



CANDENTE
GOLD CORP

**Interim Condensed Consolidated Financial Statements
(unaudited)**

**As at and for the three and nine months periods ended
December 31, 2013 and 2012**

(Expressed in United States dollars, unless otherwise noted)

NOTICE

The accompanying unaudited interim condensed consolidated financial statements of Candente Gold 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.

Candente Gold Corp.
Interim Condensed Consolidated Statements of Financial Position

At December 31, 2013 and March 31, 2013 (unaudited)

(expressed in United States dollars unless otherwise noted)

| | Notes | December 31, 2013 | March 31, 2013 |
|--|-------|----------------------|----------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | \$ 137,392 | \$ 647,357 |
| Trade and other receivables | | 116,618 | 263,886 |
| Prepaid expenses and deposits | | 52,541 | 53,447 |
| | | 306,551 | 964,690 |
| Non-current assets | | | |
| Equipment | 4 | 32,304 | 62,997 |
| Value added tax credits | | 76,048 | 63,908 |
| Unproven mineral right interests | 5 | 11,733,373 | 12,802,274 |
| Total assets | | \$ 12,148,276 | \$ 13,893,869 |
| Liabilities | | | |
| Current Liabilities | | | |
| Trade payables and accrued liabilities | | \$ 770,691 | \$ 561,147 |
| Total liabilities | | 770,691 | 561,147 |
| Equity | | | |
| Share capital | 6 | 22,967,035 | \$ 22,711,269 |
| Reserves | | 5,271,738 | 5,146,440 |
| Accumulated deficit | | (16,861,188) | (14,524,987) |
| Total equity | | 11,377,585 | 13,332,722 |
| Total liabilities and equity | | \$ 12,148,276 | \$ 13,893,869 |

| | | | |
|---|----------|--------------------------------------|-----------|
| Nature of Operations and Going Concern | 1 | Events After Reporting Period | 11 |
|---|----------|--------------------------------------|-----------|

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

Approved on behalf of the Board of Directors

(signed) Andres Milla
Director

(signed) Larry Kornze
Director

Candente Gold Corp.
Interim Condensed Consolidated Statements of Loss and
Comprehensive Loss

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

| | Notes | Three Months Ended | | Nine Months Ended | |
|---|-------|--------------------|-------------------|---------------------|---------------------|
| | | Dec 31, 2013 | Dec 31, 2012 | Dec 31, 2013 | Dec 31, 2012 |
| Expenses | | | | | |
| General and administrative | 9 | \$ 180,663 | \$ 55,449 | \$ 655,681 | \$ 419,797 |
| Exploration expenses | 9 | 221,202 | 312,965 | 573,672 | 1,093,899 |
| | | 401,865 | 368,414 | 1,229,353 | 1,513,696 |
| Other (loss) income | | | | | |
| Write-down of unproven mineral right interest | | - | - | 1,155,220 | - |
| Loss (gain) on foreign exchange | | 35,274 | (140,697) | (34,373) | (46,863) |
| Interest income | | - | - | (13,999) | - |
| | | 35,274 | (140,697) | 1,106,848 | (46,863) |
| Net loss | | 437,139 | 227,717 | 2,336,201 | 1,466,833 |
| Other comprehensive loss(income) | | | | | |
| Foreign currency translation adjustment | | (37,913) | 149,744 | 81,244 | 11,807 |
| Comprehensive loss | | \$ 399,226 | \$ 377,461 | \$ 2,417,445 | \$ 1,478,640 |
| Loss Per Share Attributable to Shareholders | | | | | |
| Basic and Diluted | | \$ (0.01) | \$ (0.00) | \$ (0.04) | \$ (0.02) |
| Weighted Average Number of Common Shares Outstanding | | | | | |
| | | 62,689,325 | 62,239,760 | 62,376,851 | 62,097,897 |

