

ROBEX RESOURCES INC.

**CONSOLIDATED FINANCIAL STATEMENTS - 2nd QUARTER
(UNAUDITED)**

June 30, 2006

The consolidated financial statements of Robex Resources Inc. for the second quarter ended June 30, 2006 as well as the corresponding comparative data were not revised by the Company's auditor, as envisaged by chapter 7050 of the Handbook of the Canadian Institute of chartered accountants.

ROBEX RESOURCES INC.

CONSOLIDATED STATEMENTS OF OPERATIONS (unaudited)	Second quarter ended		First half ended	
	June 30,		June 30,	
	2006	2005	2006	2005
	\$	\$	\$	\$
INCOME				
Interests	12,144	6,206	22,063	18,065
Investments	---	---	33,662	---
Foreign exchange	(563)	55	1,003	55
	11,581	6,261	56,728	18,120
EXPENSES				
Administration	35,690	34,103	60,773	74,837
Cost of stock option compensation	27,612	(63,569)	73,008	(209)
Professional fees	94,407	87,898	166,161	144,426
Interest and bank charges	6,195	6,730	13,456	13,683
Financial reporting and stock exchange fees	20,201	14,940	33,797	26,062
Financing solutions	12,573	17,003	23,380	43,973
Advertising and promotion	14,843	23,959	20,990	45,175
Telecommunications	2,007	3,228	4,376	6,713
Office	1,752	3,342	3,827	4,126
Depreciation of fixed assets	511	705	1,023	1,410
	215,791	128,339	400,791	360,196
OPERATING LOSS	(204,210)	(122,078)	(344,063)	(342,076)
Write-off of mining rights and titles	(108)	---	(108)	---
Gain on debts barred by statute - Note 6	464,757	---	464,757	---
	464,649	---	464,649	---
NET INCOME (NET LOSS)	260,439	(122,078)	120,586	(342,076)

ROBEX RESOURCES INC.

CONSOLIDATED STATEMENT OF DEFICIT
 (unaudited)

	Second quarter ended		First half ended	
	June 30,		June 30,	
	2006	2005	2006	2005
	\$	\$	\$	\$
Balance, beginning of period	11,860,525	10,468,137	11,719,495	10,239,012
Share issue expenses - Note 7	394,773	10,273	395,950	19,400
(Net income) net loss	<u>(260,439)</u>	122,078	<u>(120,586)</u>	342,076
Balance, end of period	11,994,859	10,600,488	11,994,859	10,600,488
(NET INCOME) NET LOSS				
PER SHARE, BASIC - Note 9	<u>(0.004)</u>	0.003	<u>(0.002)</u>	0.008

ROBEX RESOURCES INC.

CONSOLIDATED STATEMENT CONTRIBUTED SURPLUS (unaudited)	Second quarter ended		First half ended	
	2006	June 30, 2005	2006	June 30, 2005
	\$	\$	\$	\$
Balance, beginning of period	832,112	593,421	623,216	530,061
Stock options carried to expenses during the period	27,612	(63,569)	73,008	(209)
Expired warrants	779,600	---	943,100	---
Balance, end of period	1,639,324	529,852	1,639,324	529,852

ROBEX RESOURCES INC.

**CONSOLIDATED STATEMENT OF ACQUISITION
COST AND OF DEFERRED EXPLORATION
AND DEVELOPMENT EXPENSES
(unaudited)**

	Second quarter ended		First half ended	
	June 30,		June 30,	
	2006	2005	2006	2005
	\$	\$	\$	\$
ACQUISITION COST				
Balance, beginning of period	1,894,424	1,619,143	1,805,928	1,513,414
Add:				
Acquisition cost of the year				
paid in cash	177,705	133,472	177,704	178,355
paid through share issuance	---	---	88,497	60,846
	177,705	133,472	266,201	239,201
Balance, end of period - Note 4	2,072,129	1,752,615	2,072,129	1,752,615
DEFERRED EXPLORATION AND DEVELOPMENT EXPENSES				
Balance, beginning of period	6,520,285	4,985,681	6,202,411	4,164,816
Add:				
Management fees	19,377	31,563	46,314	52,220
Exploration expenses	580,628	315,815	778,334	785,956
Equipment	24,398	64,137	89,421	366,685
Development fees	12,302	33,947	10,455	33,947
Travel expenses	11,019	15,820	12,397	30,704
Supplies and other	31,730	39,488	60,407	52,123
	679,454	500,770	997,328	1,321,635
	7,199,739	5,486,451	7,199,739	5,486,451
Write-off	108	---	108	---
Balance, end of period - Note 4	7,199,631	5,486,451	7,199,631	5,486,451

