ABERDEEN INTERNATIONAL INC.

FINANCIAL STATEMENTS

FOR THE THREE MONTHS ENDED

APRIL 30, 2008 AND 2007

UNAUDITED

ABERDEEN INTERNATIONAL INC.

BALANCE SHEETS

As at,

		April 30, 2008 Unaudited		January 31, 2008 Audited
ASSETS				
Current				
Cash and cash equivalents	$	**19,050,103**	$	28,936,408
Investments, at fair value (Note 3(a) and 12)		**54,053,798**		35,055,876
Equity accounted investments (Note 3(b))		**1,980,365**		2,000,000
Accounts receivable		**827,440**		548,499
Loans receivable (Note 4)		**4,888,876**		-
Receivable on sale of mineral property (Note 6)		**1,645,591**		1,837,477
Prepaid expenses		**10,113**		22,968
Convertible royalty loan, current portion (Note 5)		**17,380,562**		20,489,000
		99,836,848		88,890,228
Long-term				
Convertible royalty loan (Note 5)		**31,620,568**		24,950,748
Equipment		**1,266**		1,489
	$	**131,458,682**	$	113,842,465
LIABILITIES				
Current				
Accounts payable and accrued liabilities (Note 12)	$	**2,736,692**	$	1,549,278
Deferred revenue (Note 5)		**57,397**		82,037
Income taxes payable		**106,855**		815,000
Future income taxes		**8,422,000**		5,199,000
		11,322,944		7,645,315
Long-term				
Future income taxes		**9,712,000**		7,395,000
		21,034,944		15,040,315
SHAREHOLDERS' EQUITY				
Common shares (Note 7)		**51,597,752**		51,962,016
Warrants (Note 8)		**17,203,500**		17,203,500
Contributed surplus (Note 10)		**6,578,469**		6,595,051
Retained earnings		**35,044,017**		23,041,583
		110,423,738		98,802,150
	$	**131,458,682**	$	113,842,465

COMMITMENTS AND CONTINGENCY (Note 13)

SUBSEQUENT EVENT (Note 16)

The accompanying notes are an integral part of the financial statements

ABERDEEN INTERNATIONAL INC.
STATEMENTS OF OPERATIONS
For the three months ended,
(Unaudited)

	April 30, 2008	April 30, 2007
Net investment gains (losses)		
Realized gains on investments, net	$ 225,000	$ -
Unrealized gains on investments, net	14,325,301	-
Loss from equity accounted investment	(19,635)	-
	14,530,666	-
Other revenue		
Royalties on convertible royalty loan	1,510,477	850,338
Unrealized gain (loss) on convertible royalty loan (Note 5)	3,561,382	(3,921,418)
Interest on convertible royalty loan	62,902	66,680
Other interest	309,985	22,573
Advisory service fees	44,500	-
Arrangement fees (Note 5)	25,238	27,668
	5,514,484	(2,954,159)
Expenses		
General and administration	2,011,430	161,431
Stock-based compensation (Note 9)	-	127,700
Transaction costs	5,996	-
Amortization	223	2,263
	2,017,649	291,394
Income (loss) before the undernoted	18,027,501	(3,245,553)
Foreign exchange gain (loss)	(42,165)	26,006
Interest expenses on long-term loan	-	(75,000)
Debt arrangement expense	-	(47,000)
Income (loss) before income taxes	17,985,336	(3,341,547)
Income taxes		
Current income tax expense	(442,902)	(233,637)
Future income tax recovery (provision)	(5,540,000)	1,398,030
Net income (loss) for the period	$ 12,002,434	$ (2,177,154)
Basic income (loss) per share	$ 0.12	$ (0.08)
Diluted income (loss) per share	$ 0.12	$ (0.08)
Weighted average common shares outstanding		
- basic	102,680,682	27,930,673
- diluted	102,680,682	27,930,673

The accompanying notes are an integral part of the financial statements

ABERDEEN INTERNATIONAL INC.
STATEMENTS OF CASH FLOWS
For the three months ended,
(Unaudited)

