Consolidated Financial Statements of

MONUMENT MINING LIMITED

Six Months Ended as at December 31, 2008

UNAUDITED INTERIM FINANCIAL STATEMENT

In accordance with National Instrument 51-102 released by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the unaudited consolidated financial statements for the six months period ended December 31, 2008.

MONUMENT MINING LIMITED

Consolidated Balance Sheets (note 1)

		December 31, 2008 (unaudited)		June 30, 2008 (audited)
Assets				
Current assets				
Cash and cash equivalents	$	12,666,282	$	7,346,566
Accounts receivable		53,909		13,306
Prepaid expenses and deposits		323,203		132,056
		13,043,394		7,491,928
Property, plant and equipment (note 4)		5,995,412		785,929
Mineral property interests (note 5)		44,806,287		43,752,439
Deferred financing costs (note 6)		-		2,893,281
		50,801,699		47,431,649
	$	63,845,093	$	54,923,577
Liabilities and Shareholders' Equity				
Current liabilities				
Accounts payable and accrued liabilities	$	772,492	$	3,771,936
		772,492		3,771,936
Other liabilities				
Asset retirement obligation		107,537		107,537
Future income tax		723,000		723,000
		1,603,029		4,602,473
Shareholders' equity				
Share capital (note 7(b))		61,407,740		33,016,984
Subscription		-		15,863,000
Contributed surplus (note 7(f))		5,965,234		4,821,161
Deficit		(5,130,910)		(3,380,041)
		62,242,064		50,321,104
	$	63,845,093	$	54,923,577

(1) Commitments (notes 10)

See accompanying notes to consolidated financial statements.

Approved on behalf of the Board

"Robert Baldock" "George Brazier"

Robert Baldock, Director George Brazier, Director

MONUMENT MINING LIMITED

Consolidated Statements of Operations and Other Comprehensive Income (Loss)

	Three months ended		Six months ended	
	31-Dec-08	31-Dec-07	31-Dec-08	31-Dec-07
Expenses				
Stock-based compensation (note 7 (d))	$ 333,195	$ 17,825	$ 861,222	1,311,423
General and administration	337,465	166,782	601,183	313,230
Shareholder communications	74,611	52,607	129,583	119,762
Legal, accounting and audit	81,187	56,028	140,023	106,379
Travel	104,213	90,501	135,243	145,542
Regulatory compliance and filing	15,778	7,223	34,329	14,799
Amortization	3,463	-	6,812	-
	949,912	390,966	1,908,395	2,011,135
Loss before the under noted	(949,912)	(390,966)	(1,908,395)	(2,011,135)
Other earnings (expenses)				
Foreign cureency exchange gain (loss)	(61,353)	(20,454)	(63,128)	(21,351)
Interest income	109,048	34,806	220,654	67,721
Stamp duty	-	-	-	(27,068)
Loss from continued operations before future income tax recovery	(902,217)	(376,614)	(1,750,869)	(1,991,833)
Net income (loss) and comprehensive income (loss) for the period	(902,217)	(376,614)	(1,750,869)	(1,991,833)
Deficit, Beginning of period	(4,228,693)	(2,109,967)	(3,380,041)	(494,748)
Deficit, End of period	$ (5,130,910)	$ (2,486,581)	$ (5,130,910)	$ (2,486,581)
Earnings (loss) Per Share				
Basic and diluted - continued operations	$ (0.01)	$ (0.00)	$ (0.01)	$ (0.03)
Basic and diluted - total	$ -	$ -	$ -	$ -
Weighted average number of common shares outstanding	155,640,028	77,392,153	145,429,321	77,392,153

See accompanying notes to consolidated financial statements.

