

**TAN RANGE
EXPLORATION
CORPORATION**



TAN RANGE EXPLORATION CORPORATION

**Consolidated Financial Statements
For the Three Months Ended November 30, 2003 and 2002**

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

Tan Range Exploration Corporation
Consolidated Balance Sheet
As at November 30, 2003 and August 31, 2003

ASSETS	November 30, 2003	August 31, 2003
Current Assets	\$	\$
Cash and Short Term Deposits	1,169,811	1,550,072
	996,130	926,192
Accounts and Other Receivables	22,309	44,288
Prepaid Expenses	<u>43,137</u>	<u>31,360</u>
	2,231,387	2,551,912
 MINERAL PROPERTIES AND DEFERRED EXPLORATION AND DEVELOPMENT COSTS		
Capital Assets	18,833,790	18,672,446
	<u>202,243</u>	<u>200,207</u>
	<u>\$21,267,420</u>	<u>\$21,424,565</u>
 LIABILITIES		
Current Liabilities		
Accounts Payable and Accrued Liabilities	\$329,451	\$459,000
Future Income taxes	647,565	647,565
 SHAREHOLDERS' EQUITY		
Share Capital	40,075,271	39,423,971
Share Subscriptions Received	<u>0</u>	<u>125,000</u>
Deficit	<u>(19,784,867)</u>	<u>(19,230,971)</u>
	<u>20,290,404</u>	<u>20,318,000</u>
	<u>\$21,267,420</u>	<u>\$21,424,565</u>

James Sinclair, Director

Victoria Luis, Director

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Tan Range Exploration Corporation
Consolidated Statements of Operations and Deficit
For the Three Months Ended November 30, 2003 and 2002

	November 30, 2003	November 30, 2002
	\$	\$
EXPENSES		
Annual General Meeting	2,000	0
Depreciation	10,192	14,252
Consulting and Management Fees	44,873	47,641
Insurance	15,818	3,051
Membership, Courses & Publications	0	16,259
New Property Investigation Costs	228,289	99,082
Office and Administration	24,569	15,851
Office Rentals	39,439	38,532
Press Releases	5,932	2,840
Printing and Mailout	1,000	8,500
Professional Fees	18,621	31,500
Promotion and Shareholder Relations	1,445	23,189
Salaries and Benefits	105,102	147,696
Telephone and Fax	5,748	13,468
Transfer Agent and Listing	12,331	4,055
Travel and Accommodation	8,140	13,946
Training	0	2,231
Vehicles	0	1,363
	<u>523,499</u>	<u>483,456</u>
LESS: EXPENSE RECOVERIES	<u>0</u>	<u>0</u>
	523,499	483,456
OTHER (INCOME) EXPENSE		
(Interest Earned), Net of Expense	(234)	(7,089)
Sale of Investment (Gain) Loss	(9,015)	0
Foreign Exchange (Gain) Loss	<u>39,646</u>	<u>(23,415)</u>
	30,397	(30,504)
NET LOSS FOR THE PERIOD	553,896	452,952
DEFICIT, BEGINNING OF PERIOD	<u>19,230,971</u>	<u>16,216,193</u>
DEFICIT, END OF PERIOD	<u>19,784,867</u>	<u>16,669,145</u>
Basic and diluted loss per share	.01	.01

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Tan Range Exploration Corporation
Consolidated Statement of Changes in Financial Position
For the Three Months Ended November 30, 2003 and 2002

	November 30, 2003	November 30, 2002
	\$	\$
Cash provided from (used for)		
Operating activities		
Loss for the period	(553,896)	(453,721)
Items not affecting cash:		
Depreciation	10,192	14,252
Change in non-cash working capital items	<u>(119,346)</u>	<u>108,234</u>
	(663,050)	(331,235)
Investing Activities		
Mineral properties and deferred exploration	(161,344)	(390,338)
Short term investments	(69,938)	
Capital asset (additions) disposals, net	<u>(12,229)</u>	<u>(1,875)</u>
	(906,561)	(723,448)
Financing Activities		
Share capital issued	526,300	1,824,765
Due to related parties	<u>0</u>	<u>0</u>
	<u>526,300</u>	<u>1,824,765</u>
NET INCREASE (DECREASE) IN CASH	(380,261)	1,101,317
CASH BEGINNING OF PERIOD	<u>1,550,072</u>	<u>2,027,272</u>
CASH END OF PERIOD	<u><u>1,169,811</u></u>	<u><u>3,128,589</u></u>

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Tan Range Exploration Corporation

Summary of Note Disclosure to the Consolidated Financial Statements

For the Three Months Ended November 30, 2003 and 2002

(Unaudited)

1. Nature of operations

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.

