

**DUNCAN PARK HOLDINGS CORPORATION**  
**CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**AUGUST 31, 2003**  
**(Unaudited)**

**DUNCAN PARK HOLDINGS CORPORATION**  
**CONSOLIDATED INTERIM BALANCE SHEETS**  
**(Unaudited)**

	<u>August 31,</u> <u>2003</u>	<u>November 30,</u> <u>2002</u>
<b>ASSETS</b>		
Current assets -		
Cash and cash equivalents	\$ 46,012	\$250,519
Investments	<u>115,212</u>	<u>154,468</u>
	161,224	404,987
 Investment in mining claims	 <u>524,103</u>	 <u>229,303</u>
	<u>\$ 685,327</u>	<u>\$634,290</u>
 <b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities -		
Accounts payable	\$ 46,670	\$ 24,281
Unclaimed dividends	6,957	6,957
Due to shareholder	<u>30,000</u>	<u>-</u>
	83,627	31,238
 Debenture (Note 3)	 400,000	 500,000
 Shareholders' equity -		
Share capital	1,402,688	1,168,700
Contributed surplus	<u>33,972</u>	<u>33,972</u>
	1,436,660	1,202,672
Deficit	<u>(1,234,960)</u>	<u>(1,099,620)</u>
	<u>201,700</u>	<u>103,052</u>
	<u>\$ 685,327</u>	<u>\$ 634,290</u>

**DUNCAN PARK HOLDINGS CORPORATION**  
**CONSOLIDATED INTERIM STATEMENTS OF INCOME AND EXPENSES**  
**FOR THE THREE MONTHS AND NINE MONTHS**  
**ENDED AUGUST 31, 2003 AND 2002**  
**(Unaudited)**

	<u>Three Months</u>		<u>Nine Months</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Income				
Interest and dividends	\$ 201	\$ 166	\$ 539	\$ 3,707
Trading gains (loss)	37,023	(30,413)	53,607	(21,592)
Foreign exchange gain (loss)	<u>4,639</u>	<u>4,150</u>	<u>(8,075)</u>	<u>(955)</u>
	41,863	(26,097)	46,071	(18,840)
Expenses				
Bookkeeping, registrar and filing fees	4,089	2,630	18,261	12,911
Consulting fee	-	7,500	12,500	15,000
Interest expense - current	819	313	1,752	3,104
- debenture	9,950	-	29,950	-
Legal and audit	16,377	15,797	74,358	30,053
Meeting expense	-	-	-	1,542
Office	9,322	1,940	28,540	18,023
Rent	3,880	2,805	9,700	8,304
Travel	<u>1,799</u>	<u>273</u>	<u>6,350</u>	<u>7,114</u>
	<u>46,236</u>	<u>31,258</u>	<u>181,411</u>	<u>96,051</u>
Net income (loss)	<u>\$(4,373)</u>	<u>\$(57,355)</u>	<u>\$(135,340)</u>	<u>\$(114,891)</u>
Earnings (loss) per share	<u>\$ -</u>	<u>\$(0.007)</u>	<u>\$(0.016)</u>	<u>\$(0.014)</u>

**INTERIM STATEMENTS OF DEFICIT**

	<u>Three Months</u>		<u>Nine Months</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Net deficit at beginning of period	\$(1,230,587)	\$(932,894)	\$(1,099,620)	\$(875,358)
Net income (loss) for the period	<u>(4,373)</u>	<u>(57,355)</u>	<u>(135,340)</u>	<u>(57,536)</u>
Net deficit at end of period	<u>\$(1,234,960)</u>	<u>\$(990,249)</u>	<u>\$(1,234,960)</u>	<u>\$(932,894)</u>

**DUNCAN PARK HOLDINGS CORPORATION**  
**CONSOLIDATED INTERIM STATEMENTS OF CHANGES IN CASH POSITION**  
**FOR THE THREE MONTHS AND NINE MONTHS**  
**ENDED AUGUST 31, 2003 AND 2002**  
**(Unaudited)**

	Three Months		Nine Months	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
Operating activities -				
Income (loss) for the period	\$ (4,373)	\$ (57,355)	\$(135,340)	\$ (114,891)
Decrease (increase) in investments	34,310	(187,493)	39,256	(158,454)
Increase (decrease) in current liabilities	<u>784</u>	<u>-</u>	<u>22,389</u>	<u>3,998</u>
Decrease in cash from operations	30,721	(244,848)	(73,795)	(269,347)
Investing activities -				
Investment in mining claims	<u>(69,399)</u>	<u>(87,209)</u>	<u>(294,800)</u>	<u>(225,728)</u>
Financing activities -				
Issue shares	109,950	-	234,088	-
Advance from shareholder	30,000	-	30,000	-
Issue (conversion) debentures	<u>(100,000)</u>	<u>500,000</u>	<u>(100,000)</u>	<u>500,000</u>
	<u>39,950</u>	<u>500,000</u>	<u>164,088</u>	<u>500,000</u>
Decrease in cash for the period	1,272	(167,943)	(204,507)	4,925
Cash at beginning of period	<u>44,740</u>	<u>57,676</u>	<u>250,519</u>	<u>220,694</u>
Cash at end of period	<u>\$ 46,012</u>	<u>\$225,619</u>	<u>\$ 46,012</u>	<u>\$225,619</u>

**DUNCAN PARK HOLDINGS CORPORATION**  
**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**AUGUST 31<sup>ST</sup>, 2003**  
**(Unaudited)**

1. Accounting Policies:

- a) Investments are carried at market value. Investments are marked to market on a monthly basis.
- b) Investment in wholly owned subsidiary is consolidated.
- c) Investment in mining claims is recorded at cost and is not written off unless it is determined that there is a value less than cost.

