



## **CAMINO MINERALS CORPORATION**

### **CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS THREE MONTHS ENDED OCTOBER 31, 2013**

*(Expressed in Canadian Dollars)*

*(Unaudited)*

#1510 – 999 West Hastings Street, Vancouver, B.C. CANADA V6C 2W2  
Phone: (604) 629-8294 Fax: 604-683-8350

**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**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
Expressed in Canadian dollars

	Notes	Oct 31, 2013 \$	July 31, 2013 (audited) \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents		1,155,469	1,538,966
Receivables		32,367	26,474
Deposits and prepaid expenses		59,087	61,589
<b>Total current assets</b>		<b>1,246,923</b>	<b>1,627,029</b>
<b>Non-current assets</b>			
Value added tax receivable		78,154	70,762
Fixed assets	5	80,913	93,353
Mineral interests	3	7,312,960	7,216,140
		7,472,027	7,380,255
<b>Total Assets</b>		<b>8,718,950</b>	<b>9,007,284</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Accounts payable and accrued liabilities		76,411	183,976
<b>Total liabilities</b>		<b>76,411</b>	<b>183,976</b>
<b>EQUITY</b>			
Share capital	4	16,388,981	16,388,981
Reserves	4	12,220,615	12,220,615
Share based payment reserves	4	1,631,680	1,620,256
Warrant reserves	4	458,836	458,836
Accumulated other comprehensive income (loss)	4	(39,945)	(83,259)
Deficit		(22,017,628)	(21,782,121)
<b>Total equity</b>		<b>8,642,539</b>	<b>8,823,308</b>
<b>Total Equity and Liabilities</b>		<b>8,718,950</b>	<b>9,007,284</b>

**Subsequent event**

6

These condensed consolidated financial statements are authorized for issuance by the Board of Directors on December 19, 2013.

**On behalf of the Board:**

James 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 financial statements.*

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

	Notes	Three months ended October 31, 2013	Three months ended October 31, 2012
<b>EXPENSES</b>			
Amortization	5	\$ 2,731	\$ 2,590
General and administrative		8,572	9,065
General exploration		36,833	3,478
Insurance		8,386	9,237
Investor relations		15,569	16,287
Listing and filing fees		1,734	390
Professional fees		34,050	33,686
Rent		32,560	31,076
Salaries		90,198	97,354
Share based compensation	4	8,084	39,322
Shareholder relations		648	1,081
Transfer agents		2,836	2,963
<b>Loss before other items</b>		<b>242,201</b>	<b>246,529</b>
<b>OTHER ITEMS</b>			
Foreign exchange loss (gain)		(4,735)	3,419
Interest income		(1,960)	(4,083)
<b>Net loss for the period</b>		<b>\$ 235,506</b>	<b>\$ 245,865</b>
<b>Basic and diluted loss per common share</b>	4	<b>\$ (0.00)</b>	<b>\$ (0.00)</b>

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

**CAMINO MINERALS CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS**  
Expressed in Canadian dollars

	3 months ended October 31, 2013 \$	3 months ended October 31, 2012 \$
<b>Net loss for the period</b>	235,506	245,865
Other comprehensive loss for the period:		
Currency translation difference	43,314	(20,573)
<b>Net comprehensive loss for the period</b>	<b>278,820</b>	<b>225,292</b>

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

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

	Notes	Three months ended October 31, 2013	Three months ended October 31, 2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Loss for the period from operations		\$ (235,507)	\$ (245,865)
Items not affecting cash:			
Amortization	5	2,731	2,590
Share-based compensation	4	8,084	39,322
Foreign exchange		11,345	9,987
Change in non-cash working capital items:			
Receivables		(5,893)	19,886
Prepaid expenses		2,502	15,630
Accounts payable and accrued liabilities		12,365	18,555
<b>Net cash used in operating activities</b>		<b>(204,373)</b>	<b>(139,895)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
VAT receivable		(7,392)	(66,509)
Expenditures on mineral interests	3	(171,732)	(458,490)
Purchase of property, plant and equipment	5	-	-
<b>Net cash used in investing activities</b>		<b>(179,124)</b>	<b>(524,999)</b>
<b>Change in cash and cash equivalents for the period</b>		<b>(383,497)</b>	<b>(664,894)</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>\$ 1,155,469</b>	<b>\$ 1,365,062</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.

