

Interim Consolidated Financial Statements
(Unaudited)
(Stated in Canadian Dollars)

Premier Gold Mines Limited
March 31, 2009

NOTICE TO SHAREHOLDERS
FOR THE THREE MONTHS ENDED MARCH 31, 2009
PREMIER GOLD MINES LIMITED

Responsibility for Financial Statements

The accompanying consolidated financial statements for Premier Gold Mines Limited have been prepared by management in accordance with Canadian generally accepted accounting principles consistently applied. The most significant of these accounting principles have been set out in the December 31, 2008 audited consolidated financial statements. Only changes in accounting information have been disclosed in these financial statements. These statements are presented on the accrual basis of accounting. Accordingly, a precise determination of many assets and liabilities is dependent upon future events. Therefore, estimates and approximations have been made using careful judgment. Recognizing that the Company is responsible for both the integrity and objectivity of the financial statements, management is satisfied that these consolidated financial statements have been fairly presented.

Premier Gold Mines Limited
(Incorporated under the laws of Ontario)

CONSOLIDATED BALANCE SHEETS
(Unaudited)

As at March 31, 2009
(with comparative figures as at December 31, 2008)
(Stated in Canadian Dollars)

	2009	2008
	\$	\$
ASSETS		
Current		
Cash and cash equivalents <i>[note 3]</i>	16,165,227	19,005,740
Accounts receivable	378,878	167,008
Prepays and deposits	31,756	77,068
Total current assets	16,575,861	19,249,816
Long-term investments <i>[note 4]</i>	1,904,054	1,793,917
Property, plant and equipment <i>[note 5]</i>	54,803	59,246
Mineral properties <i>[note 6]</i>	51,654,399	47,021,003
Mineral properties held for sale <i>[note 7]</i>	287,725	286,981
	70,476,842	68,410,963
LIABILITIES		
Current		
Accounts payable and accrued liabilities	3,325,835	1,215,890
Taxes payable	6,635	69,816
Total current liabilities	3,332,470	1,285,706
Long term tax payable	156,015	156,015
Future tax liability	8,784,951	4,710,347
SHAREHOLDERS' EQUITY		
Share capital		
Issued		
Common shares <i>[note 8]</i>	57,404,573	61,317,428
Contributed surplus <i>[note 10]</i>	3,731,941	3,597,986
Deficit	(2,933,108)	(2,656,519)
Total shareholders' equity	58,203,406	62,258,895
	70,476,842	68,410,963

Commitments [note 13]

See accompanying notes to the consolidated financial statements

On behalf of the Board:

"John Seaman"
Director

"Ewan Downie"
Director

Premier Gold Mines Limited
(Incorporated under the laws of Ontario)

CONSOLIDATED STATEMENTS OF EARNINGS AND DEFICIT
(Unaudited)

For the three months ended March 31
(Stated in Canadian Dollars)

	2009	2008
	\$	\$
REVENUE		
Investment income	30,242	235,936
Other income	3,500	3,289
	33,742	239,225
EXPENSES		
Amortization	4,443	10,788
Compensation adjustment for stock options granted <i>[note 9]</i>	189,750	-
Flow-through interest penalty	67,920	41,361
General and administrative	533,383	295,098
Professional fees	29,337	25,802
	824,833	373,049
Loss before the following	(791,091)	(133,824)
Unrealized gain on investments	1,177,642	64,906
Gain (loss) on sale of investments	(674,435)	97,395
Earnings (loss) before income taxes	(287,884)	28,477
Current tax recovery	(14,249)	-
Future tax expense	2,954	4,735
Earnings (loss) and comprehensive earnings (loss) for period	(276,589)	23,742
Deficit, beginning of period	(2,656,519)	(2,878,703)
Deficit, end of period	(2,933,108)	(2,854,961)
Basic and diluted earnings (loss) per share <i>[note 11]</i>	-	-

See accompanying notes to the consolidated financial statements

Premier Gold Mines Limited
(Incorporated under the laws of Ontario)

CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

For the three months ended March 31
(Stated in Canadian Dollars)

