TROYMET EXPLORATION CORP.
COMOX, BRITISH COLUMBIA

AUDITORS' REPORT AND FINANCIAL STATEMENTS

AS AT OCTOBER 31, 2007

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AUDITORS' REPORT

TO THE SHAREHOLDERS OF
TROYMET EXPLORATION CORP.

We have audited the balance sheet of Troymet Exploration Corp. (the "Company") as at October 31, 2007, and the statements of loss, comprehensive loss and deficit, and cash flows for the 149 day period then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at October 31, 2007 and the results of its operations and its cash flows for the 149 day period then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants

February 22, 2008

TROYMET EXPLORATION CORP.
BALANCE SHEET

	October 31 2007
ASSETS	
CURRENT	
Cash	$ 14,632
Accounts receivable	7,889
Short term investments	1,207,989
Prepaid expenses	2,322
	1,232,832
MINERAL PROPERTY (Note 5)	1,101,703
	$ 2,334,535
LIABILITIES	
CURRENT	
Accounts payable and accrued liabilities	$ 73,825
FUTURE INCOME TAX LIABILITIES (Note 7)	242,647
	316,472
SHAREHOLDERS' EQUITY	
CAPITAL STOCK (Note 6)	2,082,939
CONTRIBUTED CAPITAL (Note 5)	104,500
(DEFICIT)	(169,376)
	2,018,063
	$ 2,334,535

(See Notes to the Financial Statements)

APPROVED ON BEHALF OF THE BOARD:

"Richard Kusmirski" Director

"David Billard" Director

TROYMET EXPLORATION CORP.
STATEMENT OF LOSS, COMPREHESIVE LOSS AND DEFICIT

		For the period June 4 to October 31 2007
EXPENSES		
Management fees	$	39,200
General and administration		4,691
Professional fees		43,891
Public company costs		13,392
Travel and related costs		2,191
Stock-based compensation (Note 6)		104,500
OPERATING LOSS		207,865
OTHER INCOME		
Interest		7,989
LOSS BEFORE INCOME TAXES		(199,876)
Provision for income taxes - future (Note 7)		30,500
NET LOSS AND COMPREHENSIVE LOSS FOR THE PERIOD		(169,376)
DEFICIT, BEGINNING OF PERIOD		-
DEFICIT, END OF PERIOD	$	(169,376)
NET LOSS PER SHARE - BASIC (Note 6)	$	(0.01)

(See Notes to the Financial Statements)

TROYMET EXPLORATION CORP.
STATEMENT OF CASH FLOWS

		For the Period June 4 to October 31 2007
CASH PROVIDED BY OPERATING ACTIVITIES		
Net loss	$	(169,376)
Items not affecting cash		
Provision for income taxes - future		(30,500)
Stock based compensation		104,500
		(95,376)
Changes in non-cash working capital		
Increase in accounts receivable		(7,889)
Increase in prepaid expenses		(2,322)
Increase in accounts payable and accrued liabilities		73,825
		63,614
		(31,762)
CASH FLOW USED IN INVESTING ACTIVITIES		
Increase in short term investments		(1,207,989)
Investment in mineral properties		(99,203)
		(1,307,192)
CASH FLOWS PROVIDED (USED IN) FINANCING ACTIVITIES		
Issue of common shares		1,500,000
Share issue costs		(146,414)
		1,353,586
NET INCREASE IN CASH		14,632
CASH, BEGINNING OF PERIOD		-
CASH, END OF PERIOD	$	14,632
Supplemental information		
Interest paid	$	-
Income taxes paid	$	-

(See Notes to Financial Statements)

1. INCORPORATION AND NATURE OF OPERATIONS

Troymet Exploration Corp. (the "Company") was incorporated under the Business Corporations Act (Alberta) on June 4, 2007. A Plan of Arrangement between the Company, Signet Minerals Inc., and Cash Minerals Ltd. was completed on August 7, 2007. The Company was listed on the TSX Venture Exchange on September 20, 2007.

The Company is in the process of exploring and evaluating its mineral properties. On the basis of the information to date, it has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the mineral properties and related deferred costs is entirely dependent on the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete development and upon future profitable production. The amounts shown as mineral properties and deferred exploration costs represent net costs to date, less any amounts written off, and do not necessarily represent present or future values.

2. CORPORATE RESTRUCTURING

On August 7, 2007, the Company completed a statutory Plan of Arrangement (the "Arrangement") with Signet Minerals Inc. ("Signet"), and Cash Minerals Ltd. ("Cash Minerals"). Pursuant to the terms of the Arrangement, Signet's non-uranium properties were transferred to Troymet. Also pursuant to the Plan of Arrangement, common shares of Troymet were distributed to shareholders of Signet in proportion to their shareholdings in Signet at the close of markets on August 7, 2007. In this regard, .25 Troymet common shares were issued for every one (1) Signet common shares held. Pursuant to the Arrangement, 10,279,610 common shares of Troymet were distributed to the shareholders of Signet.

On completion of the Plan of Arrangement, Signet transferred to Troymet all of Signet's non-uranium mineral properties with an aggregate value of $1,002,500.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Measurement Uncertainty
The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of expenses during the reporting period. By nature, asset valuations are subjective and do not necessarily result in precise determinations.

Mineral Property
Costs relating to the acquisition, exploration and development of mineral properties are capitalized on an area of interest basis. These expenditures will be charged against income, through a unit-of-production basis depletion, when properties are developed to the commercial production stage. Where the Company's exploration commitments for an area of interest are performed under option agreements with a third party, the proceeds of any option payments under such agreements are applied to the area of interest to the extent costs are incurred. If an area of interest is abandoned or management determines that there is a permanent and significant decline in value, the related costs are charged to operations.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Asset Retirement Obligations
The Company recognizes asset retirement obligations in the period in which they are incurred if a reasonable estimate of a fair value can be determined. The associated asset retirement costs are capitalized as part of the carrying amount of the long-lived asset. In subsequent periods, the asset retirement obligation is adjusted for the passage of time and any changes in the amount or timing of the underlying future cash flows through changes to earnings. A gain or loss may be incurred upon settlement of the liability. The asset is depreciated over the estimated useful life of the asset. The Company's asset retirement obligations result from net ownership interests in mineral property assets. As at October 31, 2007, the Company does not have any asset retirement obligations.

