

Head Office:

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Vancouver, B.C. V6B 1N2
Telephone: (604) 688-3584

Directors and Officers:

Albert F. Reeve, President and Director
Jurgen T. Lau, Director
R. James Kirker, Director
William Wolodarsky, Director
Gary R. McDonald, Director
John W. Stollery, Director
Duncan M. Stewart, Director
Annikki Puusaari, Secretary

Auditors:

Coopers & Lybrand
Chartered Accountants
Vancouver, B.C.

Solicitors:

Bull, Housser & Tupper
3000 Royal Centre,
1055 West Georgia Street
Vancouver, B.C. V6E 3R3

Records and Registered Offices:

3000 Royal Centre,
1055 West Georgia Street
Vancouver, B.C. V6E 3R3

Principal Shareholders:

Canada Northwest Energy Limited 29%
Exaton Resources Ltd. 9%

Listing:

Vancouver Stock Exchange
Symbol: LAM

Interim Report

**For the six month period ended
June 30, 1988**

Lara Project

In 1988 underground exploration and development work was commenced at the Company's 35% owned Lara gold-base metals deposit located near Chemainus on southern Vancouver Island. To date 2000 feet of drifting and crosscutting has been completed on the first level 100 feet below surface.

A preliminary compilation of assay results from four crosscuts which intersected the mineralized horizon within a 350 foot strike interval averaged .70% Cu, .66% Pb, 5.03% Zn, 1.82 opt Ag and .10 opt Au over a thickness of 12.7 feet.

Drifting and crosscutting has now been completed along a strike length of approximately 2,000 feet on this level and a raising program is now in progress.

Drill indicated reserves are estimated to be 583,000 tons averaging 1.01% Cu, 1.22% Pb, 5.87% Zn, 2.92 opt Ag and .138 opt Au with an average thickness of 8.7 feet.

The results of underground work to date are generally confirming the grade and thickness of the deposit. It is anticipated that this work will lead to accelerated underground exploration and development and a feasibility study in 1989.

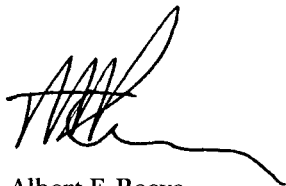
Other Projects

In the Aspen Grove district, Gerle Gold Ltd. continued to drill on the Snowflake gold prospect which is owned by Laramide's 50% subsidiary Quilchena Resources Ltd. Gerle Gold Ltd. can earn a 50% interest in the Snowflake property by spending \$1,000,000 on exploration before December 31, 1991. To date in 1988, three drill holes have been completed with no commercial assays being returned.

Also in 1988, the Company increased its interest in Taseko Mines Ltd. to 12.4% by acquiring a further 250,000 shares in exchange for 125,000 Laramide shares. The principal asset of Taseko is the Fish Lake copper gold deposit located 120 miles by road, southwest of Williams Lake, B.C.

The Company is participating in regional exploration for gold through its 29.6% ownership of Nation River Resources Ltd. Nation River owns three properties in north-central British Columbia and two on the south coast and is continuing its programme of geological reconnaissance and prospecting in these areas.

On behalf of the Board,



Albert F. Reeve
President

August 12, 1988

Consolidated Financial Statements

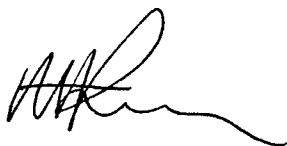
Consolidated Statement of Changes in Financial Position

For the six months ended June 30, 1988

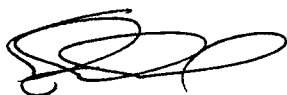
(Prepared without audit)

	June 30, 1988 \$	June 30, 1987 \$
Cash provided from (used for)		
Operating activities		
Net decrease (increase) in non-cash working capital items	(163,866)	96,205
Financing activities		
Shares issued—		
For investments	101,200	—
For cash	10,800	1,037,300
For exploration	6,806	188,131
Reserved for flow-through shares	205,944	—
Option payments received (made), net	—	25,000
Share issue expenses	—	(23,143)
	324,750	1,227,288
Investing activities		
Mineral properties and related deferred costs, excluding depreciation	(303,590)	(491,804)
Investments	(198,950)	(220,000)
	(502,540)	(711,804)
Increase (decrease) in cash	(341,656)	611,689
Cash and term deposits		
Beginning of period	1,104,220	475,014
Cash and term deposits		
End of period	762,564	1,086,703

Approved by the Directors:



Director



Director

Consolidated Financial Statements

Consolidated Statement of Mineral Properties and Related Deferred Costs

For the six months ended June 30, 1988

(Prepared without audit)

	June 30, 1988	June 30, 1987
	\$	\$
Exploration costs		
Aircraft	—	1,933
Automotive	2,830	9,661
Communications and delivery	852	912
Depreciation	1,210	1,513
Diamond drilling	18,008	99,085
Environmental studies	6,099	8,959
Geochemical analysis	324	12,201
Heavy equipment rentals and contract	39,075	—
Licences and recording fees	2,247	5,505
Mineral research	1,000	6,200
Miscellaneous	1,110	139
Office	779	2,230
Operator's fee	10,764	7,588
Supplies	22,535	14,435
Surveys	797	49,782
Technical and professional services	94,834	175,069
Travel	3,780	8,113
Underground contract	43,525	—
	249,769	403,325
Administration costs		
Administrative and office services	37,080	35,300
Advertising and promotion	3,661	17,024
Audit and legal	25,363	23,718
Communications	352	1,312
Licences, taxes and insurance	4,070	8,536
Office expense	1,018	1,282
Shareholders' meetings and reports	19,604	21,709
Travel	2,028	1,494
Interest income	(38,145)	(20,383)
	55,031	89,992
Total mineral properties and related deferred costs	304,800	493,317
Options and other payments, net	1,040	(25,000)
Mineral properties and related deferred costs	305,840	468,317
Mineral properties and related deferred costs—		
Beginning of period	2,651,222	1,439,095
Mineral properties and related deferred costs—		
End of period	2,957,062	1,907,412