

Duncan Park Holdings Corporation

Consolidated Interim Financial Statements
Unaudited

As At and For the Three and Nine Month Periods

Ended August 31, 2006 and 2005

Duncan Park Holdings Corporation

Consolidated Interim Balance Sheets

As At August 31, 2006 and November 30, 2005

(unaudited)

ASSETS	August 31 2006	November 30 2005
CURRENT		
Cash and cash equivalents	\$187,560	\$103,743
Due from brokers	516,166	100,513
Temporary investments		
Randsburg International Gold Corp.	-	531,000
Other marketable securities	417,040	343,468
Advance payments on drilling contracts	-	89,265
	<u>1,120,766</u>	<u>1,167,989</u>
INVESTMENT IN MINING PROPERTIES		
Mining claims staked - at nominal value	1	1
Deferred expenditures on leased properties		
Elephant	3,080,254	2,043,638
Rock Creek	685,226	242,181
Santa Renia	298,899	182,056
	<u>4,064,380</u>	<u>2,467,876</u>
	<u>\$ 5,185,146</u>	<u>\$ 3,635,865</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued expenses	\$ 421,168	\$ 347,780
Unclaimed dividends	6,957	6,957
	<u>428,125</u>	<u>354,737</u>
MINORITY INTEREST		
Randsburg interest in Elephant Joint Venture (Note 4)	1,234,915	1,066,009
TOTAL LIABILITIES	<u>1,663,040</u>	<u>1,420,746</u>
SHAREHOLDER'S EQUITY		
Share capital (Note 5)	5,542,554	4,344,934
Warrants and Options (Note 7)	-	-
Proceeds from exercise of warrants	-	30,000
Contributed surplus	33,972	33,972
	<u>5,576,526</u>	<u>4,408,906</u>
Deficit	<u>(1,718,447)</u>	<u>(2,193,787)</u>
	<u>3,858,079</u>	<u>2,215,119</u>
	<u>\$5,521,119</u>	<u>\$3,635,865</u>

Duncan Park Holdings Corporation
Consolidated Interim Statements of Deficit
For the Three and Nine Month Periods Ended August 31, 2006 and 2005
(unaudited)

	Three Months		Nine Months	
	2006	2005	2006	2005
DEFICIT - BEGINNING OF PERIOD	(\$1,857,814)	(\$1,857,814)	(\$1,857,814)	(\$1,857,814)
INCOME (LOSS) FOR THE PERIOD	(211,606)	53,968	124,367	(143,580)
STOCK-BASED COMPENSATION	15,000	-	15,000	-
DEFICIT - END OF PERIOD	(\$2,054,420)	(\$1,803,846)	(\$1,718,447)	(\$2,001,394)

Duncan Park Holdings Corporation
Consolidated Interim Statements of Operations
For the Three and Nine Month Periods Ended August 31, 2006 and 2005
(unaudited)

	Three Months		Nine Months	
	2006	2005	2006	2005
INCOME				
Gain (loss) on Randsburg International Gold Corp.	(\$42,200)	\$245,000	\$147,442	\$245,000
Interest	9,760	628	15,813	1,073
Trading gains (losses)				
Realized	-	15,842	434,582	15,842
Unrealized	(12,356)	(76,562)	(71,465)	(69,376)
Foreign exchange gain (loss)	(1,951)	3,633	11,105	(2,713)
	<u>(46,747)</u>	<u>188,541</u>	<u>537,477</u>	<u>189,826</u>
EXPENSES				
Executive compensation				
Chief executive officer	16,050	30,000	49,000	45,000
Chief financial officer	12,201	11,858	33,764	21,608
Stock-based compensation (Note 6)	15,000	-	15,000	-
Professional fees				
Legal	62,520	20,446	184,917	72,013
Audit	3,210	3,500	9,630	8,750
Regulatory compliance	11,180	1,808	24,953	22,936
Investor communications	24,390	166	42,505	2,598
Interest and bank charges	10,466	4,085	20,795	7,123
Interest on promissory notes	-	-	-	3,329
Office and general	7,968	10,589	28,585	33,748
Travel and meals	1,874	2,121	3,961	4,501
Share issue expense	-	-	-	61,800
	<u>164,859</u>	<u>84,573</u>	<u>413,110</u>	<u>283,406</u>
INCOME (LOSS) BEFORE INCOME TAXES	(211,606)	103,968	124,367	(93,580)
PROVISION FOR INCOME TAXES (NOTE 8)	-	50,000	-	50,000
NET INCOME (LOSS) FOR THE PERIOD	(\$211,606)	\$53,968	\$124,367	(\$143,580)
INCOME (LOSS) PER SHARE				
Basic	(\$0.012)	\$0.005	\$0.007	(\$0.013)
Fully diluted	(\$0.011)	\$0.010	\$0.007	(\$0.013)
Weighted Average Number of Shares Outstanding	18,399,748	11,515,727	17,169,145	17,086,093

