MACMILLAN GOLD CORP.

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

FOR THE NINE MONTH PERIOD ENDED

JUNE 30, 2006

In accordance with National Instrument 51-102 release by the Canadian Securities Administrators, the Company discloses that its auditors have not reviewed the unaudited financial statements for the nine month period ended June 30, 2006.

MACMILLAN GOLD CORP.
INTERIM CONSOLIDATED BALANCE SHEETS
(Unaudited-Prepared by Management)

	June 30, 2006 $	September 30, 2005 $ (Audited)
ASSETS		
CURRENT		
Cash	**2,196,246**	123,545
Marketable securities (Note 5)	**41,560**	164,501
Prepaid expense	**1,877**	21,155
Amounts receivable	**21,437**	4,834
	2,261,120	314,035
INVESTMENTS (Note 5(b))	**2**	2
EXPLORATION PROPERTIES (Note 3)	**2,901,267**	2,813,965
	5,162,389	3,128,002
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities	**79,038**	183,473
Advances from exploration partners	**18,999**	148,294
	98,037	331,767
SHAREHOLDERS' EQUITY		
CAPITAL STOCK (Note 4(b))	**19,438,298**	17,154,331
WARRANTS (Note 4(d))	**574,923**	172,900
CONTRIBUTED SURPLUS	**311,005**	496,532
DEFICIT	**(15,259,874)**	(15,027,528)
	5,064,352	2,796,235
	5,162,389	3,128,002

On behalf of the Board

Signed "Greg Van Staveren" , Director

Signed "Ross D. Lawrence" , Director

MACMILLAN GOLD CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JUNE 30, 2006
(Unaudited-Prepared by Management)

	Three Months Ended June 30,		Nine Months Ended June 30,	
	2006	**2005 (re-stated)**	**2006**	**2005 (re-stated)**
	$		**$**	
EXPENSES				
Administrative and general	**89,293**	79,991	**277,932**	308,784
Stock based compensation	**-**	-	**-**	6,000
NET LOSS BEFORE THE FOLLOWING	**89,293**	79,991	**277,932**	314,784
Interest Income	**(17,306)**	-	**(17,311)**	**-**
Gain on sale of securities	**(21,573)**	-	**(28,275)**	**-**
NET LOSS FOR THE PERIOD	**50,414**	79,991	**232,346**	314,784
Deficit at beginning of period	**15,209,460**	14,374, 084	**15,027,528**	14,139,291
Deficit at end of period	**15,259,874**	14,454, 075	**15,259,874**	14,454,075
LOSS PER SHARE – basic and diluted	**0.004**	0.001	**0.005**	0.001

MACMILLAN GOLD CORP.
CONSOLIDATE STATEMENTS OF CASH FLOW
FOR THE NINE MONTHS ENDED JUNE 30, 2006
(Unaudited-Prepared by Management)

	Three Months Ended June 30,		Nine Months Ended June 30,	
	2006	**2005 (re-stated)**	**2006**	**2005 (re-stated)**
	$		**$**	
CASH FLOWS FROM OPERATING ACTIVITIES				
Net (loss) for the period	**(50,414)**	(79,991)	**(232,346)**	(314,784)
Stock base compensation	**-**	-	**-**	6,000
	(50,414)	(79,991)	**(232,346)**	(308,784)
Changes in non-cash working capital balances:				
Decrease (increase) in prepaid expenses	**2,923**	6,108	**19,278**	17,417
Decrease (increase) in amounts receivable	**85,560**	26,636	**(16,603)**	34,943
(Decrease) increase in accounts payable and accrued liabilities	**(1,567)**	25,596	**(18,346)**	270,439
(Decrease) advance from exploration partners	**(4,161)**		**(129,295)**	
Increase in investments	**-**	(48,500)	**-**	(164,500)
Cash flows from operating activities	**32,341**	(70,151)	**(377,312)**	(150,485)
CASH FLOWS FROM INVESTING ACTIVITIES				
Exploration property expenditures	**(199,435)**	(290,237)	**(440,036)**	(978,030)
Recoveries from exploration partners	**34,753**	54,189	**225,085**	180,862
Proceeds on sales of marketable securities	**43,940**	-	**164,501**	-
Cash flows from investing activities	**(120,742)**	(236,048)	**(50,450)**	(797,168)
CASH FLOWS FROM FINANCING ACTIVITIES				
Issuance of capital stock/increase in share subscriptions	**-**	165,000	**2,337,963**	706,800
Exercise of stock options	**-**	**-**	**162,500**	-
Cash flows from financing activities	**-**	165,000	**2,500,463**	706,800
(Decrease) Increase in cash	**(88,401)**	(141,199)	**2,072,701**	(240,853)
Cash at beginning of period	**2,284,647**	194,655	**123,545**	294,309
Cash at end of period	**2,196,246**	53,456	**2,196,246**	53,456
SUPPLEMENTAL CASH FLOW INFORMATION				
Change in exploration expenditures payable	**15,686**	-	**86,089**	**-**
Exercise of stock options	**-**	-	**34,800**	**-**
Shares received for interest in exploration properties	**13,500**	-	**41,560**	**-**