Stock-Based Compensation
The Company accounts for its grants under the stock-based compensation plans in accordance with the fair value method of accounting for stock-based compensation.

Under the fair value method, the fair value of stock options is determined using the *Black-Scholes Option Pricing Model* with the assumptions for risk-free interest rates, dividend yields, volatility factors of the expected market price of the Company's common shares and an expected life of the options and is recognized over the vesting period of the options granted as stock based compensation and contributed capital. The contributed surplus balance is reduced as the options and warrants are exercised and the amount initially recorded is credited to share capital.

Income Taxes
The Company follows the liability method of accounting for income taxes. Under this method, income tax liabilities and assets are recognized for the estimated tax consequences attributable to differences between the amounts reported in the financial statements and their respective tax bases, using substantively enacted income tax rates. The effect of a change in income tax rates on future income tax liabilities and assets is recognized in earnings in the period that the change occurs.

Flow-Through Common Shares
Capital includes flow-through shares issued pursuant to certain provisions of the Income Tax Act (the "Act"). Under the Act, where proceeds are used for eligible expenditures, the related income tax deductions may be renounced to subscribers. The future income tax liabilities are increased and share capital is decreased by the tax effect of the renounced deductions when the expenditures are renounced provided there is reasonable assurance that the expenditures will be made.

Reclamation Costs
The Company's activities are primarily focused on exploration directed toward the discovery of mineral resources. When it is determined that a future reclamation cost is likely, and the amount can reasonably be estimated, then the costs thereof will be accrued.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Earnings (Loss) per Share

The Company uses the treasury stock method to compute the dilutive effect of options, warrants and similar instruments. Under this method the dilutive effect on earnings per share is recognized on the use of the proceeds that could be obtained upon exercise of options, warrants and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the period. For the period presented the dilutive effect has not been computed as it proved to be anti-dilutive.

Basic earnings (loss) per share are calculated using the weighted-average number of common shares outstanding during the period.

4. FINANCIAL INSTRUMENTS

The Company's financial instruments are classified into one of these five categories: held-for-trading, held-to-maturity investments, loans and receivable, available-for-sale financial assets or other financial liabilities. All financial instruments and derivatives are measured in the balance sheet either at fair value except for loans and receivables, held-to-maturity investments and other financial liabilities which are measured at amortized cost. Subsequent measurement and changes in fair value will depend on their initial classifications, as follows: held-for-trading financial assets are measured at fair value and changes in fair value are recognized in net income. Available-for-sale financial instruments are measured at fair value with change in fair value recorded in other comprehensive income until the instrument is derecognized or impaired. All derivative instruments, including embedded derivatives, are recorded in the balance sheet at fair value unless they qualify for the normal sale and purchase exemption. All changes in their fair value are recorded in income unless cash flow hedge accounting is used, in which case the effective portion of changes in fair value are recorded in other comprehensive income.

The Company has classified its cash and short term investments as held-for-trading. Accounts receivable are classified as loans and receivables. Accounts payable and accrued liabilities are classified as other financial liabilities. The Company was not involved in any hedge transactions and did not have any derivatives or embedded derivatives.

The Company expenses transaction costs on other than held-for-trading financial instruments upon the issuance of debt instruments or modifications of a financial liability. The Company does not have any unamortized financial costs of this nature.

The Company does not apply hedge accounting.

Cash, short term investments, accounts receivable, accounts payable and accrued liabilities approximate their fair value. Management does not believe that the Company is exposed to significant interest, currency or credit risks.

5. MINERAL PROPERTY

a) Wheatcroft Lake

The Company owns a 100% interest in the Wheatcroft Lake project in Manitoba.

b) McClarty Lake

Pursuant to an option agreement between the Company and Hudson Bay Exploration and Development Company Limited ("HBED"), dated February 15, 2000 and amended on September 28, 2000, August 31, 2001, August 31, 2005, and June 28, 2007, the Company has an option to acquire a 60% interest in a mineral property located in Manitoba. As consideration, the Company agreed to make option payments totaling $125,000. To date, $112,500 has been paid and the following additional payments are required:

August 15, 2008	$12,500

In addition, the Company must incur total expenditures of $800,000 on or before August 15, 2008. Following exercise of the option, HBED may buy back a 20% interest by spending $750,000 on exploration and development over a three year period. If HBED does not elect to buy back a 20% interest, its interest will convert to a 2% net smelter royalty, half of which may be purchased by the Company at any time for $500,000.

c) Golden Eagle

Pursuant to an option agreement dated September 24, 2001, the Company may acquire a 100% interest in the Golden Eagle property located in British Columbia. As consideration, the Company agreed to make option payments totaling $500,000. To date, $240,000 has been paid and the following additional payments are required:

October 1, 2008	$ 80,000
October 1, 2009	$180,000

In addition, the Company has granted the option holder a 1% net smelter royalty, half of which may be repurchased for $500,000 prior to October 1, 2009.

