

Gitennes

Suite 2390 – 1055 West Hastings Street, Vancouver, B.C. V6E 2E9

Tel: 604-682-7970 Fax: 604-682-7903 email: info@gitennes.com

www.gitennes.com

November 15, 2006



06018778

Office of International Corporate Finance
Securities and Exchange Commission
Stop 3-9, Room 3117
450 - 5th Street N.W.
Washington D.C.
USA 20549

RECEIVED
NOV 27 12:13
CORPORATE FINANCE

Dear Sir/Mesdames:

Re: Gitennes Exploration Inc.
File No: 82-4170
Rule 12g3-2(b)
Securities Exchange Act of 1934

SUPL

Pursuant to subparagraph (ii) of paragraph (b)(1) of Rule 12g3-2, we are enclosing for your files one copy of each of the following:

- News Release dated November 2, 2006
- Interim Consolidated Financial Statements and Management Discussion and Analysis (in booklet form) for the period ended September 30, 2006

We trust you will find this in order.

GITENNES EXPLORATION INC.

Sue Chipperfield
Administrative Assistant

:SC
Enclosure.

PROCESSED

B

NOV 29 2006

THOMSON
FINANCIAL

Handwritten signature and date: Jlw 11/27

GITENNES EXPLORATION – PROGRESS REPORT

Vancouver, November 2, 2006. Gitennes Exploration Inc. (TSX-GIT) is pleased to announce that it has acquired a 1,600-hectare copper property in the department of Arequipa, southern Peru, approximately 510 kilometres southeast of Lima. The TotoRoko Property was staked based upon its gross geological similarities to the IOCG-type (Iron-Oxide-Copper-Gold) deposits found in northern Chile. There is no evidence of prior work on the property, however there is considerable competitor activity in the region, exploring for similar deposits.

Several copper showings hosted in upper Jurassic-age volcanic rocks were discovered by company geologists during regional reconnaissance. This volcanic sequence, the Guaneros Formation, is similar to the La Negra Formation in Chile that hosts deposits such as Phelps Dodge's Candelaria and Anglo American's Mantoverde deposits.

Surface mineralization at TotoRoko is oxidized, with secondary copper minerals such as chalcocite and malachite being observed in outcrop. Rock textures indicate that the original sulphide minerals occurred as disseminations or along fractures in silicified and metasomatized volcanic tuffs and volcanically-derived sediments. In addition to copper, associated silver may be significant. Grab and panel samples taken from outcrops within a 300 x 150 metre area of mineralized garnet-epidote skarn assay 2.06% Cu and 28 g/t Ag, 4.1% Cu and 65.8 g/t Ag, and 2.9% Cu and 33 g/t Ag.

Stream-sediment surveys have identified a second area two to three kilometres further west with anomalous copper values (>100 ppm). Mineralized copper-bearing float has been noted within the anomaly area.

Work at TotoRoko is under the supervision of Alvaro Fernandez-Baca (P.Geo). Analytical services are provided for by ALS Chemex Laboratories in Lima, Peru.

The TotoRoko Property is in part road accessible, three hours by truck east of the Pan American Highway, and at elevations of less than 3,500 metres. The Company plans to continue exploration at TotoRoko over the coming months, through a programme of reconnaissance mapping, prospecting and sampling.

Tucumachay Project

Gitennes anticipates drilling to resume at its Tucumachay Property within the first half of November. This will be the third drill programme at Tucumachay, following upon earlier success at the Leonardo, Cerro Oeste and Greg prospects. Over the past six weeks crews have been on site completing additional geophysical surveys, geochemical and rock sampling programmes.

Gitennes has vested its 100% interest in the Tucumachay Project. Once Gitennes has completed 12,000 metres of drilling on the property, Inmet Mining Corporation (the original property owner) may elect to earn a 60% interest by spending three times Gitennes' total project-related expenses to that point, or retain a net smelter returns royalty.

The technical information contained in this release has been reviewed by Jerry Blackwell (P.Geo.), a Qualified Person as defined in National Instrument 43-101.

For further information contact:

Jerry Blackwell
President
604-682-7970

The Toronto Stock Exchange has neither approved nor disapproved the information herein.

RECEIVED
SEP 27 12:41
OFFICE OF THE SECRETARY
OF STATE

Gitennes X

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2006

(Unaudited)

MANAGEMENT COMMENT

These interim consolidated financial statements for the nine months ended September 30, 2006 of Gitennes Exploration Inc. have been prepared by management and have not been subject to review by the Company's auditors.

Interim Consolidated Balance Sheets(Unaudited)
Canadian Funds

	As at September 30 2006	As at December 31 2005
ASSETS		
Current		
Cash and cash equivalents	\$ 625,553	\$ 938,735
Accounts receivable	15,177	18,795
Prepaid expenses	14,218	29,056
	<u>654,948</u>	<u>986,586</u>
Mineral Properties (Note 4)	3,538,464	3,287,346
Plant and Equipment (Note 5)	65,652	60,231
	<u>\$ 4,259,064</u>	<u>\$ 4,334,163</u>

LIABILITIES

Current		
Accounts payable and accrued liabilities (Note 8)	\$ 61,757	\$ 142,814

Continued Operations (Note 1)

SHAREHOLDERS' EQUITY

Share Capital (Note 6)	29,275,281	28,272,076
Contributed Surplus (Note 6b)	657,283	657,283
Deficit - Statement 2	<u>(25,735,257)</u>	<u>(24,738,010)</u>
	4,197,307	4,191,349
	<u>\$ 4,259,064</u>	<u>\$ 4,334,163</u>

ON BEHALF OF THE BOARD:

Jerry D. Blackwell, Director
JERRY D. BLACKWELLKen Booth, Director
KEN BOOTH

- See Accompanying Notes -

Interim Consolidated Statements of Loss and Deficit

(Unaudited)
Canadian Funds

	Three Months Ended		Nine Months Ended	
	September 30 2006	September 30 2005	September 30 2006	September 30 2005
Expenses				
Audit, accounting, legal and professional fees	\$ 21,792	\$ 23,320	\$ 84,963	\$ 96,081
Amortization	3,802	5,288	10,369	10,648
Filing, transfer fees and investor relations	39,897	43,195	174,224	219,250
Insurance	4,375	4,889	13,125	15,331
Interest and bank charges	3,984	1,111	5,532	2,836
Office rent, utilities and miscellaneous	22,080	20,799	85,709	87,701
Salaries and benefits	62,167	71,878	183,256	183,087
Stock-based compensation (Note 6c)	-	-	-	305,929
Travel	1,530	9,509	16,630	15,843
Loss before the Undemoted	159,627	179,989	573,808	936,706
Other (Income) Loss				
Foreign exchange loss	(4,786)	1,140	(3,603)	4,977
General exploration	3,827	12,861	24,941	28,795
Interest and other income	(3,877)	(8,582)	(11,557)	(17,110)
Write-down of mineral properties (Note 4)	-	55,354	413,658	55,354
Loss for the Period	154,791	240,562	997,247	1,008,722
Deficit, Beginning of Period	25,580,466	24,056,672	24,738,010	23,288,512
Deficit, End of Period	\$ 25,735,257	\$ 24,297,234	\$ 25,735,257	\$ 24,297,234
Loss Per Share - Basic and Diluted				
	\$ 0.00	\$ 0.01	\$ 0.03	\$ 0.03
Weighted Average Number of Shares Outstanding				
	38,715,101	34,613,897	37,796,264	32,673,118

- See Accompanying Notes -

Interim Consolidated Statements of Cash Flows

(Unaudited)
Canadian Funds

	Three Months Ended		Nine Months Ended	
	September 30 2006	September 30 2005	September 30 2006	September 30 2005
Cash Flows From Operating Activities				
Loss for the period	\$ (154,791)	\$ (240,562)	\$ (997,247)	\$ (1,008,722)
Items not affecting cash				
Amortization	3,602	5,288	10,369	10,648
Stock-based compensation	-	-	-	305,929
Write-down of mineral properties	-	55,354	413,658	55,354
	(150,989)	(179,920)	(573,220)	(636,791)
Changes in non-cash working capital items				
Accounts receivable	(75)	945	3,618	11,432
Prepaid expenses	4,469	(866)	14,838	(4,867)
Due from joint venture partner	-	-	-	20,569
Accounts payable and accrued liabilities	(61,934)	271,778	(20,771)	283,190
Due to related parties	(94,000)	-	-	-
	(302,529)	91,937	(575,535)	(346,477)
Cash Flows from Financing Activities				
Net proceeds from issuance of common shares	1,003,205	188,030	1,003,205	1,628,037
Cash Flows From Investing Activities				
Mineral properties – net of recoveries	(132,018)	(664,685)	(725,062)	(1,201,053)
Purchase of plant and equipment	-	-	(15,790)	(2,811)
	(132,018)	(664,685)	(740,852)	(1,203,864)
Net Increase (Decrease) in Cash and Cash Equivalents	568,658	(384,718)	(313,182)	77,696
Cash and cash equivalents - Beginning of Period	56,895	1,026,063	938,735	563,649
Cash and Cash Equivalents - End of Period	\$ 625,553	\$ 641,345	\$ 625,553	\$ 641,345
Supplemental Schedule of Non-Cash Investing and Financing Transactions				
Mineral properties acquired through the issuance of shares	\$ -	\$ 14,500	\$ -	\$ 14,500
Increase (decrease) in mineral Property accounts payable	\$ (21,600)	\$ -	\$ (60,286)	\$ -

- See Accompanying Notes -

Gitennes Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
(Unaudited)
Canadian Funds

1. Continued Operations

The Company, considered to be in the exploration stage, is in the process of exploring several mineral properties in Peru and Canada. The Company has not yet determined whether these properties contain economic reserves.

The business of mining and exploration involves a high degree of risk and there can be no assurance that current exploration programs will result in profitable mining operations. The Company has no source of revenue, and has significant cash requirements to meet its administrative overhead and maintain its mineral interests. The recoverability of amounts shown for resource properties is dependent upon several factors. These include the discovery of economically recoverable reserves, the ability of the Company to obtain the necessary financing to complete the development of these properties, and future profitable production or proceeds from disposition of mineral properties. Also, the Company will have to raise additional funds for future corporate and administrative expenses and to undertake further exploration and development of its mineral properties. While the Company has been successful in the past at raising funds, there can be no assurance that it will be able to do so in the future.

These consolidated financial statements have been prepared on a going concern basis, which assumes that the Company will be able to realize its assets and discharge its liabilities in the normal course of business for the foreseeable future. These consolidated financial statements do not include adjustments that would be necessary should the Company be unable to continue as a going concern.

2. Accounting Policies

a) Basis of Consolidation

The accompanying unaudited interim consolidated financial statements are prepared in accordance with accounting principles generally accepted in Canada and include the accounts of the Company and its significant wholly-owned subsidiaries, Castle Keep Ltd., Torre International Holdings Ltd., Gitennes Exploraciones Peru S.A., Oromalqui Gold Corp., Minera Corimalqui S.A. and Compañía Minera Seis Rios S.A. All of the Company's wholly-owned subsidiaries are accounted for under the purchase method.

b) Basis of Presentation

The accompanying unaudited interim consolidated financial statements are prepared in accordance with generally accepted accounting principles ("GAAP") in Canada. They do not include all of the information and disclosures required by Canadian GAAP for annual financial statements. In the opinion of management, all adjustments considered necessary for fair presentation have been included in these financial statements. These interim consolidated financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements and should be read in conjunction with the Company's consolidated financial statements including the notes thereto for the year ended December 31, 2005.

