

**ERIN VENTURES INC.**  
**INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
December 31, 1999

TERRY AMISANO LTD.  
KEVIN HANSON, C.A.

AMISANO HANSON  
CHARTERED ACCOUNTANTS

**NOTICE TO READER**

We have compiled the consolidated balance sheet of Erin Ventures Inc. as at December 31, 1999, and the consolidated statements of loss and deficit and cash flows for the six 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  
February 24, 2000

“AMISANO HANSON”  
Chartered Accountants

**ERIN VENTURES INC.**  
**CONSOLIDATED BALANCE SHEET**  
as at December 31, 1999  
(Unaudited - See Notice to Reader)

<b><u>ASSETS</u></b>		
	<u>1999</u>	<u>1998</u>
Current		
Cash	\$ 14,416	\$ 18,350
Accounts receivable	3,475	18,074
Prepays	1,315	5,423
	19,206	41,847
Capital assets	7,675	9,300
Resource properties	4,841,599	4,384,818
	\$ 4,868,480	\$ 4,435,965
<b><u>LIABILITIES</u></b>		
Current		
Accounts payable	\$ 1,555,489	\$ 1,274,082
Advances payable	-	323,050
Note payable	455,438	-
Loan payable	11,172	-
	2,022,099	1,597,132
Non-controlling interest in subsidiary	61,584	24,909
	2,083,683	1,622,041
<b><u>SHAREHOLDERS' EQUITY</u></b>		
Share capital	4,526,816	4,008,086
Shares subscribed	-	137,795
Deficit	( 1,742,019)	( 1,331,957)
	2,784,797	2,813,924
	\$ 4,868,480	\$ 4,435,965

**ERIN VENTURES INC.**  
**CONSOLIDATED STATEMENT OF LOSS AND DEFICIT**  
for the six months ended December 31, 1999  
(Unaudited - See Notice to Reader)

	<u>1999</u>	<u>1998</u>
Interest income	\$ 497	\$ 458
Expenses		
Administrative		
Accounting and audit	7,900	8,900
Amortization	1,170	1,554
Filing fees	2,243	2,556
Interest	24,625	-
Investor relations	30,000	10,000
Legal fees	-	4,316
Management fees	42,000	30,000
Office	6,493	8,886
Printing	-	494
Rent	6,300	6,300
Telephone	11,545	12,596
Transfer agent fees	6,981	2,758
Travel	9,475	53,716
Web site	-	375
	<u>148,732</u>	<u>142,451</u>
Loss for the period before other items	148,235	141,993
Foreign exchange	( 19,821)	38,856
Mineral property investigation costs	9,908	-
Gain on disposal of interest in subsidiary	( 7,672)	-
Non-controlling interest share of loss	( 5,993)	( 91)
	<u>124,657</u>	<u>180,758</u>
Net loss for the period	124,657	180,758
Deficit, beginning of the period	1,617,362	1,151,199
Deficit, end of the period	\$ <u>1,742,019</u>	\$ <u>1,331,957</u>
Loss per share	\$ <u>0.01</u>	\$ <u>0.01</u>

**ERIN VENTURES INC.**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
for the six months ended December 31, 1999  
(Unaudited - See Notice to Reader)

	<u>1999</u>	<u>1998</u>
Operating Activities		
Operations		
Net loss for the period	\$ ( 124,657)	\$ ( 180,758)
Charges to income not affecting cash:		
Amortization	1,170	1,554
Gain on disposal of interest in subsidiary	( 7,642)	-
Non-controlling interest share of loss	( 5,993)	( 91)
	<u>( 137,152)</u>	<u>( 179,295)</u>
Changes in non-cash working capital accounts related to operations		
Accounts receivable	4,459	10,631
Prepaid expenses	3,875	( 1,549)
Accounts payable	97,027	560,321
Advances payable	-	100,745
Note payable	115,674	-
Loan payable	11,172	-
	<u>95,055</u>	<u>490,853</u>
Investing Activities		
Increase in resource properties	( 105,137)	( 520,383)
Non-controlling interest in subsidiary	-	25,000
	<u>( 105,137)</u>	<u>( 495,383)</u>
Financing Activities		
Decrease in long-term debt	-	( 308,716)
Issuance of common stock	-	733,410
Shares subscribed	-	( 509,205)
Proceeds of disposal of interest in subsidiary	12,773	-
	<u>12,773</u>	<u>( 84,511)</u>
Increase (decrease) in cash during the period	2,691	( 89,041)
Cash, beginning of the period	<u>11,725</u>	<u>107,391</u>
Cash, end of the period	<u>\$ 14,416</u>	<u>\$ 18,350</u>