

Condensed Interim Financial Statements of

MANITOU GOLD INC.

Three and nine months ended September 30, 2012
(Unaudited – prepared by management)

NOTICE TO READER

The accompanying unaudited condensed interim financial statements of Manitou Gold Inc. (the "Company") have been prepared by and are the responsibility of management. The unaudited condensed interim financial statements have not been reviewed by the Company's auditors.

November 16, 2012

Manitou Gold Inc.

Condensed Interim Balance Sheets

As at September 30, 2012, with comparative figures as at December 31, 2011
(Unaudited - prepared by management)

	September 30 2012	December 31 2011
Assets		
Current		
Cash and cash equivalents	\$ 3,133,819	\$ 6,472,362
Prepaid expenses and other sundry assets	219,286	181,811
	<u>3,353,105</u>	<u>6,654,173</u>
Equipment	51,226	61,728
Mineral properties and deferred exploration costs	12,742,041	9,265,078
	<u>\$ 16,146,372</u>	<u>\$ 15,980,979</u>
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable and accrued liabilities	\$ 183,913	\$ 423,668
Flow through premium liability	-	832,000
	<u>183,913</u>	<u>1,255,668</u>
Deferred income tax	15,889	162,497
Shareholders' equity:		
Share capital (note 4)	13,671,720	12,986,971
Contributed surplus	1,345,000	1,345,000
Warrants (note 5)	3,096,312	2,848,312
Deficit	<u>(2,166,462)</u>	<u>(2,617,469)</u>
	<u>15,946,570</u>	<u>14,562,814</u>
	<u>\$ 16,146,372</u>	<u>\$ 15,980,979</u>

Commitment (note 9)

See accompanying notes to condensed interim financial statements.

Approved on behalf of the Board:

"Todd Keast" Director (Signed)

"Garett MacDonald" Director (Signed)

Manitou Gold Inc.

Condensed Interim Statements of Income (Loss) and Comprehensive Income (Loss)

Three and nine months ended September 30, 2012,
with comparative figures for the three and nine months ended September 30, 2011
(Unaudited - prepared by management)

	Three months ended September 30 2012	Nine months ended September 30 2012	Three months ended September 30 2011	Nine months ended September 30 2011
General and administrative expenses				
Stock-based compensation	\$ -	\$ -	\$ -	\$ 621,000
Office and administrative	114,614	499,234	136,874	478,641
Professional fees	41,455	55,361	-	28,036
Project generation and evaluation	-	9,218	-	4,322
Write down of mineral properties	-	-	5,826	394,800
Depreciation	4,904	13,994	2,466	5,908
Loss from operations	160,973	577,807	145,166	1,532,707
Other				
Flow through premium income	-	(832,000)	-	(1,081,000)
Interest revenue	(9,900)	(50,206)	(25,856)	(97,623)
	(9,900)	(882,206)	(25,856)	(1,178,623)
Net income (loss) before income tax	(151,073)	304,399	(119,310)	(354,084)
Income taxes				
Deferred income tax expense (recovery)	(37,517)	(146,608)	(115,891)	248,852
Net income (loss) and comprehensive income (loss) for the period	\$ (113,556)	\$ 451,007	\$ (3,419)	\$ (602,936)
Net income (loss) and comprehensive income (loss) per share - basic and diluted	\$ Nil	\$ 0.01	\$ Nil	\$ (0.02)
Weighted average shares outstanding - basic and diluted	49,655,997	49,161,258	47,579,041	37,691,575

See accompanying notes to condensed interim financial statements.

Manitou Gold Inc.

