MONTHS ENDED SEPTEMBER 30, 2006
 (UNAUDITED – PREPARED BY MANAGEMENT)

9. RELATED PARTY TRANSACTIONS AND BALANCES

	September 30 2006 - \$ -	September 30 2005 - \$ -
(a) Transactions during period:		
Management fees paid to a company controlled by a Director	15,000	7,500
Property supervision fees paid to a company controlled by a Director	18,026	8,700
Rent paid to a company with common officers and directors	9,016	3,802
	September 30 2006 - \$ -	March 31 2006 - \$ -
(b) Balances:		
Amounts due from related parties	10,650	-
Amounts due to related parties represents advances provided by a director and related companies with common directors	36,184	134,020

10. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform with the current presentation

Logan Resources Ltd.

Management Discussion and Analysis

For the Six Months Ended September 30, 2006

INTRODUCTION

The following management discussion and analysis of the financial position of Logan Resources Ltd. ("Company") and results of operations should be read in conjunction with the interim unaudited financial statements and accompanying notes for the six months ended September 30, 2006. The interim unaudited financial statements together with the following management discussion and analysis are intended to provide investors with a reasonable basis for assessing the financial performance of the Company as well as forward-looking statements relating to potential future performance. All statements, other than those of historical fact, included in this MD&A, including without limitation, statements regarding potential mineralization and reserves, exploration results and future plans and objectives of the Company, are forward-looking statements that involve various risks and uncertainties. There can be no assurance such statements will prove accurate and actual results and future events could differ materially from those anticipated in such statements.

Readers of this management discussion and analysis are also advised to read the Company's audited financial statements for the year ended March 31, 2006.

DESCRIPTION OF BUSINESS

Logan Resources Ltd. was incorporated in the Province of British Columbia. It is engaged in the acquisition, exploration and development of mineral properties in British Columbia, Saskatchewan and the Yukon. The Company is a reporting issuer in British Columbia and its shares trade on the TSX-Venture Exchange under the symbol LGR.

At this time, the Company does not own any operating mines and has no operating income/sales from mineral production. Funding for operations is raised primarily through public and private share offerings. Future operations and the Company's ability to meet mineral property option commitments are dependent on the Company's ability to raise sufficient funding through share offerings, debt, or operations to support current and future expenditures. At September 30, 2006, the Company had working capital of \$3,972,436.

Realization of the carrying value of mineral interests is dependent upon funding, the ability of the Company and third parties to bring mineral interests into profitable production, or recovery from sale.

The interim unaudited financial statements have been prepared on a going concern assumption which contemplates the company will continue in operation and realize its assets and discharge its liabilities in the normal course of operations. Should the going concern assumption not continue to be appropriate, further adjustments to carrying values may be required.

FINANCIAL SUMMARY

During the six month period, the Company raised \$4,562,500 from private placements of 6,250,000 flow-through units at a price of \$0.55 per unit and 2,250,000 non-flow-through units at a price of \$0.50 per unit. The exercising of 1,109,500 warrants and 225,000 options netted \$522,075. A total of \$1,328,786 was spent on mineral interest acquisition and exploration expenditures. Administration expenses amounted to \$611,438 before gain on sale of securities of \$100,664 and interest received of \$80,102. There was a net increase in cash of \$3,562,766 during the period.

RESULTS OF OPERATIONS

Net loss for the six month period was \$430,672 compared with \$278,130 for the same period in the prior year, reflecting an increase in expenditures of \$152,542. Significant line item changes were as follows:

- Administration salaries increased by \$95,609 due to additional staff resources and professional development.
- Stock-based compensation increased by \$79,897 as a result of stock options granted at higher values in the current period.
- Professional fees increased by \$30,391 mainly due to increased contracting services.
- Gain on securities of \$100,664 was realized on the sale of securities.
- Interest income of \$80,102 was generated by investment of cash in short term interest bearing deposits.
- Business development expenses increased by \$45,109 due to increased efforts to raise the profile of the Company.

