

**British Columbia  
Securities Commission**

## **QUARTERLY REPORT**

### **Form 61 –Schedule B and C**

**Name of Issuer** – FM Resources Corp.

**For Quarter Ended** – December 31, 1999

**Date of Report** – May 17, 2000

**Issuer’s Address** - 9<sup>th</sup> Floor – 609 West Hastings Street, Vancouver, B.C. V6B 4W4

**Issuer’s Fax No.** - (604) 688-4712

**Issuer’s Telephone No.** - (604) 331-3395

**Contact Person** – H. Christopher Schultze

**Contact’s Position** - President

**Contact Telephone No.** – (604) 331-3395

## **CERTIFICATE**

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

**Director’s Signature** – “*H. Chris Schultze*” – May 17, 2000

**Director’s Signature** – “*Luard Manning*” – May 17, 2000

## FM Resources Corp.

### Schedule B

Supplementary Information (*expressed in Canadian dollars*)

December 31, 1999

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#### Section 1

The fiscal year to date aggregate amount of expenditures made to parties not at arm's length from the issuer amounted to \$71,200. This was paid to a related company controlled by a director/officer of the Company.

#### Section 2

a) Summary of securities issued during this quarter:

<u>Issue Date</u>	<u>Security Type</u>	<u>Type of Issue</u>	<u>Number Issued</u>	<u>Price</u>	<u>Total Proceeds</u>	<u>Consideration Type</u>
December 7/99	Common	Investment contract conversion	11,936	\$45.00	\$537,500	Cash

b) There were no options granted during the quarter:

#### Section 3

a) Particulars of Authorized Capital as at December 31, 1999

<u>Class</u>	<u>Par Value</u>	<u>Number Authorized</u>	<u>Number Issued</u>	<u>Total Consideration</u>
Common	Nil	100,000,000	2,366,716	\$14,425,998

b) Summary of options and warrants outstanding at December 31, 1999

<u>Security Type</u>	<u>Number Outstanding</u>	<u>Price</u>	<u>Expiry Date</u>
Warrants	545,866	\$ 0.30	May 29, 2000
Warrants	33,334	\$ 0.15/1 <sup>st</sup> year \$ 0.20/2 <sup>nd</sup> year	January 6, 2001
Options	35,000	\$ 6.00	October 8, 2002
Options	13,750	\$ 3.00	November 14, 2002

c) There was an aggregate total of 1,123 held in escrow at December 31, 1999

d) Directors:

Mike Bourdeau	Maple Ridge, B.C.
Peter Bryant	Vancouver, B.C.
Luard J Manning	North Vancouver, B.C.
William B Horie	Richmond, B.C.

## **FM Resources Corp.**

### **Schedule C**

Supplementary Information

Fourth Quarter, ended December 31, 1999

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In 1999 the Company continued its efforts to reduce its debt and improve its financial position by negotiating debt settlements and selling off some of its milling equipment.

Mr. Alan Hubick resigned from his position as an Officer and Director of the Company effective June 24, 1999.

Bullion prices remained low during the year having a negative impact sector wide. In addition to general market malaise the low bullion prices impact negatively on the prospects of mining at the Company's Mt Freegold properties. Materially, the nearby Mt. Nansen mill that is owned by another company and was envisaged to accommodate La Forma product on a custom milling basis, suspended its operations in February, 1999 and indications are that it will probably remain on a care and maintenance status for some time.

The Mt. Freegold properties received limited exploration activity during the year; more particularly a small bulldozer trenching and surface rock plus soil geochemical sampling program was carried out during the fourth quarter. Winter conditions limited the amount of work completed and a follow-up program is required.

The Company assessed various business opportunities and property submittals through the year.

Subsequent to year end, on February 10, 2000 Mr. Mike Bourdeau resigned from his position of Director, President and CEO of the Company and Mr. Chris Schultze was appointed President and a Director in his place. Mr. Schultze is a registered professional geologist with 12 years experience in the mineral industry and is credited for his role in the discovery and advanced exploration of the Kudz Ze Kayah volcanogenic massive sulphide deposit, southeast Yukon while an employee of Cominco Ltd.

The Company's maintains a website at [www.fm-resources.bc.ca](http://www.fm-resources.bc.ca) so that shareholders may stay informed of the Company's activities. Inquiries may be made by calling the corporate telephone number at 604-331-3395 or by sending e-mail to [info@fm-resources.bc.ca](mailto:info@fm-resources.bc.ca)

