



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
 Schedules B and C
(Place X in appropriate category.)

ISSUER DETAILS

NAME OF ISSUER	FOR QUARTER ENDED	DATE OF REPORT YY/MM/DD
MADISON ENTERPRISES CORP.	JULY 31, 2001	2001/09/17

ISSUER'S ADDRESS

SUITE 2000 - 1055 WEST HASTINGS STREET

CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO.
VANCOUVER,	B.C.	V6E 2E9	(604) 331-8773	(604) 331-8772
CONTACT PERSON		CONTACT'S POSITION		CONTACT TELEPHONE NO.
JAMES G. STEWART		SECRETARY		(604) 331-8772
CONTACT EMAIL ADDRESS			WEB SITE ADDRESS	
Jstewart@mine-tech.com			www.madisonenterprises.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.

DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
"Chet Idziszek"	CHET IDZISZEK	2001/09/17
DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
"James G. Stewart"	JAMES G. STEWART	2001/09/17

(Electronic signatures should be entered in "quotations".)

MADISON ENTERPRISES CORP.

QUARTERLY REPORT

JULY 31, 2001

[Unaudited]

SCHEDULE A

CONSOLIDATED FINANCIAL INFORMATION

MADISON ENTERPRISES CORP.
CONSOLIDATED BALANCE SHEET AS AT JULY 31, 2001

(Unaudited – Prepared by Management)

	2001	2000
<u>ASSETS</u>		
Current		
Cash and term deposits	\$ 1,349,260	\$ 3,892,472
Accounts receivable	82,021	126,402
Prepaid expense	63,857	69,001
	1,495,138	4,087,875
Resource properties and deferred costs	40,186,036	40,325,918
Fixed assets, net	85,749	116,077
	\$ 41,766,923	\$ 44,529,870

LIABILITIES

Current		
Accounts payable	\$ 138,986	\$ 295,881

SHAREHOLDERS' EQUITY

Capital stock	51,876,514	51,700,143
Warrants	1,167,167	1,167,167
Deficit	(11,415,744)	(8,633,321)
	41,627,937	44,233,989
	\$ 41,766,923	\$ 44,529,870

Approved by the Board

Director “Chet Idziszek”

Director “James G. Stewart”

MADISON ENTERPRISES CORP.
CONSOLIDATED STATEMENT OF LOSS
FOR THE NINE MONTHS ENDED JULY 31, 2001

(Unaudited – Prepared by Management)

	<u>2001</u>	<u>2000</u>
Expenses		
Accounting and audit	22,376	35,328
Bank charges and interest	856	1,238
Capital tax	-	4,072
Depreciation	18,301	49,902
Filing fees	8,404	18,098
Insurance	3,022	22,246
Legal fees	46,678	43,053
Office	48,693	58,125
Office rental reimbursements	(99,190)	(52,573)
Property exam – B.C.	56,431	-
Rent	138,507	66,551
Shareholders' information	5,062	10,783
Transfer agent's fees	6,336	7,922
Travel and public relations	55,249	157,858
Wages	162,211	159,526
	<u>472,936</u>	<u>582,129</u>
Other		
Write down of resource property	(2,267,471)	-
Foreign exchange gain (loss)	5,860	(20,323)
Interest income	73,585	133,909
	<u>(2,188,026)</u>	<u>113,586</u>
Net loss for the period	\$ <u><u>(2,660,962)</u></u>	\$ <u><u>(468,543)</u></u>
Net loss per share	\$ <u><u>(0.06)</u></u>	\$ <u><u>(0.01)</u></u>

MADISON ENTERPRISES CORP.
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED JULY 31, 2001

(Unaudited – Prepared by Management)

	<u>2001</u>	<u>2000</u>
Cash flows from operating activities		
Net loss for the period	\$ (2,660,962)	\$ (468,543)
Items not involving cash		
Write-down of resource property	2,267,471	-
Depreciation	18,301	49,902
Change in non-cash operating working capital		
Accounts payable	(87,347)	(97,032)
Accounts receivable	(24,907)	(76,806)
Prepaid expenses	411	(61,061)
	<u>(487,033)</u>	<u>(653,540)</u>
 Cash flows from financing activity		
Capital stock issued for cash	<u>151,283</u>	<u>5,211,765</u>
 Cash flows from investing activities		
Resource property expenditures	(1,249,789)	(2,460,787)
Purchase of fixed assets	(7,151)	(7,701)
	<u>(1,256,940)</u>	<u>(2,468,488)</u>
(Decrease) increase in cash and term deposits		
during the period	(1,592,690)	2,089,737
Cash and term deposits at beginning of period	<u>2,941,950</u>	<u>1,802,735</u>
Cash and term deposits at end of period	<u>\$ 1,349,260</u>	<u>\$ 3,892,472</u>