ROBEX RESOURCES INC.**CONSOLIDATED BALANCE SHEETS**

	June 30, 2006 (unaudited) \$	December 31, 2005 (audited) \$
ASSETS		
CURRENT		
Cash	311,689	224,958
Temporary investments - At cost	2,829,653	1,417,750
Accounts receivable - Note 3	53,008	120,925
Prepaid expenses	12,428	4,460
	<u>3,206,778</u>	<u>1,768,093</u>
MINING RIGHTS AND TITLES - At cost - Note 4	9,271,760	8,008,339
LONG-TERM INVESTMENTS - At cost (market value - \$248,768 ; 2005 - \$157,622)	124,180	115,705
FIXED ASSETS - Note 5	6,386	7,409
	<u><u>12,609,104</u></u>	<u><u>9,899,546</u></u>
LIABILITIES		
CURRENT		
Account payable and accrued charges	102,120	257,153
Promissory note, 6%, matured on October 16, 1999 - Note 6	---	452,050
	<u>102,120</u>	<u>709,203</u>
MINORITY INTEREST	<u>938</u>	<u>938</u>
SHAREHOLDERS' EQUITY		
Share capital - Note 7	21,022,681	18,677,684
Stock purchase warrant - Note 7	1,838,900	1,608,000
Contributed surplus - Note 7	1,639,324	623,216
Deficit	(11,994,859)	(11,719,495)
	<u>12,506,046</u>	<u>9,189,405</u>
	<u><u>12,609,104</u></u>	<u><u>9,899,546</u></u>

ROBEX RESOURCES INC.

CONSOLIDATED STATEMENT OF CASH FLOWS (unaudited)	Second quarter ended		First half ended	
	June 30,		June 30,	
	2006	2005	2006	2005
	\$	\$	\$	\$
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES :				
Operating				
Net income (net loss)	260,439	(122,078)	120,586	(342,076)
Adjustments for :				
Gain on disposal of long-term investments	---	---	(33,662)	---
Depreciation of fixed assets	511	705	1,023	1,410
Stock based compensation expense	27,612	(63,569)	73,008	(209)
Changes in non-cash operating working capital items - Note 8	(403,492)	137,433	(547,134)	245,941
	(114,930)	(47,509)	(386,179)	(94,934)
Investing				
Disposal of long-term investments	---	---	50,867	---
Acquisition of long-term investments	(25,680)	---	(25,680)	---
Addition to mining rights and titles	(857,051)	(634,243)	(1,174,924)	(1,299,992)
	(882,731)	(634,243)	(1,149,737)	(1,299,992)
Financing				
Issue and subscription for common shares	2,256,500	---	2,256,500	---
Issue of stock purchase warrants	828,500	---	828,500	---
Share issue expenses	(49,273)	(10,273)	(50,450)	(19,400)
	3,035,727	(10,273)	3,034,550	(19,400)
Increase (decrease) in cash and cash equivalents	2,038,066	(692,025)	1,498,634	(1,414,326)
Cash and cash equivalents, beginning of period	1,103,276	1,475,956	1,642,708	2,198,257
Cash and cash equivalents, end of period - Note 8	3,141,342	783,931	3,141,342	783,931

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)**Period of six months ended June 30, 2006**

1 - DESCRIPTION OF BUSINESS

The Company, incorporated under Part 1A of the Companies Act (Québec), has interests in mining properties that are at the exploration stage and for which the profitability of operations has not yet been determined.

2 - ACCOUNTING POLICIES**Basis of presentation**

The financial information as at June 30, 2006 and for the periods ended June 30, 2006 and June 30, 2005 is unaudited; however, in the opinion of management, all adjustments necessary to present fairly the results of those periods have been included. The adjustments made were of a normal recurring nature. Interim results may not necessarily be indicative of results anticipated for the year.

