

Amended and Restated



GLG LIFE TECH CORPORATION

INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Three-Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated as at April 24, 2009

Notice of No Auditor Review of Interim Financial Statements

The accompanying unaudited interim financial statements have been prepared by managements and approved by the Board of Directors.

The Company's independent auditors have not performed a review of these financial statements in accordance with the standards established by the Canadian Institutes of Chartered Accountants for a review of interim financial statements by an entity's auditors.

GLG LIFE TECH CORPORATION
CONSOLIDATED BALANCE SHEET
(In Canadian Dollars)
(Unaudited -Prepared by Management)

Amended and Restated

	March 31, 2008 (Unaudited)	December 31, 2007
ASSETS		
Current Assets		
Cash and cash equivalents (Note 5)	\$ 38,220,843	\$ 28,253,580
Accounts receivable (Note 6)	3,141,637	3,939,045
Interest receivable	387,506	199,546
Loans receivable (Note 8)	1,753,886	1,719,633
Taxes recoverable (Note 9)	1,226,698	1,061,450
Inventory (Note 10)	9,465,918	8,863,190
Prepaid expenses (Note 11)	679,529	67,679
	54,876,017	44,104,123
Property, Plant, and Equipment (Note 12)	17,242,287	14,006,891
Goodwill (Note 4)	7,587,798	7,587,798
Loan Receivable (Note 8)	110,295	144,549
Customer relationship (Note 13)	15,404,580	15,410,415
Intangible Assets and Licenses (Notes 14 and 15)	12,714,063	12,875,005
	\$ 107,935,040	\$ 94,128,781
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities		
Accounts payable (Note 16)	\$ 1,844,587	\$ 1,246,330
Due to related parties (Note 27)	-	410,078
Interest payable (Notes 17 and 19)	209,151	395,568
Advance from a customer (Note 17)	5,689,519	6,549,100
Convertible debenture (Note 19)	5,396,635	4,742,282
	13,139,892	13,343,358
FUTURE INCOME TAXES, NET	3,887,060	3,887,060
SHAREHOLDERS' EQUITY		
Share capital (Notes 20 and 21)	73,604,203	61,052,731
Warrants (Note 22)	15,378,511	15,378,511
Equity portion of convertible debenture (Note 19)	1,513,003	1,513,003
Contributed surplus (Note 20)	1,702,716	1,702,716
Accumulated other comprehensive income (Note 23)	1,083,994	(1,307,926)
Deficit (Note 24)	(2,374,339)	(1,440,672)
	90,908,088	76,898,363
	\$ 107,935,040	\$ 94,128,781

APPROVED ON BEHALF OF THE BOARD:

" Brian Palmieri " Director
" Jinduo Zhang " Director

See Accompanying Notes to the Consolidated Financial Statements

GLG LIFE TECH CORPORATION
CONSOLIDATED STATEMENT OF INCOME AND COMPREHENSIVE INCOME

For the Three Month Ended March 31, 2008

(In Canadian Dollars)

(Unaudited -Prepared by Management)

Amended and Restated

	Three months ended	
	2008	2007
REVENUE		
Sales (Note 26)	\$ 840,834	\$ 1,745,582
Commissions (Note 26)	-	128,781
	840,834	1,874,363
COST OF SALES	573,081	1,408,654
GROSS PROFIT	267,753	465,709
EXPENSES (Schedule 1)	849,080	212,109
INCOME (LOSS) FROM OPERATIONS	(581,327)	253,600
OTHER INCOME (EXPENSES)		
Interest on convertible debenture and advance (Notes 17 and 19)	(664,876)	-
Interest income	312,536	44,836
Realized foreign exchange loss	-	(13,709)
	(352,340)	31,127
INCOME (LOSS) BEFORE INCOME TAXES	(933,667)	284,727
INCOME TAXES	-	-
NET (LOSS) INCOME	(933,667)	284,727
DEFICIT , beginning of period	(1,440,672)	(1,810,102)
DEFICIT , end of period	(2,374,339)	(1,525,375)
NET (LOSS) INCOME PER SHARE		
Basic	\$ (0.01)	0.01
Diluted	(0.01)	0.01
Weighted Average Number of Shares Outstanding		
Basic	67,991,488	50,112,949
Diluted	106,144,716	55,724,349

See Accompanying Notes to the Consolidated Financial Statements

GLG LIFE TECH CORPORATION
CONSOLIDATED STATEMENT OF CASH FLOW

For the Three Month Ended March 31, 2008

(In Canadian Dollars)

(Unaudited -Prepared by Management)

Amended and Restated

	Three months ended	
	March 31	
	2008	2007
Cash provided by (used in)		
Operating activities		
Net Income (loss)	\$ (933,667)	\$ 284,727
Items not affecting cash:		
Accretion on convertible debenture	432,562	-
Amortization of customer relationship	5,836	-
Amortization of property, plant and equipment & intangibles	225,203	128,602
	(270,066)	413,329
Changes in non-cash working capital items (Note 25)	(392,791)	607,765
Cashflow from Operating Activities	(662,857)	1,021,094
Investing activities		
Increase in loan receivable (Note 8)	34,254	(170,216)
Purchase of property, plant and equipment & intangibles	(3,242,896)	(1,074,424)
Cash flow used by investing activities	(3,208,642)	(1,244,640)
Financing activities		
Issuance of common shares	12,551,472	65,000
Advance from a customer (Note 17)	(859,581)	-
Convertible debenture (Note 19)	-	380,492
Advances from related parties (Note 27)	(410,078)	-
Convertible debenture (Note 19)	-	(471,880)
	11,281,813	(26,388)
Foreign currency translation adjustment	2,556,949	(4,513)
CHANGE IN CASH & CASH EQUIVALENTS	9,967,263	(254,447)
CASH AND CASH EQUIVALENTS, beginning of period	28,253,580	922,085
CASH AND CASH EQUIVALENTS, end of period	38,220,843	667,638
CASH FLOW SUPPLEMENTARY INFORMATION		
Interest paid	505,904	263,395
Income taxes paid (received)	-	(5,000)

See Accompanying Notes to the Consolidated Financial Statements

GLG LIFE TECH CORPORATION
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

For the Three Month Ended March 31, 2008

(In Canadian Dollars)