SUMMARY OF QUARTERLY RESULTS

	September 30, 2006	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	December 31, 2004
Net loss	(231,111)	(199,561)	(106,085)	(73,320)	(204,999)	(73,131)	(184,221)	(101,500)
Net loss per share	(0.007)	(0.007)	(0.005)	(0.004)	(0.012)	(0.004)	(0.012)	(0.008)

LIQUIDITY

As at September 30, 2006 the Company had working capital of \$3,972,436 which management considers sufficient to continue operations for the coming year. However, there are insufficient funds to meet all property commitments listed below, as they now stand. The Company will be seeking further funds, from private placement financings, to meet these commitments or may seek extensions to the exploration expenditure schedule. Also, in the longer term, in order to continue operations, and in particular, to fund ongoing expenditure commitments as set out in Note 4 in the notes to the financial statements, the Company will need to raise additional capital. The Company plans to do this through private placements and public offerings.

CAPITAL RESOURCES AND EXPLORATION EXPENDITURE COMMITMENTS

The Shell Creek, Heidi, Cheyenne and Albert Creek properties are held under option agreements. Under these agreements the Company must make various cash and stock payments and incur exploration expenditures by various deadlines. Details of these requirements are listed in the notes to the unaudited interim financial statements.

At the date of this report, all cash payments on the above four options were up to date and all share payments have been made. Extensions have been received for all exploration expenditure commitments that have not yet been met.

Under the Cheyenne option, cash expenditure requirements for the year ahead amount to approximately \$50,000. The Albert Creek, Antler Creek, Carswell and Redford properties have no further property acquisition expenditure requirements, beyond the standard assessment exploration, to stay in good standing. The 75% interest now held in the Albert Creek property can be increased by a further issue of shares at the option of the Company (see notes to financial statements).

RELATED PARTY TRANSACTIONS

For details of related party transactions, the reader is directed to Note 9 to the unaudited interim financial statements and comments included in the March 31, 2006 annual MD&A.

EXPLORATION EXPENDITURES

The Company spent a total of \$1,366,786 on exploration in the current period. The focus of the work in the current period was on the Company's Shell Creek and Heidi, Yukon mineral properties where expenditures totaled \$781,741 and \$423,498 respectively. A total of \$161,547 was spent on the Company's other mineral interests. Full details on exploration expenditures are disclosed in Note 4 accompanying the unaudited interim financial statements. See the mineral property update below, for further details of activities.

MINERAL INTERESTS UPDATE

Albert Creek (*British Columbia*) (*Lead-Zinc-Silver*)

The Albert Creek property is located in the Laird Mining Division, in northern BC about 60 km west/southwest of Watson Lake, Yukon. The regional geology is favorable for two kinds of deposits- sedimentary exhalative (Sedex) Zn-Pb-Ag and Polymetallic manto Zn-Pb-Ag.

During the financial year ending March 31, 2006, Logan carried out an exploration program consisting of line cutting, soil geochemistry and magnetic and horizontal loop electromagnetic geophysical surveys. A report dated January 2006 by J.L. LeBel, P.Eng recommends a deep penetrating electromagnetic survey to explore for mineralization at depth greater than 100 m. No further exploration work has been conducted to date. The Albert Creek claims are in good standing until 2010. Logan continues to seek a joint venture partnership for the Albert Creek property.

Antler Creek (*British Columbia*) (*Gold*)

Antler Creek is located in the heart of the historic Barkerville-Wells gold camp, BC. Logan Resources Ltd. is seeking a joint venture partnership for the Antler Creek property.

Cheyenne (*Yukon*) (*Gold*)

The Cheyenne Gold Project is 60 km northeast of Dawson City, 1.5 km east of the Dempster Highway, and 30 km west of Logan's Heidi gold property in the Mayo Mining District, Yukon Territory. The property is comprised of 364 mining claims covering 7,430 hectares.

NI 43-101 Compliant Report

The Company filed with the B.C. Securities Commission a NI 43-101 compliant report on its Cheyenne gold property in the Mayo Mining district in the Yukon. The author of this report is Mr. Peter T. George, P.Geo., a consulting geologist based in Hamilton, Ontario.