These interim financial statements are prepared in accordance with generally accepted accounting principles in Canada and use the same accounting policies and methods used in the preparation of the company's most recent annual financial statements. All disclosures required for annual financial statements have not been included in these financial statements. These interim financial statements should be read in conjunction with the company's most recent annual financial statements. Furthermore, they have not been reviewed by the Company's auditor.

Principles of consolidation

The consolidated financial statements include the accounts of the Company and its subsidiaries, *Société Robex N' Gary – SA*, in which the Company has an 85% interest and *Robex Resources Mali S.A.R.L.*, a wholly-owned subsidiary.

ROBEX RESOURCES INC.**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**
(unaudited)**Period of six months ended June 30, 2006**

	June 30, 2006 (unaudited)	December 31, 2005 (audited)
	\$	\$
3 - ACCOUNTS RECEIVABLE		
Advances	16,213	91,884
Corporates taxes	36,795	29,041
	<u>53,008</u>	<u>120,925</u>

4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES

The acquisition cost and deferred exploration and development expenses by project are as follows:

	June 30, 2006 (unaudited)	December 31, 2005 (audited)
	\$	\$
Roy-McKenzie Township		
100% undivided interest		
Acquisition	10,000	10,000
Exploration	298,405	298,405
Diangounté - Mali (1)		
85% undivided interest		
Acquisition	1,187,075	1,187,075
Exploration	3,395,258	3,197,277
Kolomba - Mali		
Undivided interest (2)		
Acquisition	91,824	86,129
Exploration	1,046,255	1,043,175
Kossaya - Mali		
Undivided interest (2)		
Acquisition	61,829	54,192
Exploration	127,326	92,190
Carried forward :	<u>6,217,972</u>	<u>5,968,443</u>

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(unaudited)

Period of six months ended June 30, 2006

	June 30, 2006 (unaudited) \$	December 31, 2005 (audited) \$
4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES (continued)		
Carried forward :	6,217,972	5,968,443
Moussala - Mali		
Undivided interest (3)		
Acquisition	24,052	24,052
Exploration	296,062	208,339
Wili-Wili		
Undivided interest (4)		
Acquisition	70,770	70,770
Exploration	87,135	25,497
Wili-Wili West		
Undivided interest (4)		
Acquisition	70,656	70,656
Exploration	23,052	14,071
Mininko		
Options for undivided interest (5)		
Acquisition	208,913	107,869
Exploration	1,296,656	1,217,830
Kamasso		
Options for undivided interest (5)		
Acquisition	207,255	106,211
Exploration	75,539	75,865
Carried forward :	8,578,062	7,889,603

ROBEX RESOURCES INC.**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS****(unaudited)****Period of six months ended June 30, 2006**

	June 30, 2006	December 31, 2005
	(unaudited)	(audited)
	\$	\$
4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES - (continued)		
Carried forward :	8,578,062	7,889,603
Sanoula		
Options for undivided interest (6)		
Acquisition	88,974	88,974
Exploration	474,053	29,654
Tintiba		
Exploration authorization (7)		
Acquisition	---	---
Exploration	---	108
N'Golopene		
Options for undivided interest (8)		
Acquisition	50,781	---
Exploration	79 890	---
	9,271,760	8,008,339

When totaled, the acquisition costs and exploration expenses respectively amount to \$2,072,129 (\$1,805,928 on December 31, 2005) and \$7,199,631 (\$6,202,411 on December 31, 2005).

- (1) The mining right of Diangounte are 100% held by the Société Robex N'Gary SA, a Malian company in which Robex holds 85% of the issued shares and in which N'Gary Transport holds 15%.

Under an agreement, the Company must pay a royalty of US\$750,000 per million ounces of gold extracted in excess of 500,000 ounces. Pursuant to the terms of the agreement, the royalty is payable by way of 50% in cash and 50% in shares.