(Unaudited -Prepared by Management)

Amended and Restated

	Share Capital	Warrants	Equity portion of convertible debenture	Contributed Surplus	Accumulated Other Comprehensive Income ("AOI")	Deficit	Total comprehensive income (loss)
Balance, December 31, 2006	\$ 19,179,824	\$ -	\$ -	\$ 1,767,651	\$ 128,815	\$ (1,810,102)	
Common shares issued	41,872,907	-	-	-	-	-	
Contributed surplus	-	-	-	(64,935)	-	-	
Equity value of warrants granted in association with long term sales contract and private placement	-	14,237,946	-	-	-	-	
Convertible debenture	-	1,140,565	1,513,003	-	-	-	
Other comprehensive income (loss)	-	-	-	-	(1,436,741)	-	(1,436,741)
Net income (loss)	-	-	-	-	-	369,430	369,430
Balance, December 31, 2007	\$ 61,052,731	\$ 15,378,511	\$ 1,513,003	\$ 1,702,716	\$ (1,307,926)	\$ (1,440,672)	(1,067,311)
Warrant exercised	12,551,472	-	-	-	-	-	-
Other comprehensive income (loss)	-	-	-	-	2,391,920	-	2,391,920
Net income (loss)	-	-	-	-	-	(933,667)	(933,667)
Balance, March 31, 2008	\$ 73,604,203	\$ 15,378,511	\$ 1,513,003	\$ 1,702,716	\$ 1,083,994	\$ (2,374,339)	1,458,253

See Accompanying Notes to the Consolidated Financial Statements

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements
For the Three Month Ended March 31, 2008
(Unaudited – Prepared by Management)

Amended and Restated

1. DESCRIPTION OF BUSINESS

The Company was incorporated under the Companies Act (British Columbia) on June 5, 1998. On March 14, 2007, the Company changed its name to GLG Life Tech Corporation (“GLG” or the “Company”). The principal business of the Company is to manufacture and sell a refined form of stevia. It also has a consumer division that is involved in the procurement and distribution of health and nutritional products, including protein and vitamin supplements, as well as food and dietary supplements. The Company is currently selling these nutritional products to its main customer, Shandong Yong He Tang Health Products Chain Stores Limited (“YHT”), through YHT's retail locations in China.

On June 21, 2005, the Company completed a business combination by acquiring all of the issued and outstanding common shares of Grand Leaf International Ltd. (“Grand Leaf” or “GLI”), resulting in a reverse takeover of the Company - Note 4(a).

On December 18, 2006, the Company completed a business combination by acquiring all of the issued and outstanding common shares of Qingdao Runde Biotechnology Co., Ltd. (“Runde”) by issuing 50,000,000 of the Company’s common shares and a promissory note of \$880,000 - Note 4(b).

On August 21, 2007, the Company formed a subsidiary, Chuzhou Runhai Stevia High Tech Co., Ltd, in the township of Mingguang and on November 16, 2007, another subsidiary, Dongtai Runyang Stevia High Tech Co. Ltd, in the township of Dongtai for expansion of its operations in China.

On September 13, 2007, the Company formed a subsidiary, Anhui Bengbu Huinong stevia High Tech Development Co., Ltd in the township of Bengbu for expansion of stevia seed development.

On September 30th 2007, the Company submitted an application to list on the TSX Exchange (Main Board). The Company's shares were listed and began trading on the TSX on December 11th, 2007.

On December 11, 2007, The Company completed a private placement that raised \$34,500,000 through the issuance of 11,500,000 shares at \$3.00 per share.

On December 28, 2007, the Company acquired two patents (one registered and one pending approval from the Chinese government) through its acquisition of Agricultural High-Tech Developments Ltd (“AHTD”). - Note 4(c).

These consolidated financial statements have been prepared on a going concern basis. The company has achieved a net loss of \$351,990 from operations in the current quarter, the first time since inception, and has a cumulative deficit of \$1,530,516. Its ability to continue as a going concern is still dependent upon the ability of the company to continue to generate profitable operations in the future and/or to obtain the necessary financing to meet its obligations and to repay its liabilities arising from normal business operations when they come due.

The company also must support operations and planned expansion for the next nine months. The outcome of these matters cannot be predicted with certainty at this time. These financial statements do not include any adjustments to the amounts and classification of assets and liabilities that may be necessary should the company be unable to continue as a going concern.

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

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Principles of consolidation

These consolidated financial statements include the accounts of the Company and all its subsidiaries. All inter-company balances and transactions have been eliminated upon consolidation.

b) Cash and cash equivalent

Cash and cash equivalents, which include term deposits that are purchased three months or less from maturity, are presented net of outstanding items including cheques written but not cleared by the bank as at the balance sheet date.

c) Investment

Temporary investment, which is a fixed term deposit, held at a chartered bank with a maturity date in excess of three months, is recorded at cost, which approximates fair value.

d) Inventory

Inventories are stated at the lower of cost and net realizable value, using the weighted average cost method. Net realizable value represents the anticipated selling prices less all further costs for distribution.

e) Foreign currency translation

All of the Company's subsidiaries in China operate as self-sustaining foreign operations, and the respective accounts have been translated into Canadian dollars in accordance with the current rate method. Assets and liabilities are translated at the exchange rates prevailing at the balance sheet dates, and revenue and expenses are translated on the basis of average exchange rates during the periods. Any gains or losses arising from the translation of these accounts are deferred and included as a component of shareholders' equity, as cumulative foreign currency translation adjustments.

f) Property, plant and equipment

Property, plant and equipment are recorded at cost less accumulated amortization. Amortization is calculated using the following annual rates:

Ion exchange resin equipment	15 years	straight-line method (with 10% residual value)
Buildings	20 years	straight-line method (with 10% residual value)
Manufacturing equipment	10 years	straight-line method (with 10% residual value)
Motor vehicles	5 years	straight-line method (with 10% residual value)
Computer equipment	5 years	straight-line method (with 10% residual value)
Computer software	5 years	straight-line method (with 10% residual value)
Furniture and fixtures	5 years	straight-line method (with 10% residual value)

Beginning January 31, 2008, the Company changed its depreciation rate for Ion exchange equipment from 20 years to 15 years with the same residual value after discussion with the industry expert.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

g) Goodwill

Goodwill represents the cost of acquired businesses in excess of the fair value of net identifiable assets acquired. Goodwill is tested for impairment annually or when indicated by events or changes in circumstances, by comparing the fair value of a particular reporting unit to its carrying value. When the carrying value exceeds its fair value, the fair value of the reporting unit's goodwill is compared with its carrying value to measure any impairment loss.

h) Intangibles

Intangible assets are amortized over the estimated useful life of each asset unless the life is determined to be indefinite. An intangible asset with an indefinite life is not amortized but will be tested for impairment annually or more frequently if events or changes in circumstances indicate that the asset might be impaired.

