

**SILVERMEX RESOURCES LTD.**

**INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

January 31, 2007

(Unaudited)

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THE ACCOMPANYING INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE THREE AND NINE MONTHS ENDED JANUARY 31, 2007 HAVE NOT BEEN REVIEWED OR AUDITED BY THE COMPANY'S AUDITORS.

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**SILVERMEX RESOURCES LTD.**  
**INTERIM CONSOLIDATED BALANCE SHEETS**  
 January 31, 2007 and April 30, 2006  
 (Unaudited)

	January 31, <u>2007</u>	April 30, <u>2006</u>
<b><u>ASSETS</u></b>		
Current		
Cash	\$ 274,604	\$ 20,943
Accounts receivable	128,724	53,130
Prepaid expenses	<u>28,240</u>	<u>13,082</u>
	431,568	87,155
Cash – restricted – Note 2	66,745	-
Capital assets, net – Note 3	101,262	-
Mineral properties – Notes 4, 6 and Schedule 1	1,794,198	543,749
Deferred costs	<u>-</u>	<u>141,300</u>
	<u>\$ 2,393,773</u>	<u>\$ 772,204</u>
<b><u>LIABILITIES</u></b>		
Current		
Accounts payable and accrued liabilities – Note 7	\$ 11,640	\$ 150,711
Advances due to related parties – Note 7	12,668	12,668
Loans payable – Notes 5 and 7	<u>-</u>	<u>65,000</u>
	<u>\$ 24,308</u>	<u>\$ 228,379</u>
<b><u>SHAREHOLDERS' EQUITY</u></b>		
Share capital – Notes 6 and 10	2,996,681	682,050
Share subscriptions – Note 10	30,000	-
Contributed surplus – Note 6	355,156	79,657
Deficit	<u>(1,012,372)</u>	<u>(217,882)</u>
	<u>2,369,465</u>	<u>543,825</u>
	<u>\$ 2,393,773</u>	<u>\$ 772,204</u>
Subsequent Events – Note 10		

SEE ACCOMPANYING NOTES

**SILVERMEX REOURCES LTD.**  
**INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT**  
for the three and nine months ended January 31, 2007 and 2006  
(Unaudited)

	Three months ended		Nine months ended	
	January 31,		January 31,	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
General and Administrative Expenses				
Accounting and audit	\$ 14,159	\$ 8,000	\$ 29,966	\$ 8,000
Amortization	4,695	-	10,060	-
Bank charges and interest	6,835	-	19,680	-
Consulting	26,250	9,000	67,996	9,000
Foreign exchange (gain)/loss	(39,409)	(3,594)	(14,820)	(2,398)
Investor relations	43,359	-	83,359	-
Legal	6,581	6,251	53,986	16,951
Management fees	1,077	-	65,466	-
Office and miscellaneous	16,404	3,343	29,424	4,746
Promotion	11,918	7,181	26,383	7,181
Property investigation	2,807	-	2,807	-
Rent	4,979	-	18,125	-
Salaries and wages	71,577	9,150	87,396	28,150
Shareholder communications	-	-	863	-
Stock-based compensation – Note 6	30,950	-	263,770	-
Telephone	9,758	-	18,813	1,713
Transfer agent and regulatory	1,805	-	16,322	-
Travel	179	2,000	22,772	7,000
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Loss before other item	(213,924)	(41,331)	(802,368)	(80,343)
Other item:				
Interest	7,878	-	7,878	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Net loss for the period	(206,046)	(41,331)	(794,490)	(80,343)
Deficit, beginning of the period	<u>(806,326)</u>	<u>(39,012)</u>	<u>(217,882)</u>	<u>-</u>
Deficit, end of the period	<u>\$ (1,012,372)</u>	<u>\$ (80,343)</u>	<u>\$ (1,012,372)</u>	<u>\$ (80,343)</u>
Basic and diluted loss per share	<u>\$ (0.01)</u>	<u>\$ (0.01)</u>	<u>\$ (0.05)</u>	<u>\$ (0.01)</u>
Weighted average number of shares outstanding	<u>19,775,579</u>	<u>9,146,691</u>	<u>17,110,704</u>	<u>7,981,287</u>

