



**British Columbia
Securities Commission**

**QUARTERLY AND YEAR END REPORT
BC FORM 51-901F (previously Form 61)**

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INCORPORATED AS PART OF:

Schedule A

Schedule B
(place X in appropriate category)

ISSUER DETAILS

NAME OF ISSUER	FOR QUARTER ENDED	DATE OF REPORT YY/MM/DD
Pacific Minerals Inc.	March 31, 2003	03/05/30

ISSUER'S ADDRESS Suite 654, 999 Canada Place

CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO.
Vancouver	B.C.	V6C 3E1	604-609-9836	604-609-0598
CONTACT PERSON	CONTACT'S POSITION			CONTACT TELEPHONE NO.
Danny Hon	Chief Financial Officer			604-669-6168
CONTACT E-MAIL ADDRESS			WEB SITE ADDRESS	
info@pacific-minerals.com			www.pacific-minerals.com	

CERTIFICATE

The three schedules required to complete this Report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of this Report will be provided to any shareholder who requests it.

"Daniel Kunz"	Daniel Kunz	03/05/30
DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
"Peter Meredith"	Peter Meredith	03/05/30
DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD

(Electronic signatures should be entered in "quotations")

PACIFIC MINERALS INC.
CONSOLIDATED BALANCE SHEETS
AS AT MARCH 31, 2003 AND DECEMBER 31, 2002

	March 31, 2003	December 31, 2002
	(Unaudited)	(Audited)
ASSETS		
Current		
Cash and cash equivalents	\$ 920,380	\$ 209,014
Short-term investment	4,000,000	5,000,000
Interest receivable	57,635	45,387
Accounts receivable	117,049	43,472
Royalty receivable	-	72,973
Receivable from a related party	442,786	410,260
Prepaid expenses	64,756	49,444
	<u>5,602,606</u>	<u>5,830,550</u>
Deferred compensation expenses	79,894	131,249
Mineral properties	3,352,638	3,263,706
Capital assets	<u>174,905</u>	<u>143,421</u>
	<u>\$ 9,210,043</u>	<u>\$ 9,368,926</u>
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 175,584	\$ 223,282
SHAREHOLDERS' EQUITY		
Capital stock		
Authorized -		
100,000,000 common shares without par value		
100,000,000 preferred shares without par value		
Issued - 36,928,207 common shares (2002: 36,004,321)	11,732,051	11,360,921
Stock options	345,526	353,151
Contributed surplus	387,572	387,572
Deficit	<u>(3,430,690)</u>	<u>(2,956,000)</u>
	<u>9,034,459</u>	<u>9,145,644</u>
	<u>\$ 9,210,043</u>	<u>\$ 9,368,926</u>

APPROVED BY THE BOARD

"Peter Meredith"

Director

"Daniel Kunz"

Director

PACIFIC MINERALS INC.
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2003 AND 2002
(Unaudited)

	2003	2002
Revenue		
Royalty income	\$ <u> -</u>	\$ <u> 35,065</u>
Cost of Sales		
Amortization	<u> -</u>	<u> (26,431)</u>
Gross Profit	-	8,634
Expenses		
Administration and office	31,959	15,188
Amortization	11,252	1,918
Business development	85,894	17,686
Consulting fees	131,741	74,133
Exploration expenses	39,571	-
Mineral properties written off	-	63,560
Professional fees	50,340	18,045
Rent	20,264	13,133
Salaries and benefits	30,304	792
Shareholder information, transfer agent and filing fees	20,928	5,341
	<u>422,253</u>	<u>209,796</u>
Operating Loss	(422,253)	(201,162)
Other Income and Expenses		
Bank interest income	26,410	473
Foreign exchange loss	(82,017)	(176)
Other income	3,170	193,900
	<u>(52,437)</u>	<u>194,197</u>
Net loss for the period	(474,690)	(6,965)
Deficit - beginning of period	(2,956,000)	(55,367)
Deficit - end of period	\$ <u><u> (3,430,690)</u></u>	\$ <u><u> (62,332)</u></u>
Basic and fully diluted loss per share	\$ <u><u> (0.01)</u></u>	\$ <u><u> (0.00)</u></u>
Weighted average number of outstanding shares	<u><u> 36,582,698</u></u>	<u><u> 21,706,814</u></u>

PACIFIC MINERALS INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2003 AND 2002
(Unaudited)

	2003	2002
Operating Activities		
Cash received from customers	\$ 72,973	\$ 43,779
Interest received	14,162	565
Interest paid	(751)	(33)
Cash paid to employees and suppliers	(606,855)	(262,754)
	<u>(520,471)</u>	<u>(218,443)</u>
Investing Activities		
Mineral property additions	(88,932)	(22,797)
Capital asset additions	(42,736)	(1,889)
Redemption of short-term investment	1,000,000	-
Investment in joint venture	-	(725,625)
Repayment of advances receivable	-	193,900
Cash acquired on acquisition of subsidiary	-	143,499
	<u>868,332</u>	<u>(412,912)</u>
Financing Activities		
Issuance of common stock and warrants for cash	363,505	1,387,500
	<u>363,505</u>	<u>1,387,500</u>
Increase in cash and cash equivalents	711,366	756,145
Cash and cash equivalents - beginning of period	209,014	-
Cash and cash equivalents - end of period	\$ <u>920,380</u>	\$ <u>756,145</u>