An impairment loss is recognized when the carrying value of the intangible asset exceeds the estimated undiscounted future cash flow expected to result from the use of the asset and its eventual disposition. The amount of the impairment loss to be recorded is calculated by the excess of the asset's carrying value over its fair value. Fair value is generally determined using a discounted cash flow analysis.

i) Income taxes

Future income taxes are recorded using the asset and liability method. 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 the enacted or substantively enacted tax rates expected to apply when the asset is realized or the liability settled. The effect on future tax assets and liabilities of a change in tax rates is recognized in income in the period that substantive enactment or enactment occurs.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

j) Revenue recognition

Revenue from product sales is recognized when products are shipped to customers and ownership is transferred to customers, when the price is fixed or determinable and when the ultimate collection is reasonably assured. Customer prepayments are recorded as advances from customers and revenue is not recognized until the shipment of goods occurs.

k) Earnings per share

The Company 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 exercising of the options, warrants and similar instruments. It assumes that the proceeds would be used to purchase common shares at the average market price during the period.

l) Stock-based compensation

Canadian generally accepted accounting principles require the fair value of all share purchase options to be expensed over their vesting period with a corresponding increase to contributed surplus. Upon exercise of share purchase options, the consideration paid by the option holder, together with the amount previously recognized in contributed surplus, is recorded as an increase to share capital.

The Company uses the Black-Scholes option valuation model to calculate the fair value of share purchase options at the date of the grant. Option pricing models require the input of highly subjective assumptions, including the expected price volatility. Changes in these assumptions can materially affect the fair value estimate and, therefore, do not necessarily provide a reliable single measure of the fair value of the Company's share purchase options.

m) Use of estimates and measurement uncertainty

The preparation of these financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Significant items subject to such estimates and assumptions include the carrying amount of plant and equipment and valuation allowances for receivables and inventories, and the determination of the value of warrants, deferred sales incentives, convertible debenture and stock based compensation. Actual results may differ from those estimates

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

n) Capitalization of interest costs

Interest on Long Term Debt associated with the construction of long term assets is capitalized, where the borrowing costs is attributable to the acquisition, construction or production of a qualifying asset . A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale.

Where funds were borrowed specifically to obtaining a qualifying asset, the amount of borrowing costs eligible for capitalization shall be determined as the actual borrowing costs incurred on that borrowing during the period less any investment income on the temporary investment of those borrowings.

Where funds were not borrowed specifically to obtaining a qualifying asset, generally and used for the purpose of obtaining a qualifying asset, the amount of borrowing costs eligible for capitalization shall be determined by applying a capitalization rate to the expenditures on that asset. The capitalization rate shall be the weighted average of the borrowing costs applicable to the borrowings of the entity that are outstanding during the period, other than borrowings made specifically for the purpose of obtaining a qualifying asset.

o) Comprehensive loss

Comprehensive loss comprises the Company's net loss and other comprehensive loss. Other comprehensive loss represents changes in shareholders' equity during a period arising from non-owner sources and, for the Company, principally includes unrealized gains and losses on foreign exchange translation. The Company's comprehensive loss, components of other comprehensive loss, and accumulated other comprehensive income are presented in the Consolidated Statements of Shareholders' Equity.

p) Financial instruments

The Company classifies its financial instruments into one of the following categories: held-for-trading (assets and liabilities), assets available-for-sale, loans and receivables, assets held-to-maturity and other financial liabilities. All financial instruments are measured at fair value on initial recognition. Transaction costs are included in the initial carry amount of financial instruments except for held-for-trading items in which case transaction costs are expensed as incurred. Measurement in subsequent periods depends on the classification of the financial instrument.

Financial assets and liabilities "held-for-trading" are subsequently measured at fair value with changes fair value recognized in net income. Financial assets "available-for-sale" are subsequently measured at fair value with changes in fair value recognized in other comprehensive income. Financial assets "held-to-maturity", "loans and receivables", and "other financial liabilities" are subsequently amortized using the effective interest rate method.

Financial instruments that are derivative contracts are considered "held-for-trading" unless they are designed as a hedge. Cash equivalents are classified as "held-for-trading" and are measured at carrying value which approximates fair value due to the short-term nature of these instruments. Accounts receivable and certain other assets that are financial instruments are classified as "loans and receivables". Accounts payable, interest payable, advance from a customer, and convertible debenture are classified as "other financial liabilities". The Company currently does not have any hedges.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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3. CHANGES IN ACCOUNTING POLICIES

Accounting policies implemented effective January 1, 2008

Section 1400 “General Standards of Financial Presentation” requires management to assess and disclose the ability of the Company to continue as a going concern. Additional disclosure has been provided in Note 1.

Section 1535 “Capital Disclosures” requires disclosure regarding what the Company defines as capital and its objectives, policy and processes for managing capital. In addition, disclosures are to include whether companies have complied with externally imposed capital requirements and, if not, the consequences of such non-compliance. Additional disclosure has been provided in Note 29.

Section 3031 “Inventories” which replaces Section 3030 “Inventories”, establishes standards for measurement and disclosure of inventories. Under the new section, inventories are required to be measured at the “lower of cost and net realizable value”, which is different from the existing guidance of the “lower of cost and market”. The new section contains guidance on the determination of cost and also requires the reversal of any write-downs previously recognized. Certain minimum disclosures are required, including the accounting policies used, carry amounts, amounts recognized as an expense, write-downs, and the amount of any reversal of any write-downs recognized as a reduction in expenses. The adoption of this standard does not have an impact on this Company’s consolidated financial statements. Additional disclosure has been provided in Note 10.

