

HIGH RIDGE RESOURCES INC.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

(UNAUDITED)

MARCH 31, 2008

NOTICE OF NO AUDITOR REVIEW OF 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

HIGH RIDGE RESOURCES INC.
INTERIM CONSOLIDATED BALANCE SHEETS
THREE MONTHS ENDED MARCH 31, 2008
(Unaudited)

	March 31, 2008	December 31, 2007
ASSETS		
Current		
Cash	\$ 696,181	\$ 119,553
Receivables	220,565	14,508
Mining tax credit receivable	-	102,374
Prepaid expenses	<u>13,991</u>	<u>32,154</u>
	930,737	268,589
Equipment (Note 4)	84,633	67,494
Advances on mineral properties (Note 5)	17,728	17,728
Mineral property interests (Note 6)	3,241,594	2,428,233
Reclamation bonds (Note 6)	<u>25,000</u>	<u>25,000</u>
	\$ 4,299,692	\$ 2,807,044

LIABILITIES AND SHAREHOLDERS' EQUITY

Current		
Accounts payable and accrued liabilities	<u>\$ 333,660</u>	<u>\$ 279,589</u>
Shareholders' equity		
Share capital (Note 7)	6,258,811	4,218,118
Share subscriptions received in advance	-	136,500
Contributed surplus (Note 7)	596,515	587,087
Deficit	<u>(2,889,294)</u>	<u>(2,414,250)</u>
	<u>3,966,032</u>	<u>2,527,455</u>
	\$ 4,299,692	\$ 2,807,044

On behalf of the Board:

"Gary Anderson"

Director

"David McElhanney"

Director

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

HIGH RIDGE RESOURCES INC.
INTERIM CONSOLIDATED STATEMENT OF OPERATIONS AND DEFICIT
THREE MONTHS ENDED MARCH 31, 2008
(Unaudited)

	2008	2007
ADMINISTRATIVE EXPENSES		
Amortization	\$ 6,628	\$ 3,100
Consulting and management	69,724	43,951
Foreign exchange	42,319	(1,331)
Insurance	4,906	583
Investor relations	48,726	12,676
Office and sundry	78,005	8,261
Professional fees	65,132	10,055
Property investigations	249	7,429
Regulatory and transfer agent fees	21,042	9,887
Rent	12,242	7,620
Salaries and related benefits	42,227	-
Shareholder information	43,320	15,742
Stock-based compensation (Note 7)	11,986	35,040
Telephone	7,911	5,703
Travel and business development	<u>23,087</u>	<u>24,236</u>
	<u>477,504</u>	<u>182,952</u>
OTHER ITEMS		
Interest income	2,460	6,684
Loss and comprehensive loss for the period	(475,044)	(176,264)
Deficit, beginning of period	<u>(2,414,250)</u>	<u>(949,502)</u>
Deficit, end of period	<u>\$ (2,889,294)</u>	<u>(1,125,766)</u>
Basic and diluted loss per common share	<u>\$ (0.02)</u>	<u>\$ (0.01)</u>
Weighted average number of common shares issued and outstanding - basic and diluted	<u>20,195,016</u>	<u>13,416,281</u>

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

HIGH RIDGE RESOURCES INC.
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
THREE MONTHS ENDED MARCH 31, 2008 AND 2007
(Unaudited)

	2008	2007
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss for the period	\$ (475,044)	\$ (176,264)
Items not affecting cash:		
Amortization of equipment	6,628	3,100
Stock-based compensation	11,986	35,040
Loss on disposal of equipment		
Changes in non-cash working capital items:		
(Increase) decrease in accounts receivable	(206,057)	(25,065)
Increase in prepaid expenses	18,165	2,641
Increase (decrease) in accounts payable and accrued liabilities	<u>54,071</u>	<u>(18,893)</u>
Net cash used in operating activities	<u>(590,251)</u>	<u>(179,441)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds on issue of capital stock	1,778,748	346,500
Options exercised	75,000	-
Due to related parties	<u>(136,500)</u>	<u>-</u>
Net cash provided by financing activities	<u>1,717,248</u>	<u>346,500</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of reclamation bonds		
Acquisition of mineral property interests	(505,362)	(130,188)
Exploration of mineral property interests	(21,092)	(69,813)
(Increase) in VAT Tax Credit	-	(5,647)
Acquisition of equipment	<u>(23,915)</u>	<u>(21,236)</u>
Net cash used in investing activities	<u>(550,369)</u>	<u>(226,884)</u>
Change in cash during the period	576,628	(59,825)
Cash, beginning of the period	<u>119,553</u>	<u>320,187</u>
Cash, end of the period	<u>\$ 696,181</u>	<u>\$ 260,362</u>

Supplemental disclosure with respect to cash flows (Note 10)

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

HIGH RIDGE RESOURCES INC.**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

MARCH 31, 2008

(Unaudited)

1. BASIS OF PRESENTATION AND OPERATIONS

The interim consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary, Minera High Ridge del Peru, incorporated in Peru. All inter-company transactions and balances have been eliminated upon consolidation. The Company's primary business is the acquisition and exploration of mineral interests. The Company is considered to be in the exploration stage.

The accompanying consolidated financial statements for the interim periods ended March 31, 2008 and 2007, are prepared on the basis of accounting principles generally accepted in Canada and are unaudited but in the opinion of management, reflect all adjustments (consisting of normal recurring accruals) necessary for fair presentation of the financial position, operations and changes in financial results for the interim periods presented. The consolidated financial statements for the interim periods are not necessarily indicative of the results to be expected for the full year and have been prepared using Canadian generally accepted accounting principles applicable to a going concern.

As at March 31, 2008, the Company had working capital of \$597,077 and an accumulated deficit of \$2,889,294. These financial statements have been prepared on a going concern basis which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. The continuing operations of the Company are dependent upon its ability to continue to raise adequate financing and to commence profitable operations in the future. The Company has not yet determined whether its mineral interests contain economically recoverable resources. The recoverability of amounts shown for mineral interests and their related deferred exploration expenditures is dependent upon the discovery of economically recoverable reserves. The Company does not generate sufficient cash flow from operations to adequately fund its exploration activities, and has therefore relied principally upon the issuance of securities for financing. The Company intends to continue relying upon the issuance of securities to finance its operations and exploration activities to the extent such instruments are issuable under terms acceptable to the Company.

These financial statements do not include adjustments relating to the recoverability and classification of recorded asset amounts and classification of liabilities that might be necessary should the Company be unable to continue in existence.

