

Geoscience BC
Interim Statement of Financial Position
As at December 31, 2013
(Unaudited - internally-prepared)

Exhibit 'A'

Assets	\$	31-Mar-13 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	356,875	380,467
Investments (Note 2)	12,454,163	14,882,845
Accrued interest receivable	24,239	33,467
Amounts receivable	223,200	979,183
Prepaid expenses and deposits	6,956	10,154
	<u>13,065,433</u>	<u>16,286,116</u>
Capital assets	24,104	19,871
	<u>13,089,537</u>	<u>16,305,987</u>
 Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	<u>221,556</u>	<u>302,689</u>
 Members' Equity		
Net assets restricted for approved programs (Note 3)	4,466,263	6,878,829
Unrestricted net assets (Exhibit 'B', Note 4)	8,401,718	9,124,469
	<u>12,867,981</u>	<u>16,003,298</u>
	<u>13,089,537</u>	<u>16,305,987</u>
 Basis of presentation (Note 1)		
Subsequent events (Note 5)		

Refer also to accompanying notes - Exhibit 'C'

Geoscience BC
Interim Operations Statement
For the nine months ended December 31, 2013
(Unaudited - internally-prepared)

Exhibit 'B'

	Actuals		Year ended March 31, 2013	Forecast to March 31, 2014
	\$	\$	\$	\$
Revenues:				
Investment income		432,614	935,630	432,614
Program funding from third parties		433,184	873,456	433,184
Program funding recoveries		-	7,296	-
Sublease income		13,200	16,760	17,700
Other - income tax refund and miscellaneous		9,015	5,784	9,015
		<u>888,013</u>	<u>1,838,926</u>	<u>892,513</u>
Expenditures:				
<u>Program:</u>				
Publishing costs	21,556		27,942	50,000
GIS server implementation	66,701		45,875	66,701
GIS server maintainance	7,455		700	12,500
Program management *	183,533		289,236	250,000
Program funding awarded expended, including non-refundable portion of GST:			3,149,089	7,380,693 **
Project 2008-031	4,689			
Project 2009-003	684			
Project 2009-022	8,452			
Project 2010-007	4,877			
Project 2011-004 HRB water monitoring study	184,326			
Project 2011-011	19,475			
Project 2011-015	90,144			
Project 2011-018	11,670			
Project 2011-021	17,298			
Minerals consultants and logistics (funding formerly related to QUEST)	2,745			
Project 2010-002 - PIP (funding formerly related to QUEST)	56,742			
TREK First Nations engagement (from QUEST funds)	53,085			
TREK Geochem	655,390			
TREK Geophys	1,016,241			
TREK Geothermal	37,612			
TREK - consultants, logistics	10,948			
TREK - Biogeochemical	57,352			
SEEK	63,698			
Northern Vancouver Island program	3,371			
NWCC workshop	370,082			
NE BE Seismic program	1,904			
2012-005	52,928			
2013-001	150,000			
Oil & Gas - consultants, logistics, and community engagement	9,040			
2012-008 - CanGEA	32,500			
		<u>(3,194,498)</u>	<u>(3,512,842)</u>	<u>(7,759,894)</u>
Scholarships:	25,000			
		<u>(25,000)</u>	<u>(35,000)</u>	<u>(25,000)</u>
<u>Administration:</u>				
Salaries and Benefits *	315,973		425,759	450,000
Communications, Marketing and Community Engagement	108,077		119,295	145,000
Rent and utilities	92,643		122,594	125,000
Travel & Conferences/Conventions	68,510		90,527	100,000
Accounting, legal, insurance	47,892		62,314	65,000
Recruitment	35,107		9,451	35,000
Consulting	34,809		65,870	47,500
Investment management fees	23,351		58,552	32,000
Sponsorships	18,174		6,713	25,000
Office/miscellaneous	11,974		17,333	16,000
Non-refundable GST/HST	11,336		31,357	15,000
Computer maintenance, internet and email	8,289		12,649	11,000
Meeting expenses	6,104		20,047	8,000
Amortization of capital assets	5,547		8,019	7,500
Workshops	4,863		4,028	5,000
Telephone	4,753		5,715	6,500
Photocopier	3,481		4,243	3,500
Staff training and professional development	1,745		4,120	2,000
Dues/Memberships	1,204		3,244	1,500
		<u>(803,832)</u>	<u>(1,071,830)</u>	<u>(1,100,500)</u>
Expenditures in excess of income earned		<u>(3,135,317)</u>	<u>(2,780,746)</u>	<u>(7,992,881)</u>
Net decrease in unexpended funding commitments from March 31, 2013		2,412,566		
Add back: March 31, 2013 unexpended funding, restricted at that date		n/a		6,878,829
Balance, unrestricted net assets, March 31, 2013, audited		9,124,469		9,124,469
Balance, unrestricted net assets, December 31, 2013	(refer also to Note 4)	<u>8,401,718</u>		
		(to Exhibit 'A')		
Projected unrestricted net assets, March 31, 2014				<u>8,010,417</u>