2. Capital Stock

- i) The authorized capital is an unlimited number of common shares.

The following share transactions have occurred:

	Fiscal <u>2003</u>		Fiscal <u>2002</u>	
Balance November 30, opening	7,955,129	\$1,168,700	7,955,129	\$1,168,700
Issued December 1 to February 28 with respect to interest on debentures	19,900	9,950	-	-
Issued March 1 to May 31:				
- Interest on debentures	24,875	9,950	-	-
- Payment in consideration Nevada leases	297,536	104,138	-	-
Issued June 1 to August 31:				
- Interest on debentures	18,617	9,950	-	-
- Conversion of debentures	<u>500,000</u>	<u>100,000</u>	<u>-</u>	<u>-</u>
Balance August 31 <sup>st</sup>	<u>8,816,057</u>	<u>\$1,402,688</u>	<u>7,955,129</u>	<u>\$1,168,700</u>

- ii) During the period 500,000 purchase warrants and common shares were issued upon the conversion of \$100,000 of principal amount of the debentures. These warrants entitle the holder to acquire one common share of the Company at an exercise price of \$0.30 per share until December 18, 2003.

**DUNCAN PARK HOLDINGS CORPORATION**  
**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**August 31<sup>st</sup>, 2003**  
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- iii) The Company has in place an Incentive Stock Option Plan for directors, officers, employees and consultants of the Corporation whereby 1,591,026 of the common shares (approximately 20% of the issued and outstanding common shares) have been reserved for the plan.

3. Private Placement

The company in the previous year closed a private placement of 8% unsecured convertible debentures for gross proceeds of \$500,000. The proceeds of the private placement will be used for general working capital and exploration and development.

Each Debenture is convertible into a unit, each unit comprised of one Common Share of the Company and one Common Share Purchase Warrant. The Debentures are convertible at the option of the holder until on December 18, 2003. Each Purchase Warrant, in turn, entitles the holder to acquire one Common Share of the Company at an exercise price of \$0.30 per share until December 18, 2003.

The Debentures and the underlying securities are subject to a statutory and exchange hold periods.

4. Exploration Activities

The Company has entered into leases on four mineral exploration properties in the Carlin Trend and the Battle Mountain-Eureka Trend in northern Nevada: the Rock Creek-South Silver Cloud Gold-Silver property, the Santa Renia Gold-Silver property, the Woodruff/Tonka Gold-Silver property and the Elephant Gold-Silver property.

The terms of the arms-length leases with Carl A. and Janet L. Pescio of Elko, Nevada call for first-year advance minimum royalty (AMR) payments of US\$20,000 per property (of which an aggregate of \$26,667 has been pre-paid). In addition, the Company is responsible for an aggregate of US\$132,978 of initial staking costs and holding and filing fees (of which approximately US\$103,041 has been pre-paid). In addition, the Pescios have been issued an aggregate of 297,536 common shares of the Company in connection with the leases.

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In the event the Company proceeds with exploration on a property after the first year, the following additional AMR payments would be due in respect of such property: US\$30,000 on the first anniversary, US\$40,000 on the second anniversary, US\$55,000 and 50,000 common shares on the third anniversary, US\$75,000 on the fourth anniversary, US\$100,000 on the fifth anniversary and US\$150,000 on the sixth and subsequent anniversaries thereafter. The Company may terminate the lease on a property on 30 days notice, subject to certain conditions.

The AMR payments are to be deducted from a 3% Net Smelter Royalty (NSR) retained by the vendors on each of the properties. The Company may purchase one of the percentage points on the NSR up to the time of commencement of production on a property for US\$1,000,000.

The Company intends to proceed with initial exploration on the "Rock Creek Target" of the Rock-Creek-South Silver Cloud property and the "Section 32 Gold-Copper Silver Target" of the Elephant property. The initial exploration budget totals US\$138,950.

5. Related party transaction

Leonard J. Taylor, president and a director, was paid consulting fees during the nine months ended August 31st, 2003 in total amount of \$12,500 (3 months - Nil).

6. Change of business

- a) The TSX Venture Exchange has accepted the Company's "change of business" from an investment issuer to a mining issuer. In addition, the Exchange has advised the Company that effective February 24, 2003 the Company's Tier Classification was changed from Tier 3 to Tier 2 and the Exchange changed the Company's status from an inactive to an active issuer on the Exchange.
- b) Under the terms of the Company's change of business, an aggregate of 2,963,000 common shares of the Company owned by three of its directors are subject to escrow based on a timed release over 18-months.