AUGUSTINE VENTURES INC.

INTERIM FINANCIAL STATEMENTS

FOR THE THREE MONTH PERIOD
ENDED FEBRUARY 28, 2011

(UNAUDITED – PREPARED BY MANAGEMENT)

THE ACCOMPANYING INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED FEBRUARY 28, 2011 AND FEBRUARY 29, 2010 HAVE NOT BEEN REVIEWED OR AUDITED BY THE CORPORATIONS AUDITOR. THIS NOTICE IS BEING PROVIDED IN ACCORDANCE WITH SECTION 4.3(3)(a) OF THE NATIONAL INSTRUMENT 51-102 CONTINUOUS DISCLOSURE OBLIGATIONS.

Augustine Ventures Inc.
(amalgamated under the Business Corporations Act (Ontario))
Balance Sheets

	As at February 28 2011 $ (unaudited)	As at November 30 2010 $ (audited)
Assets		
Current		
Cash	1,476,299	26,149
Sundry receivables	5,574	1,016
	1,481,873	27,165
Due from related party (note 10)	76,221	69,434
Oil and gas interests (note 7)	1	1
Mining claims (note 8)	506,001	100,001
Capital assets (note 9)	18,000	-
	2,082,096	196,601
Liabilities		
Current		
Accounts payable and accrued liabilities	120,754	78,046
Due to related parties (note 10)	14,162	34,000
	134,916	112,046
Shareholders' Equity		
Share capital (note 10)	3,757,925	1,519,975
Warrants (note 10)	159,820	158,357
Contributed surplus (note 10)	20,440	20,440
Deficit	(1,991,005)	(1,614,217)
	1,947,180	84,555
	2,082,096	196,601

See Notes to Unaudited Interim Financial Statements

Augustine Ventures Inc.

Statements of Operations and Comprehensive Loss (unaudited)
For the three month periods ended February 28

	3 months ended February 28	
	2011	**2010**
	$	**$**
Expenses		
Management fees (note 10)	29,167	12,500
Accounting and corporate services (note 10)	17,500	7,500
Salaries and benefits	22,184	-
General and administrative	30,583	3,000
Investor relations	5,534	-
Shareholder relations and listing costs	17,021	5,034
Mineral property exploration - Wawa project	254,799	-
Net loss and comprehensive loss for the period	376,788	28,034
Loss per common share:		
Basic and diluted	(0.03)	(0.06)
Weighted average number of common shares		
Basic and diluted	11,206,846	440,079

See Notes to Unaudited Interim Financial Statements

Augustine Ventures Inc.
Statements of Cash Flows (unaudited)
For the three month periods ended February 28

	3 months ended February 28	
	2010	**2009**
	$	**$**
Cash provided by (used in):		
Operating activities		
Loss for the period	(376,788)	(28,034)
Changes in non-cash working capital items:		
Shares issued to retire debt	-	59,504
Sundry receivables	(4,558)	-
Accounts payable and accrued liabilities	42,708	8,034
Due to related parties	(26,625)	(39,504)
	(365,263)	-
Financing activities		
Issuance of common shares	1,831,950	-
Issuance of warrants	1,463	-
	1,833,413	-
Investing activities		
Acquisition of capital assets	18,000	-
Increase (decrease) in cash	1,486,150	-
Cash, beginning of period	26,149	-
Cash, end of period	1,512,299	-
Supplemental cash flow information:		
Cash paid for interest	-	-
Cash paid for tax	-	-

See Notes to Unaudited Interim Financial Statements

1. Nature of Operations

Augustine Ventures Inc. (“Augustine” or the “Company”) was established on May 7, 1997 as Black Mountain Minerals Inc. by statutory amalgamation of Triangle Capital Energy Corp. and Per-X Minerals Inc. pursuant to the provisions of the Business Corporations Act (Ontario). The Company engages in mineral exploration in Canada.

2. Notice of No Auditor Review of Financial Statements

Under National Instrument 51-102 “Continuous Disclosure Requirements”, 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 financials 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.

