GUYANA GOLDFIELDS INC.

(An exploration stage entity)

Interim Consolidated Financial Statements

(Expressed in Canadian Dollars)

Three and Six Months Ended April 30, 2010

(Unaudited)

GUYANA GOLDFIELDS INC.

MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The accompanying unaudited interim consolidated financial statements of Guyana Goldfields Inc. (an exploration stage entity) were prepared by management in accordance with Canadian generally accepted accounting principles. The most significant of these accounting principles have been set out in the October 31, 2009 audited consolidated financial statements. Only changes in accounting policies have been disclosed in these unaudited interim consolidated financial statements. Management acknowledges responsibility for the preparation and presentation of the unaudited interim consolidated financial statements, including responsibility for significant accounting judgments and estimates and the choice of accounting principles and methods that are appropriate to the Company's circumstances.

Management has established systems of internal control over the financial reporting process that are designed to provide reasonable assurance that relevant and reliable financial information is produced.

The Board of Directors is responsible for reviewing and approving the unaudited interim consolidated financial statements together with other financial information of the Company and for ensuring that management fulfills its financial reporting responsibilities. An Audit Committee assists the Board of Directors in fulfilling this responsibility. The Audit Committee meets with management to review the financial reporting process and the unaudited interim consolidated financial statements together with other financial information of the Company. The Audit Committee reports its findings to the Board of Directors for its consideration in approving the unaudited interim consolidated financial statements together with other financial information of the Company for issuance to the shareholders.

Management recognizes its responsibility for conducting the Company's affairs in compliance with established financial standards, and applicable laws and regulations, and for maintaining proper standards of conduct for its activities.

/s/ J. Patrick Sheridan
Chief Executive Officer

/s/ Paul J. Murphy
Chief Financial Officer

Toronto, Canada
June 8, 2010

NOTICE TO READER

Under National Instrument 51-102, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these interim consolidated financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

GUYANA GOLDFIELDS INC.

GUYANA GOLDFIELDS INC.

(An exploration stage entity)

Interim Consolidated Balance Sheets

(Expressed in Canadian Dollars)

(Unaudited)	April 30, 2010	October 31, 2009
Assets		
Current assets		
Cash and cash equivalents	**$ 76,499,930**	$ 22,579,531
Short-term investments (Note 6)	**978,433**	818,560
Accounts receivable and prepaid expenses	**822,502**	626,109
Restricted cash (Note 5)	**106,791**	113,740
Equipment deposits	**2,169,252**	-
	80,576,908	24,137,940
Investment in Guyana Precious Metals Inc. (Note 7)	**507,210**	406,210
Equipment (Note 8)	**316,098**	14,064
Mineral exploration properties (Note 9)	**68,006,447**	55,972,018
	$149,406,663	$ 80,530,232
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities (Note 13)	**$ 1,855,281**	$ 1,970,629
Shareholders' equity		
Share capital (Note 10)	**160,613,779**	88,404,924
Warrants (Note 11)	**5,904,655**	6,027,715
Stock options (Note 12)	**10,707,166**	9,815,762
Contributed surplus	**4,268,863**	4,268,863
Deficit	**(33,943,081)**	(29,957,661)
	147,551,382	78,559,603
	$149,406,663	$ 80,530,232

See accompanying notes to interim consolidated financial statements.

Nature of operations (Note 1)
Contingencies (Note 14)
Commitments (Note 15)
Subsequent event (Note 18)

APPROVED ON BEHALF OF THE BOARD

"J. Patrick Sheridan" Director

"Alan Ferry" Director

GUYANA GOLDFIELDS INC.
(An exploration stage entity)
Interim Consolidated Statements of Operations and Comprehensive Loss
(Expressed in Canadian Dollars)