Section 3862 “Financial Instruments – Disclosure” and Section 3863 “Financial Instruments – Presentation” have replaced Section 3861 “Financial Instruments – Disclosure and Presentation”. These new sections incorporate many of the disclosure requirements of Section 3861, but place an increased emphasis on disclosure about risk, including both qualitative and quantitative information about the risk exposures arising from financial instruments. Additional disclosure has been provided in Note 28.

4. BUSINESS COMBINATION

a) Grand Leaf International Ltd

It was agreed between the Company and the acquiree company that on June 21, 2005, the former management of Panoramic Mirrors Inc. would be responsible for all the outstanding liabilities and that a license, owned by the acquiree company to distribute the SQ mirrors worldwide with a book value of \$1 is the only asset on its books.

b) Qingdao Runde Biotechnology Co., Ltd.

On December 16, 2006, the Company acquired all of the issued and outstanding common shares of Qingdao Runde Biotechnology Co., Ltd. (“Runde”), a China-based stevia manufacturing company. The acquisition has been accounted for using the purchase method of accounting and results of operations have been consolidated since the date of acquisition. The Company's interest in the net assets acquired at fair value is as follows:

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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4. BUSINESS COMBINATION (continued)

50,000,000 common shares at \$0.32 per share	\$ 16,000,000
Convertible promissory note payable, unsecured	<u>880,000</u>
Consideration	16,880,000
Cash	(552,718)
Current assets	(695,391)
Equipment	<u>(8,044,093)</u>
	\$ 7,587,798

The promissory note holder was repaid in full in 2007.

c) Agricultural High Tech Developments Limited (AHTD)

On December 27, 2007, the Company completed its transaction to purchase all the issued and outstanding shares of AHTD from all the shareholders of AHTD. AHTD owns two-patented technology, one registered and one pending approval from the Chinese government. The purchase price is 12,500,000 common shares of the Company. 30% (3,750,000 common shares) were issued on closing of the transaction. 35% (4,375,000 common shares) will be issued upon AHTD providing seedlings for planting 30,000 mu of stevia, which will yield 5,000 metric tons of leaf in 2008. The balance of shares will be issued upon AHTD providing seedlings for planting 60,000 mu of stevia, which will yield 8,000 metric tons of leaf in 2009.

Purchase consideration for this acquisition was determined in accordance with paragraphs 1581-25 of the CICA Handbook. The value assigned was based on the average closing price of the Company's shares for the month of July 2007 when the terms of the acquisition were announced and were also in the same month that the acquisition was approved by the Company's Board of Directors and its Shareholders. The acquisition was formally closed on December 27, 2007 and 3,750,000 common shares were issued to the seller. 8,750,000 common shares have been reserved for issuance contingent upon the satisfactory delivery against specified performance targets in 2008 and 2009. The company's interest in the net assets acquired at fair value is \$42,916,667 (12,500,000 common shares at \$3.4333 per shares).

In accordance with CICA Handbook section 1581.29 (contingent consideration) only the first 3,750,000 common shares \$12,875,000 (3,750,000 common shares at \$3.4333 per shares) has been recognized on the balance sheets as at December 31, 2007, and as the next two share tranches will only be issued if specified performance criteria are met in 2008 and 2009. The contingent consideration balance is \$30,041,375 (8,750,000 common shares at \$3.4333 per share).

5. CASH AND CASH EQUIVALENTS

The cash and cash equivalents include bank savings accounts, short-term bank deposits, and banker's acceptance with maturity dates of three months or less.

GLG LIFE TECH CORPORATION

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For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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6. ACCOUNTS RECEIVABLE

Included in accounts receivable is \$622,028 (2007 - \$622,028) due from YHT, who has loan amounts owing to the Company as explained in Note 8.

7. INTEREST RECEIVABLE

The interest receivable is \$199,546 (2007 - \$199,546) on loans due from YHT. These interests are due with the same dates corresponding to the loans.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

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(Unaudited – Prepared by Management)

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8. LOANS RECEIVABLE

The loan amount of \$1,819,323 (US\$1,870,000), due from YHT is not secured by any tangible assets. The Company has negotiated the first right of refusal to acquire all of the shares of YHT along with the established distribution network in China. In management's opinion, the distribution network has a value exceeding the total amount owing as of the year end date.

The interest receivable on the loans is \$199,546 (2007 - \$199,546) due from YHT. These interests are due with the same dates corresponding to the loans.

	March 31, 2008	2007
a) Amount due from YHT bearing interest at the rate of 1% above the prime commercial lending rate posted by a chartered bank, payable on demand on the 10th business day after demand for payment is served. Management has recorded this amount as a long term loan receivable.	\$ 291,870	\$ 299,067
b) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on April 23, 2008.	291,870	299,067
c) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on May 3, 2008.	340,515	348,911
d) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on May 19, 2008.	48,645	49,844
e) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on August 14, 2008.	486,450	498,444
f) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on September 5, 2008.	72,968	74,767
g) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on October 2, 2008.	72,968	74,767
h) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on November 1, 2008.	72,968	74,767
i) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on January 10, 2009.	97,290	99,689
j) Amount due from YHT bearing interest at 2% above the prime commercial lending rate posted by a chartered bank, due on February 26, 2009.	43,781	44,860
Amounts payable within one year	(1,753,920)	(1,719,633)
Amount payable over one year	\$ 110,296	\$ 144,550

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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9. TAXES RECOVERABLE

The taxes are value-added taxes paid on purchases in China and GST paid in Canada. These taxes are recoverable from the respective authorities upon filing of the prescribed returns.

10. INVENTORY

The Company measures its inventory at the lower of cost or replacement cost with respect to raw materials and the lower of cost and net realizable value (“NRV”) with respect to finished goods and work-in-progress. Cost of purchase includes purchase price, applicable taxes and other costs related to the acquisition of raw materials. Cost of conversion of inventories includes direct labour, direct production costs, indirect labour and fixed production overhead. Direct labour and direct production costs are recorded to the products being produced as they occur. Indirect labour and fixed production overhead are allocated to products based on machine hours. Depreciation is calculated on straight line basis. Depreciation rates, the economic life of fixed assets deployed in the production process and their residual value are based on internal knowledge and industry practices.