	2009 \$	2008 \$
OPERATING ACTIVITIES		
Earnings (loss) and comprehensive earnings (loss) for period	(276,589)	23,742
Add charges (deduct credits) to earnings not involving a current payment (receipt) of cash		
Amortization	4,443	10,788
Compensation adjustment for stock options granted	189,750	-
Unrealized gain on investments	(1,177,642)	(64,906)
Loss (gain) on sale of investments	674,435	(97,395)
Future tax expense	2,954	4,735
	(582,649)	(123,036)
Net change in non-cash working capital balances related to operations	(571,412)	1,145,969
Cash provided by (used in) operating activities	(1,154,061)	1,022,933
INVESTMENT ACTIVITIES		
Mineral exploration and development expenditures, net	(4,634,140)	(2,374,949)
Net change in non-cash working capital balances related to investing activities	2,451,618	148,334
Purchase of property, plant and equipment	-	(36,721)
Proceeds from the sale of investments, net	393,070	1,622,978
Cash used in investment activities	(1,789,452)	(640,358)
FINANCING ACTIVITIES		
Proceeds from the exercise of stock options	103,000	-
Proceeds from the exercise of share purchase warrants	-	945,000
Cash provided by financing activities	103,000	945,000
Increase (decrease) in cash and cash equivalents during period	(2,840,513)	1,327,575
Cash and cash equivalents, beginning of period	19,005,740	3,520,321
Cash and cash equivalents, end of period	16,165,227	4,847,896

See accompanying notes to the consolidated financial statements

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
(Stated in Canadian Dollars)

1. NATURE OF BUSINESS AND GOING CONCERN

Premier Gold Mines Limited (the "Corporation" or "Premier") was incorporated under the laws of the Province of Ontario on May 29, 2006, and was inactive until August 18, 2006.

On August 18, 2006 the Corporation entered into an agreement with Wolfden Resources Inc. ("Wolfden") whereby Wolfden completed a re-organization by way of a statutory plan of arrangement (the "Arrangement"). Pursuant to the Arrangement, Wolfden transferred certain of its mineral property interests in Ontario and \$2,000,000 cash to the Corporation and each registered holder of Wolfden common shares was entitled to receive one New Wolfden common share and 0.7 of a Premier common share in exchange for each Wolfden common share held by the shareholder immediately prior to the effective date. The mineral properties transferred were recorded at the carrying value of Wolfden immediately prior to the re-organization.

On October 5, 2008 Premier incorporated a Mexican subsidiary referred to as Oro Premier de Mexico, S.A. de C. V. ("Oro Premier"), in connection with the acquisition of certain mineral claims located in the El Alamo Mining District, Baja California, Mexico.

The Corporation is in the exploration stage and its principal business activity is the acquisition, exploration and development of mineral properties that it believes contain mineralization that will be economically recoverable in the future.

The accompanying unaudited interim consolidated financial statements have been prepared on the basis of Canadian generally accepted accounting principles applicable to a going concern. The appropriateness of using the going concern basis is dependent upon, among other things, future profitable operations, the ability to realize assets and discharge liabilities in the normal course of business in the foreseeable future and the ability of the Corporation to raise additional capital. Specifically, the recovery of the Corporation's investment in mineral properties and related deferred expenditures is dependent upon the discovery of economically recoverable reserves, the ability of the Corporation to obtain necessary financing to develop the properties and establish future profitable production from the properties, or from the proceeds of their disposition.

2. SIGNIFICANT ACCOUNTING POLICIES

The unaudited interim consolidated financial statements of Premier have been prepared by management on the basis of the Corporation's continuance as a going-concern and follow the same accounting policies as the most recent annual audited financial statements except for the changes as noted below. The interim consolidated financial statement note disclosures do not include all of those required by Canadian generally accepted accounting principles applicable for annual financial statements. Accordingly, these unaudited interim consolidated financial statements should be read in conjunction with the 2008 audited consolidated financial statements. These unaudited interim consolidated financial statements include the accounts of the Corporation and its wholly owned subsidiary, Oro Premier. All significant intercompany balances and transactions have been eliminated.

