



Plata Latina Minerals Corporation

Condensed Consolidated Interim Financial Statements (unaudited)
For the Three and Six Months Ended June 30, 2012

Notice to Reader

These condensed consolidated interim financial statements (unaudited) have been prepared by management and have not been reviewed by the Company's auditors.

Plata Latina Minerals Corporation

Condensed Consolidated Interim Statements of Financial Position (unaudited)
(Expressed in Canadian Dollars)

	June 30, 2012	December 31, 2011
Assets:		
Current assets:		
Cash and cash equivalents	\$ 3,453,912	\$ 1,172,112
Trade and other receivables	40,603	19,194
Prepaid expenses (note 6)	137,383	145,892
	<u>3,631,898</u>	<u>1,337,198</u>
Exploration and evaluation expenditures (note 4)	2,219,146	799,745
Property, plant and equipment	50,231	20,669
Long-term receivables	374,682	166,079
	<u>374,682</u>	<u>166,079</u>
Total assets	<u>\$ 6,275,957</u>	<u>\$ 2,323,691</u>
Shareholders' equity:		
Common shares (note 5)	\$ 7,573,705	\$ 2,959,320
Reserves (note 5)	679,527	586,570
Deficit	(2,060,000)	(1,451,455)
	<u>6,193,232</u>	<u>2,094,435</u>
Liabilities:		
Current liabilities:		
Accounts payable and accrued liabilities (note 3)	82,725	229,256
	<u>82,725</u>	<u>229,256</u>
Total shareholders' equity and liabilities	<u>\$ 6,275,957</u>	<u>\$ 2,323,691</u>

These condensed consolidated interim financial statements have been authorized for issue by the Board of Directors on August 16, 2012.

APPROVED BY THE DIRECTORS

/s/ Michael Clarke

Michael Clarke, President and Chief Executive
Officer

/s/ Gilmour Clausen

Gilmour Clausen, Chairman

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

Plata Latina Minerals Corporation

Condensed Consolidated Interim Statements of Loss and Comprehensive Loss (unaudited)
(Expressed in Canadian Dollars)

	Three months ended June 30,		Six months ended June 30,	
	2012	2011	2012	2011
Expenses:				
Salaries and benefits	\$ 118,310	\$ 81,883	\$ 189,741	\$ 165,251
Share-based payments	198,273	-	198,273	-
Exploration (note 4)	4,381	76,863	61,132	119,180
Professional services	13,867	27,498	40,848	49,714
Office and administration	36,366	8,863	48,843	20,524
Rent	18,287	12,756	28,455	22,678
Foreign exchange loss	3,000	913	9,839	5,509
Investor relations	10,372	3,436	14,102	5,460
Fiscal and advisory services	11,299	-	11,299	-
Filing and regulatory	2,539	-	2,561	-
Finance costs	58	662	327	1,562
Depreciation	551	1,787	3,125	1,845
Net loss for the period	(417,303)	(214,661)	(608,545)	(391,723)
Other comprehensive loss (income):				
Foreign currency translation differences	10,119	(17)	(59,018)	1,197
Comprehensive loss for the period	\$ (427,422)	\$ (214,644)	\$ (549,527)	\$ (392,920)
Basic and diluted net loss per share	\$ (0.010)	\$ (0.007)	\$ (0.017)	\$ (0.014)
Weighted average number of shares outstanding	43,261,005	28,835,000	36,048,003	28,112,956

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

Plata Latina Minerals Corporation

Condensed Consolidated Interim Statements of Equity (unaudited)
(Expressed in Canadian Dollars)

	Share capital (note 5)		Reserves				Deficit	Total equity
	Number of Shares	Amount	Foreign Currency Translation	Options and warrants	Reserves Total			
Balance, January 1, 2012	28,835,000	\$ 2,959,320	\$ (75,293)	\$ 661,863	\$ 586,570	\$ (1,451,455)	\$ 2,094,435	
Share-based payments expense	-	-	-	198,273	198,273	-	198,273	
Share-based payments applied to exploration and evaluation expenditures	-	-	-	25,831	25,831	-	25,831	
Repricing of common shares	-	85,590	-	-	-	-	85,590	
Initial public offering	6,900,000	3,450,000	-	-	-	-	3,450,000	
Share issue costs	-	(445,320)	-	-	-	-	(445,320)	
Issued on exercise of warrants	12,223,250	1,333,950	-	-	-	-	1,333,950	
Fair value of warrants exercised	-	190,165	-	(190,165)	(190,165)	-	-	
Comprehensive loss	-	-	59,018	-	59,018	(608,545)	(549,527)	
Balance, June 30, 2012	47,958,250	\$ 7,573,705	\$ (16,275)	\$ 695,802	\$ 679,527	\$ (2,060,000)	\$ 6,193,232	

