



## **CAMINO MINERALS CORPORATION**

### **CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS SIX MONTHS ENDED JANUARY 31, 2014**

*(Expressed in Canadian Dollars)*

*(Unaudited)*

#1510 – 999 West Hastings Street, Vancouver, B.C. CANADA V6C 2W2  
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**NOTICE OF NO AUDITOR REVIEW OF  
CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

In accordance with National Instrument 51-102 Part 4, subsections 4.3(3)(a), if an auditor has not performed a review of these condensed consolidated interim financial statements they must be accompanied by a notice indicating that these condensed consolidated interim financial statements have not been reviewed by an auditor.

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

**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF FINANCIAL POSITION**  
Expressed in Canadian dollars  
(unaudited)

	Notes	January 31, 2014 \$	July 31, 2013 (audited) \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		766,653	1,538,966
Receivables		34,183	26,474
Deposits and prepaid expenses		47,448	61,589
<b>Total current assets</b>		<b>848,284</b>	<b>1,627,029</b>
<b>Non-current assets</b>			
Value added tax receivable		101,392	70,762
Fixed assets	6	74,598	93,353
Mineral interests	4	7,730,613	7,216,140
		7,906,603	7,380,255
<b>Total Assets</b>		<b>8,754,887</b>	<b>9,007,284</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		48,725	183,976
<b>Total liabilities</b>		<b>48,725</b>	<b>183,976</b>
<b>EQUITY</b>			
Share capital	5	16,388,981	16,388,981
Reserves	5	12,220,615	12,220,615
Share based payment reserves	5	1,658,307	1,620,256
Warrant reserves	5	458,836	458,836
Accumulated other comprehensive income (loss)	5	210,396	(83,259)
Deficit		(22,230,973)	(21,782,121)
<b>Total equity</b>		<b>8,706,162</b>	<b>8,823,308</b>
<b>Total Equity and Liabilities</b>		<b>8,754,887</b>	<b>9,007,284</b>

These condensed consolidated interim financial statements are authorized for issuance by the Board of Directors on March 17, 2014.

**On behalf of the Board:**

*Jim Tutton*  
James Tutton  
(Chairman of Audit Committee)

*R.E Gordon Davis*  
R.E. Gordon Davis  
(Director)

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

**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
Expressed in Canadian dollars  
(unaudited)

	Notes	Three months ended January 31, 2014 \$	Three months ended January 31, 2013 \$	Six months ended January 31, 2014 \$	Six months ended January 31, 2013 \$
<b>EXPENSES</b>					
Amortization	6	2,732	2,942	5,463	5,532
General and administrative		12,957	12,849	21,529	21,914
General exploration		2,492	(2,635)	39,325	843
Insurance		8,393	8,688	16,779	17,925
Investor relations		15,566	25,186	31,135	41,473
Listing and filing fees		3,181	8,502	4,915	8,892
Professional fees		14,235	44,836	48,285	78,522
Rent		33,255	31,202	65,815	62,278
Salaries and wages		85,046	107,978	175,244	205,332
Share based compensation	5	18,887	52,545	26,971	91,867
Shareholder relations		821	903	1,469	1,984
Transfer agents		3,382	3,267	6,218	6,230
Travel		120	-	120	-
<b>Loss before other items</b>		<b>201,067</b>	<b>296,263</b>	<b>443,268</b>	<b>542,792</b>
<b>OTHER ITEMS</b>					
Foreign exchange loss (gain)		15,364	(491)	10,629	2,928
Interest income		(3,085)	(2,391)	(5,045)	(6,474)
<b>Net loss for the period</b>		<b>213,346</b>	<b>293,381</b>	<b>448,852</b>	<b>539,246</b>
<b>Basic and diluted loss per common share</b>	5	<b>(0.00)</b>	<b>(0.00)</b>	<b>(0.01)</b>	<b>(0.01)</b>

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**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF COMPREHENSIVE LOSS**  
Expressed in Canadian dollars  
(unaudited)

