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QUEST
Uranium Corporation

Interim Report
April 30, 2008

MANAGEMENT'S DISCUSSION AND ANALYSIS
As at June 23, 2008

The following management's discussion and analysis ("MD&A") of the results of operations and financial condition of Quest Uranium Corporation ("Quest" or the "Corporation") for the three-month and six-month periods ended April 30, 2008 should be read in conjunction with the Corporation's audited financial statements and the related notes. The financial statements have been prepared in accordance with generally accepted accounting principles ("GAAP") in Canada.

Forward Looking Statements

Except for historical information, this contains forward-looking statements relating to, among other things, regulatory compliance, and the sufficiency of current working capital, the estimated cost and availability of funding for the acquisition of properties and the continued exploration and development thereof. Such statements reflect current views of Quest with respect to future events and are subject to certain risks, uncertainties and assumptions. Estimates provided for fiscal 2008 and beyond are based on assumptions of future events and actual results could vary significantly from these estimates. The reader is cautioned that assumptions used in the preparation of such information may prove to be incorrect. Events or circumstances may cause actual results to differ materially from those predicted as a result of numerous known and unknown risks, uncertainties, and other factors, many of which are beyond the control of the Corporation.

Overview

Quest Uranium Corporation is a Canadian-based, pure-Uranium exploration corporation focused on the identification and discovery of new World-class Uranium deposit opportunities. The Corporation is publicly-listed on the TSX Venture Exchange as "QUC" and is led by a highly-respected management and technical team with a proven mine-finding track record. Quest is currently advancing several high-potential projects in Québec, Ontario and New Brunswick. The corporation continues to identify new, high-potential project opportunities throughout North America.

The Corporation's shares are listed for trading on the TSX Venture Exchange under the trading symbol QUC. Additional information Quest can be found on SEDAR (www.sedar.com) and on Quest's web site (www.questuranium.com).

Exploration Properties

HIGHLIGHTS
The corporation is pleased with the progress it has made towards attaining the strategic objectives it had laid out at the beginning of the 2008 fiscal year. Namely, the corporation successfully identified an exploration partner to carry forward advanced exploration on its Stewart Lake and Nanuk projects in the George River area. We are pleased to announce that the agreement for the George River projects with Nebu Resources Inc. was signed on May 31st. With Quest as project operator, Nebu has committed to spend a total of $3.0 million in exploration and development on the properties over the next three years to earn a 50% interest. A minimum of $1.0 million of this will be spent in 2008.

Quest also signed an exploration agreement with Midland Exploration Inc. on April 1, 2008 covering Midland's James Bay uranium claims in northwestern Québec.

Quest commenced airborne geophysical surveys over its Ontario and Quebec properties. A total of approximately 3,427 line km of radiometric, magnetic and electromagnetic surveys will be completed by EON Geoscience Inc. of Pierrefonds, Québec over the Kenora North, Snook Lake, Croon Lake, Claw Lake and James Bay Option properties. This work will be completed by the end of June. In addition, Quest signed a contract with MPX Geophysics Ltd. of Richmond Hill, Ontario to complete 1,150 line km of airborne radiometric and magnetic geophysical surveys over target areas in the George River area. This survey work will be completed during the early part of July. Results from this survey work will be used by prospecting and geology crews to locate new areas of uranium mineralization in the region.

We are also actively pursuing agreements on exploration properties that will provide Quest with advanced uranium resources in the short term. The corporation is currently speaking to a number of parties holding project opportunities of interest.

QUEBEC AND LABRADOR PROJECTS

George River Project

Quest's 100%-owned George River uranium property is situated within the George River belt of northeastern Quebec and northwestern Labrador. It is located 175 kilometres northeast of Schefferville, Quebec and 125 kilometres east of the Voiseys Bay nickel-copper-cobalt deposit being mined by CRVD-Inco Limited in Labrador. The property consists of 1,377 mineral claims, comprising 22 claim blocks.

In 2006, Freewest identified anomalous uranium values in subcrop, outcrop and boulder trains over a three-kilometre strike length in the Stewart Lake/Centurion Ridge Property (previously known as Blocks 1 and 8) and over the Nanuk Property (previously known as Block 2). Follow-up prospecting in the 2007 exploration continued to identify new, more extensive areas of uranium mineralization on Blocks 1, 2 and 8 (now covered in the Quest-Nebu Option Agreement, *see below*). Additional regional uranium targets were identified from this work, justifying further exploration.

