

Notice of No-Auditor Review of Interim Financial Statements

Under National Instrument 51-102, "Continuous Disclosure Obligations", 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 financial statements have not been reviewed by an auditor.

The company's external auditors, Collins Barrow Calgary LLP, have not performed a review of these financial statements.

Anglo Minerals Ltd.
Consolidated Balance Sheet
September 30, 2005

(see note 1 - Nature of entity and future operations)

	September 30, 2005 <i>(unaudited)</i>	June 30, 2005 <i>(audited)</i>
Assets		
Current assets		
Cash	\$ 4,434,425	\$ 4,562,989
Accounts receivable	16,579	10,054
Deposits	<u>22,000</u>	<u>20,000</u>
	4,473,004	4,593,043
Mineral properties and deferred costs (Schedule)	<u>642,077</u>	<u>568,839</u>
	<u>\$ 5,115,081</u>	<u>\$ 5,161,882</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	\$ 54,289	\$ 59,935
Due to an officer and director	1,521	1,521
Future income taxes	<u>954,194</u>	<u>994,304</u>
	1,010,004	1,055,760
Future income taxes	<u>187,221</u>	<u>162,599</u>
	<u>1,197,225</u>	<u>1,218,359</u>
Shareholders' Equity		
Share capital (note 3)	1,926,707	1,926,707
Contributed surplus	451,336	435,086
Retained earnings	<u>1,539,813</u>	<u>1,581,730</u>
	<u>3,917,856</u>	<u>3,943,523</u>
	<u>\$ 5,115,081</u>	<u>\$ 5,161,882</u>

Approved by the Board,

(signed) "Todd Montgomery" _____, Director

(signed) "Randy Ludwar" _____, Director

Anglo Minerals Ltd.

Consolidated Statement of Loss and Retained Earnings

(see note 1 - Nature of entity and future operations)

(unaudited)

	Three Months Ended September 30,	
	2005	2004
Revenue		
Interest income	\$ <u>26,205</u>	\$ <u>-</u>
Expenses		
Advertising and promotion	\$ 19,878	\$ -
Bank charges and other	57	842
Consulting fees	34,488	5,339
Office	958	463
Professional fees	10,320	4,221
Stock-based compensation	16,250	-
Transfer agent costs	<u>1,659</u>	<u>1,467</u>
	<u>83,610</u>	<u>12,332</u>
Loss before the following	(57,405)	(12,332)
Recovery of amount due from an officer and director	<u>-</u>	<u>5,440</u>
Loss before income taxes	(57,405)	(6,892)
Future income tax recovery	<u>15,488</u>	<u>-</u>
Net loss	(41,917)	(6,892)
Retained earnings (deficit), beginning of period	<u>1,581,730</u>	<u>(1,342,679)</u>
Retained earnings (deficit), end of period	\$ <u><u>1,539,813</u></u>	\$ <u><u>(1,349,571)</u></u>
Net loss per share	\$ <u><u>(0.00)</u></u>	\$ <u><u>(0.00)</u></u>
Weighted average number of shares outstanding		
- voting	23,121,832	16,326,832
- non-voting	<u>-</u>	<u>22,950,000</u>
	<u><u>23,121,832</u></u>	<u><u>39,276,832</u></u>

Anglo Minerals Ltd.

Consolidated Statement of Cash Flows

(see note 1 - Nature of entity and future operations)
(unaudited)

	Three Months Ended September 30,	
	2005	2004
Operating activities		
Net loss	\$ (41,917)	\$ (6,892)
Items not involving cash		
Stock-based compensation	16,250	-
Future income tax recovery	(15,488)	-
Recovery of amount due from an officer and director	<u>-</u>	<u>(5,440)</u>
	(41,155)	(12,332)
Changes in non-cash working capital balances relating to operating activities (note 4)	<u>(1,401)</u>	<u>416</u>
	<u>(42,556)</u>	<u>(11,916)</u>
Investing activities		
Repayment of advances to an officer and director, net	-	5,440
Additions to mineral properties and deferred costs	(73,238)	-
Changes in non-cash working capital balances relating to investing activities (note 4)	<u>(12,770)</u>	<u>-</u>
	<u>(86,008)</u>	<u>5,440</u>
Cash outflow	(128,564)	(6,476)
Cash, beginning of period	<u>4,562,989</u>	<u>15,818</u>
Cash, end of period	<u>\$ 4,434,425</u>	<u>\$ 9,342</u>

Anglo Minerals Ltd.

