

THIRD QUARTER REPORT

December 31, 2005



CANADIAN GOLD HUNTER CORP.

Notice: The accompanying unaudited interim consolidated financial statements of Canadian Gold Hunter Corp. (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

**CANADIAN GOLD HUNTER CORP.
MANAGEMENT'S DISCUSSION AND ANALYSIS
THREE AND NINE MONTHS ENDED DECEMBER 31, 2005**

The following discussion and analysis of the results of operations and financial condition ("MD&A") for Canadian Gold Hunter Corp. (the "Company") should be read in conjunction with the unaudited interim consolidated financial statements for the three and nine months ended December 31, 2005 and related notes therein. The financial information in this MD&A is derived from the Company's consolidated financial statements prepared in accordance with Canadian generally accepted accounting principles. The effective date of this MD&A is February 1, 2006.

Additional information about the Company and its business activities is available on SEDAR at www.sedar.com.

GENERAL

The Company is principally engaged in the acquisition, exploration and development of precious and base metal properties located in Canada.

SELECTED QUARTERLY INFORMATION

Financial Data for 8 Quarters								
Three Months Ended	Dec-05	Sep-05	Jun-05	Mar-05	Dec-04	Sep-04	Jun-04	Mar-04
A. Total revenues (\$000's) *	6	7	4	15	4	17	3	16
B. Earnings (loss) before extraordinary items (\$000's)	(146)	(137)	(192)	70	(1,540)	(83)	(179)	(111)
C. Net earnings (loss) (\$000's)	(146)	(137)	(192)	70	(1,540)	(83)	(179)	(111)
D. Basic and diluted earnings (loss) per share (\$)	(0.00)	(0.00)	(0.01)	(0.00)	(0.04)	(0.00)	(0.01)	(0.01)

* Consists of interest income and project overhead fees.

The income for the fourth quarter of fiscal 2005 ending March 31st, is primarily attributed to the recovery of \$1.31 million of future income taxes related to renounced mineral property expenditures on flow-through share agreements exceeding the \$1.25 million of stock-based compensation expenses recorded in the fourth quarter of 2005, representing the estimated fair value of stock options granted. Other than these two amounts the losses for the fourth quarter of 2005 and 2004 were consistent. The decrease in loss for the third quarter of fiscal 2005 as compared to the third quarter of fiscal 2004 is mainly due to the write-off of expenditures on the Nunavut properties and stock based compensation expenses in fiscal 2004.

RESULTS OF OPERATIONS

The Company's losses for the third quarter and nine months ended December 31, 2005 were \$146,000 and \$475,000, respectively, as compared to losses of \$1.54 million and \$1.80 million for the third quarter and nine months of fiscal year 2005. This decrease in loss of \$1.39 million and \$1.33 million is primarily due to the write-off of expenditures on the Nunavut properties and stock based compensation expenses in fiscal 2004 as noted above.

General and administrative expenses for the third quarter and nine months of fiscal year 2006 were \$145,000 and \$477,000, respectively, a decrease of \$178,000 and \$128,000 compared to fiscal 2005. The decrease in general and administrative expenses is primarily due to stock-based compensation expenses of \$202,000 and \$253,000 in the third quarter and nine months of fiscal 2005 as compared to nil in the fiscal 2006 periods.

The operating losses are a reflection of the Company's status as a non-revenue-producing mineral company. As the Company has no main source of income, losses are expected to continue.

LIQUIDITY AND CAPITAL RESOURCES

At December 31, 2005, the Company had cash of \$1.61 million and working capital of \$904,000 as compared to cash of \$768,000 and working capital of \$1.06 million at March 31, 2005. Subsequent to December 31, 2005, the Company has agreed to sell, on a non-brokered, private-placement basis, up to 2,381,000 flow-through common shares at a price of \$1.05 per flow-through share and up to 555,500 common shares (non flow-through) at a price of \$0.90 per common share for total gross proceeds of up to \$3 million. The private placement is subject to regulatory approval. A finder's fee totaling \$125,000 will be payable in connection with the private placement.

Net cash provided by operating activities was \$117,000 for the nine months ended December 31, 2005 and consisted mainly of the net loss from operations of \$475,000 offset by an increase in accounts payable and a decrease in accounts receivable. Net cash used in investing activities was \$4.18 million and consisted mainly of capitalized exploration expenditures of \$3.59 million on the Company's projects and \$598,000 on the purchase of shares of bcMetals Corporation, a publicly traded company.

