

Jiulian Resources Inc.

Interim Financial Statements **Expressed in Canadian Dollars**

For The Nine Months Period Ended November 30, 2008
(Unaudited – Prepared by Management)

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The accompanying interim financial statements of Jiulian Resources Inc. for the nine months period ended November 30, 2008 were prepared by management. They have not been reviewed or audited by the Company's independent external auditor. This notice is being provided in accordance with section 4.3(3)(a) of the National Instrument 51-102 Continuous Disclosure Obligations.

Jiulian Resources Inc.
Interim Balance Sheets
As at November 30, 2008
(Unaudited – Prepared By Management)

	November 30, 2008	February 29, 2008
	In CAD\$	In CAD\$
	(Unaudited)	(Audited)
ASSETS		
Current		
Cash	\$ 45,183	\$ 71,578
Term deposit (Note 3)	1,776,225	1,823,222
Prepaid expenses	1,620	1,620
GST recoverable	4,960	4,242
	1,827,988	1,900,662
Equipment (Note 4)	1,183	1,786
TOTAL ASSETS:	\$ 1,829,171	\$ 1,902,448
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	\$ 4,381	\$ 38,038
Due to related party (Note 5)	10,078	10,078
	14,459	48,116
Shareholders' Equity		
Share capital (Note 6)	1,944,950	1,944,950
Contributed surplus	45,500	45,500
Accumulated deficit	(175,738)	(136,118)
	1,814,712	1,854,332
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY:	\$ 1,829,171	\$ 1,902,448

- Continuance of operations (Note 1)
- Subsequent events (Note 8)

On behalf of the Board:

"Charlie Cheng"

Director

"James Zhang"

Director

See accompanying notes to the financial statements

Jiulian Resources Inc.
Interim Statements of Operations and Deficit
Expressed in Canadian Dollars
(Unaudited – Prepared By Management)

	Three Months Ended November 30, 2008	Three Months Ended November 30, 2007	Nine Months Ended November 30, 2008	Nine Months Ended November 30, 2007
Administration Expenses				
Accounting and audit	\$ -	\$ -	\$ 3,128	\$ 1,422
Amortization	200	132	602	214
Bank charges	86	324	294	496
Consulting Fees	9,000	-	12,000	-
Filing and transfer agent fees	887	(2,946)	10,066	26,855
Legal	3,174	27	18,126	9,055
Office and administration	3,537	939	8,817	2,043
Rent	3,960	-	11,880	-
Share issuing expenses	-	4,500	-	24,500
Salaries and benefits	9,620	-	28,861	-
Travel and related expenses	2,538	2,636	9,716	15,139
Loss before other items:	33,002	5,612	103,490	79,724
Other Items				
Interest income	16,056	12,530	54,800	14,388
Gain (Loss) on Exchange	6,283	3	9,070	(3)
	22,339	12,527	63,870	14,385
Net and comprehensive income (loss) for the period	(10,663)	6,915	(39,620)	(65,339)
Deficit, beginning of the period:	(165,075)	(86,038)	(136,118)	(13,784)
Deficit, end of the period:	\$ (175,738)	\$ (79,123)	\$ (175,738)	\$ (79,123)
Basic and diluted loss per share	\$ (0.00)	\$ 0.00	\$ (0.00)	\$ (0.02)
Weighted average number of shares outstanding	9,800,741	4,383,152	9,800,741	4,383,152

See accompanying notes to the financial statements

Jiulian Resources Inc.
Interim Statement of Cash Flows
Expressed in Canadian Dollars
(Unaudited – Prepared By Management)

	Three Months Ended November 30, 2008	Three Months Ended November 30, 2007	Nine Months Ended November 30, 2008	Nine Months Ended November 30, 2007
CASH FLOWS FROM OPERATING ACTIVITIES				
Income (Loss) for the period	\$ (10,663)	6,915	\$ (39,620)	\$ (65,339)
Items not affecting cash:				
Amortization	201	132	602	214
Employee stock compensation expense		4,500	-	24,500
Changes in non-cash working capital items:				
Accrued interest on term deposit	(17,167)	(2,711)	(53,003)	(3,398)
Accounts receivable – other		(2,626)		(2,626)
GST recoverable	(602)	(761)	(718)	(3,092)
Accounts payable and accrued liabilities	588	(5,547)	(33,656)	(6,967)
Net cash flow from operating activities	(27,643)	(98)	(126,395)	(56,708)
CASH FLOWS FROM INVESTING ACTIVITY				
Acquisition (Redemption) of term deposit	-	(1,600,000)	100,000	(1,700,000)
Purchase of fixed assets		(1,176)		(2,278)
	-	(1,601,176)	100,000	(1,702,278)
CASH FLOWS FROM INVESTING ACTIVITY				
Proceeds from issuance of shares	-	1,648,766	-	1,828,766
Increase (decrease) in cash during the period	(27,643)	47,492	(26,395)	69,780
Cash, beginning of the period	72,827	63,285	71,578	40,997
Cash, end of the period	\$ 45,183	110,777	\$ 45,183	\$ 110,777

See accompanying notes to the financial statements

Jiulian Resources Inc.
Notes to the Interim Financial Statements
November 30, 2008

Note 1 NATURE AND CONTINUANCE OF OPERATIONS

Jiulian Resources Inc. (the “Corporation”) was incorporated on October 17, 2006 under the laws of British Columbia. It is a capital pool corporation as defined in the TSX Venture Exchange (the “Exchange”) Policy 2.4, and accordingly, its principal purpose is to use its capital to investigate and acquire an asset or assets sufficient for the Corporation to meet the minimum listing requirements of the Exchange as a Tier 1 or Tier 2 issuer (referred to as a “Qualifying Transaction”).

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“Canadian GAAP”) on a going concern basis with the assumption that the Corporation will be able to realize its assets and discharge its liabilities in the normal course of business. These financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Corporation be unable to continue in business.

The Exchange may suspend from trading or delist the listed shares of the Corporation where the Corporation has not completed its Qualifying Transaction within twenty four months following the date of listing of the Corporation’s shares on the Exchange. The Qualifying Transaction will be subject to regulatory approval and may be subject to shareholder approval.

Note 2 SIGNIFICANT ACCOUNTING POLICIES

The management has prepared the financial statements of the Corporation in accordance with generally accepted accounting principles in Canada. The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires the management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates. The financial statements, in management’s opinion, have been properly prepared using careful judgment with reasonable limits of materiality.

The interim financial statements have been prepared following the same accounting policies and methods of computation as the financial statements for the fiscal year ended February 29, 2008. These interim financial statements do not contain all disclosures required under general accepted accounting principles for annual financial statements and should therefore be read in conjunction with the financial statements and the notes for the year ended February 29, 2008.

Jiulian Resources Inc.
Notes to the Interim Financial Statements
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Note 3 **TERM DEPOSIT**

The term investment (redeemable) is made through a chartered Canadian bank and interest is accrued, with a maturity date less than a year.

Note 4 **EQUIPMENT**

November 30, 2008			
Description	Cost	Accumulated Amortization	Net Book Value
Computer equipment	\$2,242	\$1,059	\$1,183

Note 5 **RELATED PARTY TRANSACTION**

The Corporation received a loan from a director of the Corporation in the amount of \$10,078. The loan is unsecured, non-interest bearing and has no specific date of repayment. Accordingly the fair value cannot be determined.

Note 6 **SHARE CAPITAL**

a) **Authorized:**

Unlimited number of common shares without par value

b) **Common Shares Issued:**

As at November 30, 2008, the Corporation has issued total 9,320,000 common shares, of which 2,700,000 common shares were subscribed for by the Corporation's directors, allotted from treasury, and held in escrow. The shares will be released in stages from escrow upon receipt of final acceptance of a Qualifying Transaction by the Exchange. Such releases will either be over a period of 18 months or 3 years, depending on the Tier status upon which the Corporation's shares are to be listed. The shares in escrow may not be transferred, assigned or otherwise dealt with without the consent of the Exchange.

Jiulian Resources Inc.
Notes to the Interim Financial Statements
November 30, 2008

	As of November 30, 2008	
	Number of Shares	Amount
Issued for cash:		
Seed shares	2,700,000	\$135,000
IPO shares	2,000,000	200,000
Private placements	4,620,000	1,663,200
Share issuance costs	-	(53,250)
Balance, beginning and end of period	9,320,000	\$ 1,944,950

c) Stock Options

No options were granted, exercised or expired during the period.

As at November 30, 2008, the Corporation had outstanding stock options enabling the holders to acquire 590,000 shares as follows:

	Number of Shares	Exercise Price	Expiry Date
Stock options	350,000	\$ 0.10	June 19, 2012
Stock options	40,000	\$ 0.36	July 15, 2012
Agent options	200,000	\$ 0.10	June 21, 2009

Note 7 INCOME TAXES

The Corporation has available non-capital losses of approximately \$13,784, \$136,118, and \$28,957 expiring respectively in 2027, 2028 and 2029 for Canadian income tax purposes, which may be carried forward to reduce taxable income in future years. In addition the Corporation has financing costs of \$42,600 available for tax deduction. The Corporation has not recognized any future income tax asset as realization is not considered due to the uncertainty of the business and future taxable income.

Note 8 PENDING TRANSACTION

With the severe deterioration of commodity and metal market, to protect the shareholders' interest, the Corporation decided to suspend its proposed transaction, which was previously announced in a news release dated December 20, 2007, with the Inner Mongolia Tuoye Mining Development Co. China ("Tuoye"), for the

Jiulian Resources Inc.
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November 30, 2008

acquisition and earn-in of up to a 98% equity interest in Tuoye's nickel-copper exploration property in Inner Mongolia, China.

The Corporation is in the process of negotiating and entering into a letter of intent for a qualified mineral property with a Canadian resource company. The transaction is expected to constitute an arm's length resource "Qualifying Transaction" in accordance with the policies of the Exchange.

The Corporation intends that trading of its common shares will remain halted during the period.