5. MINERAL PROPERTY - continued

At October 31, 2007, expenditures incurred on mineral property are as follows:

	Wheatcroft Lake	McClarty Lake	Golden Eagle	Key	Total
Balance, at inception	$ -	$ -	$ -	$ -	$ -
Additions during the year					
Plan of Arrangement	5,000	275,000	712,500	10,000	1,002,500
Acquisition Costs	78	65	80,840	1,165	82,148
Exploration	-	15,940	1,115	-	17,055
Total Additions	5,078	291,005	794,455	11,165	1,101,703
Balance, October 31, 2007	$ 5,078	$ 291,005	$ 794,455	$ 11,165	$ 1,101,703

6. CAPITAL STOCK

a) Authorized:

Unlimited number of Common Shares without nominal or par value
Unlimited number of Preferred Shares

The Preferred Shares may be issued in one or more series and the directors are authorized to fix the number of shares in each series and to determine the designation, rights, privileges, restrictions, and conditions attached to the shares of each series.

b) Issued:

Outstanding	# of Common Shares	$ Amount
Balance at inception	-	$ -
Common share issues upon incorporation	1	1
Shares issued pursuant to Plan of Arrangement (Note 2)	10,279,610	1,002,500
Common shares issued for cash	5,000,000	500,000
Flow-through shares issued for cash	8,333,333	1,000,000
Future income taxes on renounced expenditures	-	(320,000)
Share issue costs	-	(146,414)
Future tax recovery on share issue costs		46,852
Outstanding, October 31, 2007	23,612,944	$ 2,082,939

6. CAPITAL STOCK - continued

c) Per Share Data

Basic loss per share is calculated based on the weighted average number of 15,815,551 shares outstanding during the period. The effect of the exercise of stock options and warrants would be anti-dilutive for the purposes of calculating the fully diluted loss per share.

d) Stock Options

The Company has a Stock Option Plan where the Company may grant options to its directors, officers, key employees and consultants for up to 10% of the outstanding common shares of the Company. The Company has issued stock options to acquire common shares as follows:

	Options Outstanding	Weighted Average Exercise Price	Expiry Date
Balance at inception	-	$ -	
Granted, September 19, 2007	2,250,000	0.10	2012
Balance at October 31, 2007	2,250,000	$ 0.10	

The fair value of common share options granted to date was estimated to be $104,500 as at the date of grant using the Black Scholes options pricing model and the following assumptions:

Risk free interest rate (%)	4.23
Expected life (years)	5.00
Expected volatility (%)	47.10
Expected dividend yield (%)	0.00

This amount was recognized as stock based compensation expense and contributed capital in the 149 day period ending October 31, 2007.

6. CAPITAL STOCK - continued

e) Share Purchase Warrants

The following table presents information with respect to share purchase warrants issued and outstanding as at October 31, 2007:

	Warrants (Arrangement) (1)	Warrants (Arrangement) (2)	Warrants @ $0.15 (4)	Agent Options (3) (5)	Total
Outstanding, beginning of the period	-	-	-	-	-
Issued in Period	-	-	-		-
Plan of Arrangement	310,830	647,618	-	153,352	1,111,800
Financing	-	-	2,500,000	869,983	3,369,983
Exercised in Period	-	-	-	-	-
Expired, unexercised	-	-	-	-	-
Outstanding, October 31, 2007	310,830	647,618	2,500,000	1,023,335	4,481,783

(1) Pursuant to terms of the Plan of Arrangement, the Company is required to issue .25 common shares on the exercise of one Signet Minerals Inc. share purchase warrants ($0.75 per Signet share exercise price) that was outstanding at the date of the Plan of Arrangement. Entitles the holders, at their election, to acquire 310,830 common shares of the Company; expire on November 29, 2007. The proceeds of the exercise price is to be split with Cash Minerals Ltd.

(2) Pursuant to terms of the Plan of Arrangement, the Company is required to issue .25 common shares on the exercise of one Signet Minerals Inc. share purchase warrants ($0.85 per Signet share exercise price) that was outstanding at the date of the Plan of Arrangement. Entitles the holders, at their election, to acquire 647,618 common shares of the Company; expire on November 29, 2007. The proceeds of the exercise price is to be split with Cash Minerals Ltd.

(3) Pursuant to terms of the Plan of Arrangement, the Company is required to issue .25 common shares on the exercise of one Signet Minerals Inc. agent options ($0.50 per Signet share exercise price) that were outstanding at the date of the Plan of Arrangement. Entitles the holders, at their election, to acquire 153,352 common shares of the Company; expire on November 29, 2007. The proceeds of the exercise price is to be split with Cash Minerals Ltd.

(4) Comprised of 2,500,000 share purchase warrants issued in conjunction with a brokered private placement that was completed by the Company on August 30, 2007. Entitles the holders, at their election, to acquire 2,500,000 common shares of the Company; expire on August 29, 2009.

6. CAPITAL STOCK - continued

e) Share Purchase Warrants - continued

(5) Comprised of 869,983 agent options issued to Toll Cross Securities Inc., the agent in connection with a private placement that was completed on August 30, 2007. Entitles the holder, at their election, to acquire 869,983 regular common shares of the Company at $0.10 per share; expire on August 29, 2009.

7. INCOME TAXES

As of October 31, 2007, the Company has available for deduction against future taxable income non-capital losses of approximately $450,000.These losses, if not utilized, will expire commencing in 2017. For financial reporting purposes, a future income tax asset of $144,000 has been recognized in respect of these non-capital losses.

Future income taxes reflect the net tax effects of temporary differences between the carrying amounts of the assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's future tax assets and liabilities as of October 31, 2007 are as follows:

Future Income Tax Assets		
Share issue costs	$	37,483
Non-capital losses		144,000
		181,483
Future income tax liabilities		
Book value of mineral properties in excess of tax value		104,130
Flow-through shares issued		320,000
		424,130
Net future income tax liability	$	242,647

The Company's statutory tax rate is 32%. However, due to the inclusion of certain non-deductible items in the statement of loss, comprehensive loss and deficit, the provision for income taxes does not reflect the statutory rate.

