



**EASTMAIN**

**EASTMAIN RESOURCES INC.**

**Condensed Consolidated Interim Financial Statements**

**Six months ended April 30, 2012  
(Unaudited)**

**NOTICE TO SHAREHOLDERS**

Responsibility for condensed consolidated interim financial statements:

The accompanying interim condensed consolidated financial statements for Eastmain Resources Inc. have been prepared by management in accordance with International Financial Accounting Standard 34 Interim Financial Reporting, using accounting policies consistent with International Financial Reporting Standards ("IFRS") appropriate to the circumstances and approved by the Audit Committee. These statements are presented on the accrual basis of accounting. Accordingly, a precise determination of many assets and liabilities is dependent upon future events. Therefore, estimates and approximations have been made using careful judgment. Recognizing that the Company is responsible for both the integrity and objectivity of the financial statements, management is satisfied that these unaudited interim consolidated financial statements have been fairly presented.

Auditors' involvement

The auditors of Eastmain Resources Inc. have not performed any review of the unaudited interim financial statements for the six months ended April 30, 2012 and April 30, 2011.

# EASTMAIN RESOURCES INC.

## Condensed Consolidated Interim Statement of Financial Position (Unaudited)

	April 30, 2012	October 31, 2011
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 11,140,654	\$ 11,529,234
Marketable securities maturing in one year (Note 4)	2,514,217	2,490,963
Prepaid and sundry receivables (Note 5)	354,015	1,186,694
	14,008,886	15,206,891
Marketable securities (Note 4)	1,058,876	1,216,618
Property and equipment (Note 6)	119,307	114,123
Mineral properties (Note 7)	44,458,416	42,004,423
	\$ 59,645,485	\$ 58,542,055
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities		
Accounts payable and accrued liabilities (Note 8)	\$ 1,104,809	\$ 4,339,427
Deferred premium on flow-through shares (Note 9)	1,436,052	-
	2,540,861	4,339,427
Deferred income tax liability	3,400,627	3,158,402
Shareholders' equity	53,703,997	51,044,226
	\$ 59,645,485	\$ 58,542,055

*The attached notes form an integral part of these financial statements.*

# EASTMAIN RESOURCES INC.

## Condensed Consolidated Interim Statements of Comprehensive Income (Loss) (Unaudited)

	Three months ended		Six months ended	
	April 30,		April 30,	
	2012	2011	2012	2011
Operating expenses				
General and administrative (Note 13)	\$ 488,492	\$ 445,394	\$ 751,060	\$ 735,243
Write down of mineral properties (Note 7)	-	-	634,142	-
Operating loss before the following	(488,492)	(445,394)	(1,385,202)	(735,243)
Interest and other income	202,702	69,939	247,710	146,965
Gain (loss) on marketable securities	(134,980)	(116,053)	(159,148)	47,420
Premium on flow-through shares	721,201	281,424	1,177,450	695,804
Net income (loss) before income taxes	300,431	(210,084)	(119,190)	154,946
Deferred income taxes	(206,263)	(271,207)	(242,225)	(689,093)
Comprehensive net Income (loss)	94,168	(481,291)	(361,415)	(534,147)
Income (loss) per share (Note 14):				
Basic	\$ 0.001	\$ (0.005)	\$ (\$0.004)	\$ (\$0.006)
Diluted	\$ 0.001	\$ (0.005)	\$ (\$0.004)	\$ (\$0.006)

*The attached notes form an integral part of these financial statements.*

# EASTMAIN RESOURCES INC.

## Condensed Consolidated Interim Statements of Cash Flows (Unaudited)

	Three months ended		Six months ended	
	April 30,		April 30,	
	2012	2011	2012	2011
	\$	\$	\$	\$
<b>Operating activities</b>				
Comprehensive net Income (loss) for the period	94,168	(481,291)	(361,415)	(534,147)
Amortization	10,343	7,873	18,906	14,964
Loss (gain) on marketable securities	134,980	116,053	159,148	(47,420)
Premium on flow-through shares	(721,201)	(281,424)	(1,177,450)	(695,804)
Deferred income taxes	206,263	271,207	242,225	689,093
Stock-based compensation	158,250	224,250	158,250	268,850
Write down of mineral properties	-	-	634,142	-
Other receivables and prepaids	756,908	4,726	832,679	457,021
Accounts payable and other liabilities	(1,191,441)	814,570	(3,234,618)	275,578
	(551,730)	675,964	(2,728,133)	428,135
<b>Financing activities</b>				
Proceeds on issue of common shares	-	-	5,862,520	5,181,000
Proceeds on exercise of stock options	19,500	-	58,500	453,600
Share issue costs	(14,798)	(26,161)	(444,582)	(413,771)
	4,702	(26,161)	5,476,438	5,220,829
<b>Investing activities</b>				
Exploration and evaluation expenditures	(1,623,790)	(1,913,586)	(3,990,299)	(3,545,402)
Government exploration tax credits received	902,164	344,059	902,164	353,954
Purchase of property and equipment	(24,090)	(27,500)	(24,090)	(27,500)
Purchase of marketable securities	(161,103)	(14,596)	(1,526,460)	(1,165,552)
Proceeds on sale and redemption of marketable securities	145,300	-	1,501,800	742,705
	(761,519)	(1,611,623)	(3,136,885)	(3,641,795)
Change in cash and cash equivalents	(1,308,547)	(961,820)	(388,580)	2,007,169
Cash and cash equivalents, beginning of the period	12,449,201	17,441,104	11,529,234	14,472,115
Cash and cash equivalents, end of the period	11,140,654	16,479,284	11,140,654	16,479,284