Duncan Park Holdings Corporation
Consolidated Interim Statements of Changes in Cash Position
For the Three and Nine Month Periods Ended August 31, 2006 and 2005
(unaudited)

	Three Months		Nine Months	
	2006	2005	2006	2005
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES				
OPERATING				
Income (loss) for the period	(\$211,606)	\$53,968	\$124,367	(\$143,580)
Stock-based compensation	15,000	-	15,000	-
Unrealized loss (gain) in value of Randsburg	42,200	(245,000)	42,200	(\$245,000)
Increase (decrease) in net current liabilities	97,604	58,798	73,388	276,324
Reduction (increase) in temporary investments	(153,199)	347,545	415,228	(136,354)
(Increase) decrease in cash in brokerage accounts	166,946	(101,376)	(415,653)	(68,921)
Advance payments on drilling contracts	-	-	89,265	-
	(43,055)	113,935	343,795	(317,531)
FINANCING				
Issue of common shares				
On private placement of units	-	-	-	1,074,268
On exercise of options	60,000	-	-	-
On exercise of warrants	-	-	1,167,620	-
Promissory notes				
Issue	-	-	-	250,000
Redemption	-	-	-	(250,000)
	60,000	-	1,167,620	# 1,074,268
INVESTING				
Investment in mining properties	(597,849)	(600,752)	(1,596,504)	(1,256,375)
Less: Funded by Randsburg International Gold Corp.	-	399,054	168,906	778,804
	(597,849)	(201,698)	(1,427,598)	(477,571)
Loan to Randsburg to make investment	-	(200,000)	-	(200,000)
	(597,849)	(401,698)	(1,427,598)	(677,571)
INCREASE (DECREASE) IN CASH	(580,904)	(287,763)	83,817	79,166
CASH AND EQUIVALENTS				
AT BEGINNING OF PERIOD	768,464	393,878	103,743	26,949
AT END OF PERIOD	\$187,560	\$106,115	\$187,560	\$106,115

Duncan Park Holdings Corporation

Notes to Interim Consolidated Financial Statements

August 31, 2006

1. NATURE OF OPERATIONS

The Company, directly and through a joint venture, is exploring for gold on owned and leased properties in the State of Nevada, USA. It has not yet determined whether the properties contain ore reserves that are economically recoverable.

2. SIGNIFICANT ACCOUNTING POLICIES:

These financial statements are prepared in accordance with Canadian generally accepted accounting principles and include:

a) Consolidation

The investments in the wholly owned subsidiary, Duncan Park Holdings Nevada Ltd., and in the project commonly referred to as the Elephant Joint Venture are consolidated.

b) Temporary Investments

Shares in common stocks, share purchase warrants and commodity contracts are carried at estimated market value.

c) Mining Properties

Investments in mining properties are recorded at cost and are not written down except to the extent that it is determined that their value is less than cost, or the project is abandoned.

d) Stock Based Compensation

The Company follows the recommendations of the CICA Handbook Section 3870, "*Stock Based Compensation and Other Stock-Based Payments*". The section establishes standards for the recognition, measurement and disclosure of stock-based payments made in exchange for goods and services. The standard requires that all stock-based awards made to employees and non-employees must be measured and recognized using a fair value based method.

