

**PLANET EXPLORATION INC.**

**INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS  
ENDED DECEMBER 31, 1999**

**PLANET EXPLORATION INC.**  
**BALANCE SHEET**  
**AS AT DECEMBER 31, 1999**  
**(Unaudited )**

|                                | 1999            | 1998            |
|--------------------------------|-----------------|-----------------|
| <b>ASSETS</b>                  | \$              | \$              |
| <b>CURRENT</b>                 |                 |                 |
| Cash                           | 55,206          | 344,009         |
| GST Recoverable                | 4,258           | 7,171           |
| Due from Joint Venture Partner | <u>-</u>        | <u>2,340</u>    |
|                                | 59,464          | 353,520         |
| Mineral Properties             | 364,261         | 111,931         |
| Incorporation Costs            | <u>1,000</u>    | <u>1,000</u>    |
|                                | <u>424,725</u>  | <u>466,451</u>  |
| <b>LIABILITIES</b>             |                 |                 |
| <b>CURRENT</b>                 |                 |                 |
| Accounts Payable               | <u>13,022</u>   | <u>8,963</u>    |
| <b>SHAREHOLDERS' EQUITY</b>    |                 |                 |
| SHARE CAPITAL                  | 498,177         | 498,177         |
| DEFICIT                        | <u>(86,474)</u> | <u>(40,689)</u> |
|                                | <u>421,703</u>  | <u>457,488</u>  |
|                                | <u>424,725</u>  | <u>466,451</u>  |

**PLANET EXPLORATION INC.**  
**STATEMENT OF LOSS AND DEFICIT**  
**FOR THE NINE MONTHS ENDED DECEMBER 31, 1999**  
**(Unaudited)**

|                                | 1999                   | 1998                   |
|--------------------------------|------------------------|------------------------|
|                                | \$                     | \$                     |
| <b>REVENUE</b>                 | <u>-</u>               | <u>-</u>               |
| <b>EXPENSES</b>                |                        |                        |
| General and Administrative     | 23,624                 | 8,410                  |
| Travel                         | 10,005                 | 6,880                  |
| Listing Fees                   | <u>-</u>               | <u>25,399</u>          |
|                                | <u>33,629</u>          | <u>40,689</u>          |
| <b>NET LOSS FOR THE PERIOD</b> | (33,629)               | (40,689)               |
| DEFICIT, opening               | <u>(52,845)</u>        | <u>-</u>               |
| DEFICIT, closing               | <u><u>(86,474)</u></u> | <u><u>(40,689)</u></u> |
| Loss per Share                 | <u><u>(0.007)</u></u>  | <u><u>(0.008)</u></u>  |

**PLANET EXPLORATION INC.**  
**STATEMENT OF CASH FLOW**  
**FOR THE NINE MONTHS ENDED DECEMBER 31, 1999**  
**(Unaudited)**

|   | 1999             | 1998             |
|---|------------------|------------------|
| <b>OPERATING ACTIVITIES</b>   | <b>\$</b>        | <b>\$</b>        |
| Net Loss for the Period   | (33,629)         | (40,689)         |
| Net Changes in Non-cash Working Capital Items<br>Related to Operations* | <u>11,942</u>    | <u>15,577</u>    |
|   | <u>(21,687)</u>  | <u>(25,112)</u>  |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                              |                  |                  |
| Proceeds from Sale of Shares  | -                | 400,000          |
| Share Issuance Costs  | <u>-</u>         | <u>(75,299)</u>  |
|   | <u>-</u>         | <u>324,701</u>   |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                              |                  |                  |
| Acquisition of Mineral Property   | <u>(120,868)</u> | <u>(111,931)</u> |
| <b>(DECREASE) INCREASE IN CASH</b>                                      | <b>(142,555)</b> | <b>187,658</b>   |
| <b>CASH, BEGINNING OF PERIOD</b>  | <u>197,761</u>   | <u>156,351</u>   |
| <b>CASH, END OF PERIOD</b>  | <u>55,206</u>    | <u>344,009</u>   |
| * Changes in non-cash working capital:                                  |                  |                  |
| Decrease in Share Subscription Receivable                               | -                | 10,000           |
| Decrease in Deposit and Prepaid Expenses                                | -                | 6,125            |
| Decrease (Increase) in GST Recoverable                                  | 5,537            | (7,171)          |
| Decrease (Increase) in Due from Joint Venture Partner                   | 2,504            | (2,340)          |
| (Decrease) Increase in Accounts Payable                                 | <u>3,901</u>     | <u>8,963</u>     |
|   | <u>11,942</u>    | <u>15,577</u>    |