3. Significant Accounting Policies

Management has prepared these interim financial statements of the Corporation in accordance with generally accepted accounting principles in Canada. The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements, in management’s opinion, have been properly prepared using careful judgment with reasonable limits of materiality. The interim financial statements have been prepared following the same accounting policies and methods of computation as the financial statements for the fiscal year ended November 30, 2010. These interim financial statements do not contain all disclosures required under generally accepted accounting principles for annual financial statements and should therefore be read in conjunction with the financial statements and the notes for the year ended November 30, 2010.

Future Accounting Standards

International Financial Reporting Standards ("IFRS")

In January 2006, the CICA’s AcSB formally adopted the strategy of replacing Canadian GAAP with IFRS for Canadian enterprises with public accountability. On February 13, 2008, the AcSB confirmed that publicly accountable, profit oriented enterprises will be required to report under IFRS for interim and annual financial statements for periods commencing on or after January 1, 2011. Accordingly, the Company will be required to have prepared, in time for its fiscal 2012 first quarter filing, comparative financial statements in accordance with IFRS for the three months ended February 28, 2011. This will be an ongoing process as the International Accounting Standards Board and the AcSB continue to issue new standards and recommendations. The Company is in the process of evaluating the potential impact of IFRS on its financial statements. Based on the current guidance provided by regulatory bodies, it is anticipated that the Company's financial results and position as disclosed in its current Canadian GAAP financial statements will not differ significantly from that which is required in accordance with IFRS.

4. Financial Instruments

The Company’s financial instruments consist of cash, sundry receivables, advances to related party, accounts payable and accrued liabilities and due to related parties.

Fair Value Disclosure

The fair value measurement of assets and liabilities recognized on the balance sheet are categorized into levels within a fair value hierarchy based on the nature of valuation inputs.

The fair value hierarchy has the following levels:

Level 1: Quoted prices in active markets for identical assets or liabilities;
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly;
Level 3: Inputs for the asset or liability that are not based on observable market data.

Cash is classified as Level 1, sundry receivables and accounts payable and accrued liabilities are classified as Level 3 within the fair value hierarchy.

The fair values of sundry receivables and accounts payable and accrued liabilities approximate their carrying values due to the relatively short periods to maturity of these instruments. The advances to related party and the amount due to related parties are non-interest bearing with no specific terms of repayment and due on demand. The fair values of these amounts have not been disclosed because the cash flow streams of the related party amounts are not determinable.

5. Risk Factors

Financial risks

The Company's activities expose it to a variety of financial risks: credit risk, currency risk, market risk and liquidity risk. Risk management is carried out by the Company's management with guidance from the Audit Committee. It is management's opinion that the Company is not exposed to significant credit risk, currency or market risks arising from the financial instruments. It is management's opinion that the carrying values of the financial instruments approximate their fair values due to their immediate or short-term maturity.

Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Company's cash are mainly held through large Canadian financial institutions.

The Company's receivables consist of sales tax due from the Government of Canada. The Company has a demand loan due from a related party.

The carrying amount of financial assets recorded in the financial statements represents the Company's maximum exposure to credit risk.

Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due, or can only do so at excessive cost. As at February 28, 2011, it is management's opinion that the Company is not exposed to any significant liquidity risk as it has sufficent funds on hand to allow the Company to fulfil its obligations as they become due.

6. Management of Capital

The Company manages and adjusts its capital structure based on available funds in the light of changes in economic conditions and the risk characteristics of its underlying assets. The Board of Directors does not establish quantitative return on capital criteria.

As at November 30, 2010, the Company had capital resources consisting mainly of cash, sundry receivables and an advance to a related party of the Company. The Company's primary source of funds comes from equity financing through private placements.

There were no changes in the Company's approach to capital management during the period ended February 28, 2011. The Company is not subject to externally imposed capital requirements.

7. Oil and Gas Interests

The Company holds a 75% interest in certain oil and gas leases located in Camden Core Township, Kent County, Ontario. The interest is subject to 25% gross overriding royalties. These oil and gas interests are being carried at the nominal value of $1.