There are seven known zones of gold and gold/silver mineralization over the claim area. Logan is the first operator to own the claims covering all seven showings. All of the known mineralization on the property appears to be related to hydrothermal fluids from the Antimony Mountain intrusion (Tombstone Intrusive type).

Most of the gold showings on the Cheyenne property are vein type. Of particular interest is the Golden Wall showing, which is more typical of the skarn replacement type mineralization. The Golden Wall appears to be comprised of strata bound replacement type massive to disseminated sulphides. The Golden Wall zone is a high priority target. The geological trends along strike from the Golden Wall warrant a detailed exploration program to confirm the trend away from the showing area.

Additional geological mapping, geochemical sampling and geophysics will be conducted over the entire property to tie the existing exploration data together and provide a more comprehensive picture of the whole property. The NI 43-101 compliant report on the Cheyenne Property is available for review on SEDAR and the SEC websites. Michael Hibbitts, P.Geo, Vice President Exploration is the Qualified Person for this property.

Geochemical Analysis

During the quarter, Logan's geologists were on the property collecting samples, reviewing the showings, mapping and establishing targets for a diamond drill program. Rock samples from the main target area, the Golden Wall (gold) target, collected by the Company in early July were sent to Acme Labs in Vancouver for fire assay analysis. No anomalous silver was identified in these samples, the gold results are listed below.

Golden Wall (Cheyenne) Rock Sampling July 2006

Sample Number	Total Au gram/tonne
MH-07-2006-01	5.04
MH-07-2006-02	2.16
MH-07-2006-03	0.88
MH-07-2006-04	1.08
MH-07-2006-05	2.17
MH-07-2006-06	3.08

These results confirm the presence of mineralization in the system and the results of previous operators. The mineralized area appears to extend in both directions away from the showing. A geological mapping program as well as a detailed geochemical soil-sampling program is planned to confirm this trend. A trenching-program is also planned to establish continuity of the system and assist in establishing additional diamond drill targets.

Redford (British Columbia) *(Gold-Silver-PGE-Copper-Cobalt)*

The Redford Property is located 20 km northeast from Ucluelet, Vancouver Island. Logan Resources Ltd. is seeking a joint venture partnership for the Redford property.

Shell Creek (Yukon) *(Copper-Gold-Uranium)*

The Shell Creek property is located 75 km northwest of Dawson City, in west-central Yukon Territory. During the first quarter ended June 30, 2006, the Company conducted ground magnetic surveys and geochemical sampling on the northwest portion of the claim

block. Results from the geochemical survey were analyzed by Acme Labs in Vancouver (Refer to 'Subsequent Events' for details on these assay results).

Heidi (Yukon) (Gold)

The Heidi Property is located approximately 95 km east-northeast of Dawson, Yukon and approximately 30 km east of the Dempster Highway.

Diamond Drilling Program Commenced on the Heidi Property

The Company started a diamond drill program on the Heidi gold property. The diamond drill program will test several high priority targets established from the coincident gold geochemical anomaly and the induced polarization survey. Refer to subsequent events.

Carswell Dome (Saskatchewan) (Uranium)

The property is located on the Carswell Dome Formation, Athabasca Basin, Saskatchewan. The Company optioned the property to ESO Uranium Corp. (formerly Essendon Solutions Inc.). Pursuant to the agreement dated March 2, 2005, the Company granted ESO Uranium Corp. (ESO) the option to earn 50% interest in uranium mineral claims by:

- paying \$25,000
- issuing up to 200,000 common shares in the capital of ESO at a deemed price of \$0.25
- fulfilling a work commitment of \$300,000 on the property over 3 years.

ESO Uranium Corp. drilled the property this year. Two out of the eight holes drilled intersected uranium with grades up to 0.823%. (See news release issued by Logan Resources Ltd. on Wednesday, May 10, 2006).

The location and direction of the holes drilled provided valuable structural and lithological information that helped identify a virtually untested uranium structure and further defined the model. ESO Uranium has since traced that structure along surface for 700 m. This structure represents a prime target for a continued drill program. (Refer to Subsequent events for an update on the Carswell Dome Property).

