


Geoscience BC  
 Interim Statement of Financial Position  
 As at June 30, 2018  
 (Unaudited - internally-prepared)

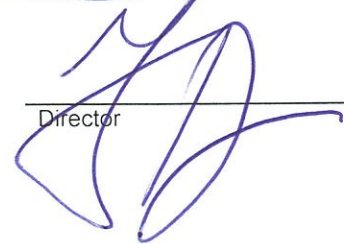
Exhibit 'A'

	\$	March 31, 2018 \$ (audited)
<b>Assets</b>		
<i>Current assets:</i>		
Cash and cash equivalents	410,377	277,661
Investments (Note 2)	16,120,642	16,705,788
Accrued interest receivable	12,451	48,755
Amounts receivable	142,524	448,450
Prepaid expenses and deposits	121,416	193,274
	16,807,410	17,673,928
Capital assets	42,623	30,666
	16,850,033	17,704,594
<b>Liabilities</b>		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	115,342	276,828
Deferred revenue	3,117,769	4,024,616
	3,233,111	4,301,444
<b>Members' Equity</b>		
Net assets restricted for approved programs (Note 3)	4,874,054	4,744,182
Unrestricted net assets (Exhibit 'B', Note 4)	8,742,868	8,658,968
	13,616,922	13,403,150
	16,850,033	17,704,594
Basis of presentation (Note 1)		
Subsequent events (Note 6)		

Refer also to accompanying notes - Exhibit 'C'

Approved By the Board:

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

Geoscience BC  
Interim Operations Statement  
For the three months ended June 30, 2018  
(Unaudited - internally-prepared)

Exhibit 'B'

	For the three months ended June 30, 2018		For the three months ended June 30, 2017	
	\$	\$	\$	\$
<i>Revenues:</i>				
Grants - Provincial Government		906,847		1,224,771
Investment income		211,967		63,959
Grants - other, and program reimbursements		1,805		-
Other		-		1
		<u>1,120,619</u>		<u>1,288,731</u>
<i>Expenditures:</i>				
<u>Program, including non-refundable portion of GST:</u>				
Program costs incurred (Note 5)	367,885		821,351	
Program management *	157,619		102,539	
Scholarship awards	50,000		35,000	
GIS server implementation and maintenance	10,846		7,568	
Publishing costs	864		-	
		<u>(587,214)</u>		<u>(966,458)</u>
<u>Administration:</u>				
Salaries and Benefits *	111,207		107,205	
Rent and utilities	43,104		40,446	
Travel & Conferences/Conventions	34,522		13,853	
Accounting, legal, insurance	33,899		30,284	
Sponsorships	18,800		4,475	
Investment management fees	17,107		12,861	
External Relations (formerly Communications & Marketing)	13,555		5,451	
IT (formerly Computer maintenance, internet and email)	11,392		8,266	
Amortization of capital assets	7,703		8,109	
Dues/Memberships	7,390		6,107	
Consulting	7,160		12,555	
Non-refundable GST/HST	3,802		2,769	
Office/miscellaneous	3,052		1,857	
Meeting expenses	2,578		332	
Telephone	1,840		1,390	
Photocopier	1,743		1,340	
Recruitment	779		1,000	
Staff training and professional development	-		-	
		<u>(319,633)</u>		<u>(258,300)</u>
Income earned in excess of expenditures		<u>213,772</u>		<u>63,973</u>
Net increase in unexpended funding commitments from March 31, 2018		(129,872)		
Balance, unrestricted net assets, March 31, 2018, audited		8,658,968		
Balance, unrestricted net assets, June 30, 2018	(refer also to Note 4)	<u>8,742,868</u>		
		(to Exhibit 'A')		
Projected unrestricted net assets, March 31, 2019				

\* Program management represents the portion of staff salaries and benefits allocated to programs rather than administrative spending.

Refer also to accompanying notes - Exhibit 'C'

1. Basis of presentation - lack of independence

These financial statements have been internally-prepared by Geoscience BC and have not been audited or reviewed by an independent public accountant. These statements are designed for the internal use of Geoscience BC members only and are not necessarily presented in a manner consistent with generally accepted accounting principles.

2. Investments

	30-Jun-18 Market value \$	31-Mar-18 Market value \$
BMO High Interest Savings account	1,304,609	65,618
2.15% GIC, Bank of Montreal, due May 9, 2019, annual	1,000,000	
1.45% GIC, Bank of Montreal, due April 8, 2019, annual	1,000,000	1,000,000
1.15% GIC, Bank of Montreal, due May 7, 2018, annual	-	1,000,000
1.20% GIC, Bank of Montreal, due April 6, 2018, annual	-	2,000,000
	<u>3,304,609</u>	<u>4,065,618</u>
Connor, Clark and Lunn aggregate portfolio, at market value	12,816,033	12,640,170
	<u>16,120,642</u>	<u>16,705,788</u>

Geoscience BC considers these to be 'available for sale' securities and hence they are required to be carried at current market values. The Connor, Clark and Lunn value is net of investment management fees of \$17,107, year to date, and included in the Statement of Operations as an expense.