HIGH RIDGE RESOURCES INC.**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

MARCH 31, 2008

(Unaudited)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles and are expressed in Canadian dollars, unless specifically indicated otherwise. They do not contain the detail or footnote disclosure concerning accounting policies and other matters, which would be included in full year financial statements, and therefore should be read in conjunction with the Company's audited financial statements for the year ended December 31, 2007.

Financial instruments

Effective January 1, 2007, the Company adopted the new recommendations of the Canadian Institute of Chartered Accountants ("CICA") under CICA Handbook Section 1530 "Comprehensive Income" ("Section 1530"), Section 3251 "Equity", Section 3855 "Financial Instruments – Recognition and Measurement" ("Section 3855"), Section 3861 "Financial Instruments – Disclosure and Presentation" and Section 3865 "Hedges". These new sections, which apply to fiscal years beginning on or after October 1, 2006, provide requirements for the recognition and measurement of financial instruments and on the use of hedge accounting. Section 1530 establishes standards for reporting and presenting comprehensive income, which is defined as the change in equity from transactions and other events from non-owner sources. Other comprehensive income refers to items recognized in comprehensive income but that are excluded from net income calculated in accordance with Canadian generally accepted accounting principles. The Company did not have any comprehensive income in the period.

Under Section 3855, all financial instruments are classified into one of five categories: held-for-trading financial instruments, held-to-maturity investments, loans and receivables, available-for-sale financial assets or other financial liabilities. All financial instruments and derivatives are measured in the balance sheet at fair value, except for loans and receivables, held-to-maturity investments and other financial liabilities, which are measured at amortized cost. Subsequent measurement and changes in fair value will depend on their initial classification. Held-for-trading financial instruments are measured at fair value and changes in fair value are recognized in net income. Available-for-sale financial assets are measured at fair value and changes in fair value are recognized in other comprehensive income until the instrument is derecognized or impaired.

Cash is classified as held-for-trading. Receivables and mining tax credit receivable are classified as loans and receivables and accounts payable and accrued liabilities are classified as other liabilities.

The adoption of these new sections has not had a significant impact on the Company's financial position, results of operations and cash flows.

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd...)

Recent accounting pronouncements

Assessing Going Concern

The Accounting Standards Board ("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 applies to interim and annual financial statements relating to fiscal years beginning on or after January 1, 2008.

Financial Instruments

The AcSB issued CICA Handbook Section 3862, *Financial Instruments – Disclosures*, which requires entities to provide disclosures in their financial statements that enable users to evaluate (a) the significance of financial instruments for the entity's financial position and performance; and (b) the nature and extent of risks arising from financial instruments to which the entity is exposed during the period and at the balance sheet date, and how the entity manages those risks. The principles in this section complement the principles for recognizing, measuring and presenting financial assets and financial liabilities in Section 3855, *Financial Instruments – Recognition and Measurement*, Section 3863, *Financial Instruments – Presentation*, and Section 3865, *Hedges*. This section applies to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007.

The AcSB issued CICA Handbook Section 3863, *Financial Instruments – Presentation*, which is to enhance financial statement users' understanding of the significance of financial instruments to an entity's financial position, performance and cash flows. This section establishes standards for presentation of financial instruments and non-financial derivatives. It deals with the classification of financial instruments, from the perspective of the issuer, between liabilities and equity, the classification of related interest, dividends, losses and gains, and the circumstances in which financial assets and financial liabilities are offset. This section applies to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007.

Capital Disclosures

The AcSB issued CICA Handbook Section 1535, which establishes standards for disclosing information about an entity's capital and how it is managed. This section applies to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007.

Goodwill and Intangible Assets

The AcSB issued CICA Handbook Section 3064 which replaces Section 3062, Goodwill and Other Intangible Assets, and Section 3450, Research and Development Costs. This new section establishes standards for the recognition, measurement, presentation and disclosure of goodwill subsequent to its initial recognition and of intangible assets. Standards concerning goodwill remain unchanged from the standards included in the previous Section 3062. The section applies to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2008.

2. SIGNIFICANT ACCOUNTING POLICIES (cont'd...)

Recent accounting pronouncements (cont'd...)

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. The transition date of January 1, 2011 will require the restatement for comparative purposes of amounts reported by the Company for the year ended December 31, 2010.

3. CAPITAL MANAGEMENT

The Company is in the business of mineral exploration in Canada and in Peru. 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 is reasonable.

The Company is not subject to externally imposed capital requirements.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

4. EQUIPMENT

	March 31,2008			March 31,2007		
	Cost	Accumulated Amortization	Net Book Value	Cost	Accumulated Amortization	Net Book Value
Computer equipment	\$ 43,968	\$ 12,583	\$ 31,385	\$ 15,028	\$ 3,175	\$ 11,853
Computer software	11,577	8,143	3,434	1,814	907	907
Office furniture and equipment	39,835	9,418	30,417	22,125	2,576	19,549
Field equipment	<u>20,615</u>	<u>1,218</u>	<u>19,397</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 115,995</u>	<u>\$ 31,362</u>	<u>\$ 84,633</u>	<u>\$ 38,967</u>	<u>\$ 6,658</u>	<u>\$ 32,309</u>

5. ADVANCES ON MINERAL PROPERTIES

During the year ended December 31, 2007, the Company:

- a) advanced \$17,728 related to a mineral property project. The whole amount is refundable should the project not proceed.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

6. MINERAL PROPERTY INTERESTS

2008	Chuchi	Newton Hill	Silver Bay	Pacococha	Chanape	Other	Total
Acquisition costs							
Balance as at December 31, 2007	\$ 310,761	\$ 165,976	\$ 36,000	\$ 299,250	\$ 191,352	\$ 9,230	\$ 1,012,569
Additions:							
Shares issued	-	-	-	100,000	39,000	-	139,000
Cash payments	-	-	-	351,645	34,194	-	385,839
Other	-	-	-	-	-	-	-
	-	-	-	451,645	73,194	-	524,839
Balance as at March 31, 2008	310,761	165,976	36,000	750,895	264,546	9,230	1,537,408
Exploration costs							
Balance as at December 31, 2007	169,610	519,407	115,270	296,531	314,846	-	1,415,664
Additions							
Assays	-	-	-	-	-	-	-
Camp and field supplies	-	-	-	8,518	7,689	-	16,207
Equipment and vehicle rentals	-	-	-	7,044	7,681	-	14,725
Field office and administration	-	-	-	45,911	78,043	-	123,954
Geological and geophysical	585	132	32	28,223	56,895	-	85,867
License and permits	-	-	-	-	-	-	-
Professional fees	-	-	-	18,589	9,803	-	28,392
Reports and maps	-	-	-	1,005	3,819	-	4,824
Transportation and travel	-	-	-	5,234	9,319	-	14,553
Value added taxes	-	-	-	-	-	-	-
	585	132	32	114,524	173,249	-	288,522
Balance as at March 31, 2008	170,195	519,539	115,302	411,055	488,095	-	1,704,186
Total Balance, March 31, 2008	\$ 480,956	\$ 685,515	\$ 151,302	\$ 1,161,950	\$ 752,641	\$ 9,230	\$ 3,241,594

