



**MADISON ENTERPRISES CORP.**

**QUARTERLY REPORT**

**JULY 31, 1999**

**[Unaudited]**

**SCHEDULE A**

**CONSOLIDATED FINANCIAL INFORMATION**

**MADISON ENTERPRISES CORP.**

**CONSOLIDATED BALANCE SHEET AS AT JULY 31, 1999**

		<u>1999</u>		<u>1998</u>
<b><u>ASSETS</u></b>				
Current				
Cash and term deposits	\$	1,178,302	\$	10,902,420
Joint venturer's cash		708,556		1,341,255
Accounts receivable		23,442		95,931
Prepaid expense		25,291		48,359
		<u>1,935,591</u>		<u>12,387,965</u>
Resource properties		28,471,665		20,536,523
Capital assets, net		<u>177,217</u>		<u>79,414</u>
	\$	<u><u>30,584,473</u></u>	\$	<u><u>33,003,902</u></u>

**LIABILITIES**

Current				
Accounts payable	\$	351,038	\$	801,697
Advance from joint venturer		708,556		1,341,255
		<u>1,059,594</u>		<u>2,142,952</u>

**SHAREHOLDERS' EQUITY**

Capital stock		37,483,699		37,547,191
Deficit		<u>(7,958,820)</u>		<u>(6,686,241)</u>
		<u>29,524,879</u>		<u>30,860,950</u>
	\$	<u><u>30,584,473</u></u>	\$	<u><u>33,003,902</u></u>

Approved by the Board

Director           "Chet Idziszek"          

Director           "James G. Stewart"          

Unaudited  
Prepared by Management

**MADISON ENTERPRISES CORP.****CONSOLIDATED STATEMENT OF LOSS****FOR THE NINE MONTHS ENDED JULY 31, 1999**

	<u>1999</u>	<u>1998</u>
<b>Revenue</b>		
Property revenue	\$ 188,288	\$ 71,455
Interest	134,153	196,944
	<u>322,441</u>	<u>268,399</u>
<b>Expenses</b>		
Accounting and audit	5,467	17,544
Bank charges and interest	2,863	1,381
Capital tax	-	18,934
Consulting fees	46,765	51,000
Depreciation	55,040	13,801
Filing fees	5,531	11,343
Foreign exchange gain	227,502	(323,072)
Insurance	44,452	49,142
Legal fees	79,657	122,164
Office	110,487	119,537
Public relations and travel	119,527	1,165,692
Rent	78,591	12,105
Shareholders' information	11,860	44,317
Transfer agent's fees	5,883	11,316
Wages	226,601	229,004
	<u>1,020,226</u>	<u>1,544,208</u>
Net loss for the period	\$ <u>(697,785)</u>	\$ <u>(1,275,809)</u>
Loss per share	\$ <u>(0.03)</u>	\$ <u>(0.07)</u>

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**MADISON ENTERPRISES CORP.**

**CONSOLIDATED STATEMENT OF CHANGES IN FINANCIAL POSITION**

**FOR THE NINE MONTHS ENDED JULY 31, 1999**

	<u>1999</u>	<u>1998</u>
<b>Operating activities</b>		
Net loss for the period	\$ (697,785)	\$ (1,275,809)
Item not involving cash		
Depreciation	55,040	13,801
Change in non-cash operating working capital	(505,914)	516,061
	<u>(1,148,659)</u>	<u>(745,947)</u>
<b>Financing activities</b>		
Capital stock issued for cash	-	10,320,290
Capital stock issued for resource property	-	446,969
	<u>-</u>	<u>10,767,259</u>
<b>Investing activities</b>		
Resource property expenditures	(5,677,983)	(5,423,165)
Purchase of capital assets	(35,621)	(35,658)
	<u>(5,713,604)</u>	<u>(5,458,823)</u>
Decrease (increase) in cash and term deposits during the period	(6,862,263)	4,562,489
Cash and term deposits at beginning of period	8,040,565	6,339,931
Cash and term deposits at end of period	\$ <u>1,178,302</u>	\$ <u>10,902,420</u>

Unaudited  
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