



Valley High Ventures Ltd.

(An Exploration Stage Company)

Consolidated Financial Statements

October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

Management's Responsibility for Financial Reporting

The consolidated financial statements of Valley High Ventures Ltd. have been prepared by and are the responsibility of the Company's management. The consolidated financial statements have been prepared in accordance with generally accepted accounting principles ("GAAP") in Canada and where appropriate, reflect management's best estimates and judgements based on currently available information.

Management has developed and is maintaining a system of internal controls to obtain reasonable assurance that the Company's assets are safeguarded, transactions are authorized and financial information is reliable.

The Company's independent auditors, PricewaterhouseCoopers LLP, who are appointed by the shareholders, conduct an audit in accordance with Canadian generally accepted auditing standards. Their report outlines the scope of their audit and gives their opinion on the consolidated financial statements.

The Audit Committee of the Board of Directors meets periodically with management and the independent auditors to review the scope and results of the annual audit, and to review the consolidated financial statements and related financial reporting matters prior to approval of the consolidated financial statements.



Robert Cameron
Chief Executive Officer



Damian Towns
Chief Financial Officer

January 14, 2009

Auditors' Report

To the Shareholders of Valley High Ventures Ltd.

We have audited the consolidated balance sheet of Valley High Ventures Ltd. as at October 31, 2008, and the consolidated statements of loss, comprehensive loss and deficit, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as at October 31, 2008 and the result of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

The consolidated financial statements as at October 31, 2007 and for the year then ended were audited by other auditors who expressed an opinion without reservation on those financial statements in their report dated February 27, 2008.

(signed) PricewaterhouseCoopers LLP

Chartered Accountants

Vancouver, B.C.
January 14, 2009

Valley High Ventures Ltd.

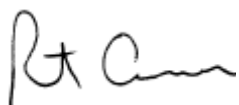
Consolidated Balance Sheets

As at October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

	October 31, 2008	October 31, 2007
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	27,665	1,441
Accounts receivable and prepaid expenses	203,588	35,935
	<u>231,253</u>	<u>37,376</u>
Bonds and reclamation deposits	8,000	8,000
Mineral property interests (note 6)	2,308,436	2,248,161
Property, plant and equipment (note 7)	14,559	-
	<u>2,562,248</u>	<u>2,293,537</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	105,065	60,175
Due to related parties (note 10)	15,333	847,994
	<u>120,398</u>	<u>908,169</u>
Shareholders' Equity		
Common shares (note 8)	7,867,439	4,992,301
Contributed surplus (note 8)	398,107	275,640
Deficit	(5,823,696)	(3,882,573)
	<u>2,441,850</u>	<u>1,385,368</u>
	<u>2,562,248</u>	<u>2,293,537</u>
Going Concern (note 1)		
Commitments (note 5)		
Subsequent events (note 14)		

Approved by the Board of Directors



“Robert Cameron”
Director



“Ray Strafehl”
Director

Valley High Ventures Ltd.

Consolidated Statements of Loss, Comprehensive Loss and Deficit

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

	October 31, 2008	October 31, 2007
	\$	\$
Expenditures		
Exploration Expenditures		
Administration	9,377	6,802
Consulting, labour & professional fees	68,240	13,793
Drilling and trenching	-	350,700
Property investigations	1,642	135,636
Property acquisition costs	26,210	21,200
Travel and accommodation	-	4,623
Costs capitalized	(60,275)	(532,754)
Net exploration expenses	45,194	-
Write-down of mineral properties	1,935,497	212,238
Expensed exploration costs	1,980,691	212,238
Other Expenses (Income)		
Consulting, labour & professional fees	94,401	199,376
Depreciation and amortization	1,126	-
Interest expense (income), net	19,569	58,076
Gain on settlement of debt (note 10)	(329,425)	-
Other costs	8,691	43,123
Regulatory and compliance costs	20,232	11,854
Stock-based compensation	122,467	-
Travel and promotion	23,371	87,299
	(39,568)	399,728
Loss and comprehensive loss	<u>1,941,123</u>	<u>611,966</u>
Deficit – beginning of year	3,882,573	3,270,607
Deficit – end of year	<u>5,823,696</u>	<u>3,882,573</u>
Basic and diluted loss per share	\$0.13	\$0.04
Weighted average shares outstanding	15,278,816	14,161,731

The accompanying notes form an integral part of these financial statements

Valley High Ventures Ltd.

