

ERIN VENTURES INC.
INTERIM CONSOLIDATED FINANCIAL STATEMENTS
September 30, 1998

NOTICE TO READER

We have compiled the consolidated balance sheet of Erin Ventures Inc. as at September 30, 1998, and the consolidated statements of loss and deficit and cash flows for the three 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, Canada
November 25, 1998

“AMISANO HANSON”
Chartered Accountants

ERIN VENTURES INC.
CONSOLIDATED BALANCE SHEET
as at September 30, 1998
(Unaudited - See Notice to Reader)

<u>ASSETS</u>		
	<u>1998</u>	<u>1997</u>
Current		
Cash	\$ 59,371	\$ 28,514
Accounts receivable	13,306	20,163
Prepays	1,937	3,784
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	74,614	52,461
Capital assets	10,077	37,163
Resource properties	4,120,598	2,174,782
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	\$ 4,205,289	\$ 2,264,406
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 <u>LIABILITIES</u> 		
Current		
Accounts payable	\$ 1,143,443	\$ 73,033
Advances payable	273,891	-
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	1,417,334	73,033
Non-controlling interest in subsidiary	12,482	-
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	1,429,816	73,033
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 <u>SHAREHOLDERS' EQUITY</u> 		
Share capital	4,008,086	2,761,550
Shares subscribed	-	98,000
Deficit	(1,232,613)	(668,177)
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	2,775,473	2,191,373
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	\$ 4,205,289	\$ 2,264,406
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ERIN VENTURES INC.
CONSOLIDATED STATEMENT OF LOSS AND DEFICIT
for the three months ended September 30, 1998
(Unaudited - See Notice to Reader)

	<u>1998</u>	<u>1997</u>
Interest income	\$ 318	\$ 1,646
Expenses		
Administrative		
Accounting and audit	375	2,000
Amortization	777	2,844
Filing fees	634	1,805
Investor relations	-	37,640
Legal fees	2,651	3,005
Management fees	15,000	22,500
Office	3,827	5,049
Printing	235	195
Rent	3,150	-
Telephone	3,196	3,101
Transfer agent fees	1,403	300
Travel	12,395	24,401
Web site	375	20,082
	<u>44,018</u>	<u>122,922</u>
Loss for the period before other items	43,700	121,276
Foreign exchange	37,732	-
Non-controlling interest share of loss	(18)	-
Net loss for the period	81,414	121,276
Deficit, beginning of the period	1,151,199	546,901
Deficit, end of the period	<u>\$ 1,232,613</u>	<u>\$ 668,177</u>
Loss per share	<u>\$ 0.01</u>	<u>\$ 0.01</u>

ERIN VENTURES INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
for the three months ended September 30, 1998
(Unaudited - See Notice to Reader)

	<u>1998</u>	<u>1997</u>
Operating Activities		
Operations		
Net loss for the period	\$ (81,414)	\$ (121,276)
Charges to income not affecting cash:		
Amortization	777	2,844
Non-controlling interest share of loss	(18)	-
	<u>80,655</u>	<u>(118,432)</u>
Changes in non-cash working capital accounts related to operations		
Accounts receivable	15,399	5,852
Share subscriptions receivable	-	80,000
Prepaid expenses	1,937	2,050
Accounts payable	429,682	(3,452)
Advances payable	51,586	-
	<u>417,949</u>	<u>(33,982)</u>
Financing Activities		
Decrease in long-term debt	(308,716)	-
Issuance of common stock	733,410	-
Shares subscribed	(647,000)	98,000
	<u>(222,306)</u>	<u>98,000</u>
Investing Activities		
Increase in resource properties	(256,163)	(584,277)
Non-controlling interest in subsidiary	12,500	-
	<u>(243,663)</u>	<u>(584,277)</u>
Decrease in cash during the period	(48,020)	(520,259)
Cash, beginning of the period	<u>107,391</u>	<u>548,773</u>
Cash, end of the period	<u>\$ 59,371</u>	<u>\$ 28,514</u>