

SECOND QUARTER REPORT

September 30, 2004



CANADIAN GOLD HUNTER CORP.

Notice: The accompanying unaudited interim financial statements of Canadian Gold Hunter Corp. (the "Company") have been prepared by and are the responsibility of the Company's management. The Company's independent auditor has not performed a review of these financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

CANADIAN GOLD HUNTER CORP.
SECOND QUARTER REPORT
September 30, 2004

To our shareholders:

The Board of Directors is pleased to present this report to shareholders on the activities of the Company during the second quarter period ending September 30, 2004.

The Company had a busy and successful 2004 summer/fall field season. Five diamond drill programs on five projects were completed this season for a total of approximately 12,500 metres.

GJ/Kinaskan Copper/Gold Project, B.C.

The Company is very pleased with the results from the summer drill program carried out on the GJ/Kinaskan bulk-tonnage copper/gold project. A total of 4,267 metres were completed with a primary focus on the Donnelly Zone, which is located on the southern contact of the Groat porphyry. There are three mineralized zones associated with the Groat porphyry: the Donnelly Zone, the GJ Zone and the North Zone. These zones are part of a very large, poorly exposed sulphide system that occurs on the north and south contacts of the Groat porphyry over a strike length of at least 5 kilometres.

Copper-gold mineralization has been traced for over an 1100-metre strike length on the Donnelly Zone. The mineralization is open along strike, at depth and to the north. The Donnelly Zone dips steeply to the south at about 60 to 70 degrees. On the central and easternmost sections the Donnelly Zone is at least 300 metres wide whereas, on the westernmost sections, the Donnelly Zone splits into two separate zones, both about 50 to 100 metres wide, referred to as the Donnelly North and South Zones. Average grades are about 0.30% copper and 0.33g/t gold; however a higher grade core averages about 0.47% copper and 0.52 g/t gold. The project area occurs on top of a flat plateau at an elevation of 1500 metres, and would be amenable to open-pit mining. The higher grade mineralization is available near surface.

The project is located in northern B.C. near the Stewart-Cassiar Highway and consists of a large claim group covering several significant porphyry copper-gold systems as well as a number of high-grade gold vein systems. Significant gold-rich porphyry deposits that occur in the same general area are Red Chris; 236 million tonnes grading 0.46% copper and 0.37g/t gold, and Galore Creek; 284 million tonnes grading 0.67% copper and 0.35g/t gold.

Please see the 2004 Donnelly drill results in the table below.

2004 Donnelly Zone Results

Section (metres)	Drill Hole	Azimuth/dip (degrees)	Hole Depth (metres)	From (metres)	To (metres)	Interval (metres)	Copper %	Gold g/t
9800E	04-20	180/45	221.6	23.5	221.6	198.1	0.42	0.39
	including			23.5	87.0	63.5	0.52	0.51
	04-19	360/45	382.1	237.0	345.0	108.0	0.28	0.25
	including			294.0	345.0	51.0	0.37	0.28
	04-01	360/45	261.2	36.0	261.2	225.2	0.37	0.29
	including			156.0	261.2	105.2	0.44	0.32
9600E	04-18	360/45	188.1	6.09	177.0	170.9	0.39	0.42
	including			42.0	159.0	117.0	0.46	0.51
	04-03	360/45	279.2	5.0	279.2	274.2	0.23	0.29
	including			177.0	279.2	102.2	0.27	0.32

Section (metres)	Drill Hole	Azimuth/dip (degrees)	Hole Depth (metres)	From (metres)	To (metres)	Interval (metres)	Copper %	Gold g/t
9400E	04-02	360/45	287.1	12.0	264.0	252.0	0.34	0.35
	including			60.0	228.0	168.0	0.41	0.44
9200E	04-17	360/45	224.6	6.09	87.0	80.9	0.34	0.38
	including			42.0	78.0	36.0	0.52	0.64
9000E	04-16	360/45	294.7	13.7	48.0	34.3	0.34	0.12
	And			111.0	291.0	180.0	0.24	0.29
	including			192.0	249.0	57.0	0.55	0.62
8700E	04-15	360/45	310.0	239.0	310.0	71.0	0.54	0.47
	including			251.0	299.0	48.0	0.76	0.63

The GJ/Kinaskan project was advanced considerably this summer and the Company looks forward to continued success when it resumes exploration in the spring of 2005. The Company is commissioning a third party resource estimate on the Donnelly Zone.

The Company has a 100% working interest in the GJ/Kinaskan project.