- (2) On November 2003, the company concluded an agreement to progressively acquire, over a five-year period, prospecting and exploration permits in the Republic of Mali. The balance of US\$70,200 (US\$70,200 on December 31, 2005) transpires as follows :

ROBEX RESOURCES INC.**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

(unaudited)

Period of six months ended June 30, 2006**4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES**

(continued)

	Undivided interest	
First year	51%	**
Second year	61%	**
Third year	71%	**
Fourth year	81%	May 2007
Fifth year*	95%	May 2008

* Excluding the permit for Kossaya, for which the acquisition for the fifth year will be 92.5%.

** With the first three year's payments having been made, the 71% interest was consequently acquired as at June 30, 2006.

(3) The company holds 100% of exploration permit

(4) On February 2005, the company concluded an agreement to progressively acquire, over a four-year period, prospecting and exploration permits in the Republic of Mali. The balance of US\$160,000 (US\$160,000 on December 31, 2005) transpires as follows :

	Undivided interest	
First year	55%	**
	65%	**
Second year	75%	December 2006
Third year	85%	December 2007
Fourth year	95%	December 2008

** With the first year's payments having been made, the 65% interest will be acquired when all exploration expenses have been incurred.

The seller will receive "net smelter return" (NSR) royalties of 2%, of which 1% is redeemable for US\$1,000,000 for each of the properties.

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**(unaudited)****Period of six months ended June 30, 2006**

4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES**(continued)**

- (5) On March 8, 2005, the Company entered into an agreement to acquire the Mininko and Kamasso properties. According to this agreement, to obtain an undivided interest of 51%, the Company will have to pay US\$450,000 and spend an amount of US\$1,440,000 on exploration work over a three-year period. Half of the US\$450,000 will be payable in cash, and the other half will be payable in shares. The initial payment of US\$100,000, which was agreed upon during the signing of the agreement, was settled by way of a payment of US\$50,000 in June 2005 and an issue of 161,750 shares, which were issued in March, 2005. In December 2005, a payment of US\$75,000 was made to settle the cash portion of the second payment totalling US\$150,000. An issue of 379,259 shares in January 2006 was completed the commitment of the second payment, which totals US\$150,000. In June 2006, a payment of US\$100,000 was made to settle the cash portion of the third payment, which totals US\$200,000. An issue of 506,740 shares will complete the commitment of the third payment, which totals US\$200,000. At the end of the three-year period, the Company can acquire the remaining 49% undivided interest for US\$480,000.
- The seller would subsequently receive "net smelter return" (NSR) royalties of 2% on which Robex will have a first refusal. As at June 30th, the company has spent \$1,788,363.
- (6) On March 8, 2005, the Company entered into an agreement to acquire the Sanoula property. Under this agreement, to obtain an undivided interest of 51%, the Company will have to pay US\$175,000 and an amount of US\$725,000 on exploration work over a three-year period. Half of the amount of US\$175,000 will be payable in cash, and the other half will be payable in shares. The initial payment of US\$75,000 was settled by way of payment of US\$37,500 and an issue of 185,015 shares, which were issued in November 2005. At the end of the three years, the Company can acquire the remaining 49% undivided interest for US\$240,000. The seller would subsequently receive "net smelter return" (NSR) royalties of 2% on which Robex will have a first refusal. As at June 30th, the company has spent \$563,027.
- (7) On October 12, 2005, the Company concluded a 90-day agreement, renewable for one other 90-day period, authorizing the Company to explore the Tintiba property. The pre-emption right related to this authorization is not a right by which the Company can acquire the Tintiba property. On June 2006, the Company dropped his agreement.
- (8) On June 2006, the company concluded an agreement to progressively acquire, over a three-year period, prospecting and exploration permits in the Republic of Mali. The balance of US\$200,000 transpires as follows :

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)
Period of six months ended June 30, 2006
4 - MINING RIGHTS AND DEFERRED EXPLORATION EXPENSES
(continued)

	Undivided interest	
First year	55%	**
Second year	63%	May 2007
	69%	November 2007
Third year	82%	May 2008
	93%	November 2008

**

With the first year's payments having been made, the 55% interest was consequently acquired as at June 30, 2006.

The seller will receive "net smelter return" (NSR) royalties of 2%, of which 1% is redeemable for US\$500,000.

