



**CORO**  
**MINING CORP.**

**Coro Mining Corp.**

(A Development Stage Company)

Consolidated Financial Statements

**Second Quarter – June 30, 2008**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

# Coro Mining Corp.

Consolidated Balance Sheets

As at June 30, 2008 and December 31, 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

	<b>June 30 2008 \$</b>	<b>December 31 2007 \$</b>
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	2,861	10,025
Accounts receivable and prepaid expenses	337	326
	<u>3,198</u>	<u>10,351</u>
<b>Property, plant and equipment</b> (note 4)	755	787
<b>Mineral property interests</b> (note 5)	14,385	11,491
<b>Other assets</b> (note 6)	2,374	16
	<u>20,712</u>	<u>22,645</u>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	1,640	1,664
	<u>1,640</u>	<u>1,664</u>
<b>Future income tax liability</b>	1,406	934
	<u>3,046</u>	<u>2,598</u>
<b>Shareholders' Equity</b>		
Equity accounts (note 7)	31,903	31,041
Accumulated other comprehensive income	475	475
Deficit	(14,712)	(11,469)
	<u>17,666</u>	<u>20,047</u>
	<u>20,712</u>	<u>22,645</u>

**Nature of operations and going concern** (note 1)

**Commitments** (note 3)

**Subsequent events** (note 10)

Approved by the Board of Directors



\_\_\_\_\_  
"Robert Watts"  
Director



\_\_\_\_\_  
"Robert Stuart Angus"  
Director

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

# Coro Mining Corp.

## Consolidated Statements of Loss and Deficit

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

	Three months ended June 30, 2008	Three months ended June 30, 2007	Six months ended June 30, 2008	Six months ended June 30, 2007
<b>Expenditures</b>	\$	\$	\$	\$
<b>Net Exploration Expenditures</b>				
(Statement of Exploration and Development Expenditures)	873	1,372	2,238	2,601
<b>Other Expenses (Income)</b>				
Corporate costs	348	242	716	451
Depreciation and amortization	23	17	47	34
Foreign exchange (gain) loss	(130)	(2)	107	(2)
Interest income	(42)	(72)	(112)	(153)
Stock-based compensation	99	66	247	121
	298	251	1,005	451
<b>Loss for the period</b>	<u>1,171</u>	<u>1,623</u>	<u>3,243</u>	<u>3,052</u>
Deficit – beginning of period	13,541	7,039	11,469	5,610
Deficit – end of period	<u>14,712</u>	<u>8,662</u>	<u>14,712</u>	<u>8,662</u>
<b>Basic and diluted loss per share (\$ per share)</b>	\$0.03	\$0.05	\$0.09	\$0.10
<b>Weighted average shares outstanding (000's)</b>	36,400	29,990	36,304	29,894

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

# Coro Mining Corp.

## Consolidated Statements of Exploration and Development Expenditures

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

	Three months ended June 30, 2008	Three months ended June 30, 2007	Six months ended June 30, 2008	Six months ended June 30, 2007
	\$	\$	\$	\$
<b>Expenditures</b>				
<b>Exploration Expenditures (note 3)</b>				
Administration costs	127	192	274	300
Consulting, labour & professional fees	477	328	916	665
Drilling & trenching	-	270	9	283
Property investigations	131	216	372	491
Property acquisition costs	115	323	615	792
Travel & accommodation	23	43	52	70
	<u>873</u>	<u>1,372</u>	<u>2,238</u>	<u>2,601</u>
<b>Development Expenditures (note 5)</b>				
Engineering & infrastructure	60	727	324	754
Environmental	85	100	158	104
General & administration	333	568	751	1,108
Geology	59	228	108	315
Metallurgy	66	175	94	223
Mine planning	-	32	108	32
Property acquisition costs	1,351	1,506	1,351	1,506
	<u>1,954</u>	<u>3,336</u>	<u>2,894</u>	<u>4,042</u>
<b>Total Exploration &amp; Development Expenditures</b>	<b>2,827</b>	<b>4,708</b>	<b>5,132</b>	<b>6,643</b>
Costs Capitalized	<u>(1,954)</u>	<u>(3,336)</u>	<u>(2,894)</u>	<u>(4,042)</u>
<b>Net Exploration Expenditures</b>	<b><u>873</u></b>	<b><u>1,372</u></b>	<b><u>2,238</u></b>	<b><u>2,601</u></b>

