Interim Consolidated Financial Statements
For The Three Months Ended

March 31, 2009

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 interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited 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.

Exeter Resource Corporation
Consolidated Balance Sheets (Expressed in Canadian Dollars)
(Unaudited – Prepared by Management)

		March 31, 2009	December 31, 2008
Assets			
Current			
Cash and cash equivalents		$ **40,319,437**	$ 19,112,811
Amounts receivable and prepaid expenses		**707,838**	660,277
		41,027,275	19,773,088
Property and equipment		**338,676**	369,713
Mineral properties	(Note 6)	**3,354,379**	3,354,379
		$ **44,720,330**	$ 23,497,180
Liabilities			
Current			
Accounts payable and accrued liabilities		$ **2,097,953**	$ 2,545,354
Due to related parties	(Note 11)	**104,885**	278,301
		2,202,838	2,823,655
Shareholders' Equity			
Share capital	(Note 7)	**115,422,047**	89,355,885
Contributed surplus	(Note 10)	**15,717,019**	11,821,684
Deficit		**(88,621,574)**	(80,504,044)
		42,517,492	20,673,525
		$ **44,720,330**	$ 23,497,180

Nature of Business and Continuing Operations (Note 1)

Exeter Resource Corporation
Consolidated Statements of Operations and Comprehensive Loss
(Expressed in Canadian Dollars)

For the period ended March 31, 2009
(Unaudited – Prepared by Management)

		Three Months ended March 31, 2009	2008
Income			
Interest Income		**$ 111,626**	$ 76,006
Expenses			
Accounting and audit		**37,634**	63,315
Administration salaries and consulting	(Note 8)	**415,059**	141,977
Amortization		**22,060**	13,757
Bank charges		**10,347**	5,621
Directors' fees	(Note 8)	**638,025**	7,500
Foreign exchange loss/(gain)		**43,714**	(12,633)
Legal fees		**48,427**	17,388
Management fees	(Note 8)	**1,970,434**	337,397
Mineral property exploration expenditures	(Note 6 and 8)	**4,585,342**	4,935,261
Office and miscellaneous		**40,219**	44,679
Rent		**25,072**	23,373
Shareholder communications	(Note 8)	**170,629**	94,430
Stock exchange listing and filing fees		**64,114**	125,839
Telecommunications		**11,628**	11,762
Transfer agent		**4,401**	4,152
Travel and promotion		**142,051**	159,187
		8,229,156	5,970,005
Net loss and comprehensive loss for the period		**$ 8,117,530**	$ 5,893,999
Deficit at beginning of period		**$ 80,504,044**	$ 51,861,173
Deficit at end of the period		**$ 88,621,574**	$ 57,755,172
Basic & diluted loss per share		$ **(0.15)**	$ (0.14)
Weighted average number of common shares outstanding		**54,278,756**	41,243,154

Exeter Resource Corporation
Consolidated Statements of Cash Flow (Expressed in Canadian Dollars)
For the period ended March 31, 2009
(Unaudited – Prepared by Management)

		Three months ended March 31, 2009	Three months ended March 31, 2008
Operating Activities			
Loss for the period		**$ (8,117,530)**	$ (5,893,999)
Non cash items:			
Amortization		**32,499**	23,098
Total stock based compensation	(Note 8)	**3,047,396**	229,810
		(5,037,635)	(5,641,091)
Changes in non-cash working capital items:			
Amounts receivables and prepaid expenses		**(47,561)**	(143,788)
Accounts payable and accrued liabilities		**(447,401)**	1,453,114
Due to related parties		**(173,416)**	(31,040)
		(5,706,013)	(4,362,805)
Financing Activities			
Issue of share capital for cash	(Note 7)	**29,223,720**	55,030
Share issue costs	(Note 7)	**(2,309,619)**	32,380,036
		26,914,101	32,435,066
Investing Activities			
Acquisition of property and equipment		**(1,462)**	(51,049)
		(1,462)	(51,049)
Net increase in cash and cash equivalents		**21,206,626**	28,021,212
Cash and cash equivalents, beginning of period		**19,112,811**	8,722,779
Cash and cash equivalents, end of period		**$ 40,319,437**	$ 36,743,991

1. Nature of Business and Continuing Operations

Exeter Resource Corporation (the "Company") is an exploration stage company incorporated under the laws of British Columbia, Canada and together with its subsidiaries, is engaged in the acquisition and exploration of mineral properties located in Argentina and Chile.