Assean Lake Gold Project, Manitoba

During the summer, the Company drilled 15 holes totaling 4,496 meters on the Assean Lake gold project in Manitoba. Assay summaries are shown in the table below.

Hole No.	Depth (m)	Collar	Az/Angle	Interval (m)	Length (m)*	Gold (g/t)	Zone
HT-04-162	50	1750E/100N	333°/-45°	36.00-39.55	3.55	5.43	Hunt
	including			36.00-38.50	2.50	7.56	"
HT-04-163	290	1600E/030S	333°/-65°	229.22-231.65	2.43	7.98	Hunt
	including			229.22-230.76	1.54	11.48	"
HT-04-164	326	1550E/050S	333°/-65°	253.08-255.43	2.35	27.91	Hunt
	including			253.08-254.88	1.80	36.04	"
	and			286.35-286.70	0.35	3.03	Hunt B?
HT-04-165	320	1500E/050S	333°/-65°	240.00-240.50	0.50	3.74	Hunt B?
	and			244.50-245.00	0.50	2.68	Hunt
HT-04-166	482	1500E/100S	333°/-70°	no intercept			
HT-04-167	226	1850E/00N	333°/-58°	154.5-155.7	1.20	0.91	Hunt
HT-04-168	248	1900E/030S	333°/-62°	199.00-200.00	1.00	0.78	"
HT-04-169	314	1953E/050S	333°/-65°	245.00-246.13	1.13	0.98	"
HT-04-170	144	2000E/015N	333°/-60°	no intercept			
HT-04-171	253	1450E/020S	333°/-54°	161.26-164.80	3.54	0.64	Hunt
	incl.			161.26-162.65	1.39	1.01	Hunt
HT-04-172	299	1450E/050S	333°/-58°	209.00-211.40	2.40	1.89	Hunt
	and			225.30-226.50	1.20	2.59	Hunt B
HT-04-173	359	1450E/075S	333°/-63°	293.60-295.10	1.50	1.77	Hunt
HT-04-174	452	1450E/100S	333°/-65°	412.40-413.00	0.60	1.42	Hunt B
HT-04-175	500	1450E/125S	333°/-67°	461.35-461.90	0.55	1.59	Hunt B
HT-04-176	233	2200E/070N	333°/-63°	183.00-185.70	2.70	1.04	BIF
Total	4,496						

The Hunt Zone is a shear-hosted deposit which has been traced to date by drilling for 600 metres along strike and to a depth of over 300 metres with gold grades up to 27.2 g/t over 4.27 metres.

The last eleven holes of the summer program tested a variety of targets. HT-166 and HT-171 to 175 tested the westerly plunge of the Hunt Zone to depths up to 500 m. The Hunt Zone is displaced by a

steep fault that cuts the zone at an acute angle and produces a fault window between 250 and 350 m depth. Structural measurements within the fault suggest a likely easterly offset of the Hunt Zone along the fault structure.

HT-167 to 170 tested the south east side of the Hunt Zone for parallel gold zones. HT-176 tested the BIF Zone at depth, 200 m east of the Hunt Zone.

The Company is reviewing its plans for a possible 2005 winter drill program.

The Assean Lake project is a 60-40 joint venture between Canadian Gold Hunter Corp. and Rare Earth Metals Corp. Canadian Gold Hunter is the operator.

Manson Creek and Bob Creek, B.C.

Drilling on the Manson Creek property was completed in early October. Five NQ holes totaling 1,190 meters were drilled to test a broad soil and rock gold geochemical anomaly and partly coincident IP chargeability anomaly. These anomalies occur within strongly pyritic, carbonate-altered and quartz-veined greywackes, which crop out over a large area. Drilling by Anaconda in 1983 intersected 82.3 metres grading 1.0 g/t gold*. Results are pending as of the date of this report.

Drilling at Bob Creek commenced in mid October. Up to 1,400 meters of NQ drilling are planned in four or five holes to follow up on results from earlier drill holes. Drilling by Royalstar Resources Ltd., in 1989, intersected 156.1 metres grading 0.79 g/t gold, 5.4 g/t silver and 0.54% zinc on the Canyon Zone and 3.0 metres grading 23.7 g/t gold on the South Zone*. Bob Creek represents a large gold-silver-zinc epithermal system with both bulk-tonnage and high grade potential. Core samples will be shipped to ALS Chemex for assay and results will be reported as one batch when available.

*Please note that these are historic drill results reported before the implementation of National Instrument 43-101.

The Company has a 100% working interest in both projects.