PACIFIC MINERALS INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2003
(Unaudited)

1. Basis of Presentation

The accompanying interim consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”). However, they do not include all the information and disclosures required by Canadian GAAP for financial statements. They have been prepared on the same accounting policies and methods of applications as the latest annual consolidated financial statements. In the opinion of management, all adjustments of a normal recurring nature necessary for a fair presentation have been included. The results for interim periods are not necessarily indicative of results for the entire year. The information contained in the interim financial statements should be read in conjunction with the Company’s latest annual consolidated financial statements and the notes thereto.

The unaudited consolidated financial statements include Pacific Minerals Inc. (“the Company”), the accounting subsidiary, and all its subsidiaries, including Pacific PGM Inc., the accounting parent, Yunnan Copper-Silver Mining Inc., Guizhou Copper-Silver Mining Inc., Yunnan Southern Copper Inc., Yunnan Platinum and Palladium Inc., China Platinum and Palladium Inc., Pacific Gold Mining Inc., Pacific Northern Gold Inc. and Canadian Pacific Minerals Ltd. All significant inter-company transactions and accounts have been eliminated for the purpose of these financial statements.

PACIFIC MINERALS INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2003
(Unaudited)

2. Mineral Properties

	March 31, 2003			December 31, 2002
	Cumulative total cost	Amount recoverable from Ivanhoe	Cumulative net cost	Cumulative net cost
Nuclear (217 Gold) Project	\$ 1,263,450	\$ -	\$ 1,263,450	\$ 1,242,689
JBS Project	1,646,401	-	1,646,401	1,610,756
Huize-Xuanwei Project	214,503	107,251	107,252	101,235
Zhaotong Project	221,962	110,981	110,981	101,265
Guizhou Project	210,894	105,447	105,447	99,185
Dandong Project	238,214	119,107	119,107	108,576
	<u>\$ 3,795,424</u>	<u>\$ 442,786</u>	<u>\$ 3,352,638</u>	<u>\$ 3,263,706</u>

3. Share Capital

Since December 31, 2002, the Company has issued the following share capital :

	Number of Shares	Amount
Balance, December 31, 2002	36,004,321	\$ 11,360,921
Shares issued for :		
Exercise of stock options	417,500	160,950
Exercise of warrants	506,386	202,555
Reallocation of account upon exercise of stock options by non-employees	-	7,625
Balance, March 31, 2003	<u>36,928,207</u>	<u>\$ 11,732,051</u>

PACIFIC MINERALS INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2003
(Unaudited)

3. Share Capital - continued

On February 17, 2003, the Company issued 540,000 stock options to certain directors and officers at an exercise price of \$1.16 each with an expiry date of February 17, 2008. If the fair value method had been used for options granted to employees and directors, a fair value of \$469,800 would be recorded and amortized over the vesting period. The Company's net loss and net loss per share would approximate the following pro forma amounts:

		March 31, 2003	March 31, 2002
Compensation costs for the period	\$	339,300	\$ 25,033
Net loss:			
As reported		(474,690)	(6,965)
Pro forma		(813,990)	(31,998)
Net loss per common share - basis and diluted			
As reported	\$	(0.01)	\$ (0.00)
Pro forma		(0.02)	(0.00)

As at March 31, 2003, there were 4,403,750 stock options outstanding with exercise prices and expiry dates ranging from \$0.35 to \$1.16 each and August 31, 2004 to February 17, 2008, respectively.

As at March 31, 2003, there were 8,557,000 warrants outstanding with exercise prices and expiry dates ranging from \$0.40 to \$1.10 each and January 11, 2004 to October 11, 2004, respectively.

PACIFIC MINERALS INC.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
MARCH 31, 2003
(Unaudited)

4. Related Party Transactions

During the three-month period ended March 31, 2003, the Company paid consulting fees of \$14,700 to a company controlled by a director, salary and benefits of \$11,989 to a director, and accounting fees of \$5,371 to an accounting firm of which an officer is a partner.

5. Segmented Information

	The P.R.C.	Canada	Total
Three months ended March 31, 2003			
Mineral properties	\$ 3,352,638	\$ -	\$ 3,352,638
Capital assets	128,464	46,441	174,905
Year ended December 31, 2002			
Mineral properties	\$ 3,263,706	\$ -	\$ 3,263,706
Capital assets	93,391	50,030	143,421

6. Subsequent Events

On May 8, 2003, the Company granted 510,000 and 286,000 stock options to consultants and employees, respectively, at an exercise price of \$0.80 each, with an expiry date of May 8, 2008. The fair value of the stock options granted to consultants and employees are \$239,700 and \$134,420, respectively.