

INTERIM FINANCIAL STATEMENTS

STRATABOUND MINERALS CORP.

(Unaudited – Prepared by Management)

March 31, 2007

Stratabound Minerals Corp.

BALANCE SHEET

(Unaudited – Prepared by Management)

	March 31, 2007	December 31, 2006
	\$	\$
ASSETS		
Current		
Cash	123,342	236,687
Marketable securities	329	329
Accounts receivable	15,035	68,501
Provincial resource tax credit receivable	40,000	40,000
	<u>178,706</u>	<u>345,517</u>
Property and equipment	9,544	10,229
Mineral properties [note 3]	4,671,980	4,544,420
	<u>4,860,230</u>	<u>4,900,166</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	45,929	103,655
Future income taxes	102,000	70,000
	<u>147,929</u>	<u>173,655</u>
Shareholders' equity		
Share capital [note 4]	9,985,168	9,908,168
Contributed surplus	282,475	282,475
Deficit	(5,555,342)	(5,464,132)
	<u>4,712,301</u>	<u>4,726,511</u>
	<u>4,860,230</u>	<u>4,900,166</u>

See accompanying notes

Approved on behalf of the Board of Directors:

“Stan Stricker” _____ Director “Keith E. Macdonald” _____ Director

Stratabound Minerals Corp.

STATEMENT OF OPERATIONS AND DEFICIT

Three months ended March 31

(Unaudited – Prepared by Management)

	2007	2006
	\$	\$
Revenues	762	1,208
Expenses		
Consulting fees	15,000	—
Salaries and benefits	13,258	13,276
Professional fees	11,169	7,581
Filing fees and investor communications	9,921	5,807
Office and other	8,889	5,327
Rent	1,050	1,050
Amortization	685	336
	59,972	33,377
Net loss before income taxes	59,210	32,169
Income taxes		
Future income tax	32,000	6,500
Net loss for the period	91,210	38,669
Deficit, beginning of period	5,464,132	5,163,284
Deficit, end of period	5,555,342	5,201,953
Basic loss per share	0.003	0.002
Diluted loss per share	0.003	0.002

See accompanying notes

Stratabound Minerals Corp.

STATEMENT OF CASH FLOWS

Three months ended March 31

(Unaudited – Prepared by Management)

	2007	2006
	\$	\$
CASH PROVIDED BY (USED IN)		
Operating		
Net loss for the period	(91,210)	(38,669)
Items not involving cash		
Depletion and amortization	685	336
Future income taxes	32,000	6,500
Funds from operations	(58,525)	(31,833)
Net change in non-cash working capital	(4,260)	(48,309)
	(62,785)	(80,142)
Investing		
Expenditures on mineral properties	(120,560)	(80,312)
Government incentives	10,000	20,000
	(110,560)	(60,312)
Financing		
Proceeds from issuance of share capital	60,000	—
Decrease in cash for the period	(113,345)	(140,454)
Cash, beginning of period	236,687	325,874
Cash, end of period	123,342	185,420

See accompanying notes

Stratabound Minerals Corp.

NOTES TO INTERIM FINANCIAL STATEMENTS

March 31, 2007 and 2006

(Unaudited – Prepared by Management)

The Company's auditors have not audited nor have they performed a review of these interim financial statements. The unaudited interim financial statements for the period ended March 31, 2007 have been prepared by management in accordance with Canadian generally accepted accounting principles and follow the same accounting policies as the financial statements for the fiscal year ended December 31, 2006. The unaudited interim financial statements should be read in conjunction with the financial statements and the notes therein for the fiscal year ended December 31, 2006.

1. FUTURE OPERATIONS

The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain ore reserves that are economically recoverable.

These financial statements have been prepared on the going concern basis and do not include any adjustments that may be required should the Company be unable to continue as a going concern. The amounts shown as mineral properties costs represent net costs to date, less amounts written off, and do not necessarily represent present or future values. The recoverability of the cost of mineral properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition of properties.

2. ACCOUNTING POLICY CHANGE

On January 1, 2007, in accordance with the applicable transitional provisions, the Company adopted on a prospective basis without restating prior periods, the new recommendations of the CICA Handbook included in Section 1530, Comprehensive Income, Section 3251, Equity, Section 3855, Financial Instruments – Recognition and Measurement, Section 3861, Financial Instruments – Disclosure and Presentation.

Section 1530, Comprehensive Income, establishes the standards for the disclosure and presentation of comprehensive income and its components in the financial statements. Comprehensive income includes the change in the net assets of a company arising from transactions, events and circumstances excluding those related to shareholders. Section 3251, Equity, establishes standards for the presentation of equity and changes in equity during the reporting period.

Section 3855, Financial Instruments – Recognition and Measurement and Section 3861, Financial Instruments – Disclosure and Presentation, establish standards for classification, recognition, measurement, presentation and disclosure of financial instruments in the financial statements. These standards prescribe the basis of presentation for gains and losses on financial instruments. Gains and losses on financial instruments are recognized in net income or other comprehensive income, based on the underlying financial instrument classification.

The Company's earnings per share presented on the statements of operations and deficit is based upon its loss for the period which excludes comprehensive income.

The adoption of these sections had no significant impact on the Company's financial statements.

Stratabound Minerals Corp.

NOTES TO INTERIM FINANCIAL STATEMENTS

March 31, 2007 and 2006

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3. MINERAL PROPERTIES

The Company has capitalized expenditures related to the mineral properties summarized as follows:

	Bathurst, N.B. \$	Otish Mountains Que. \$	Ramsay Brook, N.B. \$	Elmtree, N.B. \$	Enja, Que. \$	Big Presque Isle, N.B. \$	Melchett Lake, Ont. \$	Total \$
Cost – January 1, 2007	2,692,110	209,113	238,675	1,236,566	140,862	27,094	—	4,544,420
Acquisition & renewals	2,206	—	—	—	3,312	669	20,000	26,187
Assays and analyses	—	—	—	34,560	—	542	—	35,102
Drilling	—	—	—	42,062	—	—	—	42,062
Geology and supervision	11,724	—	850	10,462	1,681	3,492	—	28,209
Geophysics	—	—	—	—	—	—	—	—
Line-cutting	—	—	—	—	—	—	—	—
Salaries and benefits	—	—	—	3,000	—	1,500	1,500	6,000
Stock-based compensation	—	—	—	—	—	—	—	—
Government incentives	(10,000)	—	—	—	—	—	—	(10,000)
Cost – March 31, 2007	2,696,040	209,113	239,525	1,326,650	145,855	33,297	21,500	4,671,980
Cost – January 1, 2006	2,623,484	198,012	241,460	406,263	63,164	—	—	3,532,383
Acquisition & renewals	189	5,716	—	—	—	—	—	5,905
Assays and analyses	—	1,740	—	—	—	—	—	1,740
Drilling	—	—	—	6,838	—	—	—	6,838
Geology and prospecting	3,930	3,245	2,450	26,292	668	—	—	36,585
Geophysics	—	—	—	17,665	—	—	—	17,665
Line-cutting	—	—	—	5,579	—	—	—	5,579
Salaries and benefits	300	300	300	4,800	300	—	—	6,000
Stock-based compensation	—	—	—	—	—	—	—	—
Government incentives	—	—	—	(20,000)	—	—	—	(20,000)
Cost – March 31, 2006	2,627,903	209,013	244,210	447,437	64,132	—	—	3,592,695

For the periods ended March 31, 2007 and 2006, the Company's mineral properties were non-producing and were not subject to depletion. The Company also did not charge any amount to income for accretion expense.

Stratabound Minerals Corp.

NOTES TO INTERIM FINANCIAL STATEMENTS

March 31, 2007 and 2006

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4. SHARE CAPITAL

Authorized

An unlimited number of common shares, without nominal or par value

Issued

	Number of shares	Amount \$		Number of shares	Amount \$
December 31, 2006	27,099,162	9,908,168	December 31, 2005	21,221,162	8,887,025
Issued on exercise of warrants	300,000	60,000		-	-
Issued for mineral properties	68,000	17,000		-	-
March 31, 2007	27,467,162	9,985,168	March 31, 2006	21,221,162	8,887,025

Stock options outstanding

	Number of Options	Exercise Price \$	Expiry Date
	450,000	0.22	Aug. 2, 2007
	250,000	0.20	Mar. 5, 2009
	375,000	0.15	Jun. 27, 2009
	175,000	0.20	Apr. 27, 2010
	1,150,000	0.20	Nov. 13, 2011
Total as at March 31, 2007	2,400,000		

Share purchase warrants outstanding

	Number of Warrants	Exercise Price \$	Expiry Date
	1,467,447	0.22	May 17, 2007
	630,000	0.20	July 28, 2007
	14,875	0.25	Nov. 7, 2007
	185,000	0.30	Dec. 10, 2007
	97,000	0.25	Dec. 27, 2007
	150,000	0.20	Aug. 25, 2008
Total as at March 31, 2007	2,544,322		

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NOTES TO INTERIM FINANCIAL STATEMENTS

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5. SUBSEQUENT EVENTS

i) On April 20, 2007, the Company completed a non-brokered private placement raising \$576,800 by issuing 1,648,000 common shares at \$0.35 per share on a flow-through basis. Each share is subject to a hold period of four-months.

ii) Subsequent to period end, 1,191,447 warrants were exercised at a price of \$0.22 per warrant for total proceeds of \$262,118. The remaining 276,000 warrants expired on May 17, 2007.