Consolidated Schedule of Mineral Properties and Deferred Costs

(see note 1 - Nature of entity and future operations)
(unaudited)

	Three Months Ended September 30,	
	2005	2004
Potash Project		
Mineral properties and exploration expenses		
Balance, beginning of period	\$ 83,476	\$ -
Applications approved-transferred from Deposits on permit applications	<u>190,176</u>	<u>-</u>
Balance, end of period	<u>273,652</u>	<u>-</u>
Deferred costs		
Balance, beginning of period	96,639	-
Additions	<u>37,298</u>	<u>-</u>
Balance, end of period	<u>133,937</u>	<u>-</u>
Deposits on permit applications		
Balance, beginning of period	388,724	-
Additions	35,940	-
Applications approved-transferred to Mineral properties and exploration expenses	<u>(190,176)</u>	<u>-</u>
Balance, end of period	<u>234,488</u>	<u>-</u>
Total costs	<u>\$ 642,077</u>	<u>\$ -</u>
Firebag Coal Project		
Mineral properties and exploration expenses		
Balance, beginning and end of period	<u>\$ -</u>	<u>\$ 327,010</u>
Deferred costs		
Balance, beginning and end of period	<u>-</u>	<u>250,437</u>
Total costs	<u>\$ -</u>	<u>\$ 577,447</u>
Total Project Costs for the Period		
Mineral properties and exploration expenses	\$ 273,652	\$ 327,010
Deferred costs	133,937	250,437
Deposits on permit applications	<u>234,488</u>	<u>-</u>
Total costs	<u>\$ 642,077</u>	<u>\$ 577,447</u>

Subsequent to September 30, 2005, the company submitted three additional permit applications and corresponding deposits aggregating \$25,490.

Anglo Minerals Ltd.
Notes to Consolidated Financial Statements
September 30, 2005
(unaudited)

1. Nature of entity and future operations

The company is engaged in the business of mineral exploration and development. The company is devoted to the exploration of natural resources and the acquisition of mineral rights. The company has yet to determine whether these properties contain economically recoverable reserves. The recoverability of the amounts shown for mineral properties and deferred costs is dependent on the existence of economically recoverable reserves and future profitable production from the mineral properties. To date, no development projects have been completed and no production commenced. Also, no significant revenues have been earned and the company is considered to be in the development stage.

2. Significant accounting policies

The accounting policies of the interim consolidated financial statements are the same as those described in the company's June 30, 2005 audited consolidated financial statements. The disclosures in the interim consolidated financial statements do not conform in all respects to the requirements of Canadian generally accepted accounting principles for annual financial statements. The interim consolidated financial statements should be read in conjunction with the June 30, 2005 consolidated financial statements.

Anglo Minerals Ltd.
Notes to Consolidated Financial Statements
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(unaudited)

3. Share capital

(a) Authorized

Unlimited number of voting common shares
 Unlimited number of non-voting common shares
 Unlimited number of preferred shares issuable in series with
 such rights and restrictions as the directors may
 determine prior to issuance

(b) Issued

	Three Months Ended September 30,			
	2005		2004	
	Number	Stated Value	Number	Stated Value
Common shares - voting				
Balance, beginning and end of period	<u>23,121,832</u>	\$ 2,051,729	<u>16,326,832</u>	\$ 1,516,997
Common shares - non-voting				
Balance, beginning and end of period	<u>-</u>	<u>-</u>	<u>22,950,000</u>	<u>472,318</u>
		2,051,729		1,989,315
Less: Share issuance costs				
Balance, beginning and end of period		<u>125,022</u>		<u>122,237</u>
		<u>\$ 1,926,707</u>		<u>\$ 1,867,078</u>

Anglo Minerals Ltd.
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4. Statement of cash flows

Change in non-cash working capital

	Three Months Ended September 30,	
	2005	2004
Operating activities		
Increase in accounts receivable	\$ (3,915)	\$ (872)
Increase in accounts payable	<u>2,514</u>	<u>1,288</u>
	<u>\$ (1,401)</u>	<u>\$ 416</u>
Investing activities		
Increase in accounts receivable	\$ (2,610)	\$ -
Decrease in accounts payable	(8,160)	-
Increase in deposits	<u>(2,000)</u>	<u>-</u>
	<u>\$ (12,770)</u>	<u>\$ -</u>

5. Stock- based compensation

- (a) The company has a stock option plan under which directors, officers, management, consultants and employees of the company are eligible to receive stock options. The aggregate number of shares to be issued upon the exercise of all options granted under the plan shall not exceed 3,200,000 shares of the company at the time of granting the options. The maximum number of shares granted to any one optionee shall not exceed 5% of outstanding common shares of the company. Options granted under the plan generally have a term of five years but may not exceed five years and vest as to 25% on each of the days which is 6, 12, 18, and 24 months after being granted. The exercise price of each option shall be determined by the directors at the time of grant but shall not be less than the price permitted by the stock exchange(s) on which the company's common shares are then listed.

The company records stock-based compensation expense upon vesting of options issued to directors, employees or consultants.

Anglo Minerals Ltd.
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A summary of the status of the company's stock option plan as at September 30, 2005 and 2004 is as follows:

	September 30, 2005		September 30, 2004	
	Number of Options	Weighted- Average Exercise Price	Number of Options	Weighted- Average Exercise Price
Outstanding, beginning and end of period	<u>3,200,000</u>	\$ 0.13	<u>2,550,000</u>	\$ 0.13

The following table summarizes information about stock options outstanding and exercisable at September 30, 2005:

Exercise Price	Number	Remaining Contractual Life
\$ 0.13	2,550,000	0.93 years
0.14	<u>162,500</u>	4.35
	<u><u>2,712,500</u></u>	

During the three months ended September 30, 2005, stock-based compensation costs of \$16,250 (2004 - \$NIL) have been expensed, relating to options vesting in the period, resulting in the recognition of \$16,250 (2004 - \$NIL) in contributed surplus.

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- (b) During the three months ended September 30, 2005, the company entered into a one-year services contract with a consultant under which the consultant will supply investor relations services. The terms of the contract may be renegotiated from time-to-time. The consultant was granted options to purchase 250,000 common shares of the company from the company's directors and officers at an exercise price of \$0.40 per share. The options vest in increments of 25% every three months from the date of issuance and expire on the later of two years from the date of grant or 90 days from termination of the contract.

Although these options were not issued by the company, the company receives a benefit equal to the value of these payments.

The weighted-average fair value of each of these stock options was estimated on the date of grant to be \$0.20 using the Black-Scholes option-pricing model with the following weighted-average assumptions:

Expected life (years)	2.00
Risk-free interest rate (%)	3.15
Expected volatility (%)	90
Expected dividends (\$/share)	-

As none of these options had vested during the three-months ended September 30, 2005, no investor relations expense has been recorded.

6. Related party transactions

- (a) During the three months ended September 30, 2005, the company paid consulting fees of \$NIL (2004 - \$3,000) to the president of the company. The company also paid management fees totaling \$18,000 (2004 - \$NIL) to a company wholly owned by the president of the company. The total amount owing to the president's company of \$6,000 (2004 - \$NIL) is included in accounts payable and accrued liabilities.
- (b) During the three months ended September 30, 2005, a director provided the company with accounting services of \$1,868 (2004 - \$1,339). The total amount owing to the director of \$3,668 (2004 - \$2,957) is included in accounts payable and accrued liabilities.
- (c) During the three months ended September 30, 2005, a legal practice owned by a director provided the company with legal services of \$2,320 (2004 - \$NIL). The total amount owing to the director's legal practice of \$209 (2004 - \$NIL) is included in accounts payable and accrued liabilities.

Management is of the opinion that these 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.