	Share capital		Reserves				Deficit	Total equity
	Number of Shares	Amount	Foreign Currency Translation	Warrants	Reserves Total			
Balance, January 1, 2011	19,500,000	\$ 508,530	\$ (681)	\$ 166,470	\$ 165,789	\$ (388,572)	\$ 285,747	
Shares issued for cash	9,335,000	2,800,500	-	-	-	-	2,800,500	
Fair value of warrants issued	-	(349,710)	-	349,710	349,710	-	-	
Comprehensive loss	-	-	(1,197)	-	(1,197)	(391,723)	(392,920)	
Balance, June 30, 2012	28,835,000	\$ 2,959,320	\$ (1,878)	\$ 516,180	\$ 514,302	\$ (780,295)	\$ 2,693,327	

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

Plata Latina Minerals Corporation

Condensed Consolidated Interim Statements of Cash Flows (unaudited)

(Expressed in Canadian Dollars)

	Three months ended June 30,		Six months ended June 30,	
	2012	2011	2012	2011
Cash provided by (used in):				
Operating activities:				
Net loss for the period	\$ (417,303)	\$ (214,661)	\$ (608,545)	\$ (391,723)
Items not affecting cash:				
Share-based payments	198,273	-	198,273	-
Unrealized foreign exchange loss	6,314	2,193	10,504	4,012
Depreciation	551	1,787	3,125	1,845
	(212,165)	(210,681)	(396,643)	(385,866)
Net changes in non-cash working capital items:				
Trade and other receivables	(2,948)	18,177	(21,409)	(9,509)
Prepaid expenses	(5,370)	(22,789)	8,509	(80,447)
Accounts payable and accrued liabilities	(38,002)	2,896	(92,945)	18,107
Cash used in operating activities	(258,485)	(212,397)	(502,488)	(457,715)
Financing activities:				
Proceeds from private placement	-	-	-	2,800,500
Proceeds from initial public offering	3,450,000	-	3,450,000	-
Share issue costs	(358,968)	-	(445,320)	-
Exercise of warrants	1,333,950	-	1,333,950	-
Repricing of common shares	-	-	85,590	-
Cash provided by financing activities	4,424,982	-	4,424,220	2,800,500
Investing activities:				
Exploration and evaluation expenditures	(998,798)	(36,275)	(1,395,633)	(36,275)
Purchase of property, plant and equipment	(29,292)	(28,903)	(36,693)	(30,292)
Long-term receivables	(152,387)	(7,854)	(199,062)	(25,936)
Cash used in investing activities	(1,180,477)	(73,032)	(1,631,388)	(92,503)
Effect of exchange rate changes on cash and cash equivalents	(5,858)	(1,992)	(8,544)	(5,144)
Increase (decrease) in cash and cash equivalents	2,980,162	(287,421)	2,281,800	2,245,138
Cash and cash equivalents, beginning of period	473,750	2,843,055	1,172,112	310,496
Cash and cash equivalents, end of period	\$ 3,453,912	\$ 2,555,634	\$ 3,453,912	\$ 2,555,634

Supplemental cash flow information (note 9)

The accompanying notes form an integral part of these condensed consolidated interim financial statements.

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

1. Reporting entity

Plata Latina Minerals Corporation ("Plata") was incorporated on April 1, 2010 and is organized under the laws of British Columbia, Canada. Plata's corporate office is located at Suite 400 - 837 West Hastings Street, Vancouver, British Columbia, Canada, V6C 3N6. The condensed consolidated interim financial statements as at June 30, 2012 consist of Plata and its wholly-owned subsidiary, Plaminco S.A. de C.V. ("Plaminco", together referred to as the "Company"). Plaminco is organized under the laws of Mexico. On April 11, 2012, Plata began trading on the TSX Venture Exchange ("TSX-V") under the symbol "PLA".

The Company is in the process of acquiring and exploring mineral property interests and has not yet determined whether the properties contain mineral reserves that are economically recoverable. The amounts shown as exploration and evaluation expenditures represent acquisition and exploration costs and do not necessarily represent present or future values. Recoverability of the amounts shown for exploration and evaluation expenditures is dependent upon the discovery of economically recoverable mineral reserves, securing and maintaining title and beneficial interest in the properties, the ability of the Company to obtain financing necessary to complete the exploration and development of its mineral properties, and on future profitable production or proceeds from the disposition of the mineral properties.

Although the Company has taken steps to verify title to mineral properties in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title.

2. Basis of Presentation

Statement of compliance

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* ("IAS 34") using accounting policies consistent with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board and interpretations of the International Financial Reporting Interpretations Committee. Accordingly, they do not include all of the information and notes to the consolidated financial statements required by IFRS for complete financial statements and should be read in conjunction with the Company's most recent audited consolidated financial statements. These unaudited condensed consolidated interim financial statements follow the same accounting policies and methods of application used in the Company's audited consolidated financial statements as at and for the year ended December 31, 2011. The Board of Directors authorized these financial statements for issuance on August 16, 2012.