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

Candente Gold Corp.
Interim Condensed Consolidated Statements of Changes in Equity
For the nine months ended December 31, 2013 and 2012 (unaudited)
(expresses in United States dollars unless otherwise noted)

| | Total Common Shares | Share Capital | Equity Reserve | Accumulated Deficit | Foreign Currency Translation Adjustment | Total Equity |
|---|---------------------------|----------------------|---------------------|------------------------|--|----------------------|
| Balance at April 1, 2013 | 62,219,760 | \$ 22,711,269 | \$ 5,407,295 | \$ (14,524,987) | \$ (260,855) | \$ 13,332,722 |
| Common shares issued for: | | | | | | |
| Share capital, Note 6(b)(ii) | 5,400,000 | 253,953 | - | - | - | 253,953 |
| Shares subscribed | - | 14,108 | - | - | - | 14,108 |
| Share issuing costs | - | (12,295) | 4,771 | - | - | (7,524) |
| Share-based compensation expense | - | - | 201,771 | - | - | 201,771 |
| Net loss | - | - | - | (2,336,201) | - | (2,336,201) |
| Foreign currency translation adjustment | - | - | - | - | (81,244) | (81,244) |
| Balance as at December 31, 2013 | 67,619,760 | \$ 22,967,035 | \$ 5,613,837 | \$ (16,861,188) | \$ (342,099) | \$ 11,377,585 |

| | Total Common Shares | Share Capital | Equity Reserve | Accumulated Deficit | Foreign Currency Translation Adjustment | Total Equity |
|--|---------------------------|----------------------|---------------------|------------------------|--|----------------------|
| Balance at April 1, 2012 | 61,176,760 | \$ 22,414,373 | \$ 5,364,095 | \$ (12,760,151) | \$ (48,507) | \$ 14,969,810 |
| Common shares issued for: | | | | | | |
| Exercise of share options | 53,000 | 25,599 | - | - | - | 25,599 |
| Acquisition of mineral right interests, Note 6(b)(i) | 1,000,000 | 265,018 | - | - | - | 265,018 |
| Share-based compensation expense | - | - | 6,478 | - | - | 36,478 |
| Net loss | - | - | - | (1,466,833) | - | (1,466,833) |
| Foreign currency translation adjustment | - | - | - | - | (11,807) | (11,807) |
| Balance as at December 31, 2012 | 62,229,760 | \$ 22,704,990 | \$ 5,370,573 | \$ (14,226,984) | \$ (60,314) | \$ 13,788,265 |

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

Candente Gold Corp.
Interim Condensed Consolidated Statements of Cash Flows
For the nine months ended December 31, 2013 and 2012 (unaudited)
(expresses in United States dollars unless otherwise noted)

| Cash provided by (used in): | Notes | December 31, 2013 | December 31, 2012 |
|---|--------------|------------------------------|------------------------------|
| Operating | | | |
| Loss for the period | | \$ (2,336,201) | \$ (1,466,833) |
| Items not affecting cash: | | | |
| Amortization | 4 | 16,425 | 26,903 |
| Share-based compensation expense | 9 | 201,771 | 6,478 |
| Write-down of unproven mineral rights interests | | 1,155,220 | - |
| Changes in non-cash working capital items: | | | |
| Decrease (increase) in amounts receivable | | 147,268 | 389,087 |
| Decrease (increase) in prepaid expenses and deposits | | 906 | (31,474) |
| Increase (decrease) in accounts payable and accrued liabilities | | 209,544 | (92,679) |
| Cash used in operating activities | | (605,067) | (1,168,518) |
| Investing | | | |
| Purchase of equipment | 4 | - | (255) |
| Proceeds from sale of equipment | | - | 3,712 |
| Value added tax paid | | (11,901) | (16,381) |
| Expenditures on mineral interests: | | | |
| Acquisition | 5 | (174,005) | (293,640) |
| Recovery of acquisition costs | | 87,686 | - |
| Cash used in investing activities | | (98,220) | (306,564) |
| Financing | | | |
| Issuance of common shares for: | | | |
| Sale of common shares | | 260,537 | - |
| Exercise of stock options | 6 | - | 25,599 |
| Cash provided by financing activities | | 260,537 | 25,599 |
| Net change in cash and cash equivalents | | (442,750) | (1,449,483) |
| Effect of exchange rate changes on cash | | (67,215) | (6,533) |
| Cash and cash equivalents at beginning of period | | 647,357 | 2,364,289 |
| Cash and cash equivalents at end of period | | \$ 137,392 | \$ 908,273 |