Condensed Statements of Cash Flows

Three and nine months ended September 30, 2012,
with comparative figures for the three and nine months ended September 30, 2011
(Unaudited - prepared by management)

	Three months ended September 30 2012	Nine months ended September 30 2012	Three months ended September 30 2011	Nine months ended September 30 2011
Cash flows used in operating activities:				
Income (loss) for the period	\$ (113,556)	\$ 451,007	\$ (3,419)	\$ (602,936)
Adjustments for:				
Stock-based compensation	-	-	-	621,000
Flow through premium income	-	(832,000)	-	(1,081,000)
Deferred income tax expense (recovery)	(37,517)	(146,608)	(115,891)	248,852
Write down of mineral properties	-	-	5,826	394,800
Depreciation	4,904	13,994	2,466	5,908
	(146,169)	(513,607)	(111,018)	(413,376)
Changes in non-cash working capital:				
Prepaid expenses and other sundry assets	(117,540)	(37,475)	(139,267)	(268,998)
Accounts payable and accrued liabilities	(48,226)	(239,755)	221,431	1,117,461
	(311,935)	(790,837)	(28,854)	435,087
Cash flows from financing activities:				
Issuance of share capital	593,179	592,699	302,500	9,755,436
	593,179	592,699	302,500	9,755,436
Cash flows used in investing activities:				
Capital assets	(2,369)	(3,492)	(14,167)	(64,201)
Deferred exploration expenditures incurred	(1,319,143)	(3,136,913)	(2,550,196)	(4,450,740)
	(1,321,512)	(3,140,405)	(2,564,363)	(4,514,941)
Net decrease in cash and cash equivalents	(1,040,268)	(3,338,543)	(2,290,717)	5,675,582
Cash and cash equivalents, beginning of period	4,174,087	6,472,362	10,715,623	2,749,324
Cash and cash equivalents, end of period	\$ 3,133,819	\$ 3,133,819	\$ 8,424,906	\$ 8,424,906

See accompanying notes to condensed interim financial statements.

Manitou Gold Inc.

Condensed Interim Statements of Changes in Equity

Nine months ended September 30, 2012,
with comparative figures for the nine months ended September 30, 2011
(Unaudited - prepared by management)

	Share Capital	Warrants	Contributed Surplus	Deficit	Total
Balance, January 1, 2012	\$ 12,986,971	\$ 2,848,312	\$ 1,345,000	\$ (2,617,469)	\$ 14,562,814
Net income for the period	-	-	-	451,007	451,007
Shares and warrants issued on private placement	600,000	-	-	-	600,000
Allocated to warrants	(248,000)	248,000	-	-	-
Shares issued on property acquisitions	340,050	-	-	-	340,050
Share issue costs	(7,301)	-	-	-	(7,301)
Balance, September 30, 2012	\$ 13,671,720	\$ 3,096,312	\$ 1,345,000	\$ (2,166,462)	\$ 15,946,570

	Share Capital	Warrants	Contributed Surplus	Deficit	Total
Balance, January 1, 2011	\$ 5,555,890	\$ 326,100	\$ 661,500	\$ (1,046,151)	\$ 5,497,339
Net loss for the period	-	-	-	(602,936)	(602,936)
Shares and warrants issued on private placement	10,268,824	-	-	-	10,268,824
Compensation shares and warrants issued	110,000	-	-	-	110,000
Allocated to warrants	(1,560,000)	1,560,000	-	-	-
Compensation warrants issued	-	620,000	-	-	620,000
Warrants exercised	371,050	(9,050)	-	-	362,000
Shares issued on property acquisitions	350,750	-	-	-	350,750
Options granted	-	-	621,000	-	621,000
Options exercised	205,500	-	(72,500)	-	133,000
Share issue costs	(1,581,064)	-	-	-	(1,581,064)
Balance, September 30, 2011	\$ 13,720,950	\$ 2,497,050	\$ 1,210,000	\$ (1,649,087)	\$ 15,778,913

See accompanying notes to condensed interim financial statements.

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

1. Nature of Operations:

Manitou Gold Inc. (the "Company") was incorporated under the Business Corporations Act (Ontario) and is engaged in the business of locating and exploring mineral properties. Substantially all of the efforts of the Company are devoted to these business activities. To date, the Company has not earned significant revenues and is considered to be in the exploration stage. The Company's registered office is located at 101-957 Cambrian Heights Drive, Sudbury, Ontario.