Fair value is estimated using the Black-Scholes Option Pricing Model, discounted to allow for the relative illiquidity of the Company's shares. Option pricing models require the input of highly subjective assumptions including the expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and, therefore, the existing models do not necessarily provide a reliable single measure of the fair value of the Company's stock options or other stock awards.

3. EXPLORATION LEASES

In February, 2003 the Company entered into leases on four mineral exploration properties in the Carlin Trend and the Battle Mountain-Eureka Trend in northern Nevada: the Rock Creek-South Silver Cloud Gold-Silver property, the Santa Renia Gold-Silver property, the Woodruff/Tonka Gold-Silver property and the Elephant Gold-Silver property.

Duncan Park Holdings Corporation

Notes to Interim Consolidated Financial Statements

August 31, 2006

The terms of the arms-length leases with Carl A. and Janet L. Pescio (the Pescio leases) call for first-year advance minimum royalty (AMR) payments of US\$20,000 per property and the issue to the Pescios of an aggregate of 297,536 common shares of the Company. In addition, the Company was responsible for an aggregate of US\$132,978 of initial staking costs and holding and filing fees.

In the event the Company were to proceed with exploration on a property after the first year, the terms of the lease call for the following additional AMR payments in respect of each such property: US\$30,000 on the first anniversary, US\$40,000 on the second anniversary, US\$55,000 and 50,000 common shares on the third anniversary, US\$75,000 on the fourth anniversary, US\$100,000 on the fifth anniversary and US\$150,000 on the sixth and subsequent anniversaries. The Company may terminate the lease on a property on 30 days notice, subject to certain conditions.

The AMR payments are to be deducted from a 3% net smelter royalty (NSR) retained by the lessors on each of the properties. The Company may purchase one or more of the percentage points on the NSR up to the time of commencement of production on a property for US\$1,000,000 per percentage point.

The Company paid the additional AMR's on all of the properties on the first anniversary in 2004 and on three of the four properties on the second and third anniversaries in 2005 and 2006. The Company decided not to proceed with exploration on the Woodruff/Tonka property in 2005. In knowledge of this decision when the 2004 annual financial statements were issued, the Company wrote off the related costs in the fourth quarter of that year.

The Company has received approval from the U.S. Bureau of Land Management (BLM) in Battle Mountain, Nevada to drill up to 50 drill holes on 34 drill sites on its Elephant property.

In addition, the Company entered into a lease agreement with Nevada Land Resources Company, LLC for the lease of 3,591 acres of land adjoining the Pescio Elephant properties. Taken together with the Pescio Elephant properties, these form the Company's Elephant gold and silver mining project.

The Nevada Land arrangement is subject annual rental payments ranging from US\$5.00 per acre in the first year to US\$20.00 per acre in the fifteenth and subsequent years, and to royalty percentage payments of 3.25% on precious metals and 1.0% on base metals. The Company also has an option to purchase this property for cash.

The Company has also received approval from the U.S. Bureau of Land Management in Battle Mountain, Nevada to drill up to 50 drill holes on 23 sites on its Rock Creek property.

Duncan Park Holdings Corporation

Notes to Interim Consolidated Financial Statements

August 31, 2006

4 ELEPHANT PROPERTY

The Elephant project is located in the heart of the Battle Mountain mining district in Nevada. It abuts Newmont Mining Corporation's Phoenix project upon which Newmont has constructed an open pit mining complex. The Company began drilling on the Elephant property in 2004 and spent approximately \$900,000 on exploration. The Elephant project is now carried on as a joint venture with Randsburg International Gold Corp. (Randsburg). (see "Elephant Joint Venture" below). A further \$1,250,000 was spent in fiscal 2005, and \$1,036,600 in this first nine months of fiscal 2006.

There are four main targets in the Elephant project.

