

Financial Statements of

**Maple Minerals Corp.
(unaudited)**

June 30, 2004

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MAPLE MINERALS CORP.**Balance Sheets****As at June 30, 2004 and September 30, 2003**

	June 30, <u>2004</u> (Unaudited)	September 30, 2003 (Audited)
Assets		
Current		
Cash and cash equivalents	\$ 2,343,307	\$ 691
Sundry receivables	13,346	-
Marketable securities	1	1
	<hr/>	<hr/>
	2,356,654	692
Mineral properties and related expenditures	1,024,199	211,887
	<hr/>	<hr/>
	\$ 3,380,853	\$ 212,579
<hr/>		
Liabilities and Shareholders' Equity		
Current		
Accounts payable and accrued liabilities	\$ 12,985	\$ 7,787
Deposits	50,000	-
Advances from affiliated company	-	186,440
	<hr/>	<hr/>
	62,985	194,227
Shareholders' equity		
Capital stock (note 4 (b))	12,959,323	9,511,723
Contributed surplus (note 2)	88,403	6,900
Deficit	(9,729,858)	(9,500,271)
	<hr/>	<hr/>
	3,317,868	18,352
	<hr/>	<hr/>
	\$ 3,380,853	\$ 212,579

See accompanying notes to the financial statements.

MAPLE MINERALS CORP.
Statements of Operations and Deficit
For the Three and Nine Months Ended June 30,
(Unaudited)

	<u>Three Months Ended</u> <u>June 30,</u>		<u>Nine Months Ended</u> <u>June 30,</u>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenue				
Interest and sundry income	<u>\$ 11,854</u>	<u>\$ 2,500</u>	<u>\$ 17,877</u>	<u>\$ 2,500</u>
Expenses				
Operating, general and administrative	59,830	7,627	159,430	28,222
Stock-based compensation (note 2)	47,808	-	88,034	-
Write-down of mineral properties and related expenditures	-	465,954	-	470,712
	<u>107,638</u>	<u>473,581</u>	<u>247,464</u>	<u>498,934</u>
Net loss, for the period	<u>\$ (95,784)</u>	<u>\$ (471,081)</u>	<u>\$ (229,587)</u>	<u>\$ (496,434)</u>
Deficit, beginning of period	<u>(9,634,074)</u>	<u>(9,018,568)</u>	<u>(9,500,271)</u>	<u>(8,993,215)</u>
Deficit, end of period	<u>\$ (9,729,858)</u>	<u>\$ (9,489,649)</u>	<u>\$ (9,729,858)</u>	<u>\$ (9,489,649)</u>
Loss per common share				
Basic and diluted	<u>\$ (0.007)</u>	<u>\$ (0.078)</u>	<u>\$ (0.022)</u>	<u>\$ (0.083)</u>
Weighted average number of common shares outstanding				
Basic	13,609,579	6,014,264	10,595,958	6,014,264
Diluted	15,597,046	6,117,245	10,997,505	6,014,310

See accompanying notes to the financial statements.

MAPLE MINERALS CORP.
Statements of Cash Flows
For the Three and Nine Months Ended June 30,
(Unaudited)

	Three Months Ended June 30,		Nine Months Ended June 30,	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Cash flows from operating activities				
Net loss	\$ (95,784)	\$ (471,081)	\$ (229,587)	\$ (496,434)
Non-cash transactions:				
Write down of mineral properties and related expenditures	-	465,954	-	470,712
Stock-based compensation	47,808	-	88,034	-
Changes in non-cash working capital balances				
Sundry receivables	(7,791)	-	(13,346)	-
Accounts payable and accrued liabilities	(34,892)	(2,830)	5,198	(1,809)
Deposits	-	-	50,000	-
	<u>(90,659)</u>	<u>(7,957)</u>	<u>(99,701)</u>	<u>(27,531)</u>
Cash flows from investing activities				
Expenditures on mineral properties and related exploration	(561,385)	(76,455)	(812,312)	(84,629)
	<u>(561,385)</u>	<u>(76,455)</u>	<u>(812,312)</u>	<u>(84,629)</u>
Cash flows from financing activities				
Proceeds from issuance of share capital	141,527	-	3,447,600	-
Adjustment from exercise of stock options	(531)	-	(6,531)	-
Net advances from affiliated companies	-	88,724	(186,440)	117,017
	<u>140,996</u>	<u>88,724</u>	<u>3,254,629</u>	<u>117,017</u>
Increase (decrease) in cash & cash equivalents	(511,048)	4,312	2,342,616	4,857
Cash and cash equivalents , beginning of period	<u>2,854,355</u>	<u>1,609</u>	<u>691</u>	<u>1,064</u>
Cash and cash equivalents , end of period	\$ <u>2,343,307</u>	\$ <u>5,921</u>	\$ <u>2,343,307</u>	\$ <u>5,921</u>
Supplemental Cash Flows Information				
Cash paid for interest	-	2,320	940	4,278

See accompanying notes to the financial statements.

