

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

Index

	Page
Condensed Consolidated Interim Financial Statements	3 - 7
<hr/>	
Condensed Consolidated Interim Statements of Financial Position	3
Condensed Consolidated Interim Statements of Operations and Net Loss	4
Condensed Consolidated Interim Statements of Comprehensive Loss	5
Condensed Consolidated Interim Statements of Changes in Shareholders' Equity	6
Condensed Consolidated Interim Statements of Cash Flows	7
Notes to the Condensed Consolidated Interim Financial statements	8 - 18
<hr/>	
1 General information	8
2 Basis of preparation	8
3 Cash and cash equivalents	9
4 Short-term investments	9
5 Prepaid expenses and deposits	9
6 Mineral interests	10
7 Share capital and contributed surplus	12
8 Related party transactions	15
9 Geographical information	17
10 Commitments	18

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Statement of Financial Position

(Expressed in Canadian dollars, unless otherwise stated)

	March 31, 2012	December 31, 2011
Assets	\$	\$
Current assets		
Cash and cash equivalents (notes 3 and 8)	27,816,215	27,574,152
Short-term investments (note 4)	40,568,112	40,058,042
Receivables	307,935	674,973
Prepaid expenses and deposits (note 5)	801,796	2,705,760
	<u>69,494,058</u>	<u>71,012,927</u>
Mineral interests (note 6(a))	18,105,456	17,811,322
Property, plant and equipment	693,727	751,463
	<u>88,293,241</u>	<u>89,575,712</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	413,009	539,576
Due to related party (note 8)	58,250	429,114
	<u>471,259</u>	<u>968,690</u>
Shareholders' equity		
Share capital (note 7(a))	105,271,977	104,804,411
Contributed surplus (note 7(b))	15,669,446	15,026,739
Accumulated other comprehensive income	480,116	742,002
Deficit	(33,599,557)	(31,966,130)
	<u>87,821,982</u>	<u>88,607,022</u>
Total liabilities and equity	<u>88,293,241</u>	<u>89,575,712</u>

Commitments (note 10)

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

Approved by the Board of Directors

(signed) Chan-Seng Lee Director

(signed) George Lian Director

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Statements of Operations and Net Loss

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

	2012	2011
	\$	\$
Administrative expenses		
Accounting and audit	54,482	68,727
Amortization	46,872	37,785
Consulting	65,077	89,284
Directors' fees	21,000	18,750
Field office expenses	91,458	85,897
Foreign exchange loss	451,843	568,759
Investor relations	77,656	195,990
Legal, regulatory and filing	119,287	80,700
Office administration expenses	32,331	39,866
Rent	62,640	65,961
Salaries and benefits	79,351	69,872
Share-based compensation (note 7(b))	624,866	1,511,520
Travel and transportation	26,530	21,302
	<hr/> 1,753,393	<hr/> 2,854,413
Operating loss	(1,753,393)	(2,854,413)
Finance and other income (expenses)		
Interest income	190,737	79,105
Other expenses (note 5(d))	(70,771)	-
	<hr/> 119,966	<hr/> 79,105
Net loss for the period	<hr/> (1,633,427)	<hr/> (2,775,308)
Loss per share – basic and diluted	(0.03)	(0.05)
Weighted average number of common shares outstanding – basic and diluted	<hr/> 58,736,817	<hr/> 52,279,947

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

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Statements of Comprehensive Loss

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

	2012	2011
	\$	\$
Net loss for the period	<u>(1,633,427)</u>	<u>(2,775,308)</u>
Other comprehensive loss		
Exchange differences on translation from functional to presentation currency	<u>(261,886)</u>	<u>(261,704)</u>
Comprehensive loss for the period	<u>(1,895,313)</u>	<u>(3,037,012)</u>

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

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Statements of Changes in Shareholders' Equity

