

MID-NORTH RESOURCES LIMITED

FINANCIAL STATEMENTS

JUNE 30, 2001

(Unaudited - Internally Prepared)

MID-NORTH RESOURCES LIMITED
BALANCE SHEET
JUNE 30, 2001
(Unaudited - Internally Prepared)

	2001	2000
	\$	\$
ASSETS		
CURRENT		
Cash	558	12,196
Sales taxes recoverable	2,696	7,461
Prepaid expenses	1,008	-
	4,262	19,657
CAPITAL ASSETS	5,511	6,757
MINING CLAIMS AND DEFERRED EXPENSES	1,439,819	1,161,300
	1,449,592	1,187,714
LIABILITIES		
CURRENT		
Accrued interest payable	79,675	59,595
Accounts payable and accrued liabilities	142,674	40,093
Due to related parties	196,760	180,524
Note payable	30,060	30,060
	449,169	310,272
SHAREHOLDERS' EQUITY		
CONVERTIBLE NOTES	220,600	220,600
SHARE CAPITAL	3,314,719	3,086,494
DEFICIT	(2,534,896)	(2,429,652)
	1,000,423	877,442
	1,449,592	1,187,714

Approved on behalf of the Board:

“Signed by Robert B. Dunlop”
 Robert B. Dunlop, Director

“Signed by William Aughey”

William Aughey, Director

MID-NORTH RESOURCES LIMITED
STATEMENT OF LOSS AND DEFICIT
FOR THE SIX MONTHS ENDED JUNE 30, 2001
(Unaudited - Internally Prepared)

	2001 \$	2000 \$
EXPENSES		
Professional fees	11,566	17,436
Automotive	6,653	5,215
Filing and registration fees	3,606	6,057
Rent	2,369	1,928
Travel	2,278	-
Office	1,804	3,672
Annual meeting	1,574	-
Interest on promissory note	1,202	1,199
Advertising and promotion	866	1,055
Amortization	679	588
Insurance	605	1,676
Bank charges	88	310
	<u>33,290</u>	<u>39,136</u>
NET LOSS FOR THE PERIOD	(33,290)	(39,136)
DEFICIT, Beginning of period	(2,492,782)	(2,386,164)
INTEREST ON CONVERTIBLE NOTES	<u>(8,824)</u>	<u>(4,352)</u>
DEFICIT, End of period	<u><u>(2,534,896)</u></u>	<u><u>(2,429,652)</u></u>
LOSS PER SHARE	<u><u>(0.002)</u></u>	<u><u>(0.004)</u></u>

MID-NORTH RESOURCES LIMITED
CASH FLOW STATEMENT
FOR THE SIX MONTHS ENDED JUNE 30, 2001
(Unaudited - Internally Prepared)

	2001 \$	2000 \$
CASH PROVIDED BY (USED FOR):		
OPERATING ACTIVITIES		
Net loss for the period	(33,290)	(39,136)
Add non-cash items:		
Amortization	679	588
	(32,611)	(38,548)
Changes in other working capital elements		
Sales taxes recoverable	2,700	(1,603)
Accrued interest payable	10,026	10,000
Prepaid expenses	1,209	-
Accounts payable and accrued liabilities	2,177	(20,942)
Due to related parties	33,759	13,401
Cash flows provided by (used for) operating activities	17,260	(37,692)
FINANCING ACTIVITIES		
Issuance of shares	-	115,100
Interest on convertible notes	(8,824)	(8,800)
Cash flows (used for) provided by financing activities	(8,824)	106,300
INVESTMENT ACTIVITIES		
Purchase of capital asset	-	(1,740)
Increase in deferred expenses	(12,301)	(55,000)
Cash flows used for investment activities	(12,301)	(56,740)
NET (DECREASE) INCREASE IN CASH DURING THE PERIOD	(3,865)	11,868
CASH, Beginning of period	4,423	328
CASH, End of period	558	12,196