Coro Mining Corp.

(An Exploration Stage Company)
Condensed Interim Consolidated Financial Statements
June 30, 2012
(Expressed in U.S. dollars, except where indicated)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3 (3)(a), if an auditor has not performed a review of the condensed interim consolidated financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

Coro Mining Corp.

Condensed Consolidated Statement of Financial Position

As at June 30, 2012 and December 31, 2011

(Expressed in U.S. dollars, except where indicated)

	June 30, 2012 $000's	December 31, 2011 $000's
Assets		
Current assets		
Cash and cash equivalents	7,868	11,965
Accounts receivable and prepaid expenses	43	76
Investments (note 5)	27	479
	7,938	12,520
Property, plant and equipment	638	629
Mineral property interests (note 4)	28,073	27,115
	36,649	40,264
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	630	519
Shareholders' equity		
Common Shares (note 6)	51,657	51,650
Contributed Surplus	4,733	3,986
Accumulated other comprehensive income ("AOCI")	359	342
Deficit	(20,730)	(16,233)
	36,019	39,745
	36,649	40,264

Commitments (note 10)

Approved by the Board of Directors

"Alvin Jackson"
Director

"Robert Watts"
Director

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

Coro Mining Corp.

Condensed Consolidated Statement of Loss and Comprehensive Loss

For the three and six months ended June 30, 2012 and 2011

(Expressed in U.S. dollars, except where indicated)

Expenditures	Three months ended June 30 2012 $000's	Three months ended June 30 2011 $000's	Six months ended June 30 2012 $000's	Six months ended June 30 2011 $000's
Exploration expenditures (note 3)	2,408	1,278	3,280	1,523
Corporate and Other Costs				
Depreciation and amortization	7	9	13	12
Finance income	(28)	(30)	(46)	(51)
Foreign exchange loss	(102)	91	(33)	215
Legal and filing fees	19	52	67	102
Other corporate costs	62	104	137	152
Realized (gain) on disposal of shares & warrants (note 5)	1	-	(251)	(4,805)
Salaries and management fees	191	206	383	406
Share-based payments expense	240	261	620	1,132
Unrealized loss on held-for-trading investment (note 5)	28	131	327	6,195
	418	824	1,217	3,358
Loss before tax and equity earnings	2,826	2,102	4,497	4,881
Deferred income tax (recovery) expense	-	-	-	(281)
Loss for the period	2,826	2,102	4,497	4,600
Other comprehensive income				
Foreign currency translation adjustment	207	(174)	(17)	(697)
Loss and comprehensive loss for the period	3,033	1,928	4,480	3,903
Basic & diluted loss per share ($ per share)	0.02	0.01	0.03	0.03
Weighted average shares outstanding (000's) basic	138,271	135,626	138,271	132,247

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

Coro Mining Corp.

Condensed Consolidated Statements Shareholders' Equity

For the six months ended June 30, 2012 and 2011

(Expressed in U.S. dollars, except where indicated)

	Common shares					
	No. of shares #	**Amount** $000's	**Deficit** $000's	**Contributed Surplus** $000's	**AOCI** $000's	**Shareholders' equity** $000's
Balance – January 1, 2011	105,846,863	42,090	(8,760)	3,266	331	36,927
Warrants exercised (note 7)	30,705,404	8,592	-	(1,311)	-	5,484
Options exercised (note 7)	1,316,667	1,118	-	(260)	-	755
Share-based payments (note 7)	-	-	-	1,494	-	1,147
Comprehensive income (loss)	-	-	(4,600)	-	697	(1,974)
Balance – June 30, 2011	137,868,934	51,800	(13,360)	3,189	1,028	42,657
Balance – January 1, 2012	138,268,934	51,650	(16,233)	3,986	342	39,745
Warrants exercised	-	-	-	-	-	-
Options exercised (note 7)	25,000	7	-	(2)	-	5
Share-based payments (note 7)	-	-	-	749	-	749
Comprehensive (loss) income	-	-	(4,497)	-	17	(4,480)
Balance – June 30, 2012	138,293,934	51,657	(20,730)	4,733	359	36,019

Coro Mining Corp.

