

**PLANET EXPLORATION INC.**

**INTERIM FINANCIAL STATEMENTS  
SIX MONTHS ENDED  
SEPTEMBER 30, 2000 AND 2001**

**PLANET EXPLORATION**  
**BALANCE SHEETS**  
(Unaudited)

	<b>September 30, 2001</b>	<b>March 31, 2001</b>
	\$	\$
<b>ASSETS</b>		
<b>CURRENT</b>		
Cash	18,313	25,424
GST Recoverable	<u>592</u>	<u>349</u>
	<b>18,905</b>	25,773
Mineral Properties	<b>369,571</b>	368,991
Incorporation Costs	<u>1,000</u>	<u>1,000</u>
	<u><b>389,476</b></u>	<u>395,764</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts Payable	<u>5,985</u>	<u>2,191</u>
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL (Note 4)	498,177	498,177
DEFICIT	<u>(114,686)</u>	<u>(104,604)</u>
	<u><b>383,491</b></u>	<u>393,573</u>
	<u><b>389,476</b></u>	<u>395,764</u>

**PLANET EXPLORATION INC.**  
**STATEMENTS OF LOSS AND DEFICIT**  
**(Unaudited)**

	<b>Three Months Ended September 30</b>		<b>Six Months Ended September 30</b>	
	<b>2001</b>	<b>2000</b>	<b>2001</b>	<b>2000</b>
	\$	\$	\$	\$
<b>REVENUE</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENSES</b>				
General and Administrative	<u>5,505</u>	<u>2,954</u>	<u>10,082</u>	<u>3,401</u>
	<u>5,505</u>	<u>2,954</u>	<u>10,082</u>	<u>3,401</u>
<b>NET LOSS FOR THE PERIOD</b>	(5,505)	(2,954)	(10,082)	(3,401)
DEFICIT, opening	(109,181)	<u>(90,439)</u>	(104,604)	<u>(89,992)</u>
DEFICIT, closing	<u>(114,686)</u>	<u>(93,393)</u>	<u>(114,686)</u>	<u>(93,393)</u>
Loss per share	<u>0.001</u>	<u>0.001</u>	<u>0.002</u>	<u>(0.001)</u>

**PLANET EXPLORATION INC.**  
**STATEMENTS OF CASH FLOW**  
**(Unaudited)**

	<b>Three Months Ended September 30</b>		<b>Six Months Ended September 30</b>	
	<b>2001</b>	<b>2000</b>	<b>2001</b>	<b>2000</b>
<b>OPERATING ACTIVITIES</b>	\$	\$	\$	\$
Net Loss for the Period	(5,505)	(2,954)	(10,082)	(3,401)
Net Changes in Non-cash Working Capital Items Related to Operations	<u>(731)</u>	<u>623</u>	<u>3,551</u>	<u>(2,200)</u>
	<u>(6,236)</u>	<u>(2,331)</u>	<u>(6,531)</u>	<u>(5,601)</u>
<b>INVESTING ACTIVITY</b>				
Acquisition of Mineral Properties	<u>(240)</u>	<u>(240)</u>	<u>(580)</u>	<u>(240)</u>
<b>DECREASE IN CASH</b>	(6,476)	(2,571)	(7,111)	(5,841)
<b>CASH, BEGINNING OF PERIOD</b>	<u>24,789</u>	<u>38,204</u>	<u>25,424</u>	<u>41,474</u>
<b>CASH, END OF PERIOD</b>	<u><u>18,313</u></u>	<u><u>35,633</u></u>	<u><u>18,313</u></u>	<u><u>35,633</u></u>

**PLANET EXPLORATION INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2001**  
**(Unaudited)**

1. BASIS OF PRESENTATION

The interim financial statements of Planet Exploration Inc. (the "Corporation") have been prepared by management in accordance with accounting principles generally accepted in Canada. The interim financial statements have been prepared following the same accounting policies and methods in computation as the financial statements for the fiscal year ended March 31, 2001. The financial statements should be read in conjunction with the financial statements and notes thereto in the Corporation's annual report for the year ended March 31, 2001.

2. CHANGE IN ACCOUNTING POLICY

In accordance with the recommendations of the Canadian Institute of Chartered Accountants, the Corporation has adopted the treasury stock method for the computation and disclosure of per share amounts. The treasury stock method instead of the imputed interest method is used to determine the dilutive effect of stock options and other dilutive instruments effective April 1, 2001. This method has been adopted retroactively, and had no effect on previously recorded fully diluted per share amounts.