BLUE SKY URANIUM CORP.

(formerly Mulligan Capital Corp.)
(A Development Stage Company)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2006 AND
THE PERIOD FROM NOVEMBER 30, 2005 (Date of Incorporation)
TO DECEMBER 31, 2005

AUDITORS' REPORT

To the Shareholders of
Blue Sky Uranium Corp. (formerly Mulligan Capital Corp.)

We have audited the balance sheets of Blue Sky Uranium Corp. (formerly Mulligan Capital Corp.) as at December 31, 2006 and 2005 and the statements of loss and deficit and cash flows for the year ended December 31, 2006 and for the period from incorporation on November 30, 2005 to December 31, 2005. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Company as at December 31, 2006 and 2005 and the results of its operations and cash flows for the year ended December 31, 2006 and for the period from incorporation on November 30, 2005 to December 31, 2005 in accordance with Canadian generally accepted accounting principles.

"D&H Group LLP"

Vancouver, B.C.
March 9, 2007 except as to Notes 12(iii) and 12(iv)
which are as of April 9, 2007

Chartered Accountants

BLUE SKY URANIUM CORP.
(formerly Mulligan Capital Corp.)
(A Development Stage Company)

BALANCE SHEETS

AS AT DECEMBER 31

	2006 $	2005 $
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	1,497,773	193,723
Amounts receivable	19,962	-
Prepaids	19,525	2,524
	1,537,260	196,247
MINERAL PROPERTY INTERESTS (Note 3)	224,949	-
CAPITAL ASSETS, net of accumulated amortization of $945	16,225	-
DEFERRED SHARE ISSUE COSTS (Note 4(a)(ii))	-	1,864
	1,778,434	198,111
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	81,709	5,000
SHAREHOLDERS' EQUITY		
SHARE CAPITAL (Note 4)	1,785,456	199,404
CONTRIBUTED SURPLUS (Note 6)	91,130	-
DEFICIT	(179,861)	(6,293)
	1,696,725	193,111
	1,778,434	198,111

NATURE OF OPERATIONS (Note 1)

SUBSEQUENT EVENTS (Note 12)

APPROVED BY THE DIRECTORS

"Sean Hurd" , Director

"Nick DeMare" , Director

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

BLUE SKY URANIUM CORP.
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STATEMENTS OF LOSS AND DEFICIT

	For the Year Ended December 31, 2006 $	Period from November 30, 2005 (Incorporation) to December 31, 2005 $	Cumulative from November 30, 2005 (Incorporation) to December 31, 2006 $
EXPENSES			
Accounting and administration	30,350	-	30,350
Amortization	945	-	945
Audit	3,256	5,000	8,256
Corporate development	1,489	-	1,489
Legal	31,522	1,266	32,788
Office	3,806	27	3,833
Professional fees	9,195	-	9,195
Regulatory and fees	11,830	-	11,830
Shareholder costs	1,477	-	1,477
Stock-based compensation (Note 5)	80,000	-	80,000
Transfer agent	5,916	-	5,916
Travel and related	14,399	-	14,399
	194,185	6,293	200,478
LOSS BEFORE INTEREST INCOME	(194,185)	(6,293)	(200,478)
INTEREST INCOME	20,617	-	20,617
NET LOSS FOR THE PERIOD	(173,568)	(6,293)	(179,861)
DEFICIT - BEGINNING OF PERIOD	(6,293)	-	-
DEFICIT - END OF PERIOD	(179,861)	(6,293)	(179,861)
BASIC AND DILUTED LOSS PER COMMON SHARE	$(0.02)	$(0.00)	
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	8,872,336	1,263,157	

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

BLUE SKY URANIUM CORP.
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(A Development Stage Company)

STATEMENTS OF CASH FLOWS

	For the Year Ended December 31, 2006 $	Period from November 30, 2005 (Incorporation) to December 31, 2005 $	Cumulative from November 30, 2005 (Incorporation) to December 31, 2006 $
CASH PROVIDED FROM (USED FOR)			
OPERATING ACTIVITIES			
Net loss for the period	(173,568)	(6,293)	(179,861)
Adjustments for items not involving cash			
Amortization	945	-	945
Stock-based compensation	80,000	-	80,000
	(92,623)	(6,293)	(98,916)
Increase in amounts receivable	(19,962)	-	(19,962)
Increase in prepaids	(17,001)	(2,524)	(19,525)
Increase in accounts payable and accrued liabilities	47,592	5,000	52,592
	(81,994)	(3,817)	(85,811)
FINANCING ACTIVITIES			
Issuance of common shares	1,729,450	200,000	1,929,450
Share issue costs	(120,773)	(596)	(121,369)
Deferred share issue costs	-	(1,864)	(1,864)
	1,608,677	197,540	1,806,217
INVESTING ACTIVITIES			
Additions to capital assets	(17,170)	-	(17,170)
Mineral property interests	(205,463)	-	(205,463)
	(222,633)	-	(222,633)
INCREASE IN CASH AND CASH EQUIVALENTS DURING THE PERIOD	1,304,050	193,723	1,497,773
CASH AND CASH EQUIVALENTS - BEGINNING OF PERIOD	193,723	-	-
CASH AND CASH EQUIVALENTS - END OF PERIOD	1,497,773	193,723	1,497,773
CASH AND CASH EQUIVALENTS IS COMPRISED OF:			
Cash	997,773	193,723	997,773
Term deposit	500,000	-	500,000
	1,497,773	193,723	1,497,773

SUPPLEMENTARY CASH FLOW INFORMATION (Note 11)

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

1. NATURE OF OPERATIONS

The Company was incorporated under the Business Corporation Act of British Columbia on November 30, 2005. On May 16, 2006, the Company received final receipts for a prospectus and became a reporting issuer in British Columbia and Alberta. On June 27, 2006, the Company completed its initial public offering (the "Offering") and on June 28, 2006, the Company listed its common shares on the TSX Venture Exchange (the "TSXV") as a capital pool company. On February 7, 2007, the Company completed its qualifying transaction (the "QT") and was upgraded to Tier II status on the TSXV. See Note 3. The Company also changed its name to Blue Sky Uranium Corp. to reflect its business as a junior uranium exploration company.

During fiscal 2006 the Company entered into an option agreement to acquire an interest in mineral properties. As of December 31, 2006, the Company is in the process of exploring mineral properties in the province of Saskatchewan, Canada. On the basis of information to date it has not yet determined whether these properties contain economically recoverable ore reserves. The underlying value of the mineral properties and related deferred costs is entirely dependent upon the existence of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete development and upon future profitable production. Mineral property interests represent costs incurred to date, less amounts amortized and/or written-off and do not necessarily represent present or future values.

See also Note 12.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles which necessarily involves the use of estimates. The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below.

Cash Equivalents

Cash includes cash and a short-term deposit maturing within 90 days of the original date of acquisition.

Unproven Mineral Interests

Acquisition and exploration costs directly relating to unproven mineral interests are deferred until the mineral interests to which they relate is placed into production, sold or abandoned. The deferred costs will be amortized over the life of the orebody following commencement of production or written off if the property is sold or abandoned. Administration costs and other exploration costs that do not relate to any specific property are expensed as incurred.

On a periodic basis, management reviews the carrying values of deferred unproven mineral interest acquisition and exploration expenditures with a view to assessing whether there has been any impairment in value. Management takes into consideration various information including, but not limited to, results of exploration activities conducted to date, estimated future metal prices, and reports and opinions of outside geologists, mine

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

engineers and consultants. When it is determined that a project or interest will be abandoned or its carrying value has been impaired, a provision is made for any expected loss on the project or interest.

Although the Company has taken steps to verify title to mineral interests in which it has an interest, according to the usual industry standards for the stage of exploration of such interests, these procedures do not guarantee the Company's title. Such interests may be subject to prior agreements or transfers and title may be affected by undetected defects.

From time to time, the Company acquires or disposes of interests pursuant to the terms of option agreements. Options are exercisable entirely at the discretion of the optionee and, accordingly, are recorded as mineral interests costs or recoveries when the payments are made or received.

Capital Assets

Capital assets is comprised of exploration equipment and is recorded at cost less accumulated amortization calculated using the straight-line method over its estimated useful life of four years.

Asset Retirement Obligations

The fair value of a liability for an asset retirement obligation is recognized when a reasonable estimate of fair value can be made. The asset retirement obligation is recorded as a liability with a corresponding increase to the carrying amount of the related long-lived asset. Subsequently, the asset retirement cost is allocated to expenses using a systematic and rational method and is adjusted to reflect period-to-period changes in the liability resulting from the passage of time and revisions to either timing or the amount of the original estimate of the undiscounted cash flow. As at December 31, 2006 the Company does not have any asset retirement obligations.