3. Funding Commitments

Geoscience BC had approved the following undisbursed funding at June 30, 2018:

Minerals:

TREK: Consultants, logistics	38,236
TREK: Geochemistry	6,525
TREK: Geophysics	13,653
TREK: Geology & Integration	338,200
TREK: Geothermal	21,054
Project 2010-002: Porphyry Integration Project (funding formerly related to QUEST)	41,337
Project 2014-015: Mineralogical Characteristics of Porphyry Fertile Plutons (Bouzarj/Hart, MDRU)	66,015
Project 2016-004: Geological mapping, compilation and mineral evaluation, Boundary District, southern BC	21,048
Project 2016-006: Detrital gold as a deposit-specific indicator mineral (U of Leeds)	12,450
Project 2016-013: An Exploration Framework for Porphyry to Epithermal Transitions in the Toadoggonne (MDRU)	74,190
Project 2016-025: Application of Genomics in Mineral Exploration (MDRU-Winterburn)	63,815
Project 2016-028: CSA Global integrated assessment of regional stream sediment geochemistry, north Stikinia	29,784
Project 2016-029: Pilot project for georeferencing and data capture of Ni 43-101 (Purple Rock)	11,643
Project 2016-032: Assessing BC Porphyry Fertility using Zircons (MDRU)	109,794
SEARCH Phase III	3,091
Project 2016-038: Search Multiple Scale Value Added Mapping Project (MDRU)	83,476
Project 2016-066: Terrestrial Environmental Data Capture and Accessibility for Mining - NW BC (ERM)	50,000
Project 2016-068: Mine reclamation project - Soil Amendments in Mine Closure (TRU)	50,000
Project 2016-069: Mine reclamation project - Biodiversity in Ecosystem Reclamation (TRU)	50,000
Project 2017-009: Metamorphic, structural, thermochronological evolution of E Kootenay metallogenic province	22,308
Project 2017-013: Producing Clean Coal using the Water-based Roben Jig--Refining the Process	30,419
<b>Total Minerals Project Commitments:</b>	<u>1,137,036</u>

Oil & Gas:

NE BC Induced Seismicity Monitoring Program - extension	411,897
Project 2013-001: Quantification of the Gas and Liquids in Place and Flow Characteristics (Bustin, UBC)	45,000
Project 2015-013: BC Natural Gas Atlas (UVic)	242,216
Project 2015-021: New Resource Oil Plays (PRCL, Trican and Taurus)	159,000
Project 2015-031: Monitoring & Risk Assessment of Anomalous Induced Seismicity (Bustins)	315,000
Project 2016-062: Amplification of Seismic Ground Motion Hazard Mapping	80,446
Project 2016-065: GHGMap Project	659,058
Project 2017-014: Hydrogen sulphide in unconventional reservoir rocks (Bustin, UBC)	180,000
<b>Total Oil &amp; Gas Project Commitments:</b>	<u>2,072,617</u>

Geothermal:

Project 2015-001: Dynamic Geothermal Reservoir Modeling in the Clarke Lake Gas Field (Alberta Innovates)	15,000
Project 2016-047: Techno-Economic assessment of Geothermal Energy Resources	4,000
Project 2018-003: Clarke Lake Demonstration Project Development (Associated Engineering)	86,931
Project 2018-004: Garibaldi Geothermal Volcanic Belt Assessment Project	500,000
<b>Total Geothermal Project Commitments:</b>	<u>605,931</u>

Water:

Project 2013-003: Long Term Water Availability in the Horn River Basin (HRBPG)	33,000
Project 2015-030: MIKH: CMIC Partnership seed funding	6,255
PEACE Region Airborne Groundwater Mapping Project	189,213
Project 2016-043: Assessment of Fugitive Natural Gas on Near-Surface Groundwater Quality	50,000
Peace Regional Groundwater Monitoring Network	780,000
<b>Total Water Project Commitments:</b>	<u>1,058,468</u>

**Restricted Funding commitments at June 30, 2018 - unspent**

4,874,054

These funds remain on hand at June 30, 2018 but are now considered to be internally-restricted from the perspective of Geoscience BC. Refer to Notes 5 and 6.

4. Summarized net unrestricted assets from inception:

BC government grants received	71,800,000
Investment income earned, net	8,505,884
Income from other sources (third party funding, recoveries, sublease rent, etc.)	7,654,101
Publishing costs incurred	(455,640)
Administrative expenses incurred	(14,805,836)
Net program expenditures - actual and commitments	<u>(60,837,872)</u>
	11,860,637
Deferred revenue - remainder of BC government grants to be expended	(3,117,769)
Unrestricted net assets, December 31, 2017	<u><u>8,742,868</u></u>

5. Program funding expended in the three months ended June 30, 2018, including \$2,192 non-refundable portion of GST:

**Minerals:**

TREK - Geochemistry	5,000
Project 2016-001: Merging Geological, Seismic Reflection (Salt Spring Imaging, Ltd.)	24,933
Project 2016-019: TREK: Adding value to till and lake sediment geochemical data	24,105
Project 2016-025: Application of Genomics in Mineral Exploration (MDRU-Winterburn)	42,543
SEARCH Phase III	<u>2,180</u>
<b>Total Minerals Project Expenditures:</b>	<u><u>98,761</u></u>

**Oil & Gas:**

NE BC Induced Seismicity Monitoring Program	38,194
Project 2015-021: New Resource Oil Plays (PRCL, Trican and Taurus)	34,750
Project 2017-014: Hydrogen sulphide in unconventional reservoir rocks (Bustin, UBC)	180,000
Project 2016-065: GHGMap Project	<u>2,426</u>
<b>Total Oil &amp; Gas Project Expenditures:</b>	<u><u>255,370</u></u>

**Geothermal:**

Project 2018-003: Clarke Lake Demonstration Project Development (Associated Engineering)	<u>13,069</u>
<b>Total Geothermal Project Expenditures:</b>	<u><u>13,069</u></u>

**Water:**

Project 2015-030: MIKH: CMIC Partnership seed funding	<u>685</u>
<b>Total Water Project Expenditures:</b>	<u><u>685</u></u>

<b>Program funding expended in the three months ended June 30, 2018</b>	<u><u><u>367,885</u></u></u>
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6. Subsequent events

Between July 1st and August 31st, 2018 Geoscience BC disbursed an aggregate of \$231,686 in previously-approved program spending.