MADISON ENTERPRISES CORP.
STATEMENT OF SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION
FOR THE NINE MONTHS ENDED JULY 31, 2001

(Unaudited – Prepared by Management)

	<u>2001</u>		<u>2000</u>
<u>Non-cash operating activities</u>			
Accounts payable	\$ (1,757)	\$	-
<u>Non-cash financing activity</u>			
Capital stock issued for compensation	\$ 25,087	\$	-
Capital stock issued for resource property	-		7,400,000
Warrants issued for resource property	-		1,167,167
	<u>\$ 25,087</u>	\$	<u>8,567,167</u>
<u>Non-cash investing activity</u>			
Resource property expenditures	\$ (23,330)	\$	<u>(8,567,167)</u>

MADISON ENTERPRISES CORP.
Notes to Interim Consolidated Financial Statements
For the nine months ended July 31, 2001
(Unaudited – Prepared by Management)

1. Interim unaudited financial statements

These interim financial statements follow the same accounting policies and methods of their application as the most recent annual financial statements and should be read in conjunction with the financial statements for the year ended October 31, 2000.

2. Capital stock

The Company's authorized share capital consists of 100,000,000 common shares without par value.

	Number of Shares	Amount
Balance, October 31, 2000	44,730,516	\$ 51,700,144
Issued pursuant to private placement (a)	733,137	153,959
Issued for compensation	209,060	25,087
Share issue costs	-	(2,676)
Balance, July 31, 2001	<u>45,672,713</u>	<u>\$ 51,876,514</u>

- a) On February 1, 2001, the Company closed a private placement of 733,137 common shares at a price of \$0.21 per share to generate gross proceeds of \$153,959. The proceeds will be used to fund a due diligence review of a potential mineral property acquisition.
- b) On May 7, 2001, the Company issued 209,060 common shares, at a deemed value of \$25,087, as compensation for certain employees and consultants.
- c) On March 6, 2001, the Company cancelled all outstanding stock options (totalling 2,830,580 common shares) and granted new incentive stock options to directors and employees entitling the purchase of up to 3,315,580 common shares of the Company at \$0.17 per share at any time up to and including March 6, 2006.

MADISON ENTERPRISES CORP.
Notes to Interim Consolidated Financial Statements
For the nine months ended July 31, 2001
(Unaudited – Prepared by Management)

3. Resource properties and deferred costs

	Belencillo, Panama	Mt. Kare, Paupa New Guinea	Other	TOTALS
Balance October 31, 2000	\$ 2,267,471	\$ 38,796,893	\$ 116,024	\$ 41,180,388
Assays		36,221		36,221
Camp/office		12,153	159	12,312
Communications		22,100		22,100
Compensation payments		7,920		7,920
Contractors-computers/drafting		46,768	6,768	53,536
Contractors-geophysics		5,291		5,291
Contractors-petrology metallurgy		5,687		5,687
Drilling		97,604		97,604
Evaluation of alluvial resource		34,258		34,258
Food supplies and catering		24,698		24,698
Fuel supplies		24,152		24,152
Genealogy study & land group incorporation		4,477		4,477
Geologic staff		267,716	104,339	372,055
Geological supplies/equipment		216		216
Helicopter		51,253		51,253
Land & Legal		2,255		2,255
Lawyer fees		44,413	30,713	75,126
Local labour wages		33,134		33,134
Mt. Kare property insurance		20,846		20,846
Outside contractors-camp management		17,387		17,387
Outside contractors- community relations		117,921		117,921
Port Moresby office		29,693		29,693
Security		6,824		6,824
Technical reports, printing/copying		985	1,840	2,825
Travel & accomodation		187,782	27,546	215,328
Write-down of resource properties	(2,267,471)			(2,267,471)
Balance July 31, 2001	-	39,898,647	287,389	40,186,036

MADISON ENTERPRISES CORP.
Notes to Interim Consolidated Financial Statements
For the nine months ended July 31, 2001
(Unaudited – Prepared by Management)

4. Segmented information

The Company has one operating segment, the exploration and development of resource properties located principally in Papua New Guinea and Panama. All revenue is earned and fixed assets are held in Canada.

5. Subsequent event

Subsequent to July 31, 2001, the Company issued 400,293 common shares at a deemed value of \$40,029 as compensation for certain employees and consultants.