
X-Cal Resources Ltd.

Second Quarter Report (Unaudited)
For the 6 months ended September 30, 2005

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X-CAL RESOURCES LTD.

CORPORATE INFORMATION

DIRECTORS

John M. Arnold
William E. Bateman
Shawn M. Kennedy
Derek Bartlett
Robert Preston
Larry Kornze

AUDITORS

Grant Thornton LLP, Vancouver, British Columbia

SHARES LISTED

The Toronto Stock Exchange

TRANSFER AGENT

Computershare Investor Services Inc., Toronto, Canada

CORPORATE ADDRESS

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AUDITOR REVIEW

November 10, 2004

To the Shareholders of X-Cal Resources Ltd.

The Company's independent auditor has not performed a review of these interim financial statements for the period ended September 30, 2005, in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

X-Cal Resources Ltd.

"John M. Arnold"

John M. Arnold
Chief Financial Officer

X-Cal Resources Ltd.
Consolidated Balance Sheets
(unaudited – prepared by management)

	September 30, 2005 (unaudited)	March 31, 2005 (audited)
Assets		
Current		
Cash and term deposits	2,272,085	4,310,404
Receivables and prepayments	341,242	358,496
	<u>2,613,327</u>	<u>4,668,900</u>
Mineral property interests (Note 3)	19,812,044	18,272,141
Capital Assets (Note 4)	81,660	92,016
	<u>22,507,031</u>	<u>23,033,057</u>
Liabilities		
Current		
Payables and accruals	257,868	407,389
Environmental obligations (Note 3)	507,843	557,990
	<u>765,711</u>	<u>965,379</u>
Shareholders' Equity		
Capital Stock, net of issuance costs (Note 5)	33,809,188	33,809,188
Contributed Surplus	1,475,025	1,475,025
Deficit	(13,542,892)	(13,216,535)
	<u>21,741,321</u>	<u>22,067,678</u>
	<u>22,507,031</u>	<u>23,033,057</u>

(See accompanying notes to the consolidated financial statements)

On behalf of the board:

"Shawn Kennedy"
Director

"John Arnold"
Director

X-Cal Resources Ltd.
Consolidated Statements of Loss and Deficit
(unaudited – prepared by management)

	Three Months Ended September 30		Six Months Ended September 30	
	2005	2004	2005	2004
General and administrative expenses				
Accounting	\$ -	\$ 66,738	\$ 37,965	\$ 72,438
Amortization	7,275	13,557	14,490	26,561
Investor relations	12,499	39,805	24,371	75,682
Insurance	70,180	68,388	104,093	68,388
Shareholder communications	38,011	10,433	44,816	24,407
Legal	22,006	10,271	29,504	24,314
Office and other	27,062	25,739	62,125	82,137
Regulatory fees	15,962	17,217	25,042	25,639
Rent	13,267	15,289	24,203	82,137
Salaries, consultants & directors fees	41,894	90,780	133,660	180,680
Travel	4,583	21,390	17,387	64,177
	<u>252,739</u>	<u>379,607</u>	<u>517,656</u>	<u>675,220</u>
Other				
Foreign exchange gain (loss)	(134,871)	(161,736)	(122,114)	39,806
Interest income	23,632	47,523	56,958	92,622
Accretion Expense	(15,356)	(16,169)	(31,525)	(16,169)
Cash contribution members	287,969	-	287,969	-
				<u>97,846</u>
Net loss for the period	(91,365)	(509,989)	(326,368)	(558,961)
Deficit, beginning of period	(13,451,528)	(11,476,965)	(13,216,525)	(11,427,993)
Deficit, end of period	<u>\$(13,542,893)</u>	<u>\$(11,986,954)</u>	<u>\$(13,216,525)</u>	<u>\$(11,986,954)</u>
<i>Net loss per share, basic and diluted</i>	\$ 0.001	\$ 0.007	\$ 0.004	\$ 0.007
<i>Weighted average common shares Outstanding</i>	<u>76,135,255</u>	<u>75,626,424</u>	<u>76,135,255</u>	<u>75,626,424</u>

(See accompanying notes to the consolidated financial statements)

X-Cal Resources Ltd.
Consolidated Statements of Cash Flow
(unaudited – prepared by management)

