

**LOGAN RESOURCES LTD.**

(An Exploration Stage Company)

INTERIM FINANCIAL STATEMENTS  
SIX MONTHS ENDED SEPTEMBER 30, 2007  
(UNAUDITED – PREPARED BY MANAGEMENT)

The financial statements for the six-month period ended September 30, 2007  
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 2007 - \$ -	March 31 2007 - \$ -
<b>A S S E T S</b>		
<b>CURRENT ASSETS</b>		
Cash	398,736	923,763
Short-term investment	-	160,259
Short-term investments committed for mineral exploration	-	1,839,741
Amounts receivable	344,164	399,278
Marketable securities	136,160	87,080
Prepaid expenses	77,146	492,683
Due from related parties (Note 9)	79,636	303,339
	<b>1,035,842</b>	4,206,143
<b>PROPERTY BONDS</b>	<b>5,000</b>	5,000
<b>EQUIPMENT ADVANCE - Due from related parties (Note 9)</b>	<b>301,400</b>	-
<b>CAPITAL ASSETS (Note 3)</b>	<b>128,760</b>	38,284
<b>MINERAL INTERESTS (Note 4)</b>	<b>6,457,184</b>	4,124,379
	<b>7,928,186</b>	8,373,806
<b>L I A B I L I T I E S</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accruals	106,181	103,739
Related parties (Note 9)	100,480	53,254
	<b>206,661</b>	156,993
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL (Note 5)	10,870,382	10,705,182
CONTRIBUTED SURPLUS	1,048,611	808,555
ACCUMULATED OTHER COMPREHENSIVE INCOME (LOSS)	49,080	-
DEFICIT	(4,246,548)	(3,296,924)
	<b>7,721,525</b>	8,216,813
	<b>7,928,186</b>	8,373,806

**APPROVED BY THE DIRECTORS**

Signed: "Seamus Young"

Signed: "Judith Mazvihwa"

# LOGAN RESOURCES LTD.

(An Exploration Stage Company)

## INTERIM STATEMENTS OF COMPREHENSIVE LOSS AND DEFICIT

(UNAUDITED – PREPARED BY MANAGEMENT)

	Three Months Ended September 30		Six Months Ended September 30	
	2007 - \$ -	2006 - \$ -	2007 - \$ -	2006 - \$ -
<b>EXPENSES</b>				
Administration salaries	39,968	107,268	93,662	154,797
Amortization	3,751	3,093	8,604	6,186
Management fees	15,000	15,000	30,000	30,000
Office and miscellaneous	52,650	39,740	76,454	64,260
Professional fees	16,377	18,945	32,447	49,758
Transfer agent and filing fees	6,125	7,077	10,100	37,667
Business development	40,669	38,985	103,250	114,061
Stock based compensation	215,031	150,759	240,056	150,759
	<b>389,571</b>	380,867	<b>594,573</b>	607,488
<b>LOSS BEFORE OTHER INCOME</b>	<b>(389,571)</b>	(380,867)	<b>(594,573)</b>	(607,488)
<b>OTHER INCOME (EXPENSE)</b>				
Gain on sale of marketable securities	-	100,664	-	100,664
Interest income	19,338	49,092	43,472	80,102
Impairment of mineral properties	(398,523)	-	(398,523)	
Impairment loss on marketable securities	-	-	-	(3,950)
<b>NET LOSS FOR PERIOD</b>	<b>(768,756)</b>	(231,111)	<b>(949,624)</b>	(430,672)
<b>DEFICIT, BEGINNING OF PERIOD</b>	<b>(3,477,792)</b>	(4,390,075)	<b>(3,296,924)</b>	(4,190,514)
<b>DEFICIT, END OF PERIOD</b>	<b>(4,246,548)</b>	(4,621,186)	<b>(4,246,548)</b>	(4,621,186)
<b>NET LOSS PER SHARE</b>	<b>(0.022)</b>	(0.007)	<b>(0.027)</b>	(0.014)
<b>WEIGHTED AVERAGE SHARES OUTSTANDING</b>	35,100,580	31,661,037	34,973,423	29,999,800

### SUPPLEMENTAL COMPREHENSIVE LOSS INFORMATION

Net Loss	(768,756)		(949,624)	
Decrease in fair value of available for sale securities	(47,500)		(47,500)	
Comprehensive loss	(816,256)		(997,124)	