3. Financial Instruments

The Company's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and due to related parties. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values, unless otherwise noted. At September 30, 2006, the Company held currency totalling US\$53,692 which is exposed to currency risk given fluctuations in the prevailing exchange rates between the Canadian and United States dollar.

Gitanees Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
(Unaudited)
Canadian Funds

4. Mineral Properties

a) Details of mineral property activities are as follows:

	Peru					Canada			Total
	Tucumachay	Urumakuj	La Chivona	Thimiba	Red	Fox	Other		
December 31, 2005	\$ 1,826,335	\$ 788,755	\$ 171,338	\$ 27,767	\$ 411,052	\$ -	\$ 62,099	\$ 3,287,346	
Acquisition costs									
Deferred expenditures									
Administration	9,896	-	-	-	-	-	41	9,937	
Assays	31,329	177	-	3,795	-	-	-	35,301	
Consulting geology	123,633	4,219	1,790	20,189	2,806	-	-	152,617	
Domicile	178,568	4,921	-	8,365	-	-	-	191,854	
Drilling	118,130	-	-	-	-	-	-	118,130	
Environmental and social license	4,622	-	-	-	-	-	-	4,622	
Geophysics	10,621	-	-	-	-	-	-	10,621	
Government taxes	90,458	1,839	340	2,872	-	-	1,664	97,173	
Tenure	3,553	-	9,428	8,634	-	-	22,908	44,521	
Total additions during the period	571,010	11,156	11,558	43,835	2,806	-	24,611	684,776	
Write-down of mineral properties	-	-	-	-	(413,658)	-	-	(413,658)	
September 30, 2006	\$ 2,397,345	\$ 799,911	\$ 182,896	\$ 71,602	\$ -	\$ -	\$ 96,710	\$ 3,538,464	

Gitennes Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
(Unaudited)
Canadian Funds

4. Mineral Properties - *Continued*

b) Cumulative mineral costs are as follows:

	Acquisition	Exploration	September 30 2006	December 31 2005
Peru				
Tucumachay	\$ 400,000	\$ 1,997,345	\$ 2,397,345	\$ 1,826,335
Urupalqui	87,329	712,582	799,911	788,755
La Chivona	35,563	147,333	182,896	171,338
Titimina	9,456	62,146	71,602	27,767
Canada				
Red. B.C.	-	-	-	411,052
Other	-	86,710	86,710	62,099
	\$ 532,348	\$ 3,006,116	\$ 3,538,464	\$ 3,287,346

c) Tucumachay, Peru

Under a letter of intent dated June 30, 2004 with Inmet Mining Corp. ("Inmet") the Company may acquire a 100% interest in the 3,500-hectare Tucumachay property by:

- i) Issuing 1,000,000 shares to Inmet (issued - 2004);
- ii) Committing to a first year expenditure of US\$600,000, to be incurred on the property before December 31, 2005 (incurred); and
- iii) At the Company's option, making total exploration expenditures of US\$1,600,000 by December 31, 2008 (incurred).

Subsequent to vesting, Inmet may, at its option, regain a 60% interest in the property by spending three times the amount of the Company's investment once the Company has drilled 12,000 metres. During the period, the Company served notice that it had earned a 100% interest on the property, and Inmet has acknowledged that Gitennes has met its earn-in expenditure requirements.

d) Urupalqui, Peru

The Company owns a 100% interest in the Urupalqui project. Prior to June 17, 2005 the property was held under a joint venture with Meridian Gold. On June 17, 2005, the companies terminated the agreement and the Company assumed the remaining assets of the joint venture, which included the Urupalqui mineral claims. The Company intends to further explore the project.

e) La Chivona, Peru

The Company acquired, by staking, a 2,600 hectare property near the coastal city of Chiclayo.

f) Titimina, Peru

The Company has acquired, by staking, a 3,800 hectare property adjacent in part to the Tucumachay option. During the period ending September 30, 2006, exploration work at Titimina was continuing.

4. Mineral Properties - *Continued*

g) Rio Seco, Peru

The Company acquired, by staking, the Rio Seco property in 1999. It is located 300 kilometres north of Lima, near the Pan American Highway. As the company had no plans to explore the property during 2006, the carrying value was written-down to a nominal value as of December 31, 2005. The Company intends to maintain the claims in good standing, and may in future return to further explore the property.

h) Red, B.C., Canada

By an agreement dated September 3, 2004, the Company had an option to acquire a 100% interest in the Red property, located in north-central British Columbia. Under the terms of the option, the Company paid \$50,000 cash, issued 100,000 shares and incurred \$100,000 in exploration expenditures (minimum requirement). The Company could, at its option, make additional yearly cash and share payments before July 15, 2008 that total an additional \$150,000 and 150,000 shares. Prior to July 15, 2010, the Company must also have met a schedule of additional aggregate expenditures totalling a further \$2.0 million.

On April 15, 2005, the Company entered into an agreement with Buffalo Gold Ltd. ("Buffalo") whereby Buffalo could earn a 60% interest in the property by paying the Company \$30,000 cash (received) and committing to incur \$200,000 in exploration expenditures by April 15, 2006, with the option of incurring cumulative expenditures totalling \$600,000 before April 15, 2007. Thereafter, exploration at Red would be co-ordinated under a joint venture (Buffalo 60% / Gitennes 40%). Buffalo met their commitments in the first year. On June 6, 2006, Buffalo advised the Company that it was not going to proceed with its option. Subsequently, on July 12, 2006, the Company advised the owners that it did not intend to exercise its option and was returning the property. Accordingly, the Company wrote off all expenditures incurred on the property.

i) Other Properties

The Company has staked various claims in Peru, all of which are held 100% by the Company. Individual, segregated exploration expenses will be shown for these properties if and when significant costs are incurred exploring one or more of the claims.

j) Virgen, Peru

During the year ended December 31, 2001, the Company sold its interest in the Virgen property. Pursuant to the terms of the sale agreement, the Company retains a 2% net smelter return royalty, payable when aggregate gold production from the property exceeds 145,000 ounces.