SEE ACCOMPANYING NOTES

**SILVERMEX RESOURCES LTD.**  
**INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS**  
for the three and nine months ended January 31, 2007 and 2006  
(Unaudited)

	Three months ended January 31,		Nine months ended January 31,	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
<b>Operating Activities</b>				
Net loss for the period	\$ (206,046)	\$ (41,331)	\$ (794,490)	\$ (80,343)
Add items not affecting cash:				
Amortization	4,695	-	10,060	-
Stock-based compensation	<u>30,950</u>	<u>-</u>	<u>263,770</u>	<u>-</u>
	(170,041)	(41,331)	(520,660)	(80,343)
Changes in non-cash working capital balances:				
Receivables	(6,885)	(38,901)	(75,594)	(39,800)
Prepaid expenses	3,025	-	(15,158)	-
Deferred costs	-	-	141,300	-
Cash – restricted	23,255	-	(66,745)	-
Exploration advances	-	245,016	-	-
Accounts payable and accrued liabilities	<u>(33,670)</u>	<u>89,412</u>	<u>(139,071)</u>	<u>89,412</u>
	<u>(184,316)</u>	<u>254,196</u>	<u>(675,928)</u>	<u>(30,731)</u>
<b>Investing Activities</b>				
Capital asset additions	(4,219)	-	(111,322)	-
Mineral property costs	<u>(321,658)</u>	<u>(443,609)</u>	<u>(910,449)</u>	<u>(405,521)</u>
	<u>(325,877)</u>	<u>(443,609)</u>	<u>(1,021,771)</u>	<u>(405,521)</u>
<b>Financing Activities</b>				
Loans payable	-	67,668	(65,000)	67,668
Issuance of common shares (net of share issue costs)	137,600	382,650	1,986,360	632,050
Share subscriptions	<u>21,150</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
	<u>158,750</u>	<u>450,318</u>	<u>1,951,360</u>	<u>699,718</u>
Change in cash during the period	(351,443)	260,905	253,661	263,446
Cash, beginning of the period	<u>626,407</u>	<u>2,561</u>	<u>20,943</u>	<u>-</u>
Cash, end of the period	<u>\$ 274,964</u>	<u>\$ 263,466</u>	<u>\$ 274,604</u>	<u>\$ 263,446</u>
<b>Supplemental disclosure of cash flow information:</b>				
Cash paid for:				
Interest	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,100</u>	<u>\$ -</u>
Income taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Non-cash Transactions – Note 9				

SEE ACCOMPANYING NOTES

**SILVERMEX RESOURCES LTD.**  
**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
January 31, 2007  
(Unaudited)

Note 1 Interim Reporting

While the information presented in the accompanying interim consolidated financial statements is unaudited, it includes all adjustments which are, in the opinion of management, necessary to present fairly the financial position, results of operations and cash flows for the interim periods presented. These interim consolidated financial statements follow the same accounting policies and methods of application as the April 30, 2006 annual consolidated financial statements. It is suggested that these interim consolidated financial statements be read in conjunction with the Company's annual April 30, 2006 consolidated financial statements.

Note 2 Cash - restricted

Pursuant to an employment agreement with a director and officer of the Company, funds were placed in escrow in accordance to the terms of the agreement.