		April 30, 2008		April 30, 2007
CASH AND CASH EQUIVALENTS (USED IN) PROVIDED BY				
OPERATING ACTIVITIES :				
Net income (loss) for the period	**$**	**12,002,434**	$	(2,177,154)
Adjustments to reconcile net income (loss) to cash provided				
from operating activities:				
Unrealized gains on investments, net		**(14,325,301)**		-
Realized gains on investments, net		**(225,000)**		-
Loss from equity accounted investment		**19,635**		-
Unrealized (gain) loss on convertible royalty loan		**(3,561,382)**		3,921,418
Arrangement fee income		**(25,238)**		(27,668)
Stock-based compensation (Note 9)		**-**		127,700
Amortization		**223**		2,263
Unrealized foreign exchange		**598**		(13,204)
Debt arrangement expense		**-**		47,000
Future income tax		**5,540,000**		(1,237,030)
Net change in working capital		**857,188**		(173,681)
		283,157		469,645
FINANCING ACTIVITIES:				
Common shares repurchased and cancelled (Note 11)		**(380,846)**		-
		(380,846)		**-**
INVESTING ACTIVITIES:				
Purchase of investments		**(5,011,621)**		-
Disposal of investments		**975,000**		-
Loans receivable		**(5,552,250)**		-
Mineral property interests		**-**		(641,110)
Change in working capital related to mineral property		**(199,745)**		129,303
Purchase of equipment		**-**		(42,063)
		(9,788,616)		(553,870)
CHANGE IN CASH AND CASH EQUIVALENTS		**(9,886,305)**		(84,226)
CASH AND CASH EQUIVALENTS, beginning of period		**28,936,408**		2,536,637
CASH AND CASH EQUIVALENTS, end of period	**$**	**19,050,103**	$	2,452,412
Cash and cash equivalents consist of :				
Cash	**$**	**1,132,129**	$	559,154
Cash equivalents		**17,917,974**		1,893,258
	$	**19,050,103**	$	2,452,412
SUPPLEMENTAL INFORMATION				
Interest paid on long-term debt	**$**	**-**	$	75,000
Income taxes paid	**$**	**1,157,998**	$	53,510
Interest and royalty revenue applied to reduce funds issued regarding the convertible royalty loan	**$**	**-**	$	-

The accompanying notes are an integral part of the financial statements

ABERDEEN INTERNATIONAL INC.
STATEMENTS OF SHAREHOLDERS' EQUITY
(Unaudited)

	Common shares		Share purchase warrants	Contributed surplus	Retained earnings	Shareholders' equity
	#	$	$	$	$	$
Balance – January 31, 2007	**27,930,673**	**12,275,229**	**3,137,486**	**1,094,265**	**20,457,174**	**36,964,154**
Issuance of shares on private placement, net of issuance costs	75,000,000	56,890,287	-	-	-	56,890,287
Valuation of warrants issued on private placement	-	(15,750,000)	15,750,000	-	-	-
Valuation of agent compensation warrants issued on private placement	-	(1,453,500)	1,453,500	-	-	-
Stock option compensation expense	-	-	-	2,363,300	-	2,363,300
Warrants expired, valuation	-	-	(3,137,486)	3,137,486	-	-
Net income for the year	-	-	-	-	2,584,409	2,584,409
Balance - January 31, 2008	**102,930,673**	**51,962,016**	**17,203,500**	**6,595,051**	**23,041,583**	**98,802,150**
Cancellation of repurchased common shares	(721,600)	(364,264)	-	(16,582)	-	(380,846)
Net income for the period	-	-	-	-	12,002,434	12,002,434
Balance - April 30, 2008	**102,209,073**	**51,597,752**	**17,203,500**	**6,578,469**	**35,044,017**	**110,423,738**

The accompanying notes are an integral part of the financial statements

1. NATURE OF OPERATIONS AND BASIS OF PRESENTATION

Previously, Aberdeen International Inc. ("Aberdeen" or the "Company") operated as a Canadian mineral exploration and royalty company. In July 2007, the Company successfully completed a change of business. The purpose of the change of business was to create a publicly traded global investment and merchant banking company focused on small capitalization companies in the resource sector. In connection with the change of business, Aberdeen seeks to acquire equity participation in pre-IPO and early stage public resource companies with undeveloped or undervalued high-quality resources. Aberdeen focuses on companies that: (i) are in need of managerial, technical and financial resources to realize their full potential; (ii) are undervalued in foreign capital markets; and, (iii) operate in jurisdictions with low to moderate local political risk.

These interim financial statements are unaudited and have not been reviewed by the Company's auditors.

The Company's management has prepared these unaudited interim financial statements for the three months ended April 30, 2008 in accordance with generally accepted accounting principles in Canada. These unaudited interim financial statements have incorporated several new accounting standards, the impact of which is summarized in Note 2. The disclosures in these unaudited interim financial statements do not include the full disclosure required under generally accepted accounting principles in Canada for annual financial reporting. These unaudited interim financial statements should be read in conjunction with the audited financial statements of the Company for the year ended January 31, 2008.

In the opinion of management, all adjustments considered necessary for fair presentation have been included in these unaudited interim financial statements. Operating results for the three months ended April 30, 2008 are not indicative of the results that may be expected for the full year ending January 31, 2009.

Certain comparative amounts have been reclassified to conform to the current quarter's presentation.

2. SIGNIFICANT ACCOUNTING POLICIES

Except as disclosed below, these unaudited financial statements are prepared using the same accounting policies and methods of application as those disclosed in Note 2 to the Company's annual audited financial statements for the year ended January 31, 2008.

New accounting pronouncements

On December 1, 2006, the CICA issued three new accounting standards: Capital Disclosures (Handbook Section 1535), Financial Instruments – Disclosures (Handbook Section 3862), and Financial Instruments – Presentation (Handbook Section 3863). These standards are effective for interim and annual financial statements for the Company's reporting periods beginning on February 1, 2008.

(i) Capital Disclosures

Handbook Section 1535 specifies the disclosure of (i) an entity's objectives, policies and processes for managing capital; (ii) quantitative data about what the entity regards as capital; (iii) whether the entity has complied with any capital requirements; and (iv) if it has not complied, the consequences of such noncompliance. The Company has included disclosures recommended by the new Handbook section in Note 14 to these interim unaudited financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(ii) Financial Instruments - Disclosures and Presentation

Handbook Sections 3862 and 3863 replace Handbook Section 3861, Financial Instruments – Disclosure and Presentation, revising and enhancing its disclosure requirements, and carrying forward unchanged its presentation requirements. These new sections place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how the entity manages those risks. The Company has included disclosures recommended by the new Handbook section in Note 15 to these interim unaudited financial statements.

3. INVESTMENTS

(a) At April 30, 2008, the Company's investments consisted of the following:

Issuer	Note	Security description	Cost	Estimated Fair value	% of (FV)
Avion Resources Corp.	(i,ii)	2,818,700 common shares			
		2,818,700 w arrants expire October 12, 2009			
		1,500,000 w arrants expire July 31, 2010			
		250,000 w arrants expire July 31, 2009	$836,114	$2,336,093	4.3%
Central Sun Mining Inc.*	(i,ii)	6,619,000 common shares			
		3,309,500 w arrants expire October 22, 2010	6,949,950	18,624,212	34.5%
Quinto Mining Corporation	(i,ii)	5,961,000 common shares			
		2,500,000 w arrants expire January 10, 2010	3,893,870	11,421,410	21.1%
Russo-Forest Corporation	(i,ii)	6,125,000 common shares			
		4,000,000 w arrants expire January 25, 2013	2,214,030	2,214,030	4.1%
Total of 12 other investments	(iii)		16,852,579	19,458,053	36.0%
Total investments			$30,746,543	$54,053,798	100.0%

* Formerly named Glencairn Gold Corporation.

(i) The Company has issued a Section 101 report under the Ontario Securities Act for this investment and it has a fair value of greater than $500,000 as at April 30, 2008.
(ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee and this investment has a fair value greater than $500,000 as at April 30, 2008.
(iii) Total other investments held by the Company, which are not individually listed as at April 30, 2008.

3. INVESTMENTS (continued)

At January 31, 2008, the Company's investments consisted of the following:

Issuer	Note	Security description	Cost	Estimated Fair value	% of (FV)
Avion Resources Corp.	(i,ii)	2,818,700 common shares			
		2,818,700 warrants expire October 12, 2009			
		1,500,000 warrants expire July 31, 2009	$836,114	$1,878,469	5.4%
Buchanan Renewable Energies	(ii)	3,000,000 common shares			
		1,500,000 warrants expire August 23, 2009	750,000	750,000	2.1%
Central Sun Mining Inc.*	(i,ii)	6,619,000 common shares			
		3,309,500 warrants expire October 22, 2010	6,949,950	16,197,686	46.2%
Quinto Mining Corporation	(i,ii)	5,000,000 common shares			
		2,500,000 warrants expire January 10, 2010	3,250,000	3,062,500	8.7%
Russo-Forest Corporation	(ii)	6,125,000 common shares			
		4,000,000 warrants expire January 25, 2013	2,214,030	2,214,030	6.3%
Total of 7 other investments	(iii)		12,136,764	10,953,191	31.2%
Total investments			$26,136,858	$35,055,876	100.0%

* Formerly named Glencairn Gold Corporation.

(i) The Company has issued a Section 101 report under the Ontario Securities Act for this investment and it has a fair value of greater than $500,000 as at January 31, 2008.
(ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee and this investment has a fair value greater than $500,000 as at January 31, 2008.
(iii) Total other investments held by the Company, which are not individually listed as at January 31, 2008.

(b) The Company's equity accounted investment is its ownership in Tucano Exploration Inc. consisting of 4,000,000 shares which represents an equity interest of approximately 36.7% as of April 30, 2008. The following is a schedule of the equity accounted investment as at April 30, 2008 and January 31, 2008:

	April 30, 2008	January 31, 2008
Equity accounted investment – carrying value – beginning of period	**$ 2,000,000**	$ -
Purchase of investment	-	2,000,000
Loss on equity investment	**(19,635)**	-
Equity accounted investment – carrying value – end of period	**$ 1,980,365**	$ 2,000,000

4. LOANS RECEIVABLE

On March 20, 2008, the Company entered into a short-term loan agreement with Avion Resources Corp. ("Avion"). The Company loaned Avion US$1,000,000 which is repayable on or before September 30, 2008 with interest payable monthly commencing April 30, 2008 at an annual rate of 10%. In addition, Avion provided, as consideration, 250,000 warrants with an exercise price of $0.38 per common share and an expiry date of March 31, 2010. The fair value of the warrants was estimated to be $60,000 which has been applied against the carrying value of the loan receivable and will be recognized as income over the term of the loan. The fair value was calculated using the black-scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 92%; risk-free interest rate of 2.7%; and an expected life of two years. The carrying value of the loan receivable at April 30, 2008, was $949,500. Directors and officers of Aberdeen also hold director and officer positions in Avion and may hold investments.

4. LOANS RECEIVABLE (continued)

On April 30, 2008, the Company entered into a short-term loan agreement with Largo Resources Inc. ("Largo"). The Company loaned Largo US$4,500,000 which is repayable on or before June 30, 2008 with interest payable monthly at a rate of 1% per month. This loan is extendible to November 1, 2008 with an extension fee for $100,000. In addition, Largo provided US$250,000 cash and 650,000 shares as consideration to the Company. The fair value of these shares was estimated to be $351,000 based on the closing price of Largo's common shares on April 30, 2008. The cash payment along with the fair value of the shares have been applied against the carrying value of the loan receivable and which will be recognized as income over the term of the loan. The carrying value of the loan receivable at April 30, 2008, was $3,939,376. Directors and officers of Aberdeen also hold director and officer positions in Largo and may hold investments.

5. CONVERTIBLE ROYALTY LOAN

The Secured Gold Royalty Based Convertible Loan (the "Convertible Royalty Loan") was advanced in two tranches of US$5,000,000 in the fourth quarter of fiscal year 2006, has a three-year term maturing December 31, 2008, a 3% coupon at gold prices up to US$400 per ounce (2.5% at gold prices above US$400 per ounce) and a net smelter royalty ("NSR"), tied to the price of gold, ranging from a 0.5% NSR at US$300 per ounce to a 4.75% NSR at gold prices of US$750 per ounce or higher, on a graduated scale. Repayment of the Convertible Royalty Loan, including interest and royalty payments, is in US dollars.

The Company has an option to convert the Convertible Royalty Loan to equity of Simmer and Jack Mines, Limited ("Simmers") at ZAR 0.80 per share at any time from January 1, 2007 to December 31, 2008, subject to Simmers shareholders' approval. If shareholder approval is not granted then the US$10,000,000 principal amount will be due on December 31, 2008 and the Company will be entitled to a 1% NSR on gold produced for the life of the underlying assets.

As at April 30, 2008, US$9,550,000 ($9,640,725) had been advanced to Simmers. Interest income of US$43,587 ($44,001), owing to the Company at April 30, 2006 at a rate of 2.5% based on the price of gold, royalty income of US$106,413 ($108,754), owing to the Company at December 31, 2005 at a rate of 2.05% also based on the price of gold, and arrangement fees of US$300,000 ($302,850) were capitalized and applied against the remaining amounts to be advanced to Simmers. As a result, a total of US$10,000,000 ($10,095,000) was recorded with respect to the Convertible Royalty Loan.

The arrangement fees have been deferred and will be amortized over the term of the Convertible Royalty Loan. During the three months ended April 30, 2008, $25,238 (2008 - $27,668) had been recorded as revenue in the statement of operations and the balance of $57,397 has been presented as deferred revenue on the balance sheet (January 31, 2008 - $82,037).

During the three months ended April 30, 2008, the Company recorded a pre-tax unrealized gain of $3,561,382 on its Convertible Royalty Loan ($2,368,319 after-tax). The gain was largely due to increased life of mine and gold production estimates as publicly disclosed by Simmers and First Uranium and higher long-term gold price assumptions. At April 30, 2008, the Convertible Royalty Loan had a fair value of $49,001,130 (January 31, 2008 - US$45,439,748), based on a US/Cdn dollar foreign exchange rate of 1.0095. The Convertible Royalty Loan is presented on the balance sheet as a current portion of $17,380,562 and a long-term portion of $31,620,568.

5. CONVERTIBLE ROYALTY LOAN (continued)

The key assumptions used in determining the fair value of the Convertible Royalty Loan as of April 30, 2008, include the following: 1) receipt of a graduated royalty until December 31, 2008; 2) repayment of the US$10,000,000 on December 31, 2008 and a 1% NSR thereafter for the life of the mines; 3) 5% discount rate; 4) US$850 gold price through fiscal 2010, and US$700 thereafter; and 5) life of mines and gold production estimates as per Simmers and First Uranium Corporation.

The Convertible Royalty Loan Agreement (the "Agreement") also provides the Company with a right of first refusal on any future financings that Simmers completes on any of their properties. Under the Agreement, the Company has 60 days to match financing terms provided by a third party to Simmers. During calendar 2007, Simmers completed a third party financing without providing the Company the right to match the terms offered. Following discussions with Simmers which did not resolve the Company's concerns, Aberdeen initiated legal proceedings to claim damages caused by the breach of the Agreement. The litigation is before the courts and the final outcome is uncertain.

6. RECEIVABLE ON SALE MINERAL PROPERTY

During the year ended January 31, 2008, the Company completed the sale of Ethiopian property rights it held to Avion. The Company obtained these Ethiopian property rights through an earn-in agreement with Ethio-Gibe Mining PLC (Ethio-Gibe). Aberdeen had earned 100% of the exclusive rights granted by the Ethiopian Government to Ethio-Gibe for consideration consisting of cash and shares payable over a five-year period. The terms of the agreement with Avion were as follows:

- (i) $250,000 upon receipt of regulatory approval for the transaction;
- (ii) $750,000 on or before June 30, 2008;
- (iii) $1,000,000 on or before December 31, 2008;
- (iv) 1.5% net smelter royalty in respect of the exploration licences;
- (v) 1,500,000 share purchase warrants of Avion exercisable at $0.48 for 18 months; and
- (vi) Avion will assume Aberdeen's obligations to Ethio-Gibe for cash and share payments.

The payments to be made by Avion subsequent to the initial $250,000 shall be made in cash or common shares of Avion, upon the mutual agreement of both parties, with any common shares to be issued at a price equal to the volume weighted average trading price for the 30 days prior to the payment due date for Avion common shares.

At January 31, 2008, the cash payments to be received from Avion, including the initial $250,000, were recorded as a receivable at a discounted value of $1,837,477 and the 1,500,000 warrants were fair valued at $216,000, for total consideration of $2,053,477. The initial payment of $250,000 under the agreement was received by the Company on February 14, 2008. The carrying value of the remaining receivable at April 30, 2008 was $1,645,591.

7. COMMON SHARES

Authorized: Unlimited common shares with no par value

Issued and outstanding:

	Number of shares	Amount
Balance, January 31, 2007	27,930,673	$ 12,275,229
Private placement	75,000,000	60,000,000
Private placement - warrant valuation	-	(15,750,000)
Cost of issue	-	(4,563,213)
Balance, January 31, 2008	102,930,673	$ 51,962,016
Shares repurchased and cancelled (NCIB) [1]	(721,600)	(364,264)
Balance, April 30, 2008	**102,209,073**	**$ 51,597,752**

[1] See Note 11.

8. WARRANTS

	April 30, 2008		January 31, 2008	
	Number of warrants	**Weighted average exercise price**	Number of warrants	Weighted average exercise price
Balance, beginning of period	**42,000,000**	**$0.98**	8,349,000	$0.93
Granted	**-**	**-**	42,000,000	$0.98
Expired	**-**	**-**	(8,349,000)	$0.93
Balance, end of period	**42,000,000**	**$0.98**	42,000,000	$0.98

The following is a summary of the outstanding warrants as of April 30, 2008:

Estimated grant date fair value	Number of warrants	Exercise price	Expiry date
$ 1,453,500	4,500,000*	$0.80	June 6, 2009
15,750,000	37,500,000	$1.00	June 6, 2012
$ 17,203,500	42,000,000		

* Compensation Options exercisable into Units at a price of $0.80 per Unit consisting of one common share of the Company and one-half of one common share purchase warrant.