Impairment of Long-Lived Assets

Long-lived assets are assessed for impairment when events and circumstances warrant. The carrying value of a long-lived asset is impaired when the carrying amount exceeds the estimated undiscounted net cash flow from use and fair value. In that event, the amount by which the carrying value of an impaired long-lived asset exceeds its fair value is charged to earnings.

Stock-Based Compensation

Stock-based compensation is accounted for at fair value as determined by the Black-Scholes option pricing model using amounts that are believed to approximate the volatility of the trading price of the Company’s stock, the expected lives of awards of stock-based compensation, the fair value of the Company’s stock and the risk-free interest rate. The estimated fair value of awards of stock-based compensation are charged to expense as awards vest, with offsetting amounts recognized as contributed surplus.

Income Taxes

Income tax liabilities and assets are recognized for the estimated income tax consequences attributable to differences between the amounts reported in the consolidated financial statements and their respective tax

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

bases, using enacted income tax rates. The effect of a change in income tax rates on future income tax liabilities and assets is recognized in income in the period that the change occurs. Future income tax assets are recognized to the extent that they are considered more likely than not to be realized.

Earnings (Loss) Per Share

Basic earnings (loss) per share is computed by dividing income available to common shareholders by the weighted average number of common shares outstanding during the year. The computation of diluted earnings per share, when applicable, assumes the conversion, exercise or contingent issuance of securities only when such conversion, exercise or issuance would have a dilutive effect on earnings per share. The dilutive effect of convertible securities is reflected in diluted earnings per share by application of the "if converted" method. The dilutive effect of outstanding options and warrants and their equivalents is reflected in diluted earnings per share by application of the treasury stock method.

3. MINERAL PROPERTY INTERESTS

	2006			2005		
	Acquisition Costs $	Exploration Expenditures $	Total $	Acquisition Costs $	Exploration Expenditures $	Total $
Eagle Lake Property	45,656	179,293	224,949	-	-	-

On December 14, 2006, the Company and Eagle Plains Resources Ltd. ("Eagle Plains"), a public company trading on the TSXV, entered into an option agreement (the "Agreement") under which Eagle Plains granted an option to the Company to earn a 60% undivided interest in Eagle Plains' undivided 100% interest in the Eagle Lake group of mineral claims (the "Eagle Lake Property"), covering 8,165 hectares in the La Ronge area of north-central Saskatchewan, Canada, by making the following expenditures and share issuances:

(a) issue 50,000 common shares and make a cash payment of $10,000 on or before the date which is the later of the date of delivery of a NI43-101 technical report (the "Report") and the date of receipt of TSXV approval of the QT (the "Final Exchange Bulletin");

(b) issue a further 50,000 common shares and make a cash payment of $25,000 on or before the later of the date of execution of the Agreement and the Final Exchange Bulletin;

(c) incur or fund a minimum of $5 million of expenditures on the Eagle Lake Property as follows:

    (i) $200,000 in expenditures on or before the later of December 31, 2006, and 30 days following the Final Exchange Bulletin;
    (ii) $300,000 in additional expenditures on or before the first anniversary of the Final Exchange Bulletin;

3. MINERAL PROPERTY INTERESTS (continued)

(iii) $500,000 in additional expenditures on or before the second anniversary of the Final Exchange Bulletin;
(iv) $1,500,000 in additional expenditures on or before the third anniversary of the Final Exchange Bulletin;
(v) $2,500,000 in additional expenditures on or before the fourth anniversary of the Final Exchange Bulletin;

(d) issue 900,000 common shares as follows:

(i) 100,000 common shares on or before the later of December 31, 2006, and the Final Exchange Bulletin;
(ii) 200,000 common shares on or before the first anniversary of the Final Exchange Bulletin;
(iii) 200,000 common shares on or before the second anniversary of the Final Exchange Bulletin;
(iv) 200,000 common shares on or before the third anniversary of the Final Exchange Bulletin;
(v) 200,000 common shares on or before the fourth anniversary of the Final Exchange Bulletin; and

(e) maintain the Eagle Lake Property in good standing in accordance with applicable mining laws and make any and all governmental payments required by such law including, but not limited to, annual sustaining mineral claims.

