

**TAN RANGE EXPLORATION CORPORATION**

**Consolidated Financial Statements  
For the Nine Months Ended May 31, 1999 and 1998**

**Unaudited  
Prepared by Management  
Vancouver, B.C.**

**Tan Range Exploration Corporation**  
Consolidated Balance Sheets  
As at May 31, 1999 and August 31, 1998

**ASSETS**

	May 31, 1999	August 31, 1998
<b>Current Assets</b>		
Cash and Short Term Deposits	220,596	1,343,179
Accounts and Other Receivables	287,544	88,288
Prepaid Expenses	<u>28,587</u>	<u>38,476</u>
	536,727	1,469,943
<b>MINERAL PROPERTIES AND DEFERRED EXPLORATION AND DEVELOPMENT COSTS</b>	9,572,949	9,141,076
Capital Assets	<u>139,444</u>	<u>159,255</u>
	<b><u>10,249,120</u></b>	<b><u>10,770,274</u></b>

**LIABILITIES**

<b>Current Liabilities</b>		
Accounts Payable and Accrued Liabilities	55,106	69,593
Due to Related Parties	<u>--</u>	<u>14,666</u>
	55,106	84,259

**SHAREHOLDERS' EQUITY**

Share Capital	19,081,269	19,017,288
Deficit	<u>(8,887,255)</u>	<u>(8,331,273)</u>
	10,194,014	10,686,015
	<b><u>10,249,120</u></b>	<b><u>10,770,274</u></b>

**Tan Range Exploration Corporation**  
Consolidated Statements of Operations and Deficit  
For the Nine Months Ended May 31, 1999 and 1998

	<b>May 31, 1999</b>	<b>May 31, 1998</b>
<b>EXPENSES</b>		
Annual General Meeting	4,183	6,728
Consulting & Management Fees	82,360	129,775
Depreciation	21,000	28,000
Insurance	17,715	20,480
Memberships, Courses, Publications	9,971	7,793
New Property Investigation Costs	71,237	314,234
Office and Administration	17,938	23,778
Office Rentals	35,146	25,956
Other & Misc.	1,522	7,243
Press Releases	14,592	2,419
Printing and Mailout	19,393	154,734
Professional Fees	8,938	17,613
Promotion and Shareholder Relations	17,257	185,152
Salaries and Benefits	178,680	181,340
Telephone and Fax	22,124	28,122
Transfer Agent and Listing	14,076	14,420
Travel and Accommodation	39,499	48,644
Vehicle Costs	<u>6,695</u>	<u>25,601</u>
	582,326	1,222,032
<b>LESS:</b>		
Expense Recoveries	--	<u>56,662</u>
	--	1,165,370
<b>OTHER INCOME (EXPENSE)</b>		
Gain (Loss) on Sale of Capital Assets	11,325	44,648
Interest Earned	24,433	32,074
Foreign Exchange Gain (Loss)	<u>(9,414)</u>	<u>32,263</u>
	26,344	108,985
<b>NET LOSS FOR THE PERIOD</b>	555,982	1,056,385
<b>DEFICIT, BEGINNING OF PERIOD</b>	<u>8,331,273</u>	<u>7,109,041</u>
<b>DEFICIT, END OF PERIOD</b>	8,887,255	8,165,426

**Tan Range Exploration Corporation**  
Consolidated Statement of Changes in Financial Position  
For the Nine Months Ended May 31, 1999 and 1998

	<b>May 31, 1999</b>	<b>May 31, 1998</b>
<b>Cash provided from (used for)</b>		
<b>Operating activities</b>		
Loss for the period	(555,982)	(1,056,385)
Items Not Affecting Cash:		
Depreciation	21,000	28,000
Loss (Gain) on Sale of Assets	(11,325)	(44,648)
Change in Non-Cash Working Capital Items	<u>(203,854)</u>	<u>(173,576)</u>
	(750,161)	(1,246,609)
<b>Investing Activities</b>		
Mineral Properties and Deferred Exploration	(431,873)	(1,341,041)
Capital Asset (Additions) Disposals, Net	<u>10,136</u>	<u>41,728</u>
	(421,737)	(1,299,313)
<b>Financing Activities</b>		
Share Capital Issued	63,981	1,760,760
Deferred Financing Costs	--	(20,000)
Capital Leases	--	(1,616)
Due to Related Parties	<u>(14,666)</u>	<u>7,000</u>
	49,315	1,746,144
<b>NET INCREASE (DECREASE) IN CASH</b>	(1,122,583)	(799,778)
<b>CASH BEGINNING OF PERIOD</b>	<u>1,343,179</u>	<u>2,596,284</u>
<b>CASH END OF PERIOD</b>	220,596	1,796,506