*The attached notes form an integral part of these financial statements.*

	Reserves			Accumulated		
	Common Shares #	Warrants #	Contributed Surplus \$	Comprehensive Deficit \$	Shareholders' Equity \$	
<b>Balance as at November 1, 2010</b>	91,454,933	204,000	9,541,856	(14,071,004)	46,653,332	
Private placements	1,884,000				5,181,000	
Share issue expenses	(386,083)				(386,083)	
Adjustment on flow-through shares	(1,534,480)				(1,534,480)	
Property acquisition	1,000,000				1,692,310	
Exercise of stock options	630,000		(250,740)		453,600	
Stock option compensation			521,750		521,750	
Warrants issued		109,140			-	
Comprehensive loss for the period				(534,147)	(534,147)	
<b>Balance as at April 30, 2011 (Note 18(iii))</b>	94,698,933	313,140	9,812,866	(14,605,151)	52,047,282	
Stock option compensation			395,850		395,850	
Comprehensive loss for the period				(1,398,906)	(1,398,906)	
<b>Balance as at October 31, 2011</b>	94,968,933	313,140	10,208,716	(16,004,057)	51,044,226	
Private placements	2,698,941				5,862,520	
Share issue expenses	(444,582)				(444,582)	
Premium on issue of flow-through shares	(2,613,502)				(2,613,502)	
Exercise of stock options	75,000		(24,075)		58,500	
Stock option compensation			158,250		158,250	
Warrants issued		156,926			-	
Warrants expired		(229,140)			-	
Comprehensive loss for the period				(361,415)	(361,415)	
<b>Balance as at April 30, 2012</b>	97,742,874	240,926	10,443,331	(16,365,472)	53,703,997	

The attached notes form an integral part of these financial statements.

# **EASTMAIN RESOURCES INC.**

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012

## **1. NATURE OF OPERATIONS**

Eastmain Resources Inc. (the "Company" or "Eastmain") and its wholly-owned subsidiary, Eastmain Mines Inc., are engaged in the acquisition and exploration of resource properties within Canada. The Company is a publicly-held company incorporated under the Business Corporations Act (Ontario) and its common shares are listed on the Toronto Stock Exchange.

The company is in the process of exploring its mineral properties and has not yet determined whether its properties contain reserves that are economically recoverable. The recuperation of the amounts spent for mineral properties is dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the exploration and development of its properties, and upon future profitable production or proceeds from the disposition of the properties. The Company will periodically have to raise additional funds to continue operations and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. To date the Company has not earned significant revenues and is considered a company in the exploration stage.

The Company's registered office address is 50 Richmond Street East, Suite 101, Toronto, Ontario, Canada M5H 1N7.

## **2. GOING CONCERN**

These condensed consolidated interim financial statements have been prepared on a going-concern basis, which assumes continuity of operations, realization of assets and the settlement of liabilities in the normal course of business in the foreseeable future.

The ability of the Company to continue as a going concern is dependent on the successful completion of actions taken or planned. In assessing whether the going-concern assumption is appropriate, management takes into consideration the Company's working capital of \$12,904,077, the comprehensive net loss of \$361,415 and the accumulated deficit of \$16,365,472. While the Company has sufficient funds to meet its current commitments, the Company will require additional funding for its operations and exploration of its mineral resource properties.

These financial statements do not give effect to adjustments that would be necessary if the going-concern assumption was not appropriate. Should the Company be unable to continue as a going concern, then adjustments would be required to the carrying value of assets and liabilities, the reported revenues and expenses, and the statement of financial position classifications used.

## **3. GENERAL INFORMATION**

### **a) Statement of Compliance and Conversion to International Financial Reporting Standards ("IFRS")**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, Interim Financial Reporting ("IAS 34"). Accordingly, they do not include all of the information required for full annual financial statements required under IFRS. As issued by the International Accounting Standards Board ("IASB") and interpretations of the International Financial Reporting Interpretations Committee ("IFRIC"), the accounting policies set in the Company's first interim reporting in accordance with IFRS, January 31, 2012, have been applied consistently to all periods presented in these condensed consolidated interim financial statements.

These condensed consolidated interim financial statements have been prepared on the basis of IFRS standards that are expected to be effective on October 31, 2012, the Company's first annual reporting under IFRS.

### **b) Basis of presentation**

Except for the re-evaluation to fair value of certain financial assets, these condensed consolidated interim financial statements have been prepared on an historical cost basis and they have been, except for cash flow information, prepared using the accrual basis of accounting. The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities; disclosure of contingent assets and liabilities at the date of the financial statements; and reported amounts of revenues and expenses, during the reporting period. Actual results may differ from these estimates. Of particular significance are the estimates and assumptions used in the recognition and measurement of the items in Note 3(0), to the first quarterly interim financial statements, - *Significant accounting judgements and estimates*.

### **c) Basis of consolidation**

The condensed consolidated interim financial statements incorporate the financial statements of the Company and its wholly-owned Canadian subsidiary Eastmain Mines Inc.

The results of subsidiaries acquired or disposed of during the periods presented are included in the consolidated statement of loss and comprehensive loss from the effective date of acquisition, and up to the effective date of disposal as appropriate. All intercompany transactions, balances, income and expenses are eliminated upon consolidation.

## **EASTMAIN RESOURCES INC.**

### **NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS APRIL 30, 2012**

#### **3. GENERAL INFORMATION (Continued)**

##### **d) Summary of significant accounting policies**

The summary of IFRS compliant significant accounting policies can be found in the Company's first quarterly statements prepared in accordance with IFRS for the quarter ended January 31 2012, which are available on the Company's website Eastmain.com or Sedar.com.

##### **e) Recent accounting pronouncements**

Certain pronouncements were issued by the IASB or the IFRIC that are mandatory for accounting periods after December 31, 2010. Many are not applicable to the Company or do not have significant impact. The following have not yet been adopted but are being evaluated to determine their impact on the Company.

i. IFRS 9 – Financial Instruments, was issued by the IASB in October 2010 and will replace IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 uses a single approach to determine whether a financial asset is measured at amortized cost or fair value, replacing the multiple rules in IAS 39. The approach in IFRS 9 is based on how an entity manages its financial instruments in the context of its business model and the contractual cash flow characteristics of the financial assets. Most of the requirements in IAS 39 were carried forward unchanged to IFRS 9. The new standard also requires the use of a single method of impairment determination, replacing the multiple methods available under IAS 39. The new standard is effective for annual reporting periods beginning on or after January 1, 2013. The IASB has proposed delaying the effective date of IFRS 9 to January 1, 2015.

