



November 10, 2006

Message to Shareholders

The third quarter of 2006 ended with the company's Board of Directors giving its approval to order long lead-time equipment, which included SAG and ball mills and infrastructure components for the Mirador copper-gold project. This approval capped a busy quarter that was focused on completion of many of the engineering trade-off studies for the Mirador project. Moving forward with the ordering of this equipment allows Corriente to stay on track for a start-up at Mirador by the end of 2008.

During the quarter we successfully added personnel to our project and technical staff, allowing us to steadily continue to build capacity with our in-country team during the quarter.

As to project financing, talks continue with a variety of potential lenders to the Mirador project. As part of this effort, an independent technical consultant has been selected and has begun its review work towards producing an independent technical report for use by potential project financiers. Additionally, work on the SNC-Lavalin feasibility study continued during the quarter and completion of this work is planned prior to the end of 2006.

Copper prices continue to show strength and remain well above historical averages and elevated copper production costs. We believe that this copper environment will continue for some time, including well beyond Corriente's Mirador project start-up, thereby creating substantial opportunities.

Exploration drilling is continuing at the Panantza copper project (located 45 km to the north of the Mirador project), with the project continuing to show strong copper values extending to the south (from previous estimates). Drilling is expected to continue at Panantza through the first quarter of 2007, at which time an updated resource estimate will be commissioned with an independent engineering firm. Once the Panantza drilling program is completed, we expect to begin drilling at our San Carlos project next door.

With the above in place, we believe Corriente has a strong future in any near, medium and long-term view of the world copper marketplace.

On behalf of the Board,

Kenneth R. Shannon

Chief Executive Officer

Corriente Resources Inc.

(A Development Stage Enterprise)

Interim Consolidated Financial Statements

Nine months ended September 30, 2006

(Unaudited)

AUDITOR REVIEW

November 10, 2006

**To the Shareholders of
Corriente Resources Inc.**

In accordance with the requirements of National Instrument 51-102 of the Canadian Securities Administrators, the company's auditors have not reviewed the unaudited interim consolidated financial statements and accompanying financial information contained in the company's interim report for the periods ended September 30, 2006.

"Darryl F. Jones"
Darryl F. Jones, CA
Chief Financial Officer

Corriente Resources Inc.

(A development stage enterprise)

Consolidated Balance Sheets

(Expressed in Canadian dollars)

	September 30, 2006 (Unaudited)	December 31, 2005
Assets		
Current assets		
Cash and cash equivalents	\$ 134,668,546	\$ 32,440,690
Accounts receivable and prepaid expenses	621,535	187,746
	<u>135,290,081</u>	<u>32,628,436</u>
Mineral properties (note 3)	49,570,682	34,205,955
Property, plant and equipment (note 4)	597,293	265,617
Other assets (note 5)	5,056,010	–
	<u>\$ 190,514,066</u>	<u>\$ 67,100,008</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	\$ 3,151,629	\$ 976,244
Shareholders' Equity		
Share capital (note 6 (b))	233,504,406	112,367,655
Options (note 6 (c))	2,143,445	2,622,248
Contributed surplus	993,697	930,660
Deficit accumulated during the development stage	(49,279,111)	(49,796,799)
	<u>187,362,437</u>	<u>66,123,764</u>
	<u>\$ 190,514,066</u>	<u>\$ 67,100,008</u>

Approved by the Board of Directors

"Dale C. Peniuk" Director

"Kenneth R. Shannon" Director

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

Corriente Resources Inc.

(A development stage enterprise)

Consolidated Statements of Changes in Shareholders' Equity

For the nine months ended September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