Upon the satisfaction of these expenditures and shares issuances, the Company will have exercised the option and acquired the undivided 60% interest in the Eagle Lake Property.

The Eagle Lake Property is subject to a 1% net smelter royalty to a third-party, which may be purchased at any time for $1 million.

During fiscal 2006, the Company conducted an initial work program of airborne geophysical survey and completed the Report on the Eagle Lake Property.

Effective February 7, 2007, the Agreement was accepted by the TSXV as the Company's QT and the Company subsequently issued 200,000 common shares and made cash payments totalling $35,000.

See also Note 12.

4. SHARE CAPITAL

Authorized: unlimited common shares without par value
unlimited preferred shares without par value

Issued common shares:	2006		2005	
	Shares	**$**	**Shares**	**$**
Balance, beginning of period	4,000,000	199,404	-	-
Issued during the period				
For cash				
Private placements	6,733,334	1,473,000	4,000,000	200,000
Offering	2,500,000	250,000	-	-
Agent warrants	64,500	6,450	-	-
For agent's commission	79,666	47,800	-	-
Reallocation from contributed surplus on exercise of agent warrants (Note 6)	-	3,870	-	-
	9,377,500	1,781,120	4,000,000	200,000
Less share issue costs	-	(195,068)	-	(596)
	9,377,500	1,586,052	4,000,000	199,404
Balance, end of period	13,377,500	1,785,456	4,000,000	199,404

(a) During fiscal 2006, the Company completed:

i) a private placement of 3,500,000 common shares, at $0.10 per share, for gross proceeds of $350,000;

ii) the Offering of 2,500,000 common shares, at $0.10 per share, for gross proceeds of $250,000. The Company paid the agent a $25,000 commission, a $10,000 administration fee and granted a non-transferable option to the agent to purchase 250,000 common shares of the Company, at $0.10 per share, on or before June 28, 2008. The fair value of the agent option has been estimated using the Black-Scholes option pricing model. The assumptions used were: dividend yield of 0%; expected volatility of 111%; a risk-free rate of 4.43%; and an expected life of two years. The value assigned to the agent option was $15,000.

During fiscal 2006, 64,500 common shares were exercised under the agent option. As at December 31, 2006, 185,500 common shares remain exercisable pursuant to the agent option.

The Company has also incurred a total of $45,414 for legal and other costs relating to the Offering. As at December 31, 2005, $1,864 had been incurred and recorded as deferred share issue costs;

iii) a private placement of 1,900,000 common shares, at $0.17 per share, for gross proceeds of $323,000. The Company incurred $2,115 of costs relating to the private placement; and

4. SHARE CAPITAL (continued)

iv) a private placement of 1,333,334 common shares, at $0.60 per share, for gross proceeds of $800,000. The Company paid the agent a cash commission of $45,000 and issued 79,666 common shares, at an ascribed value of $47,800, for commission and administration fees. The Company also incurred a further $4,739 of costs relating to the private placement.

(b) During fiscal 2005, the Company completed a private placement of 4,000,000 common shares, at $0.05 per common share, for gross proceeds of $200,000. The Company incurred $596 of costs related to the private placement.

(c) As at December 31, 2006, 4,032,500 common shares are held in escrow in accordance with the rules of the TSXV.

(d) See also Notes 3 and 12.

5. STOCK OPTIONS AND STOCK-BASED COMPENSATION

During fiscal 2006, the Company granted 1,000,000 stock options to the Company's directors, officers and consultants and recorded compensation expense of $80,000. The stock options were granted in accordance with the policies of the TSXV.

The fair value of stock options granted to directors, officers and consultants is estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions used for the grants made during fiscal 2006:

Risk-free interest rate	4.50%
Estimated volatility	111%
Expected life	5 years
Expected dividend yield	0%

The weighted average fair value of all stock options granted during the period was $0.08 per share.

Option-pricing models require the use of estimates and assumptions including the expected volatility. Changes in the underlying assumptions can materially affect the fair value estimates and, therefore, existing models do not necessarily provide reliable measure of the fair value of the Company's stock options.

As at December 31, 2006, there are stock options outstanding and exercisable to purchase 1,000,000 common shares at a price of $0.10 per common share on or before June 28, 2011.

See also Note 12.