ii. IFRS 10 – Consolidated Financial Statements, was issued by the IASB in May 2011. This is a new standard which identifies the concept of control as the determining factor in assessing whether or not an entity should be included in the consolidated financial statements of the parent company. Control is comprised of three elements: a) power over an investee; b) exposure or rights to variable returns from an investee; and c) the ability of the investor to affect its returns through its power. This new standard is effective for annual reporting periods beginning on or after January 1, 2013. Earlier adoption is permitted.

iii. IFRS 11 – Joint Arrangements was issued by the IASB in May 2011. This new standard focuses on classifying joint arrangements by their rights and obligations rather than their legal form. Entities are classified as either a joint operation whereby the parties have rights to the assets and obligations for the liabilities or a joint venture whereby the parties have rights to the net assets of the arrangement. In a joint operation the parties account for the assets, liabilities, revenue and expenses in proportion to its interest, whereas in a joint venture the parties recognise their interest as an investment and account for that investment using the equity method. This new standard is effective for annual reporting periods beginning on or after January 1, 2013. Earlier adoption is permitted.

iv. IFRS 12 – Disclosure of Interests in Other Entities was issued by the IASB in May 2011. This new standard provides disclosure requirements for entities' reporting of interests in other entities, including joint arrangements, special purpose arrangements and off-balance-sheet arrangements. This new standard is effective for annual reporting periods beginning on or after January 1, 2013. Earlier adoption is permitted.

v. IFRS 13 – Fair Value Measurement was issued by the IASB in May 2011. This new standard provides precise definition of fair value and single source of fair value measurement considerations for use across IFRSs. The key points are as follows:

- a) Fair value is measured using the price in a principal market for the asset or liability, or in the absence of a principal market, the most advantageous market;
- b) Financial assets and liabilities with offsetting positions in market risks or counterparty credit risks can be measured on the basis of an entity's net risk exposure;
- c) Disclosure regarding the fair value hierarchy has been moved from IFRS 7 to IFRS 13 and further guidance has been added to the determination of classes of assets and liabilities;
- d) A narrative has been provided discussing the sensitivity of fair value measurements categorized under Level 3 of the fair value hierarchy to significant unobservable inputs.
- e) Information must be provided on an entity's valuation processes for fair value measurements categorized under Level 3 of the fair value hierarchy

This new standard is effective for annual reporting periods beginning on or after January 1, 2013. Earlier adoption is permitted.

## EASTMAIN RESOURCES INC.

### NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS APRIL 30, 2012

#### 3. GENERAL INFORMATION (Continued)

- vi. IAS 1 – Presentation of Financial Statements was amended by the IASB in June 2011 in order to align the presentation of items in other comprehensive income with US GAAP standards.
- a) Items in other comprehensive income will be required to be presented in two categories: i) items that might be reclassified into profit and loss and; ii) those that will not be reclassified.
- b) The flexibility to present a statement of comprehensive income as one single statement or two separate statements of profit and loss and other comprehensive income remains unchanged.

The amendments to IAS 1 are effective for annual reporting periods beginning on or after July 1, 2012.

#### 4. MARKETABLE SECURITIES

##### a) Marketable Securities

Bonds and other securities are recorded at fair value. The Company has classified all of its investments in marketable securities, including the investments below, as available-for-sale. Investments in bonds bear interest at annual rates ranging from 1.25% to 5.75%, maturing between September 13, 2012 and June 15, 2016. Investments in public companies consist of shares in Dianor Resources Inc., which were acquired in exchange for geological data; shares of Threegold Resources Inc., received as a dividend from Dianor Resources Inc.; shares in Concordia Resource Corporation (formerly Western Uranium Corporation) received in exchange for prospecting permits and mineral claims; shares in Western Lithium Corporation resulting from a spin-out of Western Uranium Corporation; and shares in Honey Badger Exploration Inc., received in conjunction with an option to acquire a 50% interest in the Radisson property.

Marketable Securities as at April 30, 2012		
	# of Shares	\$
GIC's and investment grade bonds		3,013,493
Concordia Resource Corporation (formerly Western Uranium Corporation) common shares	539,336	210,341
Dianor Resources Inc. common shares	500,000	7,500
Honey Badger Exploration common shares	5,000,000	300,000
Threegold Resources Inc. common shares	12,380	1,052
Western Lithium Corporation common shares	169,612	40,707
		3,573,093
Less Current portion		2,514,217
		1,058,876

##### b) Hedging Activities

The Company does not engage in hedging activities nor does it hold or issue any derivative financial instruments.

#### 5. PREPAID AND SUNDRY RECEIVABLES

	April 30, 2012
Sales tax input credits recoverable	\$ 202,980
Government rebates	-
Sundry accounts receivable	126,232
Advances and prepaid expenses	24,803
	\$ 354,015



## EASTMAIN RESOURCES INC.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012

### 6. PROPERTY AND EQUIPMENT

The equipment is recorded at cost and is comprised as follows:

Cost	Computer equipment	Field equipment	Total
Balance, November 1, 2011	\$ 49,561	\$ 342,570	\$ 392,131
Additions	-	24,090	24,090
Balance, April 30, 2012	\$ 49,561	\$ 366,660	\$ 416,221

Accumulated depreciation	Computer equipment	Field equipment	Total
Balance, November 1, 2011	32,517	245,490	278,007
Additions	2,558	16,348	18,906
Balance, April 30, 2012	\$ 35,075	\$ 261,838	\$ 296,913

Carrying value	Computer Equipment	Field equipment	Total
Balance, April 30, 2012	\$ 14,486	\$ 104,822	\$ 119,308

### 7. MINERAL PROPERTIES

Acquisition, exploration and evaluation expenditures of mineral properties are recorded at cost and are comprised as follows:

#### Project expenditures for the six months ended April 30, 2012

Project	Drilling & Assays	Technical Surveys	Project Acquisition & Maintenance	Gross Expenditures	Grants	2012 Net Expenditures
Clearwater	\$ 2,476,855	\$ 179,174	\$ 630	\$ 2,656,659	\$ (635,444)	\$ 2,021,215
Eastmain Mine	941,573	83,920	-	1,025,493	(223,355)	802,138
Éléonore South	39,650	5,505	3,725	48,880	(27,114)	21,766
Ruby Hill	-	9,630	15,966	25,596	-	25,596
Reservoir	2,913	78,544	13,257	94,714	(2,520)	92,194
Radisson	-	4,677	6,706	11,383	(695)	10,688
Other	-	94,703	32,871	127,574	(13,036)	114,538
<b>Total</b>	<b>\$ 3,460,991</b>	<b>\$ 456,153</b>	<b>\$ 73,155</b>	<b>\$ 3,990,299</b>	<b>\$ (902,164)</b>	<b>\$ 3,088,135</b>

#### Cumulative acquisition, exploration and evaluation expenditures as at April 30, 2012

Project	Balance October 31, 2011	2012 Net Expenditures	Write-Downs & Recoveries	Balance April 30, 2012
Clearwater	\$ 21,524,891	\$ 2,021,215	\$ -	\$ 23,546,106
Eastmain Mine	10,897,962	802,138	-	11,700,100
Éléonore South	4,771,052	21,766	-	4,792,818
Ruby Hill	1,830,625	25,596	-	1,856,221
Reservoir	442,230	92,194	-	534,424
Radisson	75,594	10,688	-	86,282
Other	1,827,927	114,538	-	1,942,465
Xstrata JV	634,142	-	(634,142)	-
	\$ 42,004,423	\$ 3,088,135	\$ (634,142)	\$ 44,458,416

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**7. MINERAL PROPERTIES (Continued)**

As at April 30, 2012 the Company has outstanding refund claims for mining duties and resource investment tax credits from the Ministry of Natural Resources (Québec) and Revenue Québec in respect of claims filed up to October 31, 2011, amounting to approximately \$288,000 (\$1,000,000 as at April 30, 2011). Since the Company had not received confirmation of refund amounts for these periods, refunds have not been reflected in the quarterly financial statements for the periods ending April 30, 2012 and 2011 respectively.

**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	April 30, 2012
Trade accounts	\$ 918,048
Accrued liabilities	154,515
Due to related parties	32,246
	\$ 1,104,809

**9. RESTRICTED CASH AND FLOW-THROUGH SHARE PREMIUM LIABILITY**

	Flow-through premium liability	Restricted Cash
Balance, November 1, 2011	-	-
December 2011 flow-through issues	2,613,502	5,862,520
Reduction for expenses incurred	(1,177,450)	(2,616,555)
Balance, April 30, 2012	1,436,052	3,245,965

**10. SHARE CAPITAL****a) Authorized share capital**

The company is authorized to issue an unlimited number of common shares with no stated par value.

- i) In December 2011, the Company issued 2,615,441 flow-through shares in a private placement at \$2.20 per share for gross proceeds of \$5,753,970. Issue costs in connection with the private placement were \$417,533. A brokerage commission of 6% of gross proceeds was paid and 156,926 broker warrants were issued. Each warrant entitles the holder to purchase one common share at a price of \$1.40 until June 2, 2013. The Black-Scholes value associated with these warrants was \$30,757. The flow-through premium associated with this issue was \$2,589,287.
- ii) In December 2011, the Company issued 83,500 flow-through shares in a private placement to directors, officers, employees and service providers at \$1.30 per share for gross proceeds of \$108,550. Issue costs in connection with this private placement were \$27,049. The flow-through premium associated with this issue was \$24,215.

**b) Share purchase option plan**

On April 26, 2012, 250,000 share-purchase options with an exercise price of \$1.05 were issued to Directors. The options fully vested on the date of issue. The estimated fair value of the grant was \$158,250 using the Black-Scholes option pricing model with the following assumptions: dividend yield of 0; expected volatility factor of 58.4%; a risk-free interest rate of 1.74% and an expected average term of 7.5 years.

Stock Options	Number of Options	Weighted Average Exercise Price
Outstanding, November 1, 2011	4,909,605	\$ 1.25
Granted	250,000	\$ 1.05
Exercised	(75,000)	\$ 0.78
Outstanding, April 30, 2012	5,084,605	\$ 1.09

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**10. SHARE CAPITAL (Continued)**

Stock options outstanding as at April 30, 2012

Expiry date	Black-Scholes Value (\$)	Number of Options	Exercise Price (\$)
June, 2012	253,142	788,605	0.78
June, 2012	31,500	100,000	0.77
September, 2013	386,925	825,000	0.96
April, 2014	52,992	96,000	0.96
June, 2014	468,800	800,000	1.25
January, 2016	397,000	250,000	0.72
April, 2020	192,750	250,000	1.35
June, 2020	536,250	750,000	1.27
September, 2020	62,400	75,000	1.46
April, 2021	224,250	250,000	1.51
June, 2021	395,850	650,000	1.15
April, 2022	158,250	250,000	1.05
	3,160,109	5,084,605	1.09

As at April 30, 2012, the following options were outstanding and exercisable:

Exercise Price Range	Number Outstanding	Weighted Average Remaining Contractual Life	Weighted Average Exercise Price	Number Exercisable
\$0.51 - \$1.00	2,059,605	.81 years	\$0.85	2,059,605
\$1.01 - \$1.50	2,775,000	7.81 years	\$1.23	2,775,000
\$1.51 - \$2.00	250,000	9.00 years	\$1.51	250,000

**c) Warrants**

On December 2, 2011, 156,926 share purchase warrants were issued as broker compensation with an exercise price of \$1.40. The estimated fair value of the warrants was \$30,757 using the Black-Scholes option pricing model with the following assumptions: dividend yield of 0; expected volatility factor of 43.8%; a risk-free interest rate of 0.9% and an expected term of 1.5 years.

