

ERIN VENTURES INC.
INTERIM CONSOLIDATED FINANCIAL STATEMENTS
March 31, 1998

NOTICE TO READER

We have compiled the consolidated balance sheet of Erin Ventures Inc. as at March 31, 1998, and the consolidated statements of loss and deficit and changes in financial position for the nine months then ended from information provided by management. We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

Vancouver, B.C.
June 3, 1998

Chartered Accountants

ERIN VENTURES INC.
CONSOLIDATED BALANCE SHEET
as at March 31, 1998
(Unaudited - See Notice to Reader)

<u>ASSETS</u>		
	<u>1998</u>	<u>1997</u>
Current		
Cash and treasury bills	\$ 67,878	\$ 820,815
Accounts receivable	26,076	8,724
Prepays	1,734	2,484
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	95,688	832,023
Capital assets	32,059	35,783
Resource properties	3,728,826	570,185
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	\$ 3,856,573	\$ 1,437,991
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<u>LIABILITIES</u>		
Current		
Accounts payable	\$ 1,055,349	\$ 27,731
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<u>SHAREHOLDERS' EQUITY</u>		
Share capital	2,889,476	1,753,550
Shares subscribed	901,344	-
Deficit	(989,596)	(343,290)
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	2,801,224	1,410,260
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	\$ 3,856,573	\$ 1,437,991
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ERIN VENTURES INC.
CONSOLIDATED STATEMENT OF LOSS AND DEFICIT
for the nine months ended March 31, 1998
(Unaudited - See Notice to Reader)

	<u>1998</u>	<u>1997</u>
Interest income	\$ 1,676	\$ 18,002
Administrative Expenses		
Accounting and audit	10,610	3,613
Amortization	8,580	4,454
Consulting fees	151,071	6,775
Filing fees	3,647	2,950
Foreign exchange	297	-
Interest on long-term debt	-	30,853
Investor relations	45,000	18,862
Legal fees	3,005	6,124
Management fees	67,500	47,500
Office	23,468	11,627
Printing	1,581	4,441
Telephone	13,788	6,909
Transfer agent fees	4,370	3,286
Travel and promotion	89,547	42,089
Website	21,907	3,795
	<u>444,371</u>	<u>193,278</u>
Net loss for the period	(442,695)	(175,276)
Deficit, beginning of the period	(546,901)	(168,014)
Deficit, end of the period	<u>\$ (989,596)</u>	<u>\$ (343,290)</u>
Loss per share	<u>\$ 0.04</u>	<u>\$ 0.03</u>

ERIN VENTURES INC.
CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION
for the nine months ended March 31, 1998
(Unaudited - See Notice to Reader)

	<u>1998</u>	<u>1997</u>
Operating Activities		
Operations		
Net loss for the period	\$ (442,695)	\$ (175,276)
Charge to income not affecting cash:		
Amortization	8,580	4,789
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	(434,115)	(170,487)
Changes in non-cash working capital accounts related to operations		
Accounts receivable	(61)	(4,830)
Share subscriptions receivable	80,000	-
Prepaid expenses	4,100	2,177
Advances receivable	-	60,569
Accounts payable	978,884	(123,661)
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	628,788	(236,232)
Financing Activities		
Issuance of common stock	127,926	1,474,050
Shares subscribed	901,344	-
Conversion of long-term debt	-	(750,000)
Cash acquired on acquisition of subsidiary company	-	(553)
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	1,029,270	723,497
Investing Activities		
Purchase of capital assets	(632)	(38,148)
Acquisition of resource properties	(2,138,321)	(494,382)
Acquisition of subsidiary company	-	(60,570)
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	(2,138,953)	(593,100)
Decrease in cash during the period	(480,895)	(105,835)
Cash and treasury bills, beginning of the period	548,773	926,650
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Cash and treasury bills, end of the period	\$ 67,878	\$ 820,815
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