	Common Shares		Estimated Fair Value			Contributed Surplus	Deficit Accumulated during the development stage	Total Shareholders' Equity
	Number	Share Capital	Options	Share Purchase Warrants				
Since inception:								
Common shares issued for cash, net of issue costs	24,169,872	\$ 52,994,066	\$ -	\$ -	\$ -	\$ -	\$ -	52,994,066
Common shares issued for mineral properties and settlement of debt	6,621,477	6,554,554	-	-	-	-	-	6,554,554
Net fair value of warrants issued	-	-	-	501,051	676,407	-	-	1,177,458
Stock based compensation expense on unexercised vested options	-	-	644,665	-	-	-	-	644,665
Net losses since inception	-	-	-	-	-	(45,056,506)	-	(45,056,506)
Balance at December 31, 2002	30,791,349	59,548,620	644,665	501,051	676,407	(45,056,506)	-	16,314,237
Common shares issued for cash pursuant to private placements, net of issue costs	7,750,000	15,959,370	-	-	-	-	-	15,959,370
Common shares issued for cash pursuant to exercise of warrants	2,239,946	2,380,513	-	-	-	-	-	2,380,513
Common shares issued for cash pursuant to exercise of options	575,000	463,250	-	-	-	-	-	463,250
Common shares issued for mineral property interests	250,000	232,500	-	-	-	-	-	232,500
Fair value of warrants issued	-	-	-	96,455	-	-	-	96,455
Fair value of options exercised	-	286,608	(286,608)	-	-	-	-	-
Fair value of warrants exercised	-	170,326	-	(170,326)	-	-	-	-
Fair value of warrants expired	-	-	-	(254,253)	254,253	-	-	-
Stock based compensation expense on unexercised vested options	-	-	762,558	-	-	-	-	762,558
Net loss for the year ended December 31, 2003	-	-	-	-	-	(682,092)	-	(682,092)
Balance at December 31, 2003	41,606,295	79,041,187	1,120,614	172,927	930,660	(45,738,598)	-	35,526,790
Common shares issued for cash pursuant to exercise of warrants	3,500,098	3,928,512	-	-	-	-	-	3,928,512
Common shares issued for cash pursuant to exercise of options	315,000	304,350	-	-	-	-	-	304,350
Fair value of options exercised	-	174,876	(174,876)	-	-	-	-	-
Fair value of warrants exercised	-	76,472	-	(76,472)	-	-	-	-
Stock based compensation expense on unexercised vested options	-	-	709,424	-	-	-	-	709,424
Net loss for the year ended December 31, 2004	-	-	-	-	-	(714,062)	-	(714,062)
Balance at December 31, 2004	45,421,393	83,525,397	1,655,163	96,455	930,660	(46,452,660)	-	39,755,015

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

Corriente Resources Inc.

(A development stage enterprise)

Consolidated Statements of Changes in Shareholders' Equity

For the nine months ended September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

	Common Shares		Estimated Fair Value		Contributed Surplus	Deficit accumulated during the development stage	Total Shareholders' Equity
	Number	Share Capital	Options	Share Purchase Warrants			
Balance at December 31, 2004	45,421,393	83,525,397	1,655,163	96,455	930,660	(46,452,660)	39,755,015
Common shares issued for cash pursuant to private placements, net of issue costs	7,605,000	27,853,364	–	–	–	–	27,853,364
Common shares issued for cash pursuant to exercise of options	475,000	435,250	–	–	–	–	435,250
Common shares issued for cash pursuant to exercise of warrants	250,000	200,000	–	–	–	–	200,000
Fair value of options exercised	–	257,189	(257,189)	–	–	–	–
Fair value of warrants exercised	–	96,455	–	(96,455)	–	–	–
Stock based compensation expense on unexercised vested options	–	–	1,224,274	–	–	–	1,224,274
Net loss for the year ended December 31, 2005	–	–	–	–	–	(3,344,139)	(3,344,139)
Balance at December 31, 2005	53,751,393	112,367,655	2,622,248	–	930,660	(49,796,799)	66,123,764
Common shares issued for cash pursuant to a short form prospectus offering, net of issue costs	19,231,000	117,662,734	–	–	–	–	117,662,734
Common shares issued for cash pursuant to exercise of options	1,760,000	2,322,450	–	–	–	–	2,322,450
Fair value of options exercised (note 6 (c))	–	1,151,567	(1,151,567)	–	–	–	–
Stock based compensation expense on unexercised vested options (note 6 (c))	–	–	735,801	–	–	–	735,801
Fair value of options terminated (note 6 (c))	–	–	(63,037)	–	63,037	–	–
Earnings for the nine-month period ended September 30, 2006	–	–	–	–	–	517,688	517,688
Balance at September 30, 2006 (unaudited)	74,742,393	\$ 233,504,406	\$ 2,143,445	\$ –	\$ 993,697	\$ (49,279,111)	\$ 187,362,437

Corriente Resources Inc.

