SOLTORO LTD.

(A DEVELOPMENT STAGE ENTERPRISE)
(FORMERLY BLUE FYRE ONE INC.)

CONSOLIDATED FINANCIAL STATEMENTS

FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2006
(UNAUDITED)

The accompanying unaudited interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management. The Company's independent auditors, Bolton & Bolton LLP, have 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.

SOLTORO LTD. (formerly Blue Fyre One Inc.)
Consolidated Balance Sheets
(Unaudited)

	September 30 2006 $	December 31 2005 $
ASSETS		
Current		
Cash	**207,053**	20,258
Short term investments	**2,257,456**	-
Accounts receivable and prepaid expenses	**59,423**	3,146
Subscriptions receivable	**-**	90,770
	2,523,932	114,174
Equipment (note 5)	**42,343**	-
Mineral properties and deferred exploration expenditures (note 6)	**415,934**	78,864
	2,982,209	193,038
LIABILITIES		
Current		
Accounts payable and accrued liabilities (note 7)	**38,684**	22,726
SHAREHOLDERS' EQUITY		
Capital stock (note 8)	**3,009,028**	198,270
Broker warrants (note 9)	**59,760**	-
Contributed surplus (note 10)	**76,049**	-
Deficit	**(201,312)**	(27,958)
	2,943,525	170,312
	2,982,209	193,038

Basis of Presentation (note 1)
Reverse takeover of Blue Fyre One Inc. (note 3)

On behalf of the Board of Directors:

Douglas Reeson
Director

Andrew Thomson
Director

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

SOLTORO LTD. (formerly Blue Fyre One Inc.)
Consolidated Statements of Operations and Deficit
For the three and nine months ended September 30, 2006
and the period from September 12, 2005 (date of incorporation) to September 30, 2005
(Unaudited)

	Three months ended September 30 2006 $	Nine months ended September 30 2006 $	Period ended September 30 2005 $
Expenses			
Management fees (note 7)	33,000	84,735	-
Professional fees	5,547	16,645	-
Investor relations	4,126	7,912	-
Regulatory fees	532	532	-
Transfer agent	4,818	4,818	
Office expenses	2,650	6,641	-
Rent	2,230	4,209	-
Communications	2,243	3,882	-
Travel	7,024	12,762	-
Foreign exchange	(10,311)	(8,552)	-
Amortization	445	445	-
Stock-based compensation (note 10)	46,971	76,049	-
			-
Total administrative expenses	99,275	210,078	-
Interest income	35,774	36,724	
Net (Loss)	(63,501)	(173,354)	-
Deficit, beginning of period	(137,811)	(27,958)	-
Deficit, end of period	(201,312)	(201,312)	-
Loss per share - basic and diluted	(0.004)	(0.016)	-
Weighted average number of common shares	14,417,283	10,571,099	2,236,842

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

SOLTORO LTD. (formerly Blue Fyre One Inc.)
Consolidated Statements of Cash Flows
For the three and nine months ended September 30, 2006
and the period from September 12, 2005 (date of incorporation) to September 30, 2005
(Unaudited)

	Three months ended September 30 2006 $	Nine months ended September 30 2006 $	Period ended September 30 2005 $
Operating activities			
Net loss	(69,398)	(179,251)	-
Accrued interest on short term investments	(7,456)	(7,456)	-
Amortization charged to operations	445	445	-
Stock based compensation	52,996	82,074	-
Increase in accounts receivable and prepaid expenses	(26,166)	(55,871)	-
Increase in accounts payable and accrued liabilities	(9,934)	2,584	-
	(59,513)	(157,475)	-
Investing activities			
Purchase of short term invesments	(1,944,050)	(2,250,000)	-
Exploration expenditures	(183,716)	(334,498)	-
Purchase of equipment	(4,851)	(45,360)	-
	(2,132,617)	(2,629,858)	-
Financing activities			
Cash acquired on completion of reverse takeover	576,777	576,777	-
Issuance of share capital, net of costs	1,719,397	2,397,351	45,000.00
	2,296,174	2,974,128	45,000.00
Change in cash	104,044	186,795	45,000.00
Cash, beginning of period	103,009	20,258	-
Cash, end of period	207,053	207,053	45,000.00

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

SOLTORO LTD. (FORMERLY BLUE FYRE ONE INC.)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
FOR THE THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2006

1. BASIS OF PRESENTATION

The accompanying financial statements have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities and commitments in the normal course of business.