	Three Months Ended September 30		Six Months Ended September 30	
	2005	2004	2005	2004
Cash derived from (applied to)				
Operating				
Net loss	(91,365)	(509,989)	(326,358)	(558,961)
Stock-based compensation				
Amortization	7,275	13,557	14,490	26,561
Accretion expense	(59,333)	2,041	(81,672)	2,041
Changes in receivable and payables	(45,933)	(358,479)	(132,267)	190,698
	<u>(189,356)</u>	<u>(852,870)</u>	<u>(525,807)</u>	<u>(339,661)</u>
Financing				
Shares issued for cash		(5,187)		321,313
		<u>(5,187)</u>		<u>321,313</u>
Investing				
In trust deposits		55,155		55,155
Notes receivable		33,296		
Mineral property interest	(624,613)	(2,171,073)	(1,508,378)	(4,003,783)
Acquisition of capital assets	(2,421)	(86,656)	(4,134)	(95,217)
	<u>(627,034)</u>	<u>(2,169,278)</u>	<u>(1,512,512)</u>	<u>(4,043,845)</u>
Net increase (decrease) in cash	(816,390)	(3,027,335)	(2,038,319)	(4,062,193)
Cash and term deposits				
Beginning of period	<u>3,088,475</u>	<u>9,031,031</u>	<u>4,310,404</u>	<u>10,065,889</u>
End of period	<u>\$2,272,085</u>	<u>\$6,003,696</u>	<u>\$2,272,085</u>	<u>\$6,003,696</u>
Components of cash and term deposits				
X-Cal Resources Ltd.	2,099,754	3,673,646		
New Sleeper Gold LLC JV	172,331	2,330,049		
	<u>\$2,272,085</u>	<u>\$6,003,695</u>		

(See accompanying notes to consolidated financial statements)

1. Nature of Operations and Basis of Presentation

The company is engaged in the exploration of its mineral property interests and has not determined whether its properties contain reserves that are economically recoverable. The business of exploring for resources involves a high degree of risk. Few properties that are explored ultimately are developed into producing mines. Major expenses may be required to establish ore reserves, to develop metallurgical processes, and to construct mining and processing facilities at a particular site. There is no assurance that the company will be successful in its search.

The recovery of the amount recorded for mineral property interests is dependent upon the ability of the company to locate economically recoverable reserves, obtain the financing necessary to complete exploration and development of the properties, future mineral prices, and upon future profitable production.

2. Summary Significant Accounting Policies

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles.

Principles of consolidation

The consolidated financial statements include the accounts of the company and X-Cal U.S.A. Inc., its wholly-owned subsidiary. The company's interest in the joint venture (New Sleeper Gold LLC joint venture), through which it carries on its principal mineral exploration activities, is accounted for using the proportionate consolidation method.

Use of estimates

In preparing the financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and reported amounts of revenues and expenses. Actual results could differ from management's estimates.

Translation of foreign currencies

Unless otherwise noted, all amounts presented in these financial statements are expressed in Canadian dollars.

Foreign currency transactions are translated by the temporal method whereby monetary assets and liabilities are translated at the rate of exchange in effect at the balance sheet date; non-monetary assets are translated at rates prevailing when acquired; and, revenue and expenses are translated at average rates of exchange for the year. Translation gains and losses are included in the results of operations for the year.

Cash and term deposits

The company considers cash to include cash and short term investments readily convertible into cash and with original maturities of three months or less.

Mineral property interests

Mineral interests represent acquisition, holding and exploration costs, less amounts recovered, written off or written down to date. If production is attained, these costs will be amortized using the unit-of-production method based on estimated reserves. Costs related to properties which are abandoned or considered uneconomic in the foreseeable future are written off.

2. Summary Significant Accounting Policies (cont'd)

Mineral property interests

When properties are acquired under agreements requiring future acquisition payments to be made at the sole discretion of the company, those future payments, whether in cash or shares, are recorded only when the company has made or becomes obliged to make the payment or to issue the shares.

When properties are sold under agreements requiring future purchase payments to be made at the sole discretion of the purchaser, those future payments, whether in cash or shares, are recorded only when the purchaser has made or becomes obliged to make the payment or to issue the shares.

Reclamation and environmental costs

The company is subject to the laws and regulations relating to environmental matters in jurisdictions in which it operates, including those relating to property reclamation, discharge of hazardous material and other matters. The company may also be held liable should environmental problems be discovered that were caused by former owners and operators of its existing properties and properties in which it previously had an interest.