Nunavut Gold Projects

The Noomut gold property is located about 175 kilometres west of Arviat in the Kivalliq region of Nunavut. The project is within the Kaminak greenstone belt and contains a wide variety of high-grade gold occurrences in a large land package comprising 35 federal claims underlying 29,670 hectares (73,300 acres). There are four main gold zones, Esker, Napartok, Ironside and Yandle, as well as numerous gold showings, that occur over a strike length of about 40 kilometres. A total of 7,789 meters of diamond drilling had been carried out previously in 51 drill holes with most of the drilling concentrated on the Esker (15 holes) and Yandle (21 holes) prospects.

In late summer, the Company drilled six holes totaling 1,119 metres on the Esker zone. Significant results are summarized in the table below with three holes previously drilled by Comaplex Minerals Corp., the property owner.

Hole No.	Depth (m)	Collar	Azimuth/ ncl.	Interval (m)	Length (m)	Gold (g/t)
ES 2004-52	149.0	0+70N 2+50E	332 / -45	37.30-38.30	1.00	4.56
and				57.60-59.25	1.65	7.65
and				64.00-65.00	1.00	7.55
and				99.50-100.00	0.50	15.60
ES 2004-53	131.0	1+10N 2+00E	332 / -45	10.95-15.25	4.30	5.97
and				76.70-78.00	1.30	7.31
and				99.00-100.00	1.00	6.50
ES 2004-54	185	0+70N 1+50E	332 / -45	27.00-30.55	3.55	9.82

Hole No.	Depth (m)	Collar	Azimuth/ ncl.	Interval (m)	Length (m)	Gold (g/t)
and				45.85-47.60	1.75	13.76
and				54.64-56.00	1.35	15.02
and				60.85-65.20	4.35	4.08
including				60.85-62.50	1.65	7.58
ES 2004-55	176.0	1+60S 1+00E	332 / -45	no	significant	intercepts
ES 2004-56	182.0	0+25S 5+00E	332 / -45	29.00-32.55	3.55	6.88
and				56.10-62.40	6.30	6.68
including				61.20-62.40	1.20	18.53
and				145.20-158.00	12.80	7.60
and				166.70-173.40	6.70	3.53
ES 2004-57	296.0	2+00N 0+75E	062 / -60	147.75-148.85	1.10	9.76
and				167.70-168.10	0.40	18.25
and				249.75-251.00	1.25	7.64
and				259.10-260.20	1.10	8.45
ES 1997-13	137.0	0+67N 2+00E	334 / -61	10.2-15.0	4.80	14.77
				21.50-23.10	1.60	7.21
				70.60-73.10	2.50	12.22
ES 1997-15	173.0	1+60N 1+90E	064 / -61	37.02-49.31	12.29	8.82
ES 1997-23	302.0	0+00N 1-85E	334 / -60	105.90-144.10	0.50	10.14
				139.1-144.1	5.00	7.36

The Company is reviewing its plans for a possible spring/summer 2005 exploration program.

The Nowyak gold property is located in the Yathkyed greenstone belt about 225 kilometres west of Arviat in the Kivalliq region of Nunavut. The property consists of six mineral claims underlying an area of 5,520 hectares (13,636 acres) and contains significant shear-hosted gold and silver-bearing quartz-carbonate veins in surface showings and float boulders associated with the Komatik Shear Zone. The gold-silver showings and mineralized float occur over a strike length of 4 kilometres. Exposure is poor and the mineralized shear has only been tested by 12 shallow holes totaling 800 metres.

The Company has an option to earn a 70% working interest in the Noomut and Nowyak projects.

MacVicar Lake Gold Project, Manitoba

The Company carried out a two-week prospecting program on the MacVicar gold project in the Superior Geological Province of Manitoba to follow up on anomalous gold samples and altered shear zones that were outlined by the Manitoba Geological Survey. Additional encouraging samples were collected and a more detailed follow up program is planned for next summer.

The Company can earn a 100% working interest in the MacVicar Project subject to a 2% NSR.

The Company is pleased with its summer exploration efforts. As planned, 5 drill programs were completed, testing numerous targets on 5 of its projects. The summer program resulted in a particularly big step forward for the GJ/Kinaskan property in that the drilling outlined a continuous, strongly mineralized system for over one kilometer with ample room for expansion. Over the coming months, the Company will compile data and plan for the upcoming field seasons.

