

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
(AN EXPLORATION STAGE COMPANY)**

**CONSOLIDATED FINANCIAL STATEMENTS**

**FOR THE THREE MONTH PERIOD ENDED MARCH 31, 2007**

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
(AN EXPLORATION STAGE COMPANY)  
CONSOLIDATED BALANCE SHEETS  
(UNAUDITED)**

	March 31, 2007	December 31, 2006 (Audited)
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	\$ 4,788,243	\$ -
Amounts receivable, prepaids and other	27,642	3,229
	4,815,885	3,229
<b>MINERAL INTERESTS</b> (Note 5)	10,419,800	1
<b>EQUIPMENT</b> (Note 4)	10,124	-
	\$ 15,245,809	\$ 3,230
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued liabilities (Note 8)	\$ 256,112	\$ 40,320
Advances from shareholder	-	20,000
	256,112	60,320
<b>FUTURE INCOME TAX LIABILITY</b> (Notes 3 and 7)	2,526,100	-
	2,782,212	60,320
<b>SHAREHOLDERS' EQUITY</b>		
<b>CAPITAL STOCK</b> (Note 6(b))	13,108,170	632,250
<b>WARRANTS</b> (Note 6(c))	267,705	-
<b>DEFICIT</b>	(912,278)	(689,340)
	12,463,597	(57,090)
	\$ 15,245,809	\$ 3,230

**NATURE OF OPERATIONS** (Note 1)

**COMMITMENTS** (Note 5)

**SUBSEQUENT EVENTS** (Note 11)

APPROVED ON BEHALF OF THE BOARD:

Signed "Victor Bradley"  
Director

Signed "Philip Martin"  
Director

see accompanying notes to the interim unaudited consolidated financial statements

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")**  
**(AN EXPLORATION STAGE COMPANY)**  
**CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT**  
**(UNAUDITED)**

	Three Months Ended March 31,	
	2007	2006
<b>EXPENSES</b>		
Travel	\$ 13,769	\$ -
Management and consulting fees	6,667	-
Investor relations	1,400	-
Office and general	46,991	24,925
Professional fees	22,716	-
Filing, listing and transfer agent fees	6,430	-
Foreign exchange	123,064	-
Insurance	2,034	-
Amortization	348	-
Loss before the undernoted	223,419	24,925
Interest income	(762)	-
General exploration (Note 5(c))	148,416	-
Loss before income taxes	371,073	24,925
Income tax (recovery) (Note 7)	(148,135)	-
<b>NET LOSS FOR THE PERIOD</b>	<b>222,938</b>	<b>24,925</b>
<b>DEFICIT, beginning of period</b>	<b>689,340</b>	<b>622,418</b>
<b>DEFICIT, end of period</b>	<b>\$ 912,278</b>	<b>\$ 647,343</b>
<b>NET LOSS PER SHARE</b>		
basic and diluted	\$ 0.01	\$ 0.03
<b>WEIGHTED AVERAGE NUMBER OF SHARES OUTSTANDING</b>	<b>31,513,694</b>	<b>912,485</b>

see accompanying notes to the interim unaudited consolidated financial statements

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
(AN EXPLORATION STAGE COMPANY)  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
(UNAUDITED)**

	Three Months Ended March 31,	
	2007	2006
<b>CASH FLOWS USED OPERATING ACTIVITIES</b>		
Net loss for the period	\$ (222,938)	\$ (24,925)
Add:		
Amortization	348	-
Future income tax recovery	(148,135)	-
Changes in non-cash working capital items:		
Amounts receivable, prepaids and other	(22,842)	(1,288)
Accounts payable and accrued liabilities	(37,074)	10,114
	(430,641)	(16,099)
<b>CASH FLOWS USED IN INVESTING ACTIVITIES</b>		
Mineral interests	(390,842)	(1)
Equipment	(6,971)	-
Cash acquired on business combination, net of costs (Note 3)	52,072	
	(345,741)	(1)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Issuance of shares, net of costs	5,584,625	-
Advances from shareholder	(20,000)	20,000
	5,564,625	20,000
<b>INCREASE IN CASH</b>	4,788,243	3,900
<b>CASH, BEGINNING OF PERIOD</b>	-	19,171
<b>CASH, END OF PERIOD</b>	\$ 4,788,243	\$ 23,071
<b>SUPPLEMENTAL INFORMATION</b>		
Interest paid	\$ -	\$ -
Common shares issued for business combination	2,709,000	-
Change in accrued exploration expenditures	11,116	-
Warrants issued for services rendered	267,705	-
Change in accrued share issue and transaction costs	100,000	-

see accompanying notes to the interim unaudited consolidated financial statements