Effective April 1, 2004 the company adopted the new standards for accounting for reclamation and environmental obligations as set out in CICA Handbook Section 3110. Those standards require that the fair value of the company's reclamation and environmental obligations be recognized in the financial statements as a liability in the period in which the obligation is assumed on acquisition or is incurred in exploration of properties. The fair value of the liability is initially recorded at the discounted value of expected future cash outlays to satisfy the obligations, with a corresponding increase to mineral property interests. The liability is adjusted at the end of each period to reflect changes in the present value of the estimated future cash outlays underlying the obligation. The company records that increase in the carrying amount of the obligation as accretion expense.

Previously, reclamation and environmental obligations were accrued on an un-discounted basis at the time of acquisition of properties or as obligations were incurred in exploration activities. This change in accounting policy was applied retroactively as at March 31, 2004.

Property and equipment

Property and equipment are recorded at cost less accumulated amortization calculated over their estimated useful lives. All property and equipment is amortized on the straight-line method over 5 years.

Capital stock issued for other than cash

Capital stock issued for other than cash is valued at the price at which the stock traded on the principal stock exchange on which the stock trades at the time the related agreement to issue stock is made or, if such issuance is at the option of the company, at the time the company determines to issue such stock.

Stock-based compensation

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

2. Significant Accounting Policies (cont'd)

Future income taxes

The company follows the liability method of accounting for income taxes. Under the liability method future income tax assets and liabilities are computed on differences between the carrying amount of assets and liabilities on the balance sheet and their corresponding tax values, using enacted income tax rates at each balance sheet date. Future income tax assets also include the benefit that may be derived from loss carryforwards and unclaimed other deductions. The valuation of future income tax assets is reviewed annually and adjusted by a valuation allowance to reflect the estimated realizable amount.

Net loss per share

Net loss per share is determined by dividing net loss by the weighted average number of common shares outstanding during the year. The company uses the treasury stock method to determine the dilutive effect of stock options. This method assumes that proceeds received from the exercise of in the money stock options and warrants are used to repurchase common shares at the average market price during the period. No exercise or conversion is assumed during the years in which a net loss is incurred as the effect is anti-dilutive.

Financial instruments

The company has various financial instruments including cash, prepaid expenses and deposits, funds held in trust, and payables and accruals. The carrying value of all financial instruments approximates their fair values.

The company incurs expenditures in both Canadian and US dollars and obtains financing in Canadian dollars. Therefore, the company is exposed to foreign currency risk. The company does not use derivative instruments to mitigate that risk.

Comparative figures

Certain 2004 comparative figures have been reclassified to conform with the financial statement presentation adopted for 2005.

3. Mineral Property Interests

	<u>2005</u>	<u>September 30,</u> <u>2004</u>
Sleeper Gold Project – Nevada, USA	\$ 17,482,309	\$ 14,052,008
Mill Claims – Nevada, USA	2,304,922	1,926,051
Reese River – Nevada, USA	24,813	0
	<u>\$ 19,812,044</u>	<u>\$ 15,978,059</u>

Sleeper Gold Project

From December 1993 to December 2003, the company acquired rights to explore and develop the Sleeper Gold Project properties. Also, the company had an option to purchase the interest of a joint venturer that had a 50% interest in the properties.

3. Mineral Property Interests (cont'd)

Sleeper Gold Project

In January 2004, the company purchased the interest of the former joint venturer Kinross Gold Corporation and formed a new joint venture with New Sleeper Gold Corporation to finance exploration of the property. Certain terms of the new joint venture are set out below:

- New Sleeper Gold Corporation contributed US \$20,000,000 in cash to the joint venture.
- The company contributed its interest in the Sleeper Gold Project to the joint venture.
- The US \$20,000,000 cash contribution by New Sleeper Gold Corporation was applied to:
 - i) US \$4 million to exercise the option to purchase the Kinross Gold interest in the properties;
 - ii) US \$8 million to fund a reclamation and pollution legal liability insurance policy and a reclamation reserve of which US \$5.3 million was expended by March 31, 2004; the remaining US \$2.7 million was released subsequently and made available for exploration and general operating purposes; and
 - iii) the balance of US \$8 million for exploration and general operating purposes.
- If additional funds are required for exploration and general operating purposes, the company and New Sleeper Gold Corporation have agreed to make additional equal capital contributions. Should either party not meet its capital contributions commitment, the interest of that party will be subject to dilution.