During the period, the Company received notice from the operator of the Virgen Mine that gold production had exceeded the threshold of 145,000 ounces on May 18, 2006. Accordingly, the Company's 2% net smelter royalty became effective, with payments to be received every six months. The Company currently has no access to the mine production records and therefore no means of reasonably estimating the amount of the royalty payment due. Accordingly, no accrual of the amounts due to date under this royalty agreement has been made.

Gitennes Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
(Unaudited)
Canadian Funds

5. Plant and Equipment

Details are as follows:

	September 30		December 31	
	Cost	Accumulated Amortization	2006 Net Book Value	2005 Net Book Value
Computer equipment	\$ 93,495	\$ 73,198	\$ 20,297	\$ 23,878
Furniture and fixtures	81,682	58,910	22,772	10,066
Equipment	44,842	22,059	22,583	26,287
	\$ 219,819	\$ 154,167	\$ 65,652	\$ 60,231

6. Share Capital

a) Details are as follows:

Authorized: An unlimited number of common shares without par value

Issued and outstanding:

	2006		2005	
	Shares	Amount	Shares	Amount
Balance - beginning of period	37,329,231	\$ 29,272,076	30,972,831	\$ 25,715,811
Private Placement (i)	4,250,000	1,062,500	-	-
Private Placement (ii)	-	-	3,400,000	1,530,000
Issuance costs	-	(59,295)	-	(89,993)
Resource Property costs (Note 4g)	-	-	50,000	14,500
Exercise of warrants	-	-	386,400	180,930
Exercise of stock options	-	-	20,000	7,100
Fair value of stock options exercised (Note 6d)	-	-	-	6,100
Balance - end of period	41,579,231	\$ 29,275,261	34,829,231	\$ 27,364,448

(i) Private Placement

On August, 31, 2006, the Company completed a private placement financing of 4,250,000 units at a price of \$0.25 per unit, for gross proceeds of \$1,062,500. Each unit is comprised of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at a price of \$0.30 until August 31, 2007. The warrant expiry may be accelerated if the daily closing price of the Company's shares exceeds \$0.55 for 15 consecutive business days. The Company paid cash commissions totalling \$40,950, legal costs of \$18,345, and issued 273,000 broker warrants in connection with the offering. The terms of the broker warrants are the same as the private placement warrants.

Gitennes Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
(Unaudited)
Canadian Funds

6. Share Capital - Continued

(ii) Private Placement

In May 2005, the Company completed a private placement of 3,400,000 units at a price of \$0.45 per unit for gross proceeds of \$1,530,000. Each unit is comprised of one common share and one-half common share purchase warrant. Each whole warrant entitles the holder to purchase one common share at a price of \$0.55 for a period of twelve months after closing. The expiry date of the warrants may be accelerated if the closing price of the Company's shares exceeds \$1.10 for twenty consecutive business days. The Company paid finder's fees, commissions and legal costs totaling \$89,993. In addition, the Company issued 171,610 broker warrants having the same terms as the private placement warrants.

b) Contributed Surplus

Details are as follows:

	2006	2005
Balance - beginning of period	\$ 657,283	\$ 357,454
Stock-based compensation (Note 6d)	-	305,929
Fair value of options exercised (Note 6c)	-	(6,100)
Balance - end of period	<u>\$ 657,283</u>	<u>\$ 657,283</u>

c) Stock Options

The Company has a fixed stock option plan. Under the terms of the plan, the Company may grant options to its directors, employees, and other service providers up to 4,500,000 shares. The Board of Directors determines the exercise price per share and the vesting period under the plan.

During the period ended September 30, the change in stock options outstanding was as follows:

	2006	2005
Options outstanding - beginning of period	3,905,000	3,200,000
Granted	-	750,000
Forfeited	-	-
Exercised	-	(20,000)
Options outstanding - end of period	<u>3,905,000</u>	<u>3,930,000</u>

Details of the stock options outstanding at September 30 are as follows:

2006	2005	Exercise Price	Expiry Date
900,000	900,000	\$0.15	October 1, 2007
370,000	370,000	\$2.80	March 30, 2008
520,000	520,000	\$0.13	May 4, 2008
730,000	730,000	\$0.355	April 21, 2009
180,000	180,000	\$0.40	July 21, 2009
525,000	550,000	\$0.47	April 1, 2010
80,000	80,000	\$0.30	November 10, 2010
400,000	400,000	\$0.40	March 9, 2011
200,000	200,000	\$0.47	March 18, 2015
<u>3,905,000</u>	<u>3,930,000</u>		

Gitenne Exploration Inc.
Notes to Interim Consolidated Financial Statements
September 30, 2006
 (Unaudited)
 Canadian Funds

6. Share Capital - Continued

c) Stock Options - Continued

All options outstanding at September 30, 2006 have vested.

The weighted average exercise price of the stock options outstanding at September 30, 2006 is \$0.54 and the weighted average remaining contract life of the options is 2.78 years.

d) Stock-Based Compensation

During the period, the Company issued stock options to its directors, officers and employees and recognized stock-based compensation as follows:

	2006	2005
Total options granted	-	750,000
Average exercise price	\$ -	\$ 0.47
Estimated fair value of compensation	\$ -	\$ 305,829
Estimated fair value per option	\$ -	\$ 0.41

The fair value of the stock-based compensation recognized in the accounts has been estimated using the Black-Scholes Option-Pricing Model with the following weighted-average assumptions:

	2006	2005
Risk-free interest rate	-	3.90%
Expected dividend yield	-	0.00%
Expected stock price volatility	-	92%
Expected option life in years	-	6.33

During the period, there were nil (2005 - 20,000) options exercised and the related fair value of \$nil (2005 - \$6,100) has been recorded as share capital in these financial statements.

