CanAfrican Metals and Mining Corp.

Consolidated Financial Statements

January 31, 2007 and 2006

(Expressed in U.S. dollars)

The accompanying unaudited interim financial statements of CanAfrican Metals and Mining Corp., for the period ended January 31, 2007 have been prepared by management and approved by the Audit Committee and the Board of Directors of the Company. These statements have not been reviewed by the Company's independent auditors.

CanAfrican Metals and Mining Corp.

Consolidated Balance Sheets
As at
(Expressed in U.S. Dollars)
(Unaudited)

		January 31, 2007		October 31, 2006
ASSETS				
Current Assets				
Cash	$	215,970	$	10,813
Amounts receivable		49,103		47,638
Prepaid expenses		643		643
		265,716		59,094
Equipment		34,573		40,727
Mineral properties (note 3)		41,139		3,572
	$	341,428	$	103,393
LIABILITIES				
Current Liabilities				
Accounts payable		109,054		83,724
Due to related parties (note 5)		379,090		368,064
		488,144		451,788
SHAREHOLDERS' EQUITY				
Share Capital (note 4)		4,144,812		4,000,623
Liability to issue shares (note 7)		85,807		-
Contributed surplus (4 (e))		532,195		400,103
Cumulative translation adjustment		9,042		9,042
Deficit		(4,918,572)		(4,758,163)
	$	(146,716)	$	(348,395)
	$	341,428	$	103,393

Approved by the Directors:

"David R. Way"

David R. Way, *Chief Executive Officer*

"Mike Hopley"

Mike Hopley, *Chief Financial Officer*

CanAfrican Metals and Mining Corp.

Consolidated Statements of Operations and Deficit

(Expressed in U.S. Dollars)

(Unaudited)

	Three Months Period Ended January 31, 2007	2006
EXPENSES		
Accounting and legal fees (recovery)	(9,849)	$ 5,025
Salaries and benefits	-	7,756
Amortization	6,154	124
Bank charges	123	417
Consulting fees	-	11,288
Management fees	-	10,357
Foreign exchange	(3,466)	(3,177)
Interest income	-	(3,222)
Office rent	1,573	2,086
Office and sundry	532	112
Stock-based compensation	132,092	94,080
Promotion	357	5,984
Travel	-	2,075
Telephone	866	1,964
Transfer agent and filing fees	4,182	1,369
Property exploration expenses	27,845	-
Net loss for the period	(160,409)	(136,238)
Deficit - beginning of period	(4,758,163)	(2,178,225)
Deficit - end of period	$ (4,918,572)	$ (2,314,463)

Loss per shares	$ (0.01)	$ (0.01)
Weighted average number of common shares outstanding	27,623,805	23,623,926

CanAfrican Metals and Mining Corp.

Consolidated Statements of Cash Flows

(Expressed in U.S. Dollars)

(Unaudited)

	Three Months Period Ended January 31, 2007	2006
CASH PROVIDED BY (USED FOR):		
Operating Activities		
Loss for the period	$ (160,409)	$ (136,238)
Item not affecting cash:		
Amortization	6,154	124
Stock-based compensation	132,092	94,080
Changes in non-cash working capital accounts:		
Accounts receivable	(1,465)	(4,988)
Prepaid expenses	-	(828)
Accounts payable	25,330	(3,844)
Due to related parties	11,026	53,274
	12,728	1,580
Financing Activities		
Issuance of share capital (net of issue cost)	144,189	-
Loan in advance of private placement	85,807	-
	229,996	-
Investing Activities		
Mineral property exploration costs	(37,567)	(202,198)
	(37,567)	(202,198)
Net cash provided during the period	205,157	(200,618)
Cash, beginning of period	10,813	274,534
Cash, end of period	$ 215,970	$ 73,916

Supplementary Disclosure of Non-Cash Investing and Financing Activities:

During the period ended January 31, 2007, $Nil (2005-$6,029) of equipment amortization were recorded as deferred mineral property costs.