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

# Coro Mining Corp.

## Consolidated Statements of Comprehensive Loss

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

	Three months ended June 30, 2008	Three months ended June 30, 2007	Six months ended June 30, 2008	Six months ended June 30, 2007
	\$	\$	\$	\$
<b>Loss for the period</b>	1,171	1,623	3,243	3,052
<b>Other Comprehensive Loss (Income) (OCI)</b>				
Net loss (gain) on translation to reporting currency	-	(485)	-	(515)
<b>Comprehensive Loss</b>	<u>1,171</u>	<u>1,138</u>	<u>3,243</u>	<u>2,537</u>

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

# Coro Mining Corp.

## Consolidated Statements of Cash Flows

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

	Three months ended June 30, 2008 \$	Three months ended June 30, 2007 \$	Six months ended June 30, 2008 \$	Six months ended June 30, 2007 \$
<b>Cash flows from operating activities</b>				
Net loss for the period	(1,171)	(1,623)	(3,243)	(3,052)
Items not affecting cash				
Depreciation and amortization	23	17	47	34
Stock-based compensation	99	66	247	121
	(1,049)	(1,540)	(2,949)	(2,897)
Change in non-cash operating working capital				
Decrease (increase) in accounts receivable & prepaids	(38)	111	(24)	71
Increase (decrease) in accounts payable & accruals	20	56	(83)	(263)
	(1,067)	(1,373)	(3,056)	(3,089)
<b>Cash flows from financing activities</b>				
Issuance of common shares (net of issue costs)	-	(53)	-	(141)
	-	(53)	-	(141)
<b>Cash flows from investing activities</b>				
Cerro Negro acquisition	(918)	-	(2,014)	-
Property, plant and equipment	-	(86)	(2)	(108)
Deferred exploration costs	(1,130)	(1,314)	(2,092)	(2,342)
	(2,048)	(1,400)	(4,108)	(2,450)
<b>OCI Effect of exchange rate changes on cash</b>	-	485	-	515
<b>Increase (decrease) in cash and cash equivalents</b>	(3,115)	(2,341)	(7,164)	(5,165)
<b>Cash and cash equivalents - beginning of period</b>	5,976	7,250	10,025	10,074
<b>Cash and cash equivalents - end of period</b>	2,861	4,909	2,861	4,909

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

# Coro Mining Corp.

Notes to Consolidated Financial Statements

**For the three and six months ended June 30, 2008 and 2007**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

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## **1 Nature of operations and going concern**

Coro Mining Corp. (the “Company” or “Coro”) and its subsidiaries are principally engaged in the exploration and development of base and precious metal projects in the Latin American countries of Chile, Argentina. The Company was incorporated on September 22, 2004 and commenced activities in 2005.

At June 30, 2008, the Company had cash and cash equivalents of \$2,861, working capital \$1,558 and a deficit of \$14,712. The funds on hand at June 30, 2008 are not sufficient to meet corporate, administrative, exploration and development activities for the coming twelve months. Additional financing will be required to meet the Company's obligations as they fall due.

The Company's ability to continue operations and exploration activities is dependent on management's ability to secure additional financing. Management is actively pursuing such additional sources of financing, and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future. Because of this uncertainty, there is substantial doubt about the ability of the Company to continue as a going concern.

These consolidated financial statements do not include the adjustments that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

## **2 Basis of presentation**

These interim consolidated financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles (“GAAP”) on a basis consistent with the annual financial statements of the Company. Disclosure requirements for interim financial statements do not contain all the information that is required of annual financial statements. Accordingly, they should be read in conjunction with the audited financial statements, for the year ended December 31, 2007.