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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FUTURE ACCOUNTING CHANGES

Convergence with International Financial Reporting Standards

In 2006, the Canadian Accounting Standards Board ("AcSB") published a new strategic plan that will significantly affect financial reporting requirements for Canadian companies. The AcSB strategic plan outlines the convergence of Canadian GAAP with International Financial Reporting Standards (IFRS) over an expected five-year transitional period. In February 2008, the AcSB announced that 2011 is the transition date for publicly listed companies to implement IFRS, which will replace Canadian GAAP for these types of entities.

The effective date for this change is interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. The transition date of January 1, 2011 will require the restatement for comparative purposes of quarterly and annual amounts reported by the Corporation for the year ended December 31, 2010. The Corporation is in the process of developing a plan for IFRS convergence. Detailed analysis of the differences between IFRS and the Corporation's accounting policies and assessment of the various alternatives for first time adoption of IFRS are in progress. Training for key employees has begun and will continue throughout implementation. Due to the anticipated changes in IFRS prior to transition, it is currently not possible to full determine the impact on the consolidated results.

Business combinations / consolidated financial statements / non-controlling interests

In January 2009, the CICA adopted sections 1582, "Business Combinations", 1601, "Consolidated Financial Statements", and 1602, "Non-Controlling Interests" which superseded current sections 1581, "Business Combinations" and 1600, "Consolidated Financial Statements". These sections will be applied prospectively to business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after January 1, 2011. Earlier adoption is permitted. If an entity applies these sections before January 1, 2011, it is required to disclose that fact and apply each of the new sections concurrently. These new sections were created to converge Canadian GAAP to IFRS.

3. CASH AND CASH EQUIVALENTS

	2009 \$	2008 \$
Cash	1,343,577	1,714,001
Short-term deposits	14,821,650	17,291,739
	16,165,227	19,005,740

As at March 31, 2009, the Corporation held short-term deposits consisting of Canadian dollar denominated short-term financial instruments maturing within 86 days, yielding 0.201% - 0.631% [December 31, 2008 - 90 days, yielding of 0.606% - 1.586%].

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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4. LONG-TERM INVESTMENTS

	2009		2008	
	Market \$	Cost \$	Market \$	Cost \$
Equities				
Canadian entities (*)	1,836,604	3,491,485	1,742,617	4,558,990
Other Financial Assets				
Investment in warrants (**)	67,450	427,500	51,300	427,500
	1,904,054	3,918,985	1,793,917	4,986,490

(*) Current year includes 1,900,000 PC Gold Inc. shares with a value of \$940,500 (2008 - 1,900,000 units with a value of \$722,000) which are subject to a Tier 1 Value Security Escrow Agreement. By November 2010 the Corporation will have received 100% of the shares held subject to the Escrow Agreement.

(**) The Corporation was granted 950,000 warrants in relation to the disposal of its interest in the Pickle Crow Project. These warrants are also subject to the Tier 1 Value Security Escrow Agreement. On the date of grant the warrants had an estimated fair value of \$427,500, which was revalued to its fair value of \$67,450 on March 31, 2009 [2008 - \$51,300]. The fair value on March 31, 2009 was based on an expected volatility of 100%, risk free rate of 0.97%, no dividends to be paid, and remaining life of thirteen and a half months.

Canadian equities represent shares of publicly traded entities listed on Canadian exchanges.

Market value of equities is determined at the trading values as at March 31, 2009 and December 31, 2008.

5. PROPERTY, PLANT AND EQUIPMENT

Details of period-end property, plant and equipment balances are as follows:

	2009		2008	
	Cost \$	Accumulated amortization \$	Cost \$	Accumulated amortization \$
Office equipment	101,132	46,329	101,132	41,886
Capital assets, net		54,803		59,246

Amortization for the period is \$4,443 [2008 - \$27,842].

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
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6. MINERAL PROPERTIES

As of March 31, 2009, accumulated costs with respect to the Corporation's interest in mineral properties owned, leased or under option, consisted of the following:

	2009			2008	
	Deferred exploration expenditures \$	Acquisition cost \$	Option payments received \$	Total \$	Total \$
Rahill-Bonanza, Ontario(*)	6,704,191	19,267,617	(440,000)	25,531,808	25,300,212
East Bay, Ontario(*)	66,720	6,225,083	-	6,291,803	6,291,803
PQ North, Ontario	1,391,313	114,455	-	1,505,768	672,429
Hardrock, Ontario (*)	3,348,325	3,031,395	-	6,379,720	3,092,295
Geraldton, Ontario(*)	7,955,721	654,000	-	8,609,721	8,552,074
Other Areas (*)	2,424,562	911,017	-	3,335,579	3,112,190
	21,890,832	30,203,567	(440,000)	51,654,399	47,021,003

(*) The property descriptions can be found in the December 31, 2008 audited consolidated financial statements.

PQ North

The PQ North Project is located in the Musselwhite District of Northwestern Ontario, some 300 kilometres northeast of Red Lake, proximal to Goldcorp's Musselwhite Mine. The property is within 10 kilometres of the Musselwhite Mine surface infrastructure and is accessed by road in winter and by road and lake in summer.

Property acquisitions and agreements

On February 18, 2009 the Corporation signed a Letter of Intent to secure a 100% interest in ten key patented mining claims, the Lennie Property, contained internal to Goldcorp's Red Lake Gold Mines ("RLGM") land holdings, immediately northeast of the world class Red Lake Gold Mines complex. For this acquisition, Premier will pay \$400,000 in cash payments over three years and 160,000 shares of Premier, including \$100,000 and 40,000 shares on signing. A 3.0% Net Smelter Return royalty ("NSR") is payable to the vendor, of which one-third (1% NSR) can be purchased at any time for the sum of \$1.0 Million. Premier shall incur \$750,000 in exploration expenditures over the next thirty-six months. A finders' fee is payable to an arm's length party in relation to this transaction [see note 16 - Subsequent Events].

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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7. MINERAL PROPERTIES HELD FOR SALE

Newman Madsen and Argosy Properties

Mineral properties held for sale include the Newman Madsen Property with a book value of \$176,219 and the Argosy Property with a book value of \$111,506. As at March 31, 2009 the Corporation was in discussions with other parties regarding the possible sale of the Corporation's interest in these mineral properties.

8. COMMON SHARES

The Corporation is authorized to issue an unlimited number of common shares.

	Number #	Value \$
Balance December 31, 2007	68,397,742	45,544,683
Private placements	7,800,096	14,040,179
Stock options exercised	5,000	9,750
Shares issued for mineral properties	800,000	1,614,000
Warrants exercised	796,000	1,480,200
Reallocation from contributed surplus amounts relating to the exercise of stock options	-	5,290
Reallocation from share purchase warrants amounts relating to the exercise of share purchase warrants	-	281,482
Tax effect of Flow-through share renunciation	-	(1,508,000)
Shares issued for consulting services	87,516	134,774
Shares issued in settlement of share issue costs	178,825	284,924
Share issue costs	-	(569,854)
Balance, December 31, 2008	78,065,179	61,317,428
Stock options exercised	60,000	103,000
Reallocation from contributed surplus amounts relating to the exercise of stock options	-	55,795
Tax effect of Flow-through share renunciation	-	(4,071,650)
Balance, March 31, 2009	78,125,179	57,404,573

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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9. SHARE INCENTIVE PLAN

The Corporation has a share incentive plan (the "Plan") which is restricted to directors, officers, key employees and consultants of the Corporation. The number of common shares subject to options granted under the Plan (and under all other management options and employee stock purchase plans) is limited to 10% in the aggregate and 5% with respect to any one optionee of the number of issued and outstanding common shares of the Corporation at the date of the grant of the option. Options issued under the Plan may be exercised during a period determined by the Board of Directors which cannot exceed ten years.