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

6. MINERAL PROPERTY INTERESTS (cont'd...)

2007	Chuchi	Newton Hill	Silver Bay	Pacocochoa	Chanape	Other	Total
Acquisition costs							
Balance as at December 31, 2006	\$ 208,442	\$ 98,048	\$ 26,000	\$ -	\$ -	\$ -	\$ 332,490
Additions:							
Shares issued	-	-	-	-	-	-	130,183
Cash payments	-	-	-	32,042	99,756	-	-
Other	-	-	-	-	-	-	-
	-	-	-	32,042	99,756	-	130,183
Balance as at March 31, 2007	208,442	98,048	26,000	32,043	99,756	-	462,678
Exploration costs							
Balance as at December 31, 2006	144,734	516,803	111,082	-	-	-	772,619
Additions							
Assays	-	-	-	-	401	-	401
Camp and field supplies	-	-	-	13	314	-	327
Equipment and vehicle rentals	-	-	-	-	-	-	-
Field office and administration	-	-	-	448	1,477	-	1,925
Geological and geophysical	-	-	3,929	7,066	25,817	-	32,883
License and permits	-	-	-	-	-	-	-
Professional fees	-	-	-	4,058	13,393	-	17,451
Reports and maps	-	-	-	175	3,666	-	3,841
Transportation and travel	-	-	-	240	8,817	-	9,057
Value added taxes	-	-	-	-	-	-	-
	-	-	-	11,999	53,885	-	65,885
Balance as at March 31, 2007	144,734	516,803	115,011	11,999	53,885	-	842,432
Total Balance, March 31, 2007	\$ 144,734	\$ 516,803	\$ 115,011	\$ 11,999	\$ 53,885	\$ -	\$ 842,432

HIGH RIDGE RESOURCES INC.**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

MARCH 31, 2008

(Unaudited)

6. MINERAL PROPERTY INTERESTS (cont'd...)

Title to mineral properties involves inherent risks due to difficulties of determining the validity of certain mineral claims as well as the potential for problems arising from the frequently ambiguous conveyancing history, characteristic of many mining properties. The Company has investigated title to all of its mineral properties and, to the best of its knowledge, title to all of its properties are in good standing, with the exception of the Bella Rubia concessions.

Chuchi Property

On October 25, 2004, the Company entered into an option agreement to earn a 100% interest in certain mineral claims located in the Omineca Mining Division of British Columbia, referred to as the Chuchi Property. The property is subject to a 3% net smelter return royalty ("NSR"). To exercise the option, the Company paid a total of \$125,000 and issued aggregate of 400,000 common shares valued at a total of \$130,000, to-date, and is required to pay annual advance royalties of \$20,000 from October 26, 2008 ceasing in the year in which commercial production commenced.

The NSR can be reduced to 1% by paying \$2,000,000 to the optionors. The Company is required to issue an additional 200,000 common shares upon the commencement of commercial production.

The Company acquired an additional mineral claim by staking.

The Company paid a total of \$15,000 for a reclamation bond pursuant to regulatory requirements against potential reclamation obligations relating to exploration work on the Chuchi mineral interest.

Newton Hill Property

On July 20, 2004, the Company entered into an option agreement to acquire a 100% interest in certain mineral claims located on the Chilcotin Plateau in the Clinton Mining Division of British Columbia, referred to as the Newton Hill Property. The property is subject to a 2% net smelter royalty ("NSR"). To exercise the option, the Company paid a total of \$48,000, issued aggregate of 300,000 common shares valued at a total of \$110,000, to-date, and is required to:

- pay \$12,000 and issue 100,000 common shares on or before June 26, 2008;
- pay \$60,000 and issue 100,000 common shares on or after June 26, 2009; and
- incur exploration costs of \$750,000 by June 26, 2009.

The NSR can be purchased at any time by the Company for \$1,200,000.

The Company has acquired additional mineral claims by staking.

The Company paid \$10,000 for a reclamation bond pursuant to regulatory requirements against potential reclamation obligations relating to exploration work on the Newton Hill mineral interest.

HIGH RIDGE RESOURCES INC.

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

MARCH 31, 2008

(Unaudited)

6. MINERAL PROPERTIES (cont'd...)

Silver Bay Property

On August 31, 2004, the Company entered into an option agreement, subsequently amended, to acquire a 100% interest in certain mineral claims located on the Crawford Peninsula at Kootenay Lake in the Slocan Mining Division of British Columbia, referred to as the Silver Bay Property. To exercise this option, the Company paid a total of \$26,000, issued aggregate of 40,000 common shares valued at a total of \$10,000, to-date, and is required to:

- pay \$12,000 on or before August 31, 2008;
- pay \$12,000 and issue 60,000 common shares on or before August 31, 2009; and
- incur exploration costs of \$350,000 on or before August 31, 2009.

The NSR can be purchased at any time by the Company for \$1,200,000.

Pacococha Property

Rosicler – El Domo and Pacococha - Germania

On March 22, 2007, the Company was granted an option to acquire a 100% interest in the Rosicler-El Domo and Pacococha-Germania mining concessions located in Peru, collectively referred to as the Pacococha Property. As consideration for the concessions, the Company paid \$332,250 (US\$325,000) (2006 - \$Nil) and issued 600,000 common shares valued at \$265,000 and is required to:

- pay US\$275,000 during fiscal 2008;
- pay US\$375,000 and issue 600,000 common shares during fiscal 2009;
- pay US\$625,000 and issue 600,000 common shares during fiscal 2010;
- pay US\$1,000,000 and issue 600,000 common shares during fiscal 2011; and
- pay US\$3,400,000 and issue 300,000 common shares during fiscal 2012.

The Company is obligated, pro-rata over the term of the option, to pay US\$300,000 and issue 150,000 common shares as finders' fees in connection with the transaction.

Bella Rubia

On June 9, 2007, the Company was granted an option to acquire a 100% interest in certain mining concessions located in the Pacococha mine area in Peru referred to as the Bella Rubia concessions. To exercise the option, the Company is required to pay US\$700,000 in semi-annual payments over five years, commencing on the date of the filing of the documented agreement. As at December 31, 2007, the agreement is not yet registered, pending resolution of title interest (Note 13).

