

Geoscience BC
Interim Statement of Financial Position
As at June 30, 2012
(Unaudited - internally-prepared)

Exhibit 'A'

Assets	\$	31-Mar-12 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	261,911	127,176
Investments (Note 2)	17,510,612	18,555,556
Accrued interest receivable	22,760	39,414
Amounts receivable	330,944	349,068
Prepaid expenses	2,346	5,984
	18,128,573	19,077,198
 Capital assets	 13,130	 10,274
	18,141,703	19,087,472
 Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	198,523	303,428
 Members' Equity		
Net assets restricted for approved programs (Note 3)	4,945,025	3,735,021
Unrestricted net assets (Exhibit 'B', Note 4)	12,998,155	15,049,023
	17,943,180	18,784,044
	18,141,703	19,087,472
 Basis of presentation (Note 1)		
Subsequent events (Note 5)		

Refer also to accompanying notes - Exhibit 'C'

Geoscience BC
Interim Operations Statement
For the three months ended June 30, 2012
(Unaudited - internally-prepared)

Exhibit 'B'

	Actuals	Forecast to March 31, 2013
	\$	\$
Revenues:		
Investment income	120,654	120,654
Project funding returned unused - Project 2009-044	3,304	3,304
Sublease income	4,020	16,760
	<u>127,978</u>	<u>140,718</u>
Expenditures:		
<u>Program:</u>		
Publishing costs	-	50,000
Project funding awarded expended:		5,643,517 *
Project 2008-012	1,409	
Project 2008-014	88,606	
Project 2008-018	36,475	
Project 2009-003	1,067	
Project 2009-009	23,417	
Project 2009-024	42,912	
Project 2009-044	602	
Project 2011-004 HRB water monitoring study	141,380	
Project 2011-011 OGC Regional Hydrology Study	4,727	
Project 2011-014	7,000	
Project 2011-015	112,680	
Project 2011-016	91,072	
Project 2012-001	24,180	
QUEST-NW002 Geochem	32,306	
QUEST-NW003 BCGS/MDRU bedrock mapping program	9,340	
QUEST projects - consultants, logistics	1,525	
QUEST projects - community consultations	6,784	
SEEK - Gravity Database	14,250	
Northern Vancouver Island program - consultants, logistics, marketing	5,378	
NE BE Seismic program	4,748	
Oil & Gas - consultants, logistics, and community engagement	34,209	
Geothermal Needs Meeting	7,338	
	<u>(691,405)</u>	<u>(5,693,517)</u>
<u>Scholarships:</u>	<u>35,000</u>	<u>(35,000)</u>
	<u>(691,405)</u>	<u>(5,693,517)</u>
<u>Administration:</u>		
Salaries & Benefits	118,231	600,000
Rent and utilities	30,051	125,000
Communications, Marketing and Community Engagement	21,646	90,000
Investment management fees	16,579	66,000
Travel & Conferences/Conventions	13,687	72,000
Accounting, legal, insurance	13,526	55,000
Non-refundable GST/HST	5,613	23,000
Consulting	4,525	20,000
Recruitment	4,306	10,000
Sponsorships	3,583	15,000
Amortization of capital assets	2,288	9,000
Office/miscellaneous	2,136	10,000
Computer maintenance, internet and email	1,657	7,000
Telephone	1,465	6,000
Meeting expenses	1,440	6,000
Photocopier	959	4,000
Staff training & professional development	745	7,000
Dues/Memberships	-	4,000
	<u>(242,437)</u>	<u>(1,129,000)</u>
Expenditures in excess of income earned	<u>(840,864)</u>	<u>(6,716,799)</u>
Net increase in unexpended funding commitments from March 31, 2012	(1,210,004)	
Add back: March 31, 2012 unexpended funding, restricted at that date	n/a	3,735,021
Balance, unrestricted net assets, March 31, 2012, audited	15,049,023	15,049,023
Balance, unrestricted net assets, June 30, 2012	(refer also to Note 4) <u>12,998,155</u>	
	(to Exhibit 'A')	
Projected unrestricted net assets, March 31, 2013		<u>12,067,245</u>