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

	Changes in Shareholders' Equity					
	Number of Shares	Share capital \$	Contributed surplus \$	Accumulated other comprehensive income (loss) \$	Deficit \$	Total \$
Balance - January 1, 2011	49,618,619	58,491,460	9,185,991	(189,650)	(25,995,286)	41,492,515
Net loss for the period	-	-	-	-	(2,775,308)	(2,775,308)
Exchange differences from translation from functional to presentation currency	-	-	-	(261,704)	-	(261,704)
Share-based compensation	-	-	2,293,749	-	-	2,293,749
Proceeds on issuance of common shares in bought deal	7,600,000	41,409,960	775,104	-	-	42,185,064
Proceeds on issuance of shares from exercise of options	267,467	1,271,351	(605,944)	-	-	665,407
Proceeds on issuance of shares from exercise of warrants	40,000	102,732	(16,732)	-	-	86,000
Balance – March 31, 2011	57,526,086	101,275,503	11,632,168	(451,354)	(28,770,594)	83,685,723
Balance - January 1, 2012	58,696,084	104,804,411	15,026,739	742,002	(31,966,130)	88,607,022
Net loss for the period	-	-	-	-	(1,633,427)	(1,633,427)
Exchange differences from translation from functional to presentation currency	-	-	-	(261,886)	-	(261,886)
Share-based compensation	-	-	847,022	-	-	847,022
Proceeds on issuance of shares from exercise of options	231,668	467,566	(204,315)	-	-	263,251
Balance – March 31, 2012	58,927,752	105,271,977	15,669,446	480,116	(33,599,557)	87,821,982

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

Minco Silver Corporation

(A development stage enterprise)

Condensed Consolidated Interim Statements of Cash Flows

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

	2012	2011
	\$	\$
Cash flows from operating activities		
Net loss for the period	(1,633,427)	(2,775,308)
Adjustments for:		
Share-based compensation (note 7(b))	624,866	1,511,520
Amortization	46,872	37,785
Foreign exchange loss	215,035	428,951
Changes in items of working capital:		
Receivables	365,383	(204,249)
Prepaid expenses and deposits	1,892,530	(66,587)
Accounts payable and accrued liabilities	(124,467)	26,954
Due to related parties (note 8)	(352,655)	(590,487)
Net cash generated from (used in) operating activities	<u>1,034,137</u>	<u>(1,631,421)</u>
Cash flows from financing activities		
Proceeds from stock option exercises	263,251	751,407
Net proceeds from the issuance of common shares	-	42,185,064
Net cash generated from financing activities	<u>263,251</u>	<u>42,936,471</u>
Cash flows from investing activities		
Development costs	(364,454)	(576,275)
Property, plant and equipment	(784)	(91,745)
Short-term investments	(510,071)	(42,342,665)
Net cash used in investing activities	<u>(875,309)</u>	<u>(43,010,685)</u>
Effect of exchange rates on cash	<u>(180,016)</u>	<u>48,406</u>
Increase (decrease) in cash and cash equivalents	242,063	(1,657,229)
Cash and cash equivalents - Beginning of period	<u>27,574,152</u>	<u>5,110,554</u>
Cash and cash equivalents - End of period	<u>27,816,215</u>	<u>3,453,325</u>

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

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

1. General information

Minco Silver Corporation (“Minco Silver” or the “Company”) is a development stage enterprise, engaged in exploring, evaluating and developing silver-dominant mineral properties and projects in China. Minco Silver was incorporated on August 20, 2004 under the laws of British Columbia, Canada and its Common Shares are listed on the Toronto Stock Exchange (“TSX”). The Company trades under the symbol “MSV” and its registered office is 2772 – 1055 West Georgia Street, Vancouver, British Columbia, Canada.

As at March 31, 2012, Minco Gold Corporation (“Minco Gold”) owned a 22.06% (December 31, 2011 – 22.15%) equity interest in Minco Silver.