The Company calculates its inventory on a weighted average basis. The Company re-evaluates its inventories regularly to ensure it is carried at the lower of cost or market value. The loss is recognized if the net realizable value is lower than the carrying cost. NRV is based on market selling price less cost of completion and estimated cost necessary to make the sale.

For the three months ended March 31, 2008, the amount of inventories recognized as expense was \$567,246. There was no write-down of inventories recognized as an expense, nor any reversal of any write-down that is recognized as a reduction in the amount of inventories recognized as expense. No adjustment was made to the opening retained earnings. There were no capital spares in inventory.

	March 31 ,2008		December 31, 2007
Raw material	\$ 6,823,380	\$	8,329,402
Work in process	2,268,832		95,101
Finished goods	373,705		438,687
	\$ 9,465,918	\$	8,863,190

11 PREPAID EXPENSES

	March 31 ,2008		2007
Advance to suppliers	\$ 593,500	\$	-
Prepaid design engineering	-		29,630
Rent	17,124		26,169
Other	68,905		11,880
	\$ 679,529	\$	67,679

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

12. PROPERTY, PLANT AND EQUIPMENT

	March 31, 2008 (Unaudited)			December 31, 2007		
	Accumulated		Net Book	Accumulated		Net Book
	Cost	Amortization	Value	Cost	Amortization	Value
Ion exchange resin equipment	\$ 7,633,935	\$ 392,650	\$ 7,241,285	\$ 7,291,452	\$ 278,141	\$ 7,013,311
Construction in progress	5,109,196	-	5,109,196	3,473,925	-	3,473,925
Manufacturing equipment	2,535,283	232,332	2,302,951	2,203,854	175,288	2,028,566
Buildings	971,616	50,582	921,035	834,663	39,651	795,012
Leasehold land use rights	1,538,825	3,102	1,535,723	592,614	-	592,614
Motor vehicles	75,399	6,268	69,131	70,934	2,498	68,436
Road	1,658	-	1,658	-	-	-
Computer equipment	45,956	6,008	39,948	10,818	5,618	5,200
Computer software	17,311	16,670	642	17,311	16,578	733
Furniture and fixture	24,515	3,797	20,719	31,470	2,376	29,094
	\$ 17,953,695	\$ 711,408	\$ 17,242,287	\$ 14,527,041	\$ 520,150	\$ 14,006,891

Construction in progress is the cost related to the construction of new factory building and production line in the Company's factory at Qingdao in China.

The leasehold represents land use rights for a term of 50 years. The lands are vacant and reserved for the Company's expansion of operations in China.

The total amortization charge to the Cost of Sales for the period ending March 31, 2008 was \$50,000 (2007 – \$476,727).

13. CUSTOMER RELATIONSHIP

In conjunction with the customer signing the five year supply agreement, the Company issued three shares purchase warrants in July 2007.

The first warrant allowed the customer to purchase 14,365,642 common shares of the Company at exercise price of \$3.50 per share. The second warrant allowed the customer to purchase 5,223,943 common shares at an exercise price of \$4.44 per share. As described in note 22, portions of the first warrants were extended into three expiring dates. The third warrant was cancelled.

The warrants are considered as a sales incentive under CICA Handbook section 3870 paragraph 11. The warrants were valued using the Black Scholes Option Pricing Model, based on the events occurred after the year end, which had adjusted values of the warrants. The values of the warrants have been estimated to be \$10,919,330 on the date of adjustment on January 30, 2008 with the following assumptions:

Risk-free interest rate:	4%
Dividend yield:	0%
Volatility:	45%
Expected time to maturity:	14 months to March 31, 2009

The customer relationship needed to match with the revenue recognized over the five year sales period. It is being amortized against the revenue over the five-year period based on the ratio of actual sales to planned sales volume. The unamortized balance of the customer relationship was \$15,404,580 as at March 31, 2008.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

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14. INTANGIBLE ASSETS

On December 27, 2007, the Company acquired all issued and outstanding shares of Agricultural High-Tech Developments Limited (AHTD), a company incorporated under the laws of the Marshall Islands. AHTD owns patents relating to new stevia seedling and breeding technology. One patent has been registered with the Chinese government and another one is pending.

The purchase price is in the form of 12,500,000 the Company common shares. 3,750,000 shares have been issued on December 27, 2007. 4,375,000 shares and the balance are to be issued based on performance in 2008 and 2009. The acquisition costs are recorded at the fair value at the acquisition date.

\$12,714,063 is recognized as intangible assets on March 31, 2008 as explained in Note 4(c). The intangible assets are estimated to have a useful live of 20 years and will be amortized over that period, subject to annual impairment review.

The amortization for period ending March 31, 2008 is \$167,783.

15. LICENSES

- a) In December 2004, the Company entered into an exclusive licensing agreement with Dr. Zhang, a major shareholder of the Company, and Professor Hong, whereby the Company was granted the exclusive worldwide license to operate the health and wellness business owned by Dr. Zhang and Professor Hong, which includes health education and consulting services and the marketing and distribution for retail sale of various health and nutraceutical products, and the right to sub-license.
- b) In December 2004, the Company entered into an exclusive licensing agreement with Professor Jinduo Zhang whereby the Company was granted the exclusive worldwide license to use the name GLG, and to sub-license.
- c) In December 2004, the Company entered into an exclusive licensing agreement with YHT, whereby the Company was appointed as an authorized retailer in China of health and nutraceutical products distributed by the Company. The agreement also provides that all health and nutraceutical products sold by YHT must be purchased from the Company or its approved suppliers.
- d) In December 2004, the Company entered into a share transfer agreement with YHT whereby the Company was granted the right, but not the obligation, to purchase ownership of YHT and all interest in its registered capital.
- e) In October 1998, the Company entered into a licensing agreement with SQ Mirrors whereby the Company was granted the worldwide distribution rights for the SQ Mirrors. Due to the continuous losses in distributing these products for 3 years, Panoramic Mirrors Inc. had written down the value of the license to \$1 in 2003 and abandoned this business.

Each of the agreements listed above has been valued at \$1.