9. STOCK-BASED COMPENSATION

The following are the stock option transactions during the period ended April 30, 2008 and the year ended January 31, 2008:

	April 30, 2008		January 31, 2008	
	Number of stock option	**Weighted average exercise price**	Number of stock option	Weighted average exercise price
Balance, beginning of period	**5,900,000**	**$0.80**	1,785,000	$0.80
Granted	**-**	**-**	4,800,000	$0.80
Canceled or expired	**-**	**-**	(685,000)	$0.85
Balance, end of period	**5,900,000**	**$0.80**	5,900,000	$0.80

As of April 30, 2008, the following stock options were outstanding:

Estimated grant date fair value	Number of options outstanding	Number of options exercisable	Exercise price	Expiry date
$ 232,050	350,000	350,000	$0.85	September 19, 2010
269,500	500,000	500,000	$0.69	October 25, 2010
62,500	100,000	100,000	$0.80	January 20, 2011
96,300	150,000	150,000	$0.82	February 28, 2011
62,000	100,000	100,000	$0.85	April 9, 2012
65,700	100,000	100,000	$0.90	April 30, 2012
2,235,600	4,600,000	4,600,000	$0.80	September 14, 2012
$ 3,023,650	5,900,000	5,900,000		

During the three months ended April 30, 2008, no stock options were granted to directors, officers and consultants of the Company (three months ended April 30, 2007 - 200,000). The options granted in the prior year vested immediately and expired five years from the date of issue. The fair value of the options granted during the three month period ended April 30, 2007 was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 92%; risk-free interest rate of 4.5%; and an expected life of 5 years. This resulted in an expense of $127,700.

10. CONTRIBUTED SURPLUS

	April 30, 2008	January 31, 2008
Balance, beginning of period	**$ 6,595,051**	$ 1,094,265
Stock options granted and/or vested during the year:		
Consultant	**-**	503,100
Officers and directors	**-**	1,860,200
Warrants expired, reallocation of valuation	**-**	3,137,486
Balance, end of period	**$ 6,595,051**	$ 6,595,051

11. NORMAL COURSE ISSUER BID

On January 31, 2008**,** the Company announced its intention to make a Normal Course Issuer Bid ("NCIB") to buy back its common shares for cancellation through the facilities of the Toronto Stock Exchange ("Exchange").

The maximum number of common shares that may be purchased for cancellation pursuant to the NCIB is that number of common shares that represents 10% of the common shares in the public float on the date that the Exchange approved the NCIB. Based on the 81,888,340 common shares in the public float as at January 31, 2008, the maximum number of shares was 8,188,834. The number of shares in the public float is less than the number of issued and outstanding common shares because the public float number does not include common shares held by insiders of the Company. The actual number of common shares to be purchased and the timing of such purchases will be determined by the Company considering market conditions, stock prices, its cash position, and other factors.

Purchases under the NCIB commenced on February 4, 2008 and will terminate on February 3, 2009, or the date upon which the maximum number of common shares have been purchased by the Company pursuant to the NCIB. There cannot be any assurance as to how many common shares will ultimately be acquired by Aberdeen under the NCIB. The Company intends that shares acquired pursuant to the NCIB will be cancelled. During the three months ended April 30, 2008, the Company used $380,846 to purchase and cancel 721,600 shares at an average price of approximately $0.53 per share. The stated value of these shares in the Company's shareholders' equity was $364,264, or approximately $0.50 per share. The difference of $16,582 was charged to contributed surplus.

12. RELATED PARTY TRANSACTIONS

All of the related party transactions are in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

As a result of the Company's business model adopted on the change of business in July 2007, the Company's officers and directors may have investments in and hold management and/or director and officer positions in some of the investments that the Company holds. The following is a list of the investments and the nature of the relationship of the Company's officers or directors with the investment:

Investment	Nature of relationship		Fair value
Avion Resources Corp.	Directors, officers and shareholders	$	2,336,093
	Related to investee's CEO		
Central Sun Mining Inc.*	Directors and shareholders		18,624,212
Quinto Mining Corporation	Shareholders		11,421,410
Russo-Forest Corporation	Directors and shareholders		2,214,030
Total of 12 other investments	Directors, officers and shareholders		19,458,053
Total Investments		$	54,053,798

* Formerly named Glencairn Gold Corporation.

In addition to the investments listed above, Aberdeen has an equity investment in Tucano Exploration Inc. and loans receivable from Avion Resource Corp. and Largo Resource Inc. Directors and officers of Aberdeen hold director and officer positions in these companies and may hold investments.