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
(AN EXPLORATION STAGE COMPANY)  
NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
MARCH 31, 2007**

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**1. NATURE OF OPERATIONS**

Nevoro Inc. (formerly "Denroy Resources Corporation") (the "Company" or "Nevoro") was incorporated under the laws of the Province of Ontario and was inactive since 1991 and was searching for new business opportunities. During the period ended March 31, 2007, the Company entered into an agreement with the shareholders of Goodsprings Development Corporation ("Goodsprings") to acquire 100% of the issued and outstanding shares of Goodsprings, a private mineral exploration corporation incorporated in the State of Nevada, USA. Goodsprings has an interest in a portfolio of precious metal exploration projects located in Nevada, USA (see Notes 3 and 5).

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The recoverability of the carrying value of exploration properties and the Company's continued existence is dependent upon the preservation of its interest in the underlying properties, the discovery of economically recoverable reserves, the achievement of profitable operations, or the ability of the Company to raise alternative financing, if necessary, or alternatively upon the Company's ability to dispose of its interests on an advantageous basis. Changes in future conditions could require material write-downs of the carrying values.

Although the Company has taken steps to verify title to the properties on which it is conducting exploration and in which it has an interest, in accordance with industry standards for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property title may be subject to unregistered prior agreements and non-compliance with regulatory requirements.

Management of the Company believes that it has sufficient funds to pay its ongoing administrative expenses and to meet its liabilities for the ensuing year as they fall due, to fund cash payments as discussed in Note 5, and to fund current planned exploration programs. This ability was further enhanced with the recent financing as described in Notes 6 and 11.

The accompanying unaudited interim consolidated financial statements are prepared in accordance with Canadian generally accepted accounting principles ("GAAP"). They do not include all the information and disclosures required by Canadian GAAP for annual financial statements. The preparation of these interim consolidated financial statements is based on accounting principles and practices consistent with those used in the annual financial statements. In the opinion of management, all adjustments considered necessary for fair presentation have been included in these financial statements. Operating results for the three-month period ended March 31, 2007 are not necessarily indicative of the results that may be expected for the full year ending December 31, 2007. For further information, see the audited financial statements including the notes thereto for the year ended December 31, 2006.

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
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**2. CHANGE IN ACCOUNTING POLICIES**

In January 2005, the CICA issued Handbook Sections, "Financial Instruments, Recognition and Measurement", "Comprehensive Income", and "Hedges". These new standards are effective for interim and annual financial statements relating to fiscal years commencing on or after October 1, 2006 on a prospective basis. The Company has adopted these new standards effective January 1, 2007. The Financial Instruments Section prescribes when a financial instrument is to be recognized on the balance sheet and at what amount. It also specifies how financial instrument gains and losses are to be presented. This Section requires that:

- All financial assets be measured at fair value on initial recognition and certain financial assets are measured at fair value subsequent to initial recognition;
- All financial liabilities are measured at fair value if they are classified as held for trading purposes. Other financial liabilities are measured at amortized cost using the effective interest method;
- All derivative financial instruments are measured at fair value on the balance sheet, even when they are part of an effective hedging relationship.

The Comprehensive Income Section introduces a new requirement to temporarily present certain gains and losses from changes in fair value outside net income. It includes unrealized gains and losses, such as: changes in the currency translation adjustment relating to self-sustaining foreign operations; unrealized gains or losses on available-for-sale investments; and the effective portion of gains or losses on derivatives designated as cash flow hedges or hedges of the net investment in self-sustaining foreign operations. For the period ended March 31, 2007, the Company did not have other comprehensive income or loss, therefore the comprehensive loss for the period was equal to the net loss for the period.

The Hedges Section provides alternative treatments for entities, which choose to designate qualifying transactions as hedges for accounting purposes. It replaces and expands on Accounting Guideline 13 "Hedging Relationships", and the hedging guidance in the section for "Foreign Currency Translation" by specifying how hedge accounting is applied and what disclosures are necessary when it is applied.

