



**Unaudited Interim Consolidated Financial Statements  
For The Three Months Ended**

**March 31, 2010**

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**Exeter Resource Corporation**  
**Consolidated Balance Sheets**  
**(Expressed in Thousands of Canadian Dollars)**

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**(Unaudited)**

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	As at March 31, 2010	As at December 31, 2009
<b>Assets</b>		
<b>Current</b>		
Cash and cash equivalents	\$ 45,492	\$ 80,624
Amounts receivable and prepaid expenses	475	426
Current assets related to discontinued operations (Note 3)	-	592
	<b>45,967</b>	<b>81,642</b>
<b>Property and equipment</b>	<b>270</b>	<b>278</b>
<b>Long term assets related to discontinued operations</b> (Note 3 and 5)	<b>-</b>	<b>3,442</b>
	<b>\$ 46,237</b>	<b>\$ 85,362</b>
<b>Liabilities</b>		
<b>Current</b>		
Accounts payable and accrued liabilities	\$ 2,478	\$ 2,659
Due to related parties (Note 10)	371	67
Current liabilities related to discontinued operations (Note 3)	-	1,435
	<b>2,849</b>	<b>4,161</b>
<b>Shareholders' Equity</b>		
<b>Share capital</b> (Note 6)	<b>177,497</b>	<b>174,418</b>
<b>Contributed surplus</b> (Note 9)	<b>21,157</b>	<b>18,265</b>
<b>Deficit</b>	<b>(155,266)</b>	<b>(111,482)</b>
	<b>43,388</b>	<b>81,201</b>
	<b>\$ 46,237</b>	<b>\$ 85,362</b>

**Nature of Business (Note 1)**  
**Discontinued Operations (Note 3)**

**Approved by the Directors:**

\_\_\_\_\_ *"Yale Simpson"*      **Director**

\_\_\_\_\_ *"Louis Montpellier"*      **Director**

See accompanying notes to the consolidated financial statements.

**Exeter Resource Corporation**  
**Consolidated Statements of Operations and Comprehensive Loss**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**

**For the period ended March 31, 2010**  
**(Unaudited)**

	<b>Three months ended March 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Income</b>		
Interest Income	\$ 144	\$ 112
<b>Expenses</b>		
Accounting and audit	63	22
Administration salaries and consulting (Note 7)	660	313
Amortization	12	17
Bank charges	2	2
Directors' fees (Note 7)	1,262	481
Foreign exchange (gain)/loss	(44)	51
Legal fees	135	36
Management fees (Note 7)	638	1,484
Mineral property exploration expenditures (Note 5 and 7)	7,079	3,454
Office and miscellaneous	123	30
Rent	15	19
Shareholder communications (Note 7)	437	163
Stock exchange listing and filing fees	41	48
Telecommunications	8	9
Transfer agent	5	3
Travel and promotion	39	73
	<b>10,475</b>	<b>6,205</b>
<b>Loss from continuing operations</b>	<b>\$ 10,331</b>	<b>\$ 6,093</b>
<b>Loss from discontinued operations</b> (Note 3)	<b>5,506</b>	<b>2,025</b>
<b>Net loss and comprehensive loss for the period</b>	<b>\$ 15,837</b>	<b>\$ 8,118</b>
<b>Basic &amp; diluted loss per share from continuing operations</b>	<b>\$ (0.14)</b>	<b>\$ (0.11)</b>
<b>Basic &amp; diluted loss per share from discontinued operations</b>	<b>\$ (0.07)</b>	<b>\$ (0.04)</b>
<b>Total basic &amp; diluted loss per share</b>	<b>\$ (0.21)</b>	<b>\$ (0.15)</b>
<b>Weighted average number of common shares outstanding</b>	<b>73,926,035</b>	<b>54,278,756</b>

See accompanying notes to the consolidated financial statements

**Exeter Resource Corporation**  
**Consolidated Statements of Cash Flows**  
**(Expressed in Thousands of Canadian Dollars)**

**For the period ended March 31, 2010**  
**(Unaudited)**

	<b>Three months ended March 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Operating Activities</b>		
<b>Loss for the period from continuing operations</b>	<b>\$ (10,331)</b>	<b>\$ (6,093)</b>
Non cash items:		
Amortization	14	17
Donation of shares	86	-
Stock based compensation (Note 7)	3,220	2,252
	<b>(7,011)</b>	<b>(3,824)</b>
Changes in non-cash working capital items:		
Amounts receivable and prepaid expenses	(49)	(61)
Accounts payable and accrued liabilities	(181)	527
Due to related parties	66	(172)
<b>Cash flows from the operating activities of continuing operations</b>	<b>(7,175)</b>	<b>(3,530)</b>
<b>Loss for the period from discontinued operations</b>	<b>(5,506)</b>	<b>(2,025)</b>
Non cash items:		
Amortization	4	15
Stock based compensation (Note 7)	826	796
Changes in non-cash working capital items:		
Amounts receivable and prepaid expenses	(87)	13
Accounts payable and accrued liabilities	60	(974)
<b>Cash flows from the operating activities of discontinued operations</b>	<b>(4,703)</b>	<b>(2,175)</b>
<b>Financing Activities</b>		
Issue of share capital for cash (Note 6)	1,839	29,224
Share issue costs	-	(2,310)
<b>Cash flows from financing activities of continuing operations</b>	<b>1,839</b>	<b>26,914</b>
<b>Cash transferred on Plan of Arrangement (Note 3)</b>	<b>(25,000)</b>	<b>-</b>
<b>Cash flows from financing activities of discontinued operations</b>	<b>(25,000)</b>	<b>-</b>
<b>Investing Activities</b>		
Acquisition of property and equipment	(6)	(1)
<b>Cash flows from investing activities of continuing operations</b>	<b>(6)</b>	<b>(1)</b>
Acquisition of property and equipment	(87)	-
<b>Cash flows from investing activities of discontinued operations</b>	<b>(87)</b>	<b>-</b>
<b>Net (decrease) increase in cash and cash equivalents</b>	<b>(35,132)</b>	<b>21,207</b>
<b>Cash and cash equivalents, beginning of period</b>	<b>80,624</b>	<b>19,113</b>
<b>Cash and cash equivalents, end of period</b>	<b>\$ 45,492</b>	<b>\$ 40,320</b>

See accompanying notes to the consolidated financial statements

**Exeter Resource Corporation**  
**Consolidated Statements of Shareholders' Equity**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**

**For the three month period ending March 31, 2010 and the year ended December 31, 2009**  
**(Unaudited)**

	Issued Share Capital		Contributed Surplus	Deficit	Total Shareholders' Equity
	Number of Shares	Amount			
<b>Balance at December 31, 2008</b>	<b>50,200,423</b>	<b>\$ 89,356</b>	<b>\$ 11,822</b>	<b>\$ (80,504)</b>	<b>\$ 20,674</b>
<i>Additions during the year:</i>					
- Exercise of warrants	304,679	731	-	-	731
- Exercise of stock options	1,485,100	2,717	-	-	2,717
- Equity financing net of share issue costs	21,907,500	80,963	-	-	80,963
- Agent's warrants	-	(1,511)	1,511	-	-
- Contributed surplus allocated on exercise of Agent's Warrants	-	376	(376)	-	-
- Contributed surplus allocated on exercise of stock options	-	1,786	(1,786)	-	-
- Stock based compensation	-	-	7,094	-	7,094
- Net loss for the year	-	-	-	(30,978)	(30,978)
<b>Balance at December 31, 2009</b>	<b>73,897,702</b>	<b>\$ 174,418</b>	<b>\$ 18,265</b>	<b>\$ (111,482)</b>	<b>\$ 81,201</b>
<i>Additions during the period:</i>					
- Exercise of warrants	480,196	1,153	-	-	1,153
- Exercise of stock options	408,000	686	-	-	686
- Donation	10,000	86	-	-	86
- Contributed surplus allocated on exercise of Agent's Warrants	-	595	(595)	-	-
- Contributed surplus allocated on exercise of stock options	-	559	(559)	-	-
- Stock based compensation	-	-	4,046	-	4,046
- Transfer of Argentine Business net assets to Extorre	-	-	-	(27,947)	(27,947)
- Net loss for the period	-	-	-	(15,837)	(15,837)
<b>Balance at March 31, 2010</b>	<b>74,795,898</b>	<b>\$ 177,497</b>	<b>\$ 21,157</b>	<b>\$ (155,266)</b>	<b>\$ 43,388</b>

See accompanying notes to the consolidated financial statements

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**  
**(Unaudited)**

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**1. Nature of Business and Continuing Operation**

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 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 audited consolidated financial statements for the year ended December, 2009, without all the note disclosures required for audited financial statements. These interim financial statements reflect all normal and recurring adjustments considered necessary to fairly state the results for the periods presented. These interim consolidated financial statements should be read in conjunction with the annual audited consolidated financial statements.

**3. Discontinued Operations and Transfer of Argentine Assets**

On March 24, 2010 the Company completed a Plan of Arrangement (the “Arrangement”) under the British Columbia Business Corporation Act pursuant to which it transferred its Argentine assets to Extorre Gold Mines Limited (“Extorre”). Under the Arrangement, each shareholder of the Company received one share of Extorre for each share of the Company held. The Company transferred its wholly owned subsidiaries, Estelar Resources Limited (“Estelar”) and Cognito Limited (“Cognito”), (together “Argentine Business”), both companies incorporated in the British Virgin Islands, to Extorre. Estelar and Cognito hold the Argentine assets which included cash and working capital balances, and the interests in a number of precious and base metal projects, being the Cerro Vanguardia Sociedad Anonima (“CVSA”) properties (includes Cerro Moro), the Don Sixto property, the Estelar properties and the MRP properties.

The Company did not realize any gain or loss on the transfer of the Argentine Business, which was comprised of a working capital contribution of \$25 million, and the other Argentine assets and liabilities as at the effective date of the Arrangement.

The Arrangement was approved by the board of directors of Exeter and, among other things, the favourable vote of Exeter's common shareholders at a special shareholders’ meeting held on March 11, 2010.

The Company has, in accordance with CICA 3475, accounted for the financial results associated with the Argentine Business up to the date of the Arrangement as discontinued operations in these financial statements and has reclassified the related amounts for the current and prior period.

The amount recognized as loss from discontinued operations includes the direct operating results of Estelar and Cognito and an allocation of head office general and administrative expense. The allocation of head office general and administrative expense was calculated on the basis of the ratio of costs incurred on the Argentine assets in each period presented as compared to the costs incurred on all mineral properties of the Company in each of the periods. Management cautions readers of these financial statements, that the allocation of expenses does not necessarily reflect future general and administrative expenses.

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
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**3. Discontinued Operations and Transfer of Argentine Assets (Continued)**

The following table shows the results related to discontinued operations for the three month periods ended March 31, 2010 and 2009:

	<b>Three Months ended March 31</b>	
	<b>2010</b>	<b>2009</b>
Accounting and audit	\$ 49	\$ 16
Administration salaries and consulting (Note 7)	281	102
Bank charges	15	8
Directors' fees (Note 7)	-	157
Foreign exchange loss/(gain)	70	(7)
Legal fees	76	12
Management fees (Note 7)	358	486
Mineral property exploration expenditures (Note 5 and 7)	4,453	1,131
Office and miscellaneous	13	17
Rent	8	6
Shareholder communications (Note 7)	131	54
Stock exchange listing and filing fees	23	16
Telecommunications	4	3
Transfer agent	3	1
Travel and promotion	22	23
<b>Loss from discontinued operations</b>	<b>\$ 5,506</b>	<b>\$ 2,025</b>

The transfer of the Argentine assets is summarized in the table below:

	<b>March 24, 2010</b>
Cash and cash equivalents	\$ 25,498
Amounts receivables and prepaid expenses	183
Due from related party	238
Long term assets related to discontinued operations:	
Property and equipment	169
Mineral properties	3,354
Accounts payable and accrued liabilities	(1,495)
<b>Net assets transferred to Extorre</b>	<b>\$ 27,947</b>

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
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**4. Changes in accounting policies and new accounting developments**

**Business Combinations, Consolidated Financial Statements and Non-Controlling Interests, Sections 1582, 1601 and 1602**

The CICA issued Handbook Sections 1582 – Business Combinations, 1601 – Consolidated Financial Statements, and 1602 – Non-Controlling Interests. Section 1582 replaces Section 1581 – Business Combinations and establishes standards for the accounting for business combinations that is equivalent to the business combination accounting standard under International Financial Reporting Standards. Sections 1601 and 1602 replace Section 1600 – Consolidated Financial Statements. Section 1601 provides revised guidance on the preparation of consolidated financial statements and Section 1602 addresses accounting for non-controlling interests in consolidated financial statements subsequent to a business combination. These standards are effective January 1, 2011. The Company has early adopted these policies effective January 1, 2010 and concluded that there is no material impact to the interim consolidated financial statements.

**5. Mineral Properties - Exploration Costs**

	Discontinued Operations	Chilean Properties	Three Months ended March 31, 2010
Assays	\$ 437	\$ 112	\$ 549
Consultants and contractors	20	125	145
Drilling	1,321	3,721	5,042
Engineering	123	54	177
Environmental	146	14	160
Field camp	312	705	1,017
Geological *	494	588	1,082
IVA tax	491	790	1,281
Legal and title	76	30	106
Metallurgical *	116	234	350
Office operations	179	39	218
Resource development	50	50	100
Travel	221	192	413
Wages and benefits *	467	425	892
<b>Exploration costs</b>	<b>\$ 4,453</b>	<b>\$ 7,079</b>	<b>\$ 11,532</b>
<b>Cumulative exploration costs</b>	<b>\$ 57,190</b>	<b>\$ 30,531</b>	<b>\$ 87,721</b>

\*Includes stock based compensation cost as reflected below

	Discontinued Operations	Chilean Properties	Three Months ended March 31, 2010
Geological	\$ 181	\$ 445	\$ 626
Metallurgical	66	145	211
Wages and benefits	58	80	138
<b>Total</b>	<b>\$ 305</b>	<b>\$ 670</b>	<b>\$ 975</b>



**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
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**5. Mineral Properties - Deferred Exploration Costs (Continued)**

	Discontinued Operations	Chilean Properties	Three Months ended March 31, 2009
Assays	\$ 52	\$ 99	\$ 151
Consultants and contractors	29	21	50
Drilling	15	1,412	1,427
Engineering	10	10	20
Environmental	11	19	30
Field camp	91	579	670
Geological *	127	274	401
IVA tax	84	379	463
Legal and title	30	86	116
Metallurgical *	18	79	97
Office operations	182	72	254
Resource development	55	62	117
Travel	123	97	220
Wages and benefits *	304	265	569
<b>Exploration costs</b>	<b>\$ 1,131</b>	<b>\$ 3,454</b>	<b>\$ 4,585</b>
<b>Cumulative exploration costs</b>	<b>\$ 43,337</b>	<b>\$ 15,082</b>	<b>\$ 58,419</b>

\*Includes stock based compensation cost as reflected below

	Discontinued Operations	Chilean Properties	Three Months ended March 31, 2009
Geological	\$ 25	\$ 104	\$ 129
Metallurgical	-	7	7
Wages and benefits	78	32	110
<b>Total</b>	<b>\$ 103</b>	<b>\$ 143</b>	<b>\$ 246</b>

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**  
**(Unaudited)**

**6. Share Capital**

The Company has an unlimited authorized share capital without par value.

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

	<b>March 31, 2010</b>		December 31, 2009	
	Number of Shares	Amount	Number of Shares	Amount
Balance, beginning of period /year	73,897,702	\$ 174,418	50,200,423	\$ 89,356
Issued during the period/year for:				
Cash - equity financing	-	-	21,907,500	86,500
- exercise of options	408,000	686	1,485,100	2,717
- exercise of warrants	480,196	1,153	304,679	731
Donation	10,000	86	-	-
Contributed surplus allocated	-	1,154	-	2,162
Share issue costs	-	-	-	(7,048)
<b>Balance, end of period / year</b>	<b>74,795,898</b>	<b>\$ 177,497</b>	<b>73,897,702</b>	<b>\$ 174,418</b>

During the three months ended March 31, 2010, the Company issued 408,000 shares pursuant to the exercise of options at an average price of \$1.68 per share for a total consideration of \$686; 480,196 shares pursuant to the exercise of warrants at a price of \$2.40 per share, and 10,000 shares as a charitable donation at the market price on date of issue of \$8.60 per share. Contributed surplus allocated to share capital upon the exercise of stock options and agents warrants was \$559 and \$595 respectively.

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**  
**(Unaudited)**

**7. 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 March 11, 2010, may not exceed 15% of the issued and outstanding shares of the Company at the time of the option grant. The Plan provides for a limit on insider participation such that the shares reserved for issuance to insiders does not exceed 10% of the issued and outstanding shares of the Company. Options granted under the Plan may have a maximum term of ten years. Unless subsequently amended, the exercise price of options granted under the Plan will not be less than the last closing market price of the Company’s shares immediately preceding the grant date. 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 Toronto Stock Exchange.

The following is a summary of the status of the Plan at March 31, 2010 and December 31, 2009:

	<b>March 31, 2010</b>		<b>December 31, 2009</b>	
	<b>Shares</b>	<b>Weighted Average Exercise Price *</b>	<b>Shares</b>	<b>Weighted Average Exercise Price</b>
Options outstanding, beginning of period/year	9,008,900	\$ 1.98	8,885,000	\$ 2.50
Forfeited/cancelled/expired	(107,500)	1.71	(3,716,000)	3.31
Granted	2,513,000	6.42	5,325,000	2.95
Exercised	(408,000)	1.35	(1,485,100)	1.83
Options outstanding, end of period/year	11,006,400	\$ 3.02	9,008,900	\$ 2.50

\* After giving effect to the exercise price adjustment in relation to the Arrangement (Note 3). Under the Arrangement, each option holder in the Company received one new option in the Company, at a new exercise price but with the same expiry date as the existing option and one option in Extorre at a new exercise price but with the same expiry date as the existing option in the Company for each option held at the Arrangement date. The exercise price was determined on the basis of the relative volume weighted average trading price of Extorre and the Company during the first five trading days after the completion of the Arrangement, applied to the original option price. As such, the adjustment to the options is not a re-pricing and does not result in the recognition of additional stock-based compensation.

The following table summarizes information about the stock options outstanding at March 31, 2010.

<b>Range of Prices (\$)</b>	<b>Outstanding</b>	<b>Vested</b>	<b>Weighted Average Remaining Life (Years)</b>	<b>Weighted Average Exercise Price *</b>
0.50 – 1.00	240,000	240,000	0.29	\$ 0.88
1.01 – 2.00	3,573,400	3,523,400	2.45	\$ 1.44
2.01 – 3.00	4,300,000	3,885,000	3.44	\$ 2.39
3.01 – 4.00	380,000	280,000	4.50	\$ 3.99
5.01 – 6.00	765,000	257,500	4.84	\$ 5.46
6.01 – 7.00	1,748,000	295,000	4.99	\$ 6.84
	11,006,400	8,480,900	3.43	\$ 3.02

\* After giving effect to the exercise price adjustment in relation to the Arrangement (Note 3).

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
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**(Unaudited)**

7. **Stock Option Plan** (Continued)

**Stock-based Compensation**

The fair values of options vested during the three months ended March 31, 2010 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	83.82%
Risk-free interest rate	2.11%
Expected life	3.0 years
Expected dividend yield	0.0%

Stock-based compensation expense recognized in the quarter, on the vesting of stock options of \$4,046 was allocated to contributed surplus.

Stock based compensation has been allocated as follows:

	<b>Three Months ended March 31, 2010</b>		
	Discontinued Operations	Continuing Operations	Total
Administration salaries and consulting	\$ 217	\$ 547	\$ 764
Management fees	299	532	831
Directors' fees	-	1,262	1,262
Shareholder communications	5	209	214
Mineral property exploration expenditures	305	670	975
<b>Total</b>	<b>\$ 826</b>	<b>\$ 3,220</b>	<b>\$ 4,046</b>

	<b>Three Months ended March 31, 2009</b>		
	Discontinued Operations	Continuing Operations	Total
Administration salaries and consulting	\$ 57	\$ 172	\$ 229
Management fees	474	1,445	1,919
Directors' fees	156	475	631
Shareholder communications	6	17	23
Mineral property exploration expenditures	103	143	246
<b>Total</b>	<b>\$ 796</b>	<b>\$ 2,252</b>	<b>\$ 3,048</b>

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.

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**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
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**8. Warrants**

At March 31, 2010 the Company had outstanding share purchase warrants exercisable to acquire 294,975 shares as follows:

Number	Exercise Price *	Expiry Date
294,975	\$ 4.74	November 26, 2010

\* After giving effect to the exercise price adjustment in relation to the Arrangement (Note 3). Under the Arrangement, each share purchase warrant holder in the Company received one new share purchase warrant in the Company at a new exercise price but with the same expiry date as the existing share purchase warrant and one share purchase warrant in Extorre at a new exercise price but with the same expiry date as the existing share purchase warrant in the Company for each share purchase warrant held at the Arrangement date. The exercise price was determined on the basis of the relative volume weighted average trading price of Extorre and the Company during the first five trading days after the completion of the Arrangement applied to the original option price. As such, the adjustment to the share purchase warrant is not a re-pricing.

At December 31, 2009 the Company had outstanding share purchase warrants exercisable to acquire 775,171 shares as follows:

Number	Exercise Price	Expiry Date
480,196	\$ 2.40	February 26, 2010*
294,975	\$ 6.00	November 26, 2010
775,171		

\* all warrants were exercised prior to the expiry date.

**9. Contributed Surplus**

	<b>March 31, 2010</b>	December 31, 2009
Balance, beginning of the period / year	\$ 18,265	\$ 11,822
Stock-based compensation expense	4,046	7,094
Agent's Warrants	-	1,511
Contributed surplus allocated on exercise of Agent's Warrants	(595)	(376)
Contributed surplus allocated on exercise of stock options	(559)	(1,786)
Balance, end of the period / year	\$ 21,157	\$ 18,265

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**Notes to the Interim Consolidated Financial Statements**  
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**10. Related Party Transactions**

Amounts due to related parties of \$371 at March 31, 2010 (December 31, 2009 - \$67 ) is for management, consulting and exploration fees and for expenses incurred while conducting the Company's business, and ongoing exploration expenditures payable to a related company.

During the three months ended March 31, 2010 a total of \$361 (March 31, 2009 - \$ 234) was paid or accrued for related party transactions as described below:

- a) Exploration and consulting fees of \$90 (2009 - \$90) were paid or accrued to a corporation of which the President and CEO of the Company is a principal.
- b) Exploration fees of \$71 (2009 - \$54) were paid or accrued to a corporation controlled by the Vice-President, Exploration and Development.
- c) Management fees of \$72 (2009 - \$45) were paid to a corporation controlled by the Chairman of the Company.
- d) Management fees of \$70 (2009 - \$45) were paid or accrued to a corporation controlled by the Chief Financial Officer of the Company.
- e) Management fees of \$58 (2009 - \$Nil) were paid or accrued to a corporation controlled by the Vice-President, Corporate Development and Legal Counsel.

During the three months ended March 31, 2010 the Company received \$15 (2009 \$Nil) for administrative support fees from a corporation with common directors.

These transactions were in the normal course of business and are measured at the exchange amount, which is the amount agreed to by the parties.

**11. Contractual Obligations**

- a) The Company leases offices in Vancouver and Chile. In addition the Company has an advance royalty payment of US\$250 thousand per year commencing in 2011. The lease commitments are summarized in the table below:

	<b>Payments Due by Period</b>		
	Total	2010	2011
Office leases	\$ 126	\$ 87	\$ 39

- b) The Company has irrevocably and unconditionally guaranteed the ongoing operations of Estelar and its obligations with respect to the CVSA properties and as a result of the transfer of its Argentine assets to Extorre pursuant to the Arrangement, has received an indemnity from Extorre, whereby Extorre has agreed to save harmless Exeter of and from any and all losses, costs and liabilities in respect of the guarantee.

**Exeter Resource Corporation**  
**Notes to the Interim Consolidated Financial Statements**  
**Three Months ended March 31, 2010**  
**(Expressed in Thousands of Canadian Dollars, Except Share Data)**  
**(Unaudited)**

**12. Segmented Information**

The Company's activities are all in the one industry segment of mineral property acquisition, exploration and development. The segmented reporting is split between the results of the discontinued operations covering all activities associated with the Argentine operations, and continuing operations which covers mineral exploration activities in Chile and head office charges. Following is a summary of assets and liabilities by geographical segment:

<b>March 31, 2010</b>	Discontinued operations	Canada	Chile	Total
Cash and cash equivalents	\$ -	\$ 45,000	\$ 492	\$ 45,492
Amounts receivable and prepaid expenses	-	356	119	475
Property and equipment	-	78	192	270
	-	45,434	803	46,237
Current Liabilities	-	(1,055)	(1,794)	(2,849)
	\$ -	\$ 44,379	\$ (991)	\$ 43,388
<b>Net loss - 3 months ended March 31, 2010</b>	<b>\$ 5,506</b>	<b>\$ 4,363</b>	<b>\$ 5,968</b>	<b>\$ 15,837</b>

  

<b>December 31, 2009</b>		Canada	Chile	Total
Cash and cash equivalents	\$ 465	\$ 80,387	\$ 237	\$ 81,089
Amounts receivable and prepaid expenses	127	353	73	553
Property and equipment	88	77	201	366
Mineral properties	3,354	-	-	3,354
	4,034	80,817	511	85,362
Current Liabilities	(1,435)	(1,440)	(1,286)	(4,161)
	\$ 2,599	\$ 79,377	\$ (775)	\$ 81,201
<b>Net loss - 3 months ended March 31, 2009</b>	<b>\$ 2,025</b>	<b>\$ 2,635</b>	<b>\$ 3,458</b>	<b>\$ 8,118</b>

The activities related to discontinued operations have been reclassified to conform with the presentation for the current period (Note 3).