Consolidated Statements of Cash Flows

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

	October 31, 2008	October 31, 2007
	\$	\$
Cash flows from operating activities		
Net loss for the year	(1,941,123)	(611,966)
Items not affecting cash		
Depreciation	1,126	-
Gain on settlement of debt	(329,425)	-
Mineral property write-down	1,935,497	212,238
Stock based compensation	122,467	-
Related party transactions	55,252	58,553
Other	-	2,674
	<u>(156,206)</u>	<u>(338,501)</u>
Change in non-cash operating working capital		
Increase in accounts receivable and prepaid expenses	(1,719)	25,581
Increase (decrease) in accounts payable & accrued liabilities	3,035	26,446
	<u>(154,890)</u>	<u>(286,474)</u>
Cash flows from financing activities		
Issuance of common shares (net of issue costs)	238,718	(1,553)
Related party loan payable	24,845	753,226
	<u>263,563</u>	<u>751,673</u>
Cash flows from investing activities		
Acquisition of CoroMex (note 4)	(33,904)	-
Deferred mineral property expenditures	(43,804)	(571,217)
Payments to acquire capital assets	(4,741)	-
	<u>(82,449)</u>	<u>(571,217)</u>
Increase (decrease) in cash and cash equivalents	26,224	(106,018)
Cash and cash equivalents - Beginning of year	<u>1,441</u>	<u>107,459</u>
Cash and cash equivalents - End of year	<u>27,665</u>	<u>1,441</u>

The accompanying notes form an integral part of these financial statements

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

1 Going Concern

Valley High Ventures Ltd. (the “Company” or “Valley High”) is pursuing opportunities related to the exploration of mineral resource properties principally in British Columbia, Canada and in Mexico. The Company was incorporated in the Province of British Columbia on August 11, 1980.

These statements have been prepared using generally accepted accounting principles applicable to a going concern, which assumes the company will be able to realize its assets and settle its liabilities in the normal course of business as they become due. At October 31, 2008, the Company had cash and cash equivalents of \$27,665, working capital of \$110,855 and a deficit of \$5,823,696. Because of these conditions there is significant doubt about the validity of that assumption.

The Company’s ability to continue as a going concern is dependent on management’s ability to secure additional financing. Management is actively pursuing such additional sources of financing, and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future (note 14).

These financial statements do not include the adjustments to the carrying value of assets and liabilities and the reported expenses and balance sheet classifications that would be necessary should the Company be unable to continue as a going concern. Such adjustments could be material.

2 Changes in accounting policy

Section 1535 - Capital Disclosures

Effective November 1, 2007, the Company adopted CICA Handbook Section 1535, Capital Disclosure. This section establishes standards for disclosing information about the Company’s capital and how it is managed. Disclosures required by this standard are included in note 8.

Section 3862 – Financial Instruments – Disclosures

Effective November 1, 2007, the Company adopted CICA Handbook section 3862, Financial Instruments - Disclosures. This standard requires the Company to provide disclosure of quantitative and qualitative information in their financial statements that enable users to evaluate (a) the significance of financial instruments for the Company’s financial position and performance; and (b) the nature and extent of risks arising from financial instruments to which the Company is exposed during the year and at the balance sheet date, and management’s objectives, policies and procedures for managing such risks. Disclosures required by this standard are included in note 13.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

3 Significant accounting policies

Principles of consolidation

The consolidated financial statements include the assets, liabilities and results of all entities controlled by the Company. The effects of transactions between entities in the consolidated group are eliminated. Where control of an entity is obtained during a financial year, its results are included in the consolidated statements of loss and deficit from the date on which control commences. Where control of an entity ceases during a financial year, its results are included for that part of the year during which control exists.

Estimates, risks and uncertainties

The preparation of financial statements in conformity with Canadian GAAP requires management to make estimates and assumptions that affect the amounts reported, and disclosed in the financial statements and the accompanying notes. Actual results could differ from those estimates.

Realization of the Company's assets and liabilities is subject to risks and uncertainties, including reserve and resource estimation, future copper and other base and precious metal prices, estimated costs of future production, changes in government legislation and regulations, estimated future income taxes, and the availability of financing and various operational factors.