MACMILLAN GOLD CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JUNE 30, 2006
(Unaudited-Prepared by Management)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. BASIS OF PRESENTATION AND ONGOING OPERATIONS

MacMillan Gold Corp. (the "Company") is a publicly listed company continued under the Canada Business Corporations Act. The Company's common shares are listed on the TSX Venture Exchange. The Company, directly and through exploration partners, is engaged in the exploration of mineral properties primarily in North and South America and considers itself to be an exploration stage company. The Company's head office is located in Canada and substantially all of the Company's operating expenses are incurred in Canada.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values. The Company's mining assets are located outside of Canada and are subject to the risk of foreign investment, including increases in taxes and royalties, renegotiation of contracts, currency exchange fluctuations and political uncertainty.

2. SIGNIFICANT ACCOUNTING POLICIES

The interim consolidated financial statements of the Company have been prepared by management in accordance with accounting principles generally accepted in Canada. The preparation of the consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the interim consolidated financial statements and accompanying notes. Actual results could differ from those estimates. The interim consolidated financial have, in management's opinion, been properly prepared using careful judgement with the reasonable limits of materiality. These interim consolidated financial statements should be read in conjunction with the most recent annual consolidated financial statements. The significant accounting polices follow those of the September 30, 2005 audited consolidated financial statements. Comparative figures for the quarter ended June 30, 2005 were re-stated to reflect the presentation adopted in the September 30, 2005 audited financial statements. The value of shares received as a result of property option agreements and the 10% administration fees earned from property option agreements were previously reported as revenue in the June 2005 quarterly financial statements. This revenue is now included in the comparative results in these financial statements as a reduction of exploration expenditures.

MACMILLAN GOLD CORP.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE NINE MONTHS ENDED JUNE 30, 2006
(Unaudited-Prepared by Management)

3. EXPLORATION PROPERTIES

	Balance at September 30, 2005 $	Additions (Recoveries) $	Balance at June 30, 2006 $
Mexican Exploration Projects			
Acquisition costs	105,811	49,902	155,713
Deferred exploration costs	3,082,339	304,045	3,386,384
Shares received from exploration partners	(164,500)	(28,060)	(192,560)
Expenditure recoveries from partners	(281,660)	(221,027)	(502,687)
Management fees earned	(26,950)	(17,558)	(44,508)
	2,715,040	87,302	2,802,342
Peruvian Exploration Projects			
Acquisition costs	64,000	-	64,000
Deferred exploration costs	44,295	-	44,295
Expenditure recoveries	(10,000)	-	(10,000)
	98,925	-	98,925
	2,813,965	87,302	2,901,267

The details of the Company's various exploration projects are described more fully in the September 30, 2005 audited consolidated financial statements**.**

Property Option Agreements

In April 2006, MacMillan and Au Martinique Silver Inc. mutually agreed to terminate the El Socorro Property Option Agreement and the Bautiste Mine Property Option Agreement. No further shares of Au Martinique are due to MacMillan and all project expenditures have been received from Au Martinique. The companies reached the decision to terminate jointly and amicably.

In June 2006, MacMillan announced that it has resolved all issues that were outstanding with First Star Resources Inc. regarding the Alpha, Beta, Gamma Properties in the State of Colima in Mexico. The Colima properties were optioned by MacMillan Gold to First Star under a 50% earn-in agreement in 2005 and the option agreement was subsequently terminated by First Star in April 2006. MacMillan Gold has accepted 75,000 common shares of First Star Resources Inc, as settlement in full of all outstanding issues.

4. CAPITAL STOCK, COMMON SHARE OPTIONS AND WARRANTS

a) Authorized

The Company's authorized capital consists of an unlimited number of common shares without par value.

b) Common shares issued	Shares #	Amount $
Balance, September 30, 2005	35,738,912	17,154,331
Issued on exercise of stock options	30,000	8,940
Balance, December 31, 2005	35,768,912	17,163,271
Issued in private placement (net of issue cost of $ 241,787)	10,319,000	2,086,667
Issued on exercise of stock options	620,000	188,360
Balance, June 30, 2006	46,707,912	19,438,298

4. CAPITAL STOCK, COMMON SHARE OPTIONS AND WARRANTS (Continued)

c) Common share options and stock-based compensation

Under the Company's stock option plan (the "Plan"), the directors of the Company can grant options to acquire common shares of the Company to qualified directors, officers, employees and persons providing ongoing services to the Company. The stock options are non-transferable and may be granted for a term not exceeding five years. The exercise price of the stock options cannot be less than the closing price of the Company's shares on the trading day preceding the date of grant.

The aggregate number of common shares reserved for issuance under this plan is limited to 20% of the aggregate number of common shares of the Company that are issued and outstanding to a maximum 8,700,000 common shares.

The options granted in December 2003 vested over nine months and 50% of the options granted in March 2004 vested immediately on the date of grant with the remaining 50% of the options vesting on the first anniversary. The options granted in October 2004 and in 2005 vest over two years.

On April 12, 2006, the TSX Venture Exchange accepted for filing the Company's Stock Option Plan as amended and approved by shareholders at the March 31, 2006 Annual General Meeting. The board of MacMillan Gold granted 1,200,000 stock options exercisable at $0.30 for a period of three years. The grants include 550,000 options to the four directors including an officer/director, 250,000 options to three non-director officers, and 400,000 were granted to five consultants to the Company.

A summary of changes in stock option grants as at June 30, 2006 is as follows:

	Number	Weighted average exercise price $
Balance, September 30, 2005	2,110,000	0.39
Exercised	(30,000)	(0.25)
Balance, December 31, 2005	2,080,000	0.39
Exercised	(620,000)	(0.25)
Expired	(150,000)	(0.25)
Expired	(25,000)	(0.29)
Expired	(100,000)	(0.50)
Balance, March 31, 2006	1,185,000	0.47
Expired	(100,000)	(0.50)
Granted	1,200,000	0.30
Balance, June 30, 2006	2,285,000	0.38

4. CAPITAL STOCK, COMMON SHARE OPTIONS AND WARRANTS (Continued)

As at June 30, 2006, the following options granted to directors, officers, employees, and key consultants of the Company remain outstanding:

Date of Grant	Options Granted #	Exercise Price $	Expiry Date
July 2003	100,000	0.29	July 2006
December 2003	15,000	0.50	December 2006
March 2004	970,000	0.50	March 2007
April 2006	1,200,000	0.30	April 2009
	2,285,000		

d) Warrants

As at June 30, 2006, the following warrants remain outstanding:

Date of Grant	Warrants Granted #	Exercise Price $	Expiry Date
December 23, 2004	1,080,000	1.00	December 23, 2006
July 6, 2005	929,000	0.50	July 11, 2007
August 9, 2005	80,000	0.35	August 9, 2007
August 9, 2005	1,164,286	0.50	August 9, 2007
February 7, 2006	10,000,000	0.35 / 0.50	February 7, 2007/2008
	13,253,286		

5. MARKETABLE SECURITIES AND LONG-TERM INVESTMENTS

a) Marketable securities consist of the following:

	Number of common shares	Book Value June 30, 2006 $	Fair Value Market June 30, 2006 $
Consolidated Spire Venture Ltd.	71,500	24,310	17,875
First Star Resources Inc.	75,000	13,500	18,750
Young-Shannon Gold Mines Ltd.	37,500	3,750	9,375
		41,560	46,000

b) Long-term investments consist of the following:

	Number of common shares #	Book Value June 30, 2006 $
Virtual Resources Inc.	2,207,344	1
Ravenshead Recovery Corporation	153,166	1

6. RELATED PARTY INFORMATION

During the quarter ended June 30, 2006, the Company accrued $6,000 (2005 - $6,000) for rent and administrative services by a Company controlled by a director and officer. Geological consulting fees in the amount of $49,054 (2005 - $41,457) charged to exploration properties, were paid or accrued to three officers of the Company. Included in accounts payable and accrued liabilities at June 30, 2006 is $25,647 (2005 - $28,848) owing to these related parties.

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

7. SUBSEQUENT EVENT

Subsequent to the quarter ended June 30, 2006, the 100,000 options exercisable at $0.29 granted in July 2003 described in note 4 expired unexercised in July 2006.