The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral reserves that are economically recoverable. The continued operations of the Company and the recoverability of the amount shown for mineral properties are dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain necessary financing to complete the development of such properties, and the profitable production from or disposition of such properties.

2. Basis of Presentation

These interim consolidated financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles and, except as noted below, follow the same accounting policies and methods of their application as the Company's consolidated financial statements for the year ended December 31, 2008, without all the note disclosures required for audited financial statements. These interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements.

3. Changes in accounting policies and new accounting developments

a) Goodwill and Intangible Assets, Section 3064

The CICA issued the new Handbook Section 3064, "Goodwill and Intangible Assets", which replaces Section 3062, "Goodwill and Other Intangible Assets". The new standard establishes revised standards for the recognition, measurement, presentation and disclosure of goodwill and intangible assets. The new standard also provides guidance for the treatment of preproduction and start-up costs and requires that these costs be expensed as incurred. The Company adopted the new standard retrospectively effective January 1, 2009 and there was no significant impact on the financial statements.

b) Credit Risk and the Fair Value of Financial Assets and Financial Liabilities

In January 2009, the CICA issued EIC 173 "Credit Risk and the Fair Value of Financial Assets and Financial Liabilities". This EIC provides guidance on the impact of equity and counterparty credit risk when determining the fair value of financial assets and liabilities including derivative instruments. The Company adopted this EIC effective January 1, 2009. The adoption of the EIC did not have a significant impact on the Company's financial statements.

c) Mining Exploration Costs

In March 2009, the CICA issued EIC 174 "Mining Exploration Costs". This EIC provides guidance on accounting for and impairment of exploration costs. The Company adopted this EIC effective January 1, 2009. As the Company's policy is to expense early stage exploration expenditures, application of this EIC does not have an impact on the financial statements.

4. Management of Capital

The Company's objectives when managing capital are to safeguard its 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 optimizes the costs of capital at an acceptable risk.

In the management of capital, the Company includes the components of shareholders' equity as well as cash and cash equivalents.

The Company 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 its capital structure, the

4. Management of Capital (Continued)

Company may attempt to issue new shares, issue new debt, acquire or dispose of assets or adjust the amount of cash and cash equivalents.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary depending on various factors, including successful capital deployment and general industry conditions. The annual and updated budgets are approved by the Board of Directors.

In order to maximize ongoing development efforts, the Company does not pay dividends.

The Company's investment policy is to limit investments to guaranteed investment certificates, banker's acceptance notes or money market funds with high quality financial institutions in Canada and treasury bills, selected with regards to the expected timing of expenditures from continuing operations.

The Company expects that its current capital resources will be sufficient to carry out its exploration plans and operations through its current operating period.

5. Financial Instruments

a) Fair Value

The fair value of financial instruments at March 31, 2009 and December 31, 2008 is summarized as follows:

	March 31, 2009		**December 31, 2008**	
	Carrying amount	**Fair value**	**Carrying amount**	**Fair value**
Financial Assets				
Held for trading				
Cash and cash equivalents	$ 40,319,437	$ 40,319,437	$ 19,112,811	$ 19,112,811
Amounts receivable – at amortized cost	265,420	265,420	319,777	319,777
Financial Liabilities				
Accounts payable and accrued liabilities	$ 2,097,953	$ 2,097,953	$ 2,545,345	$ 2,545,345
Due to related parties	104,885	104,885	278,301	278,301

Fair value estimates are made at the balance sheet date, based on relevant market information and other information about the financial instruments.

b) Financial Risk Management

The Company's activities potentially expose it to a variety of financial risks, including credit risk, foreign exchange risk (currency), liquidity and interest rate risk.

<u>Credit risk</u>
Credit risk is the risk that one party to a financial instrument, will fail to discharge an obligation and cause the other party to incur a financial loss. Financial instruments that potentially subject the Company to credit risk consist of cash and cash equivalents and accounts receivable. The Company deposits the majority of its cash and cash equivalents with high credit quality financial institutions in Canada and holds balances in banks in Argentina and Chile as required to meet expenditures.

