

Consolidated Balance Sheet

As at 30 September

Canadian Funds

ASSETS	2000	1999
Current		
Cash	\$ 798,619	\$ 1,076,597
Accounts receivable	249,745	306,075
Project advance	28,482	-
Prepaid expense	8,439	525
	<u>1,085,285</u>	<u>1,383,197</u>
Cash in Trust		
Reclamation bond	26,285	24,803
Resource Property Costs - Statement 3	9,213,366	6,067,882
Capital Assets (Net of accumulated amortization)	74,993	19,477
	<u>\$ 10,399,929</u>	<u>\$ 7,495,359</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	\$ 722,268	\$ 84,798
Due to related party	2,623	-
	<u>724,891</u>	<u>84,798</u>
SHAREHOLDERS' EQUITY		
Share Capital (Note 7)		
Authorized:		
100,000,000 common shares without par value		
Issued and fully paid:		
31,233,940 shares	14,366,801	12,072,731
Share subscription	989,300	-
Deficit	(5,681,063)	(4,662,170)
	<u>9,675,038</u>	<u>7,410,561</u>
	<u>\$ 10,399,929</u>	<u>\$ 7,495,359</u>

ON BEHALF OF THE BOARD:

"Michael D. McInnis" _____, Director

"Richard J. Bailes" _____, Director

Consolidated Statement of Loss and Deficit

For the Nine Months Ended 30 September

Canadian Funds

	2000		1999
Revenue			
Interest and other	\$ 12,388	\$	51,648
Administration	-		6,120
	12,388		57,768
Administrative Expenses			
Management fees	197,085		83,965
Consulting fees	30,000		-
Legal, audit and other professional fees	145,407		103,664
Investor relations	63,750		124,032
Office and administration	88,647		45,851
Property investigation	-		82
Travel and accommodation	22,101		2,615
Salaries and benefits	24,311		23,025
Office rent	58,611		91,469
Filing fees	16,436		13,798
Transfer agent fees	6,664		9,120
Shareholder information	-		3,644
B.C. capital tax	9,655		7,267
Bank charges and interest	19,936		10,600
Amortization	6,359		2,995
Foreign exchange gain	(21,949)		(125)
	667,013		522,002
Loss for the Period	654,625		464,234
Deficit – beginning of period	5,026,438		4,197,936
Deficit - End of Period	\$ 5,681,063	\$	4,662,170
Loss Per Share	\$ 0.02	\$	0.02

Consolidated Statement of Resource Property Costs

For the Nine Months Ended 30 September

Canadian Funds

	2000	1999
Direct - Mineral		
Takatu Project, Guyana		
Acquisition/option payments	\$ 8,512	\$ 25,200
Camp and general	-	1,735
Office and administration	3,678	39,083
Geological and geochemical	-	293
	<u>12,190</u>	<u>66,311</u>
Farim Project, Guinea Bissau, West Africa		
Hydrology	143,442	-
Mine planning	81,772	205,567
Engineering	70,403	36,335
West Africa Support	245,708	-
Reserve estimation	89,515	-
Metallurgical	182,963	-
Administration	485,358	259,820
Geological	509,268	569,349
Drilling	189,339	714,540
Geotechnical	1,821	-
Environmental	913	9,062
Property	37,743	71,798
Surveying	28,144	-
Transportation	-	29,306
Contingency	9,580	-
	<u>2,075,969</u>	<u>1,895,777</u>
El Rubi Property, Mexico		
Geological and geochemical	-	12,016
Office and administration	-	9,199
	<u>-</u>	<u>21,215</u>
Costs for the Period	2,088,159	1,983,303
Balance – Beginning of period	<u>7,125,207</u>	<u>4,084,579</u>
Balance - End of Period	\$ 9,213,366	\$ 6,067,882

Consolidated Statement of Cash Flow

For the Nine Months Ended 30 September

Canadian Funds

Cash Resources Provided By (Used In)	2000	1999
Operating Activities		
Loss for the period	\$ (654,625)	\$ (464,234)
Items not affecting cash		
Amortization	6,359	2,995
Settlement of debt	11,000	-
Changes in non-cash working capital	323,072	(130,410)
	<u>(314,194)</u>	<u>(591,649)</u>
Investing Activities		
Cash paid for resource property costs	(2,088,159)	(1,967,748)
Proceeds on purchase of capital assets	(6,279)	(5,639)
Reclamation bond	(1,664)	82
	<u>(2,096,102)</u>	<u>(1,973,305)</u>
Financing Activities		
Shares issued for cash	1,611,270	3,587,050
Share subscription	989,300	-
	<u>2,600,570</u>	<u>3,587,050</u>
Net Increase in Cash	190,274	1,022,096
Cash position – Beginning of period	608,345	54,501
Cash Position - End of Period	\$ 798,619	\$ 1,076,597
Supplemental Schedule of Non-Cash Transactions		
Shares issued for resource property costs	\$ -	\$ 15,555
Shares issued for loan	-	120,000
Shares issued for debt	11,000	-