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

6. MINERAL PROPERTIES (cont'd...)

Chanape Property

On February 8, 2007, the Company entered into an option to acquire a 100% interest in certain concessions located in Peru, referred to as the Chanape property. To acquire its interest, the Company paid \$107,400 (US\$150,000), issued 200,000 common shares valued at \$94,000 and is required to:

- pay US\$100,000 and issue 100,000 common shares during fiscal 2008;
- pay US\$250,000 and issue 200,000 common shares during fiscal 2009;
- pay US\$350,000 and issue 200,000 common shares during fiscal 2010;
- pay US\$200,000 and issue 200,000 common shares during fiscal 2011; and
- pay US\$950,000 and issue 100,000 common shares during fiscal 2012.

The property is subject to a 2.5% NSR and the Company has the option to purchase a 1.5% NSR for US\$1,000,000.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

7. SHARE CAPITAL

	Number of Shares		Capital Stock	Contributed Surplus
Balance, December 31, 2006	12,924,625	\$	2,045,719	\$ 415,555
Stock options exercised	342,500		102,750	-
Warrants exercised	1,175,935		419,468	-
Private placement	i) 3,000,000		1,350,000	-
Share issuance costs	-		(179,636)	-
Agents' units	i) 119,110		53,600	-
Value assigned to agents' warrants as part of issuance costs	i) -		(67,779)	67,779
Contributed surplus allocated on options exercised	-		76,116	(76,116)
Contributed surplus allocated on warrants exercised	-		99,880	(99,880)
Stock-based compensation	-		-	279,749
Shares issued for mineral properties	600,000		318,000	-
Balance, December 31, 2007	18,162,170		4,218,118	587,087
Stock options exercised	250,000		75,000	-
Private placement	i) 6,576,000		1,972,800	-
Share issuance costs	-		(148,665)	-
Value assigned to agents' warrants as part of issuance costs			(45,387)	45,387
Contributed surplus allocated on options exercised	-		47,945	(47,945)
Stock-based compensation				11,986
Shares issued for mineral properties	400,000		139,000	-
Balance, March 31, 2008	25,388,170	\$	6,258,811	\$ 596,515

i) Private Placements

In May 2007, the Company completed a brokered private placement of 3,000,000 units at \$0.45 per unit, for proceeds of \$1,350,000 before share issue costs of \$179,636. Each unit consisted of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one additional common share expiring November 28, 2008, at a price of \$0.60 per common share.

The Company issued 19,110 Agents' units valued at \$53,600 as part of share issuance costs under the same terms as those to be issued pursuant to the private placement being at \$0.45 per unit. The Company also granted 300,000 Agents' warrants in respect of this private placement. Each Agents' warrant is exercisable at \$0.45 per share for an eighteen-month period. The Company recorded the fair value of these warrants being \$67,779 to share issuance costs.

In February 2008, the Company completed the first tranche of a private placement of 2,769,000 units at \$0.30 per unit, for proceeds of \$830,700 before share issue costs of \$61,656. Each unit consisted of one common share and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase one additional common share expiring August 13, 2009, at a price of \$0.45 per common share.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

7. SHARE CAPITAL (cont'd...)

i) Private Placements (cont'd...)

The Company has issued 156,000 finders' warrants, valued at \$26,568, as part of this private placement which entitles the holder to purchase one common share at 30 cents per share of 18 months. The finders' warrants expire August 13, 2009.

In March 2008, the Company completed the second tranche of a private placement of 3,807,000 units at \$0.30 per unit, for proceeds of \$1,142,100 before share issue costs of \$87,009. Each unit consisted of one common share and one-half of a share purchase warrant. Each whole warrant entitles the holder to purchase one additional common share expiring September 14, 2009, at a price of \$0.45 per common share.

The Company has issued 104,000 finders' warrants, valued at \$18,819, as part of this private placement which entitles the holder to purchase one common share at 30 cents per share of 18 months. The finders' warrants expire September 14, 2009.

Stock options and warrants

The Company has a 10% rolling incentive stock option plan for the benefit of its directors, officers, employees and consultants, whereby options to purchase common shares of the Company may be granted from time to time, provided that the maximum number of options that are outstanding at any time shall not exceed 10% of the issued and outstanding common shares of the Company. The exercise price of each option is based on the market price of the Company's common stock at the date of grant less applicable discount. The option may be granted for a maximum of five years and vesting is determined by the Board of Directors.

Stock options are summarized as follows:

	Options	Weighted Average Exercise Price
Options outstanding, December 31, 2006	1,130,000	\$ 0.30
Granted	1,066,217	0.41
Exercised	(342,500)	0.30
Cancelled/expired	(37,500)	0.30
Options outstanding, December 31, 2007	1,816,217	0.37
Granted	-	-
Exercised	(250,000)	0.30
Cancelled/expired	(166,217)	0.40
Options outstanding, March 31, 2008	1,400,000	\$ 0.36
Options exercisable, March 31, 2008	1,400,000	\$ 0.36

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

7. SHARE CAPITAL (cont'd...)

Stock option and warrants (cont'd...)

The following stock options were outstanding at March 31, 2008:

	Exercise price	Number Outstanding	Expiry
\$	0.30	750,000	March 1, 2011
\$	0.40	200,000	February 22, 2009
\$	0.40	50,000	May 2, 2009
\$	0.50	400,000	June 15, 2009
		1,400,000	

Stock-based compensation

During the period ended March 31, 2008, the Company 62,500 (2007 – 450,000) stock options were granted, and/or became vested, with a total estimated fair value of \$11,986 (2007 - \$35,040) which the Company recorded as stock-based compensation expense. The fair value per option was \$0.19 (2007 - \$0.08).

The fair value of stock options and compensatory warrants granted is estimated on the grant or issue date using the Black-Scholes option-pricing model. The weighted average assumptions used in the calculation of fair value are as follows:

	2008	2007
Risk-free interest rate	4.23%	4.23%
Expected life	1 year	1 years
Expected stock volatility	101-104%	101-104%
Expected dividend rate	Nil	Nil

Share purchase warrants

Share purchase warrant transactions are summarized as follows:

	Warrants	Weighted Average Exercise Price
Balance December 31, 2006	3,805,439	\$ 0.42
Granted/issued	3,419,110	0.58
Exercised	(1,175,935)	0.36
Expired	(2,629,504)	0.45
Balance December 31, 2007	3,419,110	0.58
Issued	3,548,000	0.44
Exercised	-	-
Expired	-	-
Balance, March 31, 2008	6,967,110	\$ 0.51

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

7. SHARE CAPITAL (cont'd...)

Stock option and warrants (cont'd...)