16. ACCOUNTS PAYABLE

Included in accounts payable is \$111,100 (December 31, 2007 - \$210,000) resulted from consulting services provided by the Company's management.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

17. ADVANCES FROM A CUSTOMER

During the period, the Company signed a five year supply agreement and a prepayment agreement for 2007/08 orders with one of the Company's customers whereby the customer will finance up to US\$7,000,000 for the purchase of stevia leaves, which shall be further processed into the stevia extract to be shipped to the customer. The prepayment will be repaid upon sale of stevia extracts to that customer. Interest at LIBOR + 3.25% is charged per annum, payable on a quarterly basis. The balance of the advance as of March 31, 2008 was \$5,689,519 (equivalent to US\$5,848,000). Also see note 18 below.

18. ECONOMIC DEPENDENCE

In accordance with paragraphs 3841.03 to 3841.06 in the CICA Handbook, the Company is economically dependent on one of its customers. The contract with this customer accounts for 76% of sales in the current year (2007 - 23%). The Company management expects that this customer will account for a larger percentage of its stevia sales based on the terms of the five year supply agreement with this customer.

19. CONVERTIBLE DEBENTURE

On June 22, 2007, the Company issued a convertible debenture and share purchase warrants for total gross proceeds of \$6,000,000. The convertible debentures are due on June 30, 2008 and bear interest at a rate of 12% per annum, payable semi annually in arrears beginning on December 31, 2007. The convertible debentures are convertible at the option of the holder into common shares with the first third of the principal convertible at a conversion price of \$2.80 per common share, the second third of the principal convertible at \$3.05 per common share and the remaining third at \$3.30 per common share.

The convertible debentures were issued with warrants to purchase up to 1,200,000 common shares of the Company. The warrants expire on June 22, 2009 and are each exercisable for one common share at \$3.05 for the first 600,000 common shares and \$3.30 for the second 600,000 common shares.

The Company allocated the gross proceeds received of \$6,000,000 from the issuance of the convertible debenture and warrants on a relative fair value basis as follows: \$3,346,432 to the convertible debenture, \$1,513,003 to the equity component of the convertible debenture, and \$1,140,566 to the warrants. The fair value of the convertible debenture was determined based on the future payments of principal and interest for a debt instrument of comparable maturity and credit quality but excluding any conversion option by the holder. The convertible debentures carry an effective interest rate of 18%. The warrants were valued using the Black-Scholes option pricing model using a risk-free interest rate of 4.06%, an expected life of 2 years and a volatility of 85%. The fair value of the equity component of the convertible debentures was valued using the Black-Scholes option pricing model using a risk-free interest rate of 4.67%, an expected life of 1 year and a volatility of 85%.

Over the term of the convertible debenture, the fair value of the convertible debenture was accreted to its face value. For the period ended March 31, 2008, the Company recorded accretion of \$654,353 (2007 - \$1,395,850) related to the convertible debenture as a charge to accretion expense and capitalized interest with a corresponding credit to the liability component of the convertible debenture based on a straight line method which approximates the effective interest method. Half of the interest is capitalized in accordance with the Company's accounting policies until the underlying assets were put in operation and half of the interest is expensed in the consolidated statements of operations.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

20. SHARE CAPITAL

Authorized

Unlimited number of common shares with no par value

Issued and outstanding:

	Number of Shares	Amount
Balance at June 21, 2005	13,260,000	\$ 1
Common shares issued pursuant to business combination Note 3(b)	79,661,000	1,473,816
Options exercised at \$0.10 per share	30,000	3,000
Stock - based compensation	-	-
Balance at December 31, 2005	92,951,000	\$ 1,476,817
Options exercised at \$0.10 per share paid by cash	860,000	86,000
Previously recognized	-	88,911
Shares issued at \$0.25 per share	4,506,900	1,126,725
Acquisition of Runde at \$0.32 per share Note 3(b)	50,000,000	16,000,000
Shares issued at \$0.32 per share	1,254,281	401,371
Balance at December 31, 2006	149,572,181	\$ 19,179,824
Balance at December 31, 2006, reflecting the effect of the March 14, 2007 (3:1) stock consolidation.	49,857,394	19,179,824
Options exercised at \$0.30 per share paid by cash	226,666	68,000
Previously recognized	-	64,935
Shares issued for services at \$1.20 per share	250,000	300,000
Private Placement issued at \$3.00 per share	11,500,000	28,564,972
Initial Shares issued for AHTD Acquisition	3,750,000	12,875,000
Balance at December 31, 2007	65,584,060	\$ 61,052,731
Warrants exercised at \$3.50 per share	3,591,410	12,551,472
Balance at March 31, 2008	69,175,470	\$ 73,604,203

- a) On January 24, 2008, the Company issued 3,591,410 shares as sales incentive to a customer who exercised its warrant at \$3.50 per share.
- b) As at March 31, 2008, there are 3,306,635 common shares held in escrow. The Company had a total of 22,044,2231 shares which were subject to escrow which are being released over a period of 36 months with 15% released from escrow every six months after June 21, 2005, of which 18,737,588 has been released as at March 31, 2008. The voluntary pooling agreement was terminated on June 21st, 2007.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

Amended and Restated

21. STOCK OPTIONS

The Company is subject to the policies of the TSX, under which it is authorized to grant options to officers and directors, employees and consultants enabling them to purchase common stock of the Company.

Effective June 21, 2005, all outstanding stock options granted before that date were cancelled and the Company granted a total of 6,194,733 new options, each exercisable into one common share of the Company at \$0.30 per share until June 20, 2010. The fair value of the options granted has been estimated as of the date of grant using the Black-Scholes option pricing model with the following assumptions:

Risk-free interest rate:	3%
Dividend yield:	0%
Volatility:	100%
Expected time to maturity:	2.5 years

As at March 31, 2008, there is no activity in stock option, leaving 5,568,067 options outstanding.