Foreign currency translation

The temporal method of translation is used to translate foreign currency transactions and the financial statements of foreign subsidiaries, which are considered financially and operationally integrated, into the Company's functional currency. The temporal method is applied as follows:

- (i) Monetary assets and liabilities are translated at the rate of exchange in effect at the balance sheet date;
- (ii) Non-monetary assets and liabilities, and equity are translated at historical rates; and
- (iii) Revenue and expense items are translated at the rate of exchange prevailing at the time of the transaction or at average exchange rates during the period as appropriate.

Gains and losses on re-measurement to the functional currency are included in net income for the period.

Cash and cash equivalents

Cash and cash equivalents comprise cash at banks, cash on hand and other short-term investments with initial maturities of less than three months.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

3 Significant accounting policies (continued)

Property, plant and equipment

Property, plant and equipment are recorded at cost less accumulated depreciation and amortization. Depreciation is calculated over the estimated useful lives of the assets. Vehicles are depreciated on a straight-line basis over four years. Computer equipment is depreciated on a diminishing value basis at a rate of 45%.

Mineral properties and deferred exploration costs

Exploration and property evaluation costs relating to non-specific projects or properties are expensed in the period incurred. When management has established that a resource exists or that the costs can be economically recovered, significant property acquisition, exploration and development costs relating to specific properties are deferred until the project to which they relate is sold, abandoned, impaired or placed into production.

Asset impairment

The Company performs impairment tests on property, plant and equipment and mineral properties when events or circumstances occur which indicate the assets may not be recoverable.

Where information is available and conditions suggest impairment, estimated future net cash flows for each project are calculated using estimated future prices, proven and probable reserves and resources, and operating, capital and reclamation costs on an undiscounted basis. When estimated future cash flows are less than the carrying value, the project is considered impaired. Reductions in the carrying value of each project are recorded to the extent the carrying value exceeds the discounted estimated future cash flows.

Where estimates of future net cash flows are not available and where conditions suggest impairment, management assesses whether the carrying value can be recovered.

Loss per share

Loss per share is calculated using the weighted average number of shares outstanding during the year. Diluted loss per share is calculated using the treasury stock method whereby all "in the money" options and warrants are assumed to have been exercised at the beginning of the period and the proceeds from the exercise are assumed to have been used to purchase common shares at the average market price during the year. Basic and diluted loss per share is the same as the effect of the exercise of outstanding options and warrants would be anti-dilutive.

Income taxes

The Company uses the asset and liability method of accounting for future income taxes. Under this method, future income tax assets and liabilities are recognized for temporary differences between the tax and accounting bases of assets and liabilities as well as for the benefit of losses available to be carried forward to future years. The amount of future tax assets recognized is limited to the amount that is more likely than not to be realized.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

3 Significant accounting policies (continued)

Stock-based compensation

The Company applies the fair value method of accounting for stock options. The fair value of options is determined using an option pricing model that takes into account, as of the grant date, the exercise price, the expected life of the option, the current price of the underlying stock and its expected volatility, expected dividends on the stock, and the risk-free interest rate over the expected life of the option. Cash consideration received from employees on exercise of options is credited to common shares along with the original grant date fair value of the options exercised. The Company expenses the fair value of stock options granted over the vesting period with the corresponding credit to contributed surplus.

Currency

All references to dollars (\$) are to Canadian dollars unless otherwise noted. US\$ refers to United States dollars.

4 Acquisition of Mexican Assets

On September 26, 2008, the Company acquired all of the issued and outstanding shares of Coro Minera de Mexico, S.A de C.V (“CoroMex”) from Coro Mining Corp (“Coro”). In consideration, the Company issued 8,140,353 common shares with a fair value of \$0.25 per share. Concurrently, the Company completed a private placement to Coro of 1,000,000 common shares for cash proceeds of \$250,000 for working capital purposes. The Company also agreed to settle an outstanding related party debt via the issuance of 2,333,333 common shares of the Company with a fair value of \$0.25 per share. Both the private placement and debt settlement were a condition to the acquisition of CoroMex.

The acquisition of CoroMex was accounted for as an asset purchase. The purchase costs were as follows:

8,140,353 common shares	\$2,035,088
Transaction costs	\$34,020
Total purchase cost	\$2,069,108

The purchase cost was allocated to the assets and liabilities acquired as follows:

Net assets acquired	
Cash	116
Other current assets	\$165,934
Other assets	\$11,039
Mining properties	\$1,933,874
Liabilities	(41,855)
	\$2,069,108

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

5 Exploration expenditures

All exploration costs are currently being deferred in respect of the Company's Mount Polley properties (note 6).

