

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

Exhibit 'A'

Assets	\$	31-Mar-13 \$ (audited)
<i>Current assets:</i>		
Cash and cash equivalents	435,495	380,467
Investments (Note 2)	12,530,622	14,882,845
Accrued interest receivable	39,161	33,467
Amounts receivable	710,405	979,183
Prepaid expenses and deposits	2,123	10,154
	<u>13,717,806</u>	<u>16,286,116</u>
Capital assets	16,977	19,871
	<u>13,734,783</u>	<u>16,305,987</u>
Liabilities		
<i>Current liabilities:</i>		
Accounts payable & accrued liabilities	<u>334,578</u>	<u>302,689</u>
Members' Equity		
Net assets restricted for approved programs (Note 3)	5,466,933	6,878,829
Unrestricted net assets (Exhibit 'B', Note 4)	7,933,272	9,124,469
	<u>13,400,205</u>	<u>16,003,298</u>
	<u>13,734,783</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 six months ended September 30, 2013
(Unaudited - internally-prepared)

Exhibit 'B'

	Actuals	Forecast to March 31, 2014
	\$	\$
Revenues:		
Investment income	174,725	174,725
Program funding from third parties	203,781	203,781
Sublease income	8,700	17,700
Other - income tax refund and miscellaneous	1,030	1,030
	388,236	397,236
Expenditures:		
<u>Program:</u>		
Publishing costs	1,522	50,000
GIS server implementation	42,322	42,322
GIS server maintainance	744	12,500
Program management	119,746	250,000
Program funding awarded expended, including non-refundable portion of GST:		7,707,789 *
Project 2009-003	684	
Project 2009-022	8,452	
Project 2011-004 HRB water monitoring study	115,895	
Project 2011-015	90,144	
Project 2011-018	11,670	
Project 2011-021	17,298	
PIP - consultants, logistics (from QUEST funds)	44,004	
TREK First Nations engagement (from QUEST funds)	26,131	
TREK Geochem	655,389	
TREK Geophys	665,887	
TREK Geothermal	37,612	
TREK - consultants, logistics	1,250	
TREK - Biogeochemical	57,352	
SEEK - Gravity Database	29,831	
Northern Vancouver Island program	3,371	
NWCC workshop	298,868	
NE BE Seismic program	1,686	
2012-005	52,928	
2013-001	150,000	
Oil & Gas - consultants, logistics, and community engagement	4,901	
2012-008 - CanGEA	32,500	
	(2,470,187)	(8,062,611)
<u>Scholarships:</u>	25,000	(25,000)
	(25,000)	(25,000)
<u>Administration:</u>		
Salaries and Benefits	205,930	450,000
Rent and utilities	61,152	130,000
Communications, Marketing and Community Engagement	42,727	125,000
Travel & Conferences/Conventions	41,875	125,000
Accounting, legal, insurance	31,075	65,000
Recruitment	29,203	30,000
Sponsorships	17,674	25,000
Consulting	16,389	35,000
Investment management fees	15,755	35,000
Office/miscellaneous	8,108	20,000
Non-refundable GST/HST	6,363	15,000
Workshops	4,863	5,000
Telephone	3,370	7,500
Amortization of capital assets	3,134	6,500
Computer maintenance, internet and email	2,827	6,000
Meeting expenses	2,437	5,000
Photocopier	2,401	5,000
Dues/Memberships	859	3,500
	(496,142)	(1,093,500)
Expenditures in excess of income earned	(2,603,093)	(8,783,875)
Net decrease in unexpended funding commitments from March 31, 2013	1,411,896	
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, September 30, 2013	(refer also to Note 4)	<u>7,933,272</u>
		(to Exhibit 'A')
Projected unrestricted net assets, March 31, 2014		7,219,423

* inclusive of \$6,878,829 in unexpended funding commitments at March 31, 2013 and exclusive of \$2,385,000 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-Sep-13 Market value \$	31-Mar-13 Market value \$
AAT High Interest Savings account	-	450,000
Advisor's Advantage Trust cashable GIC, due November 19, 2013	-	4,091,271
1.9% locked-in GIC, Canadian Western Bank GIC, due August 27, 2013	-	250,000
BMO High Interest Savings account	4,086,222	-
1.75% locked-in GIC, VanCity, due November 19, 2013	2,000,000	2,000,000
1.4% cashable GIC, VanCity, due April 30, 2014	1,500,000	-
	<u>7,586,222</u>	6,791,271
Connor, Clark and Lunn aggregate portfolio, at market value	4,944,400	8,091,574
	<u>12,530,622</u>	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 \$15,755, 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 September 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:	<u>16,940</u>
Project 2007-017 - Mortensen, UBC	12,000
Committed during the year ended March 31, 2008:	<u>12,000</u>
TREK First Nations Engagement (funding formerly QUEST, QW, QS community engagement)	99,051
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:	<u>301,439</u>
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:	<u>130,993</u>
Project 2009-001 - Hart, MDRU	21,000
Minerals consultants and logistics (funding formerly related specifically to QUEST programs)	60,039
Project 2010-002 - PIP (funding formerly QUEST, QW, QS consultants & logistics)	56,599
Project 2010-007 - UNBC	5,700
Committed in the year ended March 31, 2011:	<u>143,338</u>
QUEST-NW006 purchase of existing company aeromagnetic data	250,000
Project 2011-004-Horn River Basin - Phase 2 subsurface water monitoring program	529,271
Project 2011-011-Foundry Spatial (remainder from OGC Regional Hydrology Study of NE E	19,998
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	30,357
Project 2011-021 - Pattison, U of Calgary	5,766
Committed in the year ended March 31, 2012:	<u>1,031,020</u>
Project 2011-014 - Reichheld	3,000
Project 2012-001 - Heberlein Geoconsulting	5,875
Project 2012-002 - Hart, MDRU	23,305
Project 2012-008 - CanGEA	5,000
NE BC Induced Seismicity Monitoring Program	428,509
Northern Vancouver Island Project - ICET	12,761
Oil & Gas consultants and logistics	214,285
GIS Server (formerly DAP & ArcGIS)	1,803
TREK - consultants, logistics, marketing	68,750
TREK - geochemistry	421,847
TREK - geophysics	1,333,612
TREK - geology and integration	790,000
TREK - geothermal	12,387
Committed in the year ended March 31, 2013:	<u>3,321,134</u>
NWCC workshop	125,952
Project 2013-001 - Bustin	300,000
Project 2013-003 - HRBPG	65,000
TREK - Biogeochemistry	19,117
Committed in the six months ended September 30, 2013:	<u>510,069</u>
Restricted Funding commitments at September 30, 2013 - unspent	<u>5,466,933</u>

These funds remain on hand at September 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	5,455,356
Income from other sources (third party funding, recoveries, sublease rent, etc.)	5,016,056
Publishing costs incurred	(228,809)
Administrative expenses incurred	(7,865,878)
Net program expenditures - actual and commitments	(43,143,453)
Unrestricted net assets, September 30, 2013	<u>7,933,272</u>

5. Subsequent events

Between October 1st and November 15th, 2013 Geoscience BC disbursed an aggregate of \$214,527 in previously-approved program spending.