(Unaudited)	Three Months Ended April 30, 2010	Three Months Ended April 30, 2009	Six Months Ended April 30, 2010	Six Months Ended April 30, 2009
Operating expenses				
Amortization	**$ 2,602**	$ 483	**$ 3,657**	$ 697
Loss (gain) on foreign exchange	**181,433**	90,964	**201,684**	44,596
Management and consulting fees (Note 13)	**153,375**	71,945	**291,016**	101,524
Office	**492,104**	226,905	**1,040,186**	413,070
Professional fees	**291,839**	142,412	**519,091**	227,329
Shareholder information	**38,467**	33,776	**50,045**	54,294
Stock-based compensation	**2,129,415**	539,112	**2,429,848**	817,530
Transfer, listing and filing fees	**64,674**	35,796	**84,908**	58,750
Loss before the undernoted	**(3,353,909)**	(1,141,393)	**(4,620,435)**	(1,717,790)
Other (expense) income				
Gain on sale of short-term investments	**-**	-	**89,600**	-
Interest	**183,098**	63,110	**212,742**	122,894
Share of Guyana Precious Metals Inc. net income (loss) (Note 7)	**(24,300)**	(634,007)	**101,000**	(684,540)
Unrealized gain (loss) on short-term investments	**186,548**	(60,245)	**231,673**	133,435
Write-down of mineral exploration properties	**-**	(2,316)	**-**	(53,540)
	345,346	(633,458)	**635,015**	(481,751)
Net loss and comprehensive loss	**$ (3,008,563)**	$ (1,774,851)	**$ (3,985,420)**	$ (2,199,541)
Net loss per share				
Basic	**$ (0.04)**	$ (0.03)	**$ (0.06)**	$ (0.04)
Diluted	**$ (0.04)**	$ (0.03)	**$ (0.06)**	$ (0.04)
Weighted average number of shares outstanding				
Basic	**76,643,476**	58,940,267	**71,434,818**	55,054,747
Diluted	**76,643,476**	58,940,267	**71,434,818**	55,054,747

See accompanying notes to interim consolidated financial statements.

GUYANA GOLDFIELDS INC.
(An exploration stage entity)
Interim Consolidated Statements of Deficit
(Expressed in Canadian Dollars)

(Unaudited)	Three Months Ended April 30, 2010	Three Months Ended April 30, 2009	Six Months Ended April 30, 2010	Six Months Ended April 30, 2009
Deficit				
Balance, beginning of period	**$ (30,934,518)**	$ (23,695,530)	**$ (29,957,661)**	$ (23,270,840)
Net loss	**(3,008,563)**	(1,774,851)	**(3,985,420)**	(2,199,541)
Balance, end of period	**$ (33,943,081)**	$ (25,470,381)	**$ (33,943,081)**	$ (25,470,381)

See accompanying notes to interim consolidated financial statements.

GUYANA GOLDFIELDS INC.

(An exploration stage entity)

Interim Consolidated Statements of Shareholders' Equity

(Expressed in Canadian Dollars)

(Unaudited)	Share capital	Warrants	Stock options	Contributed surplus	Deficit	Total
Balance, November 1, 2008	**$ 64,466,917**	**$ 2,694,890**	**$ 11,548,313**	**$ -**	**$ (23,270,840)**	**$ 55,439,280**
Shares issued to acquire Aranka Gold Inc.	7,329,095	-	-	-	-	7,329,095
Shares issued on exercise of options	99,940	-	-	-	-	99,940
Value of options exercised	83,508	-	(83,508)	-	-	-
Value of options granted and vested during the period	-	-	413,800	-	-	413,800
Value of previously issued options vested during the period	-	-	403,730	-	-	403,730
Value of options cancelled and expired during the period	-	-	(938,494)	938,494	-	-
Gain on sale of Coppermine River Property	-	-	-	1,250,000	-	1,250,000
Net loss for the period	-	-	-	-	(2,199,541)	(2,199,541)
Balance, April 30, 2009	**$ 71,979,460**	**$ 2,694,890**	**$ 11,343,841**	**$ 2,188,494**	**$(25,470,381)**	**$ 62,736,304**

See accompanying notes to interim consolidated financial statements.

GUYANA GOLDFIELDS INC.
(An exploration stage entity)
Interim Consolidated Statements of Shareholders' Equity (continued)
(Expressed in Canadian Dollars)

(Unaudited)	Share capital	Warrants	Stock options	Contributed surplus	Deficit	Total
Balance, November 1, 2009	**$ 88,404,924**	**$ 6,027,715**	**$ 9,815,762**	**$ 4,268,863**	**$ (29,957,661)**	**$ 78,559,603**
Shares issued on exercise of options	1,905,000	-	-	-	-	1,905,000
Value of options exercised	1,538,444	-	(1,538,444)	-	-	-
Shares issued on exercise of warrants	460,000	-	-	-	-	460,000
Value of warrants exercised	123,060	(123,060)	-	-	-	-
Value of previously issued options vested during the period	-	-	1,789,459	-	-	1,789,459
Value of options granted and vested during the period	-	-	640,389	-	-	640,389
Public offering (Note 10(a))	68,182,351	-	-	-	-	68,182,351
Net loss for the period	-	-	-	-	(3,985,420)	(3,985,420)
Balance, April 30, 2010	**$160,613,779**	**$ 5,904,655**	**$ 10,707,166**	**$ 4,268,863**	**$ (33,943,081)**	**$147,551,382**

See accompanying notes to interim consolidated financial statements.

GUYANA GOLDFIELDS INC.
(An exploration stage entity)
Interim Consolidated Statements of Cash Flows
(Expressed in Canadian Dollars)

(Unaudited)	Three Months Ended April 30, 2010	Three Months Ended April 30, 2009	Six Months Ended April 30, 2010	Six Months Ended April 30, 2009
Cash, cash equivalents and restricted cash (used in) provided by				
Operations				
Net loss	**$ (3,008,563)**	$ (1,774,851)	**$ (3,985,420)**	$ (2,199,541)
Items not involving cash				
Amortization	**2,602**	483	**3,657**	697
Gain on sale of short-term investments	**-**	-	**(89,600)**	-
Share of Guyana Precious Metals Inc. net (income) loss (Note 7)	**24,300**	634,007	**(101,000)**	684,540
Stock-based compensation	**2,129,415**	539,112	**2,429,848**	817,530
Unrealized gain on short-term investments	**(186,548)**	60,245	**(231,673)**	(133,435)
Write-down of mineral exploration properties	**-**	2,316	**-**	53,540
Changes in non-cash working capital				
Accounts receivable and prepaid expenses	**(139,981)**	(294,655)	**(196,393)**	(171,356)
Accounts payable and accrued liabilities	**476,191**	(213,403)	**(115,348)**	(492,353)
	(702,584)	(1,046,746)	**(2,285,929)**	(1,440,378)
Financing				
Securities issued for cash (Note 10(a))	**3,127,500**	-	**72,627,500**	-
Share issuance costs	**(472,649)**	-	**(4,445,149)**	-
Proceeds from exercise of stock options	**1,614,150**	99,940	**1,905,000**	99,940
Proceeds from exercise of warrants	**-**	-	**460,000**	-
	$ 4,269,001	$ 99,940	**$ 70,547,351**	$ 99,940

GUYANA GOLDFIELDS INC.

(An exploration stage entity)

Interim Consolidated Statements of Cash Flows (continued)

(Expressed in Canadian Dollars)

(Unaudited)	**Three Months Ended April 30, 2010**	**Three Months Ended April 30, 2009**	**Six Months Ended April 30, 2010**	**Six Months Ended April 30, 2009**
Cash, cash equivalents and restricted cash (used in) provided by				
Investing				
Proceeds from sale of short-term investments	**$ -**	$ -	**$ 325,400**	$ 1,341,211
Purchase of short-term investments	**(164,000)**	-	**(164,000)**	-
Cash acquired from Aranka Gold Inc., (net)	**-**	(72,169)	**-**	5,513,945
Equipment deposits	**(1,609,070)**	-	**(2,169,252)**	-
Purchase of equipment	**(315,994)**	-	**(315,994)**	-
Expenditures on mineral exploration properties	**(6,827,959)**	(2,418,814)	**(12,024,126)**	(3,386,670)
	(8,917,023)	(2,490,983)	**(14,347,972)**	3,468,486
Net change in cash and cash equivalents and restricted cash	**(5,350,606)**	(3,437,789)	**53,913,450**	2,128,048
Cash and cash equivalents and restricted cash, beginning of period	**81,957,327**	19,514,804	**22,693,271**	13,948,967
Cash and cash equivalents and restricted cash, end of period	**$ 76,606,721**	$ 16,077,015	**$ 76,606,721**	$ 16,077,015

Supplemental information (Note 16)

See accompanying notes to interim consolidated financial statements.

1. Nature of operations

Guyana Goldfields Inc. (the "Company" or "GGI") was incorporated under the name Chiboug Copper Company Limited pursuant to the Quebec Mining Companies Act on January 24, 1953. On January 24, 1995, the Company changed its name to Guyana Goldfields Inc. During 2005, the Company continued under the Canada Business Corporations Act. The Company is an exploration stage entity engaged in the acquisition, exploration, evaluation and development of principally gold resource properties in Guyana.

The Company is in the process of determining whether its mineral properties contain reserves that are economically recoverable. The recovery of amounts capitalized for mineral exploration properties in the consolidated balance sheets is dependant upon the existence of economically recoverable reserves, the ability of the Company to arrange appropriate financing to complete the development of the properties and upon future profitable production or proceeds from their disposition.

2. Accounting policies

These unaudited interim consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("Canadian GAAP") for interim financial information. Accordingly, they do not include all of the information and notes to the financial statements required by Canadian GAAP for annual financial statements. In the opinion of management, all adjustments considered necessary for a fair presentation have been included. Operating results for the three and six months ended April 30, 2010 may not necessarily be indicative of the results that may be expected for the year ending October 31, 2010.

The consolidated balance sheet at October 31, 2009 has been derived from the audited annual financial statements at that date but does not include all of the information and footnotes required by Canadian GAAP for annual financial statements. The unaudited interim consolidated financial statements have been prepared by management in accordance with the accounting policies described in the Company's annual audited financial statements for the year ended October 31, 2009, except as note below. For further information, refer to the audited financial statements and notes thereto for the year ended October 31, 2009.

New accounting policy
Earth moving equipment is stated at cost less accumulated amortization. Amortization is provided on a 30% declining balance basis per annum, which represents the estimated useful life of the related equipment. Amortization of earth moving equipment is included in mineral exploration properties.

Future accounting changes
In January 2006, the Canadian Institute of Chartered Accountants (the "CICA") Accounting Standards Board ("AcSB") formally adopted the strategy of replacing Canadian GAAP with International Financial Reporting Standards ("IFRS") for Canadian enterprises with public accountability. On February 13, 2008, the AcSB confirmed that the use of IFRS would be required in 2011 for publicly accountable profit-oriented enterprises. For these entities, IFRS will be required for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. The Company will be required to have prepared, in time for its first quarter of fiscal 2012 filing, comparative financial statements in accordance with IFRS for the three months ended January 31, 2011. While the Company has begun assessing the impact of the adoption of IFRS on its consolidated financial statements, the financial reporting impact of the transition to IFRS cannot be reasonably estimated at this time.

2. Accounting policies (continued)

Future accounting changes (continued)
The CICA issued three new accounting standards in January 2009: Section 1582, Business Combinations, Section 1601, Consolidated Financial Statements and Section 1602, Non-Controlling Interests. These new standards will be effective for fiscal years beginning on or after January 1, 2011. Section 1582 replaces section 1581 and establishes standards for the accounting for a business combination. It provides the Canadian equivalent to IFRS 3 - Business Combinations. Sections 1601 and 1602 together replace section 1600, Consolidated Financial Statements. Section 1601 establishes standards for the preparation of consolidated financial statements. Section 1602 establishes standards for accounting for a non-controlling interest in a subsidiary in consolidated financial statements subsequent to a business combination. It is equivalent to the corresponding provisions of IAS 27 - Consolidated and Separate Financial Statements. The Company is in the process of evaluating the requirements of the new standards.

3. Capital management

The Company defines capital that it manages as its shareholders equity. When managing capital, the Company's objective is to ensure the entity continues as a going concern as well as to achieve optimal returns to shareholders and benefits for other stakeholders. Management adjusts the capital structure as necessary in order to support the acquisition, exploration and development of mineral properties. The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management team to sustain the future development of the business. As at April 30, 2010, total shareholders' equity (managed capital) was $147,551,382 (October 31, 2009 - $78,559,603).

The properties in which the Company currently has an interest are in the exploration or feasibility stage. As such the Company is dependent on external financing to fund its activities. In order to carry out its planned exploration programs and pay for administrative costs, the Company will spend its existing working capital and raise additional amounts as needed.

In light of the above, the Company will continue to assess new properties and seek to acquire an interest in additional properties if it believes there is sufficient potential and if it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that this approach, given the relative size of the Company, is appropriate. There were no changes in the Company's approach to capital management during the three and six months ended April 30, 2010.

The Company is not subject to any externally imposed capital requirements. The Company believes that its current capital resources will be sufficient to discharge its liabilities as at April 30, 2010.

4. Financial instruments

The Company's activities expose it to a variety of financial risks: liquidity risk, market risk (including interest rate, foreign exchange rate and price risk) and credit risk.

Risk management is carried out by the Company's management team with guidance from the Audit Committee under policies approved by the Board of Directors. The Board of Directors also provides regular guidance for overall risk management.

(a) Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected if its access to the capital market is hindered, whether as a result of a downturn in stock market conditions generally or as a result of conditions specific to the Company. The Company generates cash flow primarily from its financing activities and interest income earned on its cash and cash equivalents. The Company has cash and cash equivalents of $76,499,930 (October 31, 2009 - $22,579,531) to settle current liabilities of $1,855,281 (October 31, 2009 - $1,970,629). The Company regularly evaluates its cash position to ensure preservation and security of capital as well as maintenance of liquidity.

All of the Company's financial liabilities are subject to normal trade terms.

(b) Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate due to changes in market prices. The value of the financial instruments can be affected by changes in interest rates, foreign exchange rates, and equity prices. In the normal course of business, the Company is exposed to market risks as a result of its investments in publicly traded companies. During periods of significant broader market volatility or volatility experienced by the resource/commodity markets, the value of the Company's investment portfolio can be vulnerable to market fluctuations. Sensitivity to a plus or minus 10% change in the bid price of the Company's investments in public companies with all other variables held constant as at April 30, 2010, would affect net loss and comprehensive loss by approximately $98,000.

Currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company funds certain operations, exploration and administrative expenses in Guyana on a cash call basis using US dollars converted from its Canadian dollar bank accounts held in Canada. The Company maintains US dollar bank accounts in Canada, Barbados and Guyana and Guyanese bank accounts in Guyana. The Company is subject to gains and losses due to fluctuations in the US and Guyanese dollar against the Canadian dollar. Sensitivity to a plus or minus 10% change in all foreign currencies (Guyanese and US dollars) against the Canadian dollar with all other variables held constant as at April 30, 2010, would affect net loss and comprehensive loss by approximately $2,000,000.

Interest rate risk is the impact that changes in interest rates could have on the Company's earnings and assets. In the normal course of business, the Company is exposed to interest rate fluctuations as a result of cash equivalents being invested in interest-bearing instruments. Interest rate risk is minimal as the Company's interest-bearing instruments have fixed interest rates.

(Expressed in Canadian Dollars)

4. Financial instruments (continued)

(c) Credit risk is the risk of loss associated with a counterparty's inability to fulfill its payment obligations. The Company's credit risk is primarily attributable to cash and cash equivalents, restricted cash and accounts receivable. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents and restricted cash are held with reputable financial institutions, from which management believes the risk of loss to be minimal. Accounts receivable include accrued interest and deposits held with consultants and other service providers; approximately $447,000 represents the maximum credit exposure (October 31, 2009 - approximately - $360,000). Accounts receivable are in good standing as of April 30, 2010. Management believes that the credit risk concentration with respect to accounts receivable is minimal.

(d) Fair value

As at April 30, 2010, the carrying and fair value amounts of the Company's financial instruments were approximately equivalent.

(e) Fair value hierarchy and liquidity risk disclosure

The following table illustrates the classification of the Company's financial instruments within the fair value hierarchy as at April 30, 2010:

	Level 1	Level 2	Level 3	Total
Cash and cash equivalents:				
- Cash	$ -	$ 24,515,174	$ -	$ 24,515,174
- Restricted cash	-	106,791	-	106,791
- Cash equivalents	-	51,984,756	-	51,984,756
	-	76,606,721	-	76,606,721
Short-term investments:				
- Investment in public companies	978,433	-	-	978,433
	$ 978,433	$ 76,606,721	$ -	$ 77,585,154

5. Restricted cash

The Company has an outstanding letter of guarantee in the amount of $106,791 (US$105,130) (October 31, 2009 - $113,740) that is required under the regulations prescribed by the Guyana Geology and Mines Commission ("GGMC") for Prospecting Licenses issued to the Company and its subsidiaries.

(Expressed in Canadian Dollars)

6. Short-term investments

Short-term investments are composed of:

	April 30, 2010	October 31, 2009
Marketable securities, at cost	**$ 3,134,117**	$ 3,205,917
Unrealized loss	**(2,155,684)**	(2,387,357)
Total	**$ 978,433**	$ 818,560

Marketable securities consisted of the following as at April 30, 2010:

Security name	Security description	Cost	Fair value
Duncan Park Holdings Corp.	32,500 common shares	$ 25,427	**$ 813**
Gold Port Resources Ltd.	4,046,000 common shares	1,683,290	**445,060**
Northern Platinum Ltd.	600,000 common shares	361,400	**201,000**
Stonegate Agricom Ltd.	164,000 common shares	164,000	**175,480**
Stonegate Agricom Ltd.	82,000 warrants (expiry April 28, 2013)	-	**36,080**
White Pine Resources Inc.	500,000 common shares	900,000	**120,000**
		$ 3,134,117	**$ 978,433**

Marketable securities consisted of the following as at October 31, 2009:

Security name	Security description	Cost	Fair value
Duncan Park Holdings Corp.	32,500 common shares	$ 25,427	$ 650
Gold Port Resources Ltd.	4,046,000 common shares	1,683,290	343,910
Northern Platinum Ltd.	600,000 common shares	361,400	138,000
Temex Resources Corp.	1,200,000 common shares	235,800	186,000
White Pine Resources Inc.	500,000 common shares	900,000	150,000
		$ 3,205,917	$ 818,560

Short-term investments have been designated as held-for-trading and are recorded at fair value using the last bid price. Unrealized gains and losses are reported in operations.

(Expressed in Canadian Dollars)

7. Investment in Guyana Precious Metals Inc.

(a) The Company holds 17,113,500 common shares of Guyana Precious Metals Inc. ("Guyana Precious") representing approximately a 16% interest in the issued and outstanding common shares of Guyana Precious.

(b) The fair market value of the Company's investment in Guyana Precious as at April 30, 2010 is $1,796,918 (October 31, 2009 - $2,652,593).

(c) A summary of the status of the Company's investment in Guyana Precious as at April 30, 2010 and October 31, 2009, and changes during the periods then ended is presented below:

	April 30, 2010	October 31, 2009
Equity accounted investment - carrying value, beginning of period	**$ 406,210**	$ 484,540
Acquisition of equity accounted investment	**-**	1,250,000
Share of income (loss) recognized	**101,000**	(1,328,330)
Equity accounted investment - carrying value, end of period	**$ 507,210**	$ 406,210

8. Equipment

April 30, 2010

	Cost	Accumulated Amortization	Net Book Value
Computer equipment	$ 57,803	$ 6,139	$ 51,664
Earth moving equipment (Note 2)	274,737	10,303	264,434
	$ 332,540	$ 16,442	$ 316,098

October 31, 2009

	Cost	Accumulated Amortization	Net Book Value
Computer equipment	$ 16,546	$ 2,482	$ 14,064

(Expressed in Canadian Dollars)

9. Mineral exploration properties

April 30, 2010	Opening Balance	Additions	Write-down	Closing Balance
Guyana, South America				
Peters Mine Property	$ 1	$ -	$ -	$ 1
Aurora Mine Property	49,710,588	10,350,403	-	60,060,991
Aranka Properties	6,261,428	1,684,026	-	7,945,454
	55,972,017	12,034,429	-	68,006,446
Ontario, Canada				
Langis Mine	1	-	-	1
	$ 55,972,018	$ 12,034,429	$ -	$ 68,006,447

October 31, 2009	Opening Balance	Additions	Write-down	Closing Balance
Guyana, South America				
Peters Mine Property	$ 1	$ -	$ -	$ 1
Aurora Mine Property	36,781,690	12,982,438	(53,540)	49,710,588
Aranka Properties	3,689,496	2,571,932	-	6,261,428
	40,471,187	15,554,370	(53,540)	55,972,017
Ontario, Canada				
Langis Mine	-	1	-	1
	$ 40,471,187	$ 15,554,371	$ (53,540)	$ 55,972,018

(Expressed in Canadian Dollars)

10. Share capital

The Company is authorized to issue an unlimited number of common shares. The issued and outstanding common shares consist of the following:

	Number of Shares	Amount
Balance, November 1, 2009	65,756,503	$ 88,404,924
Public offering, net of share issuance costs [a]	10,450,000	68,182,351
Issued on exercise of options	880,000	1,905,000
Value of options exercised	-	1,538,444
Issued on exercise of warrants	115,000	460,000
Value of warrants exercised	-	123,060
Balance, April 30, 2010	77,201,503	$160,613,779

[a] On January 25, 2010, the Company closed a public offering of 10,000,000 common shares at a price of $6.95 per common share for cash consideration of $69,500,000. In connection with the offering, the underwriters were paid a 5.5% commission totaling $3,822,500.

On February 23, 2010, the Company issued 450,000 common shares at a price of $6.95 per common share for cash consideration of $3,127,500 related to the over-allotment option. In connection with the over-allotment, the underwriters were paid a 5.5% commission totaling $172,013.

Total share issuance costs of $4,445,149 were incurred in relation to the offering.

11. Warrants

The following table shows the continuity of warrants during the period:

	Number of Warrants	Allocated Value	Average Exercise Price
Balance, November 1, 2009	4,830,000	$ 6,027,715	$ 4.14
Exercised	(115,000)	(123,060)	4.00
Balance, April 30, 2010	4,715,000	$ 5,904,655	$ 4.15

(Expressed in Canadian Dollars)

11. Warrants (continued)

The following are the warrants outstanding as at April 30, 2010:

Number of Warrants		Fair Value	Exercise Price	Expiry Date
1,730,000		$ 2,694,890	$ 4.40	March 8, 2011
2,121,365	[1]	2,297,548	4.00	June 3, 2012
863,635	[1]	951,115	4.00	June 9, 2012
-		(38,898)	-	Share issue expenses
4,715,000		$ 5,904,655	$ 4.15	

[1] Subsequent to June 3, 2010, if the closing price of the Company's common shares exceeds $6.00 for 30 consecutive trading days, then the warrant term will be automatically reduced and the warrants will expire on the date that is 60 days following either the issuance of a press release or the provision to the holders of the warrants of written notice announcing the reduced warrant term, all in accordance with the terms of the certificates representing the warrants.

12. Stock options

The following table shows the continuity of stock options during the period:

	Number of Options	Allocated Value of Vested Options	Weighted Average Exercise Price
Balance, November 1, 2009	5,870,000	$ 9,815,762	$ 3.71
Granted [a]	1,215,000	640,389	6.58
Value of options vested during the period	-	1,789,459	-
Exercised	(880,000)	(1,538,444)	(2.16)
Balance, April 30, 2010	6,205,000	$ 10,707,166	$ 4.49

[a] The weighted-average grant date fair value of the stock options granted is $3.33.

(Expressed in Canadian Dollars)

12. Stock options (continued)

The following are the stock options outstanding as at April 30, 2010:

Expiry Date	Options Outstanding	Exercise Price	Remaining Contractual Life (Yrs)	Options Exercisable	Exercise Price
November 21, 2010	500,000	$ 3.30	0.56	500,000	$ 3.30
November 29, 2010	50,000	$ 3.62	0.58	50,000	$ 3.62
January 24, 2011	335,000	$ 3.70	0.73	335,000	$ 3.70
March 12, 2011	100,000	$ 6.59	0.86	100,000	$ 6.59
May 29, 2011	100,000	$ 8.03	1.08	100,000	$ 8.03
June 19, 2011	250,000	$ 7.24	1.13	250,000	$ 7.24
October 16, 2011	30,000	$ 9.06	1.46	30,000	$ 9.06
October 23, 2011	40,000	$ 5.40	1.48	15,000	$ 5.40
November 14, 2011	125,000	$ 11.10	1.54	125,000	$ 11.10
April 9, 2012	200,000	$ 3.09	1.94	150,000	$ 3.09
May 1, 2012	710,000	$ 2.75	2.00	340,000	$ 2.75
June 23, 2012	50,000	$ 3.50	2.14	20,000	$ 3.50
July 13, 2012	30,000	$ 3.37	2.20	15,000	$ 3.37
August 19, 2012	75,000	$ 4.00	2.30	25,000	$ 4.00
August 25, 2012	265,000	$ 4.54	2.32	127,500	$ 4.54
February 18, 2013	60,000	$ 6.72	2.80	15,000	$ 6.72
February 23, 2013	50,000	$ 6.65	2.81	-	$ 6.65
March 9, 2013	30,000	$ 6.84	2.86	7,500	$ 6.84
March 15, 2013	150,000	$ 6.69	2.87	-	$ 6.69
April 6, 2013	125,000	$ 6.52	2.93	31,250	$ 6.52
April 14, 2013	250,000	$ 6.65	2.95	250,000	$ 6.65
April 28, 2013	350,000	$ 6.63	2.99	-	$ 6.63
August 26, 2013	165,000	$ 3.18	3.32	123,750	$ 3.18
February 27, 2014	750,000	$ 2.69	3.82	500,000	$ 2.69
April 8, 2014	650,000	$ 3.03	3.94	487,500	$ 3.03
September 29, 2014	375,000	$ 4.19	4.41	187,500	$ 4.19
October 23, 2014	40,000	$ 5.40	4.48	20,000	$ 5.40
April 5, 2015	350,000	$ 6.46	4.93	87,500	$ 6.46
	6,205,000		2.40	3,892,500	

(Expressed in Canadian Dollars)

12. Stock options (continued)

The fair value of the stock options granted during the six months ended April 30, 2010 was estimated using the Black-Scholes option-pricing model with the following assumptions:

Grant date:	February 2010 to April 2010
Options granted	1,215,000
Estimated grant date fair value:	$103,320 to $1,355,550
Risk-free interest rate:	1.18% to 2.70%
Expected life in years:	3 to 5
Expected volatility:	45% to 77%
Expected dividend yield:	0%

13. Related party transactions

(a) Included in accounts payable and accrued liabilities are the following amounts due to related parties:

	April 30, 2010	October 31, 2009
To a former officer of the Company	$ 59,298	$ 59,298
To an officer of the Company	-	100,000
To a company controlled by a former officer of the Company	5,192	11,492
To a company controlled by a director of the Company	12,000	4,725
To directors of the Company	24,250	24,600
	$ 100,740	$ 200,115

The balances are non-interest bearing and are payable on demand.

(Expressed in Canadian Dollars)

13. Related party transactions (continued)

(b) The Company had the following related party transactions during the periods presented:

	Three Months Ended April 30, 2010	Three Months Ended April 30, 2009	Six Months Ended April 30, 2010	Six Months Ended April 30, 2009
Operating expenses:				
Management fees to a officer of the Company	**$ 29,499**	$ 19,381	**$ 66,333**	$ 38,459
Management fees to a company controlled by a former officer of the Company	**7,000**	10,500	**17,500**	21,000
Accounting fees to a company controlled by a former officer of the Company	**8,703**	5,213	**19,774**	12,059
Consulting fees to a company controlled by a director of the Company	**6,000**	16,000	**16,000**	16,000
Consulting fees to directors of the Company	**15,000**	-	**31,000**	-
Mineral exploration expenditures:				
Consulting fees to officers and directors of the Company	**$ 101,809**	$ 88,000	**$ 191,039**	$ 136,000

(c) Included in accounts receivable is $980 (October 31, 2009 - $nil) owing from Guyana Precious for rent. Guyana Precious has a cost sharing arrangement with GGI.

All the above related party transactions are in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

14. Contingencies

(a) The Company's mining and exploration activities are subject to various government laws and regulations relating to the protection of the environment. These environmental regulations are continually changing and generally becoming more restrictive. As at April 30, 2010, the Company does not believe that there are any significant environmental obligations requiring material capital outlays in the immediate future and anticipates that such obligations will only arise when mine development commences.

(b) In July 2009, a former employee of GGI brought an action for wrongful dismissal which is being contested and defended by GGI. Accordingly, the interim unaudited consolidated financial statements do not include any adjustments that might be required in the final outcome of this litigation.

15. Commitments

(a) The Company is party to certain management and consulting contracts. These contracts contain clauses requiring additional payments to be made upon the occurrence of certain events such as a contract termination or change of control of the Company.

(Expressed in Canadian Dollars)

15. Commitments (continued)

(b) The Company has purchased Property "C" in Guyana for which an additional $22,000,000 Guyanese dollars (approximately $115,000) is payable upon receipt of mining permits issued to the Company.

(c) The Company has entered into additional contractual commitments related to earth moving equipment to develop the Aurora Project. These additional commitments total approximately $3.7 million.

16. Supplemental information

	April 30, 2010	April 30, 2009
Cash and cash equivalents and restricted cash consist of:		
Cash	**$ 24,515,174**	$ 9,630,900
Cash equivalents	**51,984,756**	6,314,730
Restricted cash (Note 5)	**106,791**	131,385
	$ 76,606,721	$ 16,077,015

Cash equivalents consist of certificates of deposit at a Canadian chartered bank as at April 30, 2010 and April 30, 2009.

17. Comparative figures

Certain comparative figures have been reclassified to conform with current period financial statement presentation.

18. Subsequent event

On May 4, 2010, 30,000 warrants with an expiry date of June 3, 2012 were exercised for cash proceeds of $120,000.