1. Porphyry-related gold-copper-silver intrusive-hosted deposits
2. Scarn-related gold-silver-copper deposits similar to Newmont's nearby Fortitude mine
3. Replacement gold-silver (copper) bodies in Paleozoic lime rocks
4. Debris flow alluvial gold deposits

Detailed maps of the exploration project are available on the Company's Website at www.duncanpark.com.

ELEPHANT JOINT VENTURE

On February 15, 2005 the Company signed an agreement with Randsburg whereby Randsburg could earn up to a 50% interest in the Company's Elephant Gold and Silver project in the Battle Mountain mining district in Nevada. To earn the first 25% Randsburg paid 100,000 shares of its stock and an option to acquire 100,000 shares at a strike price of \$1.85 for two years. It was also required to and did expend US\$200,000 on exploration costs in the first year.

On June 6, 2005 Randsburg indicated its intention to exercise its right to earn an additional 25% interest in the project. To do so it was required to first pay an additional US\$250,000 in stock or cash. It chose to issue 200,000 shares at \$1.48. It was then to spend an additional US\$250,000 on the property to earn the first additional 12% interest, and a further US\$250,000 on the property for another 13%. By June 30, 2005, Randsburg had advanced US\$245,000. On July 7 2005, the Company advanced Cdn\$200,000 to the project on behalf of Randsburg to meet ongoing exploration expenditures. Randsburg was given until September 30, 2005 to meet its commitment without facing the adverse dilution provisions of the agreement. This was done, and the loan by the Company was repaid on September 29, 2005.

On September 7, 2005, the joint venturers announced the encouraging results of the five cored holes drilled to that time. Details of those results can be found in the Company's press release of that date, which is available on the Company's website at www.duncanpark.com and on SEDAR at www.sedar.com.

Based upon the results referred to above, on September 26, 2005 the joint venturers announced phase 3 of the exploration program, a 5,000 ft. drilling program which was intended to increase and verify the strike width of the mineralized zone reported in the September 7, 2005 press release. That program was completed and reported in a press release of May 17, 2006, which is available on the Company's website at www.duncanpark.com and on SEDAR at www.sedar.com.

Duncan Park Holdings Corporation

Notes to Interim Consolidated Financial Statements

August 31, 2006

On March 9, 2006 and again on May 10, 2006, the Management Committee of the joint venture approved phase 4 of the exploration program which includes up to three holes at a cost of up to US\$300,000. The drill targets are based upon the then recently completed Mise-a-la-Masse and Induced Polarization surveys done by Gradient Geophysics Ltd. The geophysical surveys indicated highly prospective anomalies within probable Paleozoic basement rock. The Paleozoic rock sequence is the known host for the nearby Phoenix Project operated by Newmont Mining Corporation. Additional details can be found in the Corporation's press release of June 14, 2006. The phase 4 drilling to date has further delineated the length and width of the North-South trending horst block of mineralized Paleozoic basement rock. The Corporation is in the process of issuing a press release on these results. Please refer to the Corporation's website at www.duncanpark.com to view the details contained in this release.

There is, however, a dispute concerning the extent to which Randsburg must contribute to the costs of that exploration. Randsburg has refused to meet certain cash calls issued by the Company in its capacity as operator of the project relating to its fourth phase by denying the validity of the cash calls. The program and budget for this phase was presented to and approved by the Management Committee of the joint venture, on which Randsburg has two representatives, on two occasions. Randsburg, however, maintains that, pursuant to the joint venture agreement, it does not have to contribute to any exploration costs before 2008, and that it will not suffer any dilution of its interest in the project for not having done so. The Company maintains that Randsburg must contribute its share of the costs pursuant to a formula specified in the agreement. Further, the Company has notified Randsburg that it has elected to treat Randsburg's failure to meet the cash calls as a deemed withdrawal from the project pursuant to of the joint venture agreement, in which instance the Randsburg interest in the project automatically terminates and is relinquished to the Company. For accounting and financial reporting purposes, the Randsburg interest will continue to be shown separately, until the matter is resolved.