22. WARRANTS

A summary of the Company's warrants issued and outstanding as at March 31, 2008 is as follows:

Issued Date	Balance December 31, 2007	Exercise Price per Warrant	Warrants issued during the period		Balance March 31, 2008	Expiry Date	Weight Average life	Remaining Life
			Exercised	Expired				
07/02/07 25% of first warrant as sales incentive to a customer	3,591,411	\$ 3.50	(3,591,410)	(1)	-	31/01/2008		
07/02/07 25% of first warrant as sales incentive to a customer	3,591,410	3.50		(3,591,410)	-	29/02/2008		
07/02/07 50% of first warrant as sales incentive to a customer.	7,182,821	3.50			7,182,821	31/03/2009	0.35	1.00
07/02/07 Second warrant to a customer as sales incentive	5,223,943	4.44			5,223,943	31/03/2009	0.26	1.00
12/11/07 Warrants to the private placement investors and broker	5,750,000	4.50			5,750,000	11/06/2009	0.34	1.20
12/11/07 Warrants to a broker	690,000	3.00			690,000	11/06/2009	0.04	1.20
12/11/07 Warrants to a broker	345,000	4.50			345,000	11/06/2009	0.02	1.20
06/22/07 Warrants to the convertible debenture holder	600,000	3.05			600,000	22/06/2009	0.04	1.23
06/22/07 Warrants to the convertible debenture holder	600,000	3.30			600,000	22/06/2009	0.04	1.23
	27,574,585	\$ 4.00	-	(3,591,410)	(3,591,411)	20,391,764		

25% of the first warrants to the customer were exercised on January 31, 2008. Another 25% were extended to February 29, 2008 and expired. The remaining 50% have been extended to March 31, 2009.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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23. FOREIGN CURRENCY TRANSLATION ADJUSTMENTS

Financial results stated in Renminbi (RMB) were translated into Canadian Dollars which resulted in a cumulative foreign exchange translation gain of \$2,391,920 for the period ending March 31, 2008 and a cumulative foreign exchange translation loss of \$1,436,741 for the year ending December 31, 2007.

Asset and liability accounts at this period end were translated at the closing exchange rate of one RMB to 0.1417 Canadian Dollar (0.1353 - 2007). Share capital was translated at the historical rate when the shares were converted to Canadian Dollar, and retained earnings at the cumulative historic exchange rates. Income statement accounts were translated at the average exchange rate of one RMB to 0.1402 Canadian Dollar (0.1412 - 2007).

In accordance with Canadian financial reporting standards which came into effect during the year, unrealized foreign currency translation adjustments are reported as part of Other Comprehensive Income.

24. RESERVE FOR EMPLOYEE BENEFIT

The laws in China require all wholly owned foreign entities to set aside 10% of retained earnings as a general reserve fund for employee benefit until such a fund has reached 50% of the Company's registered capital. The amount of reserve is \$142,607 for the period ending March 31, 2008 (2007 - \$139,474).

25. CHANGES IN NON-CASH WORKING CAPITAL

	Three months ended	
	March 31	
	2008	2007
Accounts receivable	\$ 797,408	\$ (810,244)
Interest receivable	(187,960)	-
Loans receivable	(34,253)	-
Taxes recoverable	(165,248)	(124,216)
Inventory	(602,728)	(423,940)
Prepaid expenses	(611,850)	728,186
Accounts payable	598,257	1,237,979
Interest payable	(186,417)	-
	\$ (392,791)	\$ 607,765

GLG LIFE TECH CORPORATION

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For the Three Month Ended March 31, 2008

(Unaudited – Prepared by Management)

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26. SEGMENTED INFORMATION

The Company operates in one reportable operating segment, being the manufacturing and selling of a refined form of stevia and has operations in Canada and China.

March 31, 2008	Canada	China	Total
Property, Plant, and Equipment \$	- \$	17,242,287 \$	17,242,287
Revenue	-	840,834	840,834

March 31, 2007	Canada	China	Total
Property, Plant, and Equipment \$	14,034 \$	9,050,911 \$	9,064,945
Revenue	128,781	1,745,582	1,874,363

27. RELATED PARTY TRANSACTIONS

During the period, the Company entered into the following transactions with related parties:

- a) Pursuant to the respective consulting agreements, the Company paid and/or accrued consulting fees for the first quarter of 2008 of \$111,106 (Q1 2007 - \$50,000) to two companies separately controlled by two officers.
- b) Paid legal fees, disbursement and provincial sales taxes of \$26,471 (Q1 2007 – \$15,727) to a law firm of which the Company's secretary is an associate counsel.
- c) The Company entered into a 5-year facility rental agreement expiring on December 31, 2011 with a company that two officers have ownership interest in. During the quarter, the Company paid facility rental fees of \$28,731 (RMB 202,766) (Q1 2007 – \$17,712).
- d) Repaid \$406,580 (\$US 400,000) a short term loan to pay for initial capitalisation of one of the subsidiaries that is a company of which two of the Directors and Officers are shareholders in.

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

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

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(Unaudited – Prepared by Management)

Amended and Restated

28. FINANCIAL INSTRUMENTS

a) Fair Values

Fair Value estimates of financial instruments are made at a specific point in time, based on relevant information about financial markets and specific financial instruments. As these estimates are subjective in nature, involving uncertainties and matters of significant judgment, they cannot be determined with precision. Changes in assumptions can significantly affect estimated fair values.

The carrying value of cash and cash equivalents, accounts receivable, interest receivable, loans receivable, taxes recoverable, accounts payable, interest payable, convertible debentures and due to related parties approximates the fair value because of the short-term nature of these instruments.

b) Credit Risk

The Company has a high concentration of credit risk as the accounts receivable were owed by fewer than four customers. However, the Company is in the opinion that it does not require collateral to support these financial instruments.

c) Currency Risk

The Company is exposed to currency risk as the functional currency of its subsidiaries is denominated in a foreign currency. Unfavourable changes in the applicable exchange rate may result in a decrease or increase in the cumulative translation adjustment. The Company does not use derivative instruments to reduce its exposure to foreign currency risk.

29. CAPITAL DISCLOSURE

The Company's objectives when managing capital are to continue to provide returns for shareholders, and comply with any externally imposed capital requirements while safeguarding the Company's ability to continue as a going concern. The Company considers cash and cash equivalents, advance from a customer, convertible debenture and items included in shareholders' equity to be capital.

The Company manages the capital structure and makes adjustments in light of changes in economic conditions and the risk characteristics of the Company's assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt. In this respect, the Company monitors its debt to equity ratio.