The following table reflects the continuity of stock options under the Plan:

	Number of Stock Options		Weighted Average Exercise Price	
	2009 #	2008 #	2009 \$	2008 \$
Opening balance	2,839,610	2,015,000	1.71	1.62
Options granted	400,000	1,114,610	1.90	2.00
Options cancelled	(222,500)	(285,000)	1.78	2.25
Options exercised	(60,000)	(5,000)	1.72	1.95
	2,957,110	2,839,610	1.75	1.71

The following table reflects the stock options outstanding as at March 31, 2009:

Expiry Date	Exercise Price \$	Options Outstanding #
March 10, 2010	2.05	200,000
September 15, 2011	1.00	850,000
August 8, 2012	1.95	820,000
April 25, 2013	2.00	793,000
July 29, 2013	2.59	75,000
October 15, 2013	2.00	10,000
December 24, 2013	1.50	209,110
		2,957,110

The Corporation applies the fair value method of accounting for all stock based compensation awards and accordingly, \$189,750 was recorded as compensation for the 415,000 stock options that vested during the period. Of the 2,957,110 options issued, 109,000 have not yet vested.

For purposes of the options granted, the fair value of each option was estimated on the date of grant using the Black-Scholes option pricing model, with the following assumptions: no dividends to be paid, expected volatility of 62%, risk-free interest rate of 0.73% - 0.97%, expected life of 1 year.

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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10. CONTRIBUTED SURPLUS

The following table reflects the continuity of contributed surplus as at March 31:

	\$
Balance, December 31, 2008	3,597,986
Stock options vested	189,750
Stock options exercised	(55,795)
Balance, March 31, 2009	3,731,941

11. EARNINGS (LOSS) PER SHARE

The basic earnings (loss) per share is computed by dividing the earnings (loss) for the period by the weighted average number of common shares outstanding during the period. Fully diluted earnings (loss) per share is the same as basic earnings (loss) per share. The effect of common share purchase options and warrants on the net loss is not reflected as to do so would be anti-dilutive.

The following table sets for the computation of basic and diluted earnings (loss) per share:

	2009	2008
<u>Numerator:</u>		
Net earnings (loss)	(276,589)	222,184
<u>Denominator:</u>		
Weighted average number of common shares	78,073,068	70,190,986
Basic and diluted earnings (loss) per share	-	-

12. RELATED PARTIES

The following are the related party transactions, recorded at the exchange amount as agreed to by the parties:

[a] Included in general and administrative expenses are amounts totaling \$22,745 (2008 - \$26,175) for corporate secretarial services provided by companies related to the Corporation through a common officer.

[b] During the period, the Corporation paid \$94,925 (2008 - \$241,157) for rent, facilities related charges, and accounting and management services provided by a company related to the Corporation through a common officer.

[c] Included in accounts receivable are amounts totaling \$105,987 (2008 - \$105,513) in proceeds and expenses relating to the sale of office and computer equipment and transitioning of facilities and management services to a company related to the Corporation by a common officer.

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

For the three months ended March 31, 2009
(with comparative figures for the year ended December 31, 2008)
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13. COMMITMENTS

The Corporation has commitments relating to a contract for facilities, and management and accounting services expiring June 2011, and operating leases for three vehicles expiring October 2010, April 2011, and September 2011 respectively.

The minimum annual lease payments for the next three years are as follows:

2009	289,495
2010	384,191
2011	190,382
	<hr/>
	864,068

Flow-through renunciation

As at December 31, 2008, the Corporation has renounced 100% of its flow-through related resource expenditures to investors. The Corporation had until February 1, 2009 to incur the expenditures before monthly interest charges began to accrue on unspent funds. Interest charges incurred by the Corporation as a result of this income tax legislation are charged to income in the period incurred. Of the \$14,040,179 in flow-through financing raised in 2008 the Corporation has incurred \$4,446,462 in exploration expenditures. Therefore the Corporation must incur an additional \$9,593,717 in exploration expenditures to fulfil its obligation by December 31, 2009.