CanAfrican Metals and Mining Corp.
Consolidated Statements of Cash Flows
(Expressed in U.S. Dollars)
(Unaudited)

	October 31, 2006	Net Expenditures (Option proceeds/ Adjustments)	January 31, 2007
British Columbia, Canada			
Bonaparte Property			
Deferred exploration cost			
Company and filed cost	$ 3,572	$ 7,155	$ 10,727
Alaska, United States			
Bowser Creek Property			
Acquisition costs	-	25,000	25,000
Deferred exploration cost			
Company and filed cost	-	5,412	5,412
		30,412	30,412
Total mineral property costs	$ **3,572**	$ **37,567**	$ **41,139**

1. NATURE OF OPERATIONS AND CONTINUANCE OF OPERATIONS

CanAfrican Metals and Mining Corp. is incorporated in the Province of Alberta and through its subsidiaries, Nabisoga Mining Ltd. ("Nabisoga") and Rwenzori Cobalt Company Ltd. ("Rwenzori"), is engaged in the acquisition and exploration of mineral properties in Uganda, Africa.

The recoverability of amounts capitalized for the acquisition of mineral property interests and the related deferred exploration costs is dependent upon the ultimate discovery of economically recoverable mineral reserves, the ability of the Company to obtain financing for further required exploration and development, and upon the profitability of future mineral production or the proceeds from future property dispositions.

These consolidated financial statements have been prepared assuming the Company will continue on a going-concern basis. The Company has incurred losses since inception and has an accumulated operating deficit of $4.9 million at January 31, 2007 (October 31, 2006 - $4.7 million). The ability of the Company to continue as a going-concern depends upon its ability to develop profitable operations and to continue to raise adequate equity financing to maintain its working capital.

There can be no assurance that the Company will be able to continue to raise funds in which case the Company may be unable to meet its obligations. Should the Company be unable to continue as a going-concern, the net realizable values of its assets may be materially less than the amounts recorded on the balance sheets.

2. INTERIM FINANCIAL STATEMENTS

The accompanying unaudited financial statements of the Company are prepared in accordance with Canadian generally accepted accounting principles for interim financial statements. These interim financial statements should be read in conjunction with the Company's annual audited financial statements as at and for the year ended October 31, 2006. All materials adjustments which, in the opinion of management, are necessary for fair presentation of the results for the interim period have been reflected. The results for the three months ended January 31, 2007 are stated utilizing the same accounting policies and methods of application as the most recent annual financial statements, but are not necessarily indicate of the results to be expected for the full year.

3. MINERAL PROPERTIES

British Columbia, Canada

Bonaparte Property

The Company owns six mining claims located approximately 45 kilometres west of the Thompson River in the Kamloops Mining Division.

Alaska, USA

Bowser Creek Property

The Company has signed an option agreement to earn up to 75% interest in the Bowser Creek property located in Alaska. In order for the Company to earn a 50% interest it must spend CDN$1,500,000 in exploration expenditures and a further $1,000,000 in exploration expenditures to earn the remaining 25%.

4. SHARE CAPITAL

a) Authorized: an unlimited number of common and preferred shares without par value

b) Issued and outstanding:

	Shares		Amount
Issued – October 31, 2006	25,865,545	$	4,000,623
Shares issued for:			
Private placement, net of commission and cots (1)	1,758,260		144,189
Issued – January 31, 2007	27,623,805	$	4,144,812

(1) During the period, the Company issued 1,758,260 flow-through shares for a total proceeds of $144,419. Each unit will consist of one common share and one common share purchase warrant. Each warrant will entitle the holder to purchase one additional common share of the Company at a price of Cdn$0.15 for the first year and Cdn$0.20 in the second year. Finders, corporate and legal costs totaling $26,861 have been offset against the proceeds.

c) Stock options and share purchase warrants continuity:

	Number of Shares	Weighted Price
Balance, October 31, 2006	1,155,000	0.16
Granted	2,550,000	0.10
Balance, January 31, 2006	3,705,000	0.15
Weighted remaining life in years		3.75
Range of exercise prices		$0.10-$0.45

d) The continuity of share purchase warrants is as follows:

	Number of Shares	Weighted Price
Balance, October 31, 2006	2,357,619	0.21
Granted	1,758,260	0.15
Closing balance	4,115,879	0.19
Weighted remaining life in years		0.45
Range of exercise prices		$0.15-$0.21

d) Shares in escrow:

The Company does not have any shares held in escrow.

e) Stock-based compensation:

The Company expenses $132,092 (2006 – $94,080) in connection with the fair value of stock options that vested during the period ended January 31, 2007. The compensation amounts were offset to contributed surplus.