### **Estimates, risks and uncertainties**

The preparation of financial statements in conformity with Canadian GAAP requires management to make estimates and assumptions that affect the amounts reported, and disclosed in the financial statements and the accompanying notes. Actual results could differ from those estimates.

Realization of the Company's assets and liabilities is subject to risks and uncertainties, including reserve and resource estimation; future copper and other base and precious metal prices; estimated costs of future production; changes in government legislation and regulations; estimated future income taxes; and the availability of financing and various operational factors.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 3 Exploration expenditures

<b>Exploration expenditures for the three months ended June 30, 2008</b>					
<b>Exploration expenditure - Chile</b>	<b>Andrea \$</b>	<b>Flores \$</b>	<b>General \$</b>	<b>Talca \$</b>	<b>Total \$</b>
Administration costs	\$2	\$5	\$87	\$-	\$94
Consulting, labour & professional fees	-	26	364	6	396
Drilling & trenching	-	-	-	-	-
Property investigations	22	23	17	60	122
Property acquisition costs	-	115	-	-	115
Travel & accommodation	2	2	3	-	7
<b>Total exploration expenditures – Chile</b>	<b>\$26</b>	<b>\$171</b>	<b>\$471</b>	<b>\$66</b>	<b>\$734</b>
<b>Exploration Expenditures - Mexico</b>					
	<b>Cordero-Sanson \$</b>		<b>Other \$</b>		<b>Total \$</b>
Administration costs			\$-	\$33	\$33
Consulting, labour & professional fees			1	80	81
Drilling & trenching			-	-	-
Property investigations			-	9	9
Property acquisition costs			-	-	-
Travel & accommodation			-	16	16
<b>Total exploration expenditure - Mexico</b>			<b>\$1</b>	<b>\$138</b>	<b>\$139</b>
<b>Exploration expenditures for the three months ended June 30, 2007</b>					
<b>Exploration expenditure - Chile</b>	<b>Andrea \$</b>	<b>Flores \$</b>	<b>General \$</b>	<b>Talca \$</b>	<b>Total \$</b>
Administration costs	\$-	\$21	\$148	\$-	\$169
Consulting, labour & professional fees	-	120	126	-	246
Drilling & trenching	-	245	-	-	245
Property investigations	-	180	23	-	203
Property acquisition costs	-	10	313	-	323
Travel & accommodation	-	17	12	-	29
<b>Total exploration expenditures – Chile</b>	<b>\$-</b>	<b>\$593</b>	<b>\$622</b>	<b>\$-</b>	<b>\$1,215</b>
<b>Exploration Expenditures - Mexico</b>					
	<b>Cordero-Sanson \$</b>		<b>Other \$</b>		<b>Total \$</b>
Administration costs			\$-	\$23	\$23
Consulting, labour & professional fees			4	78	82
Drilling & trenching			25	-	25
Property investigations			6	7	13
Property acquisition costs			-	-	-
Travel & accommodation			1	13	14
<b>Total exploration expenditure - Mexico</b>			<b>\$36</b>	<b>\$121</b>	<b>\$157</b>

# Coro Mining Corp.

Notes to Consolidated Financial Statements

**For the three and six months ended June 30, 2008 and 2007**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 3 Exploration expenditures (continued)