- 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	
	2007 - \$ -	2006 - \$ -	2007 - \$ -	2006 - \$ -
<b>Operating Activities:</b>				
Net loss for the period	(768,756)	(231,111)	(949,624)	(430,672)
Items not involving cash:				
Amortization	3,751	3,093	8,604	6,186
Gain on sale of marketable securities	-	(100,664)	-	(100,664)
Impairment loss on marketable securities	-	-	-	3,950
Impairment loss on mineral interests	398,523	-	398,523	-
Stock-based compensation	215,031	150,759	240,056	150,759
Changes in non-cash working capital				
Amounts receivable	66,561	(50,311)	87,513	(93,244)
Prepaid expenses	33,501	(34,500)	415,537	36,167
Accounts payable and accrued liabilities	(136,710)	115,458	2,442	283,657
Due from related parties	152,674	(10,650)	73,670	(10,650)
Due to related parties	86,711	16,185	47,226	(97,836)
Net cash provided by/(used in) operating activities	51,286	(141,741)	323,947	(321,347)
<b>Investing Activities:</b>				
Proceeds of short term investments	1,500,000	-	2,000,000	50,000
Proceeds on sale of marketable securities	-	112,664	-	112,664
Equipment advance-Due from related parties	-	-	(151,367)	-
Acquisition of property and equipment	-	-	(99,080)	(19,206)
Acquisition of and expenditures on mineral properties	(1,320,832)	(816,026)	(2,598,527)	(1,328,786)
Net cash used in investing activities	179,168	(703,362)	(848,974)	(1,185,328)
<b>Financing Activities:</b>				
Proceeds from issuance of shares	-	350,000	-	5,084,575
Share issuance costs	-	-	-	(145,134)
Share subscriptions received	-	28,750	-	130,000
Net cash provided by financing activities	-	378,750	-	5,069,441
Increase (decrease) in cash during period	230,454	(466,353)	(525,027)	3,562,766
Cash at beginning of period	168,282	4,545,624	923,763	516,505
Cash at end of period	398,736	4,079,271	398,736	4,079,271
Cash and Cash Equivalents consist of:				
Cash	398,736	1,580,758	398,736	1,580,758
Cash committed for mineral exploration	-	2,498,513	-	2,498,513
	398,736	4,079,271	398,736	4,079,271
Non-cash Investing and Financing Activities				
Shares for property options	132,200	100,000	165,200	100,000
Issuance of shares for finders' fees	-	-	-	233,750
Supplementary disclosures:				
Interest paid	-	-	-	-
Income taxes paid	-	-	-	-

- See Accompanying Notes -

**LOGAN RESOURCES LTD.**  
(An Exploration Stage Company)  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**THREE MONTH ENDED SEPTEMBER 30, 2007**  
(UNAUDITED – PREPARED BY MANAGEMENT)

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**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, and do not reflect any adjustments that may be necessary if the Company is unable to continue as a going concern. 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, 2007. 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, 2007.

a) *Marketable Securities*

The carrying amount of marketable securities is reduced to market value when the decline in value is other than temporary. As at September 30, 2007, the fair market value of the securities held was \$136,160 (March 31, 2007 - \$277,010).

b) *Financial Instruments*

On July 1, 2007, the Company adopted CICA Section 1530, *Comprehensive Income*, Section 3855, *Financial Instruments – Recognition and Measurement*, Section 3861, *Financial Instruments – Disclosure and Presentation* and Section 3865, *Hedges*. These new standards increased harmonization between U.S. and Canadian GAAP.

Under U.S. and Canadian GAAP, portfolio investments are classified as available-for-sale securities, which are carried at market value. The resulting unrealized gains or losses are included in the determination of comprehensive income, net of income taxes where applicable. Prior to adopting Section's 3855 and 1530, these investments were carried at their original cost less provisions for impairment under Canadian GAAP. Upon adoption, the Company recorded a retroactive balance representing the unrealized gains on available-for-sale securities of \$96,580 at July 1, 2007 as accumulated comprehensive income.

The change in the fair market value of available-for-sale securities was \$47,500 for the three month period ended September 30, 2007 and was a component of comprehensive loss.