Cordero-Sanson, Mexico:

The Cordero-Sanson property comprises two claim groups. The Cordero claim group is an option on an early stage polymetallic porphyry related property located 45km northeast of Parral, in the southern part of Chihuahua State. The Company has the option to acquire a 100% interest in the Cordero claim group for total option payments of US\$2,991,000 (US\$301,000 paid by Coro). Production from the properties is subject to a net smelter return royalty of between 1% and 2%. The neighbouring Sanson claim group includes an 8,200 hectare claim to cover potential extensions to the Cordero claim group. The Company owns 100% of the Sanson claim group.

Prior to year end, due to the economic uncertainty, declining commodity prices and a lack of a formal plan to recover the acquisition costs, the Company recorded a permanent impairment in the carrying value of the Cordero-Sanson property.

Summary of property option acquisition payments – October 31, 2008¹

Fiscal Year	Cordero-Sanson US\$
Oct 2009	US\$300,000
Oct 2010	470,000
Thereafter	1,920,000
	US\$2,690,000

¹ Excludes any non-cash option payments such as share issuances.

6 Mineral property interests

	October 31, 2006	Additional Expenditures	October 31, 2007	Additional Expenditures	October 31, 2008
	\$	\$	\$	\$	\$
Mount Polley Properties, British Columbia, Canada					
Administration	\$10,399	\$6,802	\$14,538	\$6,382	\$20,920
Consulting, labour and professional fees	230,403	13,793	244,193	26,186	270,379
Drilling and trenching	329,980	350,700	680,680	-	680,680
Property investigations	351,900	135,636	482,810	1,497	484,307
Property acquisition costs	754,116	21,200	775,316	26,210	801,526
Travel and accommodation	46,001	4,623	50,624	-	50,624
Total	\$1,722,799	\$532,754	\$2,248,161	\$60,275	\$2,308,436

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

6 Mineral property interests (continued)

Mount Polley Properties, British Columbia, Canada

The Mount Polley properties in British Columbia are made up of a number of claims blocks, which include the Lloyd, Nordik/Buc, Calm, October/Dome and Morehead claim blocks. The properties comprise approximately 10,000 hectares and are located adjacent to the Imperial Metals' producing Mount Polley open-pit copper gold mine, which is 100 km northeast of Williams Lake, British Columbia.

Lloyd Claims - The Company acquired a 90% interest in a portion of Lloyd claims in consideration for the issuance of 1,020,000 common shares valued at \$234,600. The Company acquired a 100% interest in the remaining claims, subject to a 1.5% Net Smelter Return ("NSR") by issuing 180,000 common shares (valued at \$41,400). The Lloyd claims include the boundary zone.

Nordik/Buc Claims - The Company acquired a 100% interest in the Nordik mineral claims in consideration for the issuance of 666,666 common shares valued at \$153,333. The vendors retained a 2% NSR on the claims, which can be purchased for \$500,000 for each one-half percent. The Company acquired a 100% interest subject to a 2% NSR, in the Buc claims for the issuance of 25,000 shares (valued at \$13,250) and a cash payment of \$10,000. The Nordik/Buc claims border the Mount Polley Mine property on the east side and extended to the opposite side of Polley Lake.

Calm Claims - The Company acquired a 100% interest in the Calm mineral claims in consideration for the issuance of 333,333 common shares (valued at \$76,667) and a cash payment of \$25,000. The vendors retained a 2% NSR on the claims, which can be purchased for \$500,000 for each one-half percent. The Calm claims are located several kilometers west of the Mount Polley Mine and south of Morehead Lake.

October/Dome Claims - The Company acquired a 100% interest in certain mineral claims (collectively the "October/Dome Claims") in consideration for the issuance of 733,334 common shares valued at \$168,666. The vendors retained a 2% NSR on the claims, which can be purchased for \$500,000 for each one-half percent. These claims are located north of the Lloyd claims.

On March 10, 2006, the Company has acquired the right to earn a 100% interest, subject to a 1.5% NSR, in an additional claim block (the "Dome" Claims) adjacent to the existing claims for a cash payment of \$10,000 (paid) and the issuance of 270,000 shares over a four year period (130,000 issued valued at \$60,400).

