

Geoscience BC
Interim Statement of Financial Position
As at June 30, 2015
(Unaudited - internally-prepared)

Exhibit 'A'

Assets	\$	March 31, 2015 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	257,188	608,715
Investments (Note 2)	16,870,830	12,459,862
Accrued interest receivable	29,981	33,651
Amounts receivable	108,430	5,271,766
Prepaid expenses and deposits	93,316	80,742
	<u>17,359,745</u>	<u>18,454,736</u>
Capital assets	19,950	16,012
	<u><u>17,379,695</u></u>	<u><u>18,470,748</u></u>
Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	260,312	437,418
Deferred revenue	-	125,308
	<u>260,312</u>	<u>562,726</u>
Members' Equity		
Net assets restricted for approved programs (Note 3)	7,313,524	6,684,997
Unrestricted net assets (Exhibit 'B', Note 4)	9,805,859	11,223,025
	<u>17,119,383</u>	<u>17,908,022</u>
	<u><u>17,379,695</u></u>	<u><u>18,470,748</u></u>
Basis of presentation (Note 1)		
Subsequent events (Note 6)		

Refer also to accompanying notes - Exhibit 'C'

Geoscience BC
Interim Operations Statement
For the three months ended June 30, 2015
(Unaudited - internally-prepared)

Exhibit 'B'

	Actuals		Year ended March 31, 2015	Forecast to March 31, 2016
	\$	\$	\$	\$
<i>Revenues:</i>				
Grants - Provincial Government		-	5,000,000	-
Investment income		(80,526)	1,154,288	(80,526)
Program funding from third parties		165,308	395,643	165,308
Sublease income		-	10,984	-
Miscellaneous		-	3,120	-
		84,782	6,564,035	84,782
<i>Expenditures:</i>				
<u>Program, including non-refundable portion of GST:</u>				
Publishing costs	1,278		40,312	50,000
GIS server implementation	765		5,663	30,000
GIS server maintenance	1,087		11,447	12,500
Program management *	92,645		380,979	400,000
Program funding expended (Note 5)	404,165		2,231,238	7,693,928 **
		(499,940)	(2,669,639)	(8,186,428)
<u>Scholarships:</u>				
	-		(35,000)	(50,000)
<u>Administration:</u>				
Salaries and Benefits *	129,006		549,642	550,000
Outreach - Government Relations and First Nations Engager	37,088		105,206	150,000
Rent and utilities	31,895		124,455	168,500
Communications, Marketing and Community Engagement	30,609		65,449	75,000
Travel & Conferences/Conventions	29,599		150,132	120,000
Accounting, legal, insurance	29,258		114,151	105,000
Consulting	21,596		74,849	80,000
Sponsorships	16,375		15,720	25,000
Workshops	13,206		-	13,500
Investment management fees	11,010		47,882	44,000
Non-refundable GST/HST	5,506		19,221	20,000
Office Relocation	5,102		-	20,000
Office/miscellaneous	2,868		21,169	27,000
Amortization of capital assets	2,742		10,911	22,000
Meeting expenses	1,878		20,909	11,000
Photocopier	1,248		5,344	5,000
Computer maintenance, internet and email	1,139		12,639	15,000
Telephone	1,113		6,728	5,000
Recruitment	896		-	1,500
Dues/Memberships	747		12,557	12,000
Staff training and professional development	600		4,419	4,500
		(373,481)	(1,361,383)	(1,474,000)
Expenditures in excess of income earned		(788,639)	2,498,013	(9,625,646)
Net increase in unexpended funding commitments from March 31, 2015		(628,527)		
Add back: March 31, 2015 unexpended funding, restricted at that date		n/a		6,684,997
Balance, unrestricted net assets, March 31, 2015, audited		11,223,025		11,223,025
Balance, unrestricted net assets, June 30, 2015	(refer also to Note 4)	9,805,859		
		(to Exhibit 'A')		
Projected unrestricted net assets, March 31, 2016				8,282,376

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

** inclusive of \$6,684,997 in unexpended funding commitments at March 31, 2015

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-15 Market value \$	31-Mar-15 Market value \$
BMO High Interest Savings account	5,620,418	1,096,592
1.76% GIC, Bank of Montreal, due May 1, 2015 (locked-in)	-	1,000,000
1.71% GIC, Bank of Montreal, due August 18, 2015 (locked-in)	1,500,000	1,500,000
1.4% GIC, VanCity, due March 7, 2016 (locked-in)	1,000,000	1,000,000
1.55% GIC, Montreal Trust, due May 4, 2016 (locked-in)	1,000,000	-
	<u>9,120,418</u>	<u>4,596,592</u>
Connor, Clark and Lunn aggregate portfolio, at market value	7,750,412	7,863,270
	<u>16,870,830</u>	<u>12,459,862</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 \$11,010, 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, 2015:

Project 2006-005 (Hart/Goldfarb, U of Western Australia)	3,633
Project 2006-029 (Hart/Goldfarb, U of Western Australia)	13,307
Committed during the year ended March 31, 2007:	<u>16,940</u>
Project 2007-017 (Mortensen, UBC)	12,000
Committed during the year ended March 31, 2008:	<u>12,000</u>
Project 2008-027 (Pignotta, U of Wisconsin)	9,514
Committed during the year ended March 31, 2009:	<u>9,514</u>
Project 2009-033 (Mortensen, UBC)	13,538
Project 2009-046 (Hart, MDRU)	10,222
Project 2009-048 (Hart, MDRU)	18,341
Committed during the year ended March 31, 2010:	<u>42,101</u>
Minerals - consultants and logistics (funding formerly related to QUEST)	52,340
Project 2010-002-PIP (funding formerly related to QUEST)	24,278
Committed in the year ended March 31, 2011:	<u>76,618</u>
Project 2011-004 HRB water monitoring study	152,477
SEEK	43,252
Project 2011-015 (Bouzari, MDRU)	22,536
Project 2011-021 (Pattison, U of Calgary)	5,766
Committed in the year ended March 31, 2012:	<u>224,031</u>
Project 2012-002 (Hart, MDRU)	23,305
NE BC Induced Seismicity Monitoring Program	387,903
Oil & Gas - consultants, logistics, and community engagement	196,983
TREK - Consultants, logistics	45,971
TREK - Geochemistry	98,798
TREK - Geophysics	408,971
TREK - Geology & Integration	498,800
TREK - Geothermal	39,337
Committed in the year ended March 31, 2013:	<u>1,700,068</u>
Project 2013-001 (Bustin, UBC)	300,000
Project 2013-003 - Long Term Water Availability in the Horn River Basin (HRBPG)	40,000
TREK - First Nations engagement (from formerly related to QUEST)	52,752
GIS Server Implementation (formerly DAP & ArcGIS)	29,240
Committed in the year ended March 31, 2014:	<u>421,992</u>
Deep Aquifer Fluid Disposal Program	4,441
Project 2014-006 (Höy/Jackaman)	92,988
Project 2014-007 (Chapman/Mileham, U. of Leeds)	18,428
Project 2014-009 (Yehia, Myar Consulting)	19,905
Project 2014-011 (Sanchez, Bissig, Kowalczyk)	18,000
Project 2014-015 (Bouzari/Hart, MDRU)	132,030
Peace Region Airborne Groundwater Mapping Project (Bouzari/Hart, MDRU)	2,026,719
Search Project - Phase I	1,413,224
Project 2015-001 (Jonathan Banks, Alberta Innovates)	60,000
Committed in the year ended March 31, 2015:	<u>3,785,735</u>
Search Project - Phase II	1,000,000
IT capital purchases	24,525
Committed in the three months ended June 30, 2015:	<u>1,024,525</u>
Restricted Funding commitments at June 30, 2015 - unspent	<u>7,313,524</u>

These funds remain on hand at June 30, 2015 but are now considered to be internally-restricted from the perspective of Geoscience BC. Refer to Notes 5 and 6.

Geoscience BC
Notes to Interim Financial Statements
For the three months ended June 30, 2015
(Unaudited - internally-prepared)

Exhibit 'C'

4. Summarized net unrestricted assets from inception:

BC government grants received	56,700,000
Investment income earned, net	7,005,433
Income from other sources (third party funding, recoveries, sublease rent, etc.)	5,966,727
Publishing costs incurred	(296,094)
Administrative expenses incurred	(10,352,907)
Net program expenditures - actual and commitments	(49,217,300)
Unrestricted net assets, June 30, 2015	<u>9,805,859</u>

5. Program funding expended in the three months ended June 30, 2015, including non-refundable portion of GST:

Project 2011-004 HRB water monitoring study	44,665
NE BC Induced Seismicity Monitoring Program	23,280
TREK - Geochemistry	73,350
Search Project	1,187
Project 2013-003 - Long Term Water Availability in the Horn River Basin (HRBPG)	25,000
Deep Aquifer Fluid Disposal Program	159,948
Project 2014-001 (CSA Global)	11,669
Peace Region Airborne Groundwater Mapping Project	4,264
Project 2014-037 Economic Viability of Geothermal Resources in British Columbia	59,654
Oil & Gas - consultants, logistics, and community engagement	1,148
	<u>404,165</u>

6. Subsequent events

Between July 1st and November 20th, 2015 Geoscience BC disbursed an aggregate of \$2,117,836 in previously-approved program spending.