5 - FIXED ASSETS	Cost	Accumulated amortization	June 30,	December 31,
			2006 (unaudited)	2005 (audited)
			\$	\$
			Net book value	Net book value
Office furniture	10,943	9,363	1,580	1,755
Computer equipment	19,143	14,337	4,806	5,654
	30,086	23,700	6,386	7,409

6 - PROMISSORY NOTE

The promissory note bearing at 6 % expired on October 16, 1999. As of this date, the Company has not repaid the capital or the interest. The company received a legal opinion to this debt, at the effect that the debt is barred by statute.

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
 (unaudited)

 Period of six months ended June 30, 2006

7 - SHARE CAPITAL
Authorized :

Unlimited number of shares without par value :

Common

Preferred, non-voting, variable non-cumulative dividend not exceeding 14 %, non-participating in the remaining assets, redeemable at the purchase price

	June 30, 2006 (unaudited) \$	December 31, 2005 (audited) \$
Issued :		
64,280,439 common shares (51,561,180, as at Decembre 31, 2005)	21,022,681	18,677,684

During the year, the Company issued 379,259 common shares as consideration for the acquisition of property in Mali for an amount of \$88,497.

During the year, the Company issued 12,340,000 common shares and 12,340,000 warrants bearing the terms described below for a cash consideration of \$3,085,000. Of this amount, \$828,500 was assigned to warrants. The issue expenses of these placements amount to \$394,773, including an amount of \$345,500 representing the fair value of the 2,468,000 issued warrants.

Under the stock option plan, the Company may assign options to certain directors, officers, key employees and suppliers. The total number of common shares in the Company's share capital that can be issued under this plan is 10,000,000 shares. The total number of common shares reserved for the exercising of options in favour of an option holder should not represent more than five percent (5%) of the Company's common shares issued and outstanding. At the time that options are granted, the Board of Directors determines their terms and exercise prices. The terms of issued options cannot exceed five years, and the exercise price of said options cannot be less than the closing price of the day preceding the grant date. Options granted under the terms of this plan are acquired for a period of 12 months at a rate of 25% per three-month period for financial advisers and for a period of 18 months at a rate of 16.67% per three-month period for all other holders.

During the period, the stock option plan was amended. The total number of common shares reserved under this plan has increased from 7,725,000 shares to 10,000,000 shares.

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)

Period of six months ended June 30, 2006

7 - SHARE CAPITAL - (continued)

The stock options changed as follows:

	Second quarter ended ended June 30, 2006		First half ended ended June 30, 2006	
	Number	Weighted average exercise price	Number	Weighted average exercise price
Outstanding, beginning of period	5,283,500	0.43	5,483,500	0.43
Granted	2,118,000	0.30	2,118,000	0.30
Cancelled or expired	---	---	(200,000)	0.44
Outstanding, end of period	<u>7,401,500</u>	<u>0.39</u>	<u>7,401,500</u>	<u>0.39</u>
Exercisable	<u>4,668,500</u>	<u>0.44</u>	<u>4,668,500</u>	<u>0.44</u>

The following table summarizes certain information on the Company's stock options as at June 30, 2006 :

Exercise price	Outstanding Options as at June 30, 2006		Exercisable Options as at June 30, 2006	
	Number	Weighted average remaining contractual life (years)	Number	Weighted average remaining contractual life (years)
From \$0.30 to \$0.34	2,853,000	4.8	270,000	4.8
From \$0.35 to \$0.39	2,085,000	2.9	1,951,667	2.9
From \$0.40 to \$0.44	80,000	5.3	80,000	5.3
From \$0.45 to \$0.49	140,000	3.0	140,000	3.0
From \$0.50 to \$0.54	1,477,500	0.7	1,460,833	0.7
From \$0.55 to \$0.59	188,000	3.1	188,000	3.1
From \$0.60 to \$0.64	578,000	3.3	578,000	3.3
	<u>7,401,500</u>		<u>4,668,500</u>	

ROBEX RESOURCES INC.**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**
(unaudited)

Period of six months ended June 30, 2006

7 - SHARE CAPITAL - (continued)