6. CONTRIBUTED SURPLUS

The Company's contributed surplus is comprised of the following:

	2006 $	2005 $
Balance, beginning of period	-	-
Stock-based compensation on stock options	80,000	-
Stock-based compensation on agent options	15,000	-
Agent option exercised	(3,870)	-
Balance, end of period	91,130	-

7. RELATED PARTY TRANSACTIONS

During fiscal 2006, the Company incurred $18,350 (2005 - $nil) for accounting and administration services provided by a private corporation owned by a director of the Company.

Effective October 1, 2006, the Company engaged Grosso Group Management Ltd. (the "Grosso Group") to provide general administrative support and corporate development services to the Company, at a base rate of $4,000 per month. During fiscal 2006, the Company was billed a total of $12,000 by the Grosso Group. The Grosso Group is a private corporation which was incorporated to provide geological, corporate development, administrative and management services to the Company and other public companies which have certain common directors, officers and shareholders. The Grosso Group provides its services to its clients on a cost recovery basis. The Grosso Group is owned by its client companies, each of which owns one share.

As at December 31, 2006, $19,992 was outstanding on account of fees and disbursements and was included in accounts payable and accrued liabilities.

These transactions are in the normal course of operations and are measured at the exchange amount which is the amount of consideration established and agreed to by the related parties.

8. INCOME TAXES

The income tax effects of temporary differences that give rise to significant components of future income tax assets and liabilities are as follows:

	2006 $	2005 $
Future income tax assets		
Losses available for future periods	46,800	1,832
Financing costs	53,100	-
Capital assets	300	-
	100,200	1,832
Valuation allowance	(100,200)	(1,832)
Net future income tax asset	-	-

8. INCOME TAXES (continued)

The recovery of income taxes shown in the consolidated statements of operations and deficit differs from the amounts obtained by applying statutory rates to the loss before provision for income taxes due to the following:

	2006	2005
Income tax rate reconciliation		
Combined federal and provincial income tax rate	33.94%	29.12%

	2006 $	2005 $
Expected income tax recovery	(58,900)	(1,800)
Non-deductible stock-based compensation	27,100	-
Share issue costs	(13,300)	-
Other	100	-
Unrecognized benefit of income tax losses	45,000	1,800
Actual income tax recovery	-	-

As at December 31, 2006, the Company has non-capital losses of approximately $138,000 and cumulative resource and other tax pools of approximately $398,500 carried forward for Canadian income tax purposes and are available to reduce taxable income of future years. The non-capital losses expire commencing in 2015 through 2016.

9. SEGMENTED INFORMATION

The Company is involved in mineral exploration and development activities in Canada. The Company is in the exploration stage and accordingly, has no reportable segment revenues or operating results for fiscal 2006 and 2005.

The Company's total assets are segmented as follows:

	2006		
	Corporate $	Mineral Operations $	Total $
Current assets	1,537,260	-	1,537,260
Mineral property interests	-	224,949	224,949
Capital assets	-	16,225	16,225
	1,537,260	241,174	1,778,434

9. SEGMENTED INFORMATION (continued)

	2005		
	Corporate **$**	**Mineral Operations** **$**	**Total** **$**
Current assets	196,247	-	196,247
Deferred share issue costs	1,864	-	1,864
	198,111	-	198,111

10. FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair values of financial instruments at December 31, 2006, were estimated based on relevant market information and the nature and terms of financial instruments. Management is not aware of any factors which would significantly affect the estimated fair market amounts, however, such amounts have not been comprehensively revalued for purposes of these financial statements. Disclosure subsequent to the balance sheet dates and estimates of fair value at dates subsequent to December 31, 2006, may differ significantly from that presented.

Fair value approximates the amounts reflected in the financial statements for cash, amounts receivable and accounts payable and accrued liabilities.

The Company may be subject to currency risk due to the fluctuations of exchange rates between the Canadian dollar and other foreign currencies. However, the Company is not subject to significant interest and credit risks arising from these instruments.

11. SUPPLEMENTARY CASH FLOW INFORMATION

Non-cash financing activities were conducted by the Company as follows:

	2006 **$**	**2005** **$**
Financing activities		
Common shares issued for non-cash consideration	47,800	-
Share issue costs	(62,800)	-
Contributed surplus	15,000	-
	-	-

Other supplementary cash flow information:

	2006 **$**	**2005** **$**
Interest paid in cash	-	-
Income taxes paid in cash	-	-

12. SUBSEQUENT EVENTS

(a) Subsequent to December 31, 2006, the Company:

(i) established, a rolling stock option plan (the"Plan"), in which the maximum number of common shares which can be reserved under the Plan is 10% of the issued and outstanding common shares of the Company. The exercise price of the options is set at the Company's closing shares price on the day before the grant date, less allowable discounts in accordance with the policies of the TSXV.

On January 31, 2007, the Company granted stock options to a director and consultants, to purchase 350,000 common shares, at a price of $0.90 per share, expiring January 31, 2010. These stock options will not be exercisable until the Plan has been approved by the shareholders of the Company;

(ii) entered into a letter of intent with Eagle Plains (the "Karin Lake LOI") under which the Company proposes to acquire the option to earn a 60% interest in mineral claims (the "Karin Lake Property') located in the La Ronge area of north-central Saskatchewan, Canada, by issuing 50,000 common shares and paying $107,795 cash. The Company may maintain the option by incurring a total of $2.5 million in expenditures and issuing a total of 650,000 common shares, as follows:

Date	**Expenditures** **$**	**Shares**
December 31, 2007	100,000	100,000
December 31, 2008	150,000	100,000
December 31, 2009	250,000	200,000
December 31, 2010	1,000,000	100,000
December 31, 2011	1,000,000	150,000
	2,500,000	650,000

Closing of the Karin Lake LOI is subject to final regulatory approval.

(iii) entered into two option agreements to acquire 100% interests in two uranium projects in Colombia. One project, covering 5,499 hectares, is located in the department of Santander, (the "Santander Project"). The other project, covering 9,592 hectares, is located in the department of Norte de Santander (the "Norte de Santander Project"). Under the terms of the letter agreements the Company must make staged cash payments to the vendor over four years totalling US $414,080 on each project, as follows:

12. SUBSEQUENT EVENTS (continued)

Date	**Santander Project US $**	**Norte de Santander Project US $**
April 12, 2007	-	5,000
April 17, 2007	5,000	-
March 12, 2008	15,000	15,000
March 12, 2009	20,000	20,000
March 12, 2010	50,000	50,000
March 12, 2011	324,080	324,080
	414,080	414,080

The Company may terminate either of the agreements at any time. During the term of the agreements, the Company will be responsible for government taxes totalling 218,165,607 Colombian pesos (approximately $115,000) per annum.

Each of the projects are also subject to a 3% yellow cake royalty to a maximum of US $1.1 million.

(iv) completed a number of private placement offerings under which the Company issued 3,270,000 units on a brokered basis and 30,000 units on a non-brokered basis, at $1.00 per unit for gross proceeds of $3.3 million. Each unit consisted of one common share and one half of one transferable common share purchase warrant. Each whole warrant entitles the holder to acquire one additional share at a price of $1.30 per share until March 23, 2009.

Canaccord Capital Corporation ("Canaccord"), as agent to the brokered portions of the private placements, received cash commissions totalling $261,600, a $5,000 administration fee and a corporate finance fee of $60,000 paid by the issuance of 60,000 shares of the Company. In addition, Canaccord received agent's options to acquire 327,000 units ("Agent's Units") at a price of $1.00 per Agent's Unit, expiring March 9, 2009. Each Agent's Unit will consist of one share and one half of one transferable common share purchase warrant (an "Agent's Warrant"). Each whole Agent's Warrant will entitle the Agent to acquire one additional share at an exercise price of $1.30 per share, expiring March 23, 2009.

The Company has also advanced a total of $22,000 to Canaccord for legal expenses and disbursements incurred by Canaccord in connection with the private placements; and

(b) See also Note 3.

Schedule I

BLUE SKY URANIUM CORP.
(formerly Mulligan Capital Corp.)
(A Development Stage Company)

SCHEDULE OF UNPROVEN MINERAL INTERESTS

FOR THE YEAR ENDED DECEMBER 31, 2006

	Eagle Lake Property $
BALANCE - BEGINNING OF YEAR	-
EXPENDITURES DURING THE YEAR	
EXPLORATION COSTS	
Airborne survey	48,893
Camp	1,518
Consultants	5,728
Equipment rental	5,109
Field supplies	376
Geological	641
Geophysics	88,635
Helicopter	4,491
Laboratory and sampling	2,232
Other	19,954
Travel	1,092
Vehicle	624
	179,293
ACQUISITION COSTS	
Staking	26,170
Legal	19,486
	45,656
BALANCE - END OF YEAR	224,949