Pursuant to Chinese regulations, the Company is required to make appropriations to reserve funds, based on after tax net income determined in accordance with generally accepted accounting principles of China (Note 24). The reserve funds are established for covering corporate obligations in the event of business liquidation. The reserve funds are recorded as part of retained earnings (deficit). The reserve funds are available for the Company to use but are not available for distribution to shareholders other than in liquidation and may limit repatriation of invested capital.

30. COMPARATIVE FIGURES

Certain prior year's figures have been reclassified to conform to the current financial statement presentation.

GLG LIFE TECH CORPORATION

Notes to Interim Consolidated Financial Statements

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31. COMMITMENTS

The Company has three 30-year leases with respect to the land, building and production equipment at the Qingdao factory in China. These leases expire in 2036 and the annual minimum lease payments are approximately \$9,058 (RMB 66,944).

The Company has two 5-year leases with respect to additional land and production equipment at the Qingdao factory in China. The leases expire in 2011 and 2012, and the annual minimum lease payments are approximately \$107,499 (RMB 794,525).

The Company entered into a contract for improving the water drainage system for the Qingdao factory and commits to pay approximately \$56,591 (RMB 419,000).

The Company entered into various contracts to build two new leaf processing facilities at its subsidiaries Runhai (Mingguang) and Runyang (Dongtai). The total commitments are approximately \$7,538,440 (RMB 53,200,000) as of March 31, 2008.

The Company obtained a 50-year land use right (400 mu) in the town of Dongtai for expanding its operations in China. The outstanding amount for the 50-year land use right is approximately \$175,890 (RMB 1,300,000).

The Company has entered into a 20 year exclusive stevia growing area and leaf processing agreement with the Jancheng Government. GLG's is committed to building a 10,000 Metric Ton Leaf processing plant by September 30, 2009. It is estimated that the 2008 commitment is \$2,000,000 and the 2009 commitment is estimated at \$15,000,000 to construct this facility.

32. CONTINGENT LIABILITY

The Company is currently working through a contract issue with Northern Securities over additional consideration Northern is claiming it is due from the Company with respect to the Sponsorship Agreement signed on January 24th, 2007 by both parties. The issue centres around performance against original sponsorship agreement and the resulting payment for services rendered. There is no certainty over the outcome of this contract issue. The Company is confident in its position taken with respect to not paying Northern any additional fees due to failure to perform against the contract. However, should the issue be resolved in Northern's favour, the Company would be required to pay \$38,664 in cash and to issue 250,000 additional shares to Northern. Total contingent consideration would amount to \$846,164. The Company has paid initial sponsorship fees of \$10,000 and issued 250,000 shares at a 1.20 value for total consideration of \$310,000 as is reflected in Shareholder's Equity in 2007 under share issue costs.

33. SUBSEQUENT EVENTS

- a) On April 10th, the Company announced its plans to develop a second seed base operation

The Company plans to develop a second stevia seed base operation. The Company has signed a 30-year agreement with the Dongtai City Municipal Government, located in the Jiangsu Province of China, for the lease of 300 mu or approximately 50 acres of land. The land has been offered at a deeply discounted rate due to the Company's continual support and dedication to economic growth and stimulation in the region.

The Company intends to use the land for the development of a second stevia seed base operation where it will expand its R&D program for its ongoing research on the development of high quality stevia seeds and seedling growth.

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33. SUBSEQUENT EVENTS (continued)

- b) On April 18th the Company announced a 20-year Agreement with Juancheng Government for an exclusive stevia leaf growing area and right to operate stevia processing plant.

The Company is obligated to make a total investment in the Juancheng region of \$US 60 million over the course of the 20 year agreement to retain its exclusive rights. The first year commitment is to build a 10,000 metric ton stevia leaf processing facility between October 1, 2008 and September 30, 2009. This capacity expansion is required within the Company's current operating plan.

The Company intends to purchase 800 mu (approximately 130 acres) of deeply discounted land in the Juancheng Economic Development Zone to locate this fourth processing plant. Construction of the first phase of the leaf processing facility is expected to be completed in the fourth quarter of 2009. The Juancheng government will further provide GLG access to all necessary utilities for plant operation and ensure the Company has all certificates and permits needed for construction and operation of the facility.

- c) On May 1, 2008 the Company announced a Strategic Alliance and Multi-Decade Supply Agreement with Cargill

The Company announced the signing of a strategic alliance and long-term renewable supply agreement with Cargill Inc. ("Cargill") for the supply of stevia extract. The initial term of this agreement is for 10 years and is automatically renewable through at least 2030.

GLG will provide a minimum of 80% of Cargill's RA stevia extract global requirements for the first five years of the agreement.

This new agreement will replace the current supply arrangements between the parties as of October 1, 2008. The new agreement is effective from today and certain amendments to the existing agreement will be made to align the bridge period until the new agreement takes full effect.

- d) On May 2, 2008 GLG announced the completion of a new 500 MT Stevia Processing Facility

The Company announced that production has begun on a new 500 metric ton secondary processing line located at its Runde subsidiary in Qingdao, China. The new line re-crystallizes intermediate stevia powder fed from primary processing lines at the plant into finished high grade stevia product.

- e) On May 7, 2008, the Company signed a Letter of Intent with Weider Global Nutrition for the sale of Consumer Products to establish a joint venture agreement (Venture) dedicated to the sale of dietary and tabletop supplements containing various the stevia products.

GLG LIFE TECH CORPORATION
CONSOLIDATED EXPENSES

(Schedule 1)

For the Three Month Ended March 31, 2008

	Three months ended	
	March 31	
	2008	2007
EXPENSES		
Professional fees	\$ 64,751	\$ 40,487
Consulting fees	143,404	69,164
Salaries and wages	190,140	26,721
Travel	70,363	31,443
Office	74,075	9,143
Vehicle	16,305	-
Rental	41,419	9,027
Insurance	9,843	8,797
Meals and entertainment	17,426	6,494
Listing fee	22,433	900
Interest and bank charges	-	-
Amortization	175,203	2,735
Business taxes and licenses	12,349	-
Delivery, freight and express	5,340	-
Miscellaneous	-	7,198
Advertising and promotion	1,529	-
Research and development	4,500	-
	\$ 849,080	\$ 212,109