

INTERIM FINANCIAL STATEMENTS

STRATABOUND MINERALS CORP.

(Unaudited – Prepared by Management)

March 31, 2005

Stratabound Minerals Corp.

BALANCE SHEET

(Unaudited – Prepared by Management)

	March 31, 2005	December 31, 2004
	\$	\$
ASSETS		
Current		
Cash	94,456	219,078
Marketable securities	229	229
Accounts receivable	18,657	45,801
Provincial resource tax credit receivable	31,300	31,300
	<u>144,642</u>	<u>296,408</u>
Property and equipment	3,838	4,128
Mineral properties [note 2]	3,235,794	3,023,460
	<u>3,384,274</u>	<u>3,323,996</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	102,663	31,501
	<u>102,663</u>	<u>31,501</u>
Shareholders' equity		
Share capital [note 3]	8,434,605	8,414,605
Contributed surplus	40,000	40,000
Deficit	(5,192,994)	(5,162,110)
	<u>3,281,611</u>	<u>3,292,495</u>
	<u>3,384,274</u>	<u>3,323,996</u>

See accompanying notes

Approved on behalf of the Board of Directors:

“Stan Stricker” _____ Director “Michael Mann” _____ Director

Stratabound Minerals Corp.

STATEMENTS OF OPERATIONS AND DEFICIT

Three months ended March 31

(Unaudited – Prepared by Management)

	2005	2004
	\$	\$
Revenues	696	575
Expenses		
Salaries and benefits	11,065	11,071
Office and other	10,932	6,059
Filing fees and investor communications	6,893	7,505
Professional fees	1,500	8,876
Rent	900	900
Stock-based compensation	—	29,333
Amortization	290	407
	31,580	64,151
Net loss for the period	30,884	63,576
Deficit, beginning of period	5,162,110	5,063,948
Deficit, end of period	5,192,994	5,127,524
Basic loss per share	0.002	0.005
Diluted loss per share	0.002	0.005

See accompanying notes

Stratabound Minerals Corp.

STATEMENTS OF CASH FLOWS

Three months ended March 31

(Unaudited – Prepared by Management)

	2005	2004
	\$	\$
CASH PROVIDED BY (USED IN)		
Operating		
Net loss for the period	(30,884)	(63,576)
Items not involving cash		
Depletion and amortization	290	407
Stock-based compensation	—	29,333
Funds from operations	(30,594)	(33,836)
Net change in non-cash working capital	118,306	(21,264)
	87,712	(55,100)
Investing		
Expenditures on mineral properties	(212,334)	(49,062)
Government incentives	—	4,550
	(212,334)	(44,512)
Decrease in cash for the period	(124,622)	(99,612)
Cash, January 1	219,078	266,065
Cash, March 31	94,456	166,453

See accompanying notes

Stratabound Minerals Corp.

NOTES TO FINANCIAL STATEMENTS

March 31, 2005 and 2004

(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, 2005 have been prepared by management in accordance with Canadian generally accepted accounting principles and follow the same accounting policies as the consolidated financial statements for the fiscal year ended December 31, 2004. The unaudited interim financial statements should be read in conjunction with the consolidated financial statements and the notes therein for the fiscal year ended December 31, 2004.

The financial statements previously included the accounts of Compania Minera Stratamex, S.A. de C.V., which was wholly owned by the Company. The subsidiary was dissolved effective December 22, 2003 and, consequently, these financial statements do not include any operations of the dissolved subsidiary.

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. 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. \$	Three months
						2005 \$
Cost – January 1, 2005	2,561,135	163,864	139,512	158,949	—	3,023,460
Acquisition & renewals	187	—	—	—	28,477	28,664
Assays and analyses	—	30,000	—	6,790	—	36,790
Drilling	—	—	—	92,712	—	92,712
Geology and prospecting	—	1,067	328	7,725	18,331	27,451
Geophysics	—	—	—	—	21,717	21,717
Salaries and benefits	—	—	—	4,000	1,000	5,000
Stock-based compensation	—	—	—	—	—	—
Government incentives	—	—	—	—	—	—
Cost – March 31, 2005	2,561,322	194,931	139,840	270,176	69,525	3,235,794

Stratabound Minerals Corp.

NOTES TO FINANCIAL STATEMENTS

March 31, 2005 and 2004

(Unaudited – Prepared by Management)

2. MINERAL PROPERTIES (CONT'D)

	Bathurst, N.B. \$	Otish Mountains, Que. \$	Ramsay Brook, N.B. \$	Elmtree, N.B. \$	Enja, Que. \$	Three months
						2004 \$
Cost – January 1, 2004	2,556,822	100,824	72,666	28,056	—	2,758,368
Acquisition & renewals	—	5,880	—	40	—	5,920
Assays and analyses	—	6,048	—	—	—	6,048
Drilling	—	—	—	—	—	—
Geology and prospecting	893	942	1,001	18,908	—	21,744
Geophysics	—	—	10,350	—	—	10,350
Salaries and benefits	—	2,000	500	2,500	—	5,000
Stock-based compensation	—	4,267	1,066	5,334	—	10,667
Government incentives	—	—	(4,550)	—	—	(4,550)
Cost – March 31, 2004	2,557,715	119,961	81,033	54,838	—	2,813,547

3. SHARE CAPITAL

Authorized

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

Issued

	Number of shares	Amount \$
March 31, 2005 and December 31, 2004	16,925,579	8,434,605

The Company reserved 100,000 shares at \$0.20 per share as partial consideration for the Enja property in Quebec, subject to regulatory approval that was received April 6, 2005.

Stratabound Minerals Corp.

NOTES TO FINANCIAL STATEMENTS

March 31, 2005 and 2004

(Unaudited – Prepared by Management)

3. SHARE CAPITAL (CONT'D)

Stock options outstanding

Number of Options	Exercise Price \$	Expiry Date
35,000	0.60	July 26, 2005
200,000	0.50	Apr. 17, 2006
500,000	0.22	Aug. 2, 2007
250,000	0.20	Mar. 5, 2009
Total	985,000	

Subsequent to the period-end, the Company granted an additional 425,000 options to directors, officers and consultants pursuant to its Stock Option Plan. The exercise price for each option is \$0.15 per share. The options vest immediately and expire on April 21, 2010.

Share purchase warrants outstanding

Number of Warrants	Exercise Price \$	Expiry Date
440,050	0.22	Oct. 24, 2005
177,500	0.15	June 28, 2006
1,586,000	0.15	July 25, 2006
210,000	0.20	Oct. 14, 2006
185,000	0.30	Dec. 10, 2006
125,000	0.20	Dec. 23, 2006
1,477,447	0.22	May 17, 2007
930,000	0.20	July 28, 2007
Total	5,130,997	