MONUMENT MINING LIMITED

Consolidated Statements of Cash Flows

		Three months ended			Six months ended
		31-Dec-08	31-Dec-07	31-Dec-08	31-Dec-07
Operating Activities					
Net loss for the period	$	(902,217)	$ (376,614)	$ (1,750,869)	$ (1,991,833)
Items not involving cash					
Stock-based compensation		333,195	17,825	861,222	1,311,423
Amortization		3,463	1,908	6,812	4,043
	$	(565,559)	(356,881)	(882,835)	(676,367)
Change in non-cash working capital items					
Accounts receivable		(8,556)	(5,973)	(40,603)	(13,208)
Prepaid expenses and deposits		(118,310)	85,265	(191,147)	102,257
Accounts payable and accrued liabilities		272,275	548,893	(444,726)	(279,671)
		145,409	628,185	(676,476)	(190,622)
Cash provided by (used in) operating activities		(420,150)	271,304	(1,559,311)	(866,989)
Financing Activities					
Net proceeds from exercise of Agent options		-	-	-	3,000
Net proceeds from private placement		-	-	9,277,755	-
Deferred finance cost		-	(28,800)	-	(28,800)
Cash provided by financing activities		-	(28,800)	9,277,755	(25,800)
Investing Activities					
Expenditure on mineral properties		(472,950)	(452,313)	(724,114)	(625,099)
Deferred costs		-	(35,000)	-	(35,000)
Purchase of property, plant and equipment		(1,361,111)	(570,452)	(1,674,614)	(584,247)
Cash used by investing activities		(1,834,061)	(1,057,765)	(2,398,728)	(1,244,346)
Increase in cash		(2,254,211)	(815,261)	5,319,716	(2,137,135)
Cash, beginning of period		14,920,493	3,174,348	7,346,566	4,496,222
Cash from discontinued operations		-	-	-	-
Cash and cash equivalent, end of period	$	12,666,282	$ 2,359,087	$ 12,666,282	$ 2,359,087

Supplemental cash flow information (note 11).

See accopanying notes to consolidated financial statements.

1. Organization, Nature of Operations and Going Concern

Monument Mining Limited (the "Company") is a natural resource company engaged in exploration for and development of gold mineral property interests. Its primary activities include pre-construction activities related to the engineering design of the processing gold treatment plant for the 100% owned Selinsing Gold Project and exploration activities on the 100% owned Damar Buffalo Reef exploration prospect (note 6). The Company's head office is located in Vancouver, BC, Canada. Its gold project development and exploration operations are carried out in Malaysia through its wholly owned subsidiaries.

The Company has not generated any revenue from operations yet since it entered into the mining business in June 2007. The Company is in the process of exploring its mineral property interests and, with the exception of Selinsing Gold Project, has not yet determined whether its mineral property interests contain economically recoverable mineral reserves. The underlying values and the recoverability of the amounts shown for mineral property interests do not necessarily represent or indicate future values. The recoverability of the amount shown for mineral property interests is dependent upon the discovery of economically recoverable resources, the ability of the Company to obtain the necessary financing to continue operations, to complete the development and exploration of the mineral property interests, and future profitable production or proceeds from the disposition of the mineral property interests.

Although the Company has taken steps to verify the title to its mineral property interests, in accordance with industry standards for the current stage of exploration of such property interests, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defect. To the best of the Company's knowledge, titles to its properties are in good standing.

2. Basis of Presentation and Summary of Significant Accounting Policies

These unaudited interim consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles for interim financial information and accordingly, do not include all disclosures required for annual financial statements.

The unaudited interim consolidated financial statements reflect, in the opinion of management, all adjustments and reclassifications necessary to present fairly the financial position, results of operations and cash flows at December 31, 2008 and for all periods presented. The results of operations for the six month period ended December 31, 2008 are not necessarily indicative of the results for the full year.

The statements should be read in conjunction with the June 30, 2008 audited consolidated annual financial statements included in the June 2008 Annual Report filed with the Securities Commissions. The financial statements reflect the same significant accounting policies as those described in the notes to the audited consolidated financial statements of Monument Mining Limited for the year ended June 30, 2008.

3. Financial Instruments

The carrying value of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, and debenture payable equals the fair values of these instruments.

The Company is exposed to credit risk with respect to its cash and cash equivalents; however, this is minimized as cash is placed with major Canadian financial institutions. It is management's opinion that the Company is not exposed to significant interest rate risk arising from these financial instruments due to the short-term maturity of its monetary assets and liabilities.