Net cash provided by financing activities for the nine months ended December 31, 2005 totaled \$4.50 million and consisted primarily of \$4.10 million in proceeds from the issuance of 5,377,001 common shares of the Corporation pursuant to private placements, \$354,000 from the exercise of 885,000 share purchase warrants and \$0.41 million in proceeds from a note payable to a related party.

Based on the Company's financial position at December 31, 2005 and including proceeds from the private placement announced subsequent to December 31, 2005, the Company believes that existing funds should be sufficient to perform planned exploration and general corporate activities for the next 12 months. Additional funding from issuance of common shares may be required to fund further exploration and corporate expenses.

RELATED PARTY TRANSACTIONS

During the nine months ended December 31, 2005, the Company:

- (a) incurred management fees of \$162,000 to a company controlled by the Chairman of the Company pursuant to an agreement which is renewable on July 1, 2006. At December 31, 2005, approximately \$4,000 was due to this company and included in amounts due to related parties;
- (b) incurred legal fees of approximately \$48,000 to a law firm of which a partner is a director of the Company. At December 31, 2005, approximately \$2,000 was due to this law firm and included in amounts due to related parties.

OUTSTANDING SHARE DATA

As at February 1, 2006, the Company had 42,647,266 common shares outstanding and 2,330,000 share options outstanding under its stock-based incentive plans. As at the same date, the Company had no share purchase warrants outstanding.

CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

Certain statements contained in the foregoing Management's Discussion and Analysis and elsewhere constitute forward-looking statements. Such forward-looking statements involve a number of known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statements were made, and readers are advised to consider such forward-looking statements in light of the risks set forth above.

RISKS

The discovery, development and acquisition of mineral properties are in many instances unpredictable events. Future metal prices, the success of exploration programs and other property transactions can have a significant impact on capital requirements.

In addition, risk factors that could affect the Company's future results, include, but are not limited to, competition, risk inherent in mineral exploration and development and policies including trade laws and policies, receipt of permits and approvals from government authorities and other operating and development risks.

OUTLOOK

Since the Company does not expect to generate any revenue in the near future, funding requirements are expected to be satisfied through the sale of equity, debt securities or investment to meet on-going needs.

Canadian Gold Hunter Corp.

Third Quarter Report December 31, 2005

To our shareholders,

Canadian Gold Hunter Corp. is pleased to present this report to shareholders on the activities of the Company during the third quarter period ended December 31, 2005.

GJ/Kinaskan Copper/Gold Project, B.C.

The Company carried out a 16,394 metre drilling program on its key GJ/Kinaskan copper/gold porphyry project over the summer and fall of 2005 and during the third quarter period all results were received and compiled from this extensive and successful program.

The drilling targeted three main zones – the Donnelly, GJ and North Zones. The Donnelly Zone was the primary focus of the drilling and mineralization at this prospect has now been traced over a 1,500 metre strike length (a five-fold increase since the Company began testing the zone in 2004). The Donnelly Zone dips steeply to the south, strikes east-west and is up to 300 metres thick in the central area. A typical hole in this area is Hole 06-067 which intersected 249.7 metres grading 0.304% copper and 0.500 grams per tonne gold. Significantly, as drilling continued towards the western sector of the zone, higher grades were encountered with the highlight being the very last and most westerly hole drilled in the 2005 program. This hole, 05-076, intersected 46.95 metres grading 0.832% copper and 1.317 grams per tonne gold within a thicker interval that graded 0.440% copper and 0.647 grams per tonne gold over 130.95 metres. The Company is pleased with the overall success of the 2005 drill program which resulted in further definition and significant expansion of the Donnelly Zone, which is still open in both directions on strike and at depth. An updated independent resource estimate is currently underway.

The Company also drilled and carried out surface sampling on the GJ Zone, the North Zone and reconnaissance targets as well as confirmation sampling of drill core from selected portions of historic holes drilled by Texasgulf on the Donnelly Zone, and Amoco and Canorex on the GJ Zone.

On the GJ Zone, eight holes totaling 2,336 metres were drilled in 2005. In addition, continuous chip samples from hand-dug trenches were taken over the original GJ showing in Groat Creek. The best results were from hole CGH-05-48, which intersected 41.83 metres grading 0.456% copper and 1.272 g/t gold, and from trench TR-05-4, which returned 0.43% copper and 0.92 g/t gold over 38.0 metres.