The Company has determined that the adoption of these new policies had no material impact on its consolidated financial statements as at and for the period ended March 31, 2007.

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")**  
**(AN EXPLORATION STAGE COMPANY)**  
**NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
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**3. BUSINESS COMBINATION**

The shareholders of Goodsprings and Nevoro entered into an agreement of purchase and sale dated February 5, 2007, whereby Nevoro acquired 100% of the issued and outstanding shares of Goodsprings for the issuance of 24.4 million common shares of Nevoro. This acquisition closed February 15, 2007. The closing of the business combination was subject to regulatory and shareholder approvals. This business combination is accounted for using the purchase method of accounting, with Nevoro being identified as the acquirer and Goodsprings as the acquiree. In accordance with the purchase method of accounting, the purchase cost was allocated to the underlying assets acquired based on their fair values at the date of acquisition. The purchase consideration of \$7,209,000 and the costs of the transaction of \$174,422 for a total of \$7,383,422 exceeded the carrying value of the net liabilities assumed by \$7,403,751, which was applied to increase the carrying value of the interest in mineral properties. The excess amount will not increase the carrying value of the underlying assets for tax purposes resulting in a temporary difference between accounting and tax values. The resulting estimated future income tax liability associated with the temporary difference of \$7,403,751 was applied to increase the carrying value of the mineral property by \$2,674,235, using the combined Canadian federal and provincial income tax rate of approximately 36%.

The allocation of the purchase cost to assets and liabilities acquired is as follows:

Purchase Price Allocation

Cash	\$	176,494
Amounts receivable		1,571
Equipment		3,501
Interest in mineral properties		10,417,014
Accounts payable and accrued liabilities		(141,750)
Advances		(399,173)
Future income tax liabilities		(2,674,235)
	\$	<u>7,383,422</u>
Consideration		
Common shares	\$	7,209,000
Transaction costs		174,422
	\$	<u>7,383,422</u>

The interim unaudited consolidated financial statements assume the cost of acquisition is the fair value of the Nevoro shares issued based on the issuance of 24,400,000 Nevoro common shares at US\$0.25, providing total purchase consideration of US\$6,100,000 (CDN\$7,209,000). The value of the Nevoro common shares was calculated based on the price of the last financing completed prior to the combination.

**4. EQUIPMENT**

	Cost	Accumulated Amortization	Net Book Value March 31, 2007	Net Book Value December 31, 2006
Furniture and fixtures	\$ 3,578	\$ (89)	\$ 3,489	\$ -
Computer equipment	6,894	(259)	6,635	-
	\$ 10,472	\$ (348)	\$ 10,124	\$ -

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**5. MINERAL INTERESTS**

For the period ended March 31, 2007, the Company had incurred acquisition costs and exploration expenditures on its mineral properties as follows:

	St. Elmo Project	Silver King Project	Cross Project	Eagleville Project	Other Projects	Total
Balance, December 31, 2006	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ 1
<b>Additions during the period</b>						
Acquisition costs	5,784,792	1,173,967	918,173	928,198	1,562,320	10,367,450
Exploration costs						
Consulting	34,442	1,127	-	-	-	35,569
Legal	12,022	-	-	-	-	12,022
Exploration support	733	-	-	486	-	1,219
Travel	1,829	-	-	-	-	1,829
Field supplies	-	286	-	-	-	286
Salaries	6,664	5,280	-	-	-	11,944
Databases	-	1,009	-	-	-	1,009
Recoveries	-	-	-	-	(11,529)	(11,529)
Exploration costs	55,690	7,702	-	486	(11,529)	52,349
Exploration and acquisition costs	5,840,482	1,181,669	918,173	928,684	1,550,791	10,419,799
Balance, March 31, 2007	\$ 5,840,482	\$ 1,181,669	\$ 918,173	\$ 928,684	\$ 1,550,792	\$10,419,800

**(a) St. Elmo Project**

The St. Elmo Projects consists of the Happy Tracks Property and the Diamond Jim Property.

On April 13, 2006, Goodsprings (See Note 1) entered into a mining lease and option to purchase agreement with four arm's length individuals (collectively, the "Owners"), whereby Goodsprings was granted a five-year lease with an option to purchase unpatented lode mining claims and water rights comprising the Happy Tracks Property, located in the State of Nevada, USA.