The Company is exposed to foreign currency risk to the extent expenditures incurred or funds received by the Company are not denominated in Canadian dollars. The majority of the Company's expenditures for property, plant and equipment and mineral property interests are in Malaysian ringgit and Australian dollars. The Company's ability to make these payments to satisfy its obligations for work commitments will be affected by foreign currency rate fluctuations. The Company is also exposed to foreign currency risk to the extent that it holds cash in Malaysian ringgit. As at December 31, 2008, the Company held the equivalent of $199,084 (2008 - $48,162) in Malaysian ringgit.

4. Property, Plant and Equipment

December 31, 2008		Cost		Accumulated amortization		Net book value
Buildings	$	229,899	$	2,774	$	227,125
Furniture and equipment		62,371		8,737		53,634
Computer		39,970		14,741		25,229
Vehicles		79,797		16,209		63,588
Heavy equipment		4,099,503		-		4,099,503
Pre-construction cost - Selinsing		1,526,333		-		1,526,333
	$	6,037,873	$	42,461	$	5,995,412

June 30, 2008		Cost		Accumulated amortization		Net book value
Buildings	$	91,492	$	3,171	$	88,321
Furniture and equipment		28,213		5,705		22,508
Computers		21,763		10,383		11,380
Vehicles		41,146		12,344		28,802
Heavy equipment		163,669		-		163,669
Pre-construction cost - Selinsing		471,249		-		471,249
	$	817,532	$	31,603	$	785,929

5. Mineral Property Interests

		Selinsing Gold Property (Development)		Buffalo Reef (Exploration)		Total
Cumulative balance, June 30, 2008	$	31,381,197	$	12,371,242	$	43,752,439
Assay and analysis		-		107,257		107,257
Drilling		-		138,853		138,853
Geological		189,688		88,965		278,653
Equipment rental		-		-		-
Freight		-		499		499
Property fees/assessment		25,046		11,370		36,416
Site activities		168,645		60,804		229,449
Enviromental		(4,088)		-		(4,088)
Socio-economic		25,331		-		25,331
Transportation		18,956		1,258		20,214
Incurred during the period		423,578		409,006		832,584
Non-cash capital assets amortization adjustment		(7,659)				(7,659)
Non-cash stock based compensation (note 7(d))		63,203		165,720		228,923
Total additions during the period		479,122		574,726		1,053,848
Cumulative balance, December 31, 2008	$	31,860,319	$	12,945,968	$	44,806,287

6. Deferred Financing Costs

At June 30, 2008, the Company was in the process of completing a private placement to raise $28,048,000 by issuing 70,120,000 units at $0.40 per unit (note 7 (b) (iv)). The 10% Agent's fee in the amount of $2,804,800, associated legal and filing fees of $52,440 were recorded as deferred financing costs and were credited against share capital upon completion of the private placement on July 21, 2008.

At June 30, 2008, the Company was in the process of closing a convertible credit facility for up to $10 million over a three-year term maturing July 15, 2011 with interest of 3% payable in the first year in cash or shares at the option of the Company and thereafter in cash. The Company must draw down not less than $6 million but up to $10 million by no later than December 31, 2008 as needed to fund its development work. The credit facility can be repaid any time at the Company's discretion. A 10% commission would be paid to the Agent, Qualson Global Limited, upon draw down of the facility.

The credit facility was convertible into units at a price of $0.40 per unit with each unit comprising one share and one-half warrant at the option of the lender. Each whole share purchase warrant was exercisable until July 15, 2011 and entitles the holder to purchase one common share at a price of $0.75 if converted in the first two years of the facility and at a price of $0.83 if converted in the third year of the facility. All conversions of the note and exercise of the warrants issued on conversion were subject to a four-month hold period. The convertible credit facility was secured by way of a debenture registered against all assets of the Company. The Company had the right to repay the entire principal balance of the debt after draw down at any time before maturity.

Total financing costs of $90,386 were incurred for completing the convertible credit facility closed on July 21, 2008, of which $36,041 were incurred and recorded against deferred financing costs as at June 30, 2008.

The Company served a Drawdown Notice (the "Notice") to the Lenders after complying with all of the terms of the Convertible Debenture. The Notice required the Lenders to provide the $10.0 M on or by the 12 December 2008. Monument has received a letter from the Lenders on December 3, 2008 advising that due to market conditions and the global credit melt down the Lenders would be unable to provide the funding on the agreed terms at this time. Therefore the cost of $90,386 was written off against operations.