On behalf of the Board,

(signed) Richard J. Bailes
President

November 9, 2004

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED BALANCE SHEETS
(in Canadian Dollars)

	September 30, 2004 (Unaudited)	March 31, 2004
ASSETS		
Current assets		
Cash	\$ 2,449,295	\$ 721,950
Accounts receivable	169,944	116,055
Due from joint venturer	104,734	39,939
Prepaid expenses	9,875	-
	2,733,848	877,944
Investments	35,899	35,899
Fixed assets, net	4,295	1,814
Mineral properties and related expenditures	5,199,903	2,425,427
Other assets	55,717	52,217
	\$ 8,029,662	\$ 3,393,301
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities	\$ 1,097,420	\$ 400,757
Due to related parties	3,341	6,226
	1,100,761	406,983
SHAREHOLDERS' EQUITY		
Share capital (Note 2)		
Authorized -		
Unlimited common shares without par value		
Issued and outstanding -		
34,735,553 shares (March 31, 2004 - 30,504,553 shares)	87,427,675	83,278,696
Reserved for issuance 22,380 shares	1,419	2,688
Contributed surplus - stock options	70,402	13,389
Deficit	(80,570,595)	(80,308,455)
	6,928,901	2,986,318
	\$ 8,029,662	\$ 3,393,301

ON BEHALF OF THE BOARD:

"Richard J. Bailes"

Director

"Lukas H. Lundin"

Director

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED STATEMENTS OF LOSS AND DEFICIT
(Unaudited)

	Three months ended September 30,		Six months ended September 30,	
	2004	2003	2004	2003
Expenses				
Amortization	\$ 269	\$ 970	\$ 464	\$ 1,748
Consulting	18,703	24,183	42,080	47,868
Foreign exchange loss	364	3,000	570	2,946
Interest and financing expenses	-	3,702	-	4,814
Management fees	48,000	45,000	96,000	90,000
Office and general	5,812	23,094	7,895	23,959
Professional fees	7,150	14,683	13,749	14,828
Promotion and public relations	5,674	19,909	20,113	29,009
Stock based compensation expense	-	-	50,609	-
Stock exchange and filing fees	1,434	7,727	13,837	20,177
Telephone and facsimile	1,674	349	2,618	1,532
Transfer agent and shareholder information	10,425	10,599	34,007	29,865
Travel	-	-	-	3,740
Loss before the undernoted items	99,505	153,216	281,942	270,486
Other (income) expenses				
Interest income	(2,501)	(1,661)	(4,040)	(2,294)
Project overhead fees	(14,202)	(965)	(15,762)	(1,902)
Acquisition costs of subsidiary	-	137,139	-	254,990
Loss for the period	82,802	287,729	262,140	521,280
Deficit, beginning of the period	80,487,793	79,561,832	80,308,455	79,328,281
Deficit, end of the period	<u>\$ 80,570,595</u>	<u>\$ 79,849,561</u>	<u>\$ 80,570,595</u>	<u>\$ 79,849,561</u>
Basic and diluted loss per common share	<u>\$ 0.00</u>	<u>\$ 0.01</u>	<u>\$ 0.01</u>	<u>\$ 0.02</u>
Weighted average number of shares outstanding	<u>33,448,320</u>	<u>23,760,112</u>	<u>33,277,470</u>	<u>21,708,429</u>

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Three months ended September 30,		Six months ended September 30,	
	2004	2003	2004	2003
Cash flows (for) operating activities				
Loss for the period	\$ (82,802)	\$ (287,729)	\$ (262,140)	\$ (521,280)
Items not affecting cash				
Amortization	269	970	464	1,748
Project overhead fees	(14,202)	(965)	(15,762)	(1,902)
Stock based compensation expense	-	-	50,609	-
	<u>(96,735)</u>	<u>(287,724)</u>	<u>(226,829)</u>	<u>(521,434)</u>
Changes in non-cash working capital items				
Accounts receivable and other current assets	(69,784)	77,015	(63,764)	189,084
Accounts payable and accrued liabilities	685,826	(131,460)	696,663	(353,642)
Due to/from joint venturer	(52,836)	(7,396)	(64,795)	60,418
Due to related parties	(10,540)	(153,293)	(2,885)	(116,462)
	<u>455,931</u>	<u>(502,858)</u>	<u>338,390</u>	<u>(742,036)</u>
Cash flows from financing activity				
Common shares issued, net	262,500	1,762,490	4,049,013	1,762,490
Note payable to related party	-	103,702	-	204,814
	<u>262,500</u>	<u>1,866,192</u>	<u>4,049,013</u>	<u>1,967,304</u>
Cash flows (for) investing activities				
Mineral properties and related expenditures	(2,105,610)	(374,306)	(2,653,613)	(382,742)
Cash received on acquisition of subsidiary	-	50,200	-	50,200
Other assