

Geoscience BC
Interim Statement of Financial Position
As at June 30, 2013
(Unaudited - internally-prepared)

Exhibit 'A'

Assets	\$	31-Mar-13 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	249,888	380,467
Investments (Note 2)	14,420,571	14,882,845
Accrued interest receivable	29,055	33,467
Amounts receivable	951,561	979,183
Prepaid expenses and deposits	2,123	10,154
	<u>15,653,198</u>	<u>16,286,116</u>
Capital assets	19,495	19,871
	<u>15,672,693</u>	<u>16,305,987</u>
 Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	<u>831,765</u>	<u>302,689</u>
 Members' Equity		
Net assets restricted for approved programs (Note 3)	6,864,093	6,878,829
Unrestricted net assets (Exhibit 'B', Note 4)	<u>7,976,835</u>	<u>9,124,469</u>
	<u>14,840,928</u>	<u>16,003,298</u>
	<u>15,672,693</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 three months ended June 30, 2013
(Unaudited - internally-prepared)

Exhibit 'B'

	<u>Actuals</u>	<u>Forecast</u>
	\$	to March 31, 2014
	\$	\$
Revenues:		
Investment income	42,067	42,067
Program funding from third parties	75,000	75,000
Sublease income	4,275	17,700
	<u>121,342</u>	<u>134,767</u>
Expenditures:		
<u>Program:</u>		
Publishing costs	1,531	50,000
GIS server implementation	8,507	34,000
GIS server maintenance	300	12,000
Program management	61,093	250,000
Program funding awarded expended, including non-refundable portion of GST:		7,773,700 *
Project 2009-003	684	
Project 2009-022	8,452	
Project 2011-004 HRB water monitoring study	54,730	
Project 2011-015	90,144	
Project 2011-018	11,670	
Project 2011-021	17,298	
PIP - consultants, logistics (from QUEST funds)	19,094	
TREK First Nations engagement (from QUEST funds)	2,652	
TREK Geochem	653,910	
TREK Geophys	384	
TREK Geothermal	37,613	
TREK - consultants, logistics	1,250	
SEEK - Gravity Database	29,831	
Northern Vancouver Island program	3,371	
NE BE Seismic program	1,425	
Oil & Gas - consultants, logistics, and community engagement	2,592	
	<u>(1,006,531)</u>	<u>(8,119,700)</u>
<u>Scholarships:</u>	25,000	<u>(25,000)</u>
		<u>(25,000)</u>
<u>Administration:</u>		
Salaries & Benefits	105,211	450,000
Rent and utilities	30,458	130,000
Communications, Marketing and Community Engagement	25,181	125,000
Travel & Conferences/Conventions	21,504	125,000
Consulting	12,974	70,000
Sponsorships	12,674	25,000
Accounting, legal, insurance	12,534	65,000
Investment management fees	8,374	55,000
Office/miscellaneous	5,240	20,000
Workshops	4,863	5,000
Recruitment	4,364	2,500
Non-refundable GST/HST	3,159	15,000
Amortization of capital assets	1,598	8,000
Computer maintenance, internet and email	1,391	15,000
Photocopier	1,074	4,500
Telephone	957	5,000
Meeting expenses	625	2,500
Dues/Memberships	-	3,500
	<u>(252,181)</u>	<u>(1,126,000)</u>
Expenditures in excess of income earned	<u>(1,162,370)</u>	<u>(9,135,933)</u>
Net increase in unexpended funding commitments from March 31, 2013	14,736	
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, June 30, 2013	(refer also to Note 4) <u>7,976,835</u>	
	(to Exhibit 'A')	
Projected unrestricted net assets, March 31, 2014		<u><u>6,867,365</u></u>

* inclusive of \$6,878,829 in unexpended funding commitments at March 31, 2013 and exclusive of \$2,415,000 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

	30-Jun-13 Market value \$	31-Mar-13 Market value \$
AAT High Interest Savings account	-	450,000
Advisor's Advantage Trust GIC, due November 19, 2013	-	4,091,271
BMO High Interest Savings account	5,822,688	-
1.9% GIC, Canadian Western Bank GIC, due August 27, 2013	250,000	250,000
1.75% GIC, VanCity, due November 19, 2013	2,000,000	2,000,000
1.4% GIC, VanCity, due April 30, 2014	1,500,000	-
	9,572,688	6,791,271
Connor, Clark and Lunn aggregate portfolio, at market value	4,847,883	8,091,574
	14,420,571	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 \$8,374, 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, 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
(funding formerly QUEST, QW, QS community engagement) - TREK First Nations Engagement	122,530
Data Compilations	151,634
Project 2007-026 - Ward, SFU	41,240
Project 2008-027 - Pignotta, U of Wisconsin	9,514
Committed during the year ended March 31, 2009:	324,918
Montney Basin Aquifer Study and related components	52,768
Project 2008-031 - Ferbey, BCGS	20,000
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:	130,993
Project 2009-001 - Hart, MDRU	21,000
Project 2010-002 - PIP (funding formerly QUEST, QW, QS consultants & logistics)	141,548
Project 2010-007 - UNBC	5,700
Committed in the year ended March 31, 2011:	168,248
QUEST-NW006 purchase of existing company aeromagnetic data	250,000
Project 2011-004-Horn River Basin - Phase 2 subsurface water monitoring program	590,436
Project 2011-011-OGC Regional Hydrology Study of NE BC by Allan Chapman	13,998
Project 2011-012 - Smyth, Georeference Online Ltd.	5,000
SEEK - Phase 1 - East Kootenay Chamber of Mines	168,092
Project 2011-015 - Bouzari, MDRU	22,536
Project 2011-016 - Bissig, MDRU	30,358
Project 2011-021 - Pattison, U of Calgary	5,766
GIS Server (formerly DAP & ArcGIS)	618
Committed in the year ended March 31, 2012:	1,086,804
Project 2011-014 - Reichheld	3,000
Project 2012-001 - Heberlein Geoconsulting	5,875
Project 2012-002 - Hart, MDRU	23,305
Project 2012-005 - Subsurface Aquifer Study, PRCL	51,517
Project 2012-008 - CanGEA	37,500
NE BC Seismic	428,771
Northern Vancouver Island Project - ICET	12,761
Oil & Gas consultants and logistics	216,593
GIS Server (formerly DAP & ArcGIS)	35,000
TREK - consultants, logistics, marketing	68,750
TREK - geochemistry	423,326
TREK - geophysics	1,999,114
TREK - geology and integration	790,000
TREK - geothermal	12,388
Committed in the year ended March 31, 2013:	4,107,900
NWCC workshop	424,820
Project 2013-001 - Bustin	450,000
Project 2013-003 - HRBPG	65,000
TREK - Biogeochemistry	76,470
Committed in the three months ended June 30, 2013:	1,016,290
Restricted Funding commitments at June 30, 2013 - unspent	6,864,093

These funds remain on hand at June 30, 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	5,322,698
Income from other sources (third party funding, recoveries, sublease rent, etc.)	4,881,820
Publishing costs incurred	(228,818)
Administrative expenses incurred	(7,620,005)
Net program expenditures - actual and commitments	(43,078,860)
Unrestricted net assets, June 30, 2013	7,976,835

5. Subsequent events

Between July 1st and September 30th, 2013 Geoscience BC disbursed an aggregate of \$1,128,483 in previously-approved program spending.

Mr. Robin Archdekin was appointed President and CEO of Geoscience BC effective October 1st, 2013.