

# Amerigo Resources Ltd.

## Consolidated Balance Sheet

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(expressed in U.S. dollars)

	<b>August 31, 2003</b>	<b>February 28, 2003</b>
	\$	\$
	(Unaudited)	
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	2,976,193	91,654
Accounts receivable	758,771	13,049
Prepaid expenses	30,931	3,490
Plant supplies and inventory	638,085	-
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	4,403,980	108,193
<b>Deferred charges</b>	31,250	-
<b>Mineral property, plant and equipment - net</b>	22,954,958	254,498
<b>Future income tax</b>	2,463,629	-
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	29,853,817	362,691
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<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable	1,433,157	16,546
<b>Notes payable</b>	3,400,000	-
<b>Enami loan</b>	2,360,365	-
<b>Other payables</b>	370,860	-
<b>Future income tax</b>	1,257,118	-
<b>Minority interest</b>	1,000	-
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	8,822,500	16,546
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<b>Shareholders' Equity</b>		
<b>Capital stock</b>	23,262,401	3,390,897
<b>Contributed surplus</b>	1,747	1,747
<b>Deficit</b>	(2,555,196)	(3,046,499)
<b>Cumulative translation adjustment</b>	322,365	-
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	21,031,317	346,145
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	29,853,817	362,691
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# Amerigo Resources Ltd.

## Consolidated Statement of Operations and Retained Earnings

(expressed in U.S. dollars)

	Three months ended August 31,		Six months ended August 31,	
	2003 \$ (Unaudited)	2002 \$ (Unaudited)	2003 \$ (Unaudited)	2002 \$ (Unaudited)
<b>Revenue</b>	3,536,211	-	3,536,211	-
<b>Costs</b>				
Production costs	1,288,446	-	1,288,446	-
Smelter refinery and other charges	911,638	-	911,638	-
Maintenance and services	372,084	-	372,084	-
Depreciation and amortization	149,358	-	149,358	-
Administration	110,751	-	110,751	-
Transportation	84,736	-	84,736	-
<b>Cost of sales</b>	2,917,013	-	2,917,013	-
<b>Operating profit</b>	619,198	-	619,198	-
<b>Other income and expenses</b>				
Professional fees	45,085	11,909	58,545	15,916
Interest expense	41,505	-	41,505	-
Management fees	18,900	9,145	31,268	18,473
Transfer agent and filing fees	13,184	8,708	16,413	12,981
General prospecting	-	9,149	-	18,184
Office expense	2,410	4,662	14,325	7,654
Shareholder and investor information	990	2,115	6,796	2,616
Interest income	(11,920)	(246)	(12,688)	(260)
Foreign exchange gain	(73,706)	(58)	(73,706)	(58)
	36,448	45,384	82,458	75,506
<b>Earnings (loss) before minority interest</b>	582,750	(45,384)	536,740	(75,506)
<b>Minority interest</b>	45,437	-	45,437	-
<b>Net earnings (loss) for the period</b>	537,313	(45,384)	491,303	(75,506)
<b>Deficit - Beginning of period</b>				
As previously reported	(3,201,903)	(3,014,286)	(3,046,499)	(2,984,164)
Accounting change	109,394	-	-	-
As restated	(3,092,509)	(3,014,286)	(3,046,499)	(2,984,164)
<b>Deficit - End period</b>	(2,555,196)	(3,059,670)	(2,555,196)	(3,059,670)
<b>Weighted average number of shares outstanding</b>	42,886,820	3,707,935	25,056,135	3,260,531
<b>Earnings (loss) per share</b>				
Basic	0.0125	(0.01)	0.0196	(0.02)
Diluted	0.0114	(0.01)	0.0168	(0.02)

# Amerigo Resources Ltd.

## Consolidated Statement of Cash Flows

(expressed in U.S. dollars)

	<b>Three months ended August 31,</b>		<b>Six months ended August 31,</b>	
	<b>2003</b>	<b>2002</b>	<b>2003</b>	<b>2002</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Cash flows from operating activities</b>				
Net earnings (loss) for the period	537,313	(45,384)	491,303	(75,506)
Items not affecting cash - Depreciation and amortization	149,358	-	149,358	-
	686,671	(45,384)	640,661	(75,506)
Changes in non-cash working capital - net of effects of acquisition of subsidiary				
Decrease in accounts receivable	(260,818)	(27,793)	(269,549)	(24,308)
Decrease in prepaid expenses	(2,691)	-	(312)	-
Decrease in plant, supplies and inventory	(90,246)	-	(90,246)	-
Increase in accounts payable	(446,274)	(17,293)	(363,242)	(31,944)
Due to related parties	-	(33,460)	-	-
<b>Net cash used in operating activities</b>	<b>(113,358)</b>	<b>(123,930)</b>	<b>(82,688)</b>	<b>(131,758)</b>
<b>Cash flows from investing activities</b>				
Acquisition of subsidiary - net of \$31,083 cash acquired	(319,376)	-	(428,770)	-
Purchase of mineral property, plant and equipment	(42,020)	(108)	(74,615)	(1,549)
<b>Net cash used in investing activities</b>	<b>(361,396)</b>	<b>(108)</b>	<b>(503,385)</b>	<b>(1,549)</b>
<b>Cash flows from financing activities</b>				
Repayment of Enami loan	(92,857)	-	(92,857)	-
Repayment of former owner loans	(16,600,000)	-	(16,600,000)	-
Deferred charges	(37,500)	-	(37,500)	-
Issuance of shares for cash - net of share issue costs	19,566,148	233,638	19,862,721	273,790
Other payables	51,332	-	51,332	-
<b>Net cash provided by financing activities</b>	<b>2,887,123</b>	<b>233,638</b>	<b>3,183,696</b>	<b>273,790</b>
<b>Cumulative translation adjustment</b>	<b>286,734</b>	<b>-</b>	<b>286,916</b>	<b>-</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,699,103</b>	<b>109,600</b>	<b>2,884,539</b>	<b>140,483</b>
<b>Cash and cash equivalents - Beginning of period</b>	<b>277,090</b>	<b>33,484</b>	<b>91,654</b>	<b>2,601</b>
<b>Cash and cash equivalents - End of period</b>	<b>2,976,193</b>	<b>143,084</b>	<b>2,976,193</b>	<b>143,084</b>
<b>Non-cash transactions</b>				
Issuance of shares for mineral properties	8,783		8,783	
Mineral properties for minority interest	1,000		1,000	
Note payable on acquisition	1,854,589		1,854,589	