

CONSOLIDATED FINANCIAL STATEMENTS

STRATABOUND MINERALS CORP.

(Unaudited)

March 31, 2002

Stratabound Minerals Corp.
CONSOLIDATED BALANCE SHEETS

As at March 31	(Unaudited)	
	2002	2001
	\$	\$
ASSETS		
Current		
Cash	6,410	102,602
Marketable securities	200	19,200
Accounts receivable	10,767	14,466
	17,377	136,268
Capital assets	6,937	15,623
Mineral properties [note 2]		
Canada	2,753,284	2,753,284
Mexico	636,523	1,832,188
	3,389,807	4,585,472
	3,414,121	4,737,363
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	49,366	42,580
Due to shareholders	52,821	—
	102,187	42,580
Reclamation provision	10,800	10,800
	112,987	53,380
Shareholders' equity		
Share capital [note 3]	7,406,911	7,308,661
Share subscriptions	—	58,500
Deficit	(4,105,777)	(2,683,178)
	3,301,134	4,683,983
	3,414,121	4,737,363

Stratabound Minerals Corp.
CONSOLIDATED STATEMENTS OF
OPERATIONS AND DEFICIT

Three months ended March 31	(Unaudited)	
	2002	2001
	\$	\$
Revenues	134	869
Expenses		
Filing fees and investor communications	3,804	4,146
Professional fees	1,449	6,795
Rent	750	3,060
Office and other	494	17,454
Salaries and benefits	—	25,574
Depletion and amortization	1,580	1,570
	8,077	58,599
Net loss for the period	7,943	57,730
Deficit, beginning of period	4,097,834	2,625,448
Deficit, end of period	4,105,777	2,683,178
Basic loss per share	0.00	0.01
Fully diluted loss per share	0.00	0.01

Stratabound Minerals Corp.

CONSOLIDATED STATEMENTS OF CASH FLOWS

Three months ended March 31	(Unaudited)	
	2002	2001
	\$	\$
CASH PROVIDED BY (USED IN)		
Operating		
Net loss	(7,943)	(57,730)
Items not involving cash		
Depletion and amortization	1,580	1,570
Funds from operations	(6,363)	(56,160)
Net change in non-cash working capital	3,827	14,887
	(2,536)	(41,273)
Financing		
Share subscriptions received	—	58,500
Investing		
Mineral property recoveries – Mexico	4,048	—
Expenditures on mineral properties – Mexico	(678)	(23,622)
	3,370	(23,622)
Increase (decrease) in cash for the period	834	(6,395)
Cash, January 1	5,576	108,997
Cash, March 31	6,410	102,602

Stratabound Minerals Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2002 and 2001

1. FUTURE OPERATIONS

The Company is in the process of exploring its mineral properties and has not yet determined whether these properties contain ore reserves that are economically recoverable.

These financial statements have been prepared on the going concern basis and do not include any adjustments that may be required should the Company be unable to continue as a going concern. The amounts shown as mineral properties costs represent net costs to date, less amounts written off, and do not necessarily represent present or future values. The recoverability of the cost of mineral properties is dependent upon the discovery of economically recoverable reserves, confirmation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain the necessary financing to complete the development, and future profitable production or proceeds from the disposition of properties.

2. MINERAL PROPERTIES

The Company has capitalized expenditures related to the Mexican mineral properties summarized as follows:

	Three months 2002	Three months 2001
	\$	\$
Cost - Beginning of period	639,893	1,808,566
Acquisition costs	—	9,253
Claims taxes	678	1,373
Geological consulting	—	8,496
Salaries	—	4,500
Other	(4,048)	—
Cost - End of period	636,523	1,832,188

During the three-month periods ended March 31, 2002 and 2001, the Company did not incur any capital expenditures on its Canadian mineral properties.

Stratabound Minerals Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2002 and 2001

3. SHARE CAPITAL

Authorized

An unlimited number of common shares, without nominal or par value

Issued

	<u>Number of Shares</u>	<u>Amount \$</u>
March 31, 2002	9,551,132	7,406,911

Stock options outstanding

	<u>Number of Options</u>	<u>Exercise Price \$</u>	<u>Expiry Date</u>
	75,000	0.75	July 16, 2002
	247,000	0.55	Feb. 24, 2004
	40,000	0.55	Dec. 15, 2004
	35,000	0.60	July 26, 2005
	7,500	0.60	June 12, 2005
	200,000	0.50	April 17, 2006
Total	<u>604,500</u>		

Share purchase warrants outstanding

	<u>Number of Warrants</u>	<u>Exercise Price \$</u>	<u>Expiry Date</u>
	440,050	0.60	Oct. 24, 2002
	196,500	0.60	June 28, 2003
Total	<u>636,550</u>		