<u>Currency risk</u>
The Company operates in a number of countries, including Canada, Argentina and Chile, and it is therefore exposed to foreign exchange risk arising from transactions denominated in a foreign currency.

5. Financial Instruments (Continued)

The Company's cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities are held in several currencies (mainly Canadian Dollars, US Dollars, Argentine Pesos and Chilean Pesos) and are therefore subject to fluctuation against the Canadian Dollar.

The Company had the following balances in foreign currency as at March 31, 2009:

	Argentine Pesos	**Chilean Pesos**	**US Dollars**
Cash and cash equivalents	1,626,467	337,721,762	328,973
Amounts receivable	125,111	177,211,468	-
Accounts payable and accrued liabilities	(1,351,445)	(359,989,136)	-
Net balance	400,133	154,944,094	328,973
Equivalent in Canadian Dollars	132,764	334,524	414,670
Rate to convert to $1.00 CDN	0.3318	0.002159	1.265

Interest rate risk
Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate due to changes in market interest rates. Current financial assets and financial liabilities are generally not exposed to interest rate risk because of their short-term maturity.

Liquidity risk
Liquidity risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. The Company manages liquidity by maintaining adequate cash and cash equivalent balances.

6. Mineral Properties - Deferred Acquisition and Exploration Costs

(a) Deferred Acquisition Costs

Don Sixto and Other	$ 3,225,807
CVSA Properties	128,572
Balance as at March 31, 2009 and December 31, 2008	$ 3,354,379

(b) Exploration Costs

	CVSA Properties	Chilean Properties	Don Sixto and Other	**Three Months ended March 31** **2009**	2008
Assays	$ 30,303	$ 99,294	$ 21,934	**$ 151,531**	$ 194,290
Consultants and contractors	28,536	21,065	-	**49,601**	23,614
Drilling	14,994	1,411,848	-	**1,426,842**	2,082,294
Engineering	9,574	10,309	-	**19,883**	5,163
Environmental	10,110	18,607	1,410	**30,127**	5,651
Field camp	84,523	579,416	6,890	**670,829**	481,587
Geological *	123,378	273,514	3,997	**400,889**	417,581
IVA tax	83,946	378,689	-	**462,635**	505,453
Legal and title	9,228	85,943	21,033	**116,204**	110,159
Metallurgical *	18,489	78,797	-	**97,286**	-
Office operations	157,070	72,109	24,652	**253,831**	165,957
Resource development	54,764	61,856	-	**116,620**	18,473
Travel	113,305	96,927	9,596	**219,828**	442,149
Wages and benefits *	267,274	265,492	36,470	**569,236**	482,890
Exploration costs	**$ 1,005,494**	**$ 3,453,866**	**$ 125,982**	**$ 4,585,342**	$ 4,935,261
Cumulative exploration costs	**$ 23,464,020**	**$ 15,082,475**	**$ 19,872,102**	**$ 58,418,597**	$ 36,800,835

*Includes stock based compensation cost as reflected below

6. (b) Exploration Costs (Continued)

	CVSA Properties	Chilean Properties	Don Sixto Project and Other	Three Months ended March 31 **2009**	2008
Geological	$ 24,730	$ 103,951	$ -	$ 128,681	$ -
Metallurgical	-	6,641	-	6,641	-
Wages and benefits	71,901	31,770	6,516	110,187	-
Total	**$ 96,631**	**$ 142,362**	**$ 6,516**	**$ 245,509**	$ -

7. Share Capital

The authorized share capital of the Company is 100,000,000 shares without par value.

The Company has issued shares of its capital stock as follows:

	March 31, 2009 Number of Shares	**March 31, 2009** Amount	December 31, 2008 Number of Shares	December 31, 2008 Amount
Balance, beginning of year	50,200,423	$ 89,355,885	41,226,487	$ 55,249,342
Issued during the period/year for:				
Cash	12,233,000	29,223,720	8,832,275	36,619,605
Bonus Shares	-	-	141,661	502,563
Contributed surplus allocated	-	123,413	-	338,641
Share issue costs	-	(3,280,971)	-	(3,354,266)
Balance, end of period	**62,433,423**	**$ 115,422,047**	50,200,423	$ 89,355,885

In February 2009, the Company completed a bought deal equity financing in which it sold 12,075,000 shares at a price of $2.40 to raise gross proceeds of $29.0 million. The offering closed on February 26, 2009. As consideration to the underwriters, the Company paid the underwriters a cash fee in an amount equal to six and one half percent (6.5%) of the gross proceeds received by the Company from the offering. The Company also issued to the underwriters 784,875 non-transferable warrants ("Agent's Warrants") constituting six and one-half percent (6.5%) of the aggregate number shares sold pursuant to the offering. Each Agent Warrant will be exercisable for a period of twelve (12) months at the offering price of $2.40. The fair value of the Agent's Warrants calculated using the Black Scholes Model, of $971,352 has been allocated to contributed surplus and added to share issue costs.

In addition, during the three months ended March 31, 2009, the Company issued 158,000 shares pursuant to the exercise of options as follows: 20,000 at a price of $1.20 per share, 10,000 at a price of $1.41 per share, 123,000 at a price of $1.59 per share and 5,000 at a price of $2.01 per share for a total consideration of $243,720.

8. Stock Option Plan

The Company has adopted an incentive stock option plan (the "Plan"), the essential elements of which are as follows: The aggregate number of shares of the Company's capital stock issuable pursuant to options granted under the Plan, which was amended and approved by shareholders on May 23, 2008, may not exceed 9,879,752. Options granted under the Plan may have a maximum term of five years. Unless adjusted pursuant to TSX-V policies, the exercise price of options granted under the Plan will not be less than the discounted market price of the shares (defined as the last closing market price of the Company's shares immediately preceding the grant date, less the maximum discount permitted by TSX Venture Exchange ("TSX-V")), or such other price as may be

8. Stock Option Plan (Continued)

agreed to by the Company and accepted by the TSX-V. Options granted under the Plan are generally exercisable immediately following the grant, however certain options may be subject to vesting at times as determined by the directors of the Company and the TSX-V.

The following is a summary of the status of the Plan at March 31, 2009 and December 31, 2008:

	March 31, 2009		December 31, 2008	
	Shares	**Weighted Average Exercise Price**	Shares	Weighted Average Exercise Price
Options outstanding, beginning of period/year	8,885,000	$ 2.50	7,223,275	$ 2.40
Forfeited/cancelled/expired	(1,261,000)	2.12	(220,000)	3.93
Granted	1,360,000	2.85	2,684,000	2.41
Exercised	(158,000)	1.54	(802,275)	1.07
Options outstanding, end of period/year	8,826,000	$ 2.40	8,885,000	$ 2.50

The following table summarizes information about the stock options outstanding at March 31, 2009.

Range of Prices ($)	Outstanding	Vested	Weighted Average Remaining Life (Years)	Weighted Average Exercise Price
1.01 - 2.00	4,181,000	3,081,000	3.42	$ 1.50
2.01 - 3.00	2,525,000	2,365,000	4.01	$ 2.68
3.01 - 4.00	1,195,000	1,195,000	3.30	$ 3.44
4.01 +	925,000	925,000	4.11	$ 4.35
	8,826,000	7,566,000	3.65	$ 2.40

Stock-based Compensation

The fair values of options vested during the three months ended March 31, 2009 was estimated at the grant date, cliff vest date or measurement date (Shareholder approval date) using the Black-Scholes option pricing model with the following weighted average assumptions:

Expected annual volatility	79.79%
Risk-free interest rate	2.20%
Expected life	3.5 years
Expected dividend yield	0.0%

Stock-based compensation recognized in the quarter, on the exercise of stock options, totalling $123,413 was allocated to contributed surplus. Total stock-based compensation for the quarter was $3,047,396.

8. Stock Option Plan (Continued)

Stock based compensation has been allocated as follows:

	Three months ended March 31	
	2009	2008
Administration salaries and consulting	$ 228,748	$ 1,278
Management fees	1,919,231	219,272
Directors' fees	630,525	-
Shareholder communications	23,383	9,260
Mineral property exploration expenditures	245,509	-
Total	**$ 3,047,396**	$ 229,810

Option pricing models require the input of highly subjective assumptions including the expected price volatility of the Company's shares. Changes in input assumptions can materially affect the fair value estimate, and, therefore, these models do not necessarily provide a reliable single measure of the fair value of the Company's stock options.