The accompanying notes are an integral part of these Interim condensed consolidated financial statements.

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

1. Nature of operations and going concern

Candente Gold Corp. and its subsidiaries (the "Company" or "Candente Gold") are engaged in the exploration of mineral property interests in Mexico and Peru. The Company was incorporated on April 24, 2009 under the Business Corporation Act of British Columbia and its principal office is located at Suite 1650-400 Burrard Street, Vancouver British Columbia, V6C 3A6.

The principal subsidiaries of the Company as at December 31, 2013 are as follows:

| Subsidiary | Interest | Functional Currency |
|--------------------------------------|----------|---------------------|
| Candente Mexico Resource Corp. | 100% | CDN Dollars |
| Canaco Resources (BC) Inc. | 100% | CDN Dollars |
| Candente Gold Peru S.A. | 100% | US Dollars |
| Minera CCM, S.A. de C.V. | 100% | US Dollars |
| Minera CCM El Oro Jales S.A. de C.V. | 100% | US Dollars |

Candente Gold's common shares are listed on the Toronto Stock Exchange ("TSX") and the Lima Stock Exchange under the trading symbol "CDG". The Company's share options and warrants are not listed.

These consolidated financial statements were authorized for issue by the Board of Directors on February 13, 2014.

These consolidated financial statements have been prepared on the basis of accounting principles applicable to a going concern, which assume that the Company will continue operations for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations as they come due. For the three months ended December 31, 2013 and December 31, 2012, the Company incurred losses of \$0.4 million and \$0.4 million, respectively, and as at December 31, 2013 the Company had \$16.4 million cumulative losses since inception. In addition, the Company is subject to sovereign risk, including political and economic instability, changes in existing government regulations relating to mining, as well as currency fluctuations and local inflation. The Company does not generate cash flows from operations and accordingly, Candente Gold will need to raise additional funds through the issuance of securities or resource secured debt. Although, Candente Gold has been successful in raising funds in the past there can be no assurance Candente Gold will be able to raise sufficient funds in the future, in which case the Company may be unable to meet its obligations as they come due in the normal course of business. These factors cast significant doubt regarding the Company's ability to continue as a going concern. Should Candente Gold be unable to realize its assets and discharge its liabilities in the normal course of business, the net realizable value of its assets may be materially less than the amounts on the statement of financial position.

2. Statement of compliance and basis of presentation

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board ("IASB") applicable to the preparation of interim financial statements, including IAS 34, Interim Financial Reporting. These condensed consolidated interim financial statements should be read in conjunction with the Company's audited consolidated financial statements for the year ended March 31, 2013, which have been prepared in accordance with IFRS issued by the IASB.

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

3. Summary of Significant Accounting Policies

These interim condensed consolidated financial statements have been prepared using the same accounting policies and methods of computation as the annual consolidated financial statements of the Company for the year ended March 31, 2013. The disclosure contained in these condensed consolidated interim financial statements does not include all the requirements in IAS 1 *Presentation of Financial Statements* ("IAS 1"). Accordingly these interim condensed consolidated financial statements should be read in conjunction with the Company's consolidated financial statements for the year ended March 31, 2013.

The accounting policies below have been applied consistently to all periods presented in these interim condensed consolidated financial statements.