2. Basis of preparation

These condensed consolidated interim financial statements include the accounts of Minco Silver Corporation and its wholly owned subsidiaries, Minco Silver Ltd., Minco Yinyuan Co. and Minco Silver (US) Corporation. In addition, these consolidated financial statements include the accounts of Foshan Minco Fuwan Mining Co. Ltd. (“Foshan Minco”). Foshan Minco is legally owned by Minco Mining (China) Corporation, (“Minco China”) a subsidiary of Minco Gold, in trust for Minco Silver. As a result of this structure Minco Silver must advance funds through Minco Gold and Minco China in order to fund the activities of Foshan Minco. Foshan Minco is subject to a 10% net profit interest held by Guangdong Geological Bureau (“GGB”).

These condensed consolidated interim financial statements have been prepared in accordance with International financial reporting standards (“IFRS”) as issued by the 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 annual financial statements for the year ended December 31, 2011, which have been prepared in accordance with IFRS as issued by the IASB.

The accounting policies applied in these condensed consolidated interim financial statements are consistent with those applied in the preparation of the consolidated annual financial statements for the year ended December 31, 2011.

These financial statements were approved by the board of directors for issue on May 10, 2012.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

3. Cash and cash equivalents

	Amount in original currency	March 31, 2012 Canadian dollar equivalent \$
Cash denominated in Canadian dollars	8,922,816	8,922,816
Cash denominated in US dollars	15,687,407	15,645,051
Cash denominated in Chinese RMB	20,606,223	<u>3,248,348</u>
		<u>27,816,215</u>
		December 31, 2011 \$
Cash denominated in Canadian dollars	9,665,106	9,665,106
Cash denominated in US dollars	15,851,316	16,166,757
Cash denominated in Chinese RMB	10,875,368	<u>1,742,289</u>
		<u>27,574,152</u>

Under Chinese law, cash advanced to the Company's Chinese subsidiaries as registered share capital are maintained in the subsidiaries' registered capital bank account. Remittance of these funds back to Canada may require approvals by the relevant government authorities or designated banks in China or both.

4. Short-term investments

As at March 31, 2012, short-term investments consisted of cashable guaranteed investment certificates with one year period. The yields on these investments were between 1.50% to 1.65%.

As at December 31, 2011, short-term investments consisted of cashable guaranteed investment certificates. The yields on these investments were between 0.95% to 1.65%.

5. Prepaid expenses and deposits

In order to increase Minco Silver's registered share capital in Foshan Minco, Minco Silver entered into a trust agreement with Minco Gold and Minco China and advanced US\$10 million to Minco China via Minco Gold (refer to Note 8). These funds are intended to be used for the development of the Fuwan Silver project by Foshan Minco.

Minco China is required to exchange the US\$10 million into RMB, before the money can be used to increase the registered share capital of Foshan Minco. The exchange of US dollars into RMB requires approval from the State Administration of Foreign Exchange ("SAFE").

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

5. Prepaid expenses and deposits (continued)

In order to obtain SAFE approval to effect the foreign currency exchange, Minco China, on behalf of Minco Silver entered into the following purchase and sales transactions:

(a) In December 2011, Minco China entered into an agreement with China Material Storage and Transportation Company (“CMST”) in which Minco China agreed to purchase 2000 tons of the rolled plate of coil coating at a price of RMB 6,000 per ton. According to a supplemental agreement signed by Minco China and CMST, Minco China had paid RMB 12 million as a prepayment on the purchase as at December 31, 2011.

(b) In December 2011, Minco China entered into an agreement with Beijing Zhongchujinlian Trade Limited Company (“BZT”) in which Minco China agreed to sell 2000 tons of the rolled plate of coil coating at a price of RMB 6,010 per ton in early 2012.

(c) In January 2012, Minco China engaged Beijing Guofufengtian Investment Advisory Company Limited (“BGI”) to assist in the completion of the above transaction and BGI will be paid a consultancy fee of 3.5% of the equivalent RMB exchanged.

(d) During the three months ended March 31, 2012, Minco China received payments totaling RMB 12 million from BZT and accrued a consultancy fee due to BGI of RMB 416,456 (\$66,016). The fee has been recorded as other expenses together with relevant taxes of RMB 30,000 (\$4,755).