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**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**3. CAPITAL ASSETS**

	September 30, 2007			March 31 2007
	Cost - \$ -	Accumulated Amortization - \$ -	Net Book Value - \$ -	Net Book Value - \$ -
Automotive	33,080	2,729	30,351	10,102
Computer equipment	3,254	2,947	307	713
Field equipment	22,216	7,059	15,157	17,934
Storage facility	75,000	-	75,000	-
Office furniture and equipment	12,438	5,531	6,907	8,151
Software	2,769	1,731	1,038	1,384
	148,757	19,997	128,760	38,284

**4. MINERAL INTERESTS**

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

	September 30 2007 - \$ -	Current expenditures - \$ -	March 31 2007 - \$ -
<b>a) Albert Creek, British Columbia</b>			
Acquisition costs	155,957	115,200	40,757
Cumulative exploration expenditures	148,058	-	148,058
Assay	8,419	203	8,216
Equipment rental	4,600	-	4,600
Field supervision	10,500	1,250	9,250
Geologist	820	-	820
Helicopter	13,365	-	13,365
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
Recoveries	(100,000)	-	(100,000)
METC claim	(40)	-	(40)
	304,323	116,653	187,670
<b>b) Antler Creek, British Columbia</b>			
Acquisition costs	28,773	-	28,773
Cumulative exploration expenditures	28,899	-	28,899
Assay	121	-	121
Filing and recording	14,686	642	14,044
Geophysical	12,243	1,950	10,293
Miscellaneous	139	139	-
Mobilization	13,360	13,360	-
Supervision	4,250	2,750	1,500
Surveys	3,405	-	3,405
Support wages	1,865	1,865	-
METC claim	(17,710)	(16,269)	(1,441)
	90,031	4,437	85,594
<b>c) Carswell, Saskatchewan</b>			
Cumulative exploration expenditures	-	-	-
Mapping	1,250	-	1,250
Supervision	11,250	2,250	9,000
Option payments received	(43,000)	-	(43,000)
Gain on option payments received	32,750	-	32,750
	2,250	2,250	-

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**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**4. MINERAL INTERESTS (Continued)**

	September 30 2007 - \$ -	Current expenditures - \$ -	March 31 2007 - \$ -
<b>d) Cheyenne, Yukon</b>			
Acquisition costs	248,855	-	248,855
Accommodation and meals	3,629	-	3,629
Assay	6,174	-	6,174
Camp supplies	2,580	-	2,580
Equipment rental	3,000	-	3,000
Fuel	22,931	-	22,931
Geologist	52,096	3,081	49,015
Geophysics	27,059	17,721	9,338
Helicopter	28,332	-	28,332
License permits and filing	500	-	500
Mapping	8,107	-	8,107
Miscellaneous	1,626	166	1,460
Supervision	14,812	1,500	13,312
Support wages	2,530	-	2,530
Surveys	3,185	-	3,185
Transportation	5,149	-	5,149
METC claim	(12,175)	-	(12,175)
	<u>418,390</u>	<u>22,468</u>	<u>395,922</u>
<b>e) Heidi, Yukon</b>			
Acquisition costs	440,129	69,625	370,504
Cumulative exploration expenditures	49,768	-	49,768
Accommodation and meals	136,316	49,472	86,844
Assay	38,548	32,641	5,907
Camp supplies	29,285	14,728	14,557
Diamond drilling	484,733	425,323	59,410
Equipment rental	12,708	12,708	-
Fuel	275,841	208,484	67,357
Geologist	169,720	71,742	97,978
Geophysics	108,339	108,339	-
Helicopter	600,792	279,904	320,888
Licenses and permits	7,541	5,041	2,500
Mapping	723	-	723
Miscellaneous	18,668	12,713	5,955
Supervision	24,596	7,750	16,846
Surveys	1,545	-	1,545
Transportation	56,912	46,185	10,727
Wages	156,047	114,670	41,377
Tax credits recoverable	(82,507)	-	(82,507)
	<u>2,529,704</u>	<u>1,459,325</u>	<u>1,070,379</u>
<b>f) Redford, British Columbia</b>			
Acquisition costs	32,288	-	32,288
Cumulative exploration expenditures	260,043	-	260,043
Assay	363	-	363
Supervision	2,750	500	2,250
	<u>295,444</u>	<u>500</u>	<u>294,944</u>

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**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**4. MINERAL INTERESTS (Continued)**