The Company has no sources of revenue and is dependent on financings to fund its operations. In addition, the Company has not yet determined whether its properties contain mineral reserves that are economically recoverable. The ability of the Company to continue as a going concern and the recoverability of amounts capitalized in respect of mineral properties and deferred exploration costs are dependent upon the continuing financial support of shareholders or other investors; obtaining new financing on commercial terms acceptable to the Company to enable it to complete exploration and development; establishing successfully the existence of economically recoverable reserves; the acquisition of required permits to mine; and upon attaining profitable production once any or all of its properties have commenced operations, all of which outcomes are uncertain and which, taken together, cast significant doubt over the ability of the Company to continue as a going concern.

These financial statements do not include any adjustments to the carrying values of the Company's assets, liabilities, and expenses and the related balance sheet and income statement classifications that would be necessary if the going concern assumption were inappropriate. Such adjustments have not been quantified by management but could be material.

2. NATURE OF BUSINESS

Soltoro Ltd. ("Soltoro" or "the Company") was incorporated on September 12, 2005 under the Canada Business Corporations Act. Soltoro is an exploration stage company focused on exploration for economic mineral deposits, exclusively in Mexico, through its wholly owned subsidiary, Soltoro S.A. de C.V.

3. BUSINESS COMBINATION

The consolidated financial statements of Soltoro Ltd. (formerly Blue Fyre One Inc., a capital pool company) reflect the reverse takeover by Soltoro Ltd. ("Private Soltoro"). of Blue Fyre One Inc. ("Blue Fyre"), a capital pool company under the policies of the TSX Venture Exchange.

The reverse takeover by Private Soltoro of Blue Fyre was approved by the shareholders of each company and was completed on August 31, 2006, at which time:

a) Private Soltoro was amalgamated with Blue Fyre by means of a three-cornered amalgamation:
b) Shareholders of Private Soltoro exchanged their common shares for shares of Blue Fyre on a one-for-one basis;
c) Holders of options and broker warrants exercisable into common shares of Private Soltoro exchanged these securities for identical instruments exercisable into common shares of Blue Fyre on identical terms; and
d) Upon completion of the business combination the name of Blue Fyre was changed with the name Soltoro Ltd. retained ("Public Soltoro").

On August 31, 2006, a subsidiary of Blue Fyre issued 13,120,000 common shares to the shareholders of Private Soltoro to complete its acquisition of 100% of the issued and outstanding shares of Private Soltoro. The subsidiary was then combined with Blue Fyre. As a result of the business combination, the former shareholders of Private Soltoro controlled 77% of the issued and outstanding share capital of Public Soltoro immediately after the acquisition, constituting a reverse takeover with Private Soltoro being the acquiring company.

The acquisition of Private Soltoro by Blue Fyre has been accounted for as a reverse takeover in accordance with guidance provided in CICA Emerging Issues Committee Abstract No. 10. The transaction has been accounted for as an issuance of shares and assumption of Blue Fyre's outstanding broker warrants by Private Soltoro for the net monetary assets of Blue Fyre.

The net monetary assets of Blue Fyre were as follows:

	$
Cash	576,777
Current liabilities	(6,082)
Net assets acquired	**570,695**
Attributed to:	
Share capital	537,335
Warrants (note 9)	33,360
	570,695

The financial statements for the period from January 1, 2006 to August 31, 2006 reflect the assets, liabilities and results of operations of Private Soltoro, the legal subsidiary. After August 31, 2006, the financial statements include the assets, liabilities and results of operations of Public Soltoro, post-amalgamation. The comparative results of operations and cash flows for the period ended September 30, 2005 are those of Private Soltoro.