In addition, recoverable portions of the drill core from historic GJ drilling by Amoco and Canorex were re-sampled and the results compared to the original assays. The re-sampling of the historic core showed that the new copper assays correlate very well with the original copper values obtained by Canorex and Amoco. However the gold and silver values do not correlate well. The Company has concluded that the historic copper values are valid and can therefore be used in further resource calculations but that the gold and silver values can not be used.

Thirteen holes totaling 3,045 metres were drilled on reconnaissance targets and in the North Zone. Some encouraging mineralization was encountered that will warrant follow up drilling; however no economic grades were encountered.

On the Donnelly Zone, re-sampling of recoverable portions of the remaining core from the historic Texasgulf holes resulted in excellent correlation between the historic and the re-sampling results for copper and gold. The Company has concluded that the historic results for both copper and gold are valid for the Texasgulf holes on the Donnelly Zone.

The Donnelly, GJ and North zones are part of a very large sulphide system that occurs peripheral to the Groat stock. The portion of the sulphide system on the southern flank of the stock, as defined by geophysics, is at least four kilometres by one kilometre in extent and is open-ended. Within the sulphide system, almost continuous copper-gold mineralization has been traced for about 2.5 kilometres from the east end of the GJ Zone to the west end of the Donnelly Zone.

The GJ/Kinaskan gold/copper property consists of a large claim group covering several significant porphyry copper-gold systems as well as a number of high-grade gold vein occurrences. The Company has a 100% interest in the GJ/Kinaskan project.

Manson Creek Gold Project, B.C.

In late fall, the Company completed a 1,802 metre, nine hole drill program on the Manson Creek Gold project located in central B.C. Drilling was targeted on the QCM zone which is a pyritic, carbonate-altered and quartz-veined greywacke poorly exposed over an area of approximately 600 x 200 metres. Highlights of the program include Hole 05-007 which returned 137.16 metres grading 0.58 grams per tonne gold and Hole 05-012 which returned 141.72 metres grading 0.44 grams per tonne gold. The mineralized zone coincides broadly with a well developed gold soil anomaly and strong resistivity anomaly. The target at Manson Creek is a large, low-grade gold system. The results from the 2004 and 2005 drill programs leads to the interpretation that the gold zone forms a shallow dipping sheet-like body inclined approximately 25 degrees to the southwest. The Company is reviewing plans for a possible 2006 program to test other anomalous areas on the property. The Company holds a 100% interest in the project.

MacVicar Lake Gold Project, Manitoba

A detailed sampling and mapping program was carried out at the MacVicar project during the 2005 summer season to follow up on a reconnaissance prospecting program the previous year. The project area shows evidence of shear-hosted gold mineralization and further follow up work is under review. The Company can earn a 100% working interest in the project subject to a 2% NSR.

Assean Lake and Bob Creek

No work was carried out in 2005. Further work is under review for 2006.

Qualified Persons

The Company's qualified persons for the Manson Creek and MacVicar Lake projects are Jan Christoffersen, P.Eng. (Vice President of the Company) and Richard Bailes, P.Geo. (President of the Company). The qualified person for the GJ/Kinaskan project is Dr. Giles Peatfield, Ph.D., P.Eng. Dr. Peatfield is independent of the Company. True widths of the drill intersections are not accurately known at this time and may be less than reported.

As spring approaches, the Company is preparing plans for the 2006 field season and looks forward to another successful year.

On behalf of the Board

Richard Bailes
President

February 7, 2006

**CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED BALANCE SHEETS**

	<u>December 31, 2005 (Unaudited)</u>	<u>March 31, 2005</u>
ASSETS		
Current assets		
Cash (Note 4 (b)(i))	\$ 1,613,169	\$ 767,894
Accounts receivable	52,484	268,859
Due from joint venturer	-	80,306
Prepaid expenses	5,613	9,923
	<u>1,671,266</u>	<u>1,126,982</u>
Investments (Note 2)	633,899	35,899
Equipment, net	2,221	3,466
Mineral properties and related expenditures	8,649,232	5,053,981
Other assets	50,858	60,717
	<u>\$ 11,007,476</u>	<u>\$ 6,281,045</u>
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 345,158	\$ 53,746
Due to related parties	5,569	9,248
Advances from joint venturer	2,347	-
Note payable (Note 3)	413,853	-
	<u>766,927</u>	<u>62,994</u>
SHAREHOLDERS' EQUITY		
Share capital (Note 4)		
42,647,266 shares (March 31, 2005 - 36,385,253 shares)	91,332,953	86,835,709
Reserved for issuance 20,368 shares (2005 - 20,380 shares)	1,291	1,292
Contributed surplus - stock options	1,421,372	1,421,372
Deficit	<u>(82,515,067)</u>	<u>(82,040,322)</u>
	<u>10,240,549</u>	<u>6,218,051</u>
Subsequent events (Note 2,7)	<u>\$ 11,007,476</u>	<u>\$ 6,281,045</u>