The following warrants expire as follows:

	Exercise price	Number Outstanding	Expiry
\$	0.45	300,000	November 28, 2008
\$	0.45	119,110	November 28, 2008
\$	0.60	3,000,000	November 29, 2008
\$	0.45	1,384,500	August 13, 2009
\$	0.30	1,903,500	August 13, 2009
\$	0.45	156,000	September 14, 2009
\$	0.30	104,000	September 14, 2009
		6,967,110	

8. FINANCIAL INSTRUMENTS

The Company's financial instruments consist of cash receivables, advances on mineral properties and accounts payable and accrued liabilities. The carrying values of the financial instruments and approximate their fair values, due to the relatively short period to maturity of these instruments. The Company is not subject to significant interest rate risk arising from these instruments.

Currency risk

The Company is exposed to financial risk arising from fluctuation of foreign exchange rates and the degree of volatility of those rates. The Company does not use derivative instruments to reduce its exposure to foreign currency risks.

Receivable risk

The Company is exposed to credit risk with respect to its receivables and advances on mineral properties.

Political uncertainty

In conducting operations in Peru, the Company is 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 Peru, and by changes in governmental policies with respect to mining laws and regulations, anti-inflammatory measures, currency conversion and remittance abroad, and rates and methods of taxation.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

9. RELATED PARTY TRANSACTIONS

During the three month period ended March 31, 2008, the Company entered into transactions with related parties as follows:

- a) paid or accrued consulting fees of \$33,000 (2007 - \$21,000) to directors and companies controlled by directors.

As at March 31, 2008, accounts payable included \$3,000 due to a director of the Company for consulting services.

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

10. SUPPLEMENTAL DISCLOSURE WITH RESPECT TO CASH FLOWS

For the three months ended March 31, 2008, the Company's significant non-cash transactions consisted of:

- a) the accrual in mineral properties of deferred exploration costs incurred of \$25,956 as at March 31, 2008.
- b) the issuance of common shares valued at \$139,000 related to mineral property option agreements
- c) the issuance of compensatory Agents' warrants valued at \$45,387 for share issuance costs.
- d) The recognition of a fair value component of \$47,945 in respect of options exercised.

For the three months ended March 31, 2007, the Company's significant non-cash transactions consisted of:

- a) the issuance of common shares valued at \$92,000 were issued related to mineral property option agreements.
- b) the issuance of compensatory Agents' warrants valued at \$118,553 were issued for share issuance costs.
- c) the recognition of a fair value component of \$16,467 in respect of options and warrants exercised.

11. COMMITMENT AND CONTINGENCIES

The Company has entered into office premises lease agreements with basic annual rental payments as follows:

2008	\$ 55,524
2009	42,099
2010	5,526

A claim has been filed against the Company from a former director for \$49,000. The Company is disputing the amount owing. The likelihood of the outcome is not determinable and no liability has been recorded in connection with this lawsuit.

The Company was notified by the Supreme Court of Justice in Lima, Peru, ordered that registration of the agreement to the Bella Rubia concession be deferred until resolution of a dispute between the Company and another Canadian public company, who claims that they also have an agreement relating to these claims. The Company has provided a guarantee of US\$50,000 in connection with registration of the property. On March 4, 2008, an action was commenced against the Company in the Supreme Court of British Columbia asserting false claim of ownership. The Company is of the opinion that its agreement is valid and prior to the alleged agreement of the other company. The Company has been named as a defendant in Peru on several legal claims related to the mineral property. The Company believes the lawsuits are without merit and intends to defend the claims vigorously. The likelihood of the outcome is not determinable and no liability has been recorded in connection with these lawsuits.

HIGH RIDGE RESOURCES INC.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2008
(Unaudited)

12. SEGMENTED INFORMATION

The Company's primary business is the acquisition and exploration of mineral interests. The Company's geographic information as at March 31, 2008 and December 31, 2007 is as follows:

	2008	2007
Capital assets:		
Canada	\$ 1,884,391	\$ 1,383,697
Peru	<u>1,441,836</u>	<u>1,112,030</u>
	<u>\$ 3,326,227</u>	<u>\$ 2,495,727</u>

13. SUBSEQUENT EVENTS

Subsequent to March 31, 2008, the Company:

- a) issued 30,000 common shares at a value of \$12,000 as finder's fee pursuant to mineral property agreements.
- b) issued 2,375,000 units at a price of \$0.30 per unit for gross proceeds of \$712,500. Each unit consists of one common share and one half of one share purchase warrant, each full warrant entitling the holder to purchase one additional common share at a price of \$0.45 per share up to October 7, 2009. The Company paid cash finders' fees of \$49,800 and issued 224,100 finder's warrants as issuance costs, each warrant entitling the holder to purchase one common share at a price of \$0.45 per share up to October 7, 2009.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

Management Discussion and Analysis

The following management discussion and analysis is prepared as at May 27, 2008 and should be read in conjunction with the unaudited interim consolidated financial statements for the 3 month period ended March 31, 2008 and the audited financial statements for the years ended December 31, 2007 and 2006. The financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). The reporting and the measurement currency is the Canadian dollar.

Forward Looking Statements

This MD&A contains certain information that may constitute forward-looking statements. Forward-looking statements are based on current expectations and entail various risks and uncertainties. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. The Company disclaims any obligation or intention to update or to revise any forward-looking statement, whether as a result of new information, future events or otherwise.

Description of Business

High Ridge Resources Inc. (the "Company") is an exploration stage company engaged primarily in the acquisition and exploration of mineral properties. At the time of these financial statements it has not been determined whether these properties contain economically recoverable ore reserves. The recoverability of the costs incurred to date on these properties is dependent upon the discovery of economically recoverable reserves, the ability of the Company to obtain the required financing to complete the development of the properties, and the future proceeds from the disposition of those reserves.

The Company currently has six (6) exploration properties under option, with three (3) located in British Columbia, Canada and three (3) located in the area south of San Mateo, 100 km east of Lima, Peru.

The vision of High Ridge Resources Inc. is to build:

- An established team and successful record for identifying large scale resource bodies with commercial potential, and participation in the further development of properties in partnership with local communities and established operating mining companies,
- A portfolio of strong prospect properties and established reputation that is recognized in the mining industry, and
- Strong reserves in the form of finances, minerals, investors and strategic partners for the long term operation of the company.

The financial statements have been prepared on a going concern basis, which assumes the realization of assets and discharge of liabilities in the normal course of business.