The following supplementary information summarizes the results of operations and deficit of Blue Fyre for the period from January 1, 2006 to August 31, 2006:

	$
Marketing and investor relations	9,697
Professional fees	21,184
Stock-based compensation	81,004
Transfer agent and press releases	16,084
Bank charges	446
Loss for the period	**128,415**
Deficit – beginning of period	88,681
Deficit – end of period	**217,096**

4. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements of the Company have been prepared in accordance with Canadian generally accepted accounting principles. The consolidated financial statements include the accounts of the Company and its wholly owned subsidiary, Soltoro S.A. de C.V.

a) Mining interests and deferred exploration expenditures

The Company capitalizes the acquisition costs of mineral properties and all direct costs relating to exploration on its mineral properties. These costs will be amortized over the estimated productive lives of the properties upon commencement of production using the unit-of-production method. Options or sales of mineral properties are accounted for by applying the proceeds from such sales to the carrying costs of the property and reducing costs to zero prior to recognizing any gains. Costs related to abandoned projects written off. Where no significant spending has been undertaken in the past three years, all capitalized costs are written off.

b) Equipment

Equipment is carried at cost less accumulated amortization. Amortization is calculated on a straight line basis at rates which range from 10% to 30%. Amortization on assets used for exploration activities is charged to deferred exploration expenditures.

c) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. These estimates are reviewed periodically and, as adjustments become necessary, they are made in the period in which they become known. Actual results could differ from those estimates.

d) Financial instruments

The Company's financial instruments consist of cash, accounts receivable and prepaid expenses, subscriptions receivable and accounts payable (including amounts due to related parties). Unless otherwise stated the fair value of these financial instruments approximates their carrying value. The Company does not believe it is subject to any significant concentration of credit risk or interest rate risk.

e) Foreign exchange

The financial statements of integrated foreign operations and transactions in foreign currencies entered into by the Company are translated using the temporal method. Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rates prevailing at the balance sheet date, and non-monetary items are translated at historical exchange rates. Revenue and expense items denominated in foreign currencies are translated at the exchange rates in effect on the dates of the transactions, except for amortization of equipment and mineral properties and deferred exploration costs which are translated at the same exchange rates as the assets to which they relate. Exchange gains and losses arising from these transactions are included in the determination of net income for the year.

f) Income taxes

The Company accounts for income taxes using the asset and liability method. Under this method, future income tax assets and liabilities are determined based on differences between the financial statement carrying value of existing assets and liabilities and their respective income tax bases (temporary differences), and losses carried forward. Future income tax assets and liabilities are measured using the tax rates expected to be in effect when the temporary differences are likely to reverse. The effect on future income tax assets and liabilities of a change in tax rates is included in operations in the period in which the change is substantively enacted. The amount of future income tax assets recognized is limited to the amount that is more likely than not to be realized.

g) Earnings per share

Basic loss per share is calculated by dividing the net loss for the period by the weighted average number of shares outstanding for the period. The impact of outstanding options and warrants is not considered, as the impact is anti-dilutive.

h) Stock-based compensation

The Company has adopted the recommendations of the Canadian Institute of Chartered Accountants ("CICA") Handbook Section 3870, "Stock-Based Compensation and Other Stock-Based Payments". This section requires the use of a fair-value based method to calculate all stock-based compensation associated with granting stock options to employees and directors, and the inclusion of that expense in the statement of operations. Under the new accounting policy, the Company measures stock-based compensation on the date of the grant and recognizes this cost over the vesting period of the options in results from operations.

i) Impairment of long-lived assets

The Company has adopted the CICA Handbook Section 3063, "Impairment of Long-Lived Assets". This section requires the Company to assess the impairment of long-lived assets, which consist primarily of mineral property, plant and equipment, whenever events or changes in circumstances indicate that the carrying value of an asset may not be recoverable. Recoverability of assets to be held and used are measured by a comparison of the carrying value of the asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the amount of the impairment is measured by the amount by which the carrying amount of the asset exceeds its fair value.