ON BEHALF OF THE BOARD:

Director

Director

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED STATEMENTS OF LOSS AND DEFICIT
(Unaudited)

	Three months ended		Nine months ended	
	2005	December 31, 2004	2005	December 31, 2004
Expenses				
Amortization	\$ 415	\$ 416	\$ 1,245	\$ 880
Consulting and wages	45,180	45,424	127,770	87,504
General exploration and project investigation	-	-	2,446	-
Management fees	54,000	48,000	162,000	144,000
Office and general	2,699	1,578	13,514	9,473
Professional fees	7,905	1,211	40,577	14,960
Promotion and public relations	28,772	19,435	65,947	39,548
Stock based compensation expense	-	201,945	-	252,554
Stock exchange and filing fees	1,275	750	14,990	14,587
Telephone and facsimile	284	283	1,191	2,901
Transfer agent and shareholder information	4,471	3,232	37,223	37,239
Travel	179	1,135	10,251	1,135
Loss before the undernoted items	145,180	323,409	477,154	604,781
Other (income) expenses				
Interest income	(5,847)	(2,823)	(15,940)	(6,863)
Interest and financing expenses	6,853	-	13,853	-
Foreign exchange (gain) loss	(185)	338	549	908
Project overhead fees	(50)	(796)	(871)	(16,558)
BC capital tax	-	102,309	-	102,309
Write-off of mineral property interests	-	1,117,836	-	1,117,836
Loss for the period	145,951	1,540,273	474,745	1,802,413
Deficit, beginning of the period	82,369,116	80,570,595	82,040,322	80,308,455
Deficit, end of the period	<u>\$ 82,515,067</u>	<u>\$ 82,110,868</u>	<u>\$ 82,515,067</u>	<u>\$ 82,110,868</u>
Basic and diluted loss per common share	<u>\$ 0.00</u>	<u>\$ 0.04</u>	<u>\$ 0.01</u>	<u>\$ 0.05</u>
Weighted average number of shares outstanding	<u>40,566,250</u>	<u>34,544,522</u>	<u>40,413,277</u>	<u>33,956,523</u>

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three months ended December 31,		Nine months ended December 31,	
	2005	2004	2005	2004
Cash flows (for) operating activities				
Loss for the period	\$ (145,951)	\$ (1,540,273)	\$ (474,745)	\$ (1,802,413)
Items not affecting cash				
Amortization	415	416	1,245	880
Project overhead fees	(50)	(796)	(871)	(16,558)
Stock based compensation expense	-	201,945	-	252,554
Write-off of mineral property interests	-	1,117,836	-	1,117,836
	<u>(145,586)</u>	<u>(220,872)</u>	<u>(474,371)</u>	<u>(447,701)</u>
Changes in non-cash working capital items				
Accounts receivable and other current assets	222,969	(99,388)	220,685	(163,152)
Accounts payable and accrued liabilities	213,578	(1,000,379)	291,412	(303,716)
Due to/from joint venturer	(383)	117,693	82,653	52,898
Due to/from related parties	(6,141)	(1,141)	(3,679)	(4,026)
	<u>284,437</u>	<u>(1,204,087)</u>	<u>116,700</u>	<u>(865,697)</u>
Cash flows from financing activities				
Common shares issued, net	-	567,750	4,497,243	4,616,763
Note payable to related party	6,853	-	413,853	-
	<u>6,853</u>	<u>567,750</u>	<u>4,911,096</u>	<u>4,616,763</u>
Cash flows (for) investing activities				
Mineral properties and related expenditures	(696,350)	(465,779)	(3,594,380)	(3,119,392)
Investments	-	-	(598,000)	-
Other assets	-	(5,000)	9,859	(8,500)
Purchase of equipment	-	-	-	(2,945)
	<u>(696,350)</u>	<u>(470,779)</u>	<u>(4,182,521)</u>	<u>(3,130,837)</u>
(Decrease) increase in cash	(405,060)	(1,107,116)	845,275	620,229
Cash, beginning of the period	<u>2,018,229</u>	<u>2,449,295</u>	<u>767,894</u>	<u>721,950</u>
Cash, end of the period	<u>\$ 1,613,169</u>	<u>\$ 1,342,179</u>	<u>\$ 1,613,169</u>	<u>\$ 1,342,179</u>
Supplementary information regarding non-cash transactions				
Investing activities				
Project overhead fees included in mineral properties	<u>\$ 50</u>	<u>\$ 796</u>	<u>\$ 871</u>	<u>\$ 16,558</u>
Common shares issued for mineral property acquisition	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 98,000</u>
Financing activities				
Shares reserved for issuance on acquisition of subsidiary	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1,419</u>