Future Work

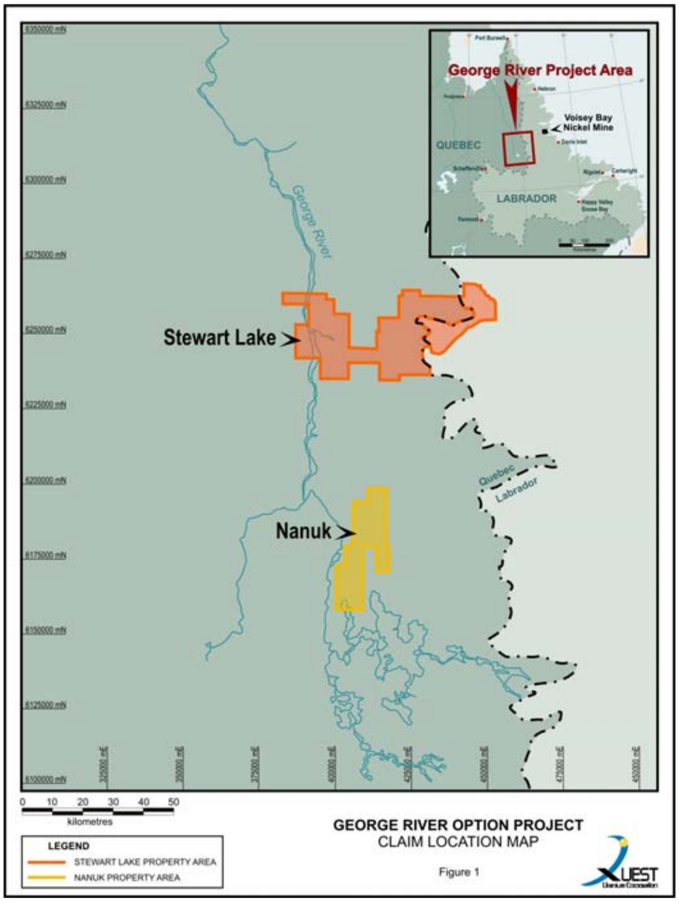
Quest recently signed a contract with MPX Geophysics Ltd. of Richmond Hill, Ontario to complete 1,150 line km of airborne radiometric and magnetic surveys over reconnaissance uranium targets in the George River area. Planning is currently underway on the project for Quest to continue reconnaissance evaluation of additional uranium targets defined by the flying.

Quest-Nebu George River Option Project

Quest, in an option agreement signed with Nebu Resources Inc., will carry out advanced exploration over its Stewart Lake and Nanuk properties. Nebu, in a letter agreement signed on April 30, 2008, is committed to spend a minimum of $1.0 million this year and $3.0 million over the next three years to earn a 50% interest in 3,923 mineral claims (2 claim blocks, *see* Figure 1) comprising 162,987 hectares. Quest will also receive a total of 600,000 Nebu common shares over the term of the agreement.

Two areas covered by the exploration agreement, the Stewart Lake and Nanuk properties, returned extensive areas of in-situ uranium mineralization and uraniferous boulder dispersion trains. Prospecting and geological mapping over the Stewart Lake returned **up to 0.804% U_3O_8 (16.1 pounds per ton – lbs/ton)** in grab samples from locally-derived large boulders and sub-crop. The area is associated with an extensive radiometric anomaly measuring up to **750 m wide by 4.0 km long**. The Nanuk area work has identified four (4) large areas of radioactivity and in-situ uranium mineralization measuring **upwards of 2 km in length and in width**. Bedrock grab samples in the area returned grades of **up to 1.18% U_3O_8 (23.6 lbs/ton)** Airborne radiometric surveys completed by Quest in 2007 over the target areas show very extensive and anomalous radioactivity. The anomalous airborne geophysics of both areas have been partially explained by corporation prospectors as corresponding to the in-situ uranium mineralization identified to date on the properties.

Numerous airborne radiometric anomalies have yet to be explained due to extensive till and boulder cover. Additional prospecting will be undertaken during the upcoming field program.