For the Company, the adoption of CICA Handbook Section 3063 had no impact on results of operations.

j) Asset retirement obligations

The Company has adopted the CICA Handbook Section 3110, "Asset Retirement Obligations". This section requires that the fair value of a liability for an asset retirement obligation be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. The estimate excludes the residual value of the related assets. The associated retirement costs are capitalized as part of the carrying amount of the long lived assets and amortized over the life of the asset. The amount of liability is subject to re-measurement at each reporting period. This differs from prior practice which involved accruing for the estimated retirement obligation through annual changes to earnings over the estimated life of the property.

At September 30, 2006, there are no asset retirement obligations associated with any of the Company's properties.

5. EQUIPMENT

	Cost $	Accumulated amortization $	Net $
Equipment	9,666	487	9,179
Vehicles	35,694	2,530	33,164
	45,360	**3,017**	**42,343**

6. MINERAL PROPERTIES AND DEFERRED DEVELOPMENT EXPENDITURES

As at September 30, 2006, cumulative acquisition and deferred exploration costs with respect to the Company's interests in mineral properties owned, leased or under option, consisted of the following:

	Balance December 31 2005	Additions	Balance September 30 2006
	$	$	$
La Tortuga Copper Gold Porphyry Project			
Acquisition costs	48,496	37,261	85,757
Deferred exploration costs	29,368	173,428	202,796
El Rayo Silver Lead Gold Project			
Acquisition costs	1,000	9,611	10,611
Deferred exploration costs	-	45,176	45,176
Bacanora Gold Project			
Acquisition costs	-	27,454	27,454
Deferred exploration costs	-	81	81
Gavilan Silver Lead Zinc Skarn Concession			
Acquisition costs	-	3,925	3,925
Deferred exploration costs	-	6,676	6,676
Quilla Application			
Acquisition costs	-	7,467	7,467
Deferred exploration costs	-	3,246	3,246
Santuario Application			
Acquisition costs	-	3,734	3,734
Deferred exploration costs	-	3,601	3,601
Chinipas Application			
Acquisition costs	-	3,647	3,647
Deferred exploration costs	-	8,915	8,915
Other		2,848	2,848
	78,864	337,070	415,934

Mineral exploration concessions:

a) La Tortuga Copper Gold Porphyry Project

The La Tortuga Project comprises numerous contiguous titled concessions and concessions under application in the district of Atengo, Jalisco state, Mexico. Soltoro S.A. de C.V. holds a 100% interest in the titled concessions and is the sole applicant for the untitled. Titled concessions make up 8,997 hectares with 7,522 hectares under application for a total of 16,519 hectares. During the period Soltoro staked 4,994 hectares of the 7,522 hectares under application.

b) El Rayo Silver Lead Gold Project

Soltoro S.A. de C.V. holds 100% title interest to the 3,848 hectare "El Rayo" concession located adjacent to the town of Guachinango in the state of Jalisco, Mexico.

c) Bacanora Gold Project

Soltoro S.A. de C.V. holds 100% title interest to the "La Dorada Fracc 1" and "La Dorada 2" concessions. These two concessions make up Soltoro's Bacanora Project and cover a total area of 4,718 hectares and are located 157 kilometres east of the city of Hermosillo in the state of Sonora, Mexico. During the period, the Company paid $US 19,000 to effect 100% transfer of the concessions and will pay an additional $US 30,000 and issue 100,000 shares of Soltoro Ltd. to the vendor within 6 months of the date of transfer. Failure to make the payment and issue the shares will result in the transfer of the property back to the original vendor.

d) Gavilan Silver Lead Zinc Skarn Concession

Soltoro S.A. de C.V. holds 100% title interest to the 780 hectare "Gavilan" concession located in the San Joaquin mining district on the eastern border of the state of Queretaro, Mexico. Title to the concession was issued during the period.

e) Other Properties Under Application

The Company staked three additional concessions during the period; 1) Quilla bulk tonnage copper prospect. Application was made to cover 24,000 hectares in Jalisco state, 2) Santuario gold prospect. Application was made to cover 2,000 hectares in Hidalgo state, 3) Chinipas gold prospect. Application was made to cover 1,600 hectares in the state of Chihuahua.