The Company's ability to continue as a going concern is dependent upon successful achievement of additional financing, and upon its ability to realize profitable operations. Management intends to seek further funds through public offerings to finance its ongoing exploration and acquisition activities. These financial statements do not give effect to any adjustments that would be necessary should the Company not be able to continue as a going concern.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

First Quarter 2008 Operational & Administration Highlights

- On February 18, the company completed the first tranche of a private placement of 2,769,000 units at \$0.30 per unit, for gross proceeds of \$830,700.
- On March 17, the company completed the second tranche of a private placement consisting of 3,807,000 units at \$0.30 per unit, for gross proceeds of \$1,142,100.
- Mr. W.K. Crichy Clarke, of Vancouver and Mr. Jordan Ponce Gambirazzo, of Lima, were appointed to the Board of Directors
- Magnetic, GPS and 3D IP surveys were completed on Chanape and Rosicler-EI Domo properties.
- Magnetic, GPS and 3D IP surveys were initiated on Germania properties.
- As at March 31, 2008, the Company had working capital of \$597,076 and an accumulated deficit of \$2,889,294

Overview of Exploration Properties

1) Chuchi Project – British Columbia

- 100% interest in 19 mineral claims comprising 38 units located in the Omineca Mining Division of British Columbia.
- 850 hectare situated approximately 90 km north of Fort St. James in central British Columbia.
- Road access, railroads and high capacity electrical transmission lines are within 150 road-km at the resource-based communities of Fort St. James and Mackenzie.
- Located 32km northwest of the Mt. Milligan copper-gold deposit now owned by Terrane Metals Corp.
- An additional 2,377 hectares have been staked adjacent to the original claims (bringing the Company's land holdings to 9,753 hectares).
- Low-grade porphyry copper-gold deposit.
- Prior drill results on the north-eastern edge of the property include 158m of 0.22% copper and 0.10 g/t gold, 265m of 0.20% copper and 0.12 g/t gold, and 208m of 0.22% copper and 0.12 g/t gold.
- Historical IP/EM/soil data purchased from Pacific Geophysical Ltd.
- Sites of the intended drilling platforms have been identified and marked in the field by the Company geologist.
- Road access and site preparation are underway in anticipation of drilling.

2) Newton Hill Project – British Columbia

- 100% interest in Newton 1 claim consisting of twenty claim units covering approximately 410 hectares.
- Located 105 km west-south-west of Williams Lake, British Columbia on the Chilcotin Plateau in the Clinton Mining Division.
- An additional 3,700 hectares staked adjacent to original claims.
- Property covers approximately a 2 km diameter hydrothermal alteration system centered on Newton Hill.
- Prosperity (Fish Lake) Deposit located 40 km to the south of Newton Hill, in a similar geologic setting.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis

For the three month period March 31, 2008

- Phase I drill program consisted of 11 drill holes, the best of which, DDH 06-12, averaged 2.33 grams per tonne (g/t) gold over 49 metres from 161 and 210 metres, still in gold mineralization, including two metres of 15.87 g/t gold from 185 to 187 metres. Drill hole DDH 06-12 is in oxidized rock throughout, and ends at 210 metres in gold mineralization. Copper in oxide form through the 49-metre gold intersection averaged 1,598 parts per million (0.15 per cent Cu).
- The Company intends to conduct a Phase II program comprising of trenching and additional drilling in 2008.

3) Silver Bay Project – British Columbia

- 100% interest in 22 mineral claims covering 1,730 hectares located in the Slocan Mining Division of British Columbia.
- Located in the vicinity of Nelson, BC, on the east-shore of Kootenay Lake. The property lies on the Crawford Peninsula 13km south from Riondel and the past-producing Bluebell Mine, a well-know Ag-Zn-Pb (silver-lead-zinc) deposit.
- Previous exploration work on the property by Cominco Ltd. and other companies suggests a favourable setting for the structure-controlled and bedding-hosted, Zn-Pb (+/- Ag) replacement mineralization.
- Detailed geological mapping and a surface UTEM3 survey have been completed.
- Strong conductive responses in areas surveyed, which warrants follow-up geophysical work along with drilling.
- Plans to expand the deep EM survey over the main portion of the project area. Results from the complete EM survey will be used to plan the subsequent deep drill hole program.

4) Chanape - Peru

- 100% interest in 20 mining concessions totaling 808.34 hectares - located within the Matucana cadastral sheet 24-k.
- Located in the district of San Damian, in the province of Huarochiri and department of Lima, 138 kilometres (km) from Lima
- Accessible by road. The first 100 km east of Lima is along the well-maintained paved Central Highway to the town of San Mateo; the remaining 38 km from San Mateo to the property is via gravel roads.
- Occupies elevations between 4,300 and 4,900 metres (m).
- Numerous mineralized, gold-rich polymetallic veins and intrusive breccia pipes have been previously mapped within the property on two opposing sides of Chanape Creek (Tumialan, 1982; Ly et al., 1997 and 1999).
- Chanape area is part of an old and active mining district that has been explored and mined since the colonial period, but more extensive mining development began in 1950 with the building of the access gravel road from the Central Highway.
- Coricancha mine, formerly the Tamboraque mine, is the largest nearby active mine and is wholly owned by Gold Hawk Resources Inc. Gold Hawk owns a processing facility located just south of San Mateo.
- An independent NI 43-101-compliant report is being prepared for the property.
- 10,000 additional hectares of highly prospective ground has been staked in the area, for a total of just under 11,000 hectares. Approximately 4,000 hectares of this total includes the overstaking of old-style randomly oriented claims.
- Surface sampling and geochemical sampling completed during Q1.
- Magnetic, GPS and 3D IP surveys completed during Q1.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

Subsequent events:

- Drilling permit for a 3,000 to 5,000 meter campaign was obtained on May 9, 2008.
- Access roads and pad preparation are underway.
- Rig mobilization is underway.
- Chanape camp site was prepared and a temporary camp installed.

5) Pacococha – Sunicancha - Peru

- 100% interest in 37 mining concessions located within the Matucana cadastral sheet 24-k, totaling 1223.75 hectares.
- Located within old and active mining districts SE of San Mateo approximately 125 kilometres ENE of Lima in the Province of Huarochiri, Department of Lima.
- Concessions are within the Pacococha district and accessed along the well maintained Central Highway to the town of San Mateo, 100 kilometres east of Lima, with the remaining distance to the concessions being by gravel and dirt roads, and trails.
- Numerous historical reports, maps, plans and sections prepared by former geologists and consultants of the Pacococha Mine and Milpo are available.
- These reports were not prepared in accordance with the requirements of NI 43-101.
- Concessions form two separate groupings. The larger and relatively untouched contiguous group of claims, the Rosicler-El Domo property, includes an over three kilometres long, largely exposed mineralized quartz vein system and the related alteration zone named Rosicler, as well as associated, strongly altered volcanic dome (El Domo). The second group of concessions, referred to as the Pacococha-Germania claims, includes several vein systems. Most veins have been previously mined, but none were drilled, and their potential at depth, below the lowermost drift and/or bottom of the nearest valley, is unknown. All veins show a strong mineral zoning, with different segments of the veins being richer in different minerals.
- Rebuilding and upgrading of the existing Pacococha continued during Q1 2008.