6. Mineral interests

(a) Fuwan Silver Deposit

Minco Silver has a 100% beneficial interest in Foshan Minco, the operating company and permit holder for the Fuwan project, subject to a 10% net profit interest held by GGB. There will be no distributions to or participation by GGB, until such time as Minco Silver’s investment in the project is recovered. GGB is not required to fund any expenditures related to the Fuwan project. The permit for the Fuwan project is the Luohe-Jilinggang exploration permit, which was renewed on August 11, 2011. The current exploration permit granted by the Ministry of Land and Resources of China is for a two-year period ending on July 20, 2013.

Although the Company has taken steps to verify the title to mineral properties in which it has an interest in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company’s title. Property title may be subject to unregistered prior agreements or transfers.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

6. Mineral interests (continued)

The following is a summary of project development costs capitalized to mineral interests from January 1, 2012 to March 31, 2012.

	\$
Opening Balance – January 1, 2012	17,811,322
Consulting fees	72,000
Salaries and benefits	45,539
Share-based compensation	222,156
Mining license application	141,080
Travel	39,496
Other development costs	58,860
Foreign exchange	(284,997)
Ending Balance – March 31, 2012	<u>18,105,456</u>

(b) Fuwan Silver Belt

In 2005, the Company acquired three additional silver exploration permits on the Fuwan belt, referred to as the Guanhuatang Property, the Hecun Property and the Guyegang-Sanyatang Property at a cost of \$267,427 (RMB 1,500,000). These three permits are currently held by Minco China in trust for Minco Silver and expired on April 7, 2012. The Company is, with the assistance of Minco China and Foshan Minco, taking all possible steps necessary to renew these permits. An application to renew the three permits has already been submitted to the relevant authorities.

During the three months ended March 31, 2012, the Company did not conduct any regional exploration activities, except for maintaining the three exploration permits.

(c) Changkeng Silver Mineralization

Minco Gold has assigned its right to earn a 51% interest in the Changkeng Silver Mineralization in 2005 to the Company in exchange for common shares of Minco Silver. Minco Gold is responsible for all the costs related to the gold mineralization on the Changkeng Property; Minco Silver is responsible for the costs related to the silver mineralization. Changkeng exploration permit expires on September 10, 2013.

During the three months ended March 31, 2012, the Company did not conduct any regional exploration activities, except for maintaining the exploration permit.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

7. Share capital and contributed surplus

(a) Common Shares

Authorized: Unlimited number of common shares without par value.

(b) Stock Options

The Company may grant up to 15% of its issued and outstanding shares as options to its directors, officers, employees and consultants under its stock option plan. The Company's board of directors grants such options for periods of up to five years, with vesting periods determined at its sole discretion and at prices equal to or greater than the closing market price on the day preceding the date the options were granted. These options are equity settled.

On March 27, 2012, the Company granted stock options for 2,390,000 common shares at an exercise price of \$2.35 that vest over an 18-month period from the issue date to its employees, consultants and directors. The options expire in March 2017.

.

The Company recorded \$847,022 of share-based compensation for the three months ended March 31, 2012. Share-based compensation expense of \$624,866 was recorded in the statement of operations and net loss and share-based compensation expense of \$222,156 was capitalized to mineral interests.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

7. Share capital and contributed surplus (continued)

A summary of the options outstanding is as follows:

	Number outstanding	Weighted average exercise price \$
Balance, January 1, 2011	2,940,836	2.33
Granted	2,803,000	5.25
Exercised	(535,965)	2.27
Forfeited	(854,667)	4.17
Balance, December 31, 2011	4,353,204	3.85
Granted	2,390,000	2.35
Exercised	(231,668)	1.14
Expired	(115,000)	2.70
Balance, March 31, 2012	6,396,536	3.41

The weighted average share price on the day options were exercised was \$2.37 (2011 - \$4.36).