9. Warrants

At March 31, 2009 the Company had outstanding share purchase warrants exercisable to acquire 784,875 shares as follows:

Number	Exercise Price	Expiry Date
784,875	$ 2.40	February 26, 2010

At March 31, 2008 the Company had outstanding share purchase warrants exercisable to acquire 755,700 shares as follows:

Number	Exercise Price	Expiry Date
250,000	$ 3.00	April 18, 2008
505,700	$ 4.50	March 26, 2009*
755,700		

*expired unexercised

10. Contributed Surplus

	March 31, 2009	December 31, 2008
Balance beginning of year	$ 11,821,684	$ 7,234,219
Stock-based compensation	3,047,396	4,597,978
Agent's Warrants	971,352	681,031
Bonus Shares	-	(352,903)
Contributed surplus allocated	(123,413)	(338,641)
Balance, end of period	**$ 15,717,019**	$ 11,821,684

11. Related Party Transactions

Amounts due to related parties of $104,885 at March 31, 2009 (December 31, 2008 - $278,301) is for management, consulting and exploration fees and for expenses incurred while conducting the Company's business.

During the three months ended March 31, 2009 a total of $234,419 (March 31, 2008 - $441,195) was paid or accrued for related party transactions as described below:

a) Exploration and consulting fees totalling $90,000 (2008 - $90,000) were paid or accrued to a corporation of which the President and CEO of the Company is a principal.

b) Exploration fees of $54,419 (2008 - $59,367) were paid or accrued to a corporation controlled by the Vice-President, Exploration and Development.

11. Related Party Transactions (Continued)

c) Management fees of $45,000 (2008 - $45,000) were paid to a corporation controlled by the Chairman of the Company.

d) Management fees of $45,000 (2008 - $41,250) were paid or accrued to a corporation controlled by the Chief Financial Officer of the Company.

All of the above transactions were in the normal course of operations and, in management's opinion, undertaken with the same terms and conditions as transactions with unrelated parties.

12. Contractual Obligations

The Company leases offices in Vancouver, Argentina and Chile and has expenditure and option payment obligations related to its properties. Option payments and property expenditure obligations are contingent on exploration results and can be cancelled at any time should exploration results so warrant. Other financial commitments are summarized in the table below:

Payments Due by Period

	Total	2009	2010-2011
Office leases	$ 261,154	$ 130,888	$ 130,266
Property access agreements	76,495	76,495	-
Total	**$ 337,649**	**$ 207,383**	**$ 130,266**

In addition, the Company has agreed to build two houses for the original owners of the Don Sixto property at an estimated cost of approximately $75,000.

13. Segmented Information

The Company's activities are all in the one industry segment of mineral property acquisition, exploration and development. Following is a summary of assets and liabilities by geographical segment:

March 31, 2009	Canada	Argentina	Chile	Total
Cash and cash equivalents	$ 39,050,634	$ 539,662	$ 729,141	$ 40,319,437
Amounts receivable and prepaid expenses	265,420	41,512	400,906	707,838
Property and equipment	86,752	69,477	182,447	338,676
Mineral properties	-	3,354,379	-	3,354,379
	39,402,806	4,005,030	1,312,494	44,720,330
Current Liabilities	(813,079)	(558,838)	(830,921)	(2,202,838)
	$ 38,589,727	$ 3,446,192	$ 481,573	$ 42,571,492
Net loss - 3 months ended March 31, 2009	$ 2,138,503	$ 2,521,517	$ 3,457,510	$ 8,117,530

December 31, 2008	Canada	Argentina	Chile	Total
Cash and cash equivalents	$ 18,313,466	$ 414,419	$ 384,926	$ 19,112,811
Amounts receivable and prepaid expenses	224,733	54,677	380,867	660,277
Property and equipment	91,191	85,521	193,001	369,713
Mineral properties	-	3,354,379	-	3,354,379
	18,629,390	3,908,996	958,794	23,497,180
Current Liabilities	(823,281)	(1,532,479)	(467,895)	(2,823,655)

	$ 17,806,109	$ 2,376,517	$ 490,899	$ 20,673,525
Net loss - 3 months ended March 31, 2008	$ 313,782	$ 3,298,465	$ 2,281,752	$ 5,893,999