(A development stage enterprise)

Consolidated Statements of Operations and Deficit Accumulated During the Development Stage For the three months and nine months ended September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

	Three months ended September 30,		Nine months ended September 30,	
	2006	2005	2006	2005
Administration				
Stock-based compensation (note 6 (c))	\$ 621,410	\$ 1,008,918	\$ 735,801	\$ 1,224,274
Management salaries, wages and benefits (note 7)	175,377	129,085	601,800	335,387
Legal, accounting and tax services	44,313	682	314,071	42,484
Corporate development and shareholder expenses	62,194	123,040	196,448	257,158
Regulatory fees	1,391	75	191,233	39,320
Office and related	62,524	40,230	173,986	123,482
Travel	22,982	3,844	70,577	42,379
Consultants	–	–	33,615	–
Depreciation	5,360	4,270	14,314	11,322
	995,551	1,310,144	2,331,845	2,075,806
Other				
Interest income	(1,467,449)	(39,836)	(2,487,967)	(164,183)
Gain on sale of marketable securities (note 3)	–	195,304	(336,253)	(70,014)
Foreign exchange (gain) loss	(7,210)	16,051	(62,347)	5,777
General exploration	1,113	10,863	37,034	19,235
Gain on sale of assets	–	(88,320)	–	(1,970,320)
Write-down of marketable securities	–	–	–	176,000
	(1,473,546)	94,062	(2,849,533)	(2,003,505)
Loss (earnings) for the period	(477,995)	1,404,206	(517,688)	72,301
Deficit accumulated during the development stage – beginning of period	49,757,106	45,120,755	49,796,799	46,452,660
Deficit accumulated during the development stage – end of period	\$ 49,279,111	\$ 46,524,961	\$ 49,279,111	\$ 46,524,961
Basic and diluted loss (earnings) per share	\$ (0.01)	\$ 0.03	\$ (0.01)	\$ 0.00
Weighted average number of shares outstanding	74,742,393	45,923,597	74,569,041	45,669,085

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

Corriente Resources Inc.

(An development stage enterprise)

Consolidated Statements of Cash Flows

For the three months and nine months ended September 30, 2006 (unaudited)

(Expressed in Canadian dollars)

	Three months ended September 30,		Nine months ended September 30,	
	2006	2005	2006	2005
Earnings (loss) for the period	\$ 477,995	\$ (1,404,206)	\$ 517,688	\$ (72,301)
Items not affecting cash				
Stock-based compensation	621,410	1,008,918	735,801	1,224,274
Depreciation	5,360	4,270	14,314	11,322
Shares received on sale of assets	–	–	–	(1,882,000)
Write-down of marketable securities	–	–	–	176,000
Loss (gain) on sale of marketable securities	–	195,304	(336,253)	(70,014)
Changes in non-cash working capital				
Accounts receivable and advances	111,449	31,526	(433,789)	(6,403)
Accounts payable and accrued liabilities	2,681,508	(565,576)	2,175,385	(521,777)
	3,897,722	(729,764)	2,673,146	(1,140,899)
Investing activities				
Mineral properties	(7,699,350)	(1,871,821)	(15,276,541)	(6,937,288)
Other assets	(1,685,601)	–	(5,056,010)	–
Property, plant and equipment	(195,059)	(80,638)	(434,177)	(143,655)
Proceeds from sale of marketable securities	–	1,501,034	336,253	2,320,352
Deferred power project costs	–	(85,924)	–	(1,044,027)
	(9,580,010)	(537,349)	(20,430,475)	(5,804,618)
Financing activities				
Proceeds from issuance of share capital, net of issue costs	258,325	158,000	119,985,185	571,850
	258,325	158,000	119,985,185	571,850
Increase (decrease) in cash and cash equivalents	(5,423,963)	(1,109,113)	102,227,856	(6,373,667)
Cash and cash equivalents – beginning of period	140,092,509	7,338,273	32,440,690	12,602,827
Cash and cash equivalents – end of period	\$134,668,546	\$ 6,229,160	\$134,668,546	\$ 6,229,160

Supplemental cash flow information (note 9)

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

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

1 Nature of operations

Corriente Resources Inc. and its subsidiaries (collectively, "Corriente" or "the company") are engaged in the exploration and development of mineral properties primarily in Ecuador, South America. The company considers itself to be an exploration and development stage company.