5a) Rosicler-El Domo Property

Located 2.5-3 kilometres NW of the Pacococha Lake, the Rosicler vein trends NE, is exposed on elevations between 4550 and 4800 metres, and has been only scarcely worked by artisanal miners. The vein is epithermal and consists of two different mineralized sections; the SW-central section contains silver-bearing, polymetallic mineralization; the NE section is dominated by silver mineralization and anomalous gold values (Velarde, 1997; Arellano, 2005). There are two additional and little known mineralized vein systems present on this property, Virgen del Buen Paso and Midas, both of which are parallel to the Rosicler vein.

In the Rosicler vein, milky and grey quartz contains disseminated mineralization represented mainly by chalcopyrite, galena, bornite, sphalerite, and pyrite (Velarde, 1997; Miranda, 2005). Mineralization is also present as stringers in the wall-rock. In total, the reserves within the Rosicler vein are estimated to be minimum 215,000 tonnes (Arellano, 2005). The grades throughout the vein are not well determined, but the exposure created by "informal" mining in the southern segment of the vein yielded 5.3 Oz Ag/t, 2.57 % Cu, 2.5 % Pb, and 2.15 % Zn (Arellano, 2005).

During Q1 2008, surface sampling and geochemical mapping was completed. Magnetic, GPS and 3D IP surveys were completed as well.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

5b) Pacococha-Germania Claims

The Pacococha-Germania claims encompass main sections of numerous veins, which form two sets: one southern, in the Germania area, and another, northern, in the Pacococha area.

Germania area

In the Germania area, the Company has obtained four known vein systems; two of them, Sin Complemento and Belgica V, were scarcely mined in the past, whereas the other two, Germania and Peru, were previously mined to a certain extent. The mineralization in these veins is characterized by presence of galena, sphalerite, tetrahedrite, and lesser chalcopyrite, pyrite, pyrrhotite, arsenopyrite, and rhodochrosite.

The estimated potential of the 1500 metres long Sin Complemento vein and the ~500 metres long Belgica V vein is approximately 290,000 tonnes with average grades of 4.29 Oz Ag/Tc, 2.57 % Pb, 4.17 % Zn, 1.69 % Cu (Cayo and Davalos, 2001).

Surface sampling was initiated during Q1 2008 and is currently underway. Magnetic, GPS and 3D IP surveys were initiated on Germania properties during Q1 2008.

Pacococha area

In the Pacococha area, the Company has acquired the main sections of the following veins: Santiago Menor and Santiago Major, BJ 19, Purisima, Diez de Mayo, and Cuatro de Julio. The Company has also secured claims surrounding the northeastern segment of the Carolina vein, the central Victoria vein, and the central-northeastern segment of the San David vein system.

Many of these veins have formed the core of the Pacococha Mine, owned by Sindicato Minero Pacococha S.A., and have been mined in the past to varying degrees (Cayo, 1993). However, the available Pacococha mine data indicates that they contain approximately 480,000 tonnes of polymetallic ore with 1.43 - 6.51 Oz Ag/Tc, 0.1 - 7.03 % Pb, 0.49 - 11.88 % Zn, and 0.84 - 3.69 % Cu (Cayo, 1993).

The foregoing grades and tonnage information for Peru properties are historical estimates that were not prepared in accordance with the requirements of NI 43-101. The Company has not done sufficient work to classify the historical estimates as current mineral resources or mineral reserves, and the Company is not treating the historical estimates as current mineral resources or mineral reserves. Accordingly, readers should use caution when considering this information and should not rely upon the accuracy of such information.

6) Other Peru properties

In addition to the San Mateo area concessions, High Ridge has staked 1,600 hectares of highly prospective ground located approximately 70 kilometers east of Lima and south of Surco. This ground covers a strong colour and chemical anomaly within rocks of the Rimac Group, which also hosts the Chanape, Pacococha, and Germania prospects.

The Company is in discussions with other groups to acquire additional advanced-stage land packages in Peru.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

Results of Operations

For the three months ended March 31, 2008, the Company incurred a loss of \$475,044 (2007 – loss of \$176,264). The increase in loss is the result of building the scale of operations to effectively manage property acquisition and exploration activities in Canada and Peru. Included in these costs were Administrative Expenses that included:

- Consulting expense for management and administration were \$69,724 (2007 - \$43,951).
- Office & sundry \$78,005 (2007 - \$8,261),
- Professional fees \$65,132 (2007 - \$10,055),
- Shareholder information \$43,320 (2007 - \$15,742),
- Salaries \$42,227 (2007 - Nil),
- Investor relations \$48,726 (2007 – \$12,676), and
- Foreign exchange \$42,319 (2007 – gain of \$1,331).

Additional major costs incurred included:

- \$524,839 (2007 - \$130,183) was incurred on property acquisitions and a total of \$288,522 (2007 - \$65,885) was incurred on exploration.
- The Company incurred non-cash acquisition costs of \$139,000 (2007 – \$130,183) on the issue of 400,000 common shares for property option payments.

Selected Annual Comparative Information

The following selected financial information was obtained from the audited consolidated annual financial statements of the Company since its incorporation. The effect of applying the treasury stock method to the Company's loss per share calculation is anti-dilutive. Therefore, basic and diluted losses per share are equal for the years presented.

For the year ended December 31	2007	2006	2005
a) Total Revenues	Nil	Nil	Nil
b) (Loss) before discontinued operations and extraordinary items	\$(1,464,748)	\$ (668,576)	\$ (252,232)
c) Basic and diluted loss per share	\$ (0.09)	\$ (0.06)	\$ (0.05)
d) Net (loss) for the year	\$(1,464,748)	\$ (668,576)	\$ (252,232)
e) Basic and diluted loss per share	\$ (0.09)	\$ (0.06)	\$ (0.05)
f) Total assets	\$ 2,807,044	\$1,600,796	\$ 516,162
g) Total long-term financial liabilities	Nil	Nil	Nil
h) Cash dividends per share for each class of share	Nil	Nil	Nil

Losses to 2005 reflect the Company's initial start-up costs. Exploration activity increased in 2006 and 2007 with a commensurate increase in administrative expenses.

