

Geoscience BC
Interim Statement of Financial Position
As at December 31, 2012
(Unaudited - internally-prepared)

<i>Exhibit 'A'</i>

Assets	\$	31-Mar-12 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	154,678	127,176
Investments (Note 2)	15,945,711	18,555,556
Accrued interest receivable	24,121	39,414
Amounts receivable	566,401	349,068
Prepaid expenses	6,830	5,984
	<u>16,697,741</u>	<u>19,077,198</u>
Capital assets	22,499	10,274
	<u><u>16,720,240</u></u>	<u><u>19,087,472</u></u>
 Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	<u>107,188</u>	<u>303,428</u>
 Members' Equity		
Net assets restricted for approved programs (Note 3)	3,470,191	3,735,021
Unrestricted net assets (Exhibit 'B', Note 4)	<u>13,142,861</u>	<u>15,049,023</u>
	16,613,052	18,784,044
	<u><u>16,720,240</u></u>	<u><u>19,087,472</u></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, 2012
(Unaudited - internally-prepared)

Exhibit 'B'

	Actuals		Forecast
	\$	\$	to March 31, 2013
			\$
Revenues:			
Investment income		610,210	610,210
Project funding from third parties		523,984	523,984
Project funding returned unused - Project 2009-044		3,304	3,304
Sublease income		12,485	16,760
Other income - tax refund		5,784	5,784
		<u>1,155,767</u>	<u>1,160,042</u>
Expenditures:			
<u>Program:</u>			
Publishing costs	21,022		50,000
ArcGIS server implementation	26,278		
ArcGIS server maintainance	400		
Project funding awarded expended:			5,815,315 *
Project 2007-012	9,457		
Project 2008-012	1,409		
Project 2008-013	150,000		
Project 2008-014	88,606		
Project 2008-018	36,475		
Project 2008-024	5,966		
Project 2009-003	1,365		
Project 2009-009	23,417		
Project 2009-022	12,322		
Project 2009-024	42,912		
Project 2009-029	3,135		
Project 2009-044	805		
Project 2010-007	14,338		
Project 2011-004 HRB water monitoring study	303,263		
Project 2011-011 OGC Regional Hydrology Study	25,829		
Project 2011-014	7,000		
Project 2011-015	112,680		
Project 2011-016	91,072		
Project 2012-001	52,875		
Project 2012-002	23,305		
Project 2012-003	23,200		
QUEST-NW002 Geochem	32,306		
QUEST-NW003 BCGS/MDRU bedrock mapping program	11,390		
QUEST-NW007 Airborne mag survey	255,729		
QUEST projects - consultants, logistics	12,768		
QUEST projects - community consultations	6,784		
SEEK	28,877		
Northern Vancouver Island program	864,887		
NE BE Seismic program	15,906		
Oil & Gas - consultants, logistics, and community engagement	42,844		
Geothermal Needs Meeting	10,838		
		<u>(2,359,460)</u>	<u>(5,865,315)</u>
<u>Scholarships:</u>	35,000		
		<u>(35,000)</u>	<u>(35,000)</u>
<u>Administration:</u>			
Salaries & Benefits	461,704		600,000
Rent and utilities	90,772		125,000
Communications, Marketing and Community Engagement	76,658		90,000
Travel & Conferences/Conventions	68,280		72,000
Investment management fees	47,328		66,000
Consulting	43,225		45,000
Accounting, legal, insurance	32,621		55,000
Non-refundable GST/HST	23,548		30,000
Meeting expenses	17,903		30,000
Office/miscellaneous	14,748		15,000
Computer maintenance, internet and email	11,455		15,000
Human resources, staff training & professional development	9,980		10,000
Recruitment	8,305		10,000
Amortization of capital assets	6,374		9,000
Sponsorships	5,318		15,000
Telephone	4,368		6,000
Workshops	4,028		4,000
Photocopier	3,202		4,000
Dues/Memberships	2,482		4,000
		<u>(932,299)</u>	<u>(1,205,000)</u>
Expenditures in excess of income earned		<u>(2,170,992)</u>	<u>(5,945,273)</u>
Net increase in unexpended funding commitments from March 31, 2012		264,830	
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, December 31, 2012	(refer also to Note 4)	<u>13,142,861</u>	
		(to Exhibit 'A')	
Projected unrestricted net assets, March 31, 2013			<u>12,838,771</u>