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

**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	-	-	-	11,424	-	-	-	11,424
Other comprehensive loss	-	-	-	-	-	43,314	-	43,314
Loss for the year	-	-	-	-	-	-	(235,507)	(235,507)
<b>Balance – Oct 31, 2013</b>	<b>96,265,432</b>	<b>16,388,981</b>	<b>12,220,615</b>	<b>1,631,680</b>	<b>458,836</b>	<b>(39,945)</b>	<b>(22,017,628)</b>	<b>8,642,539</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	-	-	-	53,313	-	-	53,313
Other comprehensive income	-	-	-	-	20,573	-	20,578
Loss for the period	-	-	-	-	-	(245,865)	(245,865)
<b>Balance – October 31, 2012</b>	<b>65,265,432</b>	<b>14,731,000</b>	<b>12,220,615</b>	<b>1,523,125</b>	<b>(498,883)</b>	<b>(20,044,198)</b>	<b>7,931,659</b>

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

**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, 2012 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 for the fiscal 2014 year.

<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



**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.

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
For the three months ended October 31, 2013  
Expressed in Canadian dollars  
(unaudited)

**3. MINERAL INTERESTS**

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

During the quarter ended October 31, 2013, the Volcanes concession which is part of the Maijoma claim group was abandoned.

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	990,253	2,011,995	7,216,140
Acquisition	-	-	-	-	-
Assaying	-	-	7,190	14,350	21,540
Amortization	-	-	2,740	3,613	6,353
Claim taxes	-	-	7,044	-	7,044
Consulting	-	-	-	2,452	2,452
Field and office supplies	-	-	-	1,435	1,435
Geology and prospecting	-	-	798	-	798
Share-based compensation	-	-	1,460	1,925	3,385
Subsidiary overhead allocation	-	-	4,882	10,797	15,679
Travel	-	-	-	2,808	2,808
Exploration costs for the period	-	-	24,114	37,380	61,494
Currency translation difference	15,952	4,200	10,056	5,118	35,326
Balance, October 31, 2013	3,443,294	790,750	1,024,423	2,054,493	<b>7,312,960</b>

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

For the three months ended October 31, 2013

Expressed in Canadian dollars

(unaudited)

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

	<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, 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

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
For the three months ended October 31, 2013  
Expressed in Canadian dollars  
(unaudited)

**4. CAPITAL AND RESERVES**

*Authorized Share Capital*

At October 31, 2013, 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.

No options were granted for the quarter ended October 31, 2013 and 2012.

*Basic and diluted loss per share*

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

	Three months ended October 31, 2013	Three months ended October 31, 2012
Loss attributable to common shareholders	\$ 235,506	\$ 245,865
Weighted average number of common shares outstanding for calculation of loss per share	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 October 31, 2013 is as follows:

	Options Outstanding	Weighted Average Exercise Price \$
<b>At July 31, 2013</b>	5,915,000	0.26
Granted	-	-
Cancelled	-	-
Exercised	-	-
Expired	-	-
<b>At Oct 31, 2013</b>	5,915,000	0.26

**CAMINO MINERALS CORPORATION**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
For the three months ended October 31, 2013  
Expressed in Canadian dollars  
(unaudited)

**5. 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, October 31, 2013	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	(879)	(688)	(1,299)	(5,858)	(8,725)
Balance, October 31, 2013	(27,745)	(28,236)	(31,131)	(76,287)	(163,400)
<b>Currency translations differences</b>					
July 31, 2013	379	855	538	2,314	4,086
Change for the period	(345)	(773)	(490)	(2,108)	(3,716)
October 31, 2013	34	82	48	206	370
<b>Carrying amounts</b>					
July 31, 2013	8,238	18,308	11,516	55,291	93,353
October 31, 2013	7,425	18,076	10,500	44,912	80,912

**6. SUBSEQUENT EVENT**

On November 26, 2013, the Company granted 2,520,000 options to directors, officers, employees and consultants of the Company. These options are exercisable at a price of \$0.07 for a period of 5 years from the date of grant.