Goodsprings was granted the exclusive right to explore the Happy Tracks Property during the term of the lease for the following consideration:

- US\$25,000 due upon signing (CDN\$27,967) (paid)
- US\$30,000 due April 13, 2007 (CDN\$34,029) (paid subsequent to March 31, 2007).
- US\$35,000 due April 13, 2008
- US\$40,000 due April 13, 2009
- US\$45,000 due April 13, 2010

Goodsprings has the option to purchase the entire interest in the Happy Tracks Property for the sum of US\$1,075,000. This option is exercisable at any time during the agreement. If, during the term of the Agreement, Goodsprings decides to purchase the Happy Tracks Property prior to the fifth anniversary of the signing of the Agreement, the purchase price may be reduced by US\$100,000 for each full year left in the agreement.

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**5. MINERAL INTERESTS (continued)**

Goodsprings shall pay the Owners a production royalty equal to 2.5% of any and all net smelter returns from the production or sale of minerals from the Happy Tracks Property. A 2.5% net smelter returns royalty will be payable on all previously mined materials originating from the Happy Tracks Property, shipped or milled by Goodsprings. The 2.5% net smelter return royalty would cease upon acquisition of the property by Goodsprings. In addition, Goodsprings holds unpatented lode claims.

On December 1, 2006, the Goodsprings entered into a mining lease and option to purchase agreement with an arm's length individual (the "Owner"), whereby it was granted a five-year lease with an option to purchase unpatented lode mining claims, located in the State of Nevada, USA.

Goodsprings was granted the exclusive right to explore the Diamond Jim Project during the term of the lease for the following consideration:

- US\$30,000 due upon signing (CDN\$34,959) (paid)
- US\$30,000 due on the first anniversary of the effective date and each subsequent anniversary of the effective date during the term of the agreement.

Goodsprings has the option to purchase the entire interest in the Diamond Jim Project for the sum of US\$400,000.

The Company shall pay the Owner a production royalty equal to 3.0% of the net smelter returns from the production or sale of minerals from the property, of which the Company can purchase one third of the royalty (representing 1%) for US\$1,000,000.

**(b) Silver King, Cross and Eagleville Projects.**

During the year ended December 31, 2006, Goodsprings entered into three additional mining lease and option to purchase agreements with lease terms of ten years expiring on various dates to August 31, 2016.

Pursuant to these agreements, the Company is responsible for the following rental payments:

- US\$12,000 during the year ended December 31, 2006 (\$13,984) (paid)
- US\$34,000 during the year ended December 31, 2007
- US\$51,000 during the year ended December 31, 2008
- US\$68,000 during the year ended December 31, 2009
- US\$73,000 during the year ended December 31, 2010
- US\$98,000 during the years ended December 31, 2011 through 2016

On the first and all subsequent anniversaries of the exercise of the purchase option, the Company shall make minimum advance royalty payments of US\$50,000 until sustained commercial production begins. Minimum advance royalty payments will be creditable against the Company's royalty payment obligations.

Goodsprings can exercise the purchase option for any of the properties by making a payment of US\$300,000 per property, subject to a 3% net smelter return royalty.

**(c) Other Projects**

The Company has additional projects in Nevada, all of which are wholly owned or optioned.

The Dome Hill Project will have application for permits initiated for drilling to commence in 2008.

The Company has leased out the Warm Springs and Stealth Projects to arm's length third parties for cash payments and royalties.

The CD Project and Germany Canyon Projects are subject to mapping and sampling subsequent to the quarter ended March 31, 2007.

The Black Warrior project was written off during the quarter due to poor results.

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**6. CAPITAL STOCK**

**(a) Authorized**

Unlimited number of common shares

**(b) Issued**

57,277,485 common shares

	Number of Shares	Amount
Balance, December 31, 2006	912,485	632,250
Private placement (i)	2,000,000	2,400
Private placement (ii)	2,500,000	73,900
Private placement (iii)	11,025,000	651,500
Private placement (iv)	16,440,000	4,857,200
Business combination (Note 3)	24,400,000	7,209,000
Share issue costs - cash	-	(50,375)
Share issue costs - warrants (iv)	-	(267,705)
<b>Balance, March 31, 2007</b>	<b>57,277,485</b>	<b>\$ 13,108,170</b>

During the three month period ended March 31, 2007, the Company completed four non-brokered private placement financings for total gross proceeds of US\$4,725,750 (CDN\$5,585,00). The proceeds of these private placements will be used to explore and develop gold and precious metal exploration properties in Nevada and for working capital.