	September 30 2007 - \$ -	Current expenditures - \$ -	March 31 2007 - \$ -
<b>g) Shell Creek, Yukon</b>			
Acquisition costs	422,081	-	422,081
Cumulative exploration expenditures	107,368	-	107,368
Accommodation and meals	146,166	45,192	100,974
Assay	80,357	13,018	67,339
Camp supplies	49,729	15,549	34,180
Diamond drilling	485,115	325,604	159,511
Equipment rental	20,448	5,967	14,481
Filing fees	21,438	-	21,438
Fuel	119,102	51,569	67,533
Geochem surveys	15,516	-	15,516
Geologist	275,380	123,170	152,210
Geophysics	79,600	65,990	13,610
Helicopter	720,848	245,767	475,081
Licenses and permits	3,400	-	3,400
Line cutting	13,400	-	13,400
Mapping	2,036	-	2,036
Miscellaneous	26,238	9,554	16,684
Mobilization	3,468	-	3,468
Supervision	47,259	5,500	41,759
Surveys	143,206	-	143,206
Travel	77,049	25,360	51,689
Wages	147,231	114,858	32,373
Tax credits recoverable	(211,893)	(16,130)	(195,763)
	<u>2,794,542</u>	<u>1,030,968</u>	<u>1,763,574</u>
<b>h) May Creek, Yukon</b>			
Acquisition Costs	80,576	2,576	78,000
Accommodation and meals	9,298	9,298	-
Assay	1,753	1,753	-
Camp supplies	2,463	2,463	-
Diamond Drilling	94,228	94,228	-
Fuel	38,781	38,217	564
Geologist	12,871	10,125	2,746
Geophysics	475	-	475
Helicopter	149,006	144,131	4,875
Mapping	515	-	515
Miscellaneous	363	363	-
Supervision	7,250	4,500	2,750
Travel	1,250	1,250	-
Wages	808	808	-
Tax credits recoverable	(1,114)	-	(1,114)
Property abandoned	(398,523)	(398,523)	-
	<u>-</u>	<u>(88,811)</u>	<u>88,811</u>
<b>j) Turn River, Yukon</b>			
Acquisition costs	370,469	132,984	237,485
Option payment received	(370,469)	(370,469)	-
Net Acquisition costs	<u>-</u>	<u>(237,485)</u>	<u>237,485</u>
<b>k) Englishman, Yukon</b>			
Acquisition costs	22,000	22,000	-
Supervision	500	500	-
	<u>22,500</u>	<u>22,500</u>	<u>-</u>
<b>Total Exploration Expenditures</b>	<u>6,457,184</u>	<u>2,332,805</u>	<u>4,124,379</u>

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**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**4. MINERAL INTERESTS (Continued)**

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, subject to a 2% net smelter royalty (“NSR”), in fifteen 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. The third stage (25%), was completed by issuing 360,000 shares. The Company have the right to acquire 50% of the NSR royalty by paying \$1,000,000 to the Optionors.

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.

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 (issued).

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 (incurred);
- (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.

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**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**4. MINERAL INTERESTS (Continued)**

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 (paid);
- (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 (issued);
- (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 (incurred);
- (ii) \$100,000 in 2008;
- (iii) \$150,000 in 2009; and
- (iv) \$150,000 in 2010.

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.

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**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**THREE MONTH ENDED SEPTEMBER 30, 2007**  
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**4. MINERAL INTERESTS (Continued)**

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

The Heidi property consists of 220 mineral claims in the Mayo Mining District, Yukon Territory. A total of 200 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 (paid); and
- (x) a further \$25,000 to be paid on or before July 15, 2007 (paid).

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 (issued); and
- (x) 150,000 shares to be issued on or before July 15, 2007 (issued).

Exploration expenditures to be incurred:

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

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

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.

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**4. MINERAL INTERESTS (Continued)**

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. A total of 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 (paid).

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 (issued); 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 (incurred); 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%.

h) **May Creek Property** (Mayo District, Yukon Territory)

During the period, the Company terminated its Option Agreement Dated August 1, 2006. Accordingly all related expenditures have been written off at September 30, 2007.

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**4. MINERAL INTERESTS (Continued)**

i) **Turn River Property**, ( Cassiar Plateau, Yukon Territory)

During February 2007 the Company and International KRL Resources Corp., related by common directors, acquired 50% each, by staking in the Cassiar Plateau, Yukon Territory, 2,220 claims, covering 46,941 hectares, which includes twelve distinct project areas.

The Company received \$370,469 in recovery of it's acquisition costs from a non-related company pursuant to earn a 50% share in the Turn River Property.

The Company has signed an agreement with a non-related company granting the company the option to earn a 50% interest in the Turn River Project for \$7.5 million in staged exploration expenditures. The company has assigned its option to another company.

