

**British Columbia
Securities Commission**

QUARTERLY and YEAR END REPORT

BC Form 51-901F – Schedules B and C

Name of Issuer – FM Resources Corp.

For Quarter Ended – June 30, 2001

Date of Report – August 16, 2001

Issuer's Address - 11th 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

Contact Email Address – info@fm-resources.bc.ca

Web Site Address – www.fm-resources.bc.ca

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 – "**H. Chris Schultze**" – H. Chris Schultze – August 16, 2001

Director's Signature – "**Peter Bryant**" – Peter Bryant – August 16, 2001

FM Resources Corp.

Schedule B

Supplementary Information (expressed in Canadian dollars)

March 31, 2001

Section 1 – Analysis of expenses and deferred costs

See attached unaudited financial statements for the six-month period ended June 30, 2001.

Section 2 – Related party transactions

There were no expenditures made to parties not at arm's length from the issuer for the six-month period ending June 30, 2001.

Section 3 – Summary of securities issued and options granted during the period

a) There were no securities issued during this period.

b) There were no options granted during this quarter.

Section 4 – Summary of securities as at the end of the reporting period

a) Description of authorized share capital as at June 30, 2001

<u>Class</u>	<u>Par Value</u>	<u>Number Authorized</u>
Common	Nil	100,000,000
Preferred	Nil	5,000,000

b) Number and recorded value for shares issued and outstanding at June 30, 2001

<u>Number Issued</u>	<u>Recorded Value</u>
2,397,216	\$15,425,998

c) Summary of options and warrants and convertible securities outstanding at June 30, 2001: (value is recorded upon exercise or conversion)

<u>Security Type</u>	<u>Number Outstanding</u>	<u>Exercise/Convert Price</u>	<u>Expiry Date</u>
Options	35,000	\$6.00	October 8, 2002
Options	13,750	\$3.00	November 14, 2002

d) There was an aggregate total of 1,123 held in escrow at June 30, 2001.

Section 5 – List the names of the directors & officers at the date of report

Current directors: H. Christopher Schultze
Luard Manning
William Horie
Peter Bryant

Current officers: President H. Christopher Schultze
Secretary Luard Manning

FM Resources Corp.

Schedule C

Management Discussion and Analysis

June 30, 2001

Description of Business

FM Resources Corp. is a Vancouver based mining exploration company. The company's principal assets are its La Forma, Antoniuk, and Ant gold properties located in the Dawson Range of west-central Yukon. The Company is presently a "Tier 2" issuer listed on the Canadian Venture Exchange.

Discussion of Operations and Financial Condition

The Company is seeking a joint venture partner to advance the La Forma gold property. Management continues to rationalize costs and reviews exploration and business opportunities on a ongoing basis and is reviewing its current business focus.

Administrative expenses during the period ended were \$60,082 compared with \$95,060 for the second quarter last year. Total current liabilities at the end of the second quarter totaled \$482,829 compared with \$503,036 for the comparable period last year.

Liquidity and Solvency

At June 30, 2001 the Company had \$26,583 in current assets compared with \$31,297 the year before. Proceeds from past sales of components derived from the Company's mill and camp facilities at its Yukon mineral properties have enabled the Company to meet its day to day administrative requirements and service accounts payable. The Company continues to market its remaining mill and camp facilities.

Investor Relations

The Company maintains a web-site, www.fm-resources.bc.ca and an e-mail address, info@fm-resources.bc.ca as an efficient avenue for shareholder communications. The Company does not have any contracts or arrangements with third parties for investor relations.