3. Accounts payable and accrued liabilities

	June 30, 2012	December 31, 2011
Trade payables	\$ 67,563	\$ 131,160
Accrued liabilities	14,818	90,953
Due from related party (note 6)	344	7,143
Accounts payable and accrued liabilities	<u>\$ 82,725</u>	<u>\$ 229,256</u>

All trade payables are non-interest bearing and payable within 30 days. All other payables and accrued liabilities have an average life before payment of 90 days.

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

4. Exploration and evaluation expenditures

Capitalized

The following is a summary of movements in exploration and evaluation expenditures during the period:

	Naranjillo		
	Project	Other	Total
As at December 31, 2011	\$ 799,745	\$ -	\$ 799,745
Additions	1,401,934	17,467	1,419,401
As at March 31, 2012	\$ 2,201,679	\$ 17,467	\$ 2,219,146

Expensed

The following is a summary of exploration and evaluation expenditures expensed by category:

	Three months ended June 30,		Six months ended June 30,	
	2012	2011	2012	2011
Assaying	\$ -	\$ 1,972	\$ 15,717	\$ 4,146
Contractor and general labour	761	29,935	8,574	49,452
Travel, food and accommodations	232	8,854	1,498	18,952
Camp costs, supplies and other	571	2,184	630	3,296
Vehicles and related costs	-	2,485	488	4,388
Environmental	-	9,625	3,273	9,625
Survey work	-	4,696	-	7,781
Claims and taxes	1,744	17,112	22,051	21,540
Salaries and benefits	-	-	4,079	-
Legal	1,073	-	4,822	-
	\$ 4,381	\$ 76,863	\$ 61,132	\$ 119,180

5. Capital and reserves

a) *Authorized share capital*

At June 30, 2012, the authorized share capital comprised of an unlimited number of common shares. The common shares do not have a par value and all issued common shares are fully paid.

b) *Reconciliation of changes in share capital*

	Number of		Amount
	Shares		
Balance, January 1, 2012	28,835,000	\$	2,959,320
Repricing of common shares (note (b)(i))	-		85,590
Initial public offering (note (b)(ii))	6,900,000		3,450,000
Share issue costs (note (b)(ii))	-		(445,320)
Issued on exercise of warrants	12,223,250		1,333,950
Fair value of warrants exercised	-		190,165
Balance, June 30, 2012	47,958,250	\$	7,573,705

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

i. *Repricing of common shares*

On March 21, 2012, the President and Chief Executive Officer of the Company contributed funds of \$85,590 to the capital of the Company in order to increase the cost base associated with his common shares. This contribution was completed in order to meet the requirements of the regulatory authorities as part of the prospectus process in support of listing the Company on the TSX-V.

ii. *Initial public offering*

On April 9, 2012, the Company completed an initial public offering (the "Offering") for gross proceeds of \$3,450,000 for the issuance of 6,900,000 common shares and then on April 11, 2012 began trading on the TSX-V under the symbol "PLA". There were costs incurred associated with the Offering totalling \$445,320 (December 31, 2011 - \$106,009 recorded as share issue costs prepaid in relation to financing associated with initial public offering). Included in the Offering costs was a cash commission to the agent of the transaction equal to 5% of the gross amount raised in the Offering. In addition, the agent received an option (the "Agent's Option") to purchase that number of common shares as is equal to 5% of the common shares sold pursuant to the Offering.

c) *Foreign currency translation reserve*

The translation reserve comprises all foreign currency differences arising from the translation of the financial statements of the foreign operations, as well as from the translation of inter-group loans that form the Company's net investment in a foreign subsidiary.

d) *Options and warrants reserve*

Stock options

On March 1, 2012, the Company's stock option plan was approved by the Board of Directors of the Company which provides eligible directors, officers, employees and consultants with the opportunity to acquire an ownership interest in the Company and is the basis for the Company's long-term incentive scheme.

The following table shows the change in the Company's stock options during the periods ended June 30, 2012:

	Number of Options	Weighted Average Exercise Price (in CAD)
Balance, start of period	-	-
Granted	1,530,000	\$0.50
Forfeited	(30,000)	\$0.50
Balance, end of period	1,500,000	\$0.50

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

The following table provides information on stock options outstanding and exercisable at June 30, 2012:

Grant Date	Exercise Price	Options Outstanding		Options Exercisable	
		Number of Options	Weighted average remaining contractual life (years)	Number of Options	Weighted average remaining contractual life (years)
April 9, 2012 (note (d)(i))	\$0.50	345,000	0.78	345,000	0.78
April 11, 2012 (note (d)(ii))	\$0.50	1,155,000	4.78	112,500	4.78
		<u>1,500,000</u>	<u>3.86</u>	<u>457,500</u>	<u>1.76</u>

For the three and six months ended June 30, 2012, the Company recognized a share-based payments charge against income of \$198,273 (June 30, 2011 – \$nil). A further \$25,831 (June 30, 2011 – \$nil) was capitalized to exploration and evaluation expenditures during the six months ended June 30, 2012 based on the proportion of geologist and management time incurred on the capitalized exploration properties.

The fair value of the options was estimated using the Black-Scholes option-pricing model. Comparative companies in the process of exploring mineral resource properties were used to assess the historical volatility of the Company.

Option-pricing models require the input of highly subjective assumptions including the expected share price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable measure of the fair value of the Company's incentive stock options.

i. *Agent's Option*

In association with the Offering (note 5(b)(ii)), the Agent's Option to purchase 345,000 shares is exercisable for a period of one year following the closing of the Offering at a price of \$0.50 per Share.

The assumptions used in determining the fair value of the options of \$59,167 were: an expected life of 1 year; annualized volatility of 87%; a risk free interest rate of 1.59%; and zero expected dividend yield.

ii. *April 11, 2012 Stock Option Grant*

On March 22, 2012, the Board of Directors approved the grant of 1,185,000 options to purchase shares, to be granted in connection with the completion of listing on the TSX-V. Subsequently, on April 11, 2012, being the date of listing on the TSX-V, these 1,185,000 stock options with an exercise price of \$0.50 were granted to directors, executive officers, employees and consultants.

The assumptions used in determining the fair value of the options of \$405,457 were: an expected life of 5 years; annualized volatility of 87%; a risk free interest rate of 1.54%; and zero expected dividend yield.

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

Warrants

The following summarized the Company's warrants at June 30, 2012:

Date of Issue	Exercise Price	Expiry Date	December 31, 2011	Issued	Exercised	Expired	June 30, 2012
April 30, 2010	\$0.10	April 30, 2012	12,000,000	-	(12,000,000)	-	-
January 14, 2011	\$0.60	June 30, 2012	4,667,500	-	(223,250)	(4,444,250)	-
			16,667,500	-	(12,223,250)	(4,444,250)	-

6. Related parties

Related party transactions

The Company shares office space, equipment, personnel and various administrative services with other companies related by virtue of certain common directors and management. These services have been mainly provided through a management company equally owned by the related companies. Costs incurred by the management company are allocated between the related companies based on the time incurred and use of services and are charged at cost. In addition, certain other professional administrative services have been provided by other related companies and charged at cost. There is no fee or administrative charge from the management company. During the three and six months ended June 30, 2012, the Company was charged \$102,240 and \$165,985 (three and six months ended June 30, 2011 – \$61,607 and \$108,788) in connection with these arrangements, which was largely in relation to the payment of salaries and rent. Amounts are due on demand, unsecured, and have no terms or repayment.

At June 30, 2012, there was a balance of \$42,189 (December 31, 2011 – \$32,454) of prepaid expenses paid to the management company. In addition, there is an amount of \$344 (December 31, 2011 – \$7,143) due to a related company for office and administrative costs paid on behalf of Plata.

7. Commitments

The Company is committed to payments under operating leases for building through 2018 in the total amount of approximately \$149,000. Annual payments are:

Remainder of 2012	\$	26,600
2013		37,900
2014		22,600
2015		22,600
2016 and thereafter		39,300

8. Segment information

The Company operates in one industry segment, being mining. Geographic information is as follows:

	Canada	Mexico	Total
Long-term assets as at:			
June 30, 2012	\$ 242,522	\$ 2,401,537	\$ 2,644,059
December 31, 2011	\$ 94,368	\$ 892,125	\$ 986,493

Plata Latina Minerals Corporation

Notes to the Condensed Consolidated Interim Financial Statements (unaudited)

For the Three and Six Months Ended June 30, 2012

(Expressed in Canadian Dollars, unless otherwise stated)

	Canada		Mexico		Total
Net loss for the three month period ended:					
June 30, 2012	\$	(395,017)	\$	(22,286)	\$ (417,303)
June 30, 2011	\$	(121,173)	\$	(93,488)	\$ (214,661)
Net loss for the six month period ended:					
June 30, 2012	\$	(517,728)	\$	(90,817)	\$ (608,545)
June 30, 2011	\$	(246,374)	\$	(145,349)	\$ (391,723)

9. Supplemental cash flow information

	For the three and six months ended June 30,	
	2012	2011
Cash and cash equivalent balances, end of period comprise:		
Cash and balances with banks	\$ 222,412	\$ 2,555,634
Guaranteed Investment Certificate	3,231,500	-
Total cash and cash equivalents	<u>\$ 3,453,912</u>	<u>\$ 2,555,634</u>