The increase of total assets year over year reflects primarily the capitalization of the exploration program costs and property acquisition costs.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

The Company is a junior mineral exploration company and has no ongoing mining operations of any kind. There have been no revenues from operations to the date of this report. In order to sustain the exploration programs, the Company raises capital primarily through the sale of its common shares.

During the year ended December 31, 2007, administrative expenses increased by \$762,915 due to increased activity by the Company. Specific highlights include:

- Increase in office and sundry of \$74,656 due primarily to expansion of Peru operations.
- Increase in professional fees of \$268,228 due to litigation, corporate activity and increased audit and accounting costs as the Company continues to grow.
- Increase in rent of \$32,080 as the Company leased more office space.
- Increase in salary and benefits of \$163,867 as the Company hired staff, some previously acting as consultants for the Company.
- Increase in shareholder information of \$58,608 due to increased marketing and promotions.
- Increase in stock-based compensation as a result of an increase in options granted during the year.

Summary of Quarterly Results

The following information is derived from the unaudited interim financial statements of the Company that were prepared by management in accordance with Canadian GAAP.

For the quarter ended	Mar 08	Dec 07	Sep 07	Jun 07	Mar 07	Dec 06	Sep 06	Jun 06
	\$	\$	\$	\$	\$	\$	\$	\$
Net Loss	475,044	694,623	120,505	473,356	176,264	265,700	104,029	172,288
Revenues	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Net loss per share (basic and fully diluted)	0.02	0.04	0.01	0.03	0.01	0.03	0.01	0.02

The Company has no revenues to date and losses are caused by the commencement and continuation of the exploration programs.

The net loss in the 1st quarter of 2006 includes non-cash expensing of \$50,147 due to the grant of stock options and one-time regulatory charges due to the initial public offering. The increase in the 2nd quarter loss for 2006 is due to higher consulting fees that include one-time charges for the US 20-F registration statement and corporate development fees. In the 3rd quarter of 2006, the Company had a non-cash expense for stock-based compensation of \$13,771 and consulting charges including office and administration staff of \$41,715 for the quarter. The increase in the 4th quarter loss for 2006 is attributed mainly to stock-based compensation expense and site investigation charges.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

Administrative expenses in fiscal 2007 increased significantly due to the acquisition of the Peruvian mineral properties. Notable expenses in the 1st quarter of 2007 were stock-based

compensation \$35,040, travel & business development \$24,236 and consulting fees of \$43,951. Notable expenses for the 2nd quarter of 2007 were stock-based compensation \$139,988, travel and business development \$18,513, shareholder information \$13,143, consulting fees \$50,038 and legal fees \$10,055. In the 3rd quarter of 2007, notable expenses were consulting of \$35,323, foreign exchange gain of \$106,197, office and sundry of \$58,526 and shareholder information of \$52,561. In 4th quarter of 2007, the Company incurred additional professional fees of \$260,906 as a result of significantly increased activity in Peru. Office and sundry expenses decreased by \$18,502 due to a reclassification of \$101,296 in salaries and benefits incurred up to September 30, 2007. In 4th quarter the company incurred \$62,571 in salaries and benefits. Stock based compensation expense for 4th quarter was \$92,735.

In the first quarter of 2008, the Company's more significant expenses were professional fees of \$65,132 due to on-going legal fees related to lawsuits and property disputes, as well as, legal fees for the financings and accounting charges for year-end financial statement preparation. Investor relations and shareholder information costs of \$48,726 and \$43,320, respectively, for marketing and shareholder awareness programs. The acquisition of the Peruvian properties and their continuing exploration programs, are not only reflected in the exploration and acquisition costs, they are also reflected in the day-to-day operation costs, such as: Office and sundry \$74,331, salaries \$42,227, insurance \$4,906, telephone \$7,911, rent \$12,242, and consulting and management fees \$69,724. The Company incurred a foreign exchange loss of \$42,319 during quarter due to the Canadian dollar weakening against the US dollar, where exploration monies are spent.

Related Party Transactions

During the three month period ended March 31, 2008, the Company entered into transactions with related parties as follows:

- a) paid or accrued consulting fees of \$33,000 (2007 - \$21,000) to directors and companies controlled by directors.

As at March 31, 2008, accounts payable included \$3,000 due to a director of the Company for consulting services.

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

Outstanding Share Data

The Company has authorized an unlimited number of common shares, without par value. Refer to Note 7 of the financial statements. As March 31, 2008, the Company had 25,388,170 common shares issued, 1,400,000 share purchase options were outstanding, and 6,96,710 share purchase warrants outstanding. There are no other classes of shares authorized, issued or outstanding.

As of the date of this report the Company had 27,793,170 common shares issued, 8,378,710 share purchase warrants and 1,400,000 stock purchase options outstanding at various exercise prices and future dates. If all of these options and warrants were exercised, a total of 37,571,880 common shares would be issued and outstanding.

HIGH RIDGE RESOURCES INC.

Management Discussion and Analysis
For the three month period March 31, 2008

Liquidity And Capital Resources

The Company does not have operations that generate cash flow. At March 31, 2008, the Company had \$696,181 in cash and net working capital of \$597,076. The Company's activities to date have been funded primarily by the issuance of the Company's securities. In February, March and April of 2008, the company completed three tranches of a Private Placement consisting of 8,951,000 units at a price of \$0.30 per unit for total gross proceeds of \$2,685,300. Each unit consisted of one common share and one-half of one share, purchase warrant each full warrant entitling the holder to purchase one common share at a price of \$0.45 for 18 months. The net proceeds of this placement will be used to fund ongoing exploration activities, and for working capital.

Off-Balance Sheet Arrangements

As at March 31, 2008, and up to the effective date of this report, the Company had no off balance sheet arrangements.

Changes in Accounting Policies including Initial Adoption

Effective January 1, 2007, the Company adopted the new recommendations of the Canadian Institute of Chartered Accountants ("CICA") under CICA Handbook Section 1530 "Comprehensive Income" ("Section 1530"), Section 3251 "Equity", Section 3855 "Financial Instruments – Recognition and Measurement" ("Section 3855"), Section 3861 "Financial Instruments – Disclosure and Presentation" and Section 3865 "Hedges". These new sections, which apply to fiscal years beginning on or after October 1, 2006 and are further described in the notes to the financial statements, provide requirements for the recognition and measurement of financial instruments and on the use of hedge accounting.

Financial Instruments and Other Instruments

The Company's financial instruments consist of cash, receivables, advances on mineral properties and accounts payable and accrued liabilities. The carrying values of the financial instruments approximate their fair values, due to the relatively short period to maturity of these instruments. The Company is not subject to significant interest rate risk arising from these instruments.