Randsburg has demanded arbitration of the issue (and others – see contingent liabilities below). The Company is cooperating in the arbitration process. The parties and the arbitrator have agreed on dates in November and December for various preliminary activities. The arbitrator has set aside three days in late January, 2007 for the hearing.

ROCK CREEK PROPERTY

The Rock Creek project is located in northern Nevada, thirty miles east-northeast of the town of Battle Mountain. The property is located along the Northern Nevada Rift (NNR), a major geologic feature that hosts high-grade, vein gold properties like Midas, Ivanhoe and Silver Cloud. The property has had shallow, intermittent exploration in the past. None of the earlier drilling tested deeper levels for high-grade mineralization associated with boiling zones during vein formation.

Data from a Gradient Array survey, conducted by Practical Geophysics, was recently acquired. Gradient Array is a geophysical technique useful for locating and defining veins associated with the NNR. The data covers much of the Rock Creek project area and is interpreted to show both known and previously unknown veins on the property. A new Gradient Array/self potential survey is being conducted by Practical Geophysics to completely cover the remainder of the Rock Creek project.

Duncan Park Holdings Corporation

Notes to Interim Consolidated Financial Statements

August 31, 2006

In a previous Management Discussion and Analysis, the Corporation reported that it had had preliminary discussions with a major mining Corporation concerning the possibility of a joint venture for the exploration of the Rock Creek property. The Corporation received the outline of a proposal, responded in very general terms, and met with representatives of that Corporation. To date, no suitable arrangements have been attained. Accordingly, the Corporation has elected to commence its own exploration of the property.

The Company has received approval from the U.S. Bureau of Land Management in Battle Mountain, Nevada to drill up to 50 drill holes on 23 sites on its Rock Creek property. On August 10, 2006, the Company announced the commencement of a four diamond bit core drill hole program in the initial phase of drilling, totaling a minimum of 8,000 feet of coring. This program is still in progress. Additional core drill holes are planned later this year to further delineate the known volcanic-hosted, low sulfidation epithermal vein system.

SANTA RENIA PROPERTY

Santa Renia is located in the North Carlin Trend area of Northern Nevada. The Company has acquired 27 unpatented lode mining claims totaling 487 acres. Previous geologic mapping and exploration geophysical surveys on and near the Santa Renia property show that it lies directly on the main Carlin Trend. No exploration holes have ever been drilled on the Santa Renia property, making it one of the only untested properties directly on the Carlin Trend.

The Company has not yet developed formal plans for the exploration of the Santa Renia property, but intends to initiate activities to begin this process.

Duncan Park Holdings Corporation
Notes to Interim Consolidated Financial Statements
August 31, 2006

5. SHARE CAPITAL

The authorized capital is an unlimited number of common shares.

The following share transactions have occurred:

	Shares	\$
Balance November 30, 2004	14,336,351	3,270,666
2005		
Issued for cash in connection with the Elephant joint venture	200,000	100,000
Issued for cash on exercise of options	446,340	89,268
Issued for cash	<u>1,770,000</u>	<u>885,000</u>
Balance November 30, 2005	16,752,691	4,344,934
2006		
First quarter		
Issued for cash on exercise of options	230,000	69,000
Issued in connection with the Elephant joint venture	125,000	125,000
Issues for cash on exercise of warrants	<u>200,000</u>	<u>150,000</u>
Balance February 28, 2006	<u>17,307,691</u>	<u>4,688,934</u>
Second quarter		
Issued for cash on exercise of warrants	<u>1,429,200</u>	<u>796,320</u>
Balance May 31, 2006	18,381,891	5,482,554
Third quarter		
Issued for cash on exercise of options	<u>100,000</u>	<u>60,000</u>
Balance August 31, 2006	<u>18,481,891</u>	<u>5,542,554</u>

6. STOCK OPTION PLAN

The Company has in place an incentive Share Option Plan for directors, officers, employees and consultants of the Company to provide a meaningful incentive to persons to join and remain with the Company and to remain committed to its growth. Pursuant to this plan options on up to 3,350,538 shares (approximately 20% of the issued and outstanding common shares at the time the plan was adopted) may be issued. On June 2, 2005 the Board approved the conditional grant of 1,117,174 options at an exercise price of \$0.60, and on September 16, 2005 the conditional grant of 125,000 options at a price of \$0.80, subject to regulatory and shareholder approval which has since been obtained.