(a) These consolidated financial statements include the company's 50% interest, expressed in Canadian dollars, of the net assets and income and expenses of New Sleeper Gold LLC joint venture as at and for the period from inception to September 30, 2005:

	<u>2005</u>	<u>2004</u>
Assets		
Cash	\$ 172,331	\$ 2,330,049
Prepaid expenses and deposits	198,788	174,669
Funds in trust	-	1,642,138
Mineral property interests	9,742,175	6,991,154
	<u>10,113,294</u>	<u>11,138,100</u>
Liabilities and equity		
Payables and accruals	104,718	662,879
Environmental obligation (Note d)	507,843	624,810
(Deficit) retained earnings	(758,467)	(408,789)
	<u>145,906</u>	<u>878,900</u>
Net assets	<u>\$ 10,259,200</u>	<u>\$ 10,259,200</u>
Operations		
Interest income	\$ 29,378	\$ 44,309
Joint Venture cash call	287,969	-
Administration expenses	(221,122)	(245,245)
Accretion Expense	(31,525)	-
Foreign exchange gain (loss)	(117,500)	6,998
	<u>(52,800)</u>	<u>(193,938)</u>
Net earnings (loss)	<u>(52,800)</u>	<u>(193,938)</u>
Retained earnings, beginning of period	<u>705,677</u>	<u>(214,851)</u>
Retained earnings (deficit), end of period	<u>\$ (758,477)</u>	<u>\$ (408,789)</u>

3. Mineral Property Interests (cont'd)

Sleeper Gold Project

- (b) See attached Consolidated Schedules of Mineral Property Acquisition and Exploration Costs.
- (c) The funds remaining in trust were released to the joint venture for general operating purposes in October 2004 when all of the Kinross Gold permits transferred to the joint venture and when the US environmental agencies released Kinross from its reclamation and pollution liability bond.
- (d) The funds held by the insurer earn interest at the one year treasury bill rate and are available to pay reclamation costs and other indemnity claims that may be incurred by the joint venture.
- (e) The joint venture has recognized the fair value of the estimated liability for future closure and reclamation costs with a corresponding increase to the carrying value of the property.
- (f) Certain claims of the Sleeper Project are subject to royalty obligations to Leland York under a lease agreement. Sleeper LLC is obliged to make advance royalty payments of \$3,000,000 payable at \$50,000 per year. Any commercial production from those claims is subject to a 3% net smelter return that may be offset in full to the extent of royalties paid in advance. When \$3,000,000 has been paid, the royalty will be reduced to 0.5%. Sleeper LLC has the right of first refusal to purchase the remaining 0.5% royalty at a price to be negotiated should the holder offer it for sale.

Mill Claims

The Mill claims were acquired by staking in 1992. The company owns a 100% interest in this 720 acre group of lode mineral claims. On June 28th the company entered into an option agreement with Placer Dome U.S., Inc., which allows Placer the right to purchase the company's Mill Creek Gold property, located in the Cortez Area, Lander County, Nevada for US \$5,000,000. A non-refundable signing fee of \$US 50,000 paid to the company has initiated the agreement.

The company will retain a 1.5% Net Smelter Return Royalty interest in the property, if the option is exercised by Placer.

Under the terms of the agreement Placer has until January 16, 2006 to determine if they will pay \$US 5,000,000 for the Mill Creek Gold property. The cash payment and the NSR interest must be delivered to the company within 60 days, following an election, to exercise the option.

Placer has the right to drill during the option period. The minimum drill test footage total that will be carried out is 5000ft. Additional footage during the time frame is possible under terms of the agreement. The initial drilling can be carried out under existing permits.

Reese River

The company has entered into a letter agreement with Placer Dome US to jointly explore the three claim blocks known as the Reese River Pediment Project, totaling 3,000 acres located in Lander County, Nevada. The company has agreed to carry out and fully fund a minimum expenditure of US \$200,000 for a drilling program to be developed by both parties, prior to September 30, 2006. Upon completion of a detailed agreement, title to the claims will transfer from Placer Dome to the company. Placer Dome has a one time right to expend triple the company's expenditures in years two and three to earn back a 51% interest in the properties.

3. Mineral Property Interests (cont'd)

Snowbird Group

In 2003, the company accepted an offer from Omineca Gold Ltd to purchase the Snowbird Property for \$1,600,000. The company retains a 2% net smelter return royalty on the property until it has received \$1,600,000 including the initial cash payment and all advance royalty and net smelter return royalty payments. The company has a right of first refusal to reacquire any portions of the property that Omineca abandons that were previously owned by the company.