Note 3 Capital Assets

	<u>Cost</u>	2007 <u>Accumulated Amortization</u>	<u>Net</u>
Computer equipment	\$ 22,469	\$ (2,586)	\$ 19,883
Leasehold improvements	10,524	(789)	9,735
Office furniture and equipment	45,481	(3,263)	42,218
Vehicle	<u>32,848</u>	<u>(3,422)</u>	<u>29,426</u>
	<u>\$ 111,322</u>	<u>\$ (10,060)</u>	<u>\$ 101,262</u>

Capital assets are recorded at cost. Computer equipment is amortized on a declining balance basis at an annual rate of 30%. Leasehold improvements are amortized on a straight-line basis at an annual rate of 20%. Office furniture and equipment is amortized on a declining balance basis at annual rates between 10% and 20%. Vehicles are amortized on a declining balance basis at an annual rate of 25%. Additions during the year are amortized at one-half rates.

Note 4 Mineral Properties – Schedule 1

Title to mineral properties involves certain inherent risks due to the difficulties of determining the validity of certain claims. The Company has investigated title to its mineral properties and, to the best of its knowledge, title to its properties are in good standing. The properties in which the Company has committed to earn an interest are located in Mexico and the Company is therefore relying on title opinion by legal counsel who is basing such opinions on the laws of Mexico.

Note 4 Mineral Properties – Schedule 1 – (cont'd)

	Balance, April 30, <u>2006</u>	<u>Additions</u>	Balance, January 31, <u>2007</u>
Penasco Quemado Project	\$ 536,379	\$ 1,158,804	\$ 1,695,183
Lobo Project	7,370	7,731	15,101
Cerro de Plata Project	-	78,777	78,777
Lety Project	-	<u>5,137</u>	<u>5,137</u>
	<u>\$ 543,749</u>	<u>\$ 1,250,449</u>	<u>\$ 1,794,198</u>

Penasco Quemado Project

- a) By agreement dated May 26, 2005 and amended November 14, 2005, the Company was transferred an option to acquire a 100% interest for three exploration concessions located in Tubutama in the State of Sonora, Mexico. Consideration for the option is US\$600,000 payable as follows:
- i. US\$ 5,000 on agreement of terms of the letter of intent (paid by original optionor);
  - ii. US\$ 10,000 upon signature of the letter of intent (paid by original optionor);
  - iii. US\$ 20,000 on or before April 29, 2005 (paid);
  - iv. US\$ 30,000 on or before October 29, 2005 (paid);
  - v. US\$ 30,000 on or before April 29, 2006 (paid);
  - vi. US\$ 70,000 on or before October 29, 2006 (paid);
  - vii. US\$ 70,000 on or before April 29, 2007;
  - viii. US\$ 100,000 on or before October 29, 2007;
  - ix. US\$ 100,000 on or before April 29, 2008;
  - x. US\$ 165,000 on or before October 29, 2008.

Consideration for the transfer of the option is the payment of US\$50,000 (paid) and the issuance of 500,000 common shares (issued) of the Company on or before fifteen days of the completion of its IPO.

- b) The Company has entered into a Funding Agreement (the "Funding Agreement") dated April 28, 2005 with Silver Standard Resources Inc. ("Silver Standard"), which grants Silver Standard an option to enter into a joint venture with the Corporation with respect to the Penasco Quemado Project (the "Property") upon notification by the Company that it has prepared a resource estimate that meets or exceeds an aggregate of 30 million ounces of silver in the measured, indicated and inferred mineral resource categories. Upon such notification, Silver Standard may elect to enter into a joint venture by expending the greater of double the expenditures incurred to that date by the Corporation and or US\$1,000,000. Upon the formation of the joint venture, Silver Standard would acquire a 51% interest and would be the operator of the Property. Silver Standard would also be responsible for reimbursing the Corporation for all property payments made to that date. Silver Standard may increase its interest to 70% by paying all costs required to

Note 4 Mineral Properties – Schedule 1 – (cont'd)

Penasco Quemado Project – (cont'd)