7. RELATED PARTY TRANSACTIONS

a) Accounts payable and accrued liabilities includes amounts due to an officer and director of the Company in the amount of $Nil (December 31, 2005 -$13,972). This liability was incurred in the normal course of business and is unsecured, non-interest bearing and has no fixed terms of repayment.

b) During the period ended September 30, 2006, the Company incurred management fees of $192,150 under management service agreements with officers and directors of the Company and its wholly owned subsidiary. These transactions were in the normal course of business and were measured at the exchange amount, which is the amount established and agreed to by the related parties. Of the total amount, $84,735 was charged to operations, and $107,415 was capitalized as a component of the Company's mineral properties.

8. CAPITAL STOCK

a) Authorized

An unlimited number of common shares

b) Issued and outstanding:

	Number of Shares	Amount $
Issued as compensation for pre-acquisition development costs (i)	1,500,000	45,000
Issued in exchange for property (ii)	1,000,000	1,000
Private placement (iii)	1,020,000	1,020
Private placement (iv)	250,000	1,250
Private placement (v)	1,500,000	150,000
Balance – December 31, 2005	**5,270,000**	**198,270**
Private placement (vi)	750,000	75,000
Private placement (vii)	1,100,000	110,000
Private placement (viii)	6,000,000	2,500,000
Share issue costs	-	(411,577)
Subtotal immediately before completion of reverse takeover – August 31, 2006	13,120,000	2,471,693
Fair value of shares deemed to be issued to the shareholders of Blue Fyre upon completion of reverse takeover (note 3)	3,850,000	537,335
Balance – September 30, 2006	**16,970,000**	**3,009,028**

i) On September 12, 2005, the Company issued 1,000,000 common shares to a director of the Company and 500,000 common shares to a company controlled by the director. These shares were issued at a deemed fair value of $0.03 per share as compensation for certain development and exploration expenditures incurred by the director on behalf of the Company prior to incorporation and prior to the Company's acquisition of the title interest in the La Tortuga concession.

ii) In September 2005, the Company issued 1,000,000 common shares at a price of $0.001 per share to an officer of Soltoro S.A. de C.V. and his spouse in exchange for a 100% title interest in the El Rayo concession.

iii) On October 10, 2005, the Company issued 1,020,000 common shares at a price of $0.001 per share.

iv) On October 10, 2005, the Company issued 250,000 common shares at a price of $0.005 per share.

v) In November and December 2005, the Company issued 1,500,000 common shares at a price of $0.10 per share.

vi) On February 28, 2006, the Company issued 750,000 common shares at a price of $0.10 per share.

vii) On April 18, 2006, the Company issued 1,100,000 common shares at a price of $0.10 per share.

viii) On April 4, 2006, the Company reached an agreement with Union Securities Inc. ("Union") to raise a total of $2,500,000 in two private placements: an initial placement of 2,000,000 common shares at a price of $0.25 per share, and a subsequent placement of 4,000,000 common shares at a price of $0.50 per share. Soltoro agreed to pay a 8% cash commission and issue 480,000 broker warrants exercisable at a price of $0.50 per share for 18 months from closing on completion of the financing.

These financings closed on April 18, 2006, generating net proceeds after share issue costs of $2,278,435.

9. BROKER WARRANTS

The following table reflects the continuity of warrants for the period ending September 30, 2006.