SUBSEQUENT EVENTS

Shell Creek Property

Results of Soil Geochemical Survey and Diamond Drilling Program

Subsequent to second quarter ended September 30, 2006, the Company analyzed the results of the detailed soil geochemical survey over the northeastern end of the Shell Creek property. The area of anomalous copper in soils has been expanded to cover 13.4 km by 1.8 km. A surface geochemical survey consisting of 2,260 samples was completed in the 2006 field season and the assay results have confirmed and enlarged the copper soil anomalies over the property. Several large zones of anomalous copper greater than 200 ppm, well above the regional threshold in this geological region of the Yukon, will be targeted for diamond drilling in the 2007 field season. Values up to 620 ppm Cu were realized with the program. Additionally, gold in outcrop assayed 3.4 g/t gold and was coincident with the higher copper geochemical results. Gold values up to 9.3 g/t were previously reported. Please visit www.loganresources.ca to view the maps.

In addition, the results from the three holes drilled that targeted an induced polarization target this summer have been received. As expected, no significant values were returned, as the holes did not reach the intended target depths of 400-600 m as previously reported September 5, 2006. The deepest hole drilled reached 176.26 m. A 2 m sample assaying 1 g/t gold was intersected at the overburden-bedrock Hole SCK-06-01.

The Company intends to drill the Shell Creek property in early spring and continue its evaluation.

Heidi Property

Drill Program Concluded

Subsequent to September 30, 2006, due to the onset of winter weather conditions, the Company concluded its diamond drill program at the Heidi gold project for the season. Two holes, totaling approximately 427 m (1400 feet) were completed and sulphide

mineralization was intersected in both. All drill core samples have been shipped to Acme Analytical Labs in Vancouver. Results will be released when they are received.

The Company will return early next spring to continue evaluating its priority targets. Company geologists are now processing the geological data obtained from the exploration program at Heidi and honing the targets for the continuation of the diamond drill program.

Carswell Dome (*Saskatchewan*)

Logan Provides Clarification on Project

Subsequent to September 30, 2006, Logan provided clarification regarding its Carswell uranium project in the Athabasca Basin. ESO Uranium Corp. (ESO) has been actively exploring the property to earn a 50% interest in the claims. Logan refers to its claims as the Carswell project. ESO identifies them as the Gorilla Lake project.

The mineralization that has been reported on this property is in the same geological units as the Cluff Lake deposit. Logan's two claims covering 18,661 acres (7,552 hectares) are located on the Carswell Dome, otherwise known as the Cluff Structure.

The Company is currently actively working towards a joint venture agreement with ESO Uranium.

ADDITIONAL INFORMATION

Additional information relating to the Company's operations and activities can be found by visiting the Company's website at www.loganresource.ca and by accessing the Company's news releases and filings on the SEDAR website: www.sedar.com and SEC website: www.sec.gov.

LOGAN RESOURCES LTD.
Suite 1640 - 1066 WEST HASTINGS STREET
VANCOUVER
BRITISH COLUMBIA
V6E 3X1
TEL: (604) 689-0299
FAX: (604) 689-0288
TOLL FREE- CANADA: 1(877) 689-6130
TOLL FREE- USA: 1(800) 665-3772

CORPORATE INFORMATION

1. DIRECTORS

Seamus Young, Vancouver, British Columbia
Peter F. Cummings, Delta, British Columbia
Judith T. Mazvihwa, Vancouver, British Columbia
F. Charles Vickers, Jr., Texas
Clifford H. Frame, Toronto, Ontario

2. OFFICERS

Seamus Young, President and CEO
Judith T. Mazvihwa, CFO
Michael W. Hibbitts, VP Exploration

3. REGISTERED OFFICE AND LEGAL COUNSEL

Miller Thomson LLP
Robson Court
1000-840 Howe Street
Vancouver, BC
V6Z 2M1

4. AUDITORS

Manning Elliott LLP (Chartered Accountants)
11th Floor
1050 West Pender Street
Vancouver, BC
V6E 3S7

5. REGISTRAR & TRANSFER AGENT

Computershare Investor Services Inc.
4th Floor
510 Burrard Street
Vancouver, BC
V6C 3B9

6. TRADE SYMBOL

LGR-V TSX-Venture
LGRFV-PK (USA)