4. Property and equipment

September 30, 2005	Cost	Accumulated Amortization	Net Book Value
Vehicles	\$ 145,182	\$ 90,572	\$ 54,610
Office equipment	94,146	69,095	25,051
Leasehold improvements	18,650	16,651	1,999
	<u>\$ 257,978</u>	<u>\$ 176,318</u>	<u>\$ 81,660</u>
September 30, 2004	Cost	Accumulated Amortization	Net Book Value
Vehicles	\$ 145,182	\$ 69,440	\$ 75,742
Office equipment	105,409	78,692	26,717
Leasehold improvements	21,848	18,184	3,664
	<u>\$ 272,439</u>	<u>\$ 166,316</u>	<u>\$ 106,123</u>

5. Capital Stock

a) Authorized:

The company's authorized share capital is unlimited common shares without par value.

b) Issued:

The company had no capital equity activity during the period

	<u>Shares</u>	<u>Value</u>	<u>Contributed Surplus</u>
Balance, March 31, 2003	64,412,916	\$ 27,822,728	\$ 173,999
Issued for cash	6,500,000	4,413,200	
Issued on the exercise of warrants	2,329,839	574,459	
Issued on the exercise of options	1,792,500	576,750	
Stock-based compensation – options exercised		66,864	(66,864)
Stock-based compensation – options granted			1,045,701
Balance, March 31, 2004	75,035,255	33,454,001	1,152,836
Issued on the exercise of warrants	1,025,000	307,500	
Issued for on the exercise of stock options	75,000	30,750	
Stock-based compensation – options exercised		16,937	(16,937)
Stock-based compensation – options granted December 2005			339,126
Balance, March 31, 2005	76,135,255	\$ 33,809,188	\$ 1,475,025
Balance, September 30, 2005	<u>76,135,255</u>	<u>\$ 33,809,188</u>	<u>\$ 1,335,889</u>

c) Stock Options

The company has a 10% rolling stock option plan under which directors, officers and other key employees and consultants to the corporation and its subsidiaries may be granted options to purchase shares. The number of common shares subject to options granted under the plan is 5% of the issued capital at the date of the grant with respect to any one optionee, not to exceed 10% of the then issued and outstanding (2004: 6,500,000) common shares of the company in aggregate. Options issued under the Plan may be exercised during a period determined by the board of directors, which cannot exceed five years.

Summary of stock option activity:

	<u>Shares</u>	<u>2005 Weighted Average Exercise Price</u>	<u>Shares</u>	<u>2004 Weighted Average Exercise Price</u>
Outstanding, beginning of period	5,155,000	\$ 0.68	4,315,000	\$ 0.68
Granted	-	-	-	-
Exercised	-	-	(50,000)	\$ 0.38
Expired	(90,000)	\$ 0.68	-	-
Cancelled	-	-	-	-
Outstanding, end of year	<u>5,065,000</u>	\$ 0.68	<u>4,265,000</u>	\$ 0.68

As at September 30, 2005, the Company had stock options outstanding and exercisable, enabling the holders to acquire shares as follows:

<u>Number of Shares</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
1,750,000	\$0.81	December 08, 2005
1,450,000	\$0.47	December 06, 2006
50,000	\$0.50	January 28, 2007
750,000	\$0.80	March 11, 2007
225,000	\$0.50	December 13, 2007
200,000	\$0.45	April 1, 2008
640,000	\$0.50	December 13, 2009
<u>5,065,000</u>		

d) Warrants

Summary of share warrant activity:

	<u>Shares</u>	<u>2005 Weighted Average Exercise Price</u>	<u>Shares</u>	<u>2004 Weighted Average Exercise Price</u>
Outstanding, beginning of period	3,250,000	\$ 0.72	6,744,687	\$ 0.70
Issued	-	-	-	-
Exercised	-	-	(1,025,000)	\$ 0.30
Expired	-	-	(750,000)	\$ 0.60
Outstanding, end of period	<u>3,250,000</u>	\$ 0.72	<u>4,969,687</u>	\$ 0.73

The warrants are exercisable at a price of \$0.72 and expire December 15, 2005.

e) Stock-based Compensation

The company granted no stock options during the period ended September 30, 2005 (2004 – Nil) therefore there was no stock based compensation calculated.

6. Related party transactions

The company paid legal fees of \$6,306 (2004 - \$6,667) to a law firm of which a director of the company is a partner. The company also paid an aggregate of \$6,000 (2004 - \$6,000) in consulting fees to a director of the company.