<b>Exploration expenditures for the six months ended June 30, 2008</b>					
<b>Exploration expenditure - Chile</b>	<b>Andrea \$</b>	<b>Flores \$</b>	<b>General \$</b>	<b>Talca \$</b>	<b>Total \$</b>
Administration costs	\$2	\$13	\$207	\$1	\$223
Consulting, labour & professional fees	8	79	657	22	766
Drilling & trenching	-	9	-	-	9
Property investigations	45	202	33	72	352
Property acquisition costs	-	515	-	-	515
Travel & accommodation	9	4	9	4	26
<b>Total exploration expenditures – Chile</b>	<b>\$64</b>	<b>\$822</b>	<b>\$906</b>	<b>\$99</b>	<b>\$1,891</b>
<b>Exploration Expenditures - Mexico</b>					
	<b>Cordero-Sanson \$</b>		<b>Other \$</b>		<b>Total \$</b>
Administration costs			\$1	\$50	\$51
Consulting, labour & professional fees			3	147	150
Drilling & trenching			-	-	-
Property investigations			1	19	20
Property acquisition costs			100	-	100
Travel & accommodation			3	23	26
<b>Total exploration expenditure - Mexico</b>			<b>\$108</b>	<b>\$239</b>	<b>\$347</b>
<b>Exploration expenditures for the six months ended June 30, 2007</b>					
<b>Exploration expenditure - Chile</b>	<b>Andrea \$</b>	<b>Flores \$</b>	<b>General \$</b>	<b>Talca \$</b>	<b>Total \$</b>
Administration costs	\$-	\$30	\$218	\$-	\$248
Consulting, labour & professional fees	-	316	213	-	529
Drilling & trenching	-	258	-	-	258
Property investigations	-	401	46	-	447
Property acquisition costs	-	371	333	-	704
Travel & accommodation	-	25	19	-	44
<b>Total exploration expenditures – Chile</b>	<b>\$-</b>	<b>\$1,401</b>	<b>\$829</b>	<b>\$-</b>	<b>\$2,230</b>
<b>Exploration Expenditures - Mexico</b>					
	<b>Cordero-Sanson \$</b>		<b>Other \$</b>		<b>Total \$</b>
Administration costs			\$-	\$52	\$52
Consulting, labour & professional fees			11	125	136
Drilling & trenching			25	-	25
Property investigations			30	14	44
Property acquisition costs			88	-	88
Travel & accommodation			2	24	26
<b>Total exploration expenditure - Mexico</b>			<b>\$156</b>	<b>\$215</b>	<b>\$371</b>

# Coro Mining Corp.

Notes to Consolidated Financial Statements

**For the three and six months ended June 30, 2008 and 2007**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

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## **3 Exploration expenditures (continued)**

### **Andrea, Chile**

Andrea is located 19km northwest of the city of Talca and 230km south of Santiago in Region VII of Chile. It comprises two exploitation claims totaling 670 hectares. The Company may acquire a 100% interest in the property for total option payments of \$4,250 (2007: \$50 (paid), 2008: \$100 (paid subsequent to quarter end), 2009: \$300, 2010: \$1,550, thereafter: \$2,250). The final payment will be paid in three installments of \$750, due on commencement of commercial production and in each of the two years subsequent to the commencement of commercial production

### **Flores, Chile:**

The Flores project comprises the Barreal Seco deposit and the Salvadora and Celeste properties. Barreal Seco is located on the boundary of Region II and Region III, in Chile and the satellite properties are located in the northern part of Region III in Chile. Barreal Seco is an advanced heap leach project located 75km northeast of the coastal port of Chañaral and 55km northwest of Codelco's El Salvador smelter/mine complex. The Company may acquire a 75% interest in the property for total property option payments of \$2,012 (2007: \$361 (paid), 2008: \$400 (paid), 2009: \$863).

The Salvadora copper property is located approximately 17km southwest of Barreal Seco. The Company may acquire a 100% interest in the property for total option payments of \$1,350 (2007: \$90 (paid), 2008: \$90 (paid), 2009: \$1,080). Production from Salvadora is subject to a 1.5% net smelter return royalty that can be purchased for \$1,350. During the second quarter of 2008, the Salvadora acquisition terms were amended to defer the remaining option payments. At the same time, the Flor de Lirio property was dropped. The Company is currently leasing the Celeste property which is located 28km southwest of Barreal Seco.

### **General, Chile:**

General exploration activity in Chile includes non-direct or non-incremental costs associated with the Cerro Negro acquisition, and the prior period comparatives include costs associated with the dropped Gloria property.

### **Talca, Chile**

Near the town of Talca, in South Central Chile, the Company has staked 42,300 hectares, which it believes is an under explored porphyry copper belt.

### **Cordero-Sanson (Cor-San), Mexico:**

In Mexico, the Cordero-Sanson property comprised two claim groups. The Cordero claim group was an option on early stage polymetallic porphyry related property located 45km northeast of Parral, in the southern part of Chihuahua state. The Company had the option to acquire a 100% interest in the Cordero claim group for total option payments of \$2,991. Production from the properties was subject to a net smelter return royalty of between 1% and 2%. The neighbouring Sanson claim group includes an 8,200 hectare claim to cover potential extensions to the Cordero claim group. The Company owned 100% of the Sanson claim group.

In August 2008, regulatory approval was received, approving the sale of the Mexican properties to Valley High Ventures, refer note 10.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 3 Exploration expenditures (continued)

### Summary of property option payments<sup>1</sup> – June 30, 2008

Year	Chile	Chile	Mexico	Total \$
	Flores \$	Andrea \$	Cor-San \$	
2006 (paid)	\$538	\$-	\$113	\$651
2007 (paid)	461	50	88	599
2008 (paid)	490	-	100	590
2008	-	100	-	100
2009	1,943	300	300	2,543
2010	-	1,550	470	2,020
2011	-	-	1,920	1,920
Thereafter	-	2,250	-	2,250
	\$3,432	\$4,250	\$2,991	\$10,673

<sup>1</sup> Excludes property option payments for development properties (note 5), Cerro Negro (note 6), non-cash payments such as share issuances, lease payments associated with the Celeste property, and property option payments on dropped properties

## 4 Property, plant and equipment

	June 30, 2008			December 31, 2007		
	Cost	Accumulated amortization	Net \$	Cost	Accumulated amortization	Net \$
Equipment	\$340	\$(122)	\$218	\$336	\$(86)	\$250
Land	537	-	537	537	-	537
Total	\$877	\$(122)	\$755	\$873	\$(86)	\$787

In 2006, the Company purchased a 120,000 hectare ranch providing surface land rights covering the San Jorge project. The ranch was acquired for a total cost of \$537. The purchase is still subject to final approval by the Argentine authorities.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 5 Mineral property interests

	June 30, 2008	December 31, 2007
	\$	\$
<b>San Jorge</b>		
Opening balance	\$11,491	\$4,024
Acquisition costs / options payments <sup>1</sup>	1,351	1,506
Development expenditures	1,543	5,961
Closing balance	\$14,385	\$11,491

<sup>1</sup> Included within the 2008 acquisition costs is the assumption of a future income tax liability of \$473 (2007: \$528).

### San Jorge, Argentina:

The San Jorge copper-gold project is located in Argentina, approximately 110km northwest from Mendoza, and approximately 250km northeast of Santiago, Chile. In 2008, the Company announced the positive results of a study done to pre-feasibility standards by Ausenco on a oxide only operation at San Jorge. In addition, the Company also announced the positive results of a Preliminary Economic Assessment undertaken by GRD Minproc on a flotation only operation. The Company is proceeding with the flotation only project and expects to submit an Environment Impact Study to Provincial Authorities in the third quarter of 2008. As a result of legislation introduced in June 2007, banning the use of sulphuric acid, the Company plans to stockpile the oxide ore as waste. The Company filed an action against the Province of Mendoza to have the legislation declared unconstitutional. This matter is currently proceeding through due process.

In 2006, the Company entered into an option agreement to purchase 100% of the San Jorge project, by acquiring the outstanding shares of Minera San Jorge, from Global Copper Corp. ("Global"). Under the option agreement, the Company has paid a total of \$1,000 in cash and issued a total of 1,000,000 shares. In June 2008, the terms of the original agreement were amended so that the Company no longer has the obligation to complete a bankable feasibility study on the Leachable Reserves. The amended terms require payments as follows: \$500 in May 2009; \$8,000 less the deemed value of the 1,000,000 common shares previously issued on the earlier of completion of a feasibility study at San Jorge or December 2009; and \$8,000 on the earlier of completion of a bankable feasibility study or December 2010. \$16,000 of the above payments will be treated as an advance payment on either: (a) the existing obligation to pay US\$0.02 per pound on the mineable proven and probable copper sulphide reserves upon commencement of commercial production or (b) the existing obligation to pay US\$0.025 per pound on the mineable proven and probable heap leachable copper reserves upon commencement of commercial production, if any.

For any production of copper in excess of that derived from the total mineable, proven and probable heap leachable reserves and the mineable, proven and probable sulphide reserves the Company agreed to pay (i) \$US0.015 per pound of copper contained in ore processed by a mill, in excess of the total pounds of copper contained in the mineable, proven and probable sulphide reserves and (ii) \$US0.02 per pound of copper contained in ore placed on leach pads, in excess of the total pounds of copper contained in the mineable, proven and probable heap leachable reserves.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

**For the three and six months ended June 30, 2008 and 2007**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 6 Other Assets

	<b>June 30, 2008</b>	<b>December 31, 2007</b>
	\$	\$
Cerro Negro acquisition costs	\$2,371	\$-
Other Assets	3	16
	<b>\$2,374</b>	<b>\$16</b>

### Cerro Negro

In February 2008, the Company entered into an option agreement to acquire 100% ownership of the Cerro Negro copper mine, located in the Region V of Chile. Cerro Negro comprises a combined open pit and underground operation producing copper cathodes via heap leach, copper sulphates and copper-silver concentrates via flotation as well as the toll treatment of third party oxide ores. The current annual production capacity is approximately 6,000 tonnes of copper cathode, 9,600 tonnes of copper-silver concentrates, and 4,200 tonnes of copper sulphate.

Under the terms of the option agreement, the Company completed a preliminary evaluation and entered into an initial due diligence period of 105 days by paying \$1.0 million in March 2008. In July 2008, the Company extended the option agreement by paying a further \$1.0 million. On or before September 18, 2008, the Company may exercise its option to acquire 100% of Cerro Negro by agreeing to pay the balance of \$38 million. The sellers of Cerro Negro have agreed that at the date of exercise of the option, Cerro Negro will have a minimum of \$10.0 million in cash and cash equivalents.

The Company is currently only deferring direct and incremental costs associated with the Cerro Negro acquisition and expensing any indirect or non-incremental costs as required under Canadian GAAP.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

**For the three and six months ended June 30, 2008 and 2007**

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 7 Equity accounts

The Company has an unlimited amount of authorized common shares without par value.

	Number of shares(000's)	Shares \$	Contributed Surplus	Total \$
Opening balance - January 1, 2007	29,796	\$18,417	\$126	\$18,543
Share issuances - 2007:				
Cash	6,080	\$11,369	-	\$11,369
Non-cash	333	679	-	679
Compensation expense - 2007	-	19	431	450
Share issuance expenses	-	(325)	325	-
Closing balance - December 31, 2007	36,209	\$30,159	\$882	\$ 31,041
Share issuances – 2008:				
Cash	-	-	-	-
Non-cash	333	478	-	478
Compensation expense – 2008 <sup>(1)</sup>	-	-	384	384
Closing Balance - June 30, 2008	36,542	\$30,637	\$1,266	\$31,903

<sup>(1)</sup> Includes warrants issued to a financial advisor.

For the six months ended June 30, 2008, the weighted average number of shares outstanding was 36,304,677 (Dec 31, 2007: 32,907,448).

## Share issuances

In May 2008, the Company issued 333,334 shares at CA\$1.45 pursuant to the San Jorge option agreement.

In May 2007, the Company issued 333,333 shares at CA\$2.25 pursuant to the San Jorge option agreement. In July 2007, the Company issued 6,000,000 shares at CA\$2.25, for gross proceeds of \$12.9 million, in connection with its Initial Public Offering (“IPO”). In 2007, 80,000 stock options were exercised.

## 8 Share stock options and warrants

The Company has a stock option plan that permits the granting of stock options to directors, officers, key employees and consultants. Terms and pricing of options are determined by management at the date of grant. A total of 10% of the issued and outstanding common shares of the Company may be allotted and reserved for issuance under the stock option plan.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 8 Share stock options and warrants (continued)

	Number of shares (000's)	Weighted average exercise price CA\$
Outstanding - January 1, 2008	2,630	0.99
Granted	283	1.40
Cancelled	-	-
Exercised	-	-
<b>Outstanding - June 30, 2008</b>	<b>2,913</b>	<b>1.03</b>

At June 30, 2008, the following stock options were outstanding:

Number of Shares Outstanding (000's)	Exercise price CA\$	Expiry Date
40	0.50	2008
540	0.50	2011
1,000	0.75	2011
280	1.50	2011
770	1.50	2012
259	1.40	2013
24	1.36	2013
<b>Total</b>	<b>2,913</b>	

Stock options generally vest over a three year period. At June 30, 2008, 90,000 stock options were vested and exercisable.

Option and warrant pricing models require the input of highly subjective assumptions including the expected volatility. Changes in the assumptions can materially affect the fair value estimate, and therefore, the existing models do not necessarily provide a reliable measure of the fair value of the Company's stock options. The following assumptions were used in the Black-Scholes option pricing model to calculate the compensation expense:

Risk-free interest rate	2.34% to 4.2%
Options expected life	2 to 4.5 years
Expected volatility	75% to 90%
Expected dividend	0%

For the three months ended June 30, 2008, total stock-based compensation expense was \$141 (June 30, 2007: \$104) of which \$42 (2007: \$38) was capitalized. For the six months ended June 30, 2008, total stock-based compensation expense was \$342 (June 30, 2007: \$177) of which \$95 (2007: \$56) was capitalized.

### Warrants

In conjunction with the IPO, the Company granted 420,000 warrants to the financing agents, at an exercise price of CA\$2.25. The warrants expired unexercised in July 2008.

# Coro Mining Corp.

Notes to Consolidated Financial Statements

For the three and six months ended June 30, 2008 and 2007

(Unaudited)

(expressed in thousands of U.S. dollars, except where indicated)

## 8 Share stock options and warrants (continued)

In March 2008, the Company issued 150,000 warrants at an exercise price of CA\$2.50 to its financial advisor for the Cerro Negro acquisition. The warrants are exercisable for a period of 2 years from the date of issue.

## 9 Geographic segmented information

The following table illustrates the geographic location of the Company's assets. ARG, CAD, CHI and MEX represent the Countries of Argentina, Canada, Chile and Mexico respectively.

	ARG	CAD	CHI	MEX	Total
	\$	\$	\$	\$	\$
Total assets - December 31, 2007	12,208	9,969	331	137	22,645
Total assets – June 30, 2008	15,031	2,060	3,466	155	20,712

## 10 Subsequent events

### Mexican Property Disposition

In August 2008, the Company received regulatory approval for the sale of its Mexican properties to Valley High Ventures Ltd. ("Valley High"). Valley High will acquire all of the issued and outstanding shares of Coro Minera de Mexico SA de CV ("Coro Mexico") which owns the Company's Mexican properties and exploration team for consideration of 8,140,353 common shares of Valley High. As a result of this transaction, Coro will recognize a gain on disposal of its Mexican properties in the third quarter as all exploration expenditures in Mexico had previously been expensed. Following the transaction, Coro will own approximately 36% of Valley High and will account for the investment using the equity method.

### Cerro Negro Acquisition

In July 2008, the Company made its second option payment in respect of the acquisition of Cerro Negro (Note 6) and completed its due diligence on Cerro Negro. The Company is current evaluating its financing alternatives for Cerro Negro.