7. Share Capital

(a) Authorized
Unlimited common shares without par value

7. Share Capital (continued)

(b) Issued and outstanding

Common shares	Shares		Amount
Balance, February 28, 2007	18,812,018	$	769,421
Non-brokered private placement for cash (note 7(b)(i))	2,000,000		435,139
Two for one share consolidation (note 7 (b)(ii))	(10,406,004)		-
Brokered and non-brokered private placement for cash (note 7(b)(iii))	20,083,000		9,053,208
Less: fair value of agent's options (note 7(b)(iii) and 7(f))	-		(445,109)
Shares issued for sponsorship (note 7(b)(iii))	500,000		250,000
Share issuance costs for sponsorship (note 7(b)(iii))	-		(250,000)
Shares issued for Selinsing acquisition (note 7(b)(iv))	31,400,009		15,700,005
Shares issued for Damar share acquisitions (note 7(b)(v))	15,000,000		7,500,000
Balance, June 30, 2007	77,389,023	$	33,012,664
Shares issued due to fractional rounding caused by share consolidation (note 7(b)(ii))	2		-
Agent's options exercised (note 7(e))	6,000		3,000
Agent's options exercised (note 7(f))	-		1,320
Balance, June 30, 2008	77,395,025	$	33,016,984
Brokered and non-brokered private placement for cash (note 7(b)(vi))	70,120,000		28,048,000
Share issuance costs for private placement (note 7(b)(vi))	-		(2,884,190)
Shares issued for ball mill purchase (note 7(b)(vii))	8,125,003		3,250,001
Share issuance costs for ball mill purchase (note 7(b)(vii))	-		(23,055)
Balance, December 31, 2008	155,640,028	$	61,407,740

(i) On March 15, 2007, the Company completed a non-brokered private placement of 2,000,000 units at a price of $0.25 per unit for gross proceeds of $500,000. Each unit was comprised of one common share and one-half share purchase warrant. Each warrant is exercisable into one common share at $0.65 until March 15, 2009. A commission of 10% was paid as an agent's fee and $14,861 was paid for associated legal and filing expenses.

(ii) On June 25, 2007, the total shares outstanding were rolled back on a two-for-one basis upon completion of the sale of the discontinued operations and acquisition of the Selinsing Gold and Buffalo Reef mineral property interests (collectively called the "major transaction"). The Company has adjusted the basic and diluted earnings per share retroactively for all periods presented to reflect the two-for-one rollback.

(iii) On June 25, 2007, the Company closed a private placement of 20,083,000 units at a price of $0.50 per unit for gross proceeds of $10,041,500. Each unit was comprised of one common share at $0.50 per share and one-half share purchase warrant. Each warrant entitles the holder to purchase one common share at $0.65 per share until June 25, 2009. Net cash proceeds from the private placement were $9,053,208 after payment of a 7.5% agent's commissions and related legal, consulting and filing fees of $235,180.

7. Share Capital (continued)

(b) Issued and outstanding (continued)

Of the gross proceeds, the brokered portion was $4,111,500 and the non-brokered portion was $5,930,000. An Agent's option fee of 10% was issued to Haywood Securities Inc. and other agents involved totaling 2,000,800 agent's options (note 6(f)). On June 25, 2007, upon closing of the private placement, the Company issued 500,000 common shares at $0.50 per share to Haywood Securities Inc. as sponsorship fees and $100,000 cash as a consulting fee for the transaction.

(iv) On June 25, 2007, through its wholly-owned Malaysian subsidiary, Polar Potential Sdn. Bhd., the Company acquired 100% of Selinsing Gold Property including two mining concessions. The property is located in Pahang State, Malaysia. The total consideration of $29,195,241 was comprised of $3,500,000 cash, a promissory note with fair value of $8,181,818 (note 9), the issuance of 31,400,009 fully paid treasury shares at an ascribed value of $0.50 per share totaling $15,700,005 and 5,000,000 share purchase warrants. Each share purchase warrant allows the holder to purchase one common share at $0.65 per share exercisable to June 25, 2009. The fair value of 5,000,000 share purchase warrants issued was estimated at $1,112,328 using the Black-Scholes option pricing model with the following assumptions: risk-free interest rate – 4.40%; expected life – 2 years; expected volatility – 78.06%; and expected dividends – nil. Also included in the acquisition price is $701,090 of associated incidental costs. The future income tax effect of $379,500 relating to the acquisition has been capitalized to increase the mineral property interest.