The business of mining and exploring for minerals involves a high degree of risk and there can be no assurance that current exploration and development programs will result in profitable mining operations. The recoverability of amounts shown for mineral properties is dependent upon the discovery of economically recoverable reserves, the ability of the company to obtain financing to complete their development and future profitable operations or sale of the properties.

2 Significant accounting policies

Basis of presentation

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles in Canada. They do not include all of the information and disclosures required by Canadian GAAP for annual audited financial statements. In the opinion of management, all adjustments considered necessary for fair presentation have been included in these financial statements. The interim consolidated financial statements should be read in conjunction with the company's audited consolidated financial statements including the notes thereto for the year ended December 31, 2005.

Basis of consolidation

The consolidated financial statements include the accounts of the company and its wholly owned subsidiaries, Corriente Caymans Gold Company, Corriente Caymans Mining Company, Corriente Caymans Transport Company, CTQ Management Inc., Ecuacorriente S.A., Explorcobres S.A., Minera Midasmine S.A., Minera Panantza B.V., and Puertocobre S.A.

3 Mineral properties

Corriente Copper Belt, Ecuador

Under various agreements signed with certain Ecuadorian subsidiaries of BHP Billiton Plc ("BHP Billiton"), the company has earned a 100% interest in BHP Billiton's resource properties located in the Rio Zamora copper porphyry district (Corriente Copper Belt), in Ecuador. This required the issue of shares to BHP Billiton and the expenditure of exploration funds under the terms of these agreements. Additionally, these resource properties are subject to a 2% Net Smelter Royalty ("NSR") payable to BHP Billiton, though the company has options to reduce the NSR to 1% for the Mirador/Mirador Norte, Panantza and San Carlos resource properties upon the payment of US\$2 million to BHP Billiton for each such option exercised.

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

Following is a summary of the company's deferred mineral property expenditures.

Corriente Copper Belt	Mirador/ Mirador Norte	Panantza / San Carlos	Other (1)	Total
Balance December 31, 2005	\$28,683,887	\$ 3,704,723	\$ 1,817,345	\$ 34,205,955
Option / acquisition payments	1,635,053	94,484	–	1,729,537
Deferred exploration and development costs	11,899,761	1,716,655	18,774	13,635,190
Balance September 30, 2006 (unaudited)	\$ 42,218,701	\$ 5,515,862	\$ 1,836,119	\$ 49,570,682

(1) – comprised of the La Florida, San Luis, San Marcos, San Miguel, Sutz, Trinidad and Dolorosa copper and copper-gold and Tundayme/Piedra Liza gold exploration targets in the Corriente Copper Belt.

Other

In 2003, the company sold the shares of its wholly-owned subsidiaries, Corriente Argentina Inc. (Cayman) and Corriente Argentina S.A. (Argentina), including its 100% interest in the Taca-Taca property in Argentina. Over five years from the date of the sale agreement, the company was originally scheduled to receive a total of US\$1,150,000 and 300,000 shares of the purchaser. On March 22, 2005, the company and the purchaser executed an amending agreement whereby the purchase price of the Taca-Taca property was changed to US\$ 50,000 and 400,000 shares of the purchaser. Coincident with this amendment, the company received 100,000 shares of the purchaser, which represented the balance of any purchase consideration owing to the company by the purchaser at that time. Should the Taca-Taca property achieve commercial production, the purchaser is obligated to pay the company US\$ 1,000,000.

In April 2005, the purchaser underwent a reorganization, at which time the company received an equivalent 200,000 shares of each of the purchaser's four post-reorganization companies. Three of these companies were publicly-traded, while the fourth was private and was carried at a nominal value. The company sold all of the shares of the publicly-traded post-reorganization companies prior to the end of 2005. During the course of 2006, the shares of the remaining company became publicly traded and the company sold all of these shares for a total net proceeds of \$336,253.

