CROWFLIGHT MINERALS INC.
CONSOLIDATED BALANCE SHEETS
(Prepared by Management)

	June 30, 2003 (Unaudited)	December 31, 2002 (Audited)
ASSETS		
Current		
Cash	$ 1,247,500	$ 421,836
Accounts Receivable	10,867	2,974
Prepaid expenses	-	30,057
	1,258,367	454,867
Long-term		
Capital assets	-	1,122
Mining interest	2,473,479	2,208,435
	2,473,479	2,209,557
	$ 3,731,846	$ 2,664,424
LIABILITIES		
Current		
Accounts payable and accrued liabilities	$ 442,936	$ 463,792
Advances from shareholder	77,056	82,232
Advances from a related corporation	-	6,218
Loans payable	156,203	233,743
	676,195	785,985
SHAREHOLDERS' EQUITY		
Common Shares (Note 2)	15,483,804	13,686,782
Warrants (Note 2)	15,000	-
Contributed surplus (Note 5)	4,000	-
Common shares to be issued	-	423,000
Deficit	(12,447,153)	(12,231,343)
	3,055,651	1,878,439
	$ 3,731,846	$ 2,664,424

Responsibility for Financial Statements

The accompanying consolidated financial statements for Crowflight Minerals Inc. have been prepared by management in accordance with Canadian generally accepted accounting principles consistently applied. The most significant of these accounting principles have been set out in the December 31, 2002 audited consolidated financial statements. Only changes in accounting policies have been disclosed in these financial statements. These statements are presented on the accrual basis of accounting. Accordingly, a precise determination of many assets and liabilities is dependant upon future events. Estimates and approximations have been made using careful judgement. Recognizing that the Company is responsible for both the integrity and objectivity of the financial statements, management is satisfied that these financial statements have been fairly presented.

CROWFLIGHT MINERALS INC.

CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

(Prepared by Management - Unaudited)

	Three Months Ended June 30, 2003	Three Months Ended June 30, 2002	Six Months Ended June 30, 2003	Six Months Ended June 30, 2002
Expenses				
Professional fees	$ 4,659	$ 3,550	$ 30,500	$ 6,151
Legal and audit	31,262	-	31,262	-
Investor relations	2,000	-	2,000	-
General and office expenses	25,015	6,152	35,231	15,096
Rent	8,943	-	8,943	-
Transfer agent fees and expenses	7,452	-	7,452	-
Shareholder relations	18,491	3,554	19,496	15,780
Management fees	46,000	-	46,000	-
Travel expenses	2,411	-	2,411	-
Consulting expense (Note 5)	4,000	-	4,000	-
Advertising and promotion	9,293	2,120	13,093	4,039
Annual meeting expenses	1,345	-	1,345	-
Filing fees	10,336	-	10,336	-
Payroll expenses	8,239	9,685	8,239	19,499
Interest expenses and bank charges	18,420	4,001	36,614	3,640
Recovery of expenses	(42,234)	-	(42,234)	-
Depreciation	785	337	1,122	673
	156,417	29,399	215,810	64,878
Net loss for the period	(156,417)	(29,399)	(215,810)	(64,878)
DEFICIT, beginning of period	(12,290,736)	(11,881,496)	(12,231,343)	(11,846,017)
DEFICIT, end of period	$ (12,447,153)	$ (11,910,895)	$ (12,447,153)	$ (11,910,895)

CROWFLIGHT MINERALS INC.

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Prepared by Management - Unaudited)

	Three Months Ended June 30, 2003	Three Months Ended June 30, 2002	Six Months Ended June 30, 2003	Six Months Ended June 30, 2002
CASH (USED IN) PROVIDED BY:				
OPERATING ACTIVITIES:				
Net loss for the period	$ (156,417)	$ (29,399)	$ (215,810)	$ (64,878)
Charges not affecting cash:				
Depreciation	785	337	1,122	673
Consulting expense (Note 5)	4,000	-	4,000	-
Net change in non-cash working capital:				
Sundry receivable and prepaid expense	42,612	642	22,164	(833)
Accounts payable	(32,650)	(2,934)	(20,856)	38,703
	(141,670)	(31,354)	(209,380)	(26,335)
FINANCING ACTIVITIES:				
Loan payables	(47,369)	(27,000)	(77,540)	23,000
Advances from related companies	(3,972)	35,763	(6,218)	90,583
Advances from shareholder	10,489	77,501	(5,176)	28,701
Common shares and warrants issued	1,389,022	-	1,389,022	-
	1,348,170	86,264	1,300,088	142,284
INVESTING ACTIVITIES:				
Deferred exploration	39,167	(53,611)	(265,044)	(115,762)
CHANGE IN CASH	1,245,667	1,299	825,664	187
CASH, beginning of period	1,833	(2,046)	421,836	(934)
CASH, end of period	$ 1,247,500	$ (747)	$ 1,247,500	$ (747)

1. ACCOUNTING POLICIES

The management of Crowflight Minerals Inc.. (the "Company") has prepared these unaudited consolidated financial statements for the six months ended June 30, 2003 in accordance with generally accepted accounting principles in Canada. These financial statements should be read in conjunction with the audited consolidated financial statements for the year ended December 31, 2002.

The disclosures in these interim financial statements do not include the full disclosure required under generally accepted accounting principles in Canada for annual financial reporting.

Operating results for the six months ended June 30, 2003 are not indicative of the results that may be expected for the full year ending December 31, 2003.

The Company uses the same methods and accounting policies described in the December 31, 2002 audited consolidated financial statements.