14. MANAGEMENT OF CAPITAL

The Corporation's objective when managing capital is to safeguard the Corporation's ability to continue as a going concern in order to pursue the development of its mineral properties and to maintain a flexible capital structure which optimises the costs of capital at an acceptable risk. In the management of capital, the Corporation includes the components of shareholders' equity, as well as cash and cash equivalents and investments. The Corporation manages the capital structure and makes adjustments to it in light of changes in economic conditions and the risk characteristics of the underlying assets. To maintain or adjust the capital structure, the Corporation may attempt to issue new shares, acquire or dispose of assets, or adjust the amount of cash and cash equivalents and investments.

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(Unaudited)

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(with comparative figures for the year ended December 31, 2008)
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15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Corporation had no held-to-maturity or available for sale instruments and no allowance for credit losses as at March 31, 2009 and December 31, 2008:

	2009	2008
Financial Assets		
<i>Held for trading, measured at fair value</i>		
Cash and cash equivalents	16,165,227	19,005,740
Long term investments	1,904,054	1,793,917
	18,069,281	20,799,657
<i>Loans and receivables, measured at amortized cost</i>		
Accounts receivable	378,878	167,008
Financial Liabilities		
<i>Other liabilities, measured at amortized cost</i>		
Accounts payable and accrued liabilities	3,325,835	1,215,890

(a) Currency risk

The Corporation is exposed to the financial risk related to the fluctuation of foreign exchange rates. The Corporation operates in both Canada and Mexico and a portion of its expenses are incurred in Mexican Pesos. As at March 31, 2009 there are no significant financial instruments denominated in Mexican Pesos. Changes in the currency exchange rates between the Canadian dollar relative to the Mexican Peso could have an effect on the Corporation's results of operations, financial position or cash flows. The Corporation has not hedged its exposure to currency fluctuations. At March 31, 2009 there is no significant foreign exchange risk to the Corporation.

(b) Credit risk

Credit risk is the risk of an unexpected loss if a customer or third party to a financial instrument fails to meet its contractual obligations. The Corporation manages its credit risk by holding cash equivalents and investments through large Canadian financial institutions. Investments (including those presented as part of cash and cash equivalents) are composed of financial instruments guaranteed by the Federal Government of Canada. These investments mature at various dates over the current operating period. The Corporation's receivables consist of sales taxes due from the Federal Governments of Canada and other amounts from Canadian Corporations.

(c) Liquidity risk

Liquidity risk is the risk that the Corporation will not be able to meet its financial obligations as they fall due. The Corporation manages liquidity risk through the management of its capital structure. Accounts payable and accrued liabilities are due within the current operating period.

Premier Gold Mines Limited

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

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(with comparative figures for the year ended December 31, 2008)
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(d) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The risk that the Corporation will realize a significant loss as a result of a decline in the fair market value of investments and other items held within cash and cash equivalents is limited given that the majority of investments have a relatively short maturity. The Corporation manages its interest rate risk by investing the majority of funds in short-term investments and therefore is not exposed to significant fluctuations in interest rates.

(e) Fair value

Financial instruments consist of cash and cash equivalents, investments, accounts receivable, and accounts payable and accrued liabilities. The fair value of these financial instruments approximate their carrying value, unless otherwise noted, due to the short terms to maturity.

16. SUBSEQUENT EVENTS

On April 17, 2009 the Corporation entered into an Option and Purchase Agreement (the "Option") to acquire a 100% interest in ten patented mining claims, the "Lennie Property", located in the Red Lake district in the Province of Ontario. Upon completing the Option, as previously announced on February 18, 2009, Premier will hold a 100% interest in the Lennie Property, subject to a 3.0% Net Smelter Return royalty ("NSR") payable to the vendor, Newcastle Resources Ltd. (OTCBB: NCSLF). Premier retains the right to purchase one-third of the NSR (1% NSR) at any time for the sum of \$1.0 Million. A finders' fee of \$10,000 was paid to an arm's length party in relation to this transaction.

17. COMPARATIVE AMOUNTS

Certain comparative figures have been reclassified to conform to the financial statement presentation adopted in the current year. These reclassifications have no material effect on the financial statements.