2. Basis of Presentation:

These condensed interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") applicable to the preparation of interim financial statements, including IAS 34, *Interim Financial Reporting*. They do not include all of the information and footnotes required by IFRS for full annual financial statements. These condensed interim financial statements should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2011.

The accounting policies applied in these condensed interim financial statements are consistent with those applied in the preparation of, and disclosed in, the Company's annual financial statements for the year ended December 31, 2011. The policies applied in these condensed interim financial statements are based on IFRS issued and current as of November 16, 2012, the date the Board of Directors approved the statements.

These condensed interim financial statements are presented in Canadian dollars, which is the Company's functional currency.

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

3. Accounting Estimates

The preparation of the Company's condensed interim financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the reported amounts of assets, liabilities and contingent liabilities at the date of the unaudited condensed interim financial statements and reported amounts of revenues and expenses during the reporting period. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. However, actual outcomes can differ from these estimates.

Significant areas that require the use of estimates include the assessment of valuation and impairment of mineral properties and deferred exploration costs, valuation of stock-based compensation and warrants, the assessment of contingencies and the determination of the existence and measurement of tax assets or liabilities.

4. Share Capital:

The following table reflects the continuity of share capital for the nine months ended September 30, 2012 and September 30, 2011:

	Number of Shares	Amount
Balance, January 1, 2011	27,248,333	\$ 5,555,890
Flow through shares issued on private placement ^(a)	6,400,000	3,520,000
Shares and warrants issued on private placement ^(a)	12,254,078	6,748,824
Compensation shares and warrants	200,000	110,000
Allocated to warrants	-	(1,560,000)
Shares issued on property acquisition	595,000	350,750
Exercise of options	400,000	205,500
Exercise of warrants	905,000	371,050
Share issue costs	-	(1,581,064)
Balance, September 30, 2011	48,002,411	\$ 13,720,950
Balance, January 1, 2012	48,022,411	\$ 12,986,971
Shares issued on property acquisitions	1,150,000	340,050
Flow through shares and warrants issued on private placement ^(b)	4,000,000	600,000
Allocated to warrants	-	(248,000)
Share issue costs	-	(7,301)
Balance, September 30, 2012	53,172,411	\$ 13,671,720

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

4. Share Capital (continued):

- (a) On March 29, 2011, the Company issued 6,400,000 flow through shares and 11,800,000 units for aggregate gross proceeds of \$10,010,000. In addition, the Company issued 200,000 units as a work fee relating to this financing ("compensation unit"). Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one non-flow through common share at an exercise price of \$0.70 until March 29, 2013. The Company issued 1,365,000 finder's warrants in connection with this financing (Note 5). The compensation units and finder's warrants have been valued based on the equity instruments granted. On April 19, 2011, the Company issued 454,078 units for aggregate proceeds of \$258,824. Each unit is comprised of one common share of the Company and one-half common share purchase warrant. Each warrant entitles the holder to purchase one non-flow through common share at an exercise price of \$0.70 until April 19, 2013.
- (b) On September 18, 2012, the Company issued 4,000,000 flow through units for gross proceeds of \$600,000. Each unit consists of one flow through common share of the Company and one common share purchase warrant. Each warrant entitles the holder to acquire one additional non-flow through common share of the Company at an exercise price of \$0.25 per share for a period of 24 months. Provided that if, at any time after January 18, 2013, the closing price of the common shares of the Company on the TSX Venture Exchange or such other stock exchange where the majority of trading occurs, exceeds \$0.40 for more than 20 consecutive trading days, the Company may accelerate the expiry date of the warrants, in which event the warrants will expire upon the date (the "Accelerated Expiry Date") which is 30 days following the provision of written notice by the Company advising holders of the Accelerated Expiry Date.