2. CAPITAL STOCK

AUTHORIZED

100,000,000	common shares without par values
100,000,000	class A preference shares with a part value of $10 each. Issuable in series, cumulative dividends
100,000,000	class B preference shares with a part value of $50 each, issuable in series, cumulative dividends

COMMON SHARES ISSUED	No of Shares	Value
Balance, beginning of year (December 31, 2002)	22,608,173	$ 13,686,782
Shares issued further to 2002 underwriting	2,115,000	423,000
Private placement	6,420,000	1,269,000
Flow-through private placement	1,080,000	216,000
Cost of issue	-	(110,978)
Balance, end of period (June 30, 2003)	32,223,173	$ 15,483,804

WARRANTS

As at June 5, 2003, the Company completed a private placement of 7,500,000 units. Each unit consisted of one flow-through common share, three common shares and one warrant. Each warrant is exercisable for $0.20/share and expires June 4, 2005.

The Company applies the fair value method of accounting for warrants and accordingly, $15,000 (3 months) and $15,000 (6 months) was recorded as warrants and charged against capital stock, for the 7,500,000 (3 months) and 7,500,000 (6 months) warrants granted during the period.

For purposes of the 7,500,000 (3 months) and 7,500,000 (6 months) warrants granted, the fair value of each option was estimated on the date of grant using the Black-Scholes option pricing model, with the following assumptions: dividend yield of 0%, expected volatility of 10%, risk-free interest rate of 4.75% and an expected life of 2 years.

2. CAPITAL STOCK (CONTINUED)

WARRANTS (CONTINUED)

There were also 1,057,500 warrants outstanding that are exercisable for $0.25 per share until December 31, 2003 and $0.30 per share until December 31, 2004.

3. BASIC AND DILUTED LOSS PER SHARE

Basic loss per share is computed by dividing the loss for the period by the weighted average number of common shares outstanding during the period. Diluted loss per share is the same as basic loss per share. Stock options and warrants were not included in the fully diluted loss per share calculation since the calculation would have been ant-dilutive.

The following table sets out the computation for basic and diluted loss per share:

	2003	2002
Numerator:		
Loss for the period	$ (215,810)	$ (64,878)
Denominator:		
Average number of common shares outstanding	27,415,783	22,608,283
Basic and diluted (loss) per share	$ (0.01)	$ (0.00)

4. INCOME TAXES

The estimated taxable income for the period is nil. Based upon the level of historical taxable income, it cannot be reasonably estimated at this time, if it is more likely than not that the Company will realize the benefits from future income tax assets or the amounts owing from future income tax liabilities.

Consequently, the future recovery or loss arising from differences in tax values and accounting values have been reduced by a valuation allowance. The estimated valuation allowance will be adjusted in the period that it is determined that it is more likely than not that some portion of or all of the future tax assets or future tax liabilities will be realized.

For further information on the Company's actual losses for tax purposes, refer to the December 31, 2002 audited consolidated financial statements. The benefit of these losses and the estimated loss for the six months ended June 30, 2003 have not been recognized in these unaudited consolidated financial statements.

5. STOCK OPTIONS

The following are the stock option transactions during the year:

	Number of Stock Options	Weighted Average Exercise Price
Outstanding at the beginning of the year	2,000,000	$ 0.20
Granted during the period	2,925,000	0.22
Cancelled during the period	(65,000)	0.20
Outstanding at the end of the period	4,860,000	$ 0.21

As of June 30, 2003, the following stock options were outstanding:

(i) 1,935,000 stock options that can be exercised for $0.20 and expire November 20, 2005
(ii) 2,600,000 stock options that can be exercised for $0.20 and expire June 5, 2008
(iii) 325,000 stock options that can be exercised for $0.35 and expire June 5, 2008

The Company applies the intrinsic value based method of accounting for stock-based compensation awards to employees and accordingly no compensation cost is recognized. Had stock-based compensation for 2,875,000 options granted to employees under the Plan since September 1, 2002 been determined on the basis of fair value at the date of grant in accordance with the fair value method of accounting for stock-based compensation, the Company's pro forma net loss and loss per share for the six months ended June 30, 2003 would have been as follows:

	Loss	Loss Per Share
As reported	$ (215,810)	$ (0.01)
Pro forma	$ (341,810)	$ 0.01

The Company also applied the fair value method of accounting for stock based compensation awards to non-employees, and accordingly $4,000 was recorded as consulting expense and contributed surplus for the 50,000 options granted to non-employees during the six months ended June 30, 2003.

For purposes of calculating the the fair-value method of accounting for stock options (as mentioned above) , the fair value of each option was estimated on the date of grant using the Black-Scholes option pricing model with the following assumptions used: dividend yield of 0%, expected volatility of 10%, a risk-free interest rate of 4.75% and an expected life of 5 years.

6. SUBSEQUENT EVENTS

On July 18, 2003, the Company granted 425,000 stock options at an exercise price of $0.35/share which expire July 18, 2008.

On August 20, 2003, the Company closed a $4.0 million private placement. The underwriting consisted of 4,761,900 units at a price of $0.42 for gross proceeds of $2,000,000. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole warrant entitles the holder to acquire one common share at the price of $0.60 for a period of two years.

In addition, the Company completed its offering of 4,081,633 flow-through shares at a price of $0.49 per share for gross proceeds of $2,000,000.

SUPPLEMENT TO CONSOLIDATED FINANCIAL STATEMENTS
Six Months Ended June 30, 2003
(Prepared by Management - Unaudited)

As of July 28, 2003, the following items were outstanding:

i) 41,066,706 common shares
ii) 7,500,000 warrants at $0.20 per share and expire June 4, 2005
iii) 5,285,000 stock options
iv) 1,057,500 warrants to purchase one common share at a price of $0.25 per share for each warrant until December 31, 2003 and at a price of $0.30 per share for each warrant until December 31, 2004
v) See Note 6