Warrants	Number of Warrants	Weighted Average Exercise Price
Outstanding, November 1, 2011	313,140	\$ 1.84
Expired	(229,140)	\$ 1.93
Granted	156,926	\$ 1.40
Outstanding, April 30, 2012	240,926	\$ 1.47

Warrants outstanding as at April 30, 2012

Expiry date	Black-Scholes Value (\$)	Number of Warrants	Exercise Price (\$)
September, 2012	40,236	84,000	1.60
June, 2013	30,757	156,926	1.40
	70,993	240,926	1.47

**11. CAPITAL MANAGEMENT**

The Company's objectives in managing capital are: to ensure that there are adequate resources to sustain operations and to continue as a going concern; to maintain adequate levels of funding to support acquisition and exploration of mineral properties; to maintain investor and market confidence, and; to provide returns to shareholders. The Company may manage its capital structure by issuing new shares, adjusting capital spending or disposing of assets. The Board of Directors does not establish quantitative return on capital criteria for management, but relies on management's expertise to sustain future development of the business.

## **EASTMAIN RESOURCES INC.**

### NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS APRIL 30, 2012

#### **11. CAPITAL MANAGEMENT (Continued)**

Exploration involves a high degree of risk, and there are substantial uncertainties about the ultimate ability of the Company to achieve positive cash flow from operations. Consequently, management reviews its capital management approach on an ongoing basis, taking into consideration operating expenditures and other investing and financing activities. As a part of this review, management considers the cost of capital and the risks associated with each class of capital. Based on recommendations from management, the directors balance overall capital structure through new share issues.

Management believes it will be able to raise equity capital as required in the long term, but recognizes there will be risks involved that may be beyond their control. Management intends to continue to use various strategies to minimize its dependence on equity capital, including the securing of joint arrangements where appropriate.

Management considers its capital structure to consist of equity attributable to equity holders of the Company, comprising issued share capital, contributed surplus, warrants and accumulated deficit, which at April 30, 2012 totalled \$53,703,997.

There were no changes in management's approach to capital management during the six months ended April 30, 2012. The Company is not subject to externally imposed capital requirements.

#### **12. FINANCIAL RISK FACTORS**

The Company's exposure to risk factors and their impact on the Company's financial instruments are summarized below:

##### **a) Fair Value**

Fair value represents the amount of which a financial instrument could be exchanged between willing parties, based on current markets for instruments with the same risk, principal and remaining maturity. Fair values estimates are based on quoted market values and other valuation methods.

##### **b) Credit Risk**

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's credit risk is primarily attributable to cash and cash equivalents, marketable securities, and receivables included in prepaid and sundry receivables. The Company has no significant concentration of credit risk arising from operations. Cash and cash equivalents are held with the Royal Bank of Canada, from which management believes the risk of loss to be minimal. Financial instruments included in prepaid and sundry receivables consist of other receivables. Management believes that the credit risk concentration with respect to financial instruments included in prepaid and sundry receivables is minimal.

##### **c) Liquidity Risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due. The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when due. As at April 30, 2012, the Company had cash and cash equivalents of \$14,088,886 to settle current liabilities of \$1,104,809. During the six months ended April 30, 2012, the Company raised net proceeds of \$5,500,513 through the issue of flow-through shares, and through the exercise of stock options. In management's opinion, there are sufficient funds to support the planned exploration program for the foreseeable future. All of the company's financial liabilities have contractual maturities of 30 days or less and are subject to normal trade terms. The Company is committed to spending \$5,862,520 on flow-through expenditures before December 31, 2012 of which \$2,616,555 was fulfilled as at April 30, 2012.

##### **d) Market Risk**

Market risk is the risk of loss that may arise from changes in market factors such as interest rates, foreign exchange rates, and commodity and equity prices.

##### **Interest Rate Risk**

The Company has cash balances, interest-bearing bank accounts and no interest-bearing debt. The Company's current policy is to invest excess cash in investment-grade bonds, treasury bills, bankers' acceptances and money market funds. Due to the short-term nature of these financial instruments, fluctuations in market rates do not have a significant impact on the estimated fair value as at April 30, 2012.

##### **Foreign Currency Risk**

The Company's functional currency is the Canadian dollar and major purchases are transacted in Canadian dollars. The Company funds certain administrative expenses in the United States on a cash-call basis using US dollar currency converted from its Canadian dollar bank account held in Canada. Management believes the foreign exchange risk derived from currency conversions is manageable and therefore, does not hedge its foreign exchange risk.

## EASTMAIN RESOURCES INC.

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012

### 12. FINANCIAL RISK FACTORS (Continued)

#### Price Risk

The Company is exposed to price risk with respect to commodity and equity prices. Equity-price risk is defined as the potential adverse impact on the Company's earnings due to movements in individual equity prices or general movements in the level of the stock market. Commodity-price risk is defined as the potential adverse impact on earnings and economic value due to commodity price movements and volatilities. The Company monitors commodity prices of precious metals, individual equity movements and the stock market to determine the appropriate course of action to be taken by the Company.

#### e) Sensitivity Analysis

The Company has designated its cash and cash equivalents and marketable securities as available-for-sale, which is measured at fair value with unrealized gains and losses recorded in other comprehensive income. Financial instruments included in prepaid and sundry receivables are classified as loans and receivables, which are measured at amortized cost. Accounts payable and accrued liabilities are classified as other financial liabilities, which are measured at amortized cost.

The carrying value and fair value amounts of the Company's financial instruments classified as to level according to the fair value hierarchy are:

	Assets (Liabilities)			
	April 30, 2012			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	\$11,140,654	-	-	\$11,140,654
Marketable securities	3,573,093	-	-	3,573,093
Prepaid expenses and sundry receivables	151,034	-	-	151,034
Accounts payable and accrued liabilities	(1,104,809)	-	-	(1,104,809)
	\$13,759,972	-	-	\$13,759,972

Financial instruments included in prepaid and sundry receivables are prepaid expenses of \$24,802 and sundry accounts receivable of \$126,232. Based on Management's knowledge and experience of the financial markets, the Company believes that the following movements are "reasonably possible" over a twelve-month period:

i) Interest-bearing bank accounts are at a variable rate and investments maturing in less than one year are subject to new interest rates at the time of renewal, and therefore, may be impacted. Current short-term interest rates are less than 2.0%. Sensitivity to a plus or minus 1% (100 basis points) change in current interest rates would affect net profit or loss by plus or minus \$136,089.

ii) The Company has investments in public companies. Sensitivity to a plus or minus 50% change in the fair market value of those securities would affect comprehensive net loss by \$279,800.

