



LOMIKO METALS INC.
CONSOLIDATED FINANCIAL STATEMENTS

January 31, 2011

The Company's independent auditor has not performed a review of these interim financial statements

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LOMIKO METALS INC.
CONSOLIDATED BALANCE SHEETS
(unaudited)

	January 31, 2011 (unaudited)	July 31, 2010 (audited)
ASSETS		
Current		
Cash	\$ 237,367	\$ 194,196
Accounts receivable and advances	15,115	16,382
Prepaid expenses	24,932	24,008
	277,414	234,586
Interests in Mineral Properties (Note 2)	332,618	519,941
	\$ 610,032	\$ 754,527
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 6,242	\$ 39,675
	6,242	39,675
SHAREHOLDERS' DEFICIENCY		
Capital Stock (Note 3)	16,506,674	16,288,868
Warrants (Note 4)	76,644	-
Contributed Surplus (Note 4)	237,367	237,367
Deficit	(16,216,895)	(15,811,383)
	603,790	714,852
	\$ 610,032	\$ 754,527

Nature of Operations and Ability to Continue as a Going concern (Note 1)
Subsequent Events (Note 7)

Approved on behalf of the Board:

"Paul Gill"

Paul Gill - President and Chief Executive Officer

"Jacqueline Michael"

Jacqueline Michael - Chief Financial Officer

The accompanying notes form an integral part of these financial statements

LOMIKO METALS INC.**CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT**
(unaudited)

	THREE MONTHS ENDED		SIX MONTHS ENDED	
	January 31		January 31	
	2011	2010	2011	2010
		(restated)		(restated)
Expenses				
Accounting and audit	\$ 1,500	\$ -	\$ 1,500	\$ -
Advertising and promotion	17,741	24,430	37,202	45,156
Legal and consulting fees	9,655	23,206	32,325	136,590
Legal settlement	-	-	52,876	-
Management fees (Note 5)	30,000	30,000	60,000	57,500
Bonuses	-	-	-	10,000
Office and miscellaneous	3,730	4,412	7,828	9,972
Regulatory and filing fees	11,195	8,918	19,415	17,806
Shareholder communications	1,198	2,019	1,232	3,062
Telephone	855	154	1,947	290
Travel	1,962	4,860	4,319	25,375
Write down of mineral property acquisition & exploration expenses (Note 2)	-	-	187,323	-
	77,836	97,999	405,967	305,751
Operating Loss	(77,836)	(97,999)	(405,967)	(305,751)
Other				
Interest income	-	442	455	835
Net loss	(77,836)	(97,557)	(405,512)	(304,916)
Deficit, Beginning Of Period	(16,139,059)	(15,186,542)	(15,811,383)	(14,979,183)
Deficit, End Of Period	\$ (16,216,895)	\$ (15,284,099)	\$ (16,216,895)	\$ (15,284,099)
Basic And Diluted Loss Per Share	\$ (0.00)	\$ (0.00)	\$ (0.01)	\$ (0.01)
Basic And Diluted Weighted Average Common Shares	44,518,445	34,753,181	42,866,806	34,753,181

The accompanying notes form an integral part of these financial statements

LOMIKO METALS INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited)

	THREE MONTHS ENDED		SIX MONTHS ENDED	
	January 31		January 31	
	2011	2010	2011	2010
		(restated)		(restated)
Cash Flows from (used by) Operating Activities				
Net loss for the period	\$ (77,836)	(97,557)	(405,512)	(304,916)
Items not involving cash:				
Mineral property costs written off	-	-	187,323	-
	(77,836)	(97,557)	(218,189)	(304,916)
Changes in non-cash working capital items:				
Accounts receivable	(1,794)	(942)	1,267	(3,404)
Prepaid expenses	(19,245)	8,350	(924)	(3,650)
Accounts payable	(8,628)	(187)	(33,433)	(5,046)
	(107,503)	(90,336)	(251,279)	(317,016)
Cash Flows from (used by) Financing Activities				
Common shares and warrants	300,000	65,000	300,000	1,218,875
Share issue costs	(5,550)	-	(5,550)	(80,000)
	294,450	65,000	294,450	1,138,875
Cash Flows from (used by) Investing Activities				
Investment in mineral properties	-	(102,075)	-	(292,323)
	-	(102,075)	-	(292,323)
Increase (Decrease) in Cash	186,947	(127,411)	43,171	529,536
Cash Beginning of Period	50,420	729,066	194,196	72,119
Cash End of Period	\$ 237,367	601,655	237,367	601,655

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

LOMIKO METALS INC.

NOTES TO FINANCIAL STATEMENTS

January 31, 2011

(unaudited)

1 Nature of Business and Going Concern

The Company is incorporated under the laws of the Province of British Columbia and is engaged in the acquisition, exploration and development of resource properties. The company is in the exploration stage and has not yet determined whether its properties contain enough mineral reserves such that their recovery would be economically viable. These consolidated financial statements of the Company have been prepared on the basis of accounting principles applicable to a going concern which assumes the realization of assets and discharge of liabilities in the normal course of business. The Company's ability to continue as a going concern is dependent upon successful completion of additional financing, continuing support of directors, the ability to continue to raise adequate financing or achieving profitable operations in the future, the outcome of which cannot be predicted at this time. These consolidated financial statements do not reflect any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue in business.