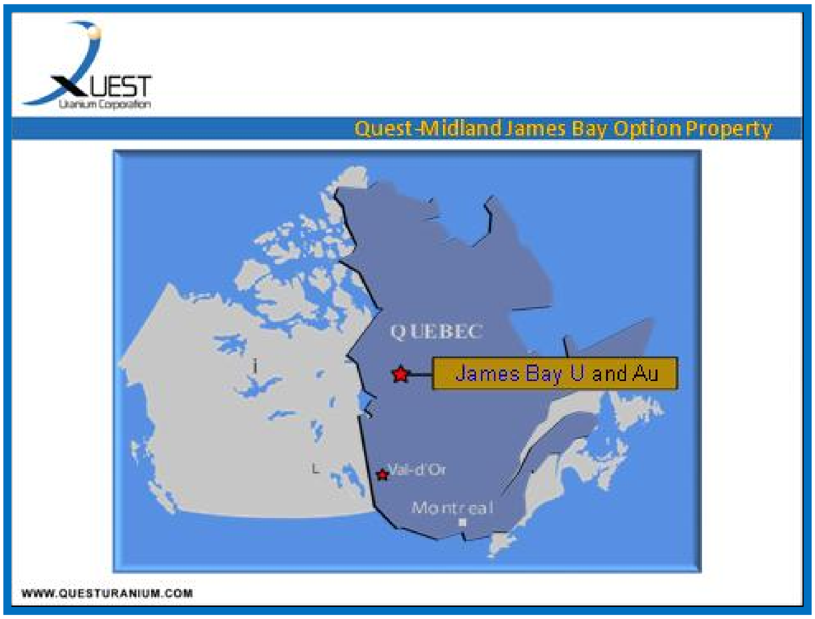


Future Work

The first-phase exploration program yielded very encouraging results and has identified two, broad areas (Stewart Lake and Nanuk) of in-situ uranium mineralization and extensive uraniferous boulder trains. Work will include gridding, geological mapping, prospecting, airborne and ground geophysics and rock geochemical surveys. Diamond drilling of favourable targets will be completed in late August and early September. Exploration planning is well advanced.

Quest-Midland James Bay Option Project

A property letter agreement between Freewest Resources Canada Inc. and Midland Exploration Inc. to cover the current project claims was initially signed on November, 12, 2007 (*see* Figure 2). Freewest subsequently spun out all of its uranium property interests into a new corporate entity in January 2008, Quest Uranium Corporation, and assigned its rights to the James Bay project option to Quest. The final agreement between Quest and Midland, using revised terms, was executed on April 1, 2008.



Terms of the Letter Agreement
Under the terms of the agreement, Quest has the option to acquire a 50% undivided interest in all of Midland's properties in the region, under the following conditions:

- Cash payments of $200,000 over four years. In addition, a payment of $40,000 was made by Quest to Midland upon signing of the agreement,
- Exploration expenditures of $2,400,000 over four years, including $300,000 in year one,
- Granting Midland a 2% NSR royalty on all exploitable resources on the claims.

Property Description and Previous Exploration
The agreement with Midland covers four claim blocks (320 claims) comprising 16,224.2 hectares in the Sakami Lake area of northwestern Quebec. The project area is readily accessible using Hydro Québec's James Bay Hydroelectric Installation all-weather road infrastructure.

The area is underlain by Archean-aged basement rocks, unconformably overlain by Proterozoic-age Sakami Formation sedimentary rocks. Known uranium resources in the region (i.e. – **Lac Guyot (Dieter Lake) Deposit**; 43-101 Resource, Strathmore Resources, NOV 2007 **(24 million pounds U_3O_8 (lbs) at an average grade of 0.057% U_3O_8)**) occur at, above or below the unconformity and show strong geological similarities with the Athabasca Basin deposits in Saskatchewan. The Midland claims are considered to be highly prospective for unconformity related uranium deposits. The claim blocks constituting the project are referred to as the Sannon-Seggau (East Block) and the Ganiq (West Block) properties.

The Sannon-Seggau property is located in the LG4 area and includes an area in which previous operators (S.E.S. Mining Group) discovered more than 47 radioactive boulders over a strike length of greater than 2 km in the 1970's. Analytical results reported by S.E.S Mining **ranging from 1 to 2% U_3O_8** (with associated anomalous nickel values) were obtained from prospecting work around the Seggau boulder area. The source area of the Seggau boulder train remains to be identified. In addition, bedrock mineralization situated to the east of the Seggau boulder train, known as the Sannon uranium vein, **returned grab assay values up to 6.28% U_3O_8**. The Seggau boulder train and the Sannon vein are located on the northern side of the LG4 basin near the base of the Sakami Formation.

The Ganiq property is located at the eastern part of the LG3 basin, known to include the most important concentration of uranium occurrences in the James Bay region. The property also includes a three km-long uraniferous boulder train, discovered by S.E.S. in 1975. Some 250 radioactive boulders are located along the train, returning consistently high radioactivity readings of **up to 15,000 counts per second**. In addition, the property hosts several historical uranium occurrences known as Ganiq North, Dominos, Danois and Prospector returned assay **values ranging between 0.03% and 0.085% U_3O_8**. At these showings, uranium mineralization is structurally controlled, occurring in N120°-trending fault and shear zones that seem to have played an important role in the deposition of uranium.

Future Work
In order to confirm and model the nature of the mineralized targets known in the property area and to identify untested, analogous targets in project area, it is recommended that a program of airborne radiometric, magnetic and electromagnetic surveys be completed. EON Geoscience of Pierrefonds, QC, is in the process completing 1,790 line km of surveys over three sectors in the project area. All geological and airborne geophysical targets identified from this work will be followed-up by prospecting and mapping during the summer field season.

ONTARIO PROJECTS

Kenora North Project – Northwestern Ontario
The Kenora North project is an amalgamation of four properties (Can Fer, Snook, Pancer and Scottie Lake) that were staked in early 2007 to cover historical uranium occurrences. Regional lake-bottom geochemical surveys and Federal Government airborne geophysical surveys were also utilized in the selection of favourable target areas. The area is readily accessible by new forestry roads. Prospecting in late 2007 led to the re-location of several historic uranium occurrences and to the discovery of numerous new showings, along a 50-km long radiometric trend. Encouraging results obtained from prospecting over the Can Fer, Pancer, Snook and new Thor and Scottie Lake showings, led to the staking of a total of 36,000 hectares of claims to cover the full extent of the radiometric trend and to consolidate previous Quest staking.

Can-Fer
2007 prospecting defined uranium mineralization over a 500-m strike length and over 200-m in width. Sampling returned up to 0.362% associated with felsic pegmatite containing sedimentary rock inclusions.

Pancer
Fall 2007 prospecting identified a series of east-southeast-trending white pegmatitic dikes within an 800-m wide structural zone. Sampling returned up to 0.287% U_3O_8 within pegmatite dykes.

Thor Lake
The Thor Lake occurrence was identified by Quest prospectors during the fall exploration program. Mineralization is hosted within a 4-km long, east-west-trending, white pegmatitic sill complex intruding metasedimentary rocks containing pyrite, pyrrhotite and graphite. Values of up to 0.302% U_3O_8 were obtained from sampling of mineralization.

Scottie Lake
The Scottie East and West occurrences were discovered by corporation prospectors in the fall of 2007. The occurrences were related to granite pegmatites intruding into graphitic zones in mafic volcanic rocks. Sampling of the showings returned assays of 0.16% and 0.52% U_3O_8.

Future Work
The first-phase exploration program yielded very encouraging results and has identified a broad, 50-km long area of in-situ uranium mineralization and extensive radioactivity requiring further detailed exploration. A program of 1,145 line km of airborne radiometric geophysical surveys with follow-up prospecting, geological mapping and geochemical sampling is currently in planning for 2008.

A comprehensive Report on Exploration for the Kenora North Uranium Project in currently being prepared by Quest's geological consultant and will be submitted during the 3rd Quarter of 2008 to the Ontario Government for assessment purposes.

Croon Lake Project – Northwestern Ontario
The 100%-owned Croon Lake uranium property consists of 23 claims (5,957 hectares) and is located in the Arrel Lake map area, 48 kilometres northeast of the town of Nipigon, in Northwestern Ontario. It was acquired from Thunder Bay prospectors under the terms of an option agreement. The property is road accessible from Nipigon, Ontario.

2007 prospecting activities by Quest located and sampled two of the three previously-known uraniferous boulders on the property. Four grab samples from the two boulders returned assays of 0.218% U_3O_8 (4.36 lbs/ton), 0.271% U_3O_8 (5.43 lbs/ton), 0.471% U_3O_8 (9.42 lbs/ton) and 0.577% U_3O_8 (11.54 lbs/ton). These anomalies coincide with a major north-northeast trending magnetic high that is suggestive of a major structural break. The in-situ bedrock source of the mineralization in boulders has yet to be located.

Future Work
The first-phase exploration program was unable to locate the in-situ source of the uranium mineralized boulders. A program of 227 line km airborne radiometric, magnetic and electromagnetic geophysical surveys with follow-up prospecting, geological mapping, and geochemical sampling is currently in planning for 2008.

Claw Lake Project – Northwestern Ontario
The 100%-owned Claw Lake property was acquired by staking and consists of 16 claims comprising 4,140 hectares. The property is located at the northeastern end of the Savant Lake greenstone belt in the Wabigoon Sub Province and is underlain by granitic rocks of Archean age. The prime target comprises an extensive (15 kilometres by 10 kilometres) uranium in-lake sediment anomaly with coincident molybdenum and rare earth element anomalies. The geochemical signature is observed to be coincident with a Federal Government airborne radiometric anomaly. The combined extent of the uranium in-lake sediment and airborne radiometric anomalies are suggestive of a very large area of potential uranium mineralization.