Condensed Consolidated Statement of Cash Flow

For the three and six months ended June 30, 2012 and 2011

(Expressed in U.S. dollars, except where indicated)

	Three months ended June 30 2012 $000's	Three months ended June 30 2011 $000's	Six months ended June 30 2012 $000's	Six months ended June 30 2011 $000's
Cash flows from operating activities				
(Loss) for the period	(2,826)	(2,102)	(4,497)	(4,600)
Items not affecting cash				
Deferred income tax (recovery) expense	-	-	-	(281)
Depreciation and amortization	7	9	13	12
Gain on disposal of shares and warrants (note 5)	1	-	(251)	(4,805)
Share-based payment expense	240	261	620	1,132
Unrealized loss on held-for-trading investments	28	131	327	6,195
	(2,550)	(1,701)	(3,789)	(2,347)
Change in non-cash operating working capital				
Decrease (increase) in receivables & prepaids	48	32	33	16
(Decrease) increase in accounts payable & accruals	(21)	520	270	551
	(2,523)	(1,149)	(3,486)	(1,780)
Cash flows from financing activities				
Issuance of common shares (net of issue costs)	6	1,898	6	8,137
	6	1,898	6	8,137
Cash flows from investing activities				
Proceeds from sale of investments	-	-	382	5,508
Property, plant and equipment (net)	(15)	(6)	(22)	(32)
Mineral property interests	(366)	(4,630)	(989)	(5,176)
	(381)	(4,636)	(629)	300
Effect of exchange rate changes on cash	(205)	165	12	474
(Decrease) Increase in cash and cash equivalents	(3,103)	(3,722)	(4,097)	7,131
Cash and cash equivalents - beginning of period	10,971	18,838	11,965	7,985
Cash and cash equivalents - end of period	7,868	15,116	7,868	15,116

1 Nature of operations

Coro Mining Corp. (the "Company" or "Coro") and its subsidiaries are engaged in the exploration and development of base and precious metal projects in the Latin American countries of Chile and Argentina. The Company was incorporated on September 22, 2004 and commenced activities in 2005. The Company's registered office is Suite 2610, Oceanic Plaza, 1066 West Hastings Street, Vancouver, British Columbia, Canada.

2 Significant accounting policies

These condensed interim consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the IASB ("International Accounting Standards Board") applicable to the preparation of interim financial statements, including International Accounting Standard ("IAS") 34- Interim Financial Reporting. The accounting policies followed in these condensed interim consolidated financial statements are the same as those applied in the Company's audited annual financial statements for the year ended December 31, 2011.

The policies applied in these consolidated financial statements are based on IFRS issued and outstanding as of August 1, 2012, the date the Audit Committee approved the statements. Any subsequent changes to IFRS after this date could result in changes to the consolidated financial statements for the period ended June 30, 2012.

The condensed interim consolidated financial statements do not contain all disclosures required under IFRS and should be read in conjunction with Company's audited annual consolidated financial statements and the notes thereto for the year ended December 31, 2011.

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates, and assumptions that affect the application of policies and reported amounts of assets and liabilities and disclosures of contingent assets and contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period.

Actual results could differ from those estimates. Significant accounts that require estimates as the basis for determining the stated amounts include exploration and evaluation assets, share-based payments, allocation of financing proceeds, and income and mining taxes. Differences may be material.

3 Exploration expenditures

	For the three months ended June 30, 2012					
$000's	**Berta**	**El Des**	**Chacay**	**Flores**	**General**	**Total**
Consulting, labour & professional fees	163	-	2	1	54	220
Drilling & trenching	874	5	-	-	-	879
General & admin	9	-	1	11	267	288
Property investigation	151	19	1	-	28	199
Property acquisition	800	-	-	-	-	800
Travel & accommodation	8	-	2	-	12	22
Total exploration expenditure	**2,005**	**24**	**6**	**12**	**361**	**2,408**

	For the three months ended June 30, 2011					
$000's	**Berta**	**El Des**	**Chacay**	**Flores**	**General**	**Total**
Consulting, labour & professional fees	-	-	43	9	32	84
Drilling & trenching	-	-	605	-	-	605
General & admin	-	-	7	2	184	193
Property investigation	-	-	60	23	63	146
Property acquisition	200	-	-	-	25	225
Travel & accommodation	-	-	17	-	8	25
Total exploration expenditure	**200**	**-**	**732**	**34**	**312**	**1,278**