Range of exercise prices \$	Options outstanding			Option exercisable		
	Number outstanding	Weighted average remaining contractual life (year)	Weighted average exercise price \$	Number exercisable	Weighted average exercise price \$	
1.05-1.50	545,334	1.57	1.09	545,334	1.09	
1.51-2.25	319,536	2.58	1.95	232,870	1.98	
2.26-3.00	2,620,000	4.62	2.37	190,000	2.56	
3.01-3.65	516,666	2.27	3.32	509,999	3.32	
3.66-5.35	625,000	4.27	5.00	33,333	4.80	
5.36-6.45	1,770,000	3.79	5.40	1,154,994	5.39	
	6,396,536	3.80	3.41	2,666,530	3.61	

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

7. Share capital and contributed surplus (continued)

The Company used the Black-Scholes option pricing model to determine the fair value of the options with the following assumptions:

	2012	2011
Risk-free interest rate	1.04%-1.58%	0.78%-2.56%
Dividend yield	0%	0%
Volatility	72%-106%	68%-110%
Forfeiture rate	25%	25%
Estimated expected lives	5 years	5 years

Option pricing models require the use of subjective estimates and assumptions including the expected stock price volatility. The stock price volatility is calculated based on the Company's historical volatility. Changes in the underlying assumptions can materially affect the fair value estimates and therefore, in management's opinion, existing models do not necessarily provide a reliable measure of the fair value of the Company's stock options.

(c) Warrants

A summary of warrants outstanding is as follows:

	Number outstanding	Weighted average exercised price \$
Balance, January 1, 2011	941,500	2.15
Warrants issued	418,000	5.95
Warrants exercised	<u>(941,500)</u>	<u>2.15</u>
Balance, December 31, 2011 and March 31, 2012	<u>418,000</u>	<u>5.95</u>

The Company used the Black-Scholes option pricing model to determine the fair value of the warrants with the following assumptions

	2012	2011
Risk-free interest rate	-	1.87%
Dividend yield	-	0%
Volatility	-	66%
Estimated expected lives	-	1.5 years

As at March 31, 2012, the weighted-average remaining contractual life of the outstanding warrants is 0.43 years.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

8. Related party transactions

Funding of Foshan Minco

The Company cannot invest directly in Foshan Minco as Foshan Minco is legally owned by Minco China. All funding supplied by the Company for exploration of the Fuwan Project must first go through Minco China via Minco Gold to comply with Chinese Law. In the normal course of business the Company uses trust agreements when providing cash, denominated in US dollars, to Minco China via Minco Gold for the purpose of increasing the registered capital of Foshan Minco. Minco China is a registered entity in China however it is classified as being a wholly foreign owned entity and therefore can receive foreign investment. Foshan Minco is a Chinese company with registered capital denominated in RMB and therefore can only receive domestic investment from Minco China. Increases to the registered capital of Foshan Minco must be denominated in RMB.

On June 9, 2011, the Company advanced US\$10 million to Minco Gold, the ultimate legal shareholder of the Company's subsidiary Foshan Minco. During 2011, Minco Gold received government approvals to increase the registered capital of its wholly owned subsidiary, Minco China. Minco China has undertaken to exchange the US\$10 million into RMB and will then invest the funds, on behalf of Minco Silver, to increase the registered capital of Foshan Minco.

In August, 2011, the Company, Minco Gold and Minco China entered into a trust agreement in which Minco Gold and Minco China confirmed they have received the US\$10 million, and Minco China is required to exchange these US fund into RMB in order to increase Foshan Minco's registered share capital. Once all the funds are transferred from Minco China to Foshan Minco, the trust agreement is effectively settled and no repayment is expected by Minco Silver from Minco China.

As at March 31, 2012, Minco China held US\$8,187,394 and RMB 12,000,000 in trust for Minco Silver.

Shared expenses

Minco Silver and Minco Gold share offices and certain administrative expenses in Beijing and Vancouver.

- (a) Amounts due to related parties as at March 31, 2012 are \$58,250 (December 31, 2011 – \$429,114) and consisted of the following:

Amount due to Minco China as at March 31, 2012 of \$1,218,745 (December 31, 2011 - \$1,167,282) representing expenditures incurred by Minco China on behalf of Foshan Minco.