- b) complete a feasibility study. Under the Funding Agreement, Silver Standard had the right to increase its interest to 90% by paying all costs required to place the Property into commercial production. Pursuant to a Purchase Agreement between the Corporation and Silver Standard dated April 28, 2006 (the “Purchase Agreement”), the Corporation has agreed to purchase the right to acquire this final 20% interest in exchange for the issuance of 1,000,000 common shares of the Corporation within 15 days of the completion of the Offering, or August 15, 2006, whichever is earlier (issued). The Funding Agreement contains a right of first offer provision whereby Silver Standard has a right of first refusal on the interest of the Company in the Property. The Funding Agreement also contains a dilution provision which provides that in the event either party’s interest is diluted below 10%, it shall relinquish its participating interest to the other party in return for a 1% Net Smelter Returns Royalty.
- c) During the year ended April 30, 2006, the Company received property title for three exploration concessions (9,180 hectares) issued by the Mexican General Mining Bureau. These concessions are located in Tubutama and Atil in the State of Sonora, Mexico and have been included in the Penasco Quemado Project.

Lobo Project

During the year ended April 30, 2006, the Company received property title for one concession (2,830 hectares) issued by the Mexican General Mining Bureau. This concession is located in Caborca and Pitiquito in the State of Sonora, Mexico and is identified as the Lobo Project.

Cerro de Plata Project

On October 20, 2006, the Company entered into an option agreement to acquire a 100% interest in the 10,000 hectare mining concession located in Sonora, Mexico. Consideration for this interest consists of cash payments for a total of US\$400,000.00 and the issuance of 500,000 common shares as follows:

- i. US\$ 20,000 (paid) and issuance of 50,000 common shares (issued) upon regulatory approval;
- ii. US\$ 20,000 on or before July 3, 2007; and
- iii. US\$ 25,000 and issuance of 100,000 common shares on or before January 3, 2008; and
- iv. US\$ 30,000 and issuance of 100,000 common shares on or before January 3, 2009; and
- v. US\$ 30,000 on or before January 3, 2010; and
- vi. US\$ 275,000 and issuance of 250,000 common shares (provided that the feasibility study is acceptable) on or before January 3, 2011.

Note 4 Mineral Properties – Schedule 1 – (cont'd)

Lety Project

During the period ended January 31, 2007, the Company staked and applied for the mining title for one mineral concession to the Mexican General Mining Bureau. This concession is located in Santa del Oro in the State of Durango, Mexico and is identified as the Lety Project (see Note 10(d)).

Note 5 Loans Payable

During the year ended April 30, 2006, the Company secured loans by way of Loans Payable of \$65,000. A further \$6,000 was advanced to the Company during the period ended January 31, 2007. The loans are repayable for the principal amount plus a 10% bonus of the principal. During the period ended January 31, 2007, the Company repaid \$78,100 in full satisfaction of the Loans Payable outstanding (See Note 7 – Related Party Transactions).

Note 6 Share Capital – also see Note 10

a) Authorized:

Unlimited number of common shares without par value.

b) Issued

	<u>Number of Shares</u>	<u>Amount</u>	<u>Contributed Surplus</u>
Balance, April 30, 2006	11,240,001	\$ 682,050	\$ 79,657
For cash:			
Pursuant to Initial Public Offering – at \$0.30	6,900,000	2,070,000	-
Pursuant to Agent's Commission – at \$0.30	310,000	93,000	-
Pursuant to Agent's Corporate Finance Shares – at \$0.30	150,000	45,000	-
Pursuant to exercise of agents' broker warrants – at \$0.30	386,500	168,397	(52,447)
Pursuant to exercise of options – at \$0.56	100,000	104,180	(48,180)
Agents' broker warrants	-	-	112,356
Less: share issue costs	-	(505,946)	-
Pursuant to mineral property joint venture agreement – at \$0.30	1,000,000	300,000	-
Pursuant to mineral property option agreement – at \$0.80	50,000	40,000	-
Stock-based compensation	-	-	263,770
Balance, January 31, 2007	<u>20,136,501</u>	<u>\$ 2,996,681</u>	<u>\$ 355,156</u>

b) Issued – (cont’d)