3 Exploration expenditures (continued)

	For the six months ended June 30, 2012					
$000's	**Berta**	**El Des**	**Chacay**	**Flores**	**General**	**Total**
Consulting, labour & professional fees	251	-	8	1	69	329
Drilling & trenching	1,151	5	-	-	-	1,156
General & admin	10	-	3	-	363	376
Property investigation	221	49	33	23	46	372
Property acquisition	800	200	-	-	-	1,000
Travel & accommodation	13	-	10	-	24	47
Total exploration expenditure	**2,446**	**254**	**54**	**24**	**502**	**3,280**

	For the six months ended June 30, 2011					
$000's	**Berta**	**El Des**	**Chacay**	**Flores**	**General**	**Total**
Consulting, labour & professional fees	-	-	69	21	57	147
Drilling & trenching	-	-	646	-	-	646
General & admin	-	-	8	3	270	281
Property investigation	-	-	89	23	73	185
Property acquisition	200	-	-	-	25	225
Travel & accommodation	-	-	28	-	11	39
Total exploration expenditure	**200**	**-**	**840**	**47**	**436**	**1,523**

Berta, Chile

In June 2011, Coro entered into an option agreement to acquire the Berta Property. Coro may acquire 100% of the Berta property for total consideration of $6 million. This consideration is to be paid in the following staged option payments: $1.0 million (paid); June 2013: $1.5 million; June 2014: $3.5 million. In addition, a 1.5% Net Smelter Royalty ("NSR") is payable on any sulphide copper production together with any by-product metals. The Company has also staked ground around the optioned property.

El Desesperado ("El Des")

In February 2012, the Company entered into an option agreement to acquire the El Des property, in Chile for a total of $13 million by making the following option payments; On signing: $0.2 million (paid); 12 months from signing: $0.5 million; 24 months from signing: $1.3 million; 36 months from signing: $3 million; and 48 months from signing: $8 million. In addition, a 1.9% sales royalty is payable on any production from the property, over which Coro has a first right of refusal.

Chacay, Chile

The Company owns a 100% interest in the Chacay property. The property is subject to a 2% net profits interest.

3 Exploration expenditures (continued)

Flores, Chile
The Flores project comprised the Barreal Seco Deposit, the Salvadora and Celeste properties. In February 2009, the Company terminated its option over the Barreal Seco and Salvadora properties, but has retained its interest in Celeste. The Celeste property was purchased outright in 2010 for the issuance of 150,000 shares.

General, Chile
General exploration activity in Chile includes property evaluation and other exploration costs. It also includes costs associated with the wholly owned Gloria, Llancahue and Talca properties and the El Tapao property held under option. The Company could have acquired the El Tapao property by making four annual payments of $25,000 ($25,000 paid in May 2011), followed by a final payment of $1.0 million in May 2015. In May 2012, the Company terminated its option on El Tapao.

4 Mineral property interests

San Jorge $000's	**June 30, 2012**	**December 31, 2011**
Opening balance	27,115	20,109
Engineering	112	332
Environmental	157	786
Geology	176	357
Misc. development costs[1]	385	995
Property acquisition costs	-	4,000
Share-based compensation	128	536
	28,073	**27,115**

[1] Included within mineral property interests is a Value Added Tax ("IVA") receivable in Argentina of $511,000 (December 2011: $478,000). Due to the uncertainty surrounding timing and collectability, the Company views the IVA as a cost of developing the San Jorge project. During Q1 2012, the Company recovered $nil (Q1 2011: $218,000) and credited this amount against mineral property interests.

San Jorge, Argentina:

In 2006, the Company entered into an option agreement, subsequently amended in June 2008 and January 2009, to purchase 100% of the San Jorge project, by acquiring the outstanding shares of Minera San Jorge. To date, under the option agreement, the Company has paid a total of $7,500,000 ($4,000,000 paid in May 2011) in cash and issued a total of 1,000,000 shares. The terms of the agreement require payments as follows: $5,000,000 in May 2012 and $5,000,000 in May 2013, less the aggregate deemed value of the 1,000,000 common shares of Coro previously issued. If, after May 10, 2011, the Company completes a bankable feasibility study on either the heap leachable copper resources or the sulphide copper resources, or a combination of both, the Company shall pay the balance of any amounts owing within six months from the date of completion of the bankable feasibility study.

4 Mineral property interests (continued)

The payments in 2010 and thereafter totalling $16,000,000 will be treated as an advance payment on either: (a) the existing obligation to pay $0.02 per pound on the mineable proven and probable copper sulphide reserves upon commencement of commercial production or (b) the existing obligation to pay $0.025 per pound on the mineable proven and probable heap leachable copper reserves upon commencement of commercial production. In addition, Coro has agreed to pay a net smelter return production royalty of 1.5% on all non-copper production from the San Jorge project.

For any production of copper in excess of that derived from the total mineable, proven and probable heap leachable reserves and the mineable, proven and probable sulphide reserves the Company agreed to pay (i) $0.015 per pound of copper contained in ore processed by a mill, in excess of the total pounds of copper contained in the mineable, proven and probable sulphide reserves and (ii) $0.02 per pound of copper contained in ore placed on leach pads, in excess of the total pounds of copper contained in the mineable, proven and probable heap leachable reserves.

In February 2012, the Company entered into a non-binding memorandum of understanding to amend the acquisition terms on the San Jorge Purchase Agreement. The amended terms replace all of the existing obligations under the previous agreements. The amended terms require annual payments of $1.25 million, for 10 years, payable quarterly, commencing March 31, 2012. In addition, the Company will be required to pay a 7.5% net smelter royalty (“NSR”) on all gold produced from the property. The annual payments are not payable when the amount due is exceeded by the gold NSR payment. Coro may at any time, prepay the outstanding annual payments with a one-time payment equal to the net present value of the future payments, using a 5% discount rate. No other consideration, obligations, payments, or royalties are due, and Coro may withdraw from the agreement at any time with no further obligation.

Coro is in the process of finalizing this agreement and Franco Nevada has agreed to defer the first quarterly payment until the signing of the definitive agreement.

In February 2011 the San Jorge project Environmental Impact Study was approved by the Provincial Government of Mendoza and the resulting Environmental Impact Declaration (“EID”) was submitted to the Provincial Legislature for ratification. On August 24, 2011, the Provincial Legislature of Mendoza voted against ratifying the Company’s EID.

As a result of the decision by the government not to ratify the EID, the Company completed an assessment of impairment indicators in accordance with the requirements of IFRS 6, Exploration for and Evaluation of Mineral Resources. The Company plans to continue to advance the San Jorge project and is pursuing several alternatives including legal remedies with the Province of Mendoza and an alternative development scenario involving construction of a processing facility in the neighboring province of San Juan. Notwithstanding its future plans, the Company concluded that the failure to ratify the EID is an impairment indicator.

Accordingly, the Company has reviewed the various possible development alternatives and concluded that the probability weighted cash flow estimate from the project exceeds the carrying value of the investment to date and therefore no impairment provision is necessary at this time. A key determinant in this probability weighted fair value less costs to assessment, was the recent completion of a preliminary feasibility study for the development of a leach operation in San Juan. The San Juan development scenario has a fair value, after tax, of $133 million based on a copper price of $2.80 and a discount rate of 10%.

4 Mineral property interests (continued)

The value of the project is highly sensitive to a number of assumptions including but not limited to; the potential development scenarios available to the Company; copper, gold, and acid prices; construction costs and the ability to obtain the necessary regulatory and environmental approvals.

5 Investments

$000's	June 30 2012	December 31 2011
Held for trading – Nil (2011 - 391,153) Levon shares	-	419
Held for trading – 152,632 (2011 - 152,632) Bearing shares	27	60
	27	**479**

On March 1, 2011, the Company received CA$5.4 million in gross proceeds from the disposition of 2,069,300 Valley High shares at a price of CA$1.81 and 1,525,000 Valley High warrants at a price of CA$1.10 in Valley High. On March 25, 2011, Levon Resources Ltd ("Levon") acquired all of the issued and outstanding shares of Valley High. Each Valley High shareholder received one Levon share and one-eighth of a share in Bearing Resources Ltd. ("Bearing").

In the fourth quarter of 2011, the Company received gross proceeds of CA$1.1 million from the disposition of 829,900 Levon shares at an average price of CA$1.34.

In the first quarter of 2012, the Company received gross proceeds of CA$0.4 million from the disposition of 391,153 Levon shares at an average price of CA$0.98.

6 Common shares

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

Issued
In June 2010, the Company issued 12,500,000 units at CA$0.36. Each unit was comprised of one share and one half of a non-transferable warrant. Each whole warrant entitles the holder to purchase one common share of the Company for a period of two years at a price of CA$0.50 for the first year and CA$0.65 thereafter. The fair value of the warrants was calculated using the Black-Scholes model assuming an average volatility of 78%, a risk-free rate of 1.45%, a nine-month expected life and no annual dividends.