While it is at the discretion of the Board, it is expected that an annual bonus equal to 10% of the realized pre-tax profit on the Company's portfolio investments will be paid to management. For the three months ended April 30, 2008, the Company had net realized gains on investments of $225,000 and net unrealized gains of $14,325,301. As a result, $1,455,030 was accrued as bonus expense. The total amount accrued as a bonus, as at April 30, 2008, was $2,346,932.

12. RELATED PARTY TRANSACTIONS (continued)

The Company was charged $22,500 during the three months ended April 30, 2008 (three months ended April 30, 2007 - $7,500) by a corporation controlled by a director of the Company for administration services. As well, the Company paid $109,000 during the three months ended April 30, 2008 (three months ended April 30, 2007 - $61,250) to directors and officers of the Company for consulting services and fees for acting as directors and officers.

During the three months ended April 30, 2008, the Company earned advisory service fees of $44,500 (three months ended April 30, 2007 - $Nil) from corporations with common directors and officers.

The Company shares its premises with other corporations that have common directors and/or officers. The Company reimburses and recovers from the related corporation for their proportional share of expenses. Included in accounts payable at April 30, 2008 is $52,820 (January 31, 2008 - $65,479) owing to, and $29,993 (January 31, 2008 - $353) owing from such corporations.

13. COMMITMENTS AND CONTINGENCY

The Company is party to certain management contracts. These contracts contain minimum commitments of approximately $550,000 and additional contingent payments of approximately $2,790,000 upon the occurrence of a change of control. As the likelihood of a change of control is not determinable, the contingent payments have not been reflected in these financial statements.

14. CAPITAL DISCLOSURE

Effective February 1, 2008, the Company adopted CICA Handbook Section 1535, *Capital Disclosures*. This standard requires disclosure of information that enables users of its financial statements to evaluate the entity's objectives, policies and processes for managing capital. As a result of the adoption of this new standard, the Company has developed the following additional disclosure.

The Company's objectives when managing capital are:

a) to allow the Company to respond to changes in economic and/or marketplace conditions by maintaining the Company's ability to purchase new investments;
b) to give shareholders sustained growth in value by increasing shareholders' equity; while
c) taking a conservative approach towards financial leverage and management of financial risks.

The Company's management reviews its capital structure on an on-going basis and makes adjustments to it in light of changes in economic conditions and the risk characteristics of its underlying investments. The Company's current capital is composed of its shareholders' equity and, to-date, has adjusted or maintained its level of capital by:

a) raising capital through equity financings;
b) realizing proceeds from the disposition of its investments; and
c) repurchasing the Company's own shares for cancellation pursuant to its normal course issuer bid that commenced in February 2008.

14. CAPITAL DISCLOSURE (continued)

While the Company currently has no debt, it may in the future decide to utilize leverage in the form of broker margin or bank indebtedness. Aberdeen is not subject to any capital requirements imposed by a regulator and there were no changes to capital management during the three months ended April 30, 2008. The Company expects that its capital resources will be sufficient to discharge its liabilities as of the current balance sheet date. Aberdeen does not currently pay a dividend and does not expect to pay one in the foreseeable future.

15. FINANCIAL INSTRUMENTS

Effective January 1, 2008, the Company adopted the requirements of the CICA Handbook Section 3862, *Financial Instruments - Disclosure* and Section 3863, *Financial Instruments – Presentation*. The objective of Section 3862 is to provide financial statement disclosure to enable users to evaluate the significance of financial instruments on the Company's financial position and performance and the nature and extent of risks arising from financial instruments that the Company is exposed to during the reporting period and the balance sheet date and how those risks are managed. The purpose of Section 3863 is to enhance the financial statement user's understanding of the significance of financial instruments to the Company's financial position, performance and cash flows. As a result of the adoption of these new standards, the Company has developed the following additional disclosure.

Aberdeen's operations involve the purchase and sale of securities and, in addition, the Company has a Convertible Royalty Loan with an estimated fair value of $49,001,130. Accordingly, the majority of the Company's assets are currently comprised of financial instruments which can expose it to several risks, including market, liquidity, interest rate, credit and currency risks. A discussion of the Company's use of financial instruments and their associated risks is provided below:

Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk in trading its investments and unfavourable market conditions could result in dispositions of investments at less than favourable prices. In addition, most of the Company's investments are in the resource sector, as is its Convertible Royalty Loan. The Company manages this risk by having a portfolio which is not singularly exposed to any one issuer.

