

LA QUINTA RESOURCES CORPORATION

CONSOLIDATED FINANCIAL STATEMENTS

**MARCH 31 2008
(Unaudited)**

INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, 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 accompanying unaudited interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

LA QUINTA RESOURCES CORPORATION

INTERIM CONSOLIDATED BALANCE SHEETS (Unaudited)

	MARCH 31 2008	DECEMBER 31, 2007
ASSETS		
Current		
Cash and cash equivalents	\$ 732,025	\$ 198,202
Amounts receivable	100,215	95,756
Prepaid expenses	67,675	54,734
	<u>899,915</u>	<u>348,692</u>
Amount Due From Related Party (Note 9)	-	4,173
Equipment (Note 7)	233,321	249,516
Mineral Properties And Deferred Exploration Expenditures (Note 8)	<u>2,123,024</u>	<u>2,000,157</u>
	<u>\$ 3,256,260</u>	<u>\$ 2,602,538</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 101,543	\$ 138,730
Amounts due to related parties (Note 9)	41,591	40,709
	<u>143,134</u>	<u>179,439</u>
SHAREHOLDERS' EQUITY		
Share Capital (Note 10)	6,221,380	5,145,080
Contributed Surplus	1,000,124	979,924
Accumulated Other Comprehensive Income	992	-
Deficit	<u>(4,109,370)</u>	<u>(3,701,905)</u>
	<u>3,113,126</u>	<u>2,423,099</u>
	<u>3,256,260</u>	<u>\$ 2,602,538</u>

Approved by the Directors:

"Glen Watson"
Director

"Dustin Henderson"
Director

The accompanying notes are an integral part of these interim financial statements.

LA QUINTA RESOURCES CORPORATION
INTERIM CONSOLIDATED STATEMENTS OF LOSS
(Unaudited)

	THREE MONTHS ENDED	
	MARCH 31	
	2008	2007
Expenses		
Amortization	\$ 16,889	\$ 1,560
Bank charges and interest	1,902	689
Consulting	23,634	211
Management fees	85,292	41,282
Office and miscellaneous	14,521	6,206
Professional fees	47,380	19,683
Property investigation	53,227	34,355
Rent	26,852	30,626
Shareholder communications	27,772	53,047
Stock based compensation	(2,200)	108,100
Telephone	13,274	5,461
Transfer and regulatory fees	13,960	13,256
Travel and entertainment	21,614	24,757
Wages and salaries	65,684	14,074
Loss Before Other Income (Expenses) And Income Taxes	(409,801)	(353,307)
Other Income (Expenses)		
Interest income	2,336	5,697
Loss For The Period	\$ (407,465)	\$ (347,610)
Basic And Diluted Loss Per Share	\$ (0.02)	\$ (0.02)
Weighted Average Number Of Shares Outstanding	25,074,976	15,908,205

The accompanying notes are an integral part of these interim financial statements.

LA QUINTA RESOURCES CORPORATION

INTERIM CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) (Unaudited)

	THREE MONTHS ENDED	
	MARCH 31	
	2008	2007
Loss For The Period	\$ (407,465)	\$ (347,610)
Other Comprehensive Income (Loss)		
Foreign exchange translation adjustment	992	-
Comprehensive Loss for the Period	\$ (406,473)	\$ (347,610)

The accompanying notes are an integral part of these interim financial statements

LA QUINTA RESOURCES CORPORATION
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	THREE MONTHS ENDED	
	MARCH 31	
	2008	2007
Cash Flows Used By Operating Activities		
Loss for the year	\$ (407,465)	\$ (347,610)
Add (Deduct): Items not involving cash:		
Amortization	16,889	1,560
Stock based compensation	(2,200)	108,100
Loss on disposal of equipment	2,140	-
	<u>(390,636)</u>	<u>(237,950)</u>
Changes in non-cash working capital items:		
Amounts receivable	(4,459)	(1,432)
Exploration advances	-	(88,827)
Prepaid expenses	(12,941)	2,596
Accounts payable and accrued liabilities	(36,195)	(9,108)
	<u>(444,231)</u>	<u>(334,721)</u>
Cash Flows From Financing Activity		
Proceeds from issuance of share capital, net	1,098,700	355,750
Proceeds from amounts due to (from) related parties, net	5,055	-
	<u>1,103,755</u>	<u>355,750</u>
Cash Flows From Investing Activities		
Proceeds from (purchase of) short term investments	-	250,000
Purchase of property and equipment	(2,834)	(75)
Mineral properties and deferred expenditures	(122,867)	(232,819)
	<u>(125,701)</u>	<u>17,106</u>
Increase (Decrease) In Cash And Cash Equivalents	533,823	38,135
Cash And Cash Equivalents, Beginning Of Year	<u>198,202</u>	<u>144,650</u>
Cash And Cash Equivalents, End Of Year	<u>\$ 732,025</u>	<u>\$ 182,785</u>
Supplementary Cash Flow Information		
Interest paid	\$ -	\$ -
Taxes paid	\$ -	\$ -
Fair value of warrants issued as finder's fees on private placement	\$ 22,400	\$ -

The accompanying notes are an integral part of these interim financial statements.

LA QUINTA RESOURCES CORPORATION.
CONSOLIDATED STATEMENT OF SHAREHOLDERS' EQUITY

MARCH 31, 2008
(Unaudited)

	COMMON STOCK		CONTRIBUTED SURPLUS	ACCUMULATED OTHER COMPREHENSIVE INCOME	ACCUMULATED DEFICIT	TOTAL SHAREHOLDER'S EQUITY
	SHARES	AMOUNT				
Balance, December 31, 2006	15,363,080	2,787,394	44,300	\$ -	\$ (688,445)	2,143,249
Shares issued on exercise of share purchase warrants	1,202,500	390,750	-	-	-	390,750
Shares issued on exercise of stock options	175,000	73,226	(16,976)	-	-	56,250
Shares issued pursuant to private placement (net)	5,070,000	2,332,200	-	-	-	2,332,200
Shares issued for mineral properties	100,000	75,000	-	-	-	75,000
Shares issued for finders fees	50,466	22,710	-	-	-	22,710
Fair Value of warrant exercise extensions, allocated to share issuance costs	-	(536,200)	536,200	-	-	-
Stock based compensation	-	-	416,400	-	-	416,400
Loss for the period	-	-	-	-	(3,013,460)	(3,013,460)
Balance, December 31, 2007	21,961,046	5,145,080	979,924	-	(3,701,905)	2,423,099
Shares issued pursuant to private placement (net)	5,962,500	1,098,700	-	-	-	1,098,700
Fair Value of brokers warrants granted pursuant to private placement	-	(22,400)	22,400	-	-	-
Foreign exchange translation adjustment	-	-	-	992	-	992
Stock based compensation	-	-	(2,200)	-	-	(2,200)
Loss for the period	-	-	-	-	(407,465)	(407,465)
Balance, March 31, 2008	27,923,546	\$ 6,221,380	\$ 1,000,124	\$ 992	\$ (4,109,370)	\$ 3,113,126

The accompanying notes are an integral part of these interim financial statements

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

1. BASIS OF PRESENTATION

The interim financial statements of La Quinta Resources Ltd. (the "Company") have been prepared by management in accordance with accounting principles generally accepted in Canada. The interim financial statements have been prepared following the same accounting policies and methods of computation as the financial statements for the fiscal year ended December 31, 2007, except as described below. The disclosures included below are incremental to those included with the annual financial statements. The interim financial statements should be read in conjunction with the financial statements and the notes thereto in the Company's annual report for the year ended December 31, 2007.

2. NATURE OF OPERATIONS

The Company was incorporated on August 17, 2004 in British Columbia and began active operations on that date. The Company holds mineral interests in, Mexico and the Democratic Republic of Congo.

The consolidated financial statements include the operations of the Company and its wholly-owned subsidiary, Can-Mex Barite, S.A. de C.V., a company incorporated in Mexico, its 80% interest in La Quinta Congo SPRL, a company which was incorporated in the Democratic Republic of the Congo on May 29, 2007, and La Quinta MSK sprl. ("MSK") a company which was incorporated in the Democratic Republic of the Congo in January 2008. The Company has the opportunity of earning an 80% equity interest in MSK. (Note 8).

All significant inter-company balances and transactions have been eliminated in the consolidation.

The consolidated financial statements have been prepared in accordance with generally accepted accounting principles in Canada.

The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ significantly from these estimates.

The Company is in the process of exploring its mineral properties and has not yet determined whether the properties contain ore reserves that are economically recoverable. The recoverability of the amounts shown as mineral properties and related deferred exploration expenditures is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain necessary financing to complete the development, and upon future profitable production or proceeds from the disposition thereof.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

3. SIGNIFICANT ACCOUNTING POLICIES

a) Use of Estimates

The preparation of the financial statements requires management to make estimates and assumptions which affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period.

Significant areas requiring the use of management estimates include those related to the determination as to whether costs are expensed or capitalized; the establishment of accounts payable and accrued liabilities; estimates to accounts for the abandonment of long-lived assets; assumptions used in determining the fair value of non-cash stock-based compensation; the fair value of stock and warrants issued as finders fees and future tax asset valuations. Due to the inherent uncertainty involved with making such estimates, actual results reported in future years could differ from these estimates.

b) Foreign Currency Translation

The operations of the Company's subsidiaries are determined to be of an integrated nature.

Currency transactions and balances are translated into the Canadian dollar reporting currency using the temporal method as follows:

- i) Monetary items are translated at the rates prevailing at the balance sheet date;
- ii) Non-monetary items are translated at historical rates;
- iii) Revenues and expenses are translated at the average rates in effect during applicable accounting periods, except amortization, which is translated at historical rates;
- iv) Gains and losses on foreign currency translation are reflected in the consolidated statements of loss and comprehensive loss.

c) Cash and Cash Equivalents

Cash includes cash on hand and demand deposits. Cash equivalents include short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

d) Financial Instruments

The Company's financial instruments consist of cash and cash equivalents, amounts receivable, amounts due to and from related parties, and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from the financial instruments.

The fair value of these financial instruments approximates their carrying value due to their short-term maturity or capacity of prompt liquidation.

The Company has monetary assets represented by foreign currency financial instruments in Mexico and the Congo. The Company could, accordingly, be at risk for foreign currency fluctuations and developing legal and political environments. The Company does not use derivative instruments to reduce its exposure to foreign currency risk.

e) Equipment

Equipment is recorded at cost and amortized over their estimated useful lives at the following annual rates:

Computer equipment	Over 3 to 4 years straight line basis
Equipment	Over 4 to 5 years straight line basis
Vehicles	Over 4 years straight line basis

f) Mineral Properties and Related Deferred Exploration Expenditures

The Company accounts for its mineral properties on a cost basis whereby all direct costs, net of pre-production revenue, relative to the acquisition of, exploration of the properties are capitalized. Amounts shown for the mineral properties represent capitalized costs incurred and are not intended to reflect present or future values. All sales and option proceeds received are first credited against the costs of the related property, with any excess credited to earnings. Once commercial production has commenced, the net costs of the applicable property are charged to operations using the unit-of-production method based upon estimated proven and probable recoverable reserves. The net costs related to abandoned properties are charged to operations. Capitalized costs are subject to measurement uncertainty and it is reasonably possible, based on changes in conditions and assumptions, that a material change in the recorded amounts could be required.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Mineral Properties and Related Deferred Exploration Expenditures (Continued)

Although the Company has taken steps to verify the title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements or transfers and title may be affected by undetected defects.

g) Impairment of long-lived assets

Long-lived assets to be held and used by the Company are reviewed for possible impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If changes in circumstances indicate that the carrying amount of an asset that an entity expects to hold and use may not be recoverable, future cash flows expected to result from the use of the asset and its disposition must be estimated. If the undiscounted value of the future cash flows is less than the carrying amount of the asset, impairment is recognized. Management believes there has been no impairment of the Company's long-lived assets, as at December 31, 2007.

h) Asset Retirement Obligations

The Company follows the recommendations in CICA Handbook Section 3110 – "Asset Retirement Obligations" with respect to asset retirement obligations. Under Section 3110, legal obligations associated with the retirement of long-lived assets are recorded as liabilities. The liabilities are calculated using the net present value of the cash flows required to settle the obligation. A corresponding amount is capitalized to the related asset. Asset retirement costs are charged to earnings in a manner consistent with the amortization of the underlying asset. The liabilities are subject to accretion over time for changes in the fair value of the liability through charges to accretion which are included in the statement of operations.

It is possible that the Company's estimates of its ultimate asset retirement obligations could change as a result of changes in regulations, the extent of environmental remediation required, the means of reclamation or cost estimates. Changes in estimates are accounted for prospectively from the period the estimate is revised. As at December 31, 2007, the Company does not have any asset retirement obligations.

i) Stock Based Compensation

The Company's Option Plan provides for granting of stock options to directors, officers and employees. The Company uses the fair value method for valuing stock option grants.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Stock Based Compensation (Continued)

Compensation costs attributable to share options granted are measured at fair value at the grant date and are expensed over vesting periods with a corresponding increase to contributed surplus. Upon exercise of the stock options, consideration paid by the option holder together with the amount previously recognized in contributed surplus is recorded as an increase to share capital.

j) Earnings Per Share

Basic earnings per share has been computed by dividing the earnings attributable to common shareholders by the weighted average number of common shares outstanding.

Diluted earnings per share is calculated using the treasury stock method, under which the deemed proceeds of the exercise of options and warrants are considered to be used to reacquire common shares at an average price per share. In computing diluted earnings per share, no shares were added to the weighted average number of common shares outstanding during the years ended December 31, 2007 and 2006 as the effect of potentially issuable common shares is anti-dilutive.

k) Variable Interest Entities

The Canadian Institute of Chartered Accountants (CICA) issued Accounting Guideline 15, "Consolidation of Variable Interest Entities", to provide accounting guidance related to variable interest entities ("VIE"). A VIE exists when the entity's equity investment is at risk. When a VIE is determined to exist the guidance requires the VIE to be consolidated by the primary beneficiary. The Company determined that as of March 31, 2008 the Company's only VIE is its interest in La Quinta MSK sprl. (Note 8)

l) Comparative Amounts

Certain of the comparative amounts have been reclassified to conform with the presentation adopted for the current period.

m) Recently Issued Accounting Pronouncements

i) Goodwill and other Intangible Assets

On January 8, 2008, the CICA issued Section 3064, Goodwill and Intangible Assets. Section 3064, and establishes standards for the recognition, measurement and disclosure of goodwill and intangible assets. The Company is currently evaluating the effects of adopting these standards. This section applies to interim and annual financial statements relating to fiscal years beginning on or after December 1, 2008

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008
(Unaudited)

3. SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) Recently Issued Accounting Pronouncements (Continued)

ii) International Financial Reporting Standards ("IFRS")

In 2006, the Canadian Accounting Standards Board ("AcSB") published a new strategic plan that will significantly affect financial reporting requirements for Canadian companies. The AcSB strategic plan outlines the convergence of Canadian GAAP with IFRS over an expected five year transitional period. In February 2008, the AcSB announced that 2011 is the changeover date for publicly-listed companies to use IFRS, replacing Canada's own GAAP. The date is for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. Accordingly, the transition date of January 1, 2011 will require the restatement for comparative purposes of amounts reported by the Company for the year ended November 30, 2011.

4. NEWLY ADOPTED ACCOUNTING POLICIES

i) Going Concern

During June 2007 the AcSB amended CICA Handbook Section 1400, to include requirements for management to assess and disclose an entity's ability to continue as a going concern. This section was adopted on January 1, 2008.

ii) Accounting Changes

Effective December 1, 2007, the Company adopted CICA Section 1506, Accounting Changes. The new standard establishes criteria for changing accounting policies, together with the accounting treatment and disclosure of changes in accounting policies, changes in accounting estimates and the correction of errors. The disclosure is to include, on an interim and annual basis, a description and the impact on the Company on any new primary source of GAAP that has been issued but is not yet effective. The impact that the adoption of Section 1506 will have on the Company's results of operations and financial condition will depend on the nature of future accounting changes.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

4. NEWLY ADOPTED ACCOUNTING POLICIES (Continued)

iii) Financial Instruments

On September 15, 2006, the CICA issued three new accounting standards: Handbook Section 1535, Capital Disclosures, Handbook Section 3862, Financial Instruments – Disclosures, and Handbook Section 3863, Financial Instruments – Presentation. These three standards were adopted by the Company on January 1, 2008.

- a) Section 1535, Capital Disclosures requires that a company disclose information that enables users of its financial statements to evaluate its objectives, policies and procedures for managing capital including disclosures of any externally imposed capital requirements and the consequences for non-compliance.
- b) New Sections 3862 and 3863 replace Handbook Section 3861, Financial Instruments – Disclosure and Presentation, revising and enhancing its disclosure requirements, and carrying forward unchanged its presentation requirements. These new sections place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the entity manages those risks.

5. CAPITAL MANAGEMENT

The Company is in the business of mineral exploration in the Democratic Republic of Congo, in Africa and in Mexico in Central America. Management determines the Company's capital structure and makes adjustments to it based on funds available to the Company, in order to support the acquisition, exploration and development of mineral properties. The Board of Directors has not established quantitative return on capital criteria for capital management but rather relies upon the expertise of the management team to sustain the future development of the business.

The properties in which the Company currently has an interest are in the exploration stage; and the Company does not generate any revenue, and accordingly the Company is dependent upon external financing to fund both its exploration programs and its administrative costs. The Company will spend existing working capital and raise additional amounts as needed. The Company will continue to assess new properties and to seek to acquire an interest in additional properties if management feels there is sufficient geologic or economic potential provided it has adequate financial resources to do so.

Management reviews its capital management approach on an ongoing basis and believes that its approach, given the relative size of the Company is reasonable.

The Company is not subject to externally imposed capital requirements.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

6. FINANCIAL RISK FACTORS

The Company's risk exposures and the impact on the Company's financial instruments are summarized below:

a) Credit Risk

Credit risk is the risk of loss associated with a counter party's inability to fulfil its payment obligations. Amounts receivable include an amount due in respect of rent in the amount of \$2,045. (December 31, 2007 - \$nil) which represents approximately 2% of total amounts receivable.

b) Liquidity Risk

The Company's approach to managing liquidity risk is to ensure that it will have sufficient liquidity to meet liabilities when they fall due. As at March 31, 2008 the Company had cash and cash equivalents available of \$732,025 to settle current liabilities of \$143,134.

c) Foreign Currency and Exchange Risk

The Company's functional currency and the reporting currency is the Canadian dollar ("CDN\$"). Periodically the Company incurs charges on its Canadian operations for settlement in currencies other than its functional currency and any gain or loss arising on such transactions is recorded in operations for the period.

The Company holds equity interests in Can-Mex Barite, S.A. de C.V. ("Canmex"), a company incorporated in Mexico, La Quinta Congo SPRL, ("Congo") and La Quinta MSK sprl. ("MSK") two companies incorporated in the Democratic Republic of the Congo.

Canmex has transactions which are recorded in the Mexican Peso (Peso). Congo and MSK have transactions which are recorded in the US Dollar ("US\$"). As a result the Company is subject to foreign currency and exchange risk on the translation of these transactions and period end balances to the reporting currency. Any gains or losses arising in the period are included in operations for the period.

As at March 31, 2008, a 1% strengthening in the Peso or USD\$ relative to the CDN\$ does not have a significant impact on the net loss for the period.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008
(Unaudited)

6. FINANCIAL RISK FACTORS (Continued)

c) Foreign Currency and Exchange Risk (Continued)

Mineral Property contracts relating to overseas properties (Note 8) are denominated in US Dollars, and accordingly, changes in the exchange rate will affect the Company's future cash outflows pursuant to these agreements. As at March 31 2008, a 1% strengthening in the USD\$ relative to the CDN\$ would result in future cash outflows increasing by approximately CDN\$ 133,000.

The Company does not participate in any hedging activities to mitigate any gains or losses which may arise as a result of exchange rate changes.

e) Political Risk

The Company conducts operations in the Democratic Republic of the Congo and is therefore subject to considerations and risks not typically associated with companies operating in North America. These include risks such as the political, economic and legal environments. Among other things, the Company's results may be adversely affected by changes in the political and social conditions in the Democratic Republic of the Congo, and by changes in governmental policies with respect to mining laws and regulations, currency restrictions, and rates and methods of taxation.

7. EQUIPMENT

	MARCH 31, 2008			DECEMBER 31 2007
	COST	ACCUMULATED AMORTIZATION	NET BOOK VALUE	NET BOOK VALUE
Computer equipment	\$ 31,195	\$ 10,900	\$ 20,295	\$ 21,941
Equipment	103,683	15,514	88,169	93,354
Vehicles	149,829	24,972	124,857	134,221
	\$ 284,707	\$ 51,386	\$ 233,321	\$ 249,516

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008
(Unaudited)

8. MINERAL PROPERTIES AND DEFERRED EXPLORATION EXPENDITURES

	MARCH 31	DECEMBER 31
	2008	2007
Maniema - South Kivu Gold Belt, Congo	1,091,533	1,019,723
La Virgen/Sanson Property, Mexico	720,045	691,879
Kampene - Maniema Province, Congo	311,446	288,555
	\$ 2,123,024	\$ 2,000,157

a) Maniema - South Kivu Gold Belt, Congo

In August 2006 the Company entered into a Memorandum Of Understanding (MOU) with Wa Balengela Kasai-Investments Congo sprl, ("WBKasai or WBK") to explore and develop a contiguous group of 32 exploration licence areas comprising 7010 square kilometres in the southern portion of the Maniema – South Kivu Gold belt in the eastern Congo.

The Memorandum of Understanding gives the Company the right to earn into up to an 80% interest in a proposed joint venture by paying an aggregate of US\$1,500,000, issuing 8,000,000 common shares of the Company to WBK over the first three years of the agreement and expending a minimum of US\$2 million on the property in each of the next five years. Upon completion of a Feasibility Study, the joint venture will convert the licensed areas to a mineral license.

During the exploration period, ownership of the concessions shall remain vested with WBK and will be transferred to the joint venture company on completion of the Feasibility Study as contemplated in the MOU and formal documentation. WBK shall be responsible for assisting the joint venture company with government relations, local liaison and local management and expediting of the projects in the Congo.

On any gold production, the joint venture company shall pay WBK a net smelter returns royalty of 2.5%. The Company has also agreed to pay Finders or Agents fees in respect of the transaction in the amount of 550,000 shares issuable in six instalments, over the first three years of the agreement; prorated and made at the same time as the Company is required to make share payments to WBK.

The Original MOU provided for a 90 day due diligence period during which the Company had the right to conduct due diligence into the terms, conditions, validity and enforceability of WBK's concessions and exploration rights in the Congo. In October 2006, a Congolese-based mining company commenced an action in the British Columbia courts over the Congo acquisition claiming to have a prior agreement with WBK. The Company will be defending the lawsuit and as a consequence of this action, the Company suspended due diligence work and requested that WBK clear title in Congo.

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

8. MINERAL PROPERTIES AND DEFERRED EXPLORATION EXPENDITURES (Continued)

a) Maniema - South Kivu Gold Belt, Congo (Continued)

WBK subsequently applied to the Commercial Court of the Congo to have the protocol between the Congo mining company and WB Kasai dated September 29, 2005 declared invalid. On March 13, 2007, the Commercial Court in Congo found in favour of WBK and against the Congo mining company and declared that the 2005 Protocol was null and void.

The Congo mining company has appealed this decision. The Company is now working to complete the acquisition process on these properties under a formal extension to the due diligence process.

Subsequent to the year end, on the April 23, 2008, the Company and Wa Balengela Kasai Investments Congo sprl., ("WBK") signed formal agreements completing the formation of a Joint Venture Company, La Quinta MSK sprl. ("MSK") which will option and explore the area granted to WBK by the Cadastre Minier under the Mining Code of the Democratic Republic of Congo.

The formal Agreements give the Company the option to earn up to 80% in MSK with WBK, under the same terms as the original Memorandum of Understanding. Upon the commencement of the Joint Venture, the Company will hold a 10% interest MSK and WBK will hold 90% interest. The Company shall have the right to increase its interest in MSK to an 80% interest by making payments to WBK totalling US\$1,500,000 and issuing 8,000,000 shares of La Quinta Resources Corp. over the first three years of the agreement. Upon completion of all share issuances and cash payments, the Company will be vested with an 80% interest and WBK with a 20% interest in MSK.

The expenditure commitments under the option and Joint Venture agreement are as follows:

DATE	CASH PAYMENTS US\$	SHARES TO BE ISSUED	EXPENDITURE COMMITMENT US\$
On Signing of MOU	\$ 75,000 (paid)	-	\$ -
On completion of due diligence and entry into a JV Company	75,000	1,000,000	-
6 months	150,000	1,000,000	-
12 months	150,000	1,000,000	2,000,000
18 months	150,000	1,000,000	-
24 months	200,000	1,000,000	2,000,000
30 months	200,000	1,000,000	-
36 months	500,000	2,000,000	2,000,000
48 months	-	-	2,000,000
60 months	-	-	2,000,000
	<u>\$ 1,500,000</u>	<u>8,000,000</u>	<u>\$ 10,000,000</u>

LA QUINTA RESOURCES CORPORATION

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

8. MINERAL PROPERTIES AND DEFERRED EXPLORATION EXPENDITURES (Continued)

a) Maniema - South Kivu Gold Belt, Congo (Continued)

	MARCH 31 2008	DECEMBER 31 2007
Acquisition Costs		
Option payments	\$ 84,120	\$ 84,120
Exploration Costs		
Assays	39,728	39,728
Camp costs	115,012	113,162
Engineering	286,113	286,113
Permits	40,191	6,131
Travel and consulting	343,529	343,529
Transport	23,121	23,121
Wages	159,719	123,819
	1,007,413	935,603
	\$ 1,091,533	\$ 1,019,723

b) La Virgen/Sanson (formerly Orofino,) Property, Sonora, Mexico

On June 23 and 29, 2006, the Company entered into two option agreements to acquire a 100% interest in the Sanson, El Quelitoso, La Perla and La Virgen claims in Sonora, Mexico. To earn its interest the Company is required to pay cash acquisition costs of US\$1,005,000 over 5 years, issue 1,000,000 shares and incur US\$150,000 expenditures on the claims. The properties are subject to a 1% Net Smelter Return, which may be purchased for US\$1,000,000.

The aggregated expenditure commitments under the option agreements are as follows:

DATE	CASH PAYMENTS US\$	SHARES TO BE ISSUED	EXPENDITURE COMMITMENT US\$
On letter agreement	\$ 20,000 (paid)	-	\$ -
On Signing	35,000 (paid)	100,000 (issued)	-
December 23/29, 2006	30,000 (paid)	-	50,000 (incurred)
June 23/29, 2007	65,000 (paid)	100,000 (issued)	100,000 (incurred)
June 23/29, 2008	122,500	200,000	-
June 23/29, 2009	150,000	200,000	-
June 23/29, 2010	200,000	200,000	-
June 23/29, 2011	382,500	200,000	-
	\$ 1,005,000	1,000,000	\$ 150,000

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8. MINERAL PROPERTIES AND DEFERRED EXPLORATION EXPENDITURES (Continued)

b) La Virgen/Sanson (formerly Orofino,) Property, Sonora, Mexico (Continued)

	MARCH 31 2008	DECEMBER 31 2007
Acquisition Costs		
Option payments	\$ 232,179	\$ 232,179
Exploration Costs		
Assay costs	35,066	35,028
Engineering	370,621	347,336
Field and camp costs	50,566	45,723
Reports, maps, fees and licenses	11,609	11,609
Transport	15,542	15,542
Travel	4,462	4,462
	487,866	459,700
	\$ 720,045	\$ 691,879

c) Kampene - Maniema, Congo

The Company entered into a Lease agreement and option to purchase with Association Miniere du Kivu sprl ("AMIKI") to lease or acquire all of the exploration and mineral rights of AMIKI on the Kampene Project in Maniema Province in the Democratic Republic of the Congo. The Kampene project covers 34 square kilometres and is covered by an Exploitation Licence allowing the Company to mine and sell all mineral products from the Licence area. The provisions of the MOU include a term of 10 years renewable as the Code Miniere allows, an annual property rental of US\$100,000 payable in advance, and a 1.5% Net Smelter Returns Royalty ("NSR") on all production. The Company has the option to buy out 100% of the NSR after 5 years for US\$2,000,000.

	MARCH 31 2008	DECEMBER 31 2007
Acquisition Costs		
Finders fees	\$ 22,710	\$ 22,710
Exploration Costs		
Assays	86,261	63,370
Engineering	84,675	84,675
Lease payments	117,800	117,800
	288,736	265,845
	\$ 311,446	\$ 288,555

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9. AMOUNTS DUE TO RELATED PARTIES

Amounts due to related Parties comprise advances received of \$36,390 (December 31, 2007 - \$40,709) from Wa Balengela Kasai-Investments Congo sprl., a 20% shareholder of La Quinta Congo sprl. and advances from Congo Consolidated Copper Inc., a private company controlled by two common directors of \$5,201 (December 31, 2006 - amount due to the Company of \$4,173). All advances are interest free, unsecured, with no specified repayment terms.

10. SHARE CAPITAL

a) Authorized

Unlimited common shares without par value

b) Issued

On February 13, 2008, the Company issued 5,962,500 units at a price of \$0.20 per unit for total consideration of \$1,192,500. Each unit consists of one common share and ½ share purchase warrant. Each whole warrant entitles the holder to purchase one common share at a price of \$0.35 per share until August 13, 2008. In the event that the share price of the Company trades at \$0.40 per share or greater, for 10 consecutive days, (the Acceleration Event,) then the exercise of the warrants will be accelerated and the warrants will expire on the earlier of the expiry date and 4 weeks after the Company provides notice to the Warrant holders of the Acceleration event.

In payment for services provided in connection with the issuances the Company has paid \$93,800 cash and granted 469,000 finders fee warrants with a fair value of \$22,400

The fair value of the finders fee warrants is estimated on the date of issuance using the Black-Scholes option pricing model with the following weighted average assumptions:

	<u>2007</u>	<u>2006</u>
Risk free interest rate	3.35%	n/a
Expected life	0.5 years	n/a
Expected volatility	94%	n/a
Expected dividend yield	-	n/a
Weighted average of fair value of options granted	\$ 0.05	\$ n/a

LA QUINTA RESOURCES CORPORATION

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10. SHARE CAPITAL (Continued)

c) Stock Options

On October 15, 2004, the Company adopted a stock option plan under which it is authorized to grant options to directors, employees and consultants enabling them to acquire up to 10% of the issued and outstanding common stock of the Company at prices to be determined and for a term not in excess of five years.

As at March 31, 2008, options were outstanding for the purchase of common shares as follows:

NUMBER OF SHARES	EXERCISE PRICE PER SHARE	NUMBER EXERCISABLE AT MARCH 31, 2008	EXPIRY DATE
650,000	\$ 0.25	650,000	March 31, 2010
200,000	0.50	200,000	February 8, 2010
475,000	0.70	475,000	August 30, 2010
200,000	0.50	200,000	March 29, 2012
200,000	0.59	150,000	April 18, 2012
250,000	0.60	250,000	May 2, 2012

A summary of changes in stock options for the three month period ended March 31, 2007 and the year ended December 31, 2006 is presented below:

	MARCH 31, 2007		DECEMBER 31 2006	
	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE
Balance, beginning of period	2,045,000	\$ 0.49	775,000	\$ 0.25
Granted	-	-	1,470,000	0.59
Exercised	-	-	(175,000)	(0.32)
Cancelled	(70,000)	(0.50)	(25,000)	(0.59)
Balance, end of period	1,975,000	\$ 0.49	2,045,000	\$ 0.49

During the three month period ended March 31, 2008, the Company recorded a credit of \$2,200 (three month period ended March 31, 2007 - \$108,100) in stock based compensation for options granted and vesting during the period.

LA QUINTA RESOURCES CORPORATION

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10. SHARE CAPITAL (Continued)

c) Stock Options (Continued)

The fair value of each option granted is estimated on the date of grant using the Black-Scholes option pricing model with the following weighted average assumptions:

	THREE MONTHS ENDED MARCH 31	
	2008	2007
Risk free interest rate	3.5%	4.0%
Expected life	4.1 years	3.9 years
Expected volatility	73%	81%
Expected dividend yield	-	-
Weighted average of fair value of options granted	\$ 0.05	\$ 0.26

d) Share Purchase Warrants

As at March 31, 2008, the following share purchase warrants were outstanding:

NUMBER OUTSTANDING	EXERCISE PRICE	EXPIRY DATE
2,940,600	\$ 0.70	May 7, 2008
3,450,250	\$ 0.35	August 13, 2008

A summary of changes in share purchase warrants for the three month period ended March 31, 2008 and the year ended December 31, 2007 is presented below:

	MARCH 31 2008		DECEMBER 31, 2007	
	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE
Balance, beginning of period	4,400,600	\$ 0.67	2,767,500	\$ 0.47
Issued	3,450,250	0.35	2,940,600	0.70
Exercised	-	-	(1,202,500)	(0.32)
Expired	(1,460,000)	(0.60)	(105,000)	(0.30)
Balance, end of period	<u>6,390,850</u>	<u>\$ 0.51</u>	<u>4,400,600</u>	<u>\$ 0.67</u>

Subsequent to the period end 2,940,600 share purchase warrants expired unexercised

LA QUINTA RESOURCES CORPORATION

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10. SHARE CAPITAL (Continued)

e) Escrow Shares

As at March 31, 2008, 1,086,000 (December 31, 2007 – 1,086,000) common shares were held in escrow.

11. RELATED PARTY TRANSACTIONS

- a) Included in accounts payable is \$11,307 (December 31, 2007 - \$17,934) due to directors and director-controlled companies.
- b) During the three month periods ended March 31, 2008 and 2007 included in the financial statements are the following amounts charged or accrued to directors and companies with a common director:

	THREE MONTHS ENDED MARCH 31	
	2007	2006
Balance Sheet		
Deferred exploration expenditures	\$ -	\$ 18,414
Income Statement		
Property investigation costs	\$ 41,477	\$ 33,847
Management fees	85,292	41,282
	\$ 126,769	\$ 93,543

These transactions are in the normal course of operations and are measured at the exchange amount of consideration established and agreed to by the related parties.

12. COMMITMENTS

- a) The Company's annual minimum future lease payments under a rental agreement expiring in November 2011 are as follows:

2009	\$	43,086
2010	\$	45,205
2011	\$	46,618
2012	\$	31,079

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12. COMMITMENTS (Continued)

- b) By agreements dated February 1, 2006, the Company entered into two consulting agreements, for a three year period, with companies controlled by directors. Consulting fees, to a maximum of \$10,000 and \$15,000, are payable monthly.
- c) On July 1, 2007, the Company entered into a management contract with the President, Chief Operating Officer and Director of the Company for management services and is required to pay up to \$13,500 per month under the terms of the contract. The contract expires June 30th, 2009 and can be terminated at any time after June 30th 2008, by payment of three monthly payments prior to the contract expiry date.
- d) On November 4, 2007 the Company entered into a one year contract for investor relations services. In consideration for services to be provided, the Company will pay \$6,000 per month for the first six months of the contract and \$7,500 per month for the remainder of the contract.
- e) Subsequent to the period end on May 15, 2008, the Company entered into a renewable six month contract for investor relations services. In consideration for services to be provided, the Company will pay \$2,500 per month, and issue 175,000 incentive stock options, exercisable at a price of \$0.30 for a period of 2 years.

13. SEGMENTED INFORMATION

The Company operates in one business segment, mineral exploration, and its resource properties and offices are located in three geographical locations, Canada, Mexico and the Congo, in North America, Central America and Africa respectively. On a geographical basis the Company's assets, liabilities and loss for the period are located as follows:

March 31, 2008	Canada	Mexico	Congo	Total
Assets				
Current	\$ 731,512	\$ 121,512	\$ 46,891	\$ 899,915
Long term	28,329	720,045	1,607,971	2,356,345
	<u>\$ 759,841</u>	<u>\$ 841,557</u>	<u>\$ 1,654,862</u>	<u>\$ 3,256,260</u>
Liabilities				
Current	\$ 14,009	\$ 2,725	\$ 126,400	\$ 143,134
Loss for the period	<u>\$ 295,289</u>	<u>\$ 5,126</u>	<u>\$ 107,050</u>	<u>\$ 407,465</u>

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13. SEGMENTED INFORMATION (Continued)

December 31, 2007	Canada	Mexico	Congo	Total
Assets				
Current	\$ 240,902	\$ 75,235	\$ 32,555	\$ 348,692
Long term	30,492	691,877	1,531,477	2,253,846
	<u>\$ 271,394</u>	<u>\$ 767,112</u>	<u>\$ 1,564,032</u>	<u>\$ 2,602,538</u>
Liabilities				
Current	<u>\$ 49,285</u>	<u>\$ 3,037</u>	<u>\$ 127,117</u>	<u>\$ 179,439</u>
Loss for the year	<u>\$ 2,457,836</u>	<u>\$ 66,504</u>	<u>\$ 489,120</u>	<u>\$ 3,013,460</u>