Future Work
The Corporation is currently undertaking a 227 line km airborne geophysical (radiometric, magnetic and electromagnetic) survey over the property. All radiometric anomalies identified by the survey will be prospected during the fall field program.

NEW BRUNSWICK PROJECT

Plaster Rock Project
Uranium mineralization in New Brunswick is closely related to Devonian-aged intrusions and related volcanic rocks and younger Carboniferous-age sedimentary rocks. Uranium mineralization is hosted in sedimentary rocks occurring in close proximity to faults. The wholly-owned Plaster Rock property is located in one such Carboniferous-age basin, known as the Plaster Rock basin. The 230 claim property, acquired by staking, comprises 3,723 hectares and straddles a ten kilometre long section of the western margin of the Plaster Rock basin, in fault contact with Devonian-age felsic volcanic rocks.

Previous operators reported best results from trenching returned grab samples returned 0.236% U_3O_8 (4.72 pounds) and 0.118% U3O8 (2.36 pounds). Selective grab sampling of the mineralized zone returned an assay of 24,300 ppm uranium or 2.867% U_3O_8 (57.34 pounds). Mineralization is associated with radioactive chalcopyrite nodules in red sandstone.

Future Work
The Plaster Rock property can be explored year-round and be advanced to the drilling stage in a very short period of time. An airborne radiometric survey has been completed and follow-up prospecting and mechanical trenching will be carried out during the summer 2008.

Results of Operations

Three-month period ended April 30, 2008

For the three-month period ended April 30, 2008, the Corporation reported a net loss of ($302,072) or ($0.014) basic and fully-diluted net loss per share. Revenue totaled $17,783 and consisted of interest income on bank balances from equity financings.

Net loss for the three-month period ended April 30, 2008 included a write-off, write-down of properties of $220,202. Expenses excluding the write-off, write-down of properties totaled $99,653. Professional fees totaled $13,344 and consisted of legal, accounting and financial administration services provided during the period. Filing costs and shareholders' information totaled $71,039 and consisted of $18,852 related to listing and regulatory filing fees, $40,295 for advertising and promotion related activities and $11,892 regarding the Quest Annual meeting held on April 24, 2008. Administrative expenses and others of $15,270 consisted principally of $10,000 related to head office expenses charged by Freewest Resources Canada Inc., $3,470 in directors' and officers liability insurance and $1,800 in other office expenses.

Six-month period ended April 30, 2008

For the six-month period ended April 30, 2008, the Corporation reported net income of $37,009 or $0.002 basic and fully-diluted net income per share. Revenue totaled $21,052 and consisted of interest income on bank balances from equity financings.

Net income for the six-month period ended April 30, 2008 included a write-off, write-down of properties of $234,396 and the recognition of the income tax benefits of $432,086 renounced to investors on the flow-through shares issued during the period. Expenses excluding the write-off, write-down of properties and the recognition of the income tax benefits renounced to investors on the flow-through shares issued during the period totaled $181,733. Professional fees totaled $31,834 and consisted of legal, accounting and financial administration services provided during the period. Filing costs and shareholders' information totaled $131,103 of which $63,372 related to listing and regulatory filing fees, $55,839 related to advertising and promotion related activities and $11,892 regarding the Quest Annual meeting held on April 24, 2008. Administrative expenses and others of $18,796 consisted principally of $10,000 related to head office expenses charged by Freewest Resources Canada Inc., $3,470 in directors' and officers liability insurance and $5,326 in other office expenses.

Summary of Quarterly Results

The following table presents unaudited financial information for the three of the most recently completed financial quarters:

	2008		2007
	Q2	Q1	Q4
	$	$	$
Revenue	17,783	3,269	-
Net income (loss)	(302,072)	339,081	(23,863)
Net income (loss) per share - basic and fully diluted	(0.014)	0.034	(0.012)

The Corporation has no dividend policy and has no intention of developing a dividend policy in the foreseeable future. The Corporation has paid no dividends and has no retained earnings from which it might pay dividends.

Liquidity

Six-month period ended April 30, 2008

As at April 30, 2008, the Corporation maintained a cash or equivalent position of $1,679,471 and working capital of $1,592,260. The Corporation has no long-term debt. Management is of the opinion that the current cash position is sufficient to meet current commitments. Full development of some mineral properties would require substantially more financial resources. Traditionally, the Corporation has been able to rely on its ability to raise financing in public and private negotiated equity offerings. The Corporation may also advance the development of mineral properties through joint-venture participation.