The 31,400,009 common shares issued for the acquisition were held in escrow, of which 10% were released on July 6, 2007 and 15% are to be released every six months thereafter. As at December 31, 2008, 18,840,006 shares were in escrow. Since the Company was upgraded to a Tier1 issuer in June 2008, all applicable escrow shares were allowed to be released within 18 month from issuance. On January 9, 2009, subsequent to the second quarter, the remaining escrow shares were released from escrow. In addition, the 31,400,009 common shares are subject to a voluntary pooling agreement to June 25, 2009.

(v) On June 25, 2007, the Company acquired 100% of the common shares of Damar Consolidated Exploration Sdn. Bhd. ("Damar"), a wholly-owned subsidiary of Avocet Mining PLC ("Avocet"), incorporated under the laws of Malaysia, thereby effectively acquiring 100% of the Buffalo Reef Tenement property interests, which lie continuously and contiguously along the gold trend upon which the Selinsing Gold Property is located.

Consideration for the acquisition of 100% of Damar shares and a promissory note of $1,722,868 (Malaysian Ringgit 5,573,824) from Damar to Avocet ("Avocet loan") was $1,750,000 cash, 15,000,000 common shares of the Company valued at $0.50 per share and 7,500,000 share purchase warrants. Each share purchase warrant allows the holder to purchase one common share at $0.65 per share exercisable to June 25, 2009. Of the total purchase price, 14,998,000 common shares of the Company and 7,499,000 share purchase warrants were deemed consideration for 100% of the Damar shares; the cash consideration, 2,000 common shares of the Company and 1,000 share purchase warrants were deemed consideration for the Avocet loan. As a result of the Avocet loan acquisition, the promissory note became payable from Damar to the Company. The future income tax effect of $569,300 relating to the acquisition has been capitalized to increase the mineral property interest.

The 15,000,000 common shares issued in the transaction are subject to a voluntary pooling agreement until June 25, 2009.

7. Share Capital (continued)

(b) Issued and outstanding (continued)

(vi) On July 21, 2008, the Company closed a private placement for total gross proceeds of $28,048,000 by issuing 70,120,000 units at $0.40 per unit, each unit comprising one fully paid share and one common share purchase warrant entitling the investor to purchase one additional common share of the Issuer at $0.50 per share for a three-year term from closing. Costs of the financing include a 10% agent fee in the amount of $2,804,800 paid to Qualson Global Limited and other associated legal and filing fees of $79,389. All common shares issued upon the private placement and exercise of the warrants issued on the private placement was subject to a four-month hold period expiring November 22, 2008.

(vii) On August 19, 2008, upon TSX Venture Exchange's acceptance of the Ball Mill Purchase Agreement between the Company and Avocet, the Company purchased a 1.0 million tons per year capacity ball mill from Avocet. Consideration of $3,250,001 for the mill was paid by the issuance of 8,125,003 units at $0.40 per unit, at the same price and the same terms as the private placement disclosed above, with each unit representing one share and one share purchase warrant exercisable at $0.50 for three years from date of issuance. All common shares issued upon the private placement and exercise of the warrants issued on the private placement will be subject to a four-month hold period expiring December 20, 2008. The cost to close the transaction was $23,055. Avocet is a shareholder of the Company.

(c) Warrants

The Continuity of share purchase warrants is as follows:

Note reference	7(b)(i)	7(b)(iii)	7(b)(iv)	7(b)(v)	Total outstanding and exercisable
Expiry date	15-Mar-09	25-Jun-09	21-Jul-11	19-Aug-13	
Exercise price	$ 0.65	$ 0.65	$ 0.50	$ 0.50	
Balance, February 28, 2007	-	-	-	-	-
Issued through private placement	1,000,000	10,041,500	-	-	11,041,500
Two for one consolidation	(500,000)	-	-	-	(500,000)
Issued through Selinsing acquisition	-	5,000,000	-	-	5,000,000
Issued through Damar share acquisition	-	7,500,000	-	-	7,500,000
Balance, June 30, 2007, outstanding and exercisable	500,000	22,541,500	-	-	23,041,500
Issued through exercise of Agent's warrants (note 6(f))	-	3,000	-	-	3,000
Balance, June 30, 2008, outstanding and exercisable	500,000	22,544,500	-	-	23,044,500
Issued through private placement	-	-	70,120,000		70,120,000
Issued through ball mill purchase	-	-		8,125,003	8,125,003
Balance, December 31, 2008,outstanding and exercisable	500,000	22,544,500	70,120,000	8,125,003	101,289,503