The Black-Scholes Option-Pricing Model was created for use in estimating the fair value of freely tradable, fully transferable options. The Company's employee stock options have characteristics significantly different from those of traded options, and because changes in the highly subjective input assumptions can materially affect the calculated values, management believes that the accepted Black-Scholes model does not necessarily provide a reliable measure of the fair value of the Company's stock option awards.

e) Warrants

At September 30, the following warrants were outstanding:

2006	2005	Exercise Price	Expiry Date
-	1,700,000	\$0.55	May 18, 2006
-	171,610	\$0.55	May 18, 2006
2,500,000	-	\$0.50	June 4, 2007
123,000	-	\$0.50	June 4, 2007
4,250,000	-	\$0.30	August 31, 2007
273,000	-	\$0.30	August 31, 2007
<u>7,146,000</u>	<u>1,871,610</u>		

FORM 51-102F1

INTERIM MANAGEMENT DISCUSSION AND ANALYSIS

FOR GITENNES EXPLORATION INC.

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2006

November 13, 2006

Management's Discussion and Analysis supplements, but does not form part of, the unaudited interim consolidated financial statements of the Company and the notes thereto for the period ended September 30, 2006. Consequently, the information set forth below should be read in conjunction with the unaudited interim consolidated financial statements for the period ended September 30, 2006 and related notes therein, which have been prepared in accordance with Canadian generally accepted accounting principles.

Additional information, including audited consolidated financial statements, and the notes thereto, for the year ended December 31, 2005, can be found on SEDAR at www.sedar.com.

Description of the Business

Gitennes Exploration Inc. (the "Company") is in the business of exploring for mineral deposits in Peru and Canada. The Company acquires properties directly by staking or through option agreements with prospectors or other exploration companies. The Company is also committed to developing new projects through regional reconnaissance, property examinations and by liaison with a network of industry contacts. None of the properties that the Company currently owns or holds under option have been adequately explored to prove the existence of ore reserves.

Overview

The Company's primary focus is the exploration for gold and silver deposits in Peru, followed by copper, zinc and other base metals in Canada. During the year ended December 31, 2005, and continuing through the period ending September 30, 2006, the Company undertook a major field programme at the Tucumachay project in Central Peru, which included 38 core drill holes. The Tucumachay project is subject to a letter of intent dated June 30, 2004 with Inmet Mining Corp. ("Inmet"). During the period, the Company explored its 100%-owned Titimina Property, located in the same belt as Tucumachay. Also, during the period, the Company was notified by Buffalo Gold Ltd. ("Buffalo") that Buffalo would not proceed with its option to earn an interest in the Red property. During the quarter ending September 30, 2006, Gitennes elected not to exercise the underlying option on the Red property. All expenditures on the Red Property were written off in the quarter ending June 30, 2006.

During the period ending September 30, 2006, the Company was informed by the operator of the mine at La Virgen that gold production had exceeded 145,000 ounces on May 16, 2006. Accordingly, the Company's 2% NSR Royalty became effective, to be paid every six months. Government records indicate that the mine produces between 2,400 and 6,000 ounces of gold per month. The Company is of the view that the financial impact of the Virgen production royalty is uncertain until such time as a history of timely reporting of the gold production and receipt of payments is established.

To the date hereof, the Company issued news releases as follows:

November 2, 2006	Gitennes Exploration – Progress Report
September 1, 2006	Gitennes Exploration – Private Placement Closed
August 11, 2006	Gitennes Exploration – Private Placement and Corporate Update
May 30, 2006	Additional Zinc Results from Tucumachay Project
May 9, 2006	Gitennes Announces Private Placement
April 18, 2006	Exploration Expands Gitennes Alpha Zinc Target
March 1, 2006	Gitennes Reports High Zinc, Silver at Titimina and Tucumachay
February 14, 2006	Gitennes – Gold Zones Expanded at Gitennes' Tucumachay Project
January 8, 2006	Gitennes Reports on Buffalo Gold's Red Property Exploration
January 5, 2006	Gitennes' Step-Out Drilling Expands Zone at Leonardo Norte

Overall Performance

Unless noted otherwise, all figures are in Canadian dollars.

The Company's cumulative resource property costs to September 30, 2006 were \$3,538,464, which is up from the cumulative balance of \$3,287,346 as at December 31, 2005. The increase for the nine-month period includes current additions of \$684,776 in expenditures, \$571,010 of which was incurred on the Tucumachay property (see "Results of Operations"). This balance also takes into account the write-down of the Red property of \$413,658.

The Company recorded a loss of \$154,791 for the quarter ended September 30, 2006, which compares with a loss of \$240,562 for the same quarter of 2005 (see "Results of Operations"). The loss for the nine-month period was \$997,247, compared to \$1,008,722 for the same period in 2005. This loss includes the Company's normal operating and administrative expenses of \$573,808, as well as the write-down of resource properties abandoned of \$413,658.

Financial Data for the Last Eight Quarters

Quarter Ended	Sept 30, 2006	Jun 30, 2006	Mar 31, 2006	Dec 31, 2005	Sept 30, 2005	June 30, 2005	Mar 31, 2005	Dec 31, 2004
Total revenues	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Loss before the under-noted	\$(154,791)	\$(208,150)	\$(220,648)	\$(173,470)	\$(185,208)	\$(254,211)	\$(208,020)	\$(200,117)
Stock-based compensation	-	-	-	-	-	-	\$(305,929)	-
Write-down of mineral properties	-	(413,658)	-	(287,306)	(55,354)	-	-	(131,398)
Income tax recovery	-	-	-	-	-	-	-	106,444
Loss for the quarter	\$(154,791)	\$(621,808)	\$(220,648)	\$(440,776)	\$(240,562)	\$(254,211)	\$(513,949)	\$(225,071)
Loss per share - basic and diluted	\$ (0.00)	\$ (0.02)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.01)