Quest raised a total $2,438,700 consisting of $1,500,300 through one (1) private placement ($1,350,270 flow-through amount and $150,030 in common shares amount) and $938,400 in common shares through a rights offering. Issue costs related to the financings totaled $146,214.

Mining Properties and Deferred Costs

	October 31, 2007	Expenditures	Proceeds from option agreements	(Write-off Disposal or Grant)	April 30, 2008
	$	$	$	$	$
Quebec					
George River					
Acquisition	-	2,062,402	-	-	2,062,402
Exploration	-	60,746	-	-	60,746
James Bay Option					
Acquisition	-	65,210	-	-	65,210
Exploration	-	-	-	-	-
Others					
Acquisition	-	-	-	-	-
Exploration	-	169,306	-	(169,306)	-
	-	**2,357,664**		**(169,306)**	**2,188,358**
NFLD/Labrador					
George River					
Acquisition	-	160,224	-	-	160,224
Exploration	-	9,830	-	-	9,830
Others					
Acquisition	-	-	-	-	-
Exploration	-	32,218	-	(32,218)	-
	-	**202,272**		**(32,218)**	**170,054**
Ontario					
Claw Lake					
Acquisition	-	24,713	-	-	24,713
Exploration	-	-	-	-	-
Kenora North					
Acquisition	-	85,924	-	-	85,924
Exploration	-	45,104	-	-	45,104
Snook Lake					
Acquisition	-	16,258	-	-	16,258
Exploration	-	118	-	-	118
Croon Lake					
Acquisition	-	43,940	-	-	43,940
Exploration	-	496	-	-	496
Aerobus					
Acquisition	-	14,046	-	-	14,046
Exploration	-	-	-	-	-
Others					
Acquisition	-	-	-	-	-
Exploration	-	13,529	-	(13,529)	-
	-	**244,128**	**-**	**(13,529)**	**230,599**

Mining Properties and Deferred Costs (Cont'd)

	October 31, 2007	Expenditures	Proceeds from option agreements	(Write-off Disposal or Grant)	April 30, 2008
	$	$	$	$	$
New Brunswick					
Plaster Rock					
Acquisition	-	88,086	-	-	88,086
Exploration	-	5,188	-	-	5,188
Others					
Acquisition	-	-	-	-	-
Exploration	-	11,034	-	(11,034)	-
	-	**104,308**		**(11,034)**	**93,274**
Alberta					
Others					
Acquisition	-	-	-	-	-
Exploration	-	1,260	-	(1,260)	-
	-	**1,260**		**(1,260)**	-
Canadian Properties	**-**	**2,909,632**		**(227,347)**	**2,682,285**
USA Properties	**-**	**7,049**		**(7,049)**	-
	-	**2,916,681**		**(234,396)**	**2,682,285**

For the six-month period ended April 30, 2008, the Corporation incurred exploration expenditures totaling $355,878 of which $230,052 was incurred in Quebec; $59,247 in Ontario; $16,222 in New Brunswick; $42,048 in Newfoundland and Labrador; $1,260 in Alberta and $7,049 in USA. The exploration expenditures incurred in Canada were mainly funded through the amount raised from Quest's flow-through equity financing.

Related Party Transactions

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

(i) During the period the Corporation retained the services of certain members of the board of directors of the Corporation to carry out work on its exploration projects and administrative duties. For the six-month period ended April 30, 2008, the total amount of such services was $50,275.

(ii) The related corporation charged an aggregate amount of $44,072 for mining properties and exploration expenditures and $64,424 for administrative expenditures paid on behalf of Quest.

(iii) Due to related corporation represent the net amount of charges for exploration and administrative expenses between Quest Uranium Corporation and Freewest Resources Canada Inc.

(iv) Amounts due to related corporation are non-interest bearing with no specific terms of repayment.

Certain directors and shareholders of the Corporation are also directors, officers and shareholders of the related corporations.

ADMINISTRATIVE EXPENSES AND OTHERS

The table below details the amounts included in Administrative expenses and others of $18,796 for the six-month period ended April 30, 2008:

	April 30, 2008
	$
Office Expenses	
Dues and Subscriptions	539
Telephone	52
Insurance	3,470
Head Office	10,000
Office Supplies and Other	4,026
Bank Charges	570
Foreign Exchange	139
	18,796

CAPITAL STOCK

a) The authorized and issued capital stock of the Corporation consists of the following:

Authorized:

An unlimited number of no par value common shares.