On June 13, 2008, the Company acquired the Morehead claim block for \$8,000.

Cordero-Sanson Property, Mexico

Prior to year end the Company recorded an impairment on its Cordero-Sanson property (note 5).

Yemen Property

During fiscal 2004, pursuant to the acquisition of an exploration license that provided the Company with the rights to prospect for all minerals other than hydrocarbons in an area located in west central Yemen. At October 31, 2007 the Company elected to drop this property and all related costs were written off.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

7 Property, plant and equipment

	October 31, 2008			October 31, 2007		
	Cost	Accumulated amortization	Net \$	Cost	Accumulated amortization	Net \$
Vehicles and equipment	\$15,685	\$(1,126)	\$14,559	\$-	\$-	\$-
Total	\$15,685	\$(1,126)	\$14,559	\$-	\$-	\$-

8 Common shares and contributed surplus

The Company has an unlimited amount of authorized common shares without par value.

	Number of shares	Common Shares \$	Contributed Surplus \$
Opening balance - November 1, 2006	14,135,868	4,972,654	275,640
Share issuances			
Cash	-	-	-
Non-cash	40,000	19,647	-
Closing balance - October 31, 2007	14,175,868	4,992,301	275,640
Share issuances			
Cash	1,000,000	238,718	-
Non-cash	10,523,686	2,636,420	-
Compensation expense	-	-	122,467
Closing Balance – October 31, 2008	25,699,554	7,867,439	398,107

Share issuances

The Company issued 8,140,353 common shares for the Mexican Properties (note 4), 2,333,333 common shares in debt settlement (note 4), 50,000 for property option payments associated with Mount Polley (note 6) and 1,000,000 common shares for a private placement with Coro (note 4).

Capital disclosure

The Company manages its common shares and options as capital. As the Company is in the exploration stage its principal source of funds is from the issuance of common shares. It is the Company's objective to safeguard its ability to continue as a going concern, so that it can continue to explore and develop its projects for the benefit of its stakeholders.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

9 Share stock options

The Company has a stock option plan that permits the Company to grant this incentive to directors, officers, key employees and consultants of the Company.

Terms and pricing of options are determined by management at the date of grant. Under the stock option plan a total of 2,800,000 stock options may be allotted and reserved for issuance.

	Number of shares	Weighted average exercise price \$
Outstanding - November 1, 2007	-	-
Granted	2,879,000	0.31
Cancelled	380,000	0.35
Exercised	-	-
Outstanding – October 31, 2008	2,499,000	0.30

At October 31, 2008, the following stock options were outstanding.

	Number of Options Outstanding	Exercise price \$	Expiry Date
Total	2,499,000	0.30	2013

Stock options vest over a three year period. At October 31, 2008, no stock options were vested and exercisable.

Option pricing models require the input of highly subjective assumptions including the expected volatility. Changes in the assumptions can materially affect the fair value estimate, and therefore, the existing models do not necessarily provide a reliable measure of the fair value of the Company's stock options. The following assumptions were used in the Black-Scholes option pricing model to calculate the compensation expense:

Risk-free interest rate	2.7% to 3.3%
Options expected life	3.5 to 4.5 years
Expected volatility	90%
Expected dividend	0%

For the year ended October 31, 2008, total stock-based compensation expense was \$122,467 (2007: nil).

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

10 Due to related parties

	2008 \$	2007 \$
Loan payable	-	837,874
Other	15,333	10,120
Total	15,333	847,994

In conjunction with the Mexican Property Acquisition (note 4) the outstanding related party loan was settled through the issuance of 2,333,333 common shares of the Company. A gain of \$329,425 was recognized a settlement. The loan payable was due to a Company controlled by a director and bore interest at 12%.

For the year ended on October 31, 2008 and 2007, the Company entered into the following transactions with related parties:

a) Management fees of \$22,500 (2007 - \$90,000), interest expense of \$20,039 (2007 - \$55,882), and rent and office expense of \$7,500 (2007 - \$37,000) were charged by a company controlled by a director.

b) Cash advances of \$22,745 and expenses of \$2,100 were paid on behalf of the Company by a company controlled by a director.

Effective January 31, 2008, as a result of the agreement with Coro, the management group of the Company changed, and the management fees, rent and other expenses were discontinued. During the year rent and administrative charges of \$14,560 were charged by Coro.