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

4 Property, plant and equipment

	September 30, 2006 (Unaudited)			December 31, 2005		
	Cost \$	Accumulated Depreciation \$	Net \$	Cost \$	Accumulated Depreciation \$	Net \$
Computer equipment	448,836	186,986	261,850	218,291	161,620	56,671
Vehicles	257,117	77,076	180,041	201,965	50,796	151,169
Office furniture and equipment	172,461	69,742	102,719	71,742	57,638	14,104
Field equipment	68,121	30,414	37,707	57,326	22,665	34,661
Communications equipment	26,486	11,510	14,976	18,284	9,272	9,012
	973,021	375,728	597,293	567,608	301,991	265,617

5 Other assets

	September 30, 2006	December 31, 2005
EIA security deposit	\$ 3,374,939	\$ —
Advances on mineral property expenditures	1,681,071	—
	\$ 5,056,010	\$ —

As a requirement of the Ministry of Energy and Mining (“MEM”) of Ecuador in order to approve the Mirador project’s Environmental Impact Assessment (“EIA”), the company was required to post US \$3,019,539 (\$3,374,939) in favour of the MEM as a security deposit against the company’s obligations under the EIA.

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

6 Share capital

a) Authorized

100,000,000 common shares without par value

b) Issued

See Consolidated Statements of Changes in Shareholders' Equity. On May 25, 2006, the company completed a public offering of 19,231,000 common shares at \$6.50 per share pursuant to a short form prospectus dated May 18, 2006 to raise gross proceeds of \$125,001,500 before issue costs of \$7,338,765.

c) Stock options

The company has in place an incentive stock option plan dated November 1996, last amended April 18, 2006 (the "Option Plan") for directors, officers, employees, and consultants to the company and its subsidiaries. The Option Plan provides that the directors of the company may grant options to purchase common shares on terms that the directors may determine, within the limitations of the Option Plan. The number of common shares available for the grant of options under the Option Plan and all other share compensation arrangements of the company is set at a rolling maximum number that shall not be greater than 10% of the company's current outstanding share capital at any given time. The exercise price of each option cannot be lower than the market price of the shares at the date of grant of the option. As at September 30, 2006, options to purchase a total of 2,285,000 shares were outstanding, 1,176,248 of which had vested.

For the nine-month period ended September 30, 2006, the company recorded the estimated fair value of the granted options which vested during the period as stock-based compensation expense of \$735,801 (2005 - \$1,224,274). Stock-based compensation expense for options is determined based on estimated fair values of the options at the time of grant, the cost of which is recognized on a straight line basis over the vesting period of the respective options and grants. The fair value of the stock options is estimated using the Black-Scholes Option Pricing Model with the following assumptions:

Risk-free interest rate	3.87 – 4.16%
Expected dividend yield	–
Expected stock price volatility	65 – 67%
Expected option life in years	3

Option pricing models require the input of highly subjective assumptions including expected price volatility. Changes in the subjective input assumptions can materially affect the fair value estimate, and therefore the existing models do not necessarily provide a reliable measure of the fair value of the company's stock options. The fair value assigned to the stock options exercised is credited to share capital.

During the nine-month period ended September 30, 2006, options to purchase 1,760,000 common shares of the company were exercised for proceeds of \$2,322,450.

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

The continuity of stock options outstanding is as follows:

	Number of options	Exercise Price \$	Expiry dates	Assigned Fair Value \$	Weighted Average Price \$
Options outstanding – December 31, 2005	2,855,000			2,622,248	1.89
Exercised	(25,000)	1.14	March 5, 2006	(15,903)	
Exercised	(605,000)	0.90	May 28, 2006	(265,880)	
Exercised	(480,000)	0.89	July 28, 2006	(224,802)	
Exercised	(310,000)	1.28	September 10, 2006	(203,305)	
Exercised	(100,000)	3.32	February 9, 2007	(158,389)	
Exercised	(30,000)	3.25	September 28, 2007	(47,628)	
Exercised	(160,000)	2.27	July 25, 2008	(170,715)	
Exercised	(25,000)	3.16	June 1, 2007	(38,882)	
Exercised	(25,000)	2.15	June 1, 2008	(26,063)	
Granted	25,000	4.50	January 23, 2009	52,582	
Granted	400,000 ¹	5.25	February 3, 2011	988,946	
Granted	60,000 ²	5.50	May 22, 2011	155,319	
Granted	85,000 ²	5.35	June 1, 2011	214,325	
Granted	125,000 ¹	5.35	June 1, 2011	315,185	
Terminated	(25,000)	5.35	June 1, 2011	(63,037)	
Granted	100,000 ¹	5.37	August 31, 2011	249,000	
Granted	75,000 ¹	5.10	September 13, 2011	173,909	
Granted	345,000 ²	4.70	September 29, 2011	742,450	
Options outstanding – September 30, 2006	2,285,000			4,299,360	4.01