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
CONSOLIDATED STATEMENTS OF MINERAL PROPERTIES
AND RELATED EXPENDITURES TO
DECEMBER 31, 2005

	Assean Lake	GJ and Kinaskan	Bob Creek	Manson Creek	MacVicar	Total
Balance, March 31, 2005	\$ 2,164,029	\$ 1,906,336	\$ 501,516	\$ 409,681	\$ 72,419	\$ 5,053,981
Assaying and sampling	3,697	134,199	-	43,951	6,711	188,558
Camp costs	-	237,448	-	7,565	6,719	251,732
Drilling	-	1,199,020	890	162,436	20,492	1,382,838
Environmental	-	95,821	-	-	-	95,821
Expediting and project supervision	-	129,656	-	28,449	-	158,105
Field supplies	-	43,305	-	7,542	-	50,847
Field wages	-	205,922	-	11,908	-	217,830
Fuel	-	71,338	-	-	-	71,338
Geological, geophysical & geochemical	779	424,363	550	82,019	74,527	582,238
Helicopter	-	384,200	-	-	-	384,200
Maps and reports	3,891	32,543	2,002	12,165	425	51,026
Office miscellaneous	341	9,585	-	4,118	6	14,050
Option payment	-	-	-	-	7,500	7,500
Survey	-	49,332	-	-	-	49,332
Transport and travel	-	76,184	-	13,652	-	89,836
Incurred during the period	8,708	3,092,916	3,442	373,805	116,380	3,595,251
Balance, December 31, 2005	\$ 2,172,737	\$ 4,999,252	\$ 504,958	\$ 783,486	\$ 188,799	\$ 8,649,232

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED DECEMBER 31, 2005
(Unaudited)

1. BASIS OF PRESENTATION

The unaudited interim consolidated financial statements of Canadian Gold Hunter Corp. (the "Company") are prepared in accordance with accounting principles generally accepted in Canada using the same accounting policies and methods of application as those disclosed in Note 2 to the Company's consolidated financial statements for the year ended March 31, 2005.

These interim consolidated financial statements do not contain all of the information required by generally accepted accounting principles for annual financial statements and therefore should be read in conjunction with the consolidated financial statements included in the Company's 2005 Annual Report.

2. INVESTMENTS

	<u>December 31,</u> <u>2005</u>	<u>March 31,</u> <u>2005</u>
Redback Mining Inc. ("Redback") , a company with directors in common, 7,580 common shares with a market value at December 31, 2005 of approximately \$20,693 (March 31, 2005 – \$13,643)	\$ 10,461	\$ 10,461
Valkyries Petroleum Corp. ("Valkyries") , a company with directors in common, 33,917 common shares with a market value at December 31, 2005 of approximately \$237,080 (March 31, 2005 – \$103,447)	25,438	25,438
bcMetals Corporation , 1.3 million common shares with a market value at December 31, 2005 of approximately \$884,000 (March 31, 2005 – Nil)	<u>598,000</u>	<u>-</u>
	<u>\$ 633,899</u>	<u>\$ 35,899</u>

Subsequent to December 31, 2005, the shares of Redback and Valkyries were sold for total net proceeds of \$256,663.

3. NOTE PAYABLE

As at December 31, 2005, the Company has a promissory note of \$413,140, which is due on demand on or before June 22, 2006. The promissory note bears interest at Canadian Prime Interest Rate plus 2% per annum. The accrued interest of the promissory note to December 31, 2005 was \$713.

4. SHARE CAPITAL

(a) Authorized:

Unlimited number of common shares with no par value.