If, as currently planned, that company spends \$1 million in year 1, \$1 million in year 2, \$1.5 million in year 3 and \$2 million in years 4 and 5 for a total of \$7.5 million, then that company will own 50% of the Turn River Project.

j) **Englishman Property**, (Watson Lake, Yukon Territory)

The Englishman property consists of 16 mineral claims in the Watson Lake Mining District, Yukon Territory and are held pursuant to an option agreement executed March 27, 2007, that gives the Company the right to earn a 100% interest, subject to a 2% NSR royalty upon Exchange review and acceptance. In order to exercise the option, the Company must pay a total of \$50,000 cash consideration, issue a total of 250,000 shares and incur exploration expenditures aggregating \$350,000 as follows:

Cash considerations to be made:

- (i) \$5,000 upon signing the letter of intent (paid);
- (ii) a further \$10,000 to be paid on or before February 1, 2008;
- (iii) a further \$15,000 to be paid on or before February 1, 2009; and
- (iv) a further \$20,000 to be paid on or before February 1, 2010;

Share considerations to be made:

- (i) 50,000 shares 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 February 1, 2008;
- (iii) a further 50,000 shares to be issued on or before February 1, 2009; and
- (iv) a further 100,000 shares to be issued on or before February 1, 2010.

Exploration expenditures to be incurred:

- (i) \$50,000 before February 1, 2008;
- (ii) \$150,000 in aggregate before February 1, 2009;
- (iii) \$350,000 in aggregate before February 1, 2010;

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 \$211,481 were accrued at September 30, 2007 (March 31, 2007 - \$293,040).

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**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
Issued during fiscal 2007 for:		
Cash:		
Flow-through brokered private placement	6,250,000	3,437,500
Non-flow-through brokered private placement	1,250,000	625,000
Non-flow-through private placement	1,000,000	500,000
Flow-through private placement	1,270,000	508,000
Stock options exercised	225,000	90,000
Warrants exercised	1,706,000	640,850
Mineral property option payments	800,000	285,000
Finders' fees	467,500	233,750
Agent warrants	-	(266,685)
Share issuance costs	-	(428,721)
Fair value of stock options exercised transferred from contributed surplus	-	54,416
Flow-through shares renunciation	-	(1,344,029)
Balance – March 31, 2007	34,550,363	10,705,182
Issued during period ending September 30, 2007 for:		
Mineral property option payments	560,000	165,200
Balance – September 30, 2007	35,110,363	10,870,382

For the period ended September 30, 2007:

- (a) Pursuant to the mineral property option agreements, the Company issued 560,000 shares at fair value ranging from \$0.22 to \$0.34 per share for a total fair value of \$165,200.

For the year ended March 31, 2007:

- (a) On April 25, 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 flow-through common share and one half non-flow-through share purchase warrant with one whole share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months.

On April 25, 2006, 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 non-flow-through common share and one half non-flow-through share purchase warrant with one whole share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months.

In connection with the private placement, the Company paid \$102,500 in finders' fees, issued 445,000 non-flow through finder's units with the same terms and conditions as the financing and 750,000 finder's warrants. Each finder's warrant entitles the holder to purchase one non-flow-through common share for \$0.70 per share for up to eighteen months. The fair value of the share portion of the finder's units are \$222,500 recorded as finders' fees and \$60,942 for the warrant portion calculated under the Black-Scholes model, recorded as a share issuance cost. The fair value of the finder's warrants under the Black-Scholes model was \$195,423, recorded as a share issuance cost.

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**5. SHARE CAPITAL (Continued)**

For the year ended March 31, 2007: (Continued)

- (b) On May 1, 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 non-flow-through common share and one half non-flow-through share purchase warrant with one whole share purchase warrant exercisable at a price of \$0.70 per share for a period of eighteen months. In connection with the private placement, the Company paid \$6,000 and issued 22,500 non-flow-through common shares at a fair value of \$0.50 per share as finders' fees.
- (c) On December 22, 2006 the Company issued 1,270,000 flow-through units through a private placement at a price of \$0.40 per unit. Each flow-through unit consists of one share and one quarter non-flow-through share purchase warrant with one whole share purchase warrant exercisable at a price of \$0.60 per share for a period of twelve months. In connection with the private placement, the Company paid \$30,480 in finders' fees and issued 125,000 finder's warrants with the same terms and conditions as the financing. The fair value of the finder's warrants under the Black-Scholes model was \$10,320, recorded as a share issuance cost.
- (d) In the current year 225,000 options were exercised at \$0.40 per share for proceeds of \$90,000. The fair value when granted of \$54,416 was transferred to share capital from contributed surplus to reflect the exercise of these options.
- (e) In the current year 1,706,000 warrants were exercised at prices ranging from \$0.35 to \$0.40 per share for proceeds of \$640,850.
- (f) Pursuant to the mineral property option agreements, the Company issued 800,000 shares at fair value ranging from \$0.30 to \$0.38 per share for a total fair value of \$285,000.
- (g) Of the shares issued during 2006, 7,520,000 were issued on a flow-through basis whereby the Company is committed to spend \$3,939,123 of Canadian exploration expenditures ("CEE") over two years and has renounced this amount to the shareholders.

**6. STOCK OPTIONS**

At September 30, 2007, the following stock options were outstanding

Number of Options	Exercise Price \$	Expiry date
650,000	0.50	February 01, 2008
150,000	0.50	March 3, 2008
100,000	0.50	May 26, 2008
525,000	0.70	May 26, 2008
250,000	0.45	July 5, 2008
100,000	0.35	September 18, 2008
650,000	0.37	March 23, 2009
400,000	0.40	April 30, 2009
<u>825,000</u>	0.45	September 28, 2009
<u>3,650,000</u>		

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

Interest rate	4.54% - 4.10%
Term of options	2 Years
Volatility	85% - 94%

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**7. SHARE PURCHASE WARRANTS**

At September 30, 2007, the following Share purchase warrants were outstanding

Number of Warrants	Exercise Price \$	Expiry date
972,500	0.70	October 24, 2007
442,500	0.60	December 21, 2007
3,750,000	0.70	April 24, 2008
<u>500,000</u>	0.70	April 30, 2008
<u>5,665,000</u>		

**8. CONTRIBUTED SURPLUS**

The following table summarizes the Company's contributed surplus:

	Amount \$
Balance, March 31, 2006	296,818
Fair value of stock options granted	299,467
Fair value of agents warrants	266,686
Fair value of stock options exercised, transferred to share capital	(54,416)
Balance, March 31, 2007	808,555
Fair value of stock options granted	240,056
Balance, September 30, 2007	1,048,611

**9. RELATED PARTY TRANSACTIONS AND BALANCES**

	September 30 2007	September 30 2006
(a) Transactions during period:	-	-
Management fees paid to a company controlled by a Director	30,000	30,000
Property supervision fees paid to a company controlled by a Director	30,000	33,026
Rent paid to a company with common officers and directors	22,363	18,218
The Company incurred certain charges from a company controlled by the President. These charges have been recorded as exploration expenses and general and administration expenses as follows:		
Amounts charged to mineral interests	604,247	-
Amounts charged to general and administration expenses	83,101	-

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**9. RELATED PARTY TRANSACTIONS AND BALANCES**

(b) Balances:

	September 30, 2007 - \$ -	March 31, 2007 - \$ -
Due to related parties:		
Due to the President of the Company and is non-interest bearing, unsecured and due on demand	-	52,500
Amounts due to a company with common officers and directors which represent accumulated costs for shared office expenses, administration wages and rent. This amount is non-interest bearing, unsecured and due on demand.	100,480	754
Due to related parties:	100,480	53,254
Due from related parties:		
Under the same arrangement the following amounts are due from the same company controlled by the President of the Company:		
Due, non-interest bearing, unsecured and due on demand	79,636	153,306
Due, for the purchase of equipment, non-interest bearing and unsecured	301,400	150,033
Due from related parties:	381,036	303,339

An advance of \$301,400 was made to a related party for the purpose of acquiring geophysical equipment for use by Logan on its exploration projects. Once the equipment is installed and activated for service, the related party company will transfer the equipment, at cost, to a newly formed company that will be 50% owned by Logan and 50% owned by International KRL Resources Corp. This new joint venture company will charge for the use of the equipment at standard rates.

**10. SUBSEQUENT EVENTS**

The Company, together with a company related by directors in common, formed a new joint venture company to account for certain exploration expenditures to be shared equally by both companies.

**11. COMPARATIVE FIGURES**

Certain comparative figures have been reclassified to conform to the current presentation. Such reclassification is for presentation purpose only and has no effect on previously reported results.