The Company has no source of operating revenue. In addition to the normal expenses associated with its exploration and administrative activities, the Company recorded certain infrequent or non-recurring transactions that produced significant variances in its operating results. During the quarter ended June 30, 2006, the Company recorded a write-down of \$413,658 upon abandoning the Red property (British Columbia) that was subject to an option agreement. The Company wrote off costs of \$287,306 during the quarter ended December 31, 2005 relating to Rio Seco (Peru). Additional significant items include non-cash stock-based compensation of \$305,929 recorded in the quarter ended March 31, 2005. General exploration and certain other expenses have decreased in the first half of fiscal 2006 as the Company conserved funds and focused mainly on its Tucumachay and Tiitima properties. The loss for the first and second quarters is traditionally higher than for the other quarters due to the costs of the Company's annual filings, preparation of annual general meeting materials, and increased shareholder information costs, which are not experienced in the other quarters.

After factoring in the effect of these transactions, the operating results remain reasonably consistent among the quarters presented.

Results of Operations

Expenses

A summary of the Company's significant expense items for the nine-month period is as follows:

	Period ended Sept 30	
	2006	2005
Audit, accounting, legal and professional fees	\$ 84,963	\$ 96,081
Filing, transfer fees and investor relations	\$ 174,224	\$ 219,250
Office rent, utilities and miscellaneous	\$ 85,709	\$ 87,701
Salaries and benefits	\$ 183,256	\$ 183,087
Stock-based compensation	\$ -	\$ 305,929
General exploration	\$ 24,941	\$ 28,795

Audit, accounting, legal and professional fees decreased slightly relative to those of the comparative period due mostly to a reduction in the amount of legal work required on fewer property agreements.

Filing, transfer fees and investor relations expenses were higher in 2005 due to increased investor relations and promotional expenses incurred in the previous year, which included various presentations and attendances at conferences.

Office rent, utilities and miscellaneous costs for the period ending September 30, 2006 are similar to those of the previous year.

Salaries and benefits can vary depending upon the amount of time allocated for certain employees between exploration projects and general and administrative duties. For the period ending September 30, 2006, salaries and benefits are consistent with those of the comparative period.

General exploration expenses fluctuate from period to period depending upon the time spent by employees and consultants on project development and reconnaissance, which is a function of the status of the Company's own resource properties. General exploration costs were relatively consistent for the nine-month periods of 2005 and 2006.

Properties

The Company has four significant mineral projects in Peru and has abandoned one mineral project in Canada. Work is supervised by J. Blackwell, P.Geo., J. Foster, P.Geo., and Alvaro Fernandez-Baca, P.Geo., qualified persons as defined in National Instrument 43-101. Selected expenditure information on the Company's main projects is as follows:

Property		Nine months		Twelve months	
		September 30, 2006	December 31, 2005	December 31, 2004	December 31, 2004
Tucumachay	Acquisition	\$ -	\$ -	\$ 400,000	
	Exploration	\$ 571,010	\$ 1,322,530	\$ 103,805	
	Cumulative	\$ 2,397,345	\$ 1,826,335	\$ 503,805	
Titimina	Acquisition	\$ -	\$ -	\$ -	\$ 9,456
	Exploration	\$ 43,835	\$ 18,311	\$ -	\$ -
	Cumulative	\$ 71,602	\$ 27,767	\$ -	\$ 9,456
Urumbakui	Acquisition	\$ -	\$ -	\$ -	\$ -
	Exploration	\$ 11,156	\$ 55,717	\$ -	\$ 204,450
	Cumulative	\$ 799,911	\$ 788,755	\$ -	\$ 733,038
La Chivona	Acquisition	\$ -	\$ -	\$ -	\$ -
	Exploration	\$ 11,558	\$ 10,564	\$ -	\$ 13,839
	Cumulative	\$ 182,896	\$ 171,338	\$ -	\$ 160,774
Red	Acquisition	\$ -	\$ 14,500	\$ -	\$ 44,306
	Exploration	\$ 2,608	\$ 12,530	\$ -	\$ 339,716
	Write-down	\$ (413,658)	\$ -	\$ -	\$ -
	Cumulative	\$ -	\$ 411,052	\$ -	\$ 384,022

Tucumachay Property

The Tucumachay property is located in the Andes Mountains of central Peru. On June 30, 2004 the Company signed a letter-of-intent with Inmet (the "Tucumachay Agreement"), under the terms of which the Company has an option to earn a 100% interest in the property. During the year ended December 31, 2005 and to September 30, 2006 the Company completed both reconnaissance and grid soil geochemical and rock sampling programmes, IP and VLF-EM grid geophysical surveys, and two drill programmes totalling 38 core holes. Results are favourable, indicating the widespread occurrence of gold mineralization on the property and the occurrence of a near-surface zone of mineralization in the La Nariz area that warrants a third phase of drilling. The Company established a camp to serve as a base for operations, completed preliminary environmental and archeological assessments of the property and an overview of the socio-anthropological make-up of the region's citizens, continued with water-quality monitoring programmes, and a number of local initiatives, from road-building to providing for school supplies and football tournaments to local festivals. The Company continues to convene numerous community information meetings at various towns and villages in the region.

Cumulative exploration expenditures to September 30, 2006 are \$2,397,345. This includes \$400,000 in acquisition costs recorded during the year ended December 31, 2004 upon the issuance of 1,000,000 shares from treasury with a deemed value of \$0.40 per share, as required by the terms of the Tucumachay Agreement.

During the period, the Company served notice that it had earned a 100% interest on the property, and Inmet has acknowledged that Gitennes has met its earn-in expenditure requirements.