Capital risk management
The Company considers 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.

(Expressed in U.S. dollars, except where indicated)

7 Share stock options and warrants

Options

The Company has a stock option plan that permits the granting of stock options to directors, officers, key employees and consultants. Terms and pricing of options are determined in accordance with the plan. A total of 10% of the issued and outstanding common shares of the Company may be allotted and reserved for issuance under the stock option plan.

	June 30, 2012		December 31, 2011	
	Number of shares	Weighted average exercise price CA$	Number of shares	Weighted average exercise price CA$
Outstanding – January 1	7,728,333	0.74	6,360,400	0.41
Cancelled	-	-	-	-
Exercised	(25,000)	0.15	(1,716,667)	0.57
Expired	(100,000)	1.50	(525,400)	1.50
Forfeited	(58,333)	1.45	(200,000)	1.21
Granted	4,195,000	0.41	3,810,000	1.30
Outstanding	11,740,000	0.61	7,728,333	0.74

At June 30, 2012, the following stock options were outstanding:

	Number of options Outstanding	Number of options vested and exercisable	Exercise price CA$	Expiry Date
	80,000	80,000	1.50	2012
	50,000	50,000	1.40	2013
	3,033,333	3,033,333	0.15	2014
	425,000	325,000	0.22	2014
	455,000	455,000	0.52	2015
	2,951,667	1,981,668	1.45	2016
	550,000	183,333	0.39	2016
	4,095,000	1,093,330	0.41	2017
	100,000	33,333	0.30	2017
Total	11,740,000	7,234,997		

The majority of stock options vest over a two or three year period.

7 Share stock options and warrants (continued)

Option and warrant 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 for options and the fair value for warrants:

	Warrants	Options
Risk-free interest rate	1.45%	0.47% to 3.89%
Options expected life	1.25 years	2 to 4.5 years
Expected volatility	79%	90% to 112%
Expected dividend	0%	0%

For the three months ended June 30, 2012 total share-based compensation expense was $282,263 (2011: $349,188) of which $42,590 (2011:$88,562) was capitalized. For the six months ended June 30, 2012 total share-based compensation expense was $747,581 (2011: $1,494,433) of which $127,849 (2011:$362,676) was capitalized.

Warrants

	June 30, 2012		December 31, 2011	
	Number of shares	Weighted average exercise price CA$	Number of shares	Weighted average exercise price CA$
Outstanding – beginning of period	2,777,777	0.65	34,483,181	0.31
Issued	-	-	-	-
Exercised	-	-	(30,705,404)	0.23
Expired	(2,777,777)	(0.65)	(1,000,000)	(2.00)
Outstanding – end of period	-	-	2,777,777	0.65

At June 30, 2012, no warrants were outstanding.

8 Related party transactions

The Company considers the Executive Directors and Officers of the Company to be key management personnel.

$000's	Three months ended June 30, 2012	Three months ended June 30, 2011	Six months ended June 30, 2012,	Six months ended June 30, 2011
Short-term employee benefits	254	244	513	454
Share-based payments	165	213	460	839
Total key management personnel	419	457	973	1,293

9 Geographic segmented information

Details are as follows:

$000's	Argentina	Canada	Chile	Total
June 30, 2012				
Loss for the period	145	1,078	3,274	4,497
Non-current assets	28,640	5	66	28,711
Total assets	28,680	7,671	298	36,649
Total liabilities	102	85	443	630
December 31, 2011				
Loss for the year	258	4,230	2,985	7,473
Non-current assets	27,686	5	53	27,744
Total assets	27,957	12,083	224	40,264
Total liabilities	163	96	260	519

10 Commitments

$000's	2012 (paid)	2012	2013	2014	2015	Total
Operating leases	68	68	136	23	-	227
Property option payments[1]						
San Jorge[1,2]	-	5,000	4,250	-	-	9,250
Berta	800	-	1,500	3,500	-	5,800
El Des[1]	200	-	500	1,300	3,000	5,000
Total	1,068	5,068	6,386	4,823	3,000	20,277

[1] Excludes royalty payments and net profit interests (refer to note 3 and 4).
[2] In February 2012, the acquisition terms on San Jorge were revised but were not finalized and therefore the previous acquisition terms are reflected in this table.