4. SHARE CAPITAL, continued

e) Stock-based compensation, continued

The fair value of stock options granted was estimated using the Black-Scholes Option Pricing Model with the following assumptions; risk-free interest rate - 3.5% (2006 – 3.5%); expected dividend yield – nil (2006 – nil); weighted-average expected stock price volatility – 113% (2005 – 161%); expected option life in years – 5 years (2006 – 5 years).

5. DUE TO RELATED PARTIES

	January 31, 2007	October 31, 2006
Due to a private company of which a director of the Company is a fifty percent shareholder.	$ -	$ 282,418
Due to a company controlled by a director and President of the Company.	32,862	19,026
Due to a director of the Company.	63,810	22,500
Reclassifying accrued drilling expenses due to a private company of which a director is a fifty percent shareholder when the director of the Company assume the debt.	282,418	-
Due to a former directors of the Company	-	44,120
	$ 379,090	**$ 368,064**

6. RELATED PARTY TRANSACTIONS

During the three months period ended January 31, 2007, the Company entered into the following transactions with related parties:

a) Accrued management fees and expense reimbursements of $13,836 (2006 - $10,357) to a corporation controlled by a director and president of the Company.

b) Accrued consulting fees and expense reimbursements of $41,310 (2006 - $22,500) to another director of the Company. Reclassifying $282,418 due to a private company of which a director is a fifty percent shareholder and assume the debt. At January 31, 2007, the aggregate balance due to this director is $346,228.

c) Accrued drilling expenses of $Nil (2006 - $248,577) to a private company of which a director is a fifty percent shareholder

All these related party transactions were in the normal course of operations and are measured at fair value as determined by management.

7. SUBSEQUENT EVENT

The Company, announced a non-brokered private placement of 1,000,000 shares of the Company, at Cdn $0.10 per share and received $85,807 in consideration for the private placement. Subsequent to January 31, 2007 the shares have not been issued.

CanAfrican Metals and Mining Corp

Management Discussion & Analysis
FORM 51-102F1

For the Period Ending

January 31, 2007

The following discussion and analysis of financial condition and results of operations should be read in conjunction with the Company's Management's Discussion and Analysis of Operating Results, the unaudited interim financial statements and the accompanying notes for the three month period ended January 31, 2007 and the audited financial statements for the year ended October 31, 2006.

Statements in this report that are not historical facts are forward-looking statements involving known and unknown risks and uncertainties, which could cause actual results to vary considerably from these statements. Readers are cautioned not to put undue reliance on forward-looking statements.

DATE OF REPORT: March 19, 2007

OVERVIEW

CanAfrican Metals and Mining Corp. (the "Corporation") was incorporated on May 27, 1996 under the laws of the Province of Alberta and through its subsidiaries, Nabisoga Mining Ltd. ("Nabisoga") and Rwenzori Cobalt Company Ltd. ("Rwenzori"), is engaged in the acquisition and exploration of mineral properties in Uganda, Africa. The Company has focused primarily on properties in Uganda, Africa and in British Columbia, Canada. The Company is a reporting issuer in British Columbia and Alberta and its shares are listed on the TSX Venture Exchange under the symbol CAF.

Mineral Properties

British Columbia, Canada

Bonaparte Property

The Company acquired six mining claims in July 2002 located approximately 45 kilometres west of the Thompson River in the Kamloops Mining Division of British Columbia, in consideration for $10 and the issuance of 50,000 common shares of the Company valued at US$3,288.

On February 21, 2003, the Company signed an option agreement with Clan Resources Inc. ("Clan") whereby Clan could have acquired a 100% interest in the property for total consideration to the Company of CDN $60,000 and 200,000 common shares of Clan. The Company received CDN$30,000 and 150,000 common shares and was notified during the current year that Clan had returned the property to the Company.

In the fall of 2003, 200 meters of mechanical trenching and 15 diamond drill holes were completed. A new quartz vein containing gold was discovered.