* inclusive of \$3,735,021 in unexpended funding commitments at March 31, 2012 and exclusive of \$6,380,000 funding approved in principal for the Interior Plateau project

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-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
1.4% GIC, TD Mortgage Corp., due January 16, 2013	-	750,000
1.4% GIC, TD Mortgage Corp., due March 11, 2013	1,000,000	2,000,000
1.9% GIC, Canadian Western Bank, due August 27, 2013	250,000	-
1.2% GIC, Advisor's Advantage Trust, due November 19, 2013	4,891,271	-
1.75% GIC, VanCity, due November 19, 2013	2,000,000	-
Cash on hand at Nesbitt Burns	73	-
	8,141,344	6,251,800
Connor, Clark and Lunn aggregate portfolio, at market value	7,804,367	12,303,756
	15,945,711	18,555,556

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 \$47,328, 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, 2012:

Project 2006-005	3,633
Project 2006-029	13,307
Committed during the year ended March 31, 2007:	16,940
Project 2007-017	12,000
Committed during the year ended March 31, 2008:	12,000
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	13,635
Committed during the year ended March 31, 2009:	364,802
Montney Basin Aquifer Study and related components	52,768
Project 2008-031	100,837
Project 2009-022	8,215
Project 2009-033	13,538
Project 2009-040	79,150
Project 2009-041	16,125
Project 2009-046	10,221
Project 2009-048	18,341
Committed during the year ended March 31, 2010:	299,195
Project 2009-001	21,000
Project 2010-002 - QUEST, QW, QS consultants and logistics	167,800
Project 2010-004	76,470
Project 2010-007	5,700
Committed in the year ended March 31, 2011:	270,970
QUEST-NW006 purchase of existing company aeromagnetic data	250,000
Project 2011-004-Horn River Basin - Phase 2 subsurface water monitoring program	701,920
Project 2011-011-OGC Regional Hydrology Study of NE BC by Allan Chapman	13,998
Project 2011-012	5,000
SEEK - Phase 1 - East Kootenay Chamber of Mines	197,923
Project 2011-015	112,680
Project 2011-016	30,358
Project 2011-018	24,763
Project 2011-021	23,064
DAP (to be ArcGIS) Server	28,722
Committed in the year ended March 31, 2012:	1,388,428
Project 2011-014	3,000
Project 2012-001	5,875
Project 2012-002	23,305
Project 2012-003	5,800
Northern Vancouver Island Project - ICET	58,026
QUEST-NW007 airborne mag survey (250 m line-spacing)	44,271
NE BC Seismic	484,094
Oil & Gas consultants and logistics	227,485
ArcGIS Server (formerly DAP)	35,000
Interior Plateau/Nechako proposal - field data planning for geochem	50,000
Project 2012-005 - Subsurface Aquifer Study, PRCL	106,000
Project 2012-008 - CanGEA	75,000
Committed in the nine months ended December 31, 2012:	1,117,856
Restricted Funding commitments at December 31, 2012 - unspent	3,470,191

These funds remain on hand at December 31, 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	4,949,427
Income from other sources (third party funding, recoveries, sublease rent, etc.)	4,450,590
Publishing costs incurred	(221,826)
Administrative expenses incurred	(7,319,369)
Net program expenditures - actual and commitments	(37,415,961)
Unrestricted net assets, December 31, 2012	13,142,861

5. Subsequent events

Between January 1st and February 15th, 2013 Geoscience BC disbursed an aggregate of \$54,765 in previously-approved program spending.