Titimina Property

The Company has acquired, by staking, a 3,800 hectare property adjacent to the western and northern portions of the Tucumachay property. Titimina covers extensions to the same geological formations that host mineralization at Tucumachay. Several showings have been found on the Titimina property, the most important of which is the Alpha zinc target, consisting of a large area of carbonate-hosted zinc – lead – silver mineralization.

Urumalqui Property

The Company's 100%-held Urumalqui Property is a silver-gold prospect situated in north-central Peru. The property was explored during 2003 and 2004 in joint venture with Meridian Gold Inc. Work included geophysical and geological surveys and two diamond drill programmes. On June 17, 2005, the companies terminated the agreement and the Company assumed 100% of the assets of the joint venture, which included the Urumalqui mineral claims. Given the current interest in silver, the Company plans to explore the property further.

La Chivona Property

The Company has a 100% interest in La Chivona, located in north-coastal Peru. There was minimal exploration activity on the property during the quarter. Cumulative expenditures to September 30, 2006 are \$182,896. The Company plans to further explore the property.

Rio Seco Property

This property is located in coastal, central Peru. The Company has written this property down to a nominal value. However, it intends to maintain the claims in good standing.

Red Property

By an agreement dated September 3, 2004, the Company had an option to acquire a 100% interest in the Red property, located in north-central British Columbia. Under the terms of the option, the Company has paid \$50,000 cash, issued 100,000 shares and incurred \$354,852 in exploration expenditures. On April 15, 2005, the Company entered into an agreement with Buffalo whereby Buffalo could earn a 60% interest in the property by paying the Company \$30,000 cash (received) and committing to incur \$200,000 in exploration expenditures by April 15, 2006, with the option of incurring cumulative expenditures totalling \$600,000 before April 15, 2007. Thereafter, exploration of the Red property would have been co-ordinated under a joint venture (Buffalo 60% / Gitennes 40%).

In October 2005, Buffalo completed 626 metres of drilling on the property. Two of these holes returned intervals of copper-gold mineralization similar to those encountered in previous drilling programmes.

On June 6, 2006, Buffalo advised the Company that it was not going to proceed with its option. Subsequently, on July 12, 2006, the Company advised the owners that it did not intend to exercise its option and was returning the property. Accordingly, the Company wrote off all expenditures incurred on the property during the quarter ending June 30, 2006.

Virgen Royalty

During the period, the Company received notice from the operator of the Virgen Mine that gold production had crossed the threshold of 145,000 ounces on May 16, 2006. Accordingly, the Company's 2% net smelter royalty became effective, with payments to be received every six months. The Company has no access to mine production records and therefore no means of reasonably estimating the amount of the royalty due. Accordingly, no accrual of amounts due to date under this royalty agreement has been made.

Other Properties

The Company has staked and conducted preliminary exploration of various 100% owned prospective mineral claims located in Peru. Total costs as at September 30, 2006 are \$86,710.

Liquidity

The Company's cash and cash equivalents decreased by \$313,182 during the nine-month period ending September 30, 2006, which is due to the cash used in operating and exploration activities for the period exceeding the amount of cash raised during the period. As at September 30, 2006, cash and cash equivalents totalled \$625,553 compared to \$938,735 at December 31, 2005. Working capital as at September 30, 2006 totalled \$593,191, compared to working capital of \$843,772 at December 31, 2005.

The Company completed a financing during the quarter ended September 30, 2006. A total of 4,250,000 units were issued at a price of Cdn\$0.25 per unit, for gross proceeds of Cdn\$1,062,500. Each unit is comprised of one common share and one common share purchase warrant. Each warrant entitles the holder to purchase one common share at a price of \$0.30 for a period of 12 months after closing. The warrant expiry may be accelerated if the daily closing price of the Company's shares exceeds \$0.55 for 15 consecutive business days. The placement was completed with the assistance of a number of agencies and brokerage firms, and the Company paid cash commissions totaling \$40,950 and issued 273,000 broker warrants as finder fees and/or commissions in connection with the offering. The terms of the broker warrants are the same as the warrants included in the private placement units.

The Company has a five-year operating lease for its office premises and storage space in Vancouver that expires on October 31, 2010. The current monthly fee is \$2,034 plus operating expenses. In Lima, Peru, the Company's affiliates lease office space for US\$1,120 per month on a rental agreement that is renewed annually in January.

Capital Resources

As at the date hereof, the Company has met the current terms of its option agreements, however, the Company will have to raise additional funds in the future in order to meet its ongoing operating costs and terms of its property agreements.

Related Party Transactions

During the period, the Company incurred \$32,792 (2005 - \$38,170) in legal fees with a law firm in which a director of the Company is a partner. Accounts payable and accrued liabilities includes \$nil (December 31, 2005 - \$13,814) payable to this firm.

During the period, the Company received advances totalling \$94,000 from certain directors and officers. These advances are unsecured, bear interest at prime plus 2%, are without fixed terms of repayment, and were repaid in full during the period.

Outstanding Share Data

The authorized capital of the Company consists of an unlimited number of common shares without par value. As of September 30, 2006 and the date hereof, the number of issued and outstanding common shares was 41,579,231 (52,830,231 on a diluted basis).

The Company has a fixed stock option plan. As at September 30, 2006, there were 3,905,000 stock options granted to directors, officers and employees of the Company and its affiliates as follows:

Options Outstanding	Exercise Price	Expiry Date
900,000	\$0.15	October 1, 2007
370,000	\$2.80	March 30, 2008
520,000	\$0.13	May 4, 2008
730,000	\$0.355	April 21, 2009
180,000	\$0.40	July 21, 2009
525,000	\$0.47	April 1, 2010
80,000	\$0.30	November 10, 2010
400,000	\$0.40	March 9, 2011
200,000	\$0.47	March 18, 2015
<u>3,905,000</u>		

At September 30, 2006, warrants to purchase the following shares were outstanding:

Shares	Exercise Price	Expiry Date
2,500,000	\$0.50	June 4, 2007
123,000	\$0.50	June 4, 2007
4,250,000	\$0.30	August 31, 2007
273,000	\$0.30	August 31, 2007
<u>7,146,000</u>		

Critical Accounting Estimates

Stock-based Compensation

The Company has adopted the recommendations of CICA Handbook Section 3870, "Stock-Based Compensation and Other Stock-Based Payments", which requires that all stock-based awards made to employees and non-employees be measured and recognized using a fair value based method. The Company uses the Black-Scholes Option-Pricing Model to estimate stock-based compensation.