This property has multiple parallel gold bearing quartz veins over an exposed area of 300 meters by 300 meters. In 1995, 4,000 tons of 0.8 ozs. gold of ore was shipped to the Trail smelter from one vein. In 2005, the mining claims were converted to MTO cells and additional cells were acquired. The property is approximately 870 hectares in size.

In December 2005 the Company, added 13.4 sq. km to its mineral tenures for a total of 22.1 sq. kilometres covering the Bonaparte gold occurrences. The additional mineral tenure covers potential extensions of the gold bearing structures to the south. Historical diamond drilling has traced to the south several gold bearing quartz veins to a point where lava flows cover the veins. South of the main showings a stream silt survey program gave anomalous gold values in four creeks draining a portion of the recently acquired mineral tenure. Gold analyses of 453.8 ppb, 59.7 ppb, 118.8 ppb and 190.6 ppb were obtained. The Company intends to carry out further exploration.

In the summer and fall of 2007, the exploration will consist of the geological mapping, sampling, trenching by excavator and diamond drilling. The main focus will be on extending the main vein system to the south where exposure of the veins stopped at the lava cap. Historical diamond drilling has indicated that quartz veins with significant mineralization are open to depth and to the south.

Alaska, USA

Bowser Creek Property

The Company has signed a option agreement to earn up to 75% interest in the Bowser Creek property located in Alaska. In order for the Company to earn a 50% interest it must spend CDN$1,500,000 in exploration expenditures and a further $1,000,000 in exploration expenditures to earn the remaining 25%.

The Bowser Creek property contains numerous prospects, outcrops and float of mineralization containing zinc, silver, lead and copper. Three types of deposits have been identified of which the skarn type has the best economic potential. The company is planning an exploration program consisting of geological mapping, prospecting, sampling, excavator, trenching and diamond drilling. Permitting for this work, scheduled in the summer and fall of 2007 is underway.

SELECTED ANNUAL INFORMATION

The following financial data, which has been prepared in accordance with Canadian generally accepted accounting principles, is derived from the Company's audited financial statements for the years ended October 31, 2006, 2005 and 2004.

	2006 $	2005 $	2004 $
Net Income	4,660	4,656	Nil
Net loss for the period	656,862	472,487	121,748
Basic and diluted per shares	0.10	0.03	0.01
Total Assets	103,393	1,926,965	301,077
Total long term liabilities	Nil	Nil	Nil
Cash dividend	Nil	Nil	Nil

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results may differ from these estimates.

RESULTS OF OPERATIONS

During the period ended January 31, 2007, the Company recorded a loss of $160,409 or $0.01 diluted loss per compared to $136,238 or $0.01 diluted per share for the same period last year. The loss is due to the stock-based compensation of $132,092 expensed in connection with the fair value of stock options during the period. The compensation expense amount was offset to contributed surplus.

For the three months period ended January 31, 2007, expenses decreased to $136,218 from $160,409. Management fees of $Nil (2006-$10,357) were paid to a company controlled by President of the Company. Also, the Company incurred office rent of $1,571 (2006-$2,086), transfer agent and filing fees of $4,182 (2006-1,369), and telephone of $866 (2006-$1,964).

The Company also incurred property exploration expenses in Rwenzori, Uganda property of $27,845.

Current liabilities are $109,054 and $379,090 is owed to related parties for a total debt of $488,144 US.

SUMMARY OF QUARTERLY REPORTS

The selected consolidated information set out below has been gathered from quarterly financial statements for the period ending January 31, 2007:

	Three Months Ended			
	January 31 2007 $	October 31 2006 $	July 31 2006 $	April 30 2006 $
Interest Income	Nil	22	6	1,410
Net earnings (loss)	(160,409)	(169,166)	(272,618)	(2,007,549)
Basic and diluted per shares	(0.01)	(0.01)	(0.01)	(0.08)

	Three Months Ended			
	January 31 2006 $	October 31 2005 $	July 31 2005 $	April 30 2005 $
Interest Income	3,222	2,794	1,862	Nil
Net earnings (loss)	(136,238)	(209,644)	(120,154)	(45,279)
Basic and diluted per shares	(0.01)	(0.01)	(0.00)	(0.00)

Significant items is the recognition of stock-based compensation costs in respect of stock options granted and the mineral properties and deferred exploration write down.