8. RELATED PARTY TRANSACTIONS

During the 149 day period ended October 31, 2007, the Company paid fees of $24,600 to companies in which a Director holds an interest for management, administrative, accounting and technical services. At October 31, 2007, the amount owing to related parties is $10,000.

All transactions were in the normal course of operation and were measured at the exchange amount of consideration established and agreed to by the related parties.

9. FUTURE ACCOUNTING CHANGES

a) Financial Instruments

In December 2006, the CICA issued Section 3862, Financial Instruments – Disclosures and Section 3863, Financial Instruments – Presentation. These two Sections will be applicable to financial statements relating to fiscal years beginning on or after October 1, 2007. Accordingly, the Company will adopt new standards for its fiscal year beginning November 1, 2007. Section 3862 on financial disclosures, requires the disclosure of information about: a) the significance of financial instruments for the entity's financial position and performance and b) the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the balance sheet date, and how the entity manages those risks. Section 3863 on the presentation of financial instruments is unchanged from the presentation requirements included in Section 3861.

The Company is currently evaluating the impact of the adoption of these new Sections on its financial statements. The Company does not expect that the adoption of this new Section will have a material impact on its financial statements.

b) Capital Disclosures

The Canadian Institute of Chartered Accountants ("CICA") issued Section 1535, Capital Disclosures which requires the disclosure of information about an entity's objectives, policies and processes for managing capital. This new Section will be applicable to financial statements relating to fiscal years beginning on or after October 1, 2007. Accordingly, the Company will adopt the new standards for its fiscal year beginning November 1, 2007.

The Company is currently evaluating the impact of the adoption of this new Section on its financial statements. The Company does not expect that the adoption of this new Section will have a material impact on its financial statements.

c) Goodwill and Intangible Assets

In February 2008, the Canadian Institute of Chartered Accountants ("CICA") issued Section 3064, Goodwill and intangible assets, replacing Section 3062, Goodwill and other intangible assets and Section 3450, Research and development costs. Various changes have been made to other sections of the CICA Handbook for consistency purposes. The new Section will be applicable to financial statements relating to fiscal years beginning on or after October 1, 2008. Accordingly, the Company will adopt the new standards for its fiscal year beginning November 1, 2009. It establishes standards for the recognition, measurement, presentation and disclosure of goodwill subsequent to its initial recognition and of intangible assets by profit-oriented enterprises. Standards concerning goodwill are unchanged from the standards included in the previous Section 3062. The Company is currently evaluating the impact of the adoption of this new Section on its financial statements. The Company does not expect that the adoption of this new Section will have a material impact on its financial statements.

MANAGEMENT DISCUSSION AND ANALYSIS

The Management Discussion and Analysis ("MD&A") for the 149 day period ended October 31, 2007 was prepared with information available up to February 22, 2008 and should be read in conjunction with the Company's audited financial statements and the accompanying notes for 149 day period ended October 31, 2007.

The financial statements referenced above are stated in Canadian dollars and have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP").

This Management Discussion and Analysis has been reviewed and approved by Dr. Kieran Downes, P.Geo., President and Chief Executive Officer of Troymet Exploration Corp. and a Qualified Person as defined by National Instrument 43-101, under whose direction the Company's exploration program is being carried out.

Company Overview

Troymet Exploration Corp. (the "Company") was incorporated under the Business Corporations Act (Alberta) on June 4, 2007. A Plan of Arrangement between the Company, Signet Minerals Inc. ("Signet"), and Cash Minerals Ltd. ("Cash Minerals") was completed on August 7, 2007 and the Company became a reporting issuer at that time (see Company Reorganization below). The Company was listed on the TSX Venture Exchange on September 20, 2007. The trading symbol is "TYE".

The Company is involved in gold, and base metal exploration. Troymet's corporate strategy is to acquire interests in projects that have the potential to host large, high grade gold, and base metal deposits. Currently, all of the Company's projects are located in Manitoba and British Columbia.

As of the date of this MD&A, Troymet has not earned any production revenue, nor found any proved resources on any of its properties. The Company is a reporting issuer in British Columbia and Alberta.

Forward-Looking Statements

Except for historical financial information contained herein, the matters discussed in this document may be considered forward-looking statements. Such statements include declarations regarding management's intent, belief or current expectations. Prospective investors are cautioned that any such forward-looking statements are not guarantees of future performance and involve a number of risks and uncertainties; actual results could differ materially from those indicated by such forward-looking statements.

Critical Accounting Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. By nature, asset valuations are subjective and do not necessarily result in precise determinations.

Corporate Reorganization

On July 10, 2007, Signet issued a management information circular and proxy statement relating to a proposed Plan of Arrangement ("Arrangement") under the Business Corporations Act (Alberta) involving Signet, the Signet shareholders, Cash Minerals, and the Company. On August 7, 2007, the Shareholders of Signet approved the Arrangement. A Final Order with respect to the plan of arrangement was also obtained from the Court of Queen's Bench of Alberta on August 7, 2007.

Pursuant to the Arrangement, Cash Minerals acquired all of the outstanding common shares of Signet in exchange for units of Cash Minerals. Signet shareholders received one unit of Cash Minerals for each Signet common share held, with each unit being comprised of 0.67 common shares of Cash Minerals and one-half of one share purchase warrant, each whole share purchase warrant being exercisable for one common share of Cash Minerals at a price of $1.75 per share for a period of three years from the date of issue. Signet's non-uranium properties were transferred to Troymet. Signet shareholders received 0.25 Troymet common shares for each Signet common share held.

As a result of the Arrangement, 10,279,610 Troymet shares were issued for the 41,118,440 Signet shares issued and outstanding at the effective date of the Arrangement. Outstanding Signet warrants will be exercisable into Cash Minerals common shares and warrants and Troymet common shares in lieu of one common share of Signet on the same terms and conditions as the original warrant after taking into consideration the above exchange ratios.

On August 30, 2007, Troymet announced that it had closed a brokered private placement consisting of 5,000,000 units at a price of $0.10 per unit and 8,333,333 common shares issued on a flow-through basis ("Flow-Through Shares") at a price of $.12 per Flow-Through Share for gross proceeds of $1,449,999.96. Each unit consisted of one common share and one-half of one common share purchase warrant. Each warrant is exercisable into one common share at $0.15 per share until August 29, 2009. The private placement was brokered by Toll Cross Securities Inc. who received a commission of $98,140 and broker's warrants to purchase 869,983 common shares of Troymet at $0.10 per share until August 29, 2009. Proceeds of the private placement will be used for exploration of the Golden Eagle and McClarty Lake projects, option payments on Troymet's mineral properties, general and administrative expenses and working capital. After giving effect to the private placement, Troymet has 23,612,944 common shares issued and outstanding.

Exploration Projects

Subsequent to the Plan of Arrangement being completed on August 7, 2007, four mineral projects were transferred from Signet to Troymet. Vice-President Exploration, Tracy Hurley, P.Geo., is the qualified person under NI 43-101 who has reviewed the technical disclosure provided below.

Golden Eagle Project – Gold and Silver

The 8,178-hectare Golden Eagle project is located just south of the Yukon-British Columbia border, 70 km west-northwest of Atlin, BC. The Company controls a 100% interest in the project through a mix of 100% owned claims and optioned claims. Remaining payments for the optioned claims are as follows:

Date	Option Payment
October 1, 2008	$80,000
October 1, 2009	$180,000

In addition, the optionor holds a 1% net smelter royalty, half of which may be repurchased for $500,000 prior to October 1, 2009.

The property has the potential to host several deposits types, including high-grade gold-silver vein-hosted deposits, bulk tonnage copper/gold porphyries with associated skarn deposits and volcanogenic massive sulphide (VMS) deposits. Eleven separate mineralized zones have been identified over the property's 25-km long extent.

The most significant mineralization discovered to date on the property occurs in the Middle Ridge (Tannis) area, where high-grade gold-silver mineralization is hosted in pyrite and arsenopyrite bearing quartz veins/structures within rhyolitic intrusive. The first drill testing of the zone was undertaken in 2005, when three holes (TAN05-01 to 03) targeted the depth extension of two mineralized structures exposed in trenches on the north flank of Middle Ridge. The program was highly successful, intersecting high-grade mineralization in multiple structures over a 100-metre strike length and to 50 metres depth (Table 1).

Follow-up diamond drilling was delayed until fall 2006 due to a lack of available drill equipment. Only one hole (TAN06-04) was completed at Tannis before winter conditions prevented further drilling in the area. This hole intersected multiple vein sets including a 6-metre section 60 metres down dip of the main zone in TAN05-01, which returned 1.58 g/t gold and 25.4 g/t silver over 3.1 metres. Although lower grades were encountered, the intersection is strongly mineralized. A significant variability of gold and silver values is not uncommon in an epithermal-style mineralizing environment, and this type of setting has the potential to host bonanza-grade mineralization. Importantly, the mineralized structures on the north flank remain open along strike and to depth.

Table 1. Tannis Zone – 2005-2006 Drill Results

Hole #		From (m)	To (m)	Width (m)	Gold (g/t)	Silver (g/t)
TAN05-01		49.60	51.20	1.60	7.36	102.81
TAN05-02		40.30	45.80	5.50	10.73	104.20
	incl.	44.10	45.80	1.70	29.94	135.00
TAN05-03		35.80	41.00	5.20	7.90	12.90
	incl.	37.50	39.90	2.40	16.03	24.75
		71.00	79.30	8.30	2.10	8.87
	incl.	74.00	75.00	1.00	7.97	8.11
TAN06-04		84.45	87.58	3.10	1.58	25.4

** Widths represent down hole core lengths. True widths cannot be reliably estimated at this time.*

Mapping and prospecting over a 500 x 500 metre section of Middle Ridge in 2006 resulted in the discovery of several new quartz-arsenopyrite showings that extend across the ridge to its southern flank. Assay results of 3 chip samples and 26 grab samples collected are as follows:

<u>Chip Samples</u>
3.09 g/t gold and 15 g/t silver over 1.3 metres
2.12 g/t gold and 122 g/t silver over 0.3 metres

<u>Grab Samples</u>
10 grab samples returned >1 g/t gold, including:
- 1 sample > 100 g/t
- 2 samples > 39 g/t
- 6 samples > 3 g/t

6 grab samples returned >100 g/t silver, including:
- 1 sample > 1,600 g/t
- 4 samples > 600g/t

16 grab samples returned < 1.0 g/t gold

The field program was confined to the central and most easily accessible parts of the 500-metre wide ridge. The positive results further substantiate Tannis as a highly prospective drill target area and emphasize the need for expanding the detailed mapping and prospecting westwards into other prospective areas.

Due to the late start of the 2006 drill program, the planned drilling on high priority targets was not completed. There are a large number of exploration target areas that require follow-up. An airborne geophysical survey flown on the property in 2005, for example, identified 62 electromagnetic conductors and a number of magnetic anomalies, the majority of which have not been investigated.

A complete overview of the property including results of the 2006 exploration program is presented in a technical report entitled "Report on the 2006 Mineral Exploration Program on the Golden Eagle Property, Atlin Area, Northwestern British Columbia" (the Technical Report), dated Oct 2, 2007 by independent qualified person, Scott Casselman, P. Geo. The report was filed on Sedar on Oct 11, 2007.

Planning is in progress for a 2008 exploration program at Golden Eagle, to include:

- Continuation of drilling on the Tannis zone.
- Drilling a minimum of two holes on the LQ vein.
- Increasing the extent of mapping and sampling on the Tannis zone.
- Property-scale geological mapping and prospecting to follow up on various airborne electromagnetic and magnetic anomalies identified in 2005.
- Ground geophysics where warranted as a follow up field work.
- Additional drilling as dictated by results.

<u>McClarty Lake Project - Copper, Zinc and Gold</u>

The 596-hectare McClarty Lake property is located 47 kilometres south-southwest of Snow Lake, Manitoba. Troymet holds an option to earn a 60% interest in two claims (252 hectares) from Hudson Bay Exploration and Development Limited (HBED) and owns a 100% interest in the remaining three claims. The terms of the option agreement call for one final cash payment of $12,500 by August 15, 2008 and total expenditures of $800,000 on or before August 15, 2008. As of the date of this report, $649,579 has been spent on the property. Following exercise of the option HBED may buy back a 20% interest by spending $750,000 on exploration and development over a three year period. If HBED does not elect to buy back a 20% interest its interest will convert to a 2% net smelter royalty, half of which may be purchased by the Company at any time for $500,000.

The property is favourably situated within the Flin Flon – Snow Lake greenstone belt, one of the largest Proterozoic volcanic-hosted massive sulphide (VMS) districts in the world. Twenty-seven copper-zinc-(gold) deposits within the belt have produced more than 183 million tonnes of sulphide ore.

Previous exploration on the property was hampered by lack of outcrop exposure. An electromagnetic (EM) conductor detected in 1996 was tested by two diamond drill holes in 1997 by HBED and two holes in 2000 (MC01 and MC02) by Troymet's predecessor company. All four holes intersected a gold and silver bearing semi-massive pyrite horizon in altered felsic volcanics, tracing the horizon over a 50-metre strike length and to 50 metres depth. The best intersection reported was 4.17 g/t gold and 8.48 g/t silver over 4.0 metres. A deep penetrating Time Domain EM (TEM) survey undertaken in 2002 subsequently defined a potential massive sulphide horizon(s) over a strike length of approximately 600 metres. Plans to test the conductor were shelved in 2004 and 2005 because of the lack of drill availability, and in 2006 by poor ice conditions.

Winter conditions in 2007 allowed for the drilling of 5 holes totaling 1,444 metres. The program successfully extended the known strike and dip extension of the sulphide horizon to over 425 metres (open) and to a vertical depth of 250 metres (open). Significant zinc sulphide (sphalerite) mineralization was discovered in two holes collared 225 metres south of the 1997/2000 drilling. Up to 20% sphalerite within the semi- to massive pyrite horizon was intersected at 75-metre and 150-metre vertical depths. Along with the presence of copper sulphide (chalcopyrite), this marks the first discovery of significant base metal mineralization on the property.

Drill hole SIG-01-07 was drilled as a 50-metre undercut to MC01 and, intersected a 0.74-metre wide semi-massive (up to 85%) pyrite horizon at a vertical depth of 250 metres. The immediate hangingwall and footwall hosts 2-20% pyrite, which including the pyrite horizon, returned 1.76 g/t gold and 8.8 g/t silver over 2.24 m.

A two-hole fence (SIG-02-07 and SIG-04-07) targeted the TEM conductor 225 m south of SIG-01-07. Both holes intersected a semi- to massive sulphide horizon containing up to 85% pyrite and locally up to 20% sphalerite and minor chalcopyrite. SIG-02-07 returned 2.94% zinc and 0.17% copper over 7.45 metres; including 4.78% zinc over 2.71 metres at a vertical depth of 100 metres. SIG-04-07 was drilled as a 65 metre undercut to SIG-02-07 and intersected 2.26% zinc and 0.12% copper over 5.07 metres; including 3.00% zinc over 3.57 metres. Anomalous silver, copper, zinc, arsenic and cadmium values, typical of a feeder or stringer zone, extend up hole of the sulphide horizons in both holes, suggesting that the stratigraphy is overturned. Within this stringer horizon, SIG-04-07 returned 2.85 g/t gold and anomalous copper and zinc over 1.0 metre. The 225-metre strike length between this two-hole fence and SIG-01-07 remains untested.

Hole SIG-03-07, a 50-metre step to the south of SIG-02-07, did not intersect the massive sulphide horizon. Based on notable differences in geochemistry and host rock alteration, and geophysical data that suggest the massive sulphide horizon may be folded or faulted south of SIG-02-07, this hole is interpreted to have overshot the horizon.

The northernmost hole, SIG-05-07, targeted the TEM conductor approximately 200 metres north of SIG-01-07. It intersected a 0.86-metre zone of 25% coarse pyrite and stringer pyrrhotite that returned anomalous silver, copper and cobalt values. Approximately 100 metres higher up in the hole, a narrow band of 15% chalcopyrite and 5% pyrite returned 2.43 % copper over 0.21 metres.

Table 1. 2007 Diamond Drilling Highlights

Hole	From (m)	To (m)	Width (m)	Au (g/t)	Ag (g/t)	Cu (%)	Zn (%)
SIG-01-07	303.11	305.35	2.24	1.76	8.84	-	-
SIG-02-07	110.49	117.94	7.45	-	7.61	0.17	2.94
	115.23	117.94	2.71	-	6.86	0.10	4.78
SIG-04-07	186.66	187.66	1.00	2.85	12.40	0.22	0.25
	189.16	194.23	5.07	-	9.17	0.12	2.26
	190.66	194.23	3.57	-	3.12	0.07	3.00
SIG-05-07	177.75	177.96	0.21	-	-	2.43	-

** All holes were drilled at 291º azimuth and -55º dip. Widths represent down hole core length; true width is estimated to be approximately 70% of core length.*

The massive sulphide horizon(s) is hosted by a sequence of variably silicified, serecititized and chloritized felsic volcanics and volcaniclastics. The volcanic sequence exhibits a distinctive coarse-grained (porphyroblastic) metamorphic mineral assemblage that is recognized in all of the VMS deposits in the Snow Lake area, and reflects an earlier hydrothermal event that has been overprinted by amphibolite-grade regional metamorphism. The alteration assemblage is considered a highly important exploration vector to massive sulphide mineralization.

The discovery of zinc-rich sulphide mineralization within the massive pyrite horizon marks great success for the 2007 program. The property is considered highly prospective for delineating an economically attractive base +/- precious metal rich VMS deposit.

Results from the 2007 program are presented in a NI 43-101 technical report (available on SEDAR) entitled "Report on the 2007 Diamond Drilling Program, McClarty Lake Project, Manitoba", dated September 24, 2007 by Jessica Norris, BSc (Aurora Geosciences Ltd.) and qualified person, Tracy Hurley, PGeo (Troymet Exploration Corp.).

In January 2008, Troymet contracted GEOTECH Ltd. to conduct a detailed helicopter-borne VTEM survey over the property. Characteristics of the VTEM system include deep penetration, detection of weak anomalies and excellent spatial resolution of conductors. The objective of the VTEM survey is to fully define the extent of the +600-metre long conductor system associated with the VMS mineralization, and to test for the presence of other conductors which may also have associated VMS mineralization.

A minimum 3000-metre diamond drilling program commenced in mid-February and will focus on stepping out along the strike and depth extension on the known zinc-copper mineralization, testing along the 225-metre gap between the historic and 2007 drilling and further testing of the gold-rich portion of the mineralized horizon. Good potential exists for extending the base metal mineralization along strike and to depth. Any additional targets presented by the airborne survey will also be considered for the 2008 drilling program.

Key Project – Copper, Zinc and Gold

The 2,911-hectare Key property is located 125 km southwest of Vanderhoof, British Columbia. Troymet holds an option to acquire 100% interest in the property subject to one remaining $30,000 cash/stock payment due August 9, 2007. There is an underlying 3% NSR, 2% of which may be bought for $1,000,000 in cash or stock at any time.

The project covers an area of anomalous lake sediment geochemistry centered on a sequence of basaltic to rhyolitic volcanics possibly preserved within a graben. The geological setting has strong parallels with Eskay Creek. The exploration target for this greenfield project is a precious metals rich VMS deposit. No work was performed on the property during the fiscal period ended October 31, 2007. An airborne time-domain electromagnetic (VTEM) and coincident magnetic survey is under consideration for this property as well as a first-pass prospecting and lithogeochemical sampling program during the 2008 field season.

Wheatcroft Lake Project – Gold

Troymet holds 100% interest the 1,373-hectare Wheatcroft Lake property located 50 kilometres southwest of Leaf Rapids, Manitoba. The property hosts a large, low-grade gold mineralized system of approximately 2 kilometres lineal extent. Previous diamond drilling on the fold nose intersected widespread low-grade gold mineralization. Large areas of the horizon remain to be drill tested. No work was conducted on the property during the fiscal period ended October 31, 2007. Troymet is seeking a partner to further advance the project.

Selected Annual Information

Year Ended	Year Ended October 31, 2007
Operating Expenses	$207,865
Other Income (Expense) Interest	$7,989
Net Loss Per Share - Basic	($169,376) ($0.01)
Capital Expenditures Minerals	$99,203
Total Assets	$2,334,535
Total Liabilities	$316,472

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Results of Operations

In the 149 day period ended October 31, 2007, Troymet realized a net loss of $199,900 after operating expenses of $207,865 for the period, interest income of nearly $8,000, and a provision for income tax recovery of $30,500. The operating expenses included management fees of $39,200, general and administration expenses of $4,700, professional fees of $43,900, and public company costs of about $13,400. The loss for the period includes a non-cash charge of $104,500 related to stock compensation expenses.

During the 149 day period ended October 31, 2007, Troymet incurred capital expenditures of $99,200. Of this amount, $82,100 was spent on acquisition costs while $17,100 was spent on exploration.

During the period, the Company completed one private placement raising gross proceeds of $1,500,000.

The fully diluted number of common shares outstanding at October 31, 2007 was 30,344,727 shares including 23,612,944 basic common shares, 2,250,000 options, and 4,481,783 share purchase warrants.

Capital Expenditures

	Wheatcroft Lake	McClarty Lake	Golden Eagle	Key	Total
Balance, June 4, 2007	-	-	-	-	-
Additions during the year					
Plan of Arrangement	5,000	275,000	712,500	10,000	1,002,500
Acquisition Costs	78	65	80,840	1,165	82,148
Exploration	-	15,940	1,115	-	17,055
Total Additions	5,078	291,005	794,455	11,165	1,101,703
Balance, October 31, 2007	$5,078	$291,005	$794,455	$11,165	$1,101,703

As shown in the balance sheet dated October 31, 2007, the Company's mineral property balance was $1,101,703. As outlined in the table above, this balance was comprised of $1,002,500 related to the mineral property spin-out or Plan of Arrangement that was completed between Signet Minerals Inc., Cash Minerals Ltd., and Troymet on August 7, 2007, approximately $82,150 incurred on mineral property acquisition activities throughout the period, and $17,100 spent on exploration.

Liquidity and Capital Resources

The Company's practice is to proceed with staged exploration where each stage is dependent on successful results of the preceding stage. Troymet relies on proceeds of equity financings to fund its exploration commitments and discharge its liabilities as they come due. As of October 31, 2007, the Company had working capital of approximately $1,159,900. The Company is well-funded to aggressively pursue its planned exploration work in fiscal 2008.

Total capital expenditures of approximately $99,200 during the period ended October 31, 2007 were funded by the equity offering that was completed on August 30, 2008. Management anticipates that future capital expenditures and operations will be funded by the current working capital and future equity offerings.