The Company has determined that the fair value of the options issued pursuant to the plan is \$60,000. The value was determined using the Black Scholes option pricing model, assuming a risk free interest rate of 2.5% and a stock volatility averaged between 25% and 50%. The

Duncan Park Holdings Corporation
Notes to Interim Consolidated Financial Statements
August 31, 2006

arithmetic result was discounted to one-third thereof to allow for the relative illiquidity of the Company's shares. This amount is being charged to expense in equal amounts over the final two quarters of fiscal 2006 and the first two quarters of fiscal 2007.

7. WARRANTS / OPTIONS OUTSTANDING

At August 31, 2006 the following warrants / options were outstanding:

Holder	On # Of Shares	Exercise Price	Expiry Date
Warrants			
Randsburg	200,000	\$0.75	February 15, 2007
Private placement	610,000	\$1.00	April 4, 2007
Total	<u>810,000</u>		
Options			
Leonard Taylor	270,470	\$0.60	January 9, 2007
	567,174	\$0.60	June 2, 2010
Eric Salsberg	100,000	\$0.60	January 9, 2007
	100,000	\$0.60	June 2, 2010
Ian McAvity	150,000	\$0.70	July 22, 2007
Harold Doran	150,000	\$0.60	June 2, 2010
Gregory L. Griffin	100,000	\$0.80	September 16, 2010
Alexander Po	150,000	\$0.60	June 2, 2010
Sherry Thompson	<u>25,000</u>	\$0.80	September 16, 2010
	<u>1,612,644</u>		

8. INCOME TAXES

Income taxes of approximately \$40,000 exigible on the reported pre tax profit of approximately \$124,000 were eliminated by the application of prior years' losses carried forward. As of November 30, 2005 the Company had cumulative losses for income tax purposes of \$1,176,747, expiring at various times up to 2012, which it has no current prospect of utilizing.

Duncan Park Holdings Corporation
Notes to Interim Consolidated Financial Statements
August 31, 2006

9. RELATED PARTY TRANSACTION

Leonard J. Taylor, president and a director, earned consulting fees during the nine month period of \$49,000.

10. FINANCIAL INSTRUMENTS

- i) Foreign-exchange risk management -
The company's exposure to foreign exchange fluctuations is limited to its U.S. cash, U.S. investments and certain accounts payable. All such assets and liabilities are recorded on the balance sheet at current exchange rates.
- ii) Interest-rate management -
The company currently has no exposure to interest bearing debt.
- iii) Fair value of financial instruments -
Financial instruments include cash, investments and in the prior year debentures, all of which are carried at estimated fair market value.

12. CONTINGENT LIABILITIES

- 1. The Company withheld US\$285,342 payment on a disputed invoice from a previous drilling contractor which had worked on its Elephant project prior to the formation of the joint venture. The driller has issued a writ for full payment of the amount billed plus contractual interest at 2% per month which has accumulated to approximately US\$173,000 at August 31, 2006. The Company has responded. In January, 2006, depositions of the witnesses for both sides were taken. On April 24, 2006 the matter was aired before a mediator in Nevada. No significant matter was settled. Additional depositions of potential witnesses are being scheduled. The Company will reevaluate its position after they have been heard. The Company has provided in these accounts for the estimated amount of a settlement.

The Company has filed a counterclaim seeking reimbursement for what it contends has been an overpayment for the exploratory drilling services rendered to it by the contractor.

- 2. Randsburg has informed the Company that it wants to expand the arbitration to include a claim for significant damages, plus punitive damages, allegedly caused by the Company. Randsburg has not identified how it has been harmed or what Company activity allegedly caused the harm. The Company maintains that the Randsburg allegations are totally without merit, and will vigorously defend against Randsburg's allegations.