LIQUIDITY AND CAPITAL RESOURCES

The accompanying financial statements have been prepared in accordance with Canadian generally accepted accounting principles on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business. The continuation of the Company is dependent upon the continuing financial support of creditors and stockholders, refinancing debts payable, obtaining additional long term debt or equity financing, as well as achieving and maintaining a profitable level of operations. As the outcome of these matters cannot be predicted at this time, these financial statements do not include any adjustments to the amounts and classification of assets and liabilities that might be necessary should the Company be unable to continue operations.

The Company's working deficiency position at January 31, 2007 was $222,428 compared to working deficiency of $392,694 at October 31, 2006.

During the period ended January 31, 2007, the Company has received $144,419 from the flow-through private placement for 1,758,260 shares at Cdn$0.115.

Subsequent to the period, the Company issued 453,000 common shares upon exercise of 453,000 stock options at $0.10 for proceeds of $38,321.

Also subsequent to the period, the Company has received $85,807 from a private placement of 1,000,000 shares at Cdn$0.10.

TRANSACTIONS WITH RELATED PARTIES

During the year ended January 31, 2007, the Company entered into the following transactions with related parties:

a) Accrued management fees and expense reimbursements of $13,836 (2006 - $10,357) to a corporation controlled by a director and president of the Company.

b) Accrued consulting fees and expense reimbursements of $41,310 (2006 - $22,500) to another director of the Company. Reclassifying $282,418 due to a private company of which a director is a fifty percent shareholder and assume the debt. At January 31, 2007, the aggregate balance due to this director is $346,228.

c) Accrued drilling expenses of $Nil (2006 - $248,577) to a private company of which a director is a fifty percent shareholder

CHANGES IN ACCOUNTING POLICIES INCLUDING INITIAL ADOPTION

Flow-through Shares

Canadian tax legislation permits a company to issue securities referred to as flow-through shares whereby the investor may claim the tax deductions arising from the related resource expenditures. When resource expenditures are renounced to the investors and the Company has reasonable assurance that the expenditures will be completed, a future income tax liability is recognized and shareholders' equity is reduced. If the Company has sufficient unused tax loss carry-forwards to offset all or part of this future income tax liability and no future income tax assets have been previously recognized for these carry-forwards, a portion, of such unrecognized losses, is recorded as income up to the amount of the future income tax liability that was previously recognized on the renounced expenditures

FINANCIAL INSTRUMENTS

The Company's financial instruments consist of current assets and current liabilities. The fair values of the current assets and liabilities approximate their carrying amounts due to the short-term nature of these instruments.

INVESTOR RELATIONS

No investor relations activities were undertaken by any third party on behalf of the Company during the period.

SUBSEQUENT EVENT

The following occurred during the period subsequent to January 31, 2007:

- The Company has received $85,807 from a private placement of 1,000,000 shares at Cdn$0.10.

- The Company issued 453,000 common shares upon exercise of 453,000 stock options at Cdn$0.10 for proceeds of $38,321.

OUSTANDING SHARES

As at March 19, 2007, the Company had the following securities issued and outstanding:

Common shares outstanding: 28,076,805

Type	Number Outstanding	Exercise Price (Cdn)	Expiry Date
Options	360,00	$0.10	June 7, 2009
Options	135,000	$0.25	November 26, 2009
Options	40,000	$0.45	February 1, 2010
Options	167,000	$0.32	March 28, 2010
Options	2,550,000	$0.10	November 26, 2011
Warrants	1,758,260	$0.15 / $0.20	December 29, 2007 / December 29, 2008
Warrants	1,000,000	$0.15	January 30, 2009

DIRECTORS AND OFFICERS

David Way	*Director, Chief Executive Officer*
Mike Hopley	*Director, Chief Financial Officer*
Al Beaton	*Director, President*
Brad Jefferson	*Director*
Zeny Manalo	*Director*

OTHER REQUIREMENTS

Additional disclosure of the Company's technical reports, material change reports, news release and other information can be obtained on SEDAR at www.sedar.com and the Company's website.

On Behalf of the Board,

CanAfrican Metals and Mining Corp

"David Way"	"Mike Hopley"
___________________	___________________
David Way	Mike Hopley
Chief Executive Officer	*Chief Financial Officer*