

RJK Explorations Ltd.

Balance Sheet

	<i>March 31, 2007 (Unaudited)</i>	<i>December 31, 2006 (Audited)</i>
Assets		
Current Assets		
Cash and cash equivalents	\$ 226,794	\$ 4,744
GST recoverable	5,453	113
	232,247	4,857
Mineral properties and deferred expenditures <i>(Note 2)</i>	1,352,580	1,327,231
Capital assets <i>(Note 3)</i>	2,546	2,648
	\$ 1,587,373	\$ 1,334,736
Liabilities		
Current Liabilities		
Due to related parties <i>(Note 4)</i>	\$ 48,323	\$ 48,323
Accounts payable and accrued liabilities <i>(Note 42)</i>	205,613	210,258
	253,936	258,581
Shareholders' Equity		
Capital stock class B Issued 854,140 shares	427,070	427,070
Capital stock class A <i>(Note 5)</i>	17,357,049	17,057,049
Contributed Surplus	81,000	81,000
Deficit	(16,531,682)	(16,488,964)
	1,333,437	1,076,155
	\$ 1,587,373	\$ 1,334,736

Approved by the Board:

("Signed") Glenn Kasner, Director

("Signed") Barry Milne, Director

Notice to Reader

Management has compiled the unaudited interim financial information of RJK Exploration Ltd. consisting of the interim Balance Sheet as at March 31, 2007 and the Statements of Operations and Deficit and Cash Flows for the three months ended March 31, 2007. All amounts are stated in Canadian Dollars. An accounting firm has not reviewed or audited this interim financial information.

RJK Explorations Ltd.

Statement of Operations and Deficit

<i>Three Months Ended March 31,</i>	<i>2007</i>	<i>2006</i>
Operating Expenses		
Office and general	\$ 15,285	\$ 15,180
Professional fees	680	520
Shareholder Information	26,753	779
Net Loss	42,718	16,479
Deficit, beginning of period	16,488,964	16,359,693
Deficit - end of period	\$ 16,531,682	\$ 16,,376,172
Loss per share	\$0.001	\$0.001

See notes to the unaudited financial statements

RJK Explorations Ltd.

Statement of Cash Flow

<i>Three Months Ended March 31,</i>	2007	2006
(Unaudited)		
Operations		
Net Loss	\$ (42,718)	\$ (16,479)
Adjustments to reconcile net loss to cash flow from operating activities:		
Amortization	102	124
Net change in non-cash operating working capital items:		
GST recoverable	(5,340)	483
Accounts payable and accrued liabilities	(4,645)	15,480
Cash Flow used in Operating Activities	(52,601)	(392)
Financing		
Cash provided by issuance of Class "A" shares	300,000	0
Cash Flow from Financing Activities	300,000	0
Investing		
Expenditures on mineral properties	(25,349)	(94)
Cash flow used in Investing Activities	(25,349)	(94)
Net Increase (Decrease) in Cash	222,050	(486)
Cash beginning of the period	4,744	2,140
Cash end of period	\$ 226,794	\$ 1,654

See notes to the unaudited financial statements

RJK Explorations Ltd.

Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

1. Summary of Significant Accounting Policies

Nature of Operations and Going Concern Considerations

RJK Explorations Ltd. (RJK, or the Company) is in the process of exploring its mineral properties and has not yet determined whether the properties contain reserves that are economically recoverable. The recoverability of the amount shown for mineral properties is dependent upon the existence of economically feasible reserves, the ability of RJK to obtain the necessary financing to complete exploration and the development, and upon future profitable production or proceeds from disposition of such properties.

If the going concern basis of accounting is not appropriate, material adjustments may be necessary in the carrying amount and/or classifications of assets and liabilities and expenses in the financial statements.

The Company's Canadian exploration activities are undivided interests in properties that are explored jointly with others. Accordingly, these financial statements also reflect RJK's pro rata share of the assets, liabilities, and expenditures of these undivided interests.

Income Taxes

RJK follows the liability method of accounting for income taxes. Under this method, future tax liabilities and assets are recognized for the estimated tax consequences attributable to differences between the financial statement carrying amounts of assets and liabilities and their respective tax bases. Future tax liabilities and assets are measured using enacted tax rates. The effect on the future tax liabilities and assets of a change in tax rates is recognized in the period that the change occurs.

Flow-through Shares

Proceeds received on the issuance of common shares or warrants, which transfer the tax deductibility of mineral exploration expenditures to investors, are credited to the capital stock and the related exploration costs are charged to deferred exploration expenditures.

Mineral Properties

RJK defers the costs of exploration and capital assets on existing projects and carries them as assets until production commences. Mineral properties and deferred exploration expenditures are recorded at cost and do not necessarily reflect present or future values. If a project is successful, the related mineral properties and deferred exploration expenditures will be amortized over the estimated economic life of the project. If the project is unsuccessful, or if exploration has ceased because continuation is not economically feasible, the mineral properties and the related deferred exploration costs are written off. Option payments received are applied against the mineral property or deferred exploration costs.

Capital Assets

Capital assets are recorded at cost less accumulated amortization. Amortization is provided on the declining basis at rates from 10% to 30% per year.

RJK Explorations Ltd.

Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

1. Summary of Significant Accounting Policies (continued)

Net Loss Per Share

Net loss per share has been calculated based on the weighted average number of shares issued and outstanding during the quarter or year. In the years when the Company reports a net loss, the effect of potential issuances under options and warrants would be anti-dilutive and, therefore, basic and diluted losses per share are the same.

Stock-Based compensation Plan

RJK records employee stock-based compensation using the fair value method. Under the fair value method, stock based payments are measured at the fair value of the equity instruments issued and are amortized over the vesting period. The offset to the recorded cost is recorded to contributed surplus. Contributed surplus is relieved of these costs to the extent that the value of any exercised options is less than the current market price of the shares acquired by the optionee.

The Company uses the Black-Scholes option pricing model to determine the stock-based compensation expense.

Asset Retirement Obligations

As the Company currently has no projects under construction, there is no legal obligation requiring remediation.

However, as the development of any project commences, senior management will assess whether an asset retirement obligation ("ARO") liability will arise. At the point where such liability arises, the financial statement adjustment required will be to increase the project's property value and related ARO liability by the discounted value of the total liability. Thereafter, the Company will be required to record a charge to earnings each year to accrete the discounted ARO obligation amount to the final expected liability.

Impairment of Long-lived Assets

Senior management periodically reviews the carrying value of mineral properties and deferred exploration costs to consider whether there are any conditions that may indicate impairment. Where estimates of future cash flows are available, a reduction in the carrying value is recorded to the extent the net book value of the investment exceeds the estimated fair value which is normally the discounted value of future cash flows. Where estimates of future cash flows are not available and where other conditions suggest impairment, management assesses if the carrying value can be recovered and provides for impairment if so indicated, by reducing the carrying value of the property to its estimated fair value.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

RJK Explorations Ltd.

Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

2. Mineral Properties and Deferred Expenditures

	2007	2006
Mineral Properties		
Balance, beginning period	\$ 152,648	\$ 165,911
Mineral property additions	-	-
Write-downs	-	-
Balance, end of period	152,648	165,911
Deferred Exploration Expenditures		
Balance, beginning period	1,174,583	1,204,695
Deferred exploration expenditures	25,349	94
Write -downs	-	-
Balance, end of period	1,199,932	1,204,789
	\$ 1,352,580	\$ 1,370,700

3. Capital Assets

	2007		2006	
	Cost	Accumulated Amortization	Cost	Accumulated Amortization
Equipment	\$ 10,153	8,788	\$ 10,153	\$ 8,447
Building	3,475	2,294	3,475	2,163
	\$ 13,628	\$ 11,082	\$ 13,628	\$ 10,610
Net Book Value	\$ 2,546		\$ 3,018	

4. Related Party Transactions

The financial statements include balances and transactions with directors and officers of the Company and corporations related to directors of RJK as follows:

	2007	2006
Transactions during the year		
Consulting fees included in office and general expenses	\$ 15,000	\$ 15,000
Legal Fees	-	-
Related party payables included in		
Accounts payable and accrued liabilities	\$ 191,941	\$ 146,941

The amount due to related parties is non-interest bearing without any fixed terms of repayment.

RJK Explorations Ltd.

Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

5. Capital Stock

Share Capital

RJK's authorized share capital consists of an unlimited number of Class A Subordinate Voting Shares, 854,140 Class B Voting Shares, and an unlimited number of Class C Preference Shares without par value. The holders of the Class A Subordinate Shares are entitled to one vote per share while the holders of the Class B Voting Shares are entitled to five votes per share. The Class B and C Shares rank equally as to dividends. The Class C Preference Shares are issuable in series with the rights, privileges, restrictions, and conditions designated by the Directors at the time the particular series is created.

At any time, a holder of Class B Voting Shares may require the Company to redeem, in whole or, any part of the Class B Voting Shares so held upon the payment of 20¢ for each share redeemed. Any holder of Class B Voting Shares is entitled, at the holder's option, to convert any number of the Class B Voting Shares into Class A Subordinate Voting Shares on a 1:1 basis. The Class B Voting Shares will be deemed to be converted into Class A Subordinate Voting Shares under a take-over bid that is at a price above the market price of the Class A Subordinate Voting Shares.

The issued **Class A Subordinate Voting Share** capital is as follows:

	Number of Shares	Amount
Balance at December 31, 2006	27,963,539	\$ 17,057,549
Issuance of Class A Subordinate Voting Shares for cash:		
Private placements	3,000,000	300,000
Class A Subordinate Voting Shares issuance cost	261,000	-
Balance at March 31, 2007	31,224,539	\$ 17,357,549

During February 2007, the Company completed a brokered private placement financing by issuing 3,000,000 units for gross proceeds of \$300,000. Each unit consists of one Class A Subordinate Voting Share and one-half of one share purchase warrant. Each whole warrant entitles the holder to purchase one Class A Subordinate Voting Share at \$0.15 for a period of 18 months from closing. Under the terms of the private placement, RJK issued 261,000 common shares to finders of the private placement as finders shares.

RJK Explorations Ltd.

Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

5. Capital Stock (continued)

Stock Options

RJK has a stock option plan pursuant to which options to purchase Class A Subordinate Voting Shares may be granted to certain officers, directors and employees. The plan allows for the issuance of a rolling 10% of common shares outstanding. As at March 31, 2007 and 2006 the maximum allowable outstanding was 2,796,354. The following table summarizes the activity for the options to purchase Class A Subordinate Voting Shares:

	2007		2006	
	No. of Options (000's)	Weighted Average Exercise Price	No. of Options (000's)	Weighted Average Exercise Price
Outstanding, beginning of period	1,375	0.18	1,575	0.20
Transactions during the period:				
Granted	-		-	
Expired	-		-	
Outstanding, end of period	1,375	0.18	1,575	0.20
Exercisable, end of period	1,375	0.18	1,575	0.20

The following table provides additional information about outstanding stock options as at March 31, 2007:

Range of Exercise Prices	No. of Options Outstanding (000's)	Weighted Average Remaining Life (Years)	Weighted Average Exercise Price
\$0.15 - \$0.19	900	3.50	0.15
0.20 - 0.25	475	1.02	0.22
\$0.15 - \$0.25	1,375	2.64	0.18

On May 17, 2007 shareholder approval was obtained for the Stock Option Plan to issue a total of 1,300,000 stock options at an exercise price of \$0.20 to certain officers, directors and employees.

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Notes to Unaudited Financial Statements

Three Months Ended March 31, 2007 and 2006

6. Commitment

RJK acquired the mineral rights to Parcel 4686 Dawson Road Lots area, District of Thunder Bay. This land acquisition adds 80 acres to the Company's current Goldie Gold Project area of 3,760 acres. The Goldie Gold Project is a joint-venture with GLR Resources Inc. located approximately 30 miles west of Thunder Bay, Ontario.

Terms of the option require combined cash payments totaling \$67,500 over a 3 year term as well as a 2% Net Smelter Royalty ("NSR") and 50,000 shares of each Joint-Venture Company paid to the vendor upon commercial production. The NSR is subject to a buy-back clause whereby the companies may purchase 1% of the Royalty from the vendor for a cash consideration of \$750,000. Additionally, the Surface Rights to the parcel may be acquired from the vendor should the lands be required for mining / milling purposes for a consideration of 2.5 times the appraised value of the property calculated by two independent commercial appraisers at the time of sale.

RJK entered into an option agreement with a private company, Atomic Uranium Inc., on the Company's 22.26 square kilometer "On Strike Claim Group" in the East Bancroft area of Ontario. Atomic Uranium Inc. will make an initial \$25,000 cash payment, incur up to \$1,200,000 in expenditures and issue up to 250,000 shares of Atomic over a three year period to earn 60%. RJK will retain a 1% NSR subject to a buyback by Atomic of up to .5% with payments to \$600,000.

6. Potential Income Taxes Benefit

At December 31, 2006, RJK has \$7,083,300 (2005 - \$7,007,300) of unused cumulative Canadian exploration and development expenses available to offset future taxable income. The tax benefits pertaining to these expenses are available to carry forward indefinitely. The Company also has \$3,180,000 in capital losses that are available to reduce future taxable capital gains.