On July 31, 2006, the Company issued 6,900,000 shares for a price of \$0.30 per share for gross proceeds of \$2,070,000 pursuant to an Initial Public Offering (“IPO”). The agent received 828,000 broker warrants exercisable into one common share of the Company at an exercise price of \$0.30 per share expiring July 31, 2008 with an estimated fair value of \$112,356. As at January 31, 2007, a total of 114,500 of these warrants had been exercised.

c) Stock Options

Stock-based Compensation Plan:

The Company has a stock option plan (the “Plan”) for directors, senior officers, employees, consultants and management. The Plan provides for the issuance of stock options to acquire up to a maximum of 10% of the issued and outstanding common shares of the Company. Options are granted for a term not exceeding five years. Incentive Share Purchase Options granted to directors, senior officers, employees and consultants vest when granted. Options granted to consultants performing investor relations activities vest over a period of twelve months.

A summary of the stock option activity is presented below:

	Nine months ended January 31,			
	2007		2006	
	<u>Shares</u>	<u>Weighted Average Exercise Price</u>	<u>Shares</u>	<u>Weighted Average Exercise Price</u>
Outstanding, beginning of period	-	-	-	-
Granted	2,000,000	\$0.37	-	-
Exercised	<u>(100,000)</u>	<u>\$0.56</u>	<u>-</u>	<u>-</u>
Outstanding, end of period	<u>1,900,000</u>	<u>\$0.37</u>	<u>-</u>	<u>-</u>
Vested, end of period	<u>1,525,000</u>	<u>\$0.31</u>		

c) Stock Options – (cont'd)

Stock-based Compensation Plan

Share purchase options outstanding at January 31, 2007 are as follows:

<u>Number of Options</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
1,500,000	\$0.30	July 31, 2011
<u>400,000*</u>	\$0.56	September 6, 2011
<u>1,900,000</u>		

\* The share purchase options granted to a director and officer of the Company vest under the same terms of the Company's escrow shares (see below).

The Company has recorded \$263,770 (2005: \$Nil) of compensation expense for stock-based compensation relating to options granted and vested during the period. The fair value of the options granted has been determined using the Black-Scholes option pricing model with the following assumptions:

	Nine months ended January 31, <u>2007</u>
Expected dividend yield	Nil
Expected volatility	80%
Risk-free interest rate	4.02 - 4.18%
Weighted average expected term	5.0 years

d) Share Purchase Warrants:

Warrant transactions and the number of warrants outstanding are summarized as follows:

	Nine months ended January 31,	
	<u>2007</u>	<u>2006</u>
Outstanding, beginning of the period	-	-
Granted	828,000	-
Exercised	<u>(386,500)</u>	<u>-</u>
Outstanding, end of the period	<u>441,500</u>	<u>-</u>

d) Share Purchase Warrants – (cont'd)

As at January 31, 2007, there are 441,500 Agent's warrants outstanding with a fair value of \$59,909 entitling the holders thereof the right to purchase one common share for each warrant held exercisable at \$0.30 per common share until July 31, 2008.

e) Escrow:

At January 31, 2007, 4,500,000 (2005: Nil) common shares were held in escrow subject to the approval of the regulatory authorities. Uniform terms of automatic timed-release escrow apply to principals of exchange-listed issuers and the following automatic timed releases apply to securities held by its principals:

On the listing date	1/10 of the escrow securities
6 months after the listing date	1/6 of the remaining escrow shares
12 months after the listing date	1/5 of the remaining escrow shares
18 months after the listing date	1/4 of the remaining escrow shares
24 months after the listing date	1/3 of the remaining escrow shares
30 months after the listing date	1/2 of the remaining escrow shares
36 months after the listing date	The remaining escrow shares

Note 7 Related Party Transactions

- a) The Company was charged the following by directors, a former director of the Company or companies with common directors:

	Three months ended January 31,		Nine months ended January 31,	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
Mineral property costs:				
- deferred exploration costs				
– field work and consulting	\$ 21,667	\$ 41,227	\$ 22,765	\$ 41,227
Share issue costs:				
- legal fees	-	-	75,000	-
Accounting and audit	-	-	3,500	-
Consulting	-	-	3,000	-
Legal fees	6,582	10,664	40,630	16,951
Management fees	-	-	46,000	-
Salaries and wages	-	5,500	-	23,000
	<u>\$ 28,249</u>	<u>\$ 57,391</u>	<u>\$ 190,895</u>	<u>\$ 81,178</u>

These charges were measured by the exchange amount, which is the amount agreed upon by the transacting parties.

Note 7 Related Party Transactions – (cont'd)

Silvermex Resources Ltd.  
Notes to the Interim Consolidated Financial Statements  
January 31, 2007  
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- b) Accounts payable and accrued liabilities outstanding with related parties are unsecured, non-interest bearing and have no fixed terms of repayment. Included in accounts payable and accrued liabilities at January 31, 2007 and April 30, 2006 are the following related party amounts:

	January 31, <u>2007</u>	April 30, <u>2006</u>
Accounts payable and accrued liabilities	\$ <u>3,098</u>	\$ <u>50,000</u>

- c) Advances due to related parties are unsecured, do not bear interest and are payable on demand.

	January 31, <u>2007</u>	April 30, <u>2006</u>
Advances due to related parties	\$ <u>12,668</u>	\$ <u>12,668</u>

- d) Loans payable are unsecured, repayable for the principal amount plus a 10% bonus of the principal and have no fixed term of repayment.

	January 31, <u>2007</u>	April 30, <u>2006</u>
Loans payable	\$ <u>-</u>	\$ <u>55,000</u>

Note 8 Segmented Information

The Company has one reportable operating segment, the acquisition and exploration of mineral properties. Geographical information is as follows:

	<u>Total Assets</u>	<u>Capital Assets</u>	<u>Mineral Properties</u>
January 31, 2007			
Canada	\$ 347,602	\$ 64,746	\$ -
Mexico	<u>2,046,171</u>	<u>36,516</u>	<u>1,794,198</u>
	<u>\$ 2,393,773</u>	<u>\$ 101,262</u>	<u>\$ 1,794,198</u>
April 30, 2006			
Canada	\$ 213,876	\$ 2,496	\$ -
Mexico	<u>597,806</u>	<u>-</u>	<u>537,027</u>
	<u>\$ 811,682</u>	<u>\$ 2,496</u>	<u>\$ 537,027</u>

Note 9 Non-cash Transactions

Investing and financing activities that do not have a direct impact on current cash flows are excluded from the cash flow statements. During the nine-month period ended January 31, 2007, the following transactions were excluded from the statement of cash flows:

- a) The Company recorded the fair value of agents' warrants at an estimated fair value of \$112,356 in connection with its IPO financing. This amount is reflected in share capital and contributed surplus.
- b) The Company issued 1,000,000 common shares at a deemed value of \$300,000 pursuant to a mineral property joint venture agreement.
- c) The Company recorded \$52,447 for agents' warrants exercised during the period in capital stock and contributed surplus.
- d) The Company recorded \$48,180 for stock options exercised during the period in capital stock and contributed surplus.
- e) The Company issued 50,000 common shares at a deemed value of \$40,000 pursuant to a mineral property option agreement.