- (i) The first private placement consisted of the sale of 2,000,000 common shares at US\$0.001 per share for total gross proceeds of US\$2,000 (CDN\$2,400) pursuant to a non-brokered arm's length private placement. The private placement was sold to members of the new management team for the Company.
- (ii) The second private placement consisted of the sale of 2,500,000 common shares at US\$0.025 per share for total gross proceeds of US\$62,500 (CDN\$73,900) pursuant to a non-brokered arm's length private placement. The private placement was sold to a founding investor group, which included certain members of the new management team of the Company. Directors and related persons, and officers of the new management team of the Company subscribed for a total of 1,500,000 common shares for gross proceeds of US\$37,500 (CDN\$44,340) pursuant to this private placement.
- (iii) The third private placement consisted of the sale of 11,025,000 common shares at US\$0.05 per share for total gross proceeds of US\$551,250 (CDN\$651,500) pursuant to a non-brokered arm's length private placement. The private placement was sold to a group of private and institutional investors, which included certain members of the new management team of the Company. Directors and related persons, and officers of the new management team of the Company subscribed for a total of 4,450,000 common shares for gross proceeds of US\$222,500 (CDN\$262,964) pursuant to this private placement.

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")  
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**6. CAPITAL STOCK (continued)**

(iv) The fourth private placement consisted of two tranches that closed on February 5, 2007 and March 7, 2007, for a total sale of 16,440,000 common shares at US\$0.25 per share for total gross proceeds of US\$4,110,000 (CDN\$4,857,200) pursuant to a non-brokered arm's length private placement. The private placement was sold to a group of private and institutional investors. An over-allotment option was also issued to acquire 1,850,000 common shares of the Company at US\$0.25 per common share until June 30, 2007. Westwind Partners Inc. was paid a finder's fee consisting of 1,686,000 common share purchase warrants. Haywood Securities Inc. was paid a finder's fee consisting of cash of US\$7,500 (CDN\$8,864) equal to 6% of the gross proceeds sold, and 30,000 common share purchase warrants. Each whole warrant entitles the holder to acquire one common share for US\$0.25 until February 5, 2009 and March 7, 2009 respectively. A director and an officer of the Company subscribed for a total of 140,000 common shares for gross proceeds of US\$35,000 (CDN\$41,363) pursuant to this private placement.

The fair value of each warrant granted was estimated at the date of grant using the Black-Scholes option pricing model with the following assumptions: expected dividend yield of 0%; expected volatility of 100%; risk-free interest rate of 4.05%; and an expected life of 2 years. The warrants were assigned a fair value of \$263,016 and \$4,689 respectively, and are recorded as a cost of issue.

**(c) Warrants**

	Number of Warrants	Weighted Average Exercise Price (US\$)
Balance, December 31, 2006	-	\$ -
Issued (Note 6(iv))	1,686,000	\$ 0.25
Issued (Note 6(iv))	30,000	\$ 0.25
<b>Balance, March 31, 2007</b>	<b>1,716,000</b>	<b>\$ 0.25</b>

As at March 31, 2007, the following warrants were issued and outstanding:

Expiry Date	Fair Value	Number of Warrants	Exercise Price (US\$)
February 5, 2009	\$ 263,016	1,686,000	\$ 0.25
March 7, 2009	4,689	30,000	\$ 0.25
	<b>\$ 267,705</b>	<b>1,716,000</b>	

**NEVORO INC. (FORMERLY "DENROY RESOURCES CORPORATION")**  
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**7. INCOME TAXES**

	2007	2006
<b>Provision for income taxes</b>		
The reconciliation of the income tax provision computed at federal statutory rates of 36% (2006 - 36%) to the reported income tax provision is as follows:		
Income tax benefit computed at Canadian statutory rates	\$ (133,900)	\$ (10,700)
Difference in foreign rate	1,500	-
Other	(33,035)	-
Share issue costs	(80,800)	-
Change in valuation allowance	98,100	10,700
Future income tax (recovery)	\$ (148,135)	\$ -