Results from its exploration programs and / or additional mineral property acquisitions may result in additional financial requirements. If needed, Troymet will be required to raise additional financing. However, there is no assurance that funding will be available on terms acceptable to the Company or at all. If such funds cannot be secured, the Company may be forced to curtail additional exploration and / or property acquisition efforts.

Share Information

During the period, the Company completed one private placement raising gross proceeds of nearly $1,500,000.

A summary of the Company's outstanding securities at October 31, 2007 is provided in the table below:

Outstanding	# of Common Shares		$ Amount
Balance at inception	-		-
Common shares issued upon incorporation	1	$	1
Shares issued pursuant to Plan of Arrangement	10,279,610		1,002,500
Common shares issued for cash	5,000,000		500,000
Flow-through shares issued for cash	8,333,333		1,000,000
Future income taxes on renounced expenditures	-		(273,148)
Share Issue Costs	-		(146,414)
Outstanding, October 31, 2007	23,612,944	$	2,082,939

Summary of Quarterly Results

A summary of quarterly results for fiscal 2007 is provided in the table below. As the Company was not incorporated until June 4, 2007, no comparative figures exist for prior periods.

Fiscal 2007	Total	QIV 31-Oct-07	54 Days 31-Jul-07
Operations			
Revenues	$0	$0	$0
Net Loss	($169,376)	($169,376)	$0
Per Share - Basic	($0.01)	($0.01)	$0.00
Balance Sheet			
Working Capital	$1,159,007	$1,169,900	$1
Total Assets	$2,334,535	$2,334,500	$1
Capital Expenditures	$99,200	$99,200	$0

Transactions with Related Parties

During the period, the Company paid fees of $24,600 (2006 - NIL) to companies in which Directors held an interest for technical, management, administrative, and accounting services. This amount is included in management fees and mineral properties.

Risks and Uncertainties

Troymet competes with other mining companies, some of which have greater financial resources and technical facilities, for the acquisition of mineral properties, claims, and other interests, as well as for the recruitment and retention of qualified personnel.

All of the properties in which Troymet has an interest, or the right to acquire an interest, are in the early exploration stage and are without a known body of commercial ore. Development of Troymet's mineral properties will only follow upon obtaining satisfactory exploration results. Exploration for and the development of mineral resources involve a high degree of risk and few properties which are explored are ultimately developed into producing properties. There is no assurance that Troymet's exploration and development activities will result in any discoveries of commercial bodies of ore.

The Company is in compliance in all material regulations applicable to its exploration activities. Existing and possible future environmental legislation, regulations and actions could cause additional expense, capital expenditures, restrictions and delays in the activities of the Company, the extent of which cannot be predicted. Before production can commence on any properties, the Company must obtain regulatory and environmental approvals. There is no assurance that such approvals can be obtained on a timely basis or at all. The cost of compliance with changes in government regulations has the potential to reduce the profitability of operations.

Aboriginal peoples have claimed aboriginal title and rights to resources and various properties in western Canada. Such claims, in relation to Troymet's lands, if successful, could have an adverse effect on Troymet or its respective operations.

Troymet will require additional financing to continue its business plan and there is no assurance that financing will be available or, if available, will be on reasonable terms. To the extent that financing is not available, Troymet may have to reduce exploration activities and work commitments may not be satisfied resulting in a loss of property ownership by Troymet.

Subsequent Events

Subsequent to period end, on January 9, 2008, Troymet announced that the Company had contracted GEOTECH Ltd. to conduct a detailed helicopter-borne VTEM survey over the McClarty Lake property. Characteristics of the VTEM system include deep penetration, detection of weak anomalies and excellent spatial resolution of conductors. The objective of the VTEM survey is to fully define the extent of the +600-metre long conductor system associated with the VMS mineralization, and to test for the presence of other conductors which may also have associated VMS mineralization.

On February 11, 2008, Troymet announced that a diamond drill had been mobilized to the McClarty Lake property and that field preparation was underway for a 3000 metre drilling program. The 2008 program, which will focus on stepping out along the strike and depth extension on the known zinc-copper mineralization, testing along 225-metre gap and further testing of the gold-rich portion of the mineralized horizon, was scheduled to commence on February 15, 2008.

Disclosure Controls and Procedures

Management has ensured that there are disclosure controls and procedures that provide reasonable assurance that material information relating to the Corporation is disclosed on a timely basis, particularly, information relevant to the period in which annual filings are being prepared. Management believes these disclosure controls and procedures have been effective during the fiscal period ended October 31, 2007.

Investor Relations Activities

The Company did not engage any outside consultants to provide investor relations activities during the period ended October 31, 2007. All investor relations activities are provided by the Company's officers**.**

Outlook

Troymet enters fiscal 2008 with working capital of approximately $1,159,900 and significant discoveries at both its McClarty Lake and Golden Eagle projects. The Company is well funded to execute its exploration program at McClarty Lake in northern Manitoba; additional financing may be required to advance the Golden Eagle project in northwest British Columbia.

The McClarty Lake project, located south-southwest of Snow Lake, Manitoba, is prospective for volcanogenic massive sulphide deposits. Past drilling by the Company intersected extensive alteration and base and precious metal mineralization similar to that associated with VMS deposits in the Snow Lake camp. Troymet contracted a detailed helicopter-borne VTEM survey over the McClarty Lake property in January 2008 and recently commenced a minimum 3000-metre drilling program to follow up on positive results from the 2007 drilling program.

Subject to successful financing, Troymet plans to commence exploration on the Golden Eagle project in June 2008. The planned 2008 program includes continuation of drilling on the Tannis zone and property-scale geological mapping and prospecting to follow up on various airborne electromagnetic and magnetic anomalies identified in 2005.

Other

Additional information relating to Troymet's business and activities can be found on SEDAR at www.sedar.com.

TROYMET EXPLORATION CORP.

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