	Three months ended January 31, 2014 \$	Three months ended January 31, 2013 \$	Six months ended January 31, 2014 \$	Six months ended January 31, 2013 \$
<b>Net loss for the period</b>	213,346	293,381	448,852	539,246
Other comprehensive loss (income) for the period:				
Cumulative translation difference	(336,969)	(151,957)	(293,655)	(172,530)
<b>Net comprehensive loss (income) for the period</b>	<b>(123,623)</b>	<b>141,424</b>	<b>155,197</b>	<b>366,716</b>

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**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED INTERIM STATEMENTS OF CASH FLOWS**  
Expressed in Canadian dollars  
(unaudited)

	Notes	Six months ended January 31, 2014	Six months ended January 31, 2013
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss for the period from operations		\$ (448,852)	\$ (539,246)
Items not affecting cash:			
Amortization	6	5,463	5,532
Share-based compensation	5	26,971	91,867
Foreign exchange		(17,244)	(32,040)
Change in non-cash working capital items:			
Receivables		(7,709)	3,342
Prepaid expenses		14,141	30,839
Accounts payable and accrued liabilities		(11,697)	102,574
<b>Net cash used in operating activities</b>		<b>(438,927)</b>	<b>(337,132)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
VAT receivable		(30,630)	(149,888)
Expenditures on mineral interests	4	(302,756)	(781,960)
Purchase of property, plant and equipment	6	-	-
<b>Net cash used in investing activities</b>		<b>(333,386)</b>	<b>(931,848)</b>
<b>Change in cash and cash equivalents for the period</b>		<b>(772,313)</b>	<b>(1,268,980)</b>
<b>Cash and cash equivalents, beginning of period</b>		<b>1,538,966</b>	<b>2,029,956</b>
<b>Cash and cash equivalents, end of period</b>		<b>\$ 766,653</b>	<b>\$ 760,976</b>

Cash and cash equivalents are comprised of cash in business accounts and term deposits, available on demand by the Company, held at major Canadian financial institutions.

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**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY**  
Expressed in Canadian dollars  
(unaudited)

Common shares								
	Number of shares	Amount \$	Reserves \$	Share-based payments reserve \$	Warrant reserves \$	Accumulated currency translation difference \$	Deficit \$	Total \$
Balance – August 1, 2013	96,265,432	16,388,981	12,220,615	1,620,256	458,836	(83,259)	(21,782,121)	8,823,308
Value assigned to options granted	-	-	-	38,051	-	-	-	38,051
Other comprehensive gain	-	-	-	-	-	293,655	-	293,655
Loss for the year	-	-	-	-	-	-	(448,852)	(448,852)
<b>Balance – January 31, 2014</b>	<b>96,265,432</b>	<b>16,388,981</b>	<b>12,220,615</b>	<b>1,658,307</b>	<b>458,836</b>	<b>210,396</b>	<b>(22,230,973)</b>	<b>8,706,162</b>

	Number of shares	Amount \$	Reserves \$	Share-based payments reserve \$	Accumulated currency translation difference \$	Deficit \$	Total \$
Balance – August 1, 2012	65,265,432	14,731,000	12,220,615	1,469,812	(519,456)	(19,798,333)	8,103,638
Value assigned to options granted	-	-	-	127,182	-	-	127,182
Other comprehensive income	-	-	-	-	172,530	-	172,530
Loss for the period	-	-	-	-	-	(539,246)	(539,246)
<b>Balance – January 31, 2013</b>	<b>65,265,432</b>	<b>14,731,000</b>	<b>12,220,615</b>	<b>1,596,994</b>	<b>(346,926)</b>	<b>(20,337,579)</b>	<b>7,864,104</b>

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

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
For the three months ended January 31, 2014  
Expressed in Canadian dollars  
(unaudited)

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**1. NATURE OF OPERATIONS**

Camino Minerals Corporation (“Camino Minerals” or “the Company”) is an exploration stage company that is engaged directly in the exploration and development of mineral properties in Mexico. The Company is incorporated and domiciled in British Columbia, Canada. The address of its registered and head office is 1510-999 West Hastings Street, Vancouver, B.C. V6C 2W2.

The recoverability of the amounts shown for mineral property assets is dependent upon the existence of economically recoverable reserves, securing and maintaining title and beneficial interest in the properties and the ability of the Company to obtain the necessary financing to continue the exploration and future development of its mining properties, or realizing the carrying amount through a sale.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**a) Statement of Compliance**

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34, *Interim Financial Reporting*, as issued by the International Accounting Standards Board. Accordingly, these condensed consolidated interim financial statements do not include all of the information and footnotes required by International Financial Reporting Standards (“IFRS”) for complete financial statements for year-end reporting purposes. These condensed interim consolidated financial statements should be read in conjunction as our annual consolidated financial statements for the year ended July 31, 2013 as they follow the same accounting policies under IFRS.

**b) Basis of Consolidation**

These consolidated financial statements include the accounts of the Company, and its wholly owned subsidiaries Rojo Resources S.A. de C.V. (“RRE”) and Recursos Mineros Rojo S.A. de C.V. (“RMR”). All intercompany transactions and balances have been eliminated.

These consolidated financial statements also include the accounts of Compania Minera El Secreto S.A, de C.V. (“CMES”), a Company formed for the purposes of holding the El Secreto property. At present, the Company exercises control over CMES as a result of its option to earn up to an 80% interest. Management applies IFRS 10 - *Consolidation* to determine whether the Company has control over CMES through examining factors such as power, rights to variable returns, and influence. Based on assessment of these factors, management has concluded that the Company has control over CMES and therefore has consolidated CMES in its consolidated financial statements the six month period ended January 31, 2014.

<b>Name of Subsidiary</b>	<b>Place of Incorporation</b>	<b>Proportion of Ownership Interest</b>	<b>Principal Activity</b>
Rojo Resources S.A. de C.V.	Mexico	100%	Holds interest in mineral interests in Mexico
Recursos Mineros Rojo S.A. de C.V.	Mexico	100%	Performs payroll function in Mexico



**2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**c) Significant Accounting Estimates and Judgments**

The preparation of these condensed consolidated interim financial statements requires management to make certain estimates, judgments, and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and reported amounts of expenses during the reporting period. Actual outcomes could differ from these estimates. These condensed consolidated interim financial statements include estimates which, by their nature, are uncertain. The impact of such estimates is pervasive throughout the condensed consolidated interim financial statements, and may require accounting adjustments based on future occurrences. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods if the revision affects both current and future periods. These estimates are based on historical experience, current and future economic conditions and other factors, including expectations of future events that are believe to be reasonable under the circumstances.

**Critical accounting estimates**

Significant assumptions about the future and other sources of estimation uncertainty that management has made at the end of the reporting period relate to, but are not limited to, the following:

- i. the recoverability of Mexican VAT receivable, Management uses all relevant facts available, such as the development of VAT policies in Mexico, past collectability, and the general economic environment of Mexico to determine if the VAT is impaired
- ii. the recoverability of the carrying value of the investment in mineral interests. The estimation of the impairment indicators involves the application of a number of significant judgments and estimates to certain variables including metal price trends, plans for properties and the results of exploration to date.

**3. SUBSIDIARIES**

<b>Name of Subsidiary</b>	<b>Place of Incorporation</b>	<b>Proportion of Ownership Interest</b>	<b>Principal Activity</b>
Rojo Resources S.A. de C.V.	Mexico	100%	Holds interest in mineral interests in Mexico
Recursos Mineros Rojo S.A. de C.V.	Mexico	100%	Performs payroll function in Mexico
Minera El Secreto S.A. de C.V.	Mexico	100%	Performs work on El Secreto property

**CAMINO MINERALS CORPORATION****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the six months ended January 31, 2014

Expressed in Canadian dollars

(unaudited)

**4. MINERAL INTERESTS**

The Company's mineral interests consist of gold exploration projects in Mexico.