	Number of Shares	**Amount**
	#	**$**
Issued:		
Balance at beginning, October 31, 2007 (audited)	2,000,000	1,000
Issuance of shares on acquisition of mining properties	8,000,000	2,400,000
Issuance of shares under flow-through agreements	4,500,900	1,350,270
Issuance of shares for cash	6,756,100	1,088,430
Issued and fully paid	21,257,000	4,839,700
Tax benefits renounced on flow-through shares	-	(432,086)
Balance at end, June 23, 2008 (unaudited)	21,257,000	4,407,614

b) Stock option plan

	Number of Options	**Weighted Average Exercise Price**
	#	**$**
Balance at beginning October 31, 2007 (audited)	-	-
Granted	1,835,000	0.30
Balance at end, June 23, 2008 (unaudited)	1,835,000	0.30

b) Stock option plan (cont'd)
Accounting for the stock-based compensation plan

The fair value of 1,800,000 options was estimated using Black-Scholes option pricing model with the following weighted-average assumptions:

Weighted risk-free interest rate	3.96%
Expected volatility	89%
Dividend yield	Nil
Weighted average expected life	5 years

The fair value of the 1,800,000 options granted during the six-month period ended April 30, 2008 amounted to $533,982 and is being recorded as an expense over an eighteen month vesting period. For the three-month and six month periods ended April 30, 2008 a total of $Nil was recorded as an administration expense and $Nil as an exploration expenditure.

The fair value of 35,000 options was estimated using Black-Scholes option pricing model with the following weighted-average assumptions:

Weighted risk-free interest rate	3.45%
Expected volatility	191%
Dividend yield	Nil
Weighted average expected life	1 year

The fair value of the 35,000 options granted during the six-month period ended April 30, 2008 amounted to $533,982 and is being recorded as an expense over an eighteen month vesting period. For the three-month and six-month periods ended April 30, 2008 a total of $Nil was recorded as an exploration expenditure.

	Number of Warrants	**Weighted Average Exercise Price**
	#	$
Balance at beginning October 31, 2007 (audited)	-	-
Granted	250,050	0.30
Balance at end, June 23, 2008 (unaudited)	250,050	0.30

The fair value of 250,050 warrants was estimated using Black-Scholes option pricing model with the following weighted-average assumptions:

Weighted risk-free interest rate	3.84%
Expected volatility	94%
Dividend yield	Nil
Weighted average expected life	1 year

The fair value of the 250,050 warrants granted during the six-month period ended April 30, 2008 amounted to $31,078 and is being recorded as an expense upon issue. For the three-month and six month periods ended April 30, 2008 a total of $31,078 was recorded as an issue cost expense.

FINANCIAL INSTRUMENTS

The Corporation's financial instruments consist of cash, cash held for exploration work, accounts receivable, prepaid expenses, accounts payable and accrued liabilities, and due to related corporation. It is management's opinion that the Corporation is not exposed to significant interest, currency or credit risks arising from these financial instruments. Due to their short-term nature, the fair value of these financial instruments approximates their carrying value.

OFF-BALANCE SHEET ARRANGEMENTS

The Corporation does not have any off-balance sheet arrangements.

Critical Accounting Policies

The Corporation prepares its financial statements in conformity with Generally Accepted Accounting Principles ("GAAP") in Canada. The Corporation details its significant accounting policies in Note 2 to its audited financial statements, of which the Quest has identified the following accounting policies, which are believed to be the most critical in fully understanding and evaluating the reported financial results:

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Significant areas requiring the use of management estimates relate to impairment of assets, mineral property carrying values, useful lives for depreciation and amortization, determination of liability for taxes as a result of flow-through renunciation reversals and determination of fair value for stock based transactions. Financial results as determined by actual events could differ from those estimates.

The Corporation is engaged primarily in mineral exploration and manages related industry risk issues directly. The Corporation may be at risk for environmental issues and fluctuations in commodity pricing. Management is not aware of and does not anticipate any significant environmental remediation costs or liabilities in respect of its current operations.

Mineral exploration and development costs are capitalized on an individual basis until such time as an economic ore body is defined or the prospect is abandoned. Costs for a producing prospect will be amortized over a period of years, pro-rata to anticipated income, while those costs for the prospects abandoned are written off. The recoverability of the amounts capitalized for the undeveloped mineral properties is dependent upon the determination of economically recoverable ore reserves, confirmation of the Corporation's interest in the underlying mineral claims, the ability to obtain the necessary financing to complete their development and future profitable production or proceeds from the disposition thereof. The Corporation assesses its capitalized resource property costs on a regular basis. A property is written down or written off when the Corporation determines that a permanent impairment has occurred or when exploration results indicate that no further work is warranted. A sale of an interest in claims is credited directly to expenditures until such time as all related expenditures are recovered and direct costs incurred to maintain claims are capitalized.