Changes in Accounting Policies

There were no changes or adoptions of new significant policies in the period.

Financial Instruments and Other Instruments

The Company's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and due to related parties. It is management's opinion that the Company is not exposed to significant interest or credit risks arising from these financial instruments and that the fair value of these instruments approximates their carrying values.

At September 30, 2008 the Company held currency totalling US\$53,692 which is exposed to currency risk given fluctuations in the prevailing exchange rates between the Canadian and United States dollar.

Disclosure Controls and Procedures

The Company continues to refine its disclosure controls and procedures from time to time. The President and CFO have concluded that, for the quarter ended September 30, 2008, the process was sufficiently effective to ensure that all material information was conveyed internally to management on a timely basis, providing management with sufficient time to make decisions regarding the Company's disclosure as required by securities legislation.

Risk and Uncertainties

The business of exploration and mining is risky and there is no assurance that current exploration programmes will eventually result in profitable mining operations. The recoverability of money spent on the resource properties is dependent upon various factors. These include actually discovering a potentially economic mineral deposit and then transforming the deposit into ore reserves through a series of stringent technical programmes. Following upon this is the ability of the Company to obtain all necessary financings to complete the development of a property and place it into commercial production. The Company must also raise funds for corporate and administrative expenses. While the Company has been successful in the past at raising funds, there can be no assurance that it will continue to do so.

The mineral industry is intensely competitive and there are inherent risks in all its phases. The Company competes with other companies, many of which have greater financial resources and experience. Metal prices are volatile and cannot be controlled.

The Company has no mining operations and its mineral projects are at an early stage. It is therefore exposed to many risks common to comparable companies, including undercapitalization, cash shortages and limitations with respect to personnel, financial and other resources and the lack of revenues.

The interim consolidated financial statements for the period ending September 30, 2006 have been prepared on the basis of accounting principles applicable to a going concern. The assumption is that the Company will continue in operation for the foreseeable future and will be able to realize its assets and discharge its liabilities in the normal course of operations.

Excepting the quarters ending March 31, 2004 and December 31, 2003, the Company has consistently reported operating losses. The Company has limited financial resources, no source of operating cash flow, and no assurances that sufficient funding will be available to further explore and develop its mineral property projects, or to cover the overhead costs necessary to maintain a public company.

The Company's exploration activities outside of Canada make it subject to foreign currency fluctuations and this may affect the Company's financial position and results of operations. The Company does not engage in currency hedging activities. It does maintain some funds in US dollar accounts until such time as the funds are drawn upon.

The government of Peru has implemented a royalty scheme on mining operations. The Company believes that this royalty does not impact significantly on operations at this stage of the Company's development.

Approval

The Board of Directors of the Company has approved the disclosure contained in this interim MD&A. A copy of this interim MD&A will be provided to anyone who requests it.

Additional Information

The Company's publicly filed documents are available on the Company's website or on SEDAR at www.sedar.com.

Cautionary Note

This document contains "forward-looking information" which may include, but is not limited to, statements with respect to the future financial or operating performance of the Corporation, its subsidiaries and its projects, the future supply, demand, inventory, production and price of minerals, the estimation of mineral reserves and resources, the realization of mineral reserve estimates, the timing and amount of estimated future production, costs of production, capital, operating and exploration expenditures, costs and timing of the development of new deposits, costs and timing of future exploration, requirements for additional capital, government regulation of mining operations, environmental risks, reclamation expenses, title disputes or claims, limitations of insurance coverage and the timing and possible outcome of pending litigation and regulatory matters. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or variations (including negative variations) of such words and phrases, or state that certain actions, events or results "may", "could", "would", "might" or "will" be taken, occur or be achieved. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Corporation and/or its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Such factors include, among others, general business, economic, competitive, political and social uncertainties; the actual results of current exploration activities; actual results of reclamation activities; conclusions of economic evaluations; changes in project parameters as plans continue to be refined; future prices of minerals; possible variations of ore grade or recovery rates; failure of plant, equipment or processes to operate as anticipated; accidents, labour disputes and other risks of the mining industry; political instability, insurrection or war; delays in obtaining governmental approvals or financing or in the completion of development or construction activities. Although the Corporation has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. Forward-looking statements contained herein are made as of the date of this document and the Corporation disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

Corporate Information

OFFICERS AND DIRECTORS

Jerry D. Blackwell	President & Director
Kerry Spong	Chief Financial Officer
James R. Foster	Vice-President
Lyle R. Hepburn	Director & Corporate Secretary
Edmund T. Kimura	Director
Kenneth Booth	Director
Victor A. Tanaka	Director

TRANSFER AGENT

Computershare Trust Company of Canada
Toronto, ON, Canada

AFFILIATED COMPANIES IN PERU

Gitennes Exploraciones de Perú S.A.
Tel. +511-242-4065

EXECUTIVE OFFICE

2390 - 1055 West Hastings St.
Vancouver, B.C. V6E 2E9 Canada

Tel: 604-682-7970
Fax: 604-682-7903
website www.gitennes.com

CAPITALIZATION

As at September 30, 2006
Shares Authorized: Unlimited
Issued Capital: 41,579,231

COUNSEL

Beach, Hepburn LLP
Barristers and Solicitors
Toronto, ON, Canada

AUDITORS

PriceWaterhouseCoopers
Vancouver, BC, Canada