¹ Options granted to senior management, directors and non-senior management vest on the basis of 1/16th of the total each quarter (from grant date), with such vesting being accelerated based on a change in control of Corriente and/or the attainment of clearly identified milestones, as determined by the company's Board of Directors.

² Options granted to Corriente subsidiary personnel vest on a cumulative basis of 50% of the total granted after 12 months from the grant date, 75% of the total granted after 18 months from the grant date and 100% of the total granted after 24 months from grant date, with such vesting being accelerated based on a change in control of Corriente, as determined by the company's Board of Directors.

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

The following table summarizes the stock options vested and outstanding at September 30, 2006:

Exercise price	Options outstanding and vested at September 30, 2006	Remaining contractual life (years)	Options outstanding at September 30, 2006	Remaining contractual life (years)
\$ 3.32	175,000	0.4	175,000	0.4
3.16	75,000	0.7	75,000	0.7
3.55	100,000	0.8	100,000	0.8
3.25	10,000	1.0	10,000	1.0
2.15	75,000	1.7	75,000	1.7
2.27	360,000	1.8	360,000	1.8
2.99	300,000	1.9	300,000	1.9
4.50	25,000	2.3	25,000	2.3
5.25	50,000	4.3	400,000	4.3
5.50	–		60,000	4.6
5.35	6,248	4.7	100,000	4.7
5.35	–		85,000	4.7
5.37	–		100,000	4.9
5.10	–		75,000	5.0
4.70	–		345,000	5.0
	1,176,248	1.6	2,285,000	3.1

7 Related party transactions and balances

Included in management fees, wages and benefits are expenditures of \$Nil (2005 – \$10,000) for the nine-month period ended September 30, 2006 in respect of administrative and technical services provided by a company affiliated with an employed officer. At September 30, 2006, \$Nil (December 31, 2005 – \$15,000) was due to this company affiliated with an employed officer. Also included in management fees, wages and benefits for the nine-month period ended September 30, 2006 are directors' fees of \$175,380 (2005 – \$39,000).

8 Segmented information

The company operates within a single operating segment, which is mineral exploration and development. The company's mineral property interests are in Ecuador, South America, as set out in note 3. Substantially all of the company's income and expenses are incurred in Canada. Geographic segmentation of mineral properties and property, plant and equipment is as follows:

	September 30, 2006		December 31, 2005	
	Mineral properties	Property, plant and equipment	Mineral properties	Property, plant and equipment
Canada	\$ –	\$ 76,046	\$ –	\$ 48,128
Ecuador	49,570,682	521,247	34,205,955	217,489
	\$ 49,570,682	\$ 597,293	\$ 34,205,955	\$ 265,617

Corriente Resources Inc.

(A development stage enterprise)

Notes to Consolidated Financial Statements

September 30, 2006 (Unaudited)

(Expressed in Canadian dollars)

9 Supplemental cash flow information

Cash and cash equivalents comprise the following:

	September 30, 2006	December 31, 2005
Cash on hand and balances with banks	\$ 525,913	\$ (16,750)
Short-term investments	134,142,633	32,457,440
	<u>\$ 134,668,546</u>	<u>\$ 32,440,690</u>

During the periods ended September 30, 2006 and 2005, the company conducted non-cash operating, investing and financing activities as follows:

	2006	2005
Mineral properties – non-cash deferred exploration	<u>\$ (88,187)</u>	<u>\$ (140,696)</u>
Marketable securities received from sale of subsidiary company	<u>\$ –</u>	<u>\$ 1,882,000</u>

10 Financial instruments

The company does not use any derivative financial instruments.

At September 30, 2006, the carrying value of cash and cash equivalents, short-term investments, accounts receivable, accounts payable and accrued liabilities approximate their fair values based on the short-term nature of the instruments.