4. Equipment

Equipment acquired for the period ended December 31, 2013 and March 31, 2013 is as follows:

| | Balance at April 1, 2013 | Acquisition of equipment | Amortization | Balance at December 31, 2013 |
|------------------------|-----------------------------|-----------------------------|--------------------|---------------------------------|
| Equipment | \$ 32,822 | \$ - | \$ (14,493) | \$ 18,329 |
| Vehicles | 26,178 | - | (14,200) | 11,978 |
| Leaseholds | 3,997 | - | (2,000) | 1,997 |
| Closing balance | \$ 62,997 | \$ - | \$ (30,693) | \$ 32,304 |

| | Balance at April 1, 2012 | Acquisition of equipment | Amortization | Balance at March 31, 2013 |
|------------------------|-----------------------------|-----------------------------|--------------------|------------------------------|
| Equipment | \$ 48,701 | \$ 425 | \$ (16,304) | \$ 32,822 |
| Vehicles | 28,984 | - | (2,806) | 26,178 |
| Leaseholds | 5,644 | - | (1,647) | 3,997 |
| Closing balance | \$ 83,329 | \$ 425 | \$ (20,757) | \$ 62,997 |

5. Unproven Mineral Right Interests

At December 31, 2013, unproven mineral right interests were comprised of various early-stage exploration interests in mineral claims and mining concessions located in Mexico and Peru. These interests are held by the Company, or through option agreements under which the Company, directly or through a joint venture arrangement, has a right to acquire an interest in mineral properties.

Acquisition costs are capitalized. Exploration expenditures are charged to operations in the period they are incurred.

The following are the capitalized mineral property acquisition costs:

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

| | Balance at March 31, 2013 | Mining property expenditures | Acquisition costs recoverable | Write-down of unproven mineral right interests | Balance at December 31, 2013 |
|-------------------------|---------------------------------|------------------------------------|-------------------------------------|---|------------------------------------|
| El Oro – Mexico | \$ 8,053,562 | \$ - | \$ (43,810) | \$ - | \$ 8,009,752 |
| El Oro Mine Tailings | - | 38,663 | - | - | 38,663 |
| Peruvian Properties | 4,748,712 | 135,342 | (43,876) | (1,155,220) | 3,684,958 |
| Closing balance | \$ 12,802,274 | \$ 174,005 | \$ (87,686) | \$ (1,155,220) | \$ 11,733,373 |

| | Balance at March 31, 2012 | Acquisition of Unproven mineral right interests | Disposals of Unproven Mineral Right Interest | Balance at December 31, 2012 |
|------------------------|------------------------------|--|---|------------------------------------|
| El Oro – Mexico | \$ 7,625,949 | \$ 427,613 | \$ - | \$ 8,053,562 |
| Peruvian Properties | 4,451,895 | 296,817 | - | 4,748,712 |
| Closing balance | \$ 12,077,844 | \$ 724,430 | \$ - | \$ 12,802,274 |

El Oro

For the period ended December 31, 2013 the Company incurred no acquisition expenditures related to the El Oro property. During the nine month period ended, December 31, 2013, the Company recognized a recoverable amount of \$43,810 related to amounts paid for taxes on the Company's concession at El Oro that are to be recovered from Goldcorp Mexico. Included in unproven mineral right interests as of March 31, 2013 is the share issue to Goldcorp Mexico on May 1, 2012 related to the exercise of the second option of the May 2006 Letter Agreement, of \$265,018 and an accrual for taxes owing on the Company's concession on El Oro of \$109,168.

El Oro Mine Tailings

During the period ended December 31, 2013, the Company signed an agreement with the municipality of El Oro that provides the Company with the access and processing rights to tailings deposits. Upon signing the agreement, \$25,000 was due and paid with monthly contributions of \$3,000 thereafter.

Peruvian properties

During the period ended December 31, 2013, the Company paid \$126,568 towards its 2013 concession fees and also received \$43,876 from various parties for these same concession fees.