(d) Stock options

On August 15, 2008, the Company announced that the Board of Directors approved a fixed Stock Option Plan (the "2009 Plan"), which reserves in the aggregate 22,126,000 stock options for its directors, officers, employees and consultants. The 2009 Plan was approved by a disinterested vote of the Company's shareholders at its Annual General Shareholders' meeting held on December 5, 2008. The previous 10% Rolling Stock Option Plan was automatically converted to the 2009 Plan.

7. Share Capital (continued)

(d) Stock options (continued)

Under the 2009 Plan, 22,126,000 stock options were outstanding as at December 31, 2008.

Stock options activity is as follows:

	Number of common shares under option	Weighted average exercise price
Balance, June 30, 2007		
Granted	4,670,000	$ 0.50
Cancelled	(300,000)	$ 0.50
Balance, June 30, 2008	4,370,000	$ 0.50
Granted	17,756,000	$ 0.39
Balance, December 31, 2008	22,126,000	$ 0.41

The following table summarizes the stock options outstanding at December 31, 2008:

	Options outstanding			Options exercisable	
Exercise Price	Number of common shares	Expiry date	Weighted average exercise price	Weighted average number exercisable	Weighted average exercise price
$ 0.50	4,300,000	Jul 05, 2012	$ 0.50	4,300,000	$ 0.50
$ 0.58	70,000	Feb 18, 2011	$ 0.58	52,000	$ 0.58
$ 0.40	13,390,000	Feb 18, 2013	$ 0.40	2,538,902	$ 0.40
$ 0.50	1,200,000	Jul 05, 2012	$ 0.50	1,200,000	$ 0.50
$ 0.40	690,000	Aug 13, 2013	$ 0.40	-	-
$ 0.25	2,476,000	Dec 05, 2013	$ 0.25	-	-
Total	22,126,000		$ 0.41	8,091,402	$ 0.49

The expected remaining life of the stock options is 4.37 years.

The exercise prices of all stock options granted during the year were equal to the closing market prices at the grant date.

Using an option pricing model with assumptions noted below, the estimated fair value of all options granted during the six months ended December 31, 2008 have been reflected in the financial statements as follows:

	Three months ended		Six months ended	
	December 31, 2008	December 31, 2007	December 31, 2008	December 31, 2007
Exploration and development	$ 60,351	$ -	$ 228,923	$ 130,948
Property, plant and equipment	48,703	-	53,928	-
Administration and operation	333,195	17,825	861,222	1,311,423
Total compensation cost recognized in operations, credited to contributed surplus	$ 442,249	$ 17,825	$ 1,144,073	$ 1,442,371

7. Share Capital (continued)

(d) Stock options (continued)

The weighted average assumptions used to estimate the fair value of options were:

	Six months ended December 31, 2008	Six months ended December 31, 2007
Risk free interest rate	2.21% ~ 3.09%	3.87%
Expected life	4.37 year	4.5 year
Expected volatility	89% ~ 104%	60%
Expected dividends	nil	nil

Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate and, therefore, the existing models may not necessarily provide a reliable measure of the fair value of the Company's share purchase options.

(e) Agent's options

During the six months ended December 31 2008 no Agent options were exercised.