* inclusive of \$3,735,021 in unexpended funding commitments at March 31, 2012

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-12 Market value \$	31-Mar-12 Market value \$
1.4% GIC, TD Mortgage Corp., due May 7, 2012	-	2,500,000
1.5% GIC, TD Mortgage Corp., due May 31, 2012	-	501,800
1.5% GIC, TD Mortgage Corp., due August 27, 2012	500,000	500,000
1.75% GIC, TD Mortgage Corp., due November 5, 2012	1,875,000	-
1.4% GIC, TD Mortgage Corp., due January 16, 2013	750,000	750,000
1.4% GIC, TD Mortgage Corp., due March 11, 2013	2,000,000	2,000,000
	<u>5,125,000</u>	<u>6,251,800</u>
Connor, Clark and Lunn aggregate portfolio, at market value	12,385,612	12,303,756
	<u>17,510,612</u>	<u>18,555,556</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 \$16,579, 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, 2012:

Project 2006-005	3,633
Project 2006-029	13,307
Committed during the year ended March 31, 2007:	<u>16,940</u>
Project 2007-012	9,575
Project 2007-017	12,000
Committed during the year ended March 31, 2008:	<u>21,575</u>
QUEST, QUEST-West, QUEST-South community engagement	126,628
Data Compilations	151,634
Project 2007-026	41,240
Project 2008-027	9,514
Project 2008-014	22,151
Project 2009-003	13,933
Committed during the year ended March 31, 2009:	<u>365,100</u>
Project 2008-013	150,000
Project 2008-024	5,966
Montney Basin Aquifer Study and related components	72,768
Project 2008-031	100,837
Project 2009-022	20,538
Project 2009-029	3,139
Project 2009-033	13,537
Project 2009-040	79,150
Project 2009-041	16,125
Project 2009-044	8,035
Project 2009-046	10,221
Project 2009-048	18,341
Committed during the year ended March 31, 2010:	<u>498,657</u>
Project 2009-001	21,000
Project 2010-002 - QUEST, QW, QS consultants and logistics	179,043
Project 2010-004	76,470
Project 2010-007	38
Committed in the year ended March 31, 2011:	<u>276,551</u>
QUEST-NW003 BCGS/MDRU bedrock mapping program	68,296
QUEST-NW006 purchase of existing company aeromagnetic data	250,000
Project 2008-027 -additional funds	9,000
Project 2011-004-Horn River Basin - Phase 2 subsurface water monitoring program	863,802
Project 2011-011-OGC Regional Hydrology Study of NE BC by Allan Chapman	35,100
Project 2011-012	5,000
SEEK - Phase 1 - East Kootenay Chamber of Mines	212,550
Project 2011-015	112,680
Project 2011-016	30,357
Project 2011-018	24,763
Project 2011-021	23,064
Geothermal Needs Meeting	2,662
DAP (to be ArcGIS) Server	55,000
Committed in the year ended March 31, 2012:	<u>1,692,274</u>
Project 2011-014	3,000
Project 2012-001	11,410
Project 2012-002	46,610
Project 2012-003	29,000
Northern Vancouver Island Project - ICET	917,535
QUEST-NW007 airborne mag survey (250 m line-spacing)	300,000
NE BC Seismic	495,252
Oil & Gas consultants and logistics	236,121
ArcGIS Server (formerly DAP)	35,000
Committed in the three month ended June 30, 2012:	<u>2,073,928</u>
Restricted Funding commitments at June 30, 2012 - unspent	<u>4,945,025</u>

These funds remain on hand at June 30, 2012 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	4,459,871
Income from other sources (third party funding, recoveries, sublease rent, etc.)	3,912,357
Publishing costs incurred	(200,804)
Administrative expenses incurred	(6,652,331)
Net program expenditures - actual and commitments	(37,220,938)
Unrestricted net assets, June 30, 2012	<u>12,998,155</u>

5. Subsequent events

Between July 1st and October 15th, 2012 Geoscience BC disbursed an aggregate of \$841,369 in previously-approved program spending.