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

6. Capital and equity reserve

a. Shares Authorized

The Company has an unlimited number of common shares with no par value.

b. Common Share Issues

Shares issued and outstanding

| | Total amount of common shares issued | Total value of common shares issued |
|---|--|---|
| Balance as of March 31, 2012 | 61,176,760 | \$ 22,414,373 |
| Acquisition of unproven mineral right interests (i) | 1,000,000 | 265,018 |
| Exercise of stock option | 43,000 | 31,878 |
| Balance as of March 31, 2013 | 62,219,760 | \$ 22,711,269 |
| Financing, net of issue costs (ii) | 5,400,000 | 255,766 |
| Balance as of December 31, 2013 | 67,619,760 | \$ 22,967,035 |

(i) On May 1, 2012, the Company issued 1,000,000 common shares to Goldcorp Mexico at a price of Cdn\$0.26 per share in order to complete the requirements for the exercise of the second option that provided the Company with the right to earn an additional 30% in the El Oro Project in Mexico.

(ii) On December 23, 2013, the Company issued 5,400,000 common shares at a price of Cdn\$0.05 per share for total gross proceeds of Cdn\$270,000. 2,400,000 of the common shares were issued to directors of the Company. In addition, Cdn\$15,000 was received in advance for the second tranche which closed subsequent to the period-end.

c. Share Options

The Board of Directors passed a resolution dated May 15, 2009, which established a share option plan (the "2009 Stock Option Plan"), pursuant to which options may be granted to Directors, Officers, employees and persons providing ongoing and contract services to the Company. The purpose of the Plan is to attract persons by offering to such persons the opportunity to acquire (or to increase) an equity interest in the Company through the purchase of shares under the Plan. Subject to adjustment made in the case of a share split of the issued shares of the Company, the aggregate number of shares that may be issuable pursuant to options granted under the Plan is fixed at a maximum of 10% of the outstanding shares of the Company from time to time and shall be calculated on an as-needed basis. Prior to the establishment of the Plan, options were issued to Directors and employees, at the discretion of management, to compensate for services provided. The changes in share options were as follows:

| | Number of Options | Weighted Average Exercise Price (Cdn\$) |
|---|----------------------|---|
| Options outstanding, March 31, 2012 | 3,476,000 | \$0.65 |
| Options granted | 2,200,000 | 0.25 |
| Options forfeited | (275,000) | 0.64 |
| Options expired | (121,500) | 0.42 |
| Options exercised | (43,000) | 0.42 |
| Options outstanding, March 31, 2013 | 5,236,500 | \$0.49 |
| Options granted | - | - |
| Options forfeited | (200,000) | 0.54 |
| Options expired | (200,000) | 0.96 |
| Options exercised | - | - |
| Options outstanding, December 31, 2013 | 4,836,500 | \$0.45 |

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

6. Capital and equity reserve

c. Shares Options

The Company used the Black-Scholes option-pricing model under the following weighted average assumptions and recorded total stock based compensation for the three months period ended December 31, 2013 and 2012 of \$42,784 and \$3,028 respectively:

| | Three months ended December 31, 2013 |
|-------------------------|--|
| Dividend yield | 0.00 % |
| Risk-free interest rate | 1.81 % |
| Volatility range | 94.48 % |
| Expected life | 3.85 |
| Forfeiture rate | 0.85 % |

d. Warrants

| | Number of Warrants | Weighted Average Exercise Price (Cdn\$) |
|--|-----------------------|---|
| Warrants outstanding, March 31, 2012 | 5,226,350 | \$1.07 |
| Expiry of warrants | (5,226,350) | 1.07 |
| Warrants outstanding, March 31, 2013 | - | - |
| Granted | 160,000 | 0.07 |
| Warrants Outstanding, December 31, 2013 | 160,000 | \$0.07 |

On December 23, 2013 the Company issued 160,000 finders warrants with an exercise price of Cdn\$0.07 in relation to the first tranche of the private placement. Subsequent to December 31, 2013 the Company issued an additional 469,000 finders warrants with an exercise price of Cdn\$0.07. All these warrants expire on December 23, 2015.

7. Commitments

The Company entered into the agreements for operating and facility leases. The minimum annual payments required are as follows:

| | 2014 | 2015 | 2016 | 2017 | 2018 |
|--------------------------|------------------|-------------------|-------------------|-------------------|-------------------|
| Facility leases (a) | \$ 18,900 | \$ 25,200 | \$ 25,200 | \$ 25,200 | \$ 25,200 |
| Operating leases (b) | 64,246 | 85,661 | 85,661 | 85,661 | 85,661 |
| Total commitments | \$ 83,146 | \$ 110,861 | \$ 110,861 | \$ 110,861 | \$ 110,861 |

a. Facility leases

The Company has entered leases of an office and warehouse with unrelated corporations.

b. Operating leases

The Company has entered into contractual obligations with contractors with respect to its operations in Mexico.

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

8. Related party disclosures

The Company's related parties consist of companies owned by executive officers and directors. The following is a list of the related parties that the Company enters into trading transactions with:

- Ridley Rocks Inc. – CEO, management and exploration fees
- SW Project Management – President, project management and exploration fees
- Michael Thicke Geological Consulting Inc. – Exploration fees
- Delphi's Financial Strategies – CFO and management fees to October 27, 2012
- Phoenix One Consulting Inc. – CFO and management fees starting June 20, 2012 and ending on November 29, 2013
- CJ Dong Consulting Inc. - CFO and management fees starting November 29, 2103

The Company incurred the following fees and expenses in the normal course of operations in connection with companies owned by key management and directors. Expenses have been measured at the exchange amount that is determined on a cost recovery basis.

| | Nine months ended | |
|--|--------------------------|--------------------------|
| | December 31, 2013 | December 31, 2012 |
| Salaries and management and exploration fees | \$ 61,575 | \$ 180,562 |
| Share-based compensation expense | 64,327 | 3,006 |
| | \$ 125,902 | \$ 94,189 |

- Share-based compensation expense is the fair value of options expensed to directors and key management personnel during the nine months ended December 31, 2013 and 2012.
- The Company does not remunerate the directors of the Company unless its market capitalization is greater than \$75 million. During the nine month period ended December 31, 2013 the Company paid \$nil in directors fees (2012 - \$nil).

Amounts due to related parties are unsecured, non-interest bearing and due on demand. Accounts payable at December 31, 2013 included approximately \$2,300 due to related parties (March 31, 2013 – nil) and \$495,889 (March 31, 2013 - \$310,552) due to Candente Copper Corp., a shareholder of the Company.

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

9. Expenses

Included in general and administrative expenses are the following:

| | Three Months Ended | | Nine Months Ended | |
|---|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2013 | December 31, 2012 | December 31, 2013 | December 31, 2012 |
| GENERAL AND ADMINISTRATIVE | | | | |
| Depreciation | \$ 6,201 | 8,810 | \$ 16,425 | \$ 13,199 |
| Audit and tax advisory fees | (232) | (10,062) | 38,534 | 47,746 |
| Bank charges and interest | 1,582 | (21,748) | 2,630 | (50,354) |
| Consulting | 3,556 | 42,747 | 67,578 | 74,772 |
| Corporate development | 522 | - | 682 | - |
| Legal | 21,143 | 885 | 35,837 | 28,908 |
| Management fees, office salaries and benefits | 53,540 | 4,870 | 150,366 | 140,401 |
| Office, rent and miscellaneous | 27,435 | 12,014 | 71,074 | 62,661 |
| Travel and accommodations | 680 | 2,262 | 1,878 | 7,588 |
| Regulatory and filing fees | 10,963 | 709 | 41,249 | 58,241 |
| Shareholder communications | 12,489 | 11,934 | 27,656 | 30,157 |
| Share-based compensation | 42,784 | 3,028 | 201,771 | 6,478 |
| Total general and administrative expenses | \$ 180,663 | 55,449 | \$ 655,681 | \$ 419,797 |

Included in exploration expenses are the following:

| | Three Months Ended | | Nine Months Ended | |
|--------------------------------|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2013 | December 31, 2012 | December 31, 2013 | December 31, 2012 |
| EXPLORATION | | | | |
| Depreciation | \$ - | \$ 4,568 | \$ - | \$ 13,704 |
| Project Administration Costs | 111,989 | 112,500 | 259,592 | 453,871 |
| Exploration and Development | 95,555 | 189,862 | 296,855 | 517,150 |
| Technical Reports | - | 2,325 | - | 2,325 |
| Drilling | 38 | - | 38 | 38,358 |
| Community and Social relations | 13,619 | 3,710 | 17,187 | 68,492 |
| Environmental | - | - | - | - |
| Total exploration expenses | 221,202 | \$ 312,965 | 573,672 | \$ 1,093,899 |

Candente Gold Corp.

Notes to the Interim Condensed Consolidated Financial Statements

For the three and nine months ended December 31, 2013 and 2012 (unaudited)

(expressed in United States dollars unless otherwise noted)

10. Segmented information

The Company operates in one segment being the exploration of mineral properties in Peru. The Company operates in three geographical areas, being Peru, Mexico and Canada. The following is an analysis of the Company's assets by geographical area and reconciled to the Company's consolidated financial statements

| December 31, 2013 | | | | |
|----------------------------------|------------|--------------|--------------|---------------|
| | Canada | Mexico | Peru | Total |
| Cash and cash equivalents | \$ 119,363 | \$ 11,236 | \$ 6,793 | \$ 137,392 |
| Receivables and prepaid expenses | 29,790 | 97,795 | 41,573 | 169,158 |
| Value-added Tax Credit | - | 245 | 75,803 | 76,048 |
| Unproven mineral right interests | - | 8,488,155 | 3,245,217 | 11,733,373 |
| Equipment | 11,407 | 18,434 | 2,463 | 32,304 |
| Closing Balance | \$ 160,560 | \$ 8,615,865 | \$ 3,372,213 | \$ 12,148,276 |

| March 31, 2013 | | | | |
|----------------------------------|------------|--------------|--------------|---------------|
| | Canada | Mexico | Peru | Total |
| Cash and cash equivalents | \$ 585,056 | \$ 57,987 | \$ 4,314 | \$ 647,357 |
| Receivables and prepaid expenses | 19,526 | 270,288 | 27,519 | 317,333 |
| Value-added Tax Credit | - | - | 63,908 | 63,908 |
| Unproven mineral right interests | - | 8,053,562 | 4,748,712 | 12,802,274 |
| Equipment | 11,971 | 44,718 | 6,308 | 62,997 |
| Closing Balance | \$ 616,553 | \$ 8,426,555 | \$ 4,850,761 | \$ 13,893,869 |

11. Events after the Reporting Period

On January 22, 2014, the Company completed its non-brokered private placement, closing on its second and final tranche by issuing 9,520,500 common shares at a price of Cdn\$0.05 per share for total gross proceeds of Cdn\$476,025.

Finder's fees totaling approximately Cdn\$25,000 were paid with respect to the second tranche along with the issuance of 469,000 finders' warrants with an exercise price of Cdn\$0.07 until December 23, 2015.

The net proceeds of the private placement will be used for funding evaluations of the Company's El Oro Tailings project, including metallurgical test work, and for general corporate purposes.

On January 21, 2014, the Company issued 250,000 stock options to one of its directors with an exercise price of Cdn\$0.25.

As at the date of this Financial Statements, there is approximately Cdn\$470,000 in cash and cash equivalents.