

**MID-NORTH RESOURCES LIMITED**  
**FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 1999 (UNAUDITED)**

**MID-NORTH RESOURCES LIMITED**  
**BALANCE SHEET**  
**SEPTEMBER 30, 1999 (UNAUDITED)**

	<b>1999</b>	<b>1998</b>
	\$	\$
<b>ASSETS</b>		
CURRENT		
Cash	98	4,572
Accounts Receivable	0	0
Sales taxes recoverable	939	2,332
	<u>1,037</u>	<u>6,904</u>
CAPITAL ASSETS	3,916	7,443
MINING CLAIMS AND DEFERRED EXPENSE	<u>1,167,962</u>	<u>1,225,346</u>
	<u><b>1,172,915</b></u>	<u><b>1,239,693</b></u>
<b>LIABILITIES</b>		
CURRENT		
Accrued interest payable	42,868	25,220
Accounts payable	64,281	53,874
Due to related parties	172,909	139,914
	<u>280,058</u>	<u>219,008</u>
<b>SHAREHOLDERS EQUITY</b>		
CONVERTIBLE NOTES	220,600	220,600
SHARE CAPITAL	2,971,394	2,971,393
DEFICIT	<u>(2,299,137)</u>	<u>(2,171,308)</u>
	<u>892,857</u>	<u>1,020,685</u>
	<u><b>1,172,915</b></u>	<u><b>1,239,693</b></u>

APPROVED ON BEHALF OF THE BOARD:

Signed by: "William McKnight"  
DIRECTOR

Signed by: "Dale Dunlop"  
DIRECTOR

**MID-NORTH RESOURCES LIMITED  
STATEMENT OF LOSS AND DEFICIT  
SEPTEMBER 30, 1999 (UNAUDITED)**

	<b>1999</b>	<b>1998</b>
	\$	\$
<b>REVENUE</b>		
Interest income	<u>0</u>	<u>2</u>
<b>EXPENSES</b>		
Consulting and other fees	16,800	18,900
Automotive	5,686	6,944
Travel	5,145	20,112
Professional fees	4,675	14,068
Annual Meeting	7,652	6,833
Office	9,388	10,643
Rent	4,401	8,501
Salary & benefits	0	49,590
Advertising and promotion	7,497	27,439
Filing and registration fees	5,942	8,615
Bank charges	181	167
Insurance	2,728	3,740
Amortization	<u>1,050</u>	<u>1,314</u>
	<u>71,145</u>	<u>176,866</u>
NET LOSS FOR THE PERIOD	<b>71,145</b>	<b>176,864</b>
DEFICIT, Beginning of year	2,214,792	1,981,244
INTEREST ON CONVERTIBLE DEBENTURES	<u>13,200</u>	<u>13,200</u>
DEFICIT, End of period	<u><b>2,299,137</b></u>	<u><b>2,171,308</b></u>
LOSS PER SHARE	0.01	0.02

**MID-NORTH RESOURCES LIMITED**  
**STATEMENT OF CHANGES IN FINANCIAL POSITION**  
**SEPTEMBER 30, 1999 (UNAUDITED)**

	<b>1999</b>	<b>1998</b>
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Net loss for the period	(71,145)	(176,864)
Add non-cash items:		
Amortization	<u>1,050</u>	<u>1,314</u>
	(70,095)	(175,550)
Changes in other working capital elements		
Accounts receivable	295	0
Prepaid expenses	0	5,360
Accrued interest payable	13,200	13,200
Accounts payable	(20,271)	19,367
Due to related parties	47,360	109,336
Sales taxes recoverable	<u>6,950</u>	<u>7,752</u>
Cash used for operating activities	<u>(22,561)</u>	<u>(20,535)</u>
<b>FINANCING ACTIVITIES</b>		
Interest on convertible notes	(13,200)	(13,200)
Proceeds on shares issued	<u>0</u>	<u>204,951</u>
Cash provided by financing activities	<u>(13,200)</u>	<u>191,751</u>
<b>INVESTMENT ACTIVITIES</b>		
Acquisition of mining claims	0	(162,000)
Deferred expenses	949	(19,069)
Purchase of capital assets	<u>0</u>	<u>(3,000)</u>
Cash used for investment activities	<u>949</u>	<u>(184,069)</u>
<b>NET INCREASE IN CASH DURING PERIOD</b>	(34,812)	(12,853)
CASH, Beginning of year	<u>34,910</u>	<u>17,425</u>
<b>CASH, end of period</b>	<u><b>98</b></u>	<u><b>4,572</b></u>