

Guyana Goldfields Inc.

(An exploration stage entity)

Interim Consolidated Financial Statements

January 31, 2008

Unaudited - Prepared by Management

Not Reviewed by an Independent Auditor

Guyana Goldfields Inc.
 (An exploration stage entity)
 Interim Consolidated Balance Sheets
January 31, 2008 and October 31, 2007
 Unaudited

	January 31 2008	October 31 2007
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	22,959,870	24,790,874
Short-term investments (Note 4)	4,931,724	9,802,365
Accounts receivable and prepaid expenses	632,906	653,970
	<u>28,524,500</u>	<u>35,247,209</u>
Mineral exploration properties (Note 2)	36,853,689	34,366,617
	<u>65,378,189</u>	<u>69,613,826</u>
Liabilities and Shareholders' Equity		
Liabilities		
Accounts payable and accrued liabilities	1,926,608	2,789,616
Shareholders' equity		
Share capital (note 3 (b))	62,700,441	62,676,137
Warrants (note 3 (c))	2,694,890	2,694,890
Stock options (note 3 (d))	11,312,929	11,013,176
Contributed surplus	394,165	394,165
Deficit	(13,650,844)	(9,954,158)
	<u>63,451,581</u>	<u>66,824,210</u>
	<u>65,378,189</u>	<u>69,613,826</u>

See accompanying notes to interim consolidated financial statements.

Guyana Goldfields Inc.

(An exploration stage entity)

Interim Consolidated Statements of Operations and Deficit
Unaudited

	Three months ended	
	January 31	
	2008	2007
	\$	\$
Operating expenses		
Management fees	51,962	352,793
Professional fees	99,403	48,179
Office	146,644	81,158
Shareholder information	9,800	3,955
Stock-based compensation	311,055	414,422
Transfer, listing and filing fees	32,009	22,643
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Loss from operations	(650,873)	(923,150)
	<hr/>	<hr/>
Other income (expense)		
Interest	319,101	310,854
Capital and other taxes	-	(15,000)
Foreign exchange loss	210,110	-
Unrealized gain (loss) on short-term investments	(4,243,796)	2,114,968
Gain on sale of short-term investments	693,772	374,072
Property costs	(25,000)	-
	<hr/>	<hr/>
	(3,045,813)	2,784,894
	<hr/>	<hr/>
Net income (loss)	(3,696,686)	1,861,744
Deficit - Beginning of period	(9,954,158)	(12,582,322)
Transitional adjustment from new accounting policy	-	2,077,268
	<hr/>	<hr/>
	(13,650,844)	(10,505,054)
	<hr/>	<hr/>
Deficit- End of period	(13,650,844)	(8,643,310)
	<hr/> <hr/>	<hr/> <hr/>
Income (loss) per share		
Basic	\$ (0.07)	\$ 0.04
Diluted	\$ (0.07)	0.04
	<hr/> <hr/>	<hr/> <hr/>
Weighted average number of shares outstanding during the period		
Basic	51,285,679	48,715,593
Diluted	51,285,679	52,739,447
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See accompanying notes to interim consolidated financial statements.

Guyana Goldfields Inc.

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Interim Consolidated Statements of Cash Flows

Unaudited

	Three months ended	
	January 31	
	2008	2007
	\$	\$
Cash provided by (used in):		
Operations:		
Net income (loss) for the period	(3,696,686)	1,861,744
Items not involving cash		
Option payment	-	(2,114,968)
Unrealized loss on short-term investments	4,243,796	
Gain on sale of short term investments	(693,772)	374,072
Stock-based compensation	311,055	414,422
Changes in non-cash working capital		
Accounts receivable and prepaid expenses	21,064	(227,448)
Accounts payable and accrued liabilities	(863,003)	(794,797)
	<u>(677,546)</u>	<u>(486,975)</u>
Financing:		
Proceeds from exercise of stock options	13,000	298,200
Proceeds from exercise of warrants	-	12,205,232
	<u>13,000</u>	<u>12,503,432</u>
Investments:		
Net of purchase and sale		
of short-term investments	1,320,614	(535,917)
Expenditure on mineral		
exploration properties	(2,487,072)	(2,544,846)
	<u>(1,166,458)</u>	<u>(3,080,763)</u>
Increase (decrease)		
in cash and cash equivalents	(1,831,004)	8,935,694
Cash and cash equivalents		
- Beginning of period	<u>24,790,874</u>	<u>25,786,450</u>
- End of period	<u>22,959,870</u>	<u>34,722,144</u>

See accompanying notes to interim consolidated financial statements.

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Notes to Interim Consolidated Financial Statements

Unaudited

Three months ended January 31, 2008

1. Basis of presentation

These interim consolidated financial statements include the accounts of the Company and its subsidiary. All significant inter-company balances and transactions have been eliminated. The interim statements should be read in conjunction with the annual audited financial statements for the Company's most recently completed fiscal year ended October 31, 2007, as these interim financial statements do not include all disclosures required for annual financial statements.

The preparation of interim financial statements to conform with generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities, and the disclosure of contingent assets and liabilities at the date of the interim financial statements, and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of estimates relate to the determination of impairment of mineral properties, and assumptions used determining stock-based compensation. Actual results could differ from those estimates.

2. Mineral exploration properties

	Balance October 31, 2007	Expenditures	Balance January 31, 2008
	\$	\$	\$
Guyana, South America			
Peters Mine Property	3,029,679	-	3,029,679
Aurora Property	28,637,939	2,223,919	30,861,858
Aranka Properties	2,698,999	263,153	2,962,152
	<u>34,366,617</u>	<u>2,487,072</u>	<u>36,853,689</u>

Coppermine River Property

The Coppermine River Property consists of approximately 75,747 acres of staked and leased claims and is located in the Coronation Gulf region of Nunavut, Canada. The Company originally acquired its interest in the leased claims comprising Coppermine River Property pursuant to a lease agreement dated September 14, 1999 between the Company and Coppermine River Limited.

The Company's interest in Coppermine River Property consists of a 100% mineral exploration right, subject to a 3% net smelter royalty in favour of Coppermine River Limited in respect of a portion of the Coppermine River Property consisting of 7,297 acres. The Company has granted to Coronation Minerals Inc. ("Coronation Minerals") the right to earn 50% of its interest in the Coppermine River Property pursuant to an agreement dated August 12, 2002 between Coronation Minerals and the Company (the "Coronation Mineral Agreement").

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Unaudited

Three months ended January 31, 2008

2. Mineral exploration properties (continued)

Coppermine River Property (continued)

In order to earn its interest in the Coppermine River Property, Coronation Minerals must (i) expend at least \$1,500,000 in exploration expenditures on the Coppermine River Property over a three-year period ending August 12, 2005; (ii) issue an aggregate of 6,000,000 common shares in the capital of Coronation Minerals to the Company; and (iii) make aggregate cash payments totaling \$300,000 to the Company over a two year period ending August 12, 2004. As at the date hereof, greater than \$1,500,000 in exploration expenditures have been made, \$300,000 has been paid and 6,000,000 common shares in the capital of Coronation Minerals have been issued to the Company pursuant to the Coronation Mineral Agreement.

On April 29, 2005, the Company and Coronation Minerals entered into an agreement which allows for Coronation Minerals to acquire the remaining 50% of the Coppermine River Project. Terms of the agreement call for Coronation Minerals to issue to the Company 6,000,000 shares and the Company will retain a 1.5% net smelter royalty (NSR). Upon completion of the transaction the Company will hold approximately 27% of the issued shares of Coronation Minerals. No shares have been issued in satisfaction of this agreement as at October 31, 2007, due to an ongoing dispute between the Company and Coronation as to Coronation's obligation to complete the purchase.

3. Share capital

(a) Authorized:

Unlimited number of common shares without par value

(b) Issued

	Number of Shares	Share Amount \$
Balance October 31, 2007	51,285,643	62,676,137
Issued on exercise of options	6,500	13,000
Value of options exercised	-	11,304
Balance January 31, 2008	51,292,143	62,700,441

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Three months ended January 31, 2008

3. Share capital (continued)

(c) Warrants

	Number of Warrants	Allocated Value	Average Exercise Price
		\$	\$
Balance October 31, 2007 and January 31, 2008	173,000	2,694,890	4.40

Warrants expire March 8, 2011.

(d) Stock options

Stock option transactions and the number of options outstanding are as follows:

	Number of Options	Allocated Value of Vested Options	Average Exercise Price
		\$	\$
Balance October 31, 2007	4,177,950	11,013,176	3.97
Granted	50,000	-	8.14
Value of options vested during the period	-	311,057	-
Exercised	(6,500)	(11,304)	2.00
Balance January 31, 2008	4,221,450	11,312,929	4.00

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Three months ended January 31, 2008

3. Share capital (continued)

(d) Stock options (continued)

As at January 31, 2008 the following stock options are outstanding.

<u>Expiry Date</u>	<u>Price</u>	<u>Shares</u>
	\$	
June 8, 2008	2.50	905,000
September 27, 2009	2.43	474,950
February 1, 2010	2.02	489,000
April 28, 2010	2.00	547,500
November 21, 2010	3.30	500,000
November 29, 2010	3.62	50,000
January 24, 2011	3.70	335,000
May 29, 2011	8.03	200,000
June 19, 2011	7.24	250,000
July 7, 2011	8.36	65,000
October 16, 2011	9.06	30,000
November 14, 2011	11.20	125,000
February 21, 2012	11.00	200,000
November 21, 2012	8.14	50,000
		<u>4,221,450</u>

The fair value of each stock option granted is estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions:

	<u>November 21,</u>
	<u>2007</u>
Number of options	50,000
Value	\$ 174,500
Expected life	5 years
Expected volatility	43%
Expected dividend yield	Nil
Risk free interest rate	4%

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4. Short-term investments

Short-term investments are comprised of:

	January 31, 2008	October 31, 2007
Marketable securities at cost	\$ 4,681,253	\$ 5,305,343
Unrealized gain	250,471	4,497,022
Balance	<u>\$ 4,931,724</u>	<u>\$ 9,802,365</u>

5. Related party transactions

Accounts payable and accrued liabilities includes \$116,385 due to the Chief Executive Officer and Chief Financial Officer. The balances are non-interest bearing and are payable on demand.

During the period fees of \$99,962 were paid to the President and Chief Financial Officer. These expenditures have been allocated as follows:

Management fees	\$51,962
Mineral exploration properties	\$48,000

During the period fees of \$16,544 were paid to a Director. These expenditures have been allocated to mineral exploration properties.