2. Significant accounting policies

These interim consolidated financial statements of Tan Range Exploration Corporation (the "Company") have been prepared by management, and have not been audited or reviewed by an independent public accountant. These interim consolidated financial statements do not include all disclosures required by Canadian generally accepted accounting principles for annual financial statements, and accordingly, these interim consolidated financial statements should be read in conjunction with the Company's most recent annual consolidated financial statements. These interim consolidated financial statements follow the same accounting policies and methods of application as the Company's audited annual consolidated financial statements as at and for the year ended August 31, 2003 except as described below in Note 3.

These interim consolidated financial statements include the accounts of the Company and its subsidiaries.

Tan Range Exploration Corporation
Consolidated Statement of Mineral Properties and
Deferred Exploration and Development Cost
For the Three Months Ended November 30, 2003 and
Year Ended August 31, 2003

3. Mineral properties and deferred exploration and development costs:

The continuity of expenditures on mineral properties is as follows:

	Itemia (a)	Luhala (b)	Kigosi (c)	Lunguya (d)	Kanagele (e)	Tulawaka (f)	Ushirombo (g)	Mbogwe (h)	Biharamulu (i)	Other (j)	Total
Balance, August 31, 2002	\$7,288,200	\$2,498,293	\$1,072,516	\$2,177,768	\$785,565	\$1,424,545	\$1,330,002	\$984,190	\$679,869	\$311,607	\$18,552,555
Exploration expenditures:											
Camp, field supplies and travel	2,512	3,747	1,223	15,687	218	42	24,275	2,770	1,659	6,172	58,305
Exploration and field overhead	(143)	33,543	6,240	182,437	52,319	185,825	66,311	36,418	17,743	149,041	729,734
Geological consulting and field wages	22	314	6,510	47,786	1,234		5,376	130	278	397	62,047
Geophysical and geochemical	13,910	2,814	3,298	80,985	8,465		24,619	16,421	1,896	34,623	187,031
Property acquisition costs		40,519	36,183		6,900				12,501	57,850	153,953
Parts and equipment				1,454			1,875			2,937	6,266
Trenching and drilling				122,563				16,393			138,956
Option payments received	(11,410)					(56,974)	(44,419)	(11,410)	(60,752)		(184,965)
Reclassifications			371,411			4,270	(371,411)			(4,270)	
	4,891	80,937	424,865	450,912	69,136	133,163	(293,374)	60,722	(26,675)	246,750	1,151,327
Write-offs	7,293,091 (729,309)	2,579,230	1,497,381	2,628,680 (35,342)	854,701	1,557,708	1,036,628 (106,386)	1,044,912	653,194 (10,744)	558,357 (149,655)	19,703,882 (1,031,436)
Balance, August 31, 2003	6,563,782	2,579,230	1,497,381	2,593,338	854,701	1,557,708	930,242	1,044,912	642,450	408,702	18,672,446
Exploration expenditures:											
Camp, field supplies and travel				460	2,763					6,729	12,813
Exploration and field overhead	1,368	10,714			518	14,184			10,566	86,262	137,701
Geological consulting and field wages											
Geophysical and geochemical			3,863	781	3,203	406				2,021	10,717
Property Acquisition costs											
Parts and equipment										113	113
Trenching and drilling											
	1,368	10,714	3,863	1,242	6,484	14,590			10,566	95,125	161,344
	6,565,150	2,589,944	1,501,244	2,594,579	861,185	1,572,298	930,242	1,044,912	653,016	503,827	18,833,790
Write-offs											
Balance, November 30, 2003	\$6,565,150	\$2,589,944	\$1,501,244	\$2,594,579	\$861,185	\$1,572,298	\$930,242	\$1,044,912	\$653,016	\$503,827	\$18,833,790

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Tan Range Exploration Corporation

Summary of Note Disclosure to the Consolidated Financial Statements

For the Three Months Ended November 30, 2003 and 2002

(Unaudited)

4. Accounting policies

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.

5. Share Capital

<u>Share Capital</u>	<u>Number</u>	<u>Amount (\$)</u>
Balance at August 31, 2003	80,191,542	39,423,971
Issued for cash	145,653	250,000
Subscriptions receivable	65,445	125,000
Issued on exercise of stock options	<u>590,000</u>	<u>276,300</u>
Balance at November 30, 2003	<u>80,992,620</u>	<u>40,075,271</u>

6. Options & Warrants outstanding

<u>Type of Security</u>	<u>Number of Shares</u>	<u>Exercise Price</u>	<u>Expiry Date</u>
Options	120,000	\$0.50	March 1, 2004
Options	50,000	\$0.50	January 19, 2005
Options	35,000	\$0.51	August 7, 2006
Options	400,000	\$0.79	May 3, 2007
Options	10,000	\$0.96	May 23, 2007
Options	<u>50,000</u>	\$0.83	June 20, 2007
	<u>665,000</u>		

7. Stock Options

<u>Stock Options</u>	<u>Number</u>	<u>Exercise Price</u>
Balance at August 31, 2003	1,255,000	\$0.40 to \$0.96
Exercised	<u>590,000</u>	\$0.40 to \$0.51
Balance at November 30, 2003	<u>665,000</u>	\$0.50 to \$0.96

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