For the three months ended April 30, 2008, a 10% decrease in the closing prices would result in an estimated decrease in net after-tax income of $3.1 million, or $0.03 per share. This estimated impact on net after-tax income includes the estimated value of the non-traded warrants held, as determined using the Black-Scholes option pricing model.

15. FINANCIAL INSTRUMENTS (continued)

Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected if the Company's access to the capital markets is hindered, whether as a result of a downturn in stock market conditions generally or related to matters specific to the Company, or if the value of the Company's investments declines, resulting in losses upon disposition. In addition, some of the investments the Company holds are lightly traded public corporations or not publicly traded and may not be easily liquidated. The Company generates cash flow from its Convertible Royalty Loan, financing activities and proceeds from the disposition of its investments, in addition to interest income and advisory service fees. As the Company currently has no debt, Aberdeen believes that it has sufficient marketable securities which are freely tradable and relatively liquid to fund its obligations as they become due under normal operating conditions.

Interest rate risk

The Company's interest rate risk is primarily related to the Company's Convertible Royalty Loan, cash equivalents and loans receivable.

a) Convertible Royalty Loan

The estimated fair value of the Convertible Royalty Loan is determined based on expected cash flows, which are discounted at what management feels is an appropriate rate. As interest rates change the discount rate used to fair value the Convertible Royalty Loan would also change. The Company currently uses a discount rate of 5% to estimate the fair value of it Convertible Royalty Loan. A 2% increase in the discount rate used in determining the fair value of the Convertible Royalty Loan would have decreased net after-tax income for the three months ended April 30, 2008 by approximately $3.7 million, or $0.04 per share.

b) Cash equivalents

The Company's cash equivalents were invested at interest rates in effect at the time of investment. Changes in market interest rates affect the fair market value of the cash equivalents. However, as these investments come to maturity within a short period of time, the impact would likely not be significant.

c) Loans receivable

The Company's loans receivable were extended based partially on interest rates in effect at the time. Changes in market interest rates affect the fair market value of the loans receivable. However, as these loans are short-term in nature, the impact of changes in market interest rates would likely not be significant.

Credit risk

Credit risk is the risk associated with the inability of a third party to fulfill it payment obligations. The Company is exposed to the risk that third parties that owe it money or securities will not perform their underlying obligations. The Company's largest credit risk is the counterparty to its Convertible Royalty Loan. Aberdeen has attempted to manage this risk by completing what management feels is adequate due diligence prior to entering into the loan agreement. In addition, security was obtained against specific assets of the counterparty, in case of non-performance.

15. FINANCIAL INSTRUMENTS (continued)

The Company also has credit risk in the form of loans receivable and other carrying receivable. The total carrying value of these financial instruments at April 30, 2008 was $7,361,907. On the receivables from Avion and Largo totaling $6,534,467, the Company has a general security agreement.

Currency risk

Currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company's operations are exposed to foreign exchange fluctuations, which could have a significant adverse effect on its results of operations from time to time. The Company currently has financial instruments denominated in U.S. dollars and Australian dollars.

A change in the foreign exchange rate of the Canadian dollar versus another currency may change the value of its financial instruments.

The following assets and liabilities were denominated in foreign currencies as of April 30, 2008 and January 31, 2008:

		30-Apr-08		31-Jan-08
Denominated in U.S dollars:				
Accounts receivables	$	747,868	$	532,367
Loan receivable	$	4,888,875	$	-
Convertible royalty loan	$	49,001,130	$	45,439,748
Income taxes payable	$	(44,158)	$	(51,110)
Denominated in Australian dollars:				
Investments	$	1,865,000	$	-

A 10% increase in the value of the Canadian dollar against all foreign currencies in which the Company had financial instrument exposure as of April 30, 2008 would result in an estimated decrease in net after-tax income of approximately $3.8 million, or $0.04 per share. The Company does not currently hedge its foreign currency exposure.

Fair values

The Company has determined the carrying value of its financial instruments as follows:

i. The carrying value of cash equivalents, amounts receivable, loans receivable, receivable on sale of mineral property and accounts payable and accrued liabilities approximate their fair values due to the short-term nature of these instruments.
ii. Investments are carried at amounts in accordance with the Company's accounting policy as set out below under "Significant Accounting Policies" and in Note 2 of the annual audited financial statements for the year ended January 31, 2008.
iii. The Convertible Royalty Loan is carried at its estimated fair value based on management's assumptions as discussed in Note 5 of these interim unaudited financial statements.

16. SUBSEQUENT EVENT

Subsequent to the three months ended April 30, 2008, the Company purchased an additional 500,000 common shares of the Company, at an average price of $0.65 per share, pursuant to the NCIB as described in Note 11.