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

** inclusive of \$6,878,829 in unexpended funding commitments at March 31, 2013 and exclusive of \$2,385,000 funding approved in principal for the TREK program

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

	31-Dec-13	31-Mar-13
	Market value	Market value
	\$	\$
AAT High Interest Savings account	-	450,000
Advisor's Advantage Trust cashable GIC, due November 19, 2013	-	4,091,271
1.9% locked-in GIC, Canadian Western Bank GIC, due August 27, 2013	-	250,000
1.4% cashable GIC, VanCity, due April 30, 2014	1,200,000	-
1.71% GIC, VanCity, due August 18, 2014	2,000,000	2,000,000
1.3% cashable GIC, Bank of Montreal, due November 3, 2014	4,090,588	-
	7,290,588	6,791,271
Connor, Clark and Lunn aggregate portfolio, at market value	5,163,575	8,091,574
	12,454,163	14,882,845

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 \$23,351, 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 December 31, 2013:

Project 2006-005 - Hart/Goldfarb	3,633
Project 2006-029 - Hart/Goldfarb, U of Western Australia	13,307
Committed during the year ended March 31, 2007:	16,940
Project 2007-017 - Mortensen, UBC	12,000
Committed during the year ended March 31, 2008:	12,000
TREK First Nations Engagement (funding formerly QUEST, QW, QS community engagemen	72,097
Project 2007-026 - Ward, SFU	41,240
Project 2008-027 - Pignotta, U of Wisconsin	9,514
Committed during the year ended March 31, 2009:	122,851
Montney Basin Aquifer Study and related components	53,591
Project 2008-031 - Ferbey, BCGS	15,311
Project 2009-033 - Mortensen, UBC	13,538
Project 2009-041 - Phillips, Mira Geoscience	16,125
Project 2009-046 - Hart, MDRU	10,221
Project 2009-048 - Hart, MDRU	18,341
Committed during the year ended March 31, 2010:	127,127
Project 2009-001 - Hart, MDRU	21,000
Minerals consultants and logistics (funding formerly related specifically to QUEST programs	57,295
Project 2010-002 - PIP (funding formerly QUEST, QW, QS consultants & logistics)	43,861
Committed in the year ended March 31, 2011:	122,156
Project 2011-004-Horn River Basin - Phase 2 subsurface water monitoring program	460,840
Project 2011-012 - Smyth, Georeference Online Ltd.	5,000
SEEK - Phase 1 - East Kootenay Chamber of Mines	134,225
Project 2011-015 - Bouzari, MDRU	22,536
Project 2011-016 - Bissig, MDRU	30,357
Project 2011-021 - Pattison, U of Calgary	5,766
Committed in the year ended March 31, 2012:	658,724
Project 2011-014 - Reichheld	3,000
Project 2012-001 - Heberlein Geoconsulting	5,875
Project 2012-002 - Hart, MDRU	23,305
Project 2012-008 - CanGEA	5,000
NE BC Induced Seismicity Monitoring Program	428,292
Northern Vancouver Island Project - ICET	12,761
Oil & Gas consultants and logistics	210,147
TREK - consultants, logistics, marketing	59,052
TREK - geochemistry	421,847
TREK - geophysics	983,258
TREK - geology and integration	820,000
TREK - geothermal	12,387
Committed in the year ended March 31, 2013:	2,984,924
Project 2013-001 - Bustin	300,000
Project 2013-003 - HRBPG	65,000
TREK - Biogeochemistry	19,117
GIS Server (formerly DAP & ArcGIS)	37,424
Committed in the nine months ended December 31, 2013:	421,541
Restricted Funding commitments at December 31, 2013 - unspent	4,466,263

These funds remain on hand at December 31, 2013 but are now considered to be internally-restricted from the perspective of Geoscience BC. Refer to Note 5.

4. Summarized net unrestricted assets from inception:

BC government grants received	48,700,000
Investment income earned, net	5,713,245
Income from other sources (third party funding, recoveries, sublease rent, etc.)	5,257,944
Publishing costs incurred	(248,843)
Administrative expenses incurred	(8,149,517)
Net program expenditures - actual and commitments	(42,871,111)
Unrestricted net assets, December 31, 2013	8,401,718

5. Subsequent events

Between January 1st and February 28th, 2014 Geoscience BC disbursed an aggregate of \$90,579 in previously-approved program spending.