Expenditures on the Company's mineral interests are summarized as follows:

	<b>Rodeo</b>	<b>Mecatona</b>	<b>Maijoma</b>	<b>El Secreto</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance, July 31, 2013	3,427,342	786,550	990,252	2,011,996	7,216,140
Acquisition	-	-	-	-	-
Assaying	-	-	7,190	14,350	21,540
Amortization	2,358	1,527	6,545	2,016	12,446
Claim taxes	27,307	17,691	24,054	-	69,054
Consulting	-	-	-	2,452	2,452
Engineering and drafting	-	-	210	-	210
Field and office supplies	-	-	-	3,070	3,070
Finder fees	5,300	5,300	5,426	-	16,025
Geology and prospecting	-	-	799	-	799
Salaries	-	-	29,086	242	29,327
Share-based compensation	2,184	1,415	6,063	1,867	11,529
Subsidiary overhead allocation	4,723	3,060	13,111	8,396	29,289
Travel	-	-	4,056	2,932	6,989
Exploration costs for the period	41,872	28,993	96,540	35,325	202,730
Currency translation difference	112,509	26,823	113,764	58,647	311,743
Balance, January 31, 2014	3,581,723	842,366	1,200,556	2,105,968	<b>7,730,613</b>

**CAMINO MINERALS CORPORATION****NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

For the six months ended January 31, 2014

Expressed in Canadian dollars

(unaudited)

**4. MINERAL INTERESTS (Cont'd)**

	<b>Rodeo</b>	<b>Mecatona</b>	<b>Maijoma</b>	<b>El Scretto</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Balance, July 31, 2012	3,196,399	724,362	1,649,553	324,496	5,894,810
Acquisition	-	-	-	-	-
Assaying	-	523	-	175,546	176,069
Amortization	558	139	2,246	20,877	23,820
Claim taxes	29,175	6,877	45,702	6,336	88,090
Community work	-	-	-	4,711	4,711
Consulting	322	237	8,242	195,539	204,340
Drilling	-	-	-	517,540	517,540
Engineering and drafting	1,206	-	-	1,800	3,006
Equipment and supplies	-	-	-	116,437	116,437
Field and office supplies	1,052	379	1,351	112,837	115,619
Finder fees	10,074	10,759	20,346	855	42,034
Geology and prospecting	-	-	88,872	636	89,508
Geophysics ground	-	-	-	42,872	42,872
Miscellaneous	-	-	-	700	700
Salaries	-	-	-	182,748	182,748
Share-based compensation	1,023	255	4,116	38,253	43,647
Subsidiary overhead allocation	1,809	451	7,281	70,130	79,671
Travel	-	-	3,087	95,531	98,618
Exploration costs for the year	45,219	19,620	181,243	1,583,348	1,829,430
Currency translation adjustment	185,724	42,568	98,457	104,151	430,900
Write-down of mineral interests	-	-	(939,000)	-	(939,000)
Balance, July 31, 2013	3,427,342	786,550	990,253	2,011,995	7,216,140

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
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**5. CAPITAL AND RESERVES**

*Authorized Share Capital*

At January 31, 2014, the authorized share capital consisted of an unlimited number of common shares without par value and an unlimited number of preferred shares with no par value.

During the 3 months ended January 31, 2014, the Company granted 2,520,000 (2013- 1,540,000) incentive stock options to directors, officers, employees and consultants of the Company. The stock options are exercisable for a period of five years at an exercise price of \$0.07/share and vest 50% upon grant and 25% every year thereafter.

*Basic and diluted loss per share*

The calculation of basic and diluted loss per share is based on the following:

	Three months ended January 31, 2014	Three months ended January 31, 2013	Six months ended January 31, 2014	Six months ended January 31, 2013
Loss attributable to common shareholders	\$ 213,346	\$ 293,381	\$ 448,852	\$ 539,246
Weighted average number of common shares outstanding for calculation of loss per share	96,265,432	65,265,432	96,265,432	65,265,432

*Share Option Plan*

The Company has a share option plan for its employees, directors, officers and consultants. The plan provides for the issuance of incentive options to acquire up to a total of 10% of the issued and outstanding common shares of the Company. The exercise price of each option shall not be less than the minimum prescribed amount allowed under the TSX. The options can be granted for a maximum term of 5 years with vesting provisions determined by the Company.