Amount due from Minco Gold as at March 31, 2012 of \$1,160,495 (December 31, 2011 – \$738,168) representing funds advanced from Minco Silver to Minco Gold to support its operating activities in Canada net of shared head office expenses.

The amounts due are unsecured, non-interest bearing and payable on demand.

The above two amounts will be net settled and accordingly have been presented as a net balance on the consolidated financial statements.

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

8. Related party transactions (continued)

- (b) In the three months ended March 31, 2012, the Company paid or accrued \$24,063 (March 31, 2011 – \$23,016) in respect of rent and \$172,066 (March 31, 2011 – \$97,076) in respect of shared head office expenses and administration costs to Minco Gold.

The above transactions are conducted in the normal course of business.

Key management compensation

In the three months ended March 31, 2012 and 2011, the following compensation was paid to key management. Key management includes the Company's directors and senior management. This compensation is included in exploration costs, development costs and administrative costs expenses.

	March 31, 2012		
	Cash remuneration	Share-based compensation	Total
	\$	\$	\$
Directors	21,000	220,704	241,704
Senior management	145,614	318,833	464,447
Total compensation	166,614	539,537	706,151

	March 31, 2011		
	Cash remuneration	Share-based compensation	Total
	\$	\$	\$
Directors	18,750	446,607	465,357
Senior management	197,958	1,066,395	1,264,353
Total compensation	216,708	1,513,002	1,729,710

Minco Silver Corporation

(A development stage enterprise)

Notes to the Condensed Consolidated Interim Financial Statements

For the three months ended March 31, 2012 and 2011

(Expressed in Canadian dollars, unless otherwise stated)

9. Geographical information

The Company's business is considered as operating in one segment, mineral exploration and development. The geographical division of the Company's assets and net loss is as follows:

Segment loss

	Three months ended March 31, 2012		
	Canada	China	Total
	\$	\$	\$
General and administration	(1,289,851)	(463,542)	(1,753,393)
Finance and other income (expenses)	183,539	(63,573)	119,966
Segment loss	<u>(1,106,312)</u>	<u>(527,115)</u>	<u>(1,633,427)</u>

	Three months ended March 31, 2011		
	Canada	China	Total
	\$	\$	\$
General and administration	(2,524,253)	(330,160)	(2,854,413)
Finance and other income	79,105	-	79,105
Segment loss	<u>(2,445,148)</u>	<u>(330,160)</u>	<u>(2,775,308)</u>

Minco Silver Corporation

(A development stage enterprise)

Notes to Condensed Consolidated Interim Financial Statements

For the three months period ended March 31, 2011 and 2010

(Unaudited, expressed in Canadian dollars, unless otherwise stated)

9. Geographical information (continued)

Assets by geography

	March 31, 2012		
	Canada	China	Total
	\$	\$	\$
Current assets	57,263,910	12,230,148	69,494,058
Non-current assets	4,807	18,794,376	18,799,183
Total assets	<u>57,268,717</u>	<u>31,024,524</u>	<u>88,293,241</u>

	December 31, 2011		
	Canada	China	Total
	\$	\$	\$
Current assets	58,191,756	12,821,171	71,012,927
Non-current assets	10,099	18,552,686	18,562,785
Total assets	<u>58,201,855</u>	<u>31,373,857</u>	<u>89,575,712</u>

10. Commitments

- (a) The Company has commitments in respect of its portion of office leases in China and Canada, requiring minimum payments of \$832,018, as follows:

	\$
2012	300,757
2013	315,340
2014	161,403
2015	<u>54,518</u>
	<u>832,018</u>

- (b) The Company has commitments in respect of the Fuwan mine design contract requiring payments of RMB 7.1 million (approximately \$1.12 million). The payments are anticipated to continue through to 2013.
- (c) The Company has commitments in respect of the Environmental Impact Assessment of the Fuwan Project and other various reports requiring payments of RMB 1.5 million (approximately \$240,000). The payments are anticipated to be made before the end of 2012.