8. Mining Claims

	Opening	Changes	Closing
Brackin, Township, Ontario (a)			
Acquisition	$ 1	$ -	$ 1
Surluga Property, Wawa, Ontario (b)			
Acquisition	100,000	381,000	481,000
Total	$ 100,001	$ 381,000	$ 481,001

Brackin Township, Ontario

The Company holds a 100% interest in 4 patented mining claims located in Brackin Township, in the Province of Ontario. These claims are being carried at the nominal value of $1.

Surluga Property, Wawa, Ontario

Pursuant to the terms of an option agreement dated September 22, 2010 (the "Option Agreement"), as amended by an amending agreement dated November 25, 2010, entered into between the Company, Delta Uranium Inc. ("Delta") and Delta Precious Metals (Ontario) Inc. ("DPMI") and also pursuant to the terms of an assignment agreement dated September 15, 2010 (the "Assignment Agreement") entered into between the Company, Delta, DPMI, Citadel Gold Mines Inc. ("Citadel") and Citabar Limited Partnership ("Citabar"), the Company acquired an option to earn a 60% interest in the Surluga Property, which encompasses 172 mineral claims in McMurray Township, southeast of the town of Wawa, Ontario.

Pursuant to the terms of the Assignment Agreement, Citabar and Citadel consented to Delta and DPMI assigning their rights under an option agreement dated April 16, 2009, as amended, (the "Delta Option Agreement") whereby Delta and DPMI granted DPMI the exclusive right to earn an undivided 60% interest in the Surluga Property. In consideration for Citabar's consent, the Company has agreed to issue an aggregate of 1,000,000 common shares to Citabar as follows:

(1) 250,000 common shares on the date that the Ontario Ministry of Northern Development, Mines and Forestry consents to the transfer of the Surluga Property from Citadel to Citabar (the "Consent Date"), of which the said 250,000 common shares have been issued on December 22, 2010; and

(2) an additional 250,000 common shares on each of the first, second and third year anniversary of the Consent Date, which shares have also been issued on December 22, 2010.

Pursuant to the Option Agreement, the Company has agreed to pay Delta an aggregate of $100,000 and issue an aggregate of 3,810,000 common shares of which the $100,000 has been paid during the fiscal year and the common shares issued on December 22, 2010, after the fiscal year end. This Transaction is considered a related party transaction because Delta and the Company have common officers, directors and that Delta is a significant shareholder of the Company after they received shares from the option agreement.

9. Capital Assets

	February 28 2011 $	November 30 2010 $
Vehicles	18,000	-
Accumulated amortization	-	-
	18,000	-

10. Share Capital

The Corporation is authorized to issue an unlimited number of common shares.

Capital stock summary:

	Common Shares Issued and Outstanding	Options Granted	Share Purchase Warrants	Broker Warrants
As at November 30, 2009	4,719,149	307,196 (1)		
Issued to retire debts	780,851			
Issued for property	4,060,000			
Private Placement of Units November 1, 2010	2,639,290		2,639,290 (2)	
November 11, 2010		491,402(3)		
Private Placement of Units December 22, 2010	4,000,000		4,000,000 (4)	320,000 (5)
Private Placement of Flow Through Units December 22, 2010	2,150,000		1,075,000 (4)	172,000 (5)
Private Placement of Units February 8, 2011	3,125,000		3,125,000 (6)	250,000 (5)
Private Placement of Flow Through Units February 8, 2011	775,000		387,500 (6)	62,000(5)
Total	22,249,290	798,598	11,226,790	804,000

As of February 28, 2011, the fully diluted number of common shares issued and outstanding is 35,078,678.

1, Options exercisable at $0.10 expiring on November 24, 2014.

2. Warrants exercisable at $0.20 expiring on November 1, 2012.

3. 451,402 Options exercisable at $0.10 expiring on November 11, 2012 and 40,000 Options are exercisable at $0.10 expiring on November 11, 2011.

4. Warrants exercisable at $0.40 expiring on December 22, 2012.

5. Each broker warrant entitles the holder thereof to acquire one Unit at an exercise price of $0.20 per Unit (the "Broker's Unit") for a period of two (2) years from the date that the Corporation completes either (i) a distribution to the public of common shares in Canada pursuant to a prospectus and the concurrent listing of the common shares for trading on a recognized stock exchange or (ii) another transaction as a result of which all outstanding common shares, or the securities of another issuer issued in exchange for all such outstanding common shares, are traded on a recognized stock exchange and are freely tradable (subject to control block restrictions) (the Liquidity Event").