(b) Issued and outstanding:

Common shares	<u>Number of Shares</u>	<u>Amount</u>
Balance, March 31, 2004	30,504,553	\$ 83,278,696
Private placements, net (i)	3,140,000	3,651,763
Tax cost recognized on issuance of flow-through shares on private placements	-	(1,309,035)
Financing expense	81,000	101,250
Stock options exercised	494,000	171,400
Warrants exercised	1,923,700	784,850
Mineral properties	220,000	142,000
Takeover of Royal County	22,000	1,396
Transfer of contributed surplus on exercise of stock options	-	13,389
Balance, March 31, 2005	<u>36,385,253</u>	86,835,709
Private placements, net (i)	5,377,001	4,143,242
Warrants exercised	885,000	354,000
Takeover of Royal County	<u>12</u>	<u>1</u>
Balance, December 31, 2005	<u>42,647,266</u>	<u>\$ 91,332,952</u>

- (i) During the six months ended September 30, 2005, the Company completed on a non-brokered, private-placement basis, the issuance of 4,970,000 flow-through common shares at a price of \$0.80 per share for gross proceeds of \$3,976,000 and 407,001 common shares (non flow-through) at a price of \$0.75 per share for total gross proceeds of \$305,251.

As at December 31, 2005, the Company is committed to spend \$1,318,981 (March 31, 2005 - \$296,964) to complete flow through agreements. This balance is included in cash but is reserved to complete the qualified expenditures.

The tax cost related to the issuance of the flow-through shares on the private placement will be recognized in the period in which the Company files the related renunciation with the taxation authorities.

(c) As at December 31, 2005, the following stock options were outstanding:

	Number of Shares	Weighted-Average Exercise Price
Outstanding at March 31, 2005	2,335,000	\$0.95
Cancelled	<u>(5,000)</u>	<u>\$0.68</u>
Outstanding at December 31, 2005	<u>2,330,000</u>	<u>\$0.95</u>

As at December 31, 2005, the Company has 2,330,000 stock options outstanding, at a price of \$1.10, \$0.68 and \$0.66 per share, to officers, employees and consultants.

(d) As at December 31, 2005, there are no share purchase warrants outstanding:

(e) As at December 31, 2005, there are no shares held in escrow.

5. RELATED PARTY TRANSACTIONS

During the nine months ended December 31, 2005, the Company:

- (a) incurred management fees of \$162,000 to a company controlled by the Chairman of the Company pursuant to an agreement which is renewable on July 1, 2006. At December 31, 2005, \$3,897 was due to this company and included in amounts due to related parties;
- (b) incurred legal fees of \$48,302 to a law firm of which a partner is a director of the Company. At December 31, 2005, \$1,672 was due to this law firm and included in amounts due to related parties.

6. SEGMENTED INFORMATION

The Company's only business activity is the exploration for and development of mineral resources reserves in Canada.

7. SUBSEQUENT EVENT

Subsequent to December 31, 2005, Company has agreed to sell, on a non-brokered, private placement basis, up to 2,381,000 flow-through common shares at a price of \$1.05 per flow-through share and up to 555,500 common shares (non flow-through) at a price of \$0.90 per common share for total gross proceeds of up to \$3 million. The private placement is subject to regulatory approval. A finder's fee totaling \$125,000 will be payable in connection with the private placement.

**CANADIAN GOLD HUNTER CORP.
CORPORATE DIRECTORY
DECEMBER 31, 2005**

OFFICERS

Lukas H. Lundin,
Chairman
Richard J. Bailes,
President and Chief Executive Officer
Jan E. Christoffersen,
Vice President
Wanda Lee,
Chief Financial Officer
Kathy Love,
Corporate Secretary

DIRECTORS

Ronald Netolitzky
Michael Halvorson *
Michael McInnis *
Lukas H. Lundin
William A. Rand *
John H. Craig
Richard J. Bailes

* Audit Committee

AUDITORS

Staley Okada and Partners
Vancouver, British Columbia, Canada

BANKERS

Bank of Montreal
Vancouver, British Columbia, Canada

SUBSIDIARIES

Royal County Minerals Corp
Vancouver, British Columbia, Canada

COMPANY HEAD OFFICE

Suite 2101 - 885 West Georgia Street
Vancouver, British Columbia
Canada V6C 3E8
Telephone: (604) 689-7842
Fax: (604) 689-4250

REGISTERED AND RECORDS OFFICE

Suite 1100 - 888 Dunsmuir Street
Vancouver, British Columbia
Canada V6C 3K4

SOLICITOR

McCullough O'Connor Irwin
Vancouver, British Columbia
Canada

SHARE CAPITAL

Authorized: Unlimited number of common shares
Issued and Outstanding: 42,647,266 shares

REGISTRAR AND TRANSFER AGENT

CIBC Mellon Trust Company
Vancouver, British Columbia
Toronto, Ontario

SHARE LISTING

Toronto Stock Exchange
Canadian Gold Hunter Corp. (CGH)