### 13. GENERAL AND ADMINISTRATIVE EXPENSES

	Three months ended		Six months ended	
	April 30,		April 30,	
	2012	2011	2012	2011
Amortization	\$ 10,343	\$ 7,873	\$ 18,906	\$ 14,964
General and Office	297,509	189,010	540,014	408,607
Professional fees	22,390	24,261	33,890	42,822
Stock option compensation	158,250	224,250	158,250	268,850
	\$ 488,492	\$ 445,394	\$ 751,060	\$ 735,243

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**14. EARNINGS PER SHARE**

	April 30,	
	2012	2011
Basic weighted average number of shares outstanding	97,216,753	93,368,878
Warrants	-	-
Stock options	-	-
Diluted weighted average number of shares outstanding	97,216,753	93,368,878

Items excluded from the calculation of diluted earnings because the exercise price is higher than the average quoted value of the common shares:

Warrants	100,440	229,140
Stock options	2,125,000	-

Items excluded from the calculation of diluted earnings because the effect of their exercise would be anti dilutive:

Warrants	-	84,000
Stock options	2,959,605	4,259,605

**15. RELATED PARTY TRANSACTIONS**

Related parties include the Board of Directors, key management, close family members and enterprises that are controlled by these individuals. Related party transactions conducted in the normal course of operations are measured at the amount established and accepted by the parties.

**a) Transactions with related parties**

	Six months ended April 30,	
	2012	2011
Donald Robinson (i)	\$ 116,400	\$ 114,000
Shawonis Explorations and Enterprises Ltd. (ii)	\$ 105,845	\$ 95,460
QB 2000 Inc. (iii)	\$ 33,280	\$ 24,665

- i. Donald Robinson is the President and Chief Executive Officer of Eastmain Resources Inc. and a member of the Board of Directors of Eastmain Resources Inc. Fees paid to Donald Robinson are related to professional geological exploration and management services and office rental. As at April 30, 2012, there was no outstanding amount due to Dr. Robinson (\$6,000 - 2011). These amounts are included in accounts payable and other liabilities.
- ii. The Exploration Manager of Eastmain Resources Inc. is the president of Shawonis Explorations and Enterprises Ltd. and is related to the Chief Executive Officer of Eastmain Resources Inc. Fees paid to Shawonis Explorations and Enterprises Ltd. are related to professional geological exploration and management services. As at April 30, 2012, \$32,246 was owed to Shawonis Explorations and Enterprises Ltd. (\$2,712 - 2011). These amounts are included in accounts payable and other liabilities.
- iii. The Chief Financial Officer of Eastmain Resources Inc. is the president of QB 2000 Inc. Fees paid to QB 2000 Inc. are related to the Chief Financial Officer function. As at April 30, 2012 and 2011, there were no outstanding amounts due to QB 2000 Inc.

**b) Remuneration of directors and key management personnel, other than consulting fees:**

	Six months ended April 30,	
	2012	2011
Salaries and benefits	\$ 147,455	\$ 143,743
Share-based compensation	\$ 158,250	\$ 224,250
	\$ 305,705	\$ 367,993

Certain officers have employment or service contracts with the Company. The Directors do not have any employment or service contracts. Officers and directors are entitled to share purchase options and cash remuneration for their services.

## EASTMAIN RESOURCES INC.

### NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS APRIL 30, 2012

#### 16. COMMITMENTS

The Company is committed to spending \$5,862,520 on flow-through expenditures before December 31, 2012 of which \$2,616,555 was fulfilled as at April 30, 2012.

#### 17. SUBSEQUENT EVENT

In accordance with the Company's stock option compensation plan, 850,000 ten-year-term stock options with an exercise price of \$0.88 were issued to officers and service providers in June 2012 and 268,605 options expiring in June 2012 were extended for a period of five years. The estimated cost of these changes, using the Black-Scholes pricing model, is \$384,200. Between May 1, 2012 and the date of filing, 175,000 options were exercised at \$0.78 and 445,000 options expired unexercised.

#### 18. CONVERSION TO IFRS

##### i. Overview

The policies set out in the Summary of Significant Accounting policies section of the Company's first interim financial statements for the quarter ended January 31, 2012 have been applied in the preparation of the financial statements for the six months ended April 30, 2012. The Company's transition date to IFRS was November 1, 2011.

##### a) Flow-through shares

The Company had followed the recommendations of the CICA's Emerging Issues Committee EIC-146 with respect to flow-through shares, whereby the tax benefit to the Company was recognized on the date of the renunciation of the benefit to the investors, provided there was reasonable expectation that the expenditures would be made. Resource expenditure deductions for income tax purposes, related to exploration and development activities funded by flow-through share arrangements renounced to investors, in accordance with income tax legislation, were recognized as temporary taxable differences which reduced share capital.

The Company has adopted IFRS policies for the recording of flow-through expenditures and the related tax implications effective November 1, 2010. The Company allocates the proceeds from the issue of flow-through shares between share capital, for the portion representing the quoted market value at issue, and share premium, for the difference between the market value and the issue price for the shares paid by the investors. The share premium is recognized as a liability, which is reduced and recorded as income, on a pro-rata basis to the corresponding eligible expenditures incurred.

The income taxes related to the renunciation of tax benefits to investors are recognized as a deferred tax liability as the flow-through premium liability is amortized to income. Determination of future income tax assets and liabilities is based on the differences between the financial reporting and tax bases of assets and liabilities, and is measured using the substantially enacted tax rates and laws that will be in effect when these differences are expected to reverse. The change in policy resulted in an overall adjustment to share capital and deficit of \$54,033. Differences between Canadian GAAP and IFRS attributable to the timing of the recognition of flow-through premiums and deferred income taxes impacted the financial statements as follows:

##### Impact on Condensed Consolidated Interim Statements of Financial Position

	April 30, 2011	October 31, 2011
Reduction of share capital	\$ (54,033)	\$ (54,033)
Premium liability on flow-through financing	\$ 1,295,082	\$ -
Reduction of deferred income tax liability	\$ (1,247,760)	\$ -
Reduction of deficit	\$ 6,711	\$ 54,033

	April 30, 2011	October 31, 2011
Premium income on flow-through financing	\$ 695,804	\$ 1,990,896
Future income tax recovery	\$ (660,883)	\$ (660,883)
Deferred income tax expense	\$ (689,093)	\$ (1,936,863)
Adjustment to deficit	\$ (654,172)	\$ (606,850)

**EASTMAIN RESOURCES INC.**

NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
 APRIL 30, 2012

**18. CONVERSION TO IFRS (Continued)****Impact on Condensed Consolidated Statements of Income (Loss) and Comprehensive Income (Loss)**

	Three months ended April 30, 2011	Six months ended April 30, 2011
Adjustment to income (loss)	\$ (650,666)	\$ (654,172)
Future income tax recovery	\$ (660,883)	\$ (660,883)
Deferred income tax expense	\$ (271,207)	\$ (689,093)
Adjustment to premium on flow-through financing	\$ 281,424	\$ 695,804

**ii. Presentation**

Certain amounts in these unaudited condensed consolidated interim financial statements have been reclassified to conform to the presentation adopted under IFRS. Under IFRS, the Company reports its statement of consolidated income (loss) on a comprehensive basis in a single statement rather than in two separate statements.

**iii. Reconciliation between IFRS and Canadian GAAP**

Reconciliation of financial position statements previously reported under Canadian GAAP to IFRS

	Cdn GAAP \$	October 31, 2011 Adjustments \$	IFRS \$
<b>Assets</b>			
Current assets			
Cash and cash equivalents	11,529,234	-	11,529,234
Marketable securities maturing in one year	2,490,963	-	2,490,963
Prepaid and sundry receivables	1,186,694	-	1,186,694
	15,206,891	-	15,206,891
Marketable securities	1,216,618	-	1,216,618
Equipment	114,123	-	114,123
Mineral properties	42,004,423	-	42,004,423
	58,542,055	-	58,542,055
<b>Liabilities and Shareholders' Equity</b>			
Current liabilities			
Accounts payable and accrued liabilities	4,339,427	-	4,339,427
Deferred income tax liability	3,158,402	-	3,158,402
	7,497,829	-	7,497,829
<b>Shareholders' equity</b>			
Capital stock	56,752,924	(54,033)	56,698,891
Warrants	140,676	-	140,676
Contributed surplus	10,208,716	-	10,208,716
	67,102,316	(54,033)	67,048,283
Deficit	(15,483,783)	(520,274)	(16,004,057)
Accumulated other comprehensive loss	(574,307)	574,307	-
	51,044,226	-	51,044,226
	58,542,055	-	58,542,055



**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**18. CONVERSION TO IFRS (Continued)****iii. Reconciliation between IFRS and Canadian GAAP (Continued)**

Reconciliation of financial position statements previously reported under Canadian GAAP to IFRS

	Cdn GAAP	April 30, 2011 Adjustments	IFRS
	\$	\$	\$
<b>Assets</b>			
Current assets			
Cash and cash equivalents	16,479,284	-	16,479,284
Marketable securities maturing in one year	2,244,756	-	2,244,756
Prepaid and sundry receivables	493,196	-	493,196
	19,217,236	-	19,217,236
Marketable securities	1,458,981	-	1,458,981
Equipment	107,046	-	107,046
Mineral properties	35,950,007	-	32,950,007
	56,733,270	-	56,733,270
<b>Liabilities and Shareholders' Equity</b>			
Current liabilities			
Accounts payable and accrued liabilities	1,480,264	-	1,480,264
Deferred premium on flow-through shares	-	1,295,082	1,295,082
	1,480,264	1,295,082	2,275,346
Deferred income tax liability	3,158,402	(1,247,760)	1,910,642
<b>Shareholders' equity</b>			
Capital stock	56,752,924	(54,033)	56,698,891
Warrants	140,676	-	140,676
Contributed surplus	9,812,866	-	9,812,866
	66,706,466	(54,033)	66,652,433
Deficit	(14,413,792)	(191,359)	(14,605,151)
Accumulated other comprehensive loss	(198,070)	198,070	-
	52,094,604	(47,322)	52,047,282
	56,733,270	-	56,733,270

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**18. CONVERSION TO IFRS (Continued)****iii. Reconciliation between IFRS and Canadian GAAP (Continued)**

Reconciliation of consolidated comprehensive loss previously reported under Canadian GAAP to IFRS

	Three months ended April 30, 2011		
	Cdn GAAP	Adjustments	IFRS
	\$	\$	\$
Expenses	445,394	-	445,394
Interest and other income	68,148	-	68,148
Gain (loss) on marketable securities	-	(114,262)	(114,262)
Premium on flow-through shares	-	281,424	281,424
Income (loss) before income taxes	(377,246)	167,162	(210,084)
Future income tax recovery	660,883	(660,883)	-
Deferred income tax expense	-	(271,207)	(271,207)
Net Income (loss) for the period	283,637	(764,928)	(481,291)
<b>Net Income (loss) before other comprehensive loss</b>	283,637	(764,928)	(481,291)
Other comprehensive income (loss)	(114,262)	114,262	-
Comprehensive net loss	(169,375)	(650,666)	(481,291)

	Six months ended April 30, 2011		
	Cdn GAAP	Adjustments	IFRS
	\$	\$	\$
Expenses	735,243	-	735,243
Interest and other income	146,965	-	146,965
Gain on marketable securities	-	47,420	47,420
Premium on flow-through shares	-	695,804	695,804
Income (loss) before income taxes	(588,278)	743,224	154,946
Future income tax recovery	660,883	(660,883)	-
Deferred income tax expense	-	(689,093)	(689,093)
Net Income (loss) for the period	72,605	(606,752)	(534,147)
<b>Net Income (loss) before other comprehensive loss</b>	72,605	(606,752)	(534,147)
Other comprehensive income (loss)	47,420	(47,420)	-
Comprehensive net Income (loss)	120,025	(654,172)	(534,147)

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**18. CONVERSION TO IFRS (Continued)****iii. Reconciliation between IFRS and Canadian GAAP (Continued)**

Reconciliation of cash flow statements previously reported under Canadian GAAP to IFRS

	Three months ended April 30, 2011		
	Cdn GAAP	Adjustments	IFRS
	\$	\$	\$
<b>Operating activities</b>			
Comprehensive net loss for the period	169,375	(650,666)	(481,291)
Amortization	7,873	-	7,873
Loss (gain) on the sale of investments	116,053	-	116,053
Premium on flow-through shares	-	(281,424)	(281,424)
Future income tax expense	-	271,207	271,207
Stock-based compensation	224,250	-	224,250
Recovery of future income taxes	(660,883)	660,883	-
Other receivables and prepaids	4,726	-	4,726
Accounts payable and other liabilities	814,570	-	814,570
	675,964	-	675,964
<b>Financing activities</b>			
Proceeds on issue of common shares	-	-	-
Proceeds on exercise of stock options	-	-	-
Share issue costs	(26,161)	-	(26,161)
	(26,161)	-	(26,161)
<b>Investing activities</b>			
Exploration and evaluation expenditures	(1,913,586)	-	(1,913,586)
Government exploration tax credits received	344,059	-	344,059
Purchase of equipment	(27,500)	-	(27,500)
Purchase of marketable securities	(14,596)	-	(14,596)
Proceeds on sale and redemption of marketable securities	-	-	-
	(1,611,623)	-	(1,611,623)
Change in cash and cash equivalents	(961,820)	-	(961,820)
Cash and cash equivalents, beginning of the period	17,441,104	-	17,441,104
Cash and cash equivalents, end of the period	16,479,284	-	16,479,284

**EASTMAIN RESOURCES INC.**NOTES TO CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
APRIL 30, 2012**18. CONVERSION TO IFRS (Continued)****iii. Reconciliation between IFRS and Canadian GAAP (Continued)**

Reconciliation of cash flow statements previously reported under Canadian GAAP to IFRS

	Six months ended April 30, 2011		
	Cdn GAAP	Adjustments	IFRS
	\$	\$	\$
<b>Operating activities</b>			
Comprehensive net loss for the period	120,025	(654,172)	(534,147)
Amortization	14,964	-	14,964
Loss (gain) on the sale of investments	(47,420)	-	(47,420)
Premium on flow-through shares	-	(695,804)	(695,804)
Future income tax expense	-	689,093	689,093
Stock-based compensation	268,850	-	268,850
Recovery of future income taxes	(660,883)	660,883	-
Other receivables and prepaids	457,021	-	457,021
Accounts payable and other liabilities	275,578	-	275,578
	428,135	-	428,135
<b>Financing activities</b>			
Proceeds on issue of common shares	5,181,000	-	5,181,000
Proceeds on exercise of stock options	453,600	-	453,600
Share issue costs	(413,771)	-	(413,771)
	5,220,829	-	5,220,829
<b>Investing activities</b>			
Exploration and evaluation expenditures	(3,545,402)	-	(3,545,402)
Government exploration tax credits received	353,954	-	353,954
Purchase of equipment	(27,500)	-	(27,500)
Purchase of marketable securities	(1,165,552)	-	(1,165,552)
Proceeds on sale and redemption of marketable Securities	742,705	-	742,705
	(3,641,795)	-	(3,641,795)
Change in cash and cash equivalents	2,007,169	-	2,007,169
Cash and cash equivalents, beginning of the period	14,472,115	-	14,472,115
Cash and cash equivalents, end of the period	16,479,284	-	16,479,284

## CORPORATE INFORMATION

### MANAGEMENT AND DIRECTORS

Donald J. Robinson, Ph.D., P. Geo  
President, CEO, Director

James L. Bezeau, BBA, CMA,  
Chief Financial Officer

Catherine I. Butella, B.Sc.  
Exploration Manager

Jay Goldman, BA, MBA, LLB  
Corporate Secretary

Ian J. Bryans, B.A.\*  
Director

John A. Hansuld, Ph.D.\*  
Director

David K. Joyce,  
Director

William L. Koyle \*  
Lead Director

Richard W. Hutchinson, Ph.D.  
Chief Technical Advisor

Neil Hillhouse, Ph.D.  
Special Advisor

Dr. Ted Moses, (former Grand Cree Grand Chief)  
Special Advisor

Chad Steward  
Manager Communications

\* Member of Audit Committee

### AUDITORS

Stern & Lovrics  
1200 Sheppard Ave. East, Suite 406  
Toronto (North York), Ontario, Canada M2K 2S5

### CORPORATE SERVICES

DSA Corporate Services Inc.  
50 Richmond Street East, Suite 101  
Toronto, Ontario, Canada, M5C 1N7

### LEGAL COUNSEL

Cassels Brock & Blackwell LLP  
40 King Street West, Suite 2100  
Toronto, Ontario, Canada, M5H 3C2

### TRANSFER AGENT

Equity Financial Trust Company  
200 University Avenue, Suite 400  
Toronto, Ontario, Canada M5H 4H1

### SHARES LISTED

Symbol: ER  
The Toronto Stock Exchange

### SHARE STRUCTURE (as at Sept 14, 2011)

Issued: 97,742,874  
Options: 5,084,605 (\$5,543,272)  
Warrants: 240,926 (\$354,097)

### CORPORATE OFFICE

50 Richmond Street East, Suite 101  
Toronto, Ontario, Canada M5H 1N7

### EXPLORATION OFFICE

834572, 4<sup>th</sup> Line EHS Mono Township  
Orangeville, Ontario  
Canada L9W 2Y8

### CONTACTS

Donald J. Robinson  
Catherine I. Butella

Tel: (519)940-4870  
Fax: (519)940-4871  
Email: info@eastmain.com

Corporate Communications:

Chad Steward  
Tel: (604)669-5026  
Email: ircommunications@telus.net

**WEBSITE:** www.eastmain.com