2 Interests in Mineral Properties

	2011	2010
The carrying values of the company's resource properties are as follows:		
Vines Lake Property - Liard Mining District		
100% interest in 3 claims comprising 1,195 hectares	\$ 135,971	\$ 135,971
Karolina Property - Chile		
100% interest in 9 claims making up 1,900 hectares of Salar de Aguas Calientes	172,647	172,647
Alkali Lake Nevada Property - US		
The company, in conjunction with its subsidiary Lomiko USA LLC, located and staked 552 lode claims in the Alkali Valley of Nevada at an initial cost of \$187,323 in October 2009	-	187,323
In August 2010, the Company, abandoned this property.		
Rose Lake 70 Mile House, BC - Canada		
100% interest in EVA and PLAYA claims making up 222 hectares and 222 respectively of semi-evaporitic lakes known as Rose Lake and Cunningham Lake near 70 Mile House, B.C	24,000	24,000
	\$ 332,618	\$ 519,941

LOMIKO METALS INC.

NOTES TO FINANCIAL STATEMENTS

January 31, 2011

(unaudited)

3 Capital Stock

Common Shares

The maximum number of non par value common shares that the company is authorized to issue is unlimited.

Description	January 31, 2011		July 31, 2010		July 31, 2009	
	# of Shares	Amount	# of Shares	Amount	# of Shares	Amount
Issued and fully paid						
Balance Forward	41,268,445	16,288,868	30,480,112	15,192,309	6,362,028	14,747,069
Issued for cash						
On exercise of options			120,000	12,000		
On exercise of warrants			1,135,000	141,875	500,000	160,000
Private Placements	5,500,000	300,000	8,333,333	1,000,000	758,000	303,200
Value assigned to warrants		(76,644)				
Issued for options on Properties			1,200,000	79,000		
Less transaction costs		(5,550)		(136,316)		(17,960)
4 for 1 share split					22,860,084	
Balance end of period	46,768,445	\$16,506,674	41,268,445	\$16,288,868	30,480,112	\$15,192,309

On November 2, 2010, the company completed a private placement of \$150,000 by issuing 3,000,000 common shares and 1,500,000 warrants in the capital of the Company. The common shares were issued at \$.05 per share. Each warrant is exercisable at a price of \$.10 for a period of one year.

On January 25, 2011, the company completed a private placement of \$150,000 by issuing 2,500,000 common shares and 1,250,000 warrants in the capital of the Company. The common shares were issued at \$.06 per share. Each warrant is exercisable at a price of \$.10 for a period of one year.

As at July 31, 2010, the company issued options and warrants to purchase up to 8,756,667 shares at a weighted average exercise price of \$0.16 each. The options expire on various dates, from November 16, 2011 through February 17, 2015.

As of January 31, 2011, no options or warrants have been exercised

LOMIKO METALS INC.
NOTES TO FINANCIAL STATEMENTS
January 31, 2011
(unaudited)

4 Contributed Surplus and Warrants

	Contributed Surplus	Warrants
Balance, July 31, 2009	\$ 36,000	\$ -
Stock-based compensation	201,367	
Balance, July 31, 2010	<u>237,367</u>	
Warrants issued		76,644
Balance, January 31, 2011	<u>\$ 237,367</u>	<u>\$ 76,644</u>

The fair value of the 1,500,000 warrants issued pursuant to a private placement of units on November 2, 2010 was \$39,117 and was calculated using the Fair Value Method with the following assumptions: expected dividend yield 0%; expected volatility, 171%; risk free interest rate 1.40% with an expected life of the warrant of 1 year.

The fair value of the 1,250,000 warrants issued pursuant to a private placement of units on January 21, 2011 was \$37,526 and was calculated using the Fair Value Method with the following assumptions: expected dividend yield 0%; expected volatility, 169%; risk free interest rate 1.70% with an expected life of the warrant of 1 year.

5 Related Party Transactions

During the six month period ended January 31, 2011, the company paid management fees of \$60,000 to two of its directors (2010 -\$57,500 management fees and \$10,000 bonus).

6 Contingent Liabilities

A legal claim has been made against the Company for breach of contract, misrepresentation and negligence for \$78,624 plus general damages of \$100,000, punitive damages of \$50,000 plus interest and costs. The Company has filed a counter claim of \$78,195 plus interest and costs. The outcome of these claims is not determinable and no provision has been made in the financial statements.

LOMIKO METALS INC.

NOTES TO FINANCIAL STATEMENTS

January 31, 2011

(unaudited)

7 Subsequent Events

On March 4th, 2011, the Company completed a private placement financing of \$400,000 through the sale of 5 million flow-through units (“Units”) at a price of \$0.08 per Unit. Each Unit consists of 1 flow-through common share and one half of one transferable non-flow-through share purchase warrant, each full warrant being exercisable at a price of \$0.12 for a period of twelve months from the closing date. The Units are subject to a four month hold period expiring July 4th, 2010. The proceeds of the offering will be used for exploration purposes on the Company’s wholly owned Vines Lake property in the Cassiar region of British Columbia. The Company has paid a cash commission of \$17,500 to Limited Markets Dealer Inc. In addition, the Company has issued 350,000 broker options at a unit price of \$0.08 to Limited Markets Dealer Inc. Each unit consists of one non flow-through share and a half warrant priced at \$0.12 each, exercisable until March 4th, 2012