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

5. Warrant Capital:

The following table reflects the continuity of warrants for the nine months ended September 30, 2012 and September 30, 2011:

	Number Of Warrants	Weighted Average Exercise Price
Balance, January 1, 2011	7,512,000	\$0.49
Warrants granted	6,000,000	\$0.70
Compensation warrants granted	1,365,000	\$0.69
Warrants exercised	(905,000)	\$0.40
Balance, September 30, 2011	13,972,000	\$0.60
Balance, January 1, 2012	14,122,039	\$0.61
Warrants granted	4,000,000	\$0.25
Balance, September 30, 2012	18,122,039	\$0.53

The Company had the following warrants outstanding at September 30, 2012:

Number of Warrants	Exercise Price	Expiry Date
1,925,000	\$0.75	December 11, 2012
4,605,000	\$0.40	March 4, 2013
6,000,000	\$0.70	March 29, 2013
1,365,000	\$0.55	March 29, 2013
227,039	\$0.70	April 19, 2013
4,000,000	\$0.25	September 18, 2014
18,122,039		

The weighted average fair value of the warrants granted in the period was estimated at \$0.10 by using the Black-Scholes Option Pricing Model with the following weighted average assumptions:

Risk-free interest rate	1.10%
Dividend yield	0.00%
Volatility	130%
Expected life	2 years

Option pricing models require the use of highly subjective estimates and assumptions including the expected stock price volatility. Changes in the underlying assumptions can materially affect the fair value estimates.

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

6. Stock Options:

The following table reflects the continuity of stock options for the nine months ended September 30, 2012 and September 30, 2011:

	Number of Options	Weighted Average Exercise Price
Balance, January 1, 2011	2,610,000	\$0.40
Options granted	1,540,000	\$0.56
Options exercised	(400,000)	\$0.33
Balance, September 30, 2011	3,750,000	\$0.47
Balance, January 1, 2012 and September 30, 2012	4,050,000	\$0.48

The Company had the following stock options outstanding at September 30, 2012:

Number of Options	Exercisable	Exercise Price	Expiry Date
600,000	600,000	\$0.30	November 9, 2012
1,225,000	1,225,000	\$0.45	May 11, 2013
385,000	385,000	\$0.45	June 11, 2013
1,840,000	1,840,000	\$0.56	April 20, 2014
4,050,000	4,050,000		

7. Seasonality and Cyclicity of Operations:

Management does not consider operations to be of a significant seasonal or cyclical nature.

8. Comparative Figures:

Certain of the prior year's figures have been reclassified to conform with the current year's presentation.

MANITOU GOLD INC.

Notes to Condensed Interim Financial Statements

Three and nine months ended September 30, 2012
(Unaudited - prepared by management)

9. Commitment:

Pursuant to the terms of a flow through subscription agreement, the Company is committed to incurring \$600,000 of Canadian Exploration Expenditures ("CEE") on or prior to December 31, 2013. As at September 30, 2012, the Company has incurred approximately \$Nil towards this commitment.

MANITOU GOLD INC.

Schedule of Mineral Properties and Deferred Exploration Expenditures

Nine months ended September 30, 2012
(Unaudited - prepared by management)