   Each Broker Unit is comprised of of one (1) common share and one (1) common share purchase warrant of the Corporation. Each warrant entitles the holder to purchase one additional common share of the Company at $0.40 expiring two years from the Liquidity Event.

6. Warrants exercisable at $0.40 expiring on February 9, 2013.

On November 1, 2010, the Company completed a private placement of 2,639,290 units at a price of $0.10 per unit for net proceeds of $263,929. Each unit consists of one common share and one full common share purchase warrant. Each whole warrant entitles the holder to subscribe for one common share at an exercise price of $0.20 per share, within two years of the closing date. The value of the associated warrants was estimated to be $158,357 using the Black-Scholes pricing option model and was disclosed as a separate component of shareholders' equity. The assumptions used for the valuation of the warrants are: Dividend yield 0%; expected volatility 147%; risk-free interest rate of 1.41%, exercise price of $0.20 per share and an expected life of 24 months. These warrants will expire on November 1, 2012.

On December 22, 2010, the Company closed a first tranche of financing for 2,150,000 Flow Through Units and 4,000,000 Non Flow Through Units at the price of $0.20 per Unit for gross proceeds of $1,230,000. Each Flow Through Unit consists of one common share and one half common share purchase warrant, and Each Non Flow Through Unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at a price of $0.40 expiring on December 22, 2012. The Company paid IBK Capital Corp. ("IBK") a cash commission of $98,400 and 492,000 Compensation Options.

On February 8, 2011, the Company closed a second tranche of financing for 775,000 Flow Through Units and 3,125,000 Non Flow Through Units at the price of $0.20 per Unit for gross proceeds of $780,000. Each Flow Through Unit consists of one common share and one half common share purchase warrant, and Each Non Flow Through Unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at a price of $0.40 expiring on February 8, 2013. The Company paid IBK a cash commission of $62,400 and 312,000 Compensation Options.

11. Related Party Transactions

Due to related parties amounts are due to shareholders and former and current directors and officers. The amounts are unsecured, non-interest bearing and have no specified terms of repayment.

As at February 28, 2011, the balance of demand loans granted by the Company to Delta was $76,221. Delta is a related party of the Company due to a common officer and directors. This loan is non-interest bearing and is due on demand.

12. Segmented Information

The Company's operations comprise a single reporting operating segment engaged in resource exploration through investing in resource properties. As the operations comprise a single reporting segment, amounts disclosed in the financial statements for loss for the year also represent segment amounts. All of the Company's operations and assets are situated in Canada.

13. Basic and Diluted Loss Per Share

Basic and diluted loss per share is computed on the basis of the loss of $376,788 for the period ended February 28, 2011 (2010 - $28,034) and the weighted average number of common or equivalent shares outstanding during the periods ended February 28, 2011 is 11,206,846 (2010 - 440,079). Basic and diluted loss per share is the same because the warrants and the options outstanding during 2011 and 2010 were not in the money.

14. Subsequent Events

On March 23, 2011, the Company closed a third and final tranche of financing for 800,000 Flow Through Units and 1,900,000 Non Flow Through Units at the price of $0.20 per Unit for gross proceeds of $540,000. Each Flow Through Unit consists of one common share and one half common share purchase warrant, and Each Non Flow Through Unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share of the Company at a price of $0.40 expiring on March 23, 2013. The Company paid IBK a cash commission of $43,200 and 216,000 Compensation Options.

On April 27, 2011, the Company issued in a total of 922,500 units equal to 15% of the total units of a private placement that closed on December 22, 2010 due to the delay of listing on the TSX Venture Exchange (see the Company’s press release dated April 27, 2011), which include 60,000 Non Flow Through Units and 322,500 Flow Through Units. Each Non Flow Through Unit consists of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at $0.40 expiring on April 27, 2013. Each Flow Through Unit consists of one flow through share and one half common share purchase warrant. Each warrant entitles the holder to purchase one additional common share of the Company at $0.40 expiring on April 27, 2013.