MAPLE MINERALS CORP.**Statements of Mineral Property Costs****For the Nine Months Ended June 30, 2004 and the Year Ended September 30, 2003
(Unaudited)**

	Year Ended September 30, 2003	Nine Months Ended June 30, 2004		
		Net Expenditures (Recoveries)	Write - off	Balance
ONTARIO, CANADA				
West Procupine Property				
Acquisition	\$ 41,252	\$ -		\$ 41,252
Assay	2,900			2,900
Drilling	21,107			21,107
Geological and geophysical	1,113	20,453		21,566
	66,372	20,453	-	86,825
Eva-Kitto				
Acquisition	10,569	13,000		23,569
Geological and geophysical		38		38
General exploration expenses		150		150
	10,569	13,188	-	23,757
Lac Des Iles (Thunder Bay)				
Acquisition	1			1
Geological and geophysical	835			835
	836	-	-	836
Burchell lake Property				
Acquisition	13,482			13,482
Geological and geophysical	692	875		1,567
	14,174	875	-	15,049
Clay Lake Property				
Acquisition	3,595			3,595
	3,595	-	-	3,595
Hamlin Shear Property				
Acquisition	13,000	3,146		16,146
Drilling	1,074	6,500		7,574
General exploration expenses	-	413		413
	14,074	10,059	-	24,133
Deaty Property				
Acquisition	7,500	2,556		10,056
Geological and geophysical	6,000			6,000
General exploration expenses	-	75		75
	13,500	2,631	-	16,131

See accompanying notes to the financial statements.

MAPLE MINERALS CORP.**Statements of Mineral Property Costs (continued)****For the Nine Months Ended June 30, 2004 and the Year Ended September 30, 2003
(Unaudited)**

	Year Ended September 30, 2003	Nine Months Ended June 30, 2004		Balance
		Net Expenditures (Recoveries)	Write - off	
Powell Lake Property				
Acquisition	15,000	5,390		20,390
Geological and geophysical	5,000	741		5,741
	20,000	6,131	-	26,131
Lang Lake (Thunder Bay)				
Acquisition	22,268	9,073		31,341
Drilling	111			111
	22,379	9,073	-	31,452
Joburke Property (Porcupine)				
Acquisition	1			1
	1	-	-	1
Obadinaw Property				
Acquisition		9,389		9,389
	-	9,389	-	9,389
Total Ontario properties	165,500	71,799	-	237,299
QUEBEC, CANADA				
Casa Berardi				
Acquisition	46,387	9		46,396
Total Quebec properties	46,387	9	-	46,396
GUINEA (WEST AFRICA)				
Mt. Kakoulima				
Acquisition (Joint Venture)		536,825		536,825
Total Guinea properties	-	536,825	-	536,825
DOMINICAN REPUBLIC				
La Paloma				
Acquisition		203,679		203,679
Total Dominican Rep properties	-	203,679	-	203,679
Total mineral property costs	\$ 211,887	\$ 812,312	\$ -	\$ 1,024,199

See accompanying notes to the financial statements.

Maple Minerals Corp.
Notes to Financial Statements
June 30, 2004
(Unaudited)

1. Basis of preparation

Maple Minerals Corp. ("Maple" or the "Company") is in the process of exploring its mineral properties and has not as yet determined whether these properties contain reserves that are economically recoverable. The recoverability of the amounts shown for mineral properties is dependent upon: the existence of economically recoverable reserves; the ability of the Company to obtain the necessary financing to complete exploration and development; and future profitable production or proceeds from disposition of such properties.

The Company is traded on the TSX Venture Exchange under the symbol "MPM".

2. Significant accounting policies

Management has prepared the financial statements of Maple in accordance with Canadian generally accepted accounting principles for interim financial reporting. Accordingly, they do not include all of the information and notes required by Canadian generally accepted accounting principles for annual financial statements. In the opinion of management, all adjustments, consisting only of normal recurring adjustments, considered necessary for a fair presentation have been included. The following information should be read in conjunction with the annual financial statements and notes as at September 30, 2003. Accounting policies followed in the preparation of the annual financial statements are consistent with those used in the preparation of the June 30, 2004 interim financial statements except for the following:

Stock options:

Effective October 1, 2003, the Company adopted CICA 3870 Stock-based Compensation and Other Stock-based payments awarded to employees, officers, and directors. As permitted by CICA 3870 the Company has applied this change prospectively for new awards granted on or after October 1, 2003. Under this new standard, all stock options granted during the period have been accounted for in accordance with the fair value method of accounting for stock-based compensation and have been expensed. In periods prior to October 1, 2003, the Company recognized no compensation expense when stock or stock options were issued to employees, officers, and directors. The fair value of stock options granted during the period was estimated at the date of granting using a Black-Scholes Option Pricing Model with the following assumptions for the nine months ended:

Black-Scholes weighted average assumptions	June 30, 2004	Exercise price	Market price on day of grant
Expected volatility	85%		
Expected dividend	0.00%		
Risk-free interest rate	2.25% - 2.75%		
Expected option life in years	2 – 5 years		
Fair value of stock options granted on July 23/03	\$ 0.06	\$ 0.20	\$ 0.12
Fair value of stock options granted on Nov 10/03	\$ 0.36	\$ 0.60	\$ 0.60

Maple Minerals Corp.
Notes to Financial Statements
June 30, 2004
(Unaudited)

2. Significant accounting policies (continued)

Black-Scholes weighted average assumptions	June 30, 2004	Exercise price	Market price on day of grant
Fair value of stock options granted on Nov 25/03	\$ 0.35	\$ 0.75	\$ 0.75
Fair value of stock options granted on Jan 20/04	\$ 0.27	\$ 0.65	\$ 0.63
Fair value of stock options granted on Mar 15/04	\$ 0.43	\$ 0.75	\$ 0.66
Fair value of stock options granted on Mar 29/04	\$ 0.44	\$ 0.75	\$ 0.67

The estimated fair value of the options is amortized to expense over the options' vesting periods. During the nine months ended June 30, 2004 a total of \$88,034 was expensed for stock options granted that have been accounted for in accordance with the fair value method of accounting for stock-based compensation using the above assumptions.

3. Auditors' review

The financial statements as at and for the nine months ended June 30, 2004 have not been reviewed by the Company's auditors.

4. Significant events

(a) Related party transaction:

As at September 30, 2003, Brownstone Ventures Inc. ("Brownstone", a reporting issuer and shareholder of the Company) held an equity interest of approximately 49.5% in the Company. During the period, Brownstone subscribed for 600,000 units of Maple at \$0.25 per unit, each unit being comprised of one common share of the Company and one half common share purchase warrant ("Warrant"), each whole Warrant entitling Brownstone to acquire a further common share of the Company at \$0.50 until October 28, 2005. Also during the period, Brownstone sold 1,665,833 common shares of the Company in the open market, and privately, for proceeds of approximately \$607,000 and received 480,950 common shares for settling all advances of \$192,380 owed from the Company. This subscription, disposal and settlement of advances resulted in Brownstone having an equity interest of approximately 19.97% in the Company.

(b) Share Capital:

- (i) During the period, 401,660 options were exercised at prices ranging from \$0.10 to \$0.60 for proceeds of \$52,696.

Maple Minerals Corp.
Notes to Financial Statements
June 30, 2004
(Unaudited)

4. Significant events (continued)

- (ii) On October 28, 2003, the Company completed a private placement financing and issued 2,500,000 units at \$0.25 per unit. Each unit was comprised of one common share of the Company and one-half common share purchase warrant, with each whole common share purchase warrant entitling the holder to acquire one common share of the Company at \$0.50 on or before October 28, 2005.
- (iii) On March 15, 2004, the Company completed a private placement financing and issued 601,999 flow-through units at \$0.75 per flow-through unit and 3,474,922 non flow-through units at \$0.65 per non flow-through unit, for total gross proceeds of \$2,710,199. Each flow-through unit consists of one flow-through common share and one-half of one flow-through purchase warrant. One flow-through purchase warrant entitles the holder thereof to purchase one common share (not a flow-through share) at \$1.00 until September 15, 2005. Each non flow-through unit consists of one common share and one-half of one share purchase warrant. One share purchase warrant entitles the holder to purchase one common share at \$0.90 until September 14, 2005. A commission of 8% cash and 366,923 broker's warrants was paid.
- (iv) As part of the agreement in respect to an option to acquire a 100% interest in the La Paloma Mining Property in Dominican Republic, the company issued on April 23, 2004, 200,000 common shares at a deemed cost of \$0.70 per share and 100,000 purchase warrants. Each warrant entitles the holder to acquire one common share of the Company at \$0.80 for a period of two years. The Company also paid a cash consideration of US\$40,000. Another US\$5,000 will be paid for legal fees and other expenses.

The following is a summary of the above-stated capital transactions for the nine months ended June 30, 2004:

	Number of shares	Value
Outstanding, September 30, 2003	6,014,259	9,511,723
Private placement:		
Non flow-through	5,974,922	2,883,700
Flow-through	601,999	451,499
Issued on the exercise of stock options	401,660	59,227 ⁽¹⁾
Issued for settlement of debts	480,950	192,380
Issued for mining property	200,000	140,000
Less: Cost of private placement issue		(279,206)
Outstanding, June 30, 2004	13,673,790	\$ 12,959,323

⁽¹⁾\$59,227 value of stock options exercised includes the \$6,531 stock-based compensation expense