	Kenwest \$	Canamerica \$	Higbee \$	Sherridon \$	Gaffney Extension \$	Harper Lake \$	Mosher Bay \$	West Limb/ Merrill \$	Sunshine Lake \$	Elora \$	Total \$
Balance, January 1, 2012	4,505,618	931,949	40,254	1,081,449	2,127,041	60,290	77,074	441,403	-	-	9,265,078
Acquisition and carrying costs:											
Option payments	-	20,000	-	50,000	27,500	-	15,000	50,000	14,000	30,000	206,500
Share issuances	-	38,000	-	12,500	91,750	-	5,700	28,600	13,500	150,000	340,050
Filing fees	-	-	-	-	1,295	-	-	-	2,295	4,656	8,246
Staking	-	-	-	-	7,600	-	-	4,275	-	-	11,875
Property taxes	2,574	-	-	-	52	-	-	367	-	-	2,993
	2,574	58,000	-	62,500	128,197	-	20,700	83,242	29,795	184,656	569,664
Exploration expenditures:											
Analysis and lab work	31,670	474	-	12,514	55,180	-	15,879	-	-	20,957	136,674
Consultants	20,938	6,863	-	7,628	59,284	2,200	25,100	3,572	3,600	45,294	174,479
Drilling	456,399	6,338	-	152,067	1,028,199	6,925	179,365	-	-	-	1,829,293
Field office	3,256	-	-	-	8,098	-	-	-	-	-	11,354
Field supplies and consumables	37,197	-	-	995	107,671	-	5,572	-	-	9,275	160,710
Line cutting	-	13,794	-	1,100	26,271	25,087	-	-	-	-	66,252
Geophysics	-	-	-	-	30,325	-	-	-	-	-	30,325
Insurance	1,664	-	-	663	4,164	-	1,501	-	-	375	8,367
Travel and accommodation	13,651	-	-	4,323	75,080	324	6,920	-	-	6,293	106,591
Wages and benefits	77,425	5,723	-	21,718	202,661	4,445	43,088	3,331	4,189	20,674	383,254
	642,200	33,192	-	201,008	1,596,933	38,981	277,425	6,903	7,789	102,868	2,907,299
	644,774	91,192	-	263,508	1,725,130	38,981	298,125	90,145	37,584	287,524	3,476,963
Balance, September 30, 2012	5,150,392	1,023,141	40,254	1,344,957	3,852,171	99,271	375,199	531,548	37,584	287,524	12,742,041

MANITOU GOLD INC.

Schedule of Mineral Properties and Deferred Exploration Expenditures

Nine months ended September 30, 2011
(Unaudited - prepared by management)

	Kenwest \$	Canamerica \$	Higbee \$	Sherridon \$	Gaffney Extension \$	Harper Lake \$	Mosher Bay \$	West Limb/Merrill \$	Total \$
Balance, January 1, 2011	2,256,759	627,714	82,075	872,240	3,448	-	-	-	3,842,236
Acquisition and carrying costs:									
Option payments	-	20,000	-	25,000	127,750	25,000	10,000	15,010	222,760
Share issuances	258,824	128,000	-	27,000	-	24,500	11,000	50,000	499,324
Filing fees	8,181	-	-	-	3,570	4,123	500	12,821	29,195
Staking	-	-	-	-	13,474	-	-	-	13,474
Property taxes	2,574	-	-	-	-	-	-	-	2,574
	269,579	148,000	-	52,000	144,794	53,623	21,500	77,831	767,327
Exploration expenditures:									
Analysis and lab work	70,706	9,506	4,247	539	27,820	1,533	2,422	898	117,671
Consultants	33,983	7,234	863	1,119	50,164	2,560	3,320	1,600	100,843
Drilling	1,162,508	61,997	283,689	-	1,157,866	-	1,508	1,477	2,669,045
Field office	1,500	-	857	429	-	-	-	-	2,786
Field supplies/consumables	147,426	17,350	16,368	577	289,638	-	-	-	471,359
Geophysics	26,315	5,498	-	68,972	11,064	-	-	-	111,849
Insurance	2,617	630	1,319	405	2,424	-	-	-	7,395
Line cutting	2,210	11,966	-	50,838	26,872	-	-	-	91,886
Management fees	96,375	12,750	9,750	-	49,875	1,500	-	-	170,250
Travel and accommodation	154,864	11,273	6,119	-	26,242	330	74	-	198,902
Wages and benefits	161,433	11,220	29,767	2,648	38,095	509	2,768	3,061	249,501
	1,859,937	149,424	352,979	125,527	1,680,060	6,432	10,092	7,036	4,191,487
Total Additions	2,129,516	297,424	352,979	177,527	1,824,854	60,055	31,592	84,867	4,958,814
Write down	-	-	(394,800)	-	-	-	-	-	(394,800)
Balance, September 30, 2011	4,386,275	925,138	40,254	1,049,767	1,828,302	60,055	31,592	84,867	8,406,250