



TAN RANGE EXPLORATION CORPORATION

**Consolidated Financial Statements
For the Six Months Ended February 28, 2002 and 2001**

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

Tan Range Exploration Corporation
Consolidated Balance Sheet
As at February 28, 2002 and August 31, 2001

ASSETS	February 28, 2002	August 31, 2001
Current Assets	\$	\$
Cash and Short Term Deposits	1,435,720	3,064,793
Accounts and Other Receivables	153,360	171,181
Prepaid Expenses	<u>6,804</u>	<u>15,251</u>
	1,595,884	3,251,225
 MINERAL PROPERTIES AND DEFERRED EXPLORATION AND DEVELOPMENT COSTS		
Capital Assets	9,789,861	9,075,129
	<u>96,311</u>	<u>113,426</u>
	11,482,056	12,439,780
 LIABILITIES		
Current Liabilities		
Accounts Payable and Accrued Liabilities	<u>56,140</u>	<u>564,854</u>
	56,140	564,854
 SHAREHOLDERS' EQUITY		
Share Capital	26,759,411	26,747,161
Deficit	<u>(15,333,495)</u>	<u>(14,872,235)</u>
	<u>11,425,916</u>	<u>11,874,926</u>
	11,482,056	12,439,780

"*Marek Kreczmer*", Director

"*Frank Hallam*", Director

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Tan Range Exploration Corporation
Consolidated Statements of Operations and Deficit
For the Six Months Ended February 28, 2002 and 2001

	February 28, 2002	February 28, 2001
	\$	\$
EXPENSES		
Annual General Meeting	8,213	12,495
Depreciation	16,950	18,000
Consulting and Management Fees	73,557	57,818
Insurance	19,669	6,021
Membership, Courses & Publications	5,057	4,518
New Property Investigation Costs	56,024	5,102
Office and Administration	16,476	14,693
Office Rentals	26,225	20,437
Press Releases	7,378	23,541
Printing and Mailout	770	0
Professional Fees	31,250	19,085
Promotion and Shareholder Relations	31,348	20,088
Salaries and Benefits	130,459	107,395
Telephone and Fax	14,843	8,460
Transfer Agent and Listing	21,818	10,329
Travel and Accommodation	<u>16,809</u>	<u>15,368</u>
	476,846	343,350
LESS: EXPENSE RECOVERIES	<u>(9,754)</u>	<u>0</u>
	467,092	343,350
OTHER (INCOME) EXPENSE		
(Interest Earned), Net of Expense	(15,976)	(18,992)
Foreign Exchange (Gain) Loss	<u>10,144</u>	<u>(22,264)</u>
	(5,832)	(41,256)
NET LOSS FOR THE PERIOD	461,260	302,094
DEFICIT, BEGINNING OF PERIOD	<u>14,872,235</u>	<u>14,079,462</u>
DEFICIT, END OF PERIOD	15,333,495	14,381,556

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Tan Range Exploration Corporation
Consolidated Statement of Mineral Properties and
Deferred Exploration and Development Cost
For the Six Months Ended February 28, 2002 and
Year Ended August 31, 2001

	February 28, 2002	August 31, 2001
	\$	\$
Mineral properties and deferred exploration and development costs		
Camp, field supplies and travel	74,414	202,480
Exploration and field overhead	127,705	98,783
Geological consulting and field wages	140,550	662,422
Geophysical and geochemical	137,706	22,743
Parts and equipment	0	102,959
Property acquisition costs	10,985	7,958
Trenching and drilling	223,372	1,141,428
Recoveries	<u>0</u>	<u>(10,048)</u>
	714,732	2,228,725
Total mineral properties and deferred exploration development costs – Beginning of year	9,075,129	6,853,957
Mineral properties and deferred exploration and developments costs written off during the year	0	(7,553)
Total mineral properties and deferred exploration and development costs – End of year	9,789,861	9,075,129

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Tan Range Exploration Corporation
Consolidated Statement of Changes in Financial Position
For the Six Months Ended February 28, 2002 and 2001,

	February 28, 2002	February 28, 2001
	\$	\$
Cash provided from (used for)		
Operating activities		
Loss for the period	(461,260)	(302,094)
Items not affecting cash:		
Depreciation	16,950	18,000
Loss (Gain) on sale of assets	<u>0</u>	<u>0</u>
	16,950	18,000
Change in non-cash working capital items	<u>(482,446)</u>	<u>(97,108)</u>
	(926,756)	(381,202)
Investing Activities		
Mineral properties and deferred exploration	(714,732)	(801,660)
Capital asset (additions) disposals, net	<u>165</u>	<u>300</u>
	(714,567)	(801,360)
Financing Activities		
Share capital issued	12,250	1,039,367
Due to related parties	<u>0</u>	<u>(16,600)</u>
	12,250	1,022,767
NET INCREASE (DECREASE) IN CASH	(1,629,073)	(159,795)
CASH BEGINNING OF PERIOD	<u>3,064,793</u>	<u>1,984,730</u>
CASH END OF PERIOD	1,435,720	1,824,935