	Number of shares	Amount $
Balance - January 1, 2006	-	-
Issued in connection with private placement	480,000	26,400
Assumed pursuant to reverse takeover	240,000	33,360
Balance - September 30, 2006	**720,000**	**59,760**

Pursuant to the private placement which closed on April 20, 2006, the Company issued 480,000 broker compensation warrants. Each warrant has an exercise price of $0.50 and expires on October 18, 2007. The Company attributed a fair value of $26,400 to these broker warrants, which amount has been charged to share issue costs.

Pursuant to the reverse takeover of Blue Fyre, the Company assumed Blue Fyre’s obligations with respect to 240,000 broker warrants issued in September 2005 in connection with Blue Fyre’s initial public offering, with each warrant exercisable into one common share of the Company at a price of $0.25 per share until September 2007. The Company attributed a fair value of $33,360 to these broker warrants.

The fair value of the 480,000 broker warrants issued to Union in connection with the private placement and the 240,000 outstanding broker warrants issued previously by Blue Fyre and assumed by the Company upon completion of the reverse takeover of Blue Fyre was estimated using the Black-Scholes option pricing and the following weighted average assumptions:

Risk free interest rate	4%
Dividend yield	-
Volatility	85%
Expected term	1.2 years

10. CONTRIBUTED SURPLUS AND STOCK BASED COMPENSATION

The following table reflects the continuity of contributed surplus during the period ended September 30, 2006.

Balance -January 1, 2006	-
Stock-based compensation	82,074
Balance - September 30, 2006	**82,074**

The Company has a stock option plan the ("Plan") under which the Company may grant options to directors, officers and consultants. The maximum number of common shares reserved for issue under the Plan at any point in time may not exceed 10% of the number of shares issued and outstanding.

The purpose of the Plan is to attract, retain and motivate directors, officers, and certain third party service providers by providing them with the opportunity to acquire a proprietary interest in the Company and benefit from its growth. Options granted under the Plan are non-assignable and vest 50% on the date of grant, 25% six months from the date of grant, and 25% eighteen months from the date of grant.

The following table reflects the continuity of outstanding stock options for the period ended December 31, 2005 and the nine months ended September 30, 2006.

	Number of stock options	**Weighted average exercise price per share**
Balance - September 12, 2005	-	-
Issued during the period	380,000	0.10
Balance - December 31, 2005	**380,000**	**0.10**
Issued during the period	930,000	0.31
Balance - September 30, 2006	**1,310,000**	**0.25**

Options to purchase common shares carry exercise prices and terms to maturity as follows:

	Number of options		
Exercise price $	**Outstanding**	**Exercisable**	**Contractual life (years)**
0.10	380,000	285,000	3.1
0.25	450,000	225,000	3.1
0.36	480,000	240,000	4.0
0.11	**1,310,000**	**750,000**	**3.4**

During the period ended September 30, 2006, the Company granted 450,000 options at an exercise price of $0.25 per share expiring on October 24, 2009 and 480,000 options at an exercise price of $0.36 per share expiring on September 22, 2010.

The fair value of the options vesting in the period was estimated at the date of grant using the Black-Scholes option pricing model with the following weighted average assumptions:

Dividend yield	Nil
Risk free interest rate	4%
Exepcted volatility	85%
Expected life	2.7 years

Under this method of calculation, the Company recognized a total expense of $152,099, of which $76,049 was charged to operations in respect of the options vesting during the period ended September 30, 2006.

11. INCOME TAX INFORMATION

The estimated taxable income for the period ended September 30, 2006 is Nil. It cannot be reasonably estimated at this time if it is more likely than not that the Company will realize the benefits from future income tax assets or the amounts owing from future income tax liabilities.

Consequently, the future recovery or loss arising from differences in tax values and accounting values has been reduced by an equivalent estimated taxable temporary difference valuation adjustment.

The estimated taxable temporary valuation allowance will be adjusted in the period in which it is determined that it is more likely than not that some portion or all of the future tax assets or future tax liabilities will be realized.

The Company has available non-capital losses of $19,601 which may be offset against future Canadian taxable income. To the extent the Company cannot utilize these loss carry forwards to reduce taxable income in future periods, these loss carry forwards will expire in 2015.