**Future tax balances**

The significant components of the Company's future income tax assets and liabilities as at March 31, 2007 and December 31, 2006 are as follows:

Future tax assets (liabilities)		
Non-capital losses carried forward	\$ 162,100	\$ 41,900
Resource property expenditures	(2,622,000)	3,700
Share issue costs	77,500	-
	(2,382,400)	45,600
Valuation allowance	(143,700)	(45,600)
	\$ (2,526,100)	\$ -

The Company has non capital losses of approximately \$457,600, which may be utilized to reduce future taxable income in Canada and the United States. The non capital losses, will expire as follows

	US	Canada
2007	CDN \$ -	\$ 4,000
2008	-	5,200
2009	-	2,700
2010	-	2,000
2014	-	4,500
2015	-	41,200
2022	2,700	-
2023	23,100	-
2026	83,600	56,700
2027	151,900	80,000
	CDN \$ 261,300	\$ 196,300

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

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**8. RELATED PARTY TRANSACTIONS**

- (a) Included in accounts payable and accrued liabilities as at March 31, 2007 is \$Nil (December 31, 2006 - \$27,124) owing to a corporation controlled by a former officer and director of the Company for certain expenditures incurred by the corporation on behalf of the Company.
- (b) Officers, directors, and related persons of the Company subscribed for 8,090,000 shares for gross proceeds of US\$297,000 (CDN\$351,067) pursuant to the private placements described in Note 6(b).
- (c) Included in accounts payable and accrued liabilities as at March 31, 2007 is \$45,358 (December 31, 2006 - \$NIL) owing to certain directors and officers of the Company.

The above transactions were in the normal course of operations and were measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties.

**9. SEGMENTED INFORMATION**

The Company has one operating segment, which is the exploration and development of exploration properties. Geographic segmentation of the Company's assets are as follows: Canada - \$4,704,975 (December 31, 2006 - \$3,230) and US - \$10,540,834 (December 31, 2006 - \$NIL).

Substantially all of the Company's operating expenses are incurred in Canada. All exploration expenditures are incurred in the US.

**10. FINANCIAL INSTRUMENTS**

**Fair value of financial instruments**

Canadian generally accepted accounting principles require that the Company disclose information about the fair value of its financial assets and liabilities. Fair value estimates are made at the balance sheet date, based on relevant market information and information about the financial instrument. These estimates are subjective in nature and involve uncertainties in significant matters of judgment and therefore cannot be determined with precision. Changes in assumptions could significantly affect these estimates.

The carrying amounts of cash, amounts receivable, and accounts payable and accrued liabilities approximate their fair values since these instruments have short term maturity dates.

**Foreign exchange risk**

Certain of the Company's expenditures are incurred in United States currency, and are therefore subject to gains or losses due to fluctuations in these currencies. As at March 31, 2007, the Company held cash in US currency of US\$4,002,401.

**Commodity price risk**

The ability of the Company to develop its properties and the future profitability of the Company is directly related to the market price of certain minerals.

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**11. SUBSEQUENT EVENTS**

- (a) On April 30, 2007, the Company completed the third tranche of the private placement financing discussed in Note 6(b)(iv). The third tranche consisted of the sale of 14,385,000 common shares at US\$0.25 per share for total gross proceeds of US\$3,596,250 (CDN\$3,979,970) pursuant to a non-brokered arm's length private placement. The private placement was sold to a group of private investors. MGI Securities Inc. was paid a finder's fee consisting of cash commission of U.S. \$215,775 (CDN\$238,798) equal to 6% of the gross proceeds sold, 41,400 finder shares valued at US\$0.25 per share for a total value of US\$10,350 (CDN\$11,454) and a finder's warrant to acquire 904,500 common shares of the Company at US\$0.25 per share until October 7, 2008. All securities issued pursuant to this tranche are subject to resale restrictions expiring on August 24, 2007.
- (b) On May 17, 2007, the Company changed its name from Denroy Resources Corporation to Nevoro Inc.
- (c) On May 24, 2007, the fourth tranche of the fourth private placement closed, consisting of the sale of 290,000 common shares at US\$0.25 per share or total gross proceeds of US\$72,500 (CDN\$78,597) pursuant to a non brokered arm's length private placement