Note 10 Subsequent Events

Subsequent to January 31, 2007, the Company:

- a) issued 300,000 common shares pursuant to the exercise of 300,000 stock options at \$0.30 per common share for proceeds of \$90,000. As at January 31, 2007, the Company held \$30,000 for the exercise of these stock options as share subscriptions.
- b) cancelled 100,000 share purchase options exercisable at \$0.30.
- c) announced it had engaged Cannacord Capital Corp. as lead agent in connection with a best efforts private placement of 2.0 million units at a price of \$0.80 per Unit (the "Unit") for total gross proceeds of \$1.60 million. Each Unit will consist of one common share and one-half of a non-transferable common share purchase Warrant. Each whole Warrant will entitle the holder to purchase one additional common share of the Company at a price of \$1.00 for a period expiring 24 months from closing. The Agent's compensation will include a cash commission of 8% of the gross proceeds of the Offering, of which the Agent may elect to be paid in Units, a corporate finance fee of 30,000 Units and Agent's Warrants equal to 8% of the units sold through the Offering, exercisable for a period of one year from the date of closing of the Offering. The Units are subject to a hold period of four months.

Note 10 Subsequent Events – (cont'd)

Silvermex Resources Ltd.

Notes to the Interim Consolidated Financial Statements

January 31, 2007

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- d) the Company entered into an option agreement to acquire a 100% interest in two mining concessions known as the “Lety” and “Lety Frac. 1”, located in the Municipality of Santa Maria del Oro, State of Durango, Mexico. Consideration for this interest consists of cash payments for a total of US \$250,000.00 and the issuance of 500,000 common shares as follows:
- i. US\$ 50,000 upon signing (a partial payment of \$ 250,000 pesos has been paid);
  - ii. US\$ 50,000 on or before 6 months from the date of signing the final agreement;
  - iii. US\$ 50,000 on or before 12 months from the date of signing the final agreement;
  - iv. US\$ 50,000 on or before 18 months from the date of signing the final agreement;
  - v. US\$ 50,000 and issuance of 250,000 common shares on or before 24 months from the date of signing the final agreement;
  - vi. a further 250,000 common shares shall be issued on or before either the commencement of commercial production of the project, or 5 years from the date of signing of the final agreement.

## Schedule 1

**SILVERMEX RESOURCES LTD.**  
**INTERIM CONSOLIDATED SCHEDULE OF MINERAL PROPERTIES**  
for the nine months ended January 31, 2007  
(Unaudited)

	April 30, <u>2006</u>	<u>Changes</u>	January 31, <u>2007</u>
<b>Penasco Quemado Project</b>			
Acquisition costs and holding costs			
Acquired for cash	\$ 124,979	\$ 126,516	\$ 251,495
Acquired for shares	50,000	300,000	350,000
Claim staking	13,589	5,427	19,016
Mining taxes and assessment	8,740	11,631	20,371
Surface rights	<u>16,124</u>	<u>16,225</u>	<u>32,349</u>
Subtotal acquisition costs	<u>213,432</u>	<u>459,799</u>	<u>673,231</u>
Deferred Exploration Costs			
Administration	1,851	4,793	6,644
Assays	37,168	25,271	62,439
Camp and field costs	14,631	26,649	41,280
Communications	-	1,991	1,991
Drilling	76,116	249,277	325,393
Engineering and feasibility	-	5,016	5,016
Equipment rental	-	12,347	12,347
Exploration expense	13,330	58,305	71,635
Field work and consulting	153,166	250,341	403,507
Legal	-	27,037	27,037
Reports, drafting and maps	10,595	1,800	12,395
Travel and accommodation	16,090	18,048	34,138
Trenching and road work	<u>-</u>	<u>18,130</u>	<u>18,130</u>
Subtotal deferred exploration costs	<u>322,947</u>	<u>699,005</u>	<u>1,021,952</u>
Total, Penasco Quemado Project	<u>536,379</u>	<u>1,158,804</u>	<u>1,695,183</u>
<b>Lobo Project</b>			
Acquisition costs and holding costs			
Claim staking	7,257	-	7,257
Mining taxes and assessment	<u>-</u>	<u>2,398</u>	<u>2,398</u>
Subtotal acquisition costs	<u>7,257</u>	<u>2,398</u>	<u>9,655</u>
Deferred Exploration Costs			
Administration	19	-	19
Camp and field costs	94	-	94
Exploration expense	<u>-</u>	<u>5,333</u>	<u>5,333</u>
Subtotal deferred exploration costs	<u>113</u>	<u>5,333</u>	<u>5,446</u>
Total, Lobo Project	<u>7,370</u>	<u>7,731</u>	<u>15,101</u>

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## Schedule 1 – (cont'd)

**SILVERMEX RESOURCES LTD.**  
**INTERIM CONSOLIDATED SCHEDULE OF MINERAL PROPERTIES**  
for the nine months ended January 31, 2007  
(Unaudited)

	April 30, <u>2006</u>	<u>Changes</u>	January 31, <u>2007</u>
<b>Cerro de Plata Project</b>			
Acquisition costs and holding costs			
Acquired for cash	-	22,853	22,853
Acquired for shares	-	40,000	40,000
Claim staking	-	<u>5,444</u>	<u>5,444</u>
Subtotal acquisition costs	-	<u>68,297</u>	<u>68,297</u>
Deferred Exploration Costs			
Camp and field costs	-	3,662	3,662
Communications	-	47	47
Exploration expense	-	1,862	1,862
Field work and consulting	-	1,750	1,750
Legal	-	3,010	3,010
Travel and accommodation	-	<u>149</u>	<u>149</u>
Subtotal deferred exploration costs	-	<u>10,480</u>	<u>10,480</u>
Total, Cerro de Plata Project	-	<u>78,777</u>	<u>78,777</u>
<b>Lety Project</b>			
Acquisition costs and holding costs			
Claim staking	-	<u>5,137</u>	<u>5,137</u>
Subtotal acquisition costs	-	<u>5,137</u>	<u>5,137</u>
Total Mineral Properties	<u>\$ 543,749</u>	<u>\$ 1,250,449</u>	<u>\$ 1,794,198</u>

## Schedule 1

**SILVERMEX RESOURCES LTD.**  
**INTERIM CONSOLIDATED SCHEDULE OF MINERAL PROPERTIES**  
for the nine months ended January 31, 2006  
(Unaudited)

	April 30, <u>2005</u>	<u>Changes</u>	January 31, <u>2006</u>
<b>Penasco Quemado Project</b>			
Acquisition costs and holding costs			
Acquired for cash	\$ -	\$ 90,717	\$ 90,717
Acquired for shares	-	50,000	50,000
Claim staking	-	11,963	11,963
Mining taxes and assessment	-	2,159	2,159
Surface rights	-	<u>10,611</u>	<u>10,611</u>
Subtotal acquisition costs	<u>-</u>	<u>165,450</u>	<u>165,450</u>
Deferred Exploration Costs			
Administration	-	1,701	1,701
Assays	-	35,996	35,996
Camp and field costs	-	11,049	11,049
Drilling	-	76,116	76,116
Exploration expense	-	11,743	11,743
Field work and consulting	-	120,139	120,139
Reports, drafting and maps	-	9,867	9,867
Travel and accommodation	-	<u>16,090</u>	<u>16,090</u>
Subtotal deferred exploration costs	<u>-</u>	<u>282,701</u>	<u>282,701</u>
Total, Penasco Quemado Project	<u>-</u>	<u>448,151</u>	<u>448,151</u>
<b>Lobo Project</b>			
Acquisition costs and holding costs			
Claim staking	-	<u>7,257</u>	<u>7,257</u>
Subtotal acquisition costs	<u>-</u>	<u>7,257</u>	<u>7,257</u>
Deferred Exploration Costs			
Administration	-	19	19
Camp and field costs	-	<u>94</u>	<u>94</u>
Subtotal deferred exploration costs	<u>-</u>	<u>113</u>	<u>113</u>
Total, Lobo Project	<u>-</u>	<u>7,370</u>	<u>7,370</u>
Total Mineral Properties	<u>\$ -</u>	<u>\$ 455,521</u>	<u>\$ 455,521</u>