7. Segmented information

The company operates in one industry segment, the mineral resource industry, and in two geographical segments, Canada and the United States of America. All current exploration activities are conducted in Nevada, USA. The net loss and assets identifiable with those geographic areas are as follows:

	<u>2005</u>	<u>2004</u>
Net (loss) income		
Canada	\$ (296,553)	\$ (339,912)
U.S.A.	(221,123)	(219,049)
	<u>\$ (517,656)</u>	<u>\$ (558,961)</u>
Assets		
Canada	\$ 2,323,868	\$ 3,947,953
U.S.A.	20,183,163	20,191,677
	<u>\$ 22,507,031</u>	<u>\$ 24,139,630</u>

8. Commitments

a) Office Lease

The company leases office space in Vancouver until July 31, 2007, under which it must pay \$26,187 annually as its share of base rent and operating costs.

b) Management Agreements

The company has a five year Employment Agreement dated September 1, 2004 whereby it will pay an administrative manager \$72,000 per annum. Currently, by mutual agreement between the parties, the employee is receiving \$36,000 per annum as payment in full for services provided. Should the company terminate the agreement or should the company have an effective change of control it will be liable for payment of one year's salary at the full rate of \$72,000.

The company has an employment contract with its President. Under the terms of that contract, remuneration is \$120,000 per annum reviewable on October 1st of each year, when such remuneration may be increased but not decreased. The contract provides that, in the event of termination by the company, the President shall receive three times the annual amount salary in the year of termination plus US \$150,000.

X-Cal Resources Ltd.
Consolidated Schedules of Mineral Acquisition and Exploration Costs
For the three months ended September 30, 2005 and 2004

	2005				2004		
	Sleeper Gold Project	Pipeline Area - Mill Claims	Reese River	Total	Sleeper Gold Project	Pipeline Area - Mill Claims	Total
Mineral acquisitions and exploration expenditures, beginning of period	\$ 22,647,442	\$ 2,217,401	-	\$ 24,864,843	17,991,460	\$ 139,095	\$ 18,130,555
Acquisition and holding costs incurred							
Advance royalties							
Property acquisitions							
	\$ -	\$ -	-	\$ -	\$ -	\$ -	\$ -
Exploration Expenditures							
Claim Staking	-	-	-	-	-	-	-
Consulting	13,996	7,544	847	22,387	615,580	46,711	662,291
Geology	528,926	-	-	528,926	-	65,063	65,063
Drilling & Assaying	356,166	4,955	-	361,121	1,261,724	1,426,812	2,688,536
Field expenses	222,712	45,103	-	267,815	238,841	185,195	424,036
Insurance	3,500	3,500	-	7,000	2,073	4,166	6,239
Geophysics & Geochemistry	169,084	13,139	-	182,223	112,496	26,611	139,107
Licenses and fees	-	5,910	23,966	29,876	-	6,329	6,329
Reclamation	-	-	-	-	-	-	-
Stock-based compensation	-	-	-	-	-	-	-
Office, wages, prof fees & travel expenses	68,252	68,945	-	137,197	32,845	26,069	58,914
	\$ 1,362,636	\$ 149,096	\$ 24,813	\$ 1,536,545	\$ 2,263,559	\$ 1,786,956	\$ 4,050,515
Option payments received		(61,575)	-	(61,575)			
Mineral property interests written off		\$ -	-	\$ -	\$ -	\$ -	\$ -
Mineral exploration expenditures and interests before other costs (recoveries)	\$ 24,010,078	\$ 2,304,922	\$ 24,813	\$ 26,339,813	\$ 20,255,019	\$ 1,926,051	\$ 22,181,070
Prepaid reclamation obligation insurance	1,167,415	-	-	1,167,415	1,340,835	-	1,340,835
Funds held by insurer for reclamation obligation	1,638,780	-	-	1,638,780	2,057,965	-	2,057,965
Deferred environmental cost	657,389	-	-	657,389	657,389	-	657,389
Cash Call - JV	267,848	-	-	267,848	-	-	-
Recovery through joint venturer cash contribution	(10,259,200)	-	-	(10,259,200)	(10,259,200)	-	(10,259,200)
Mineral interests, end of period	\$ 17,482,310	\$ 2,304,922	\$ 24,813	\$ 19,812,045	\$ 14,052,008	\$ 1,926,051	\$ 15,978,059

X-Cal Resources Ltd.
Consolidated Schedules of Mineral Acquisition and Exploration Costs
For the three months ended September 30, 2005 and 2004