The Corporation finances a portion of its exploration activities through the issuance of flow-through shares. Under the terms of the flow-through share agreements, the tax attributes of the related expenditures are renounced to subscribers. To recognize the foregone tax benefits to the Corporation, the carrying value of the shares issued is reduced by the tax effect of the tax benefits renounced to subscribers, provided there is reasonable assurance that the expenditures will be incurred.

The Corporation uses the asset and liability method of accounting for income taxes. Under the asset and liability method, future tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Future tax assets and liabilities are measured using enacted or substantively enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the date of substantive enactment. When the future realization of income tax assets does not meet the test of being more likely than not to occur, a valuation allowance in the amount of the potential future benefit is taken and no net asset is recognized.

Earnings per share computations are based upon the weighted average number of common shares outstanding during the years. The Corporation uses the treasury stock method, to compute the dilutive effect of options, warrants and similar instruments. Under this method, the dilutive effect on earnings per share is recognized on the use of the proceeds that could be obtained upon the exercise of options and warrants. It assumes that the proceeds would be used to purchase common shares at the average market price during the period. In the year of a loss, no diluted loss per share is provided as the inclusion of outstanding share purchase options and warrants would be anti-dilutive.

The Corporation has a stock option plan as described in note 3(b) to its audited financial statements. The Corporation sets aside and reserves for issuance under the Plan an aggregate number of additional common shares in the capital stock of the Corporation equal to 10% of the number of issued and outstanding common shares of the Corporation from time to time. The Corporation follows the recommendations of the Canadian Institute of Chartered Accountants Handbook Section 3870, Stock-based Compensation and Other Stock-based Payments for its stock based compensation. Under these standards, all stock-based payments made to non-employees must be systematically accounted for in the Corporation's financial statements. These standards define a fair value-based method of accounting. Under this method, compensation cost is measured at the grant date based on the fair value of the award and is recognized over the related service period. The cost of the stock option Compensation Plan is recognized in Deferred Exploration Expenses and Administration Expenses with a corresponding credit to Shareholders' Equity as Stock Options or Warrants using the fair value based method of Accounting of Awards.

Changes in Accounting Policies

The Corporation did not make any changes in its accounting policies during the six-month period ended April 30, 2008.

Disclosure Controls and Procedures

Disclosure controls and procedures are designed to provide reasonable assurance that all relevant information is gathered and reported to senior management, including the Chief Executive Officer ("CEO") and the Chief Financial Officer ("CFO"), on a timely basis so that appropriate decisions can be made regarding public disclosure.

As of the end of the period covered by this report, Quest's management evaluated the effectiveness of the design and operation of its disclosure controls and procedures under the supervision of, and with the participation of the CEO and CFO. Based on this evaluation, the CEO and CFO have concluded that the Corporation's disclosure controls and procedures, as defined in Multilateral Instrument 52-109, Certification of Disclosure in Issuers Annual and Interim Filings are effective to ensure that material information relating to Quest Uranium Corporation is made known to management on a timely basis and is included in this report.

Internal Control over Financial Reporting

As of the end of the period covered by this report, Quest's management provide reasonable assurance regarding the reliability of financial reporting and preparation of financial statements for external purposes in accordance with GAAP.

During the period covered by this report, there has been no change in internal control over financial reporting that has materially affected, or is reasonably likely to materially affect, the Issuer's internal control over financial reporting.

Management's Responsibility for Financial Reporting

Management is responsible for the preparation of the financial statements and other financial information relating to the Corporation included in this interim report. The financial statements have been prepared in accordance with generally accepted accounting principles in Canada and necessarily include amounts based on estimates and judgements of management. Management has established these amounts in a reasonable manner, in order to ensure that the financial statements are presented fairly in all material respects. The Corporation has established and maintains disclosure controls and procedures over financial reporting. The certifying officers have evaluated the effectiveness of the issuer's disclosure controls and procedures as at April 30, 2008 and have concluded that such procedures are adequate and effective to ensure accurate and complete disclosures in this interim report.

(Signed: Peter J. Cashin)	(Signed: Ronald Kay)
President & Chief Executive Officer	Chief Financial Officer

Montreal, Quebec
June 23, 2008