Warrants experienced the following changes:	Second quarter ended ended June 30, 2006		First half ended ended June 30, 2006	
	Number	Weighted average exercise price	Number	Weighted average exercise price
Outstanding, beginning of period	11,583,333	0.53	13,358,958	0.51
Granted	14,808,000	0.33	14,808,000	0.33
Expired	(5,000,000)	0.80	(6,775,625)	0.70
Outstanding, end of period	<u>21,391,333</u>	<u>0.38</u>	<u>21,391,333</u>	<u>0.38</u>
Exercisable	<u>21,391,333</u>	<u>0.38</u>	<u>21,391,333</u>	<u>0.38</u>

The following table summarizes certain information on the Company's warrants as at June 30, 2006 :

Outstanding, exercisable warrants as at June 30, 2006

Number	Exercise price	Weighted Average Remaining Life (years)
4,850,000	0,30 \$	1.3
1,733,333	1,00 \$	0.3
12,340,000	0,35 \$	1.9
<u>2,468,000</u>	<u>0,25 \$</u>	<u>1.9</u>
<u>21,391,333</u>		

The 664,000 agent's warrants outstanding as at June 30, 2006 can be exercised at a price of \$0.25 on or before October 17, 2007. Each agent's warrant affords the right to purchase one unit. Each unit consist of a common share and a half warrant.

ROBEX RESOURCES INC.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(unaudited)

Period of six months ended June 30, 2006

7 - SHARE CAPITAL - (continued)

The following table summarizes certain information on the Company's agent's warrants as at June 30, 2006 :

Outstanding, exercisable agent's warrants as at June 30, 2006

Number	Exercise price	Weighted Average Remaining Life (years)
664 000	0,25 \$	1.3

8 - ADDITIONAL INFORMATION ON THE STATEMENT OF CASH FLOW

Changes in non-cash operating working capital items

	Second quarter ended		First half ended	
	2006	June 30, 2005	2006	June 30, 2005
	\$	\$	\$	\$
Increase (decrease) in current assets				
Accounts receivable	71,439	(8,462)	67,917	(22,896)
Loan note	---	91,193	---	90,000
Deposit on the acquisition of property	---	---	---	6,355
Prepaid expenses	(10,365)	---	(7,968)	6,747
Increase (decrease) in current liabilities				
Accounts payable	(5,735)	48,305	(155,033)	152,941
Promissory note	(458,831)	6,397	(452,050)	12,794
	<u>(403,492)</u>	<u>137,433</u>	<u>(547,134)</u>	<u>245,941</u>

	June 30, 2006 (unaudited) \$	December 31, 2005 (audited) \$
<i>Cash and cash equivalents</i>		
Cash	311,689	1,475,956
Temporary investments	2,829,653	---
	<u>3,141,342</u>	<u>1,475,956</u>

ROBEX RESOURCES INC.**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**
(unaudited)**Period of six months ended June 30, 2006****9 - NET INCOME (NET LOSS) PER SHARE**

The following table shows a reconciliation between the basic income (loss) per share and the diluted income (loss) per share :

	Second quarter ended		First half ended	
	2006	June 30, 2005	2006	June 30, 2005
	\$	\$	\$	\$
Net income (net loss) basic and diluted	260,439	(122,078)	120,586	(342,076)
Weighted number of outstanding basic shares	54,788,131	41,479,103	53,330,573	40,958,860
Stock options and warrants with dilutive effect (1)	140,120	304,191	70,060	578,084
Diluted weighted average number of shares outstanding	54,928,251	41,783,294	53,400,633	41,536,944
Net income (net loss) by share basic and diluted (2)	0.004	(0.003)	0.002	(0.008)

(1)

The calculation of the dilutive effects excludes all anti-dilutive options and warrants that would not be exercised because their price is higher than the average market value of the Company's common shares for each of the periods shown in the table. The number of excluded options and warrants is 5,609,346 and 6,504,102, respectively, for the period of three months ended June 30, 2006 (5,470,868 and 9,250,874 for the first half ended June 30, 2006).

(2) Due to the net losses suffered during each of the years ended December 31, 2005 and 2004, all of the potentially dilutive securities were considered anti-dilutive.