Unaudited – Prepared by Management

Tan Range Exploration Corporation

Summary of Note Disclosure to the Consolidated Financial Statements

For the Six Months Ended February 28, 2002 and 2001

(Unaudited)

1. Tan Range Exploration Corporation (the "Company") follows accounting principles applicable to a going concern according to the Canadian Institute of Chartered Accountants. [These February 28, 2002 financial statements should be read in conjunction with the notes to the August 31, 2001 audited financial statements.]
2. These interim statements as at February 28, 2002 follow the same accounting policies and methods of application as the August 31, 2001 audited consolidated financial statements. These consolidated financial statements include the accounts of the Company and its subsidiaries:

Name of Company	Percentage Ownership
Dia Consult Limited (a Tanzanian Company)	100%
Itetemia Mining Company (a Tanzanian holding company)	90%
Kabahelele Mining Company (a Tanzanian holding company)	80%
Tancan Mining Company Limited (a Tanzanian holding company)	100%

3. The company is in the process of exploring its mineral properties and has not yet determined whether these properties contain mineral deposits that are economically recoverable. The continued operations of the company and the recoverability of the amounts shown for mineral properties and related deferred costs are dependent upon the existence of economically recoverable reserves, securing and maintaining title and beneficial interest in the properties, the ability of the company to obtain necessary financing to explore and develop, and upon future profitable production or proceeds from disposition of the mineral properties. The amounts shown as deferred expenditures and property acquisition costs represent net costs to date, less amounts recovered, amortized and/or written off, and do not necessarily represent present or future values.
4. Acquisition costs and exploration and development costs relating to mineral properties are deferred until the properties are brought into production, at which time they are amortized on a unit-of-production basis, or until the properties are abandoned or sold or management determines that the mineral property is not economically viable, at which time the deferred costs are written off.

Tan Range Exploration Corporation

Summary of Note Disclosure to the Consolidated Financial Statements

For the Six Months Ended February 28, 2002 and 2001 (Unaudited)

5. Share Capital

Share Capital	Number	Amount (\$)
Balance at August 31, 2001	50,760,978	26,747,161
Issued for cash	0	0
Conversion of Special Warrants	0	0
Issued for debt settlement	0	0
Issued for fees	0	0
Issued on exercise of stock options	35,000	12,250
Issued on exercise of warrants	0	0
Issuance costs	0	0
Balance at February 28, 2002	50,795,978	26,759,411

6. Options & Warrants outstanding

Type of Security	Number of Shares	Exercise Price	Expiry Date
Warrants	1,996,000	\$0.70	March 31, 2002 **
Warrants	200,000	\$0.70	May 9, 2002 ***
Warrants	2,937,500	\$0.60	September 5, 2002
Warrants	400,000	\$0.45	February 8, 2004 *
Options	280,000	\$0.92	January 14, 2003
Options	965,000	\$0.50	March 1, 2004
Options	100,000	\$0.40	November 4, 2004
Options	76,500	\$0.35	December 8, 2004
Options	463,000	\$0.45	January 4, 2005
Options	149,000	\$0.45	January 7, 2005
Options	50,000	\$0.50	January 19, 2005
Options	10,000	\$0.55	March 2, 2005
Options	535,000	\$0.40	November 8, 2005
Options	495,000	\$0.33	January 16, 2006
Options	99,500	\$0.40	February 1, 2006
Options	1,777,000	\$0.51	August 7, 2006

* Subject to an Accelerated Expiry Period which has been invoked effective April 18, 2002. The warrants will expire on May 17, 2002.

** Subsequent to February 28, 2002, 1,896,000 warrants have been extended to expire September 30, 2002, subject to an Accelerated Expiry Period.

*** Subsequent to February 28, 2002, the Toronto Stock Exchange has accepted notice to extend the expiry date of these warrants to October 9, 2002.

Tan Range Exploration Corporation

Summary of Note Disclosure to the Consolidated Financial Statements
For the Six Months Ended February 28, 2002 and 2001
(Unaudited)

7. Stock Options

Stock Options	Number	Cost
Balance at August 31, 2001	5,985,000	\$0.33 to \$0.92
Granted	0	
Expired or cancelled	950,000	\$0.40 to \$0.92
Exercised	35,000	\$0.35
Balance at February 28, 2002	5,000,000	\$0.33 to \$0.92

8. Warrants

Warrants	Number	Cost
Balance at August 31, 2001	5,695,500	\$0.45 to \$1.35
Granted	0	0
Expired	0	0
Exercised	0	0
Balance at February 28, 2002	5,695,500	\$0.45 to \$1.35