11 Income taxes

		2008		2007
	\$	%	\$	%
Loss before tax	1,941,123		611,966	
Income taxes at statutory rates	592,043	31%	208,680	34%
Difference in foreign tax rates	(234)	0%	-	-
Non-deductible expenses	(4,987)	0%	(16,875)	(3%)
Change in tax rates	(89,570)	(5%)		
Unrecognized tax losses	(497,252)	(26%)	(191,805)	(31%)
Taxation expense	-	-	-	-

The significant components of the Company's future income tax asset are as follows:

	2008	2007
	\$	\$
Operating losses carried forward	901,741	373,893
Canadian exploration and development pools	43,927	51,528
Foreign exploration pools	77,886	91,367
Share issuance costs	10,177	19,691
Valuation allowance	(1,033,731)	(536,479)
Net future income tax asset	-	-

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

11 Income taxes (continued)

The Company has incurred non-capital losses for income tax purposes of approximately \$3,165,409. They may be carried forward and used to reduce taxable income of future years in the countries indicated.

These losses will expire as follows:

	Canada	Mexico	Total
	\$	\$	\$
Expiry Date			
2008	29,316	-	29,316
2009	91,695	-	91,695
2010	67,422	-	67,422
2011	87,063	-	87,063
2012	75,743	-	75,743
2013	37,192	-	37,192
2014	355,910	-	355,910
Thereafter	452,687	1,968,381	2,421,068
Total	1,197,028	1,968,381	3,165,409

The Company has applied for the British Columbia Mining Exploration Tax Credit and expects a refund in early 2009.

12 Geographic segmented information

The following table illustrates the geographic location of the Company's assets.

	Canada	Mexico	Total
	\$	\$	\$
2008			
Capital assets	\$2,308,436	\$14,559	\$2,322,955
Total assets	2,378,299	183,949	2,562,248
2007			
Capital assets	2,248,161	-	2,248,161
Total assets	\$2,293,537	\$-	\$2,293,537

13 Financial instruments

Fair Values

As at October 31, 2008, the Company's carrying values of cash and cash equivalents, accounts receivable, and accounts payable are designated as loans and receivables and approximate their fair values due to their short term to maturity.

The Company has no financial assets or liabilities classified as held for trading or available-for-sale.

Valley High Ventures Ltd.

Notes to the Consolidated Financial Statements

For the years ended October 31, 2008 and 2007

(Expressed in Canadian dollars, except where indicated)

13 Financial instruments (continued)

Credit Risk

Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents and accounts receivable and prepaids. The Company deposits cash and cash equivalents with high credit quality financial institutions as determined by rating agencies.

Currency Risk

As at October 31, 2008 the Company incurs expenses in Canadian dollars, Mexican Pesos and U.S dollars and therefore it has some exposure to U.S. dollars and Mexican Pesos as it raises all of its equity in Canadian dollars. The Company has its options payments due for the Cordero-Sanson property denominated in US dollars. The impact of a movement in the US dollar is not material except in relation to the property option payments.

Interest Rate Risk

The Company has no significant interest costs (income) and therefore has no significant interest rate risk.

14 Subsequent Events

Private Placements

In November 2008, the Company closed a non-brokered private placement of 2,000,000 flow-through shares at a price of \$0.25 each for gross proceeds of \$500,000. The proceeds from the private placement will be used, to fund exploration and drilling expenditures on the Company's Mount Polley Area Properties, which are located adjacent to Imperial Metals' Mount Polley Mine in south central British Columbia.

In connection with the offering the company paid a finder's fee of \$25,000 cash and issued 40,000 non-flow-through units, with each unit comprised of one common share and one transferable share purchase warrant. Each Warrant entitles the holder to purchase one common share for a period of two years from the closing of the private placement at a price of \$0.35. The securities issued in connection with the offering are subject to a four-month hold period expiring on March 4, 2009.

In December 2008, Valley High closed a non-brokered private placement of 2,250,000 units at a price of \$0.10 each, for gross proceeds of \$225,000. Each unit comprised of one common share and one transferable share purchase warrant. Each warrant entitles the holder to purchase one common share for a period of two years from the closing of the private placement at a price of \$0.25. The Company paid \$10,500 in cash and issued 21,000 units in connection with the private placement. The proceeds from the private placement will be used to fund exploration on the Cordero-Sanson property in Mexico and for general working capital