Continuity of share purchase options for the three months ended January 31, 2014 is as follows:

	Options Outstanding	Weighted Average Exercise Price \$
<b>At July 31, 2013</b>	5,915,000	0.26
Granted	2,520,000	0.07
Cancelled	-	-
Exercised	-	-
Expired	-	-
<b>January 31, 2014</b>	8,435,000	0.20

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
For the six months ended January 31, 2014  
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**5. CAPITAL AND RESERVES (Cont'd)**

The fair value of stock options granted in 2014 was estimated based on the Black-Scholes option pricing model using a weighted average volatility of 120.19% (2013- 121.74%) risk free interest rate of 1.53% (2013- 1.32%), expected life of 5 years (2013- 5 years) and expected dividend yield of nil (2013 – nil). The weighted average fair value of options granted in 2014 was \$0.0139 (2013- \$0.0515).

Option pricing models require the input of subjective assumptions including the expected price volatility, and expected option life. Changes in these assumptions may have a significant impact on the fair value calculation.

The following table summarizes information about stock options outstanding and exercisable at January 31, 2014:

Exercise Price \$	Option Outstanding	Weighted Average Remaining Life (years)	Expiry Dates (mm/dd/yyyy)	Options exercisable
0.07	2,520,000	4.82	11/26/2018	1,260,000
0.10	1,540,000	3.98	1/24/2018	1,155,000
0.18	950,000	2.76	11/3/2016	950,000
0.20	1,800,000	1.01	2/2/2015 3/8/2015	1,800,000
0.34	100,000	1.54	7/11/2016, 4/29/2015	100,000
0.36	175,000	1.68	3/22/2016, 9/9/2015	175,000
0.40	50,000	1.65	9/27/2015	50,000
0.53	1,300,000	1.83	11/30/2015	1,300,000
<b>At January 31, 2014</b>	<b>8,435,000</b>	<b>3.04</b>		<b>6,790,000</b>

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
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**5. CAPITAL AND RESERVES (Cont'd)**

On March 28, 2013, as part of a non-brokered private placement, the Company issued 15,500,000 unit warrants and 110,000 broker warrants. Each warrant is exercisable at a price of \$0.10 until March 28, 2015. Upon issuance of the warrants, the Company recognized \$458,836 in warrant reserves net of share issuance costs.

There were no warrants granted for the six months ended January 31, 2014.

Continuity of share purchase warrants for the period ended January 31, 2014 is as follows:

	Warrants Outstanding	Weighted Average Exercise Price \$
<b>At July 31, 2013</b>	15,610,000	0.10
Issued	-	-
Forfeited	-	-
Exercised	-	-
Expired	-	-
<b>At January 31, 2014</b>	15,610,000	0.10

**6. FIXED ASSETS**

	Computer Equipment	Furniture and Office Equipment	Leasehold improvements	Vehicles and machinery	Total
	\$	\$	\$	\$	\$
<b>Cost</b>					
Balance, July 31, 2013	35,136	46,230	41,583	120,993	243,942
Additions	-	-	-	-	-
Balance, January 31, 2014	35,136	46,230	41,583	120,993	243,942
<b>Accumulated depreciation</b>					
Balance, July 31, 2013	(26,866)	(27,548)	(29,832)	(70,429)	(154,675)
Depreciation for the period	(1,747)	(1,375)	(2,598)	(11,464)	(17,184)
Balance, January 31, 2014	(28,613)	(28,923)	(32,430)	(81,893)	(171,859)
<b>Currency translations differences</b>					
July 31, 2013	379	855	538	2,314	4,086
Change for the period	(151)	(251)	(219)	(950)	(1,571)
Balance, January 31, 2014	228	604	319	1,364	2,515
<b>Carrying amounts</b>					
July 31, 2013	8,238	18,308	11,516	55,291	93,353
Balance, January 31, 2014	6,751	17,911	9,472	40,464	74,598