

**STATEMENT OF CHANGES IN  
FINANCIAL POSITION**

For the six months ended September 30

	1989	1988
Cash provided by (used in) operating activities:		
Operations-		
Loss for period	\$ (29,181)	\$ (56,708)
Items not involving cash- depreciation	—	949
	(29,181)	(55,759)
Changes in non-cash working capital:		
Accounts receivable	376	12,611
Prepaid expenses	—	3,650
Contract advances	—	(25,050)
Accounts payable	(17,141)	(19,520)
	(16,765)	(28,309)
	(45,946)	(84,068)
Cash used in investing activities:		
Deferred exploration expenditures	—	(8,122)
Sale of fixed assets	4,225	—
Increase (decrease) in cash and short-term deposits	(41,721)	(92,190)
Cash and short-term deposits at beginning of period	133,843	135,229
Cash and short-term deposits at end of period	<u>\$ 92,122</u>	<u>\$ 43,039</u>

**CORPORATE INFORMATION**

**Directors:**

Gerald H.D. Hobbs  
Roderick M. Hungerford  
Timothy J. Ryan

**Officers:**

Timothy J. Ryan, President  
L. James Hendry, Secretary

**Stock Exchange Listing:**

Vancouver Stock Exchange  
Symbol: IPA

**Shares Outstanding:**

3,667,333

**Transfer Agent:**

National Trust Company  
666 Burrard Street  
Vancouver, B.C.

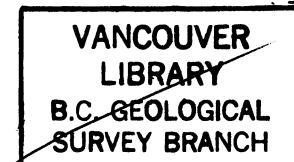
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→ BONAPARTE

INTER  PACIFIC



*Inter-Pacific Resource Corp.*

**Interim Report**

*For the six months  
ended September 30, 1989*

## REPORT TO SHAREHOLDERS

In the three-month period ended September 30, 1989, work on the Company's mineral properties centered on an evaluation of the alternatives for development of the Bonaparte gold property 20 miles north of Kamloops, B.C. Mining and consulting groups with specific expertise in the development of high-grade vein systems provided assessments of the viability of surface and near-surface extraction of ores for custom milling. These assessments are continuing.

QPX Minerals Inc., as optionee, may earn a fifty-one percent interest in the Bonaparte claims by spending \$2 million on exploration and paying Inter-Pacific \$250,000 in stages. QPX has paid the Company \$50,000 to date and a further \$50,000 is due October 31, 1989. In addition, QPX has spent \$586,000 on exploration under the option agreement.

Due to seasonal conditions, it is unlikely that additional field work will be undertaken on the Bonaparte claims before the spring of 1990. In the meantime, the Company will continue its efforts to negotiate a farm-out of its 100%-owned Precisely gold prospect near Savona, B.C.

During the quarter, working capital decreased by \$15,392 to \$92,199 and the accumulated deficit rose to \$814,255.

On behalf of the Board,



Timothy J. Ryan  
President

October 24, 1989

## BALANCE SHEET

as at September 30

	1989	1988
<b>ASSETS</b>		
Current assets		
Cash and short-term deposits	\$ 92,122	\$ 43,039
Accounts receivable	285	—
Contract advances	—	25,050
	<u>92,407</u>	<u>68,089</u>
Mineral properties and related exploration expenditures	832,796	1,105,235
Fixed assets (net of accumulated depreciation)	—	5,086
	<u>\$ 925,203</u>	<u>\$ 1,178,410</u>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable	\$ 208	\$ 829
<b>SHAREHOLDERS' EQUITY</b>		
Share capital	1,739,250	1,711,250
Deficit	<u>(814,255)</u>	<u>(533,669)</u>
	<u>924,995</u>	<u>1,177,581</u>
	<u>\$ 925,203</u>	<u>\$ 1,178,410</u>

Approved by the Board,

(signed) R.M. Hungerford  
Director

(signed) T.J. Ryan  
Director

## STATEMENT OF OPERATION AND DEFICIT

For the six months ended September 30

	1989	1988
<b>INCOME</b>		
Interest income	\$ 5,414	\$ 2,699
<b>EXPENSES</b>		
Administration fees	12,000	12,000
Bank charges	29	—
Consulting fees	12,000	12,000
Depreciation	—	949
Insurance	—	1,790
Legal and audit	24	7,926
Office expense	5,606	5,296
Public relations	2,926	12,690
Stock exchange fees	500	800
Subscriptions	—	695
Transfer agent fees	1,510	726
Travel	—	4,535
	<u>34,595</u>	<u>59,407</u>
Loss for period	(29,181)	(56,708)
Deficit, beginning of period	<u>(785,074)</u>	<u>(476,961)</u>
	<u>\$ (814,255)</u>	<u>\$ (533,669)</u>