Continuity of Agent's options outstanding:

Expiry date	Exercise price	June 30, 2008 # of options outstanding	Agent's options exercised	December 31, 2008 # of options outstanding
25-Jun-09	$ 0.50	1,994,800	-	1,994,800

Continuity of Agent's options outstanding - June 30, 2008:

Expiry date		Exercise price	June 30, 2007 # of options outstanding	Agent's options exercised	June 30, 2008 # of options outstanding
25-Jun-09	$	0.50	2,000,800	(6,000)	1,994,800

(f) Contributed surplus

	Amount
Balance, February 28, 2007	$ -
Agent's options issued upon private placement	445,109
Warrants issued for property acquisitions	2,780,820
Balance, June 30, 2007	3,225,929
Stock-based compensation	1,596,552
Exercise of Agent's options (note 7(b))	(1,320)
Balance, June 30, 2008	$ 4,821,161
Stock-based compensation (note 7(d))	1,144,073
Balance, December 31, 2008	$ 5,965,234

8. Loss Per Share

	Three months ended		Six months ended	
	December 31, 2008	December 31, 2007	December 31, 2008	December 31, 2007
Loss for the period	$ (909,628)	$ (376,614)	$ (1,752,280)	$ (1,991,833)
Basic weighted average number of common shares outstanding	155,640,028	77,392,153	145,429,321	77,392,153
Basic loss per common share	$ (0.01)	$ (0.00)	$ (0.01)	$ (0.03)

9. Related Party Transactions

There was the following related party transactions during the six months ended December 31, 2008:

On August 19, 2008, upon TSX Venture Exchange's acceptance of the Ball Mill Purchase Agreement between the Company and Avocet, the Company purchased a 1.0 million tons per year capacity ball mill from Avocet Mining PLC. Consideration of $3,250,001 for the mill was paid by the issuance of 8,125,003 units at $0.40 per unit, at the same price and the same terms as the private placement disclosed under note 6(b)(iv), with each unit representing one share and one share purchase warrant exercisable at $0.50 for three years from date of issuance. The cost to close the transaction was $23,055. Avocet is a shareholder of the Company.

10. Commitments

At December 31, 2008, the Company has aggregate operating leases of $417,401 including the Company's leased office, accommodations and mineral properties tenement fees. The Company also committed $8,051,482 at December 31, 2008 to its gold treatment plant construction at Selinsing Gold Project.

	2009	2010	2011	2012	2013	Total
Operating lease	$ 96,345	$ 97,555	$ 98,765	$ 92,006	$ 32,730	$ 417,401
Construction	5,651,175	2,400,307	-	-	-	8,051,482
	$ 5,747,520	$ 2,497,862	$ 98,765	$ 92,006	$ 32,730	$ 8,468,883

10. Supplemental Cash Flow Information

Supplemental information	Threee month ended December 31,		Six month ended December 31,	
	2008	2007	2008	2007
Non cash financing and investing activities	$	$	$	$
Stock based options charged to mineral property interests	60,351	-	228,923	130,948
Stock based options charged to property, plant and equipment	124,409	-	327,885	-
Deferred financing costs included in accounts payable	(90,386)	-	(2,893,281)	-
Amortization charged to mineral properties	(1,804)	-	4,047	-
Mineral property costs included in accounts payable	(29,965)	-	96,764	-
Property, plant and equipment costs included in accounts payable	38,323	-	241,799	-
Shares issued pursuant to acquisition of equipment	-	-	3,250,001	-
Shares subcribed in proir year fom private placement of $28.4 milliom	-	-	15,863	-
Credit to share capital from contributed surplus due to exercise of Agent's	-	-	- -	1,320

11. Segment Disclosures

The Company's one reportable operating segment is the exploration and development of mineral property interests, which occur entirely in Malaysia. Geographic information is as follows:

Assets	December 31, 2008	June 30, 2008
Canada	$ 14,022,572	$ 10,445,577
Malaysia	49,822,521	44,478,000
	$ 63,845,093	$ 54,923,577

12. Subsequent event

Stock purchase options

Subsequent to the six month ended December 31, 2008, 1,000,000 stock purchase options were cancelled; 550,000 stock purchase options were granted to employees and consultants for a life of five years from the grant date, exercisable at a price of $0.25. The newly granted options have a 4 month hold and will vest over a 2-year period, one year and two years respectively after the grant date. As a result of the new grants and prior grants, a total of 21,676,000 stock purchase options have been granted and 450,000 common shares are reserved for grant under the 2009 Plan.

Forward Contracts

On February 12, 2009, subsequent to the six month ended December 31, 2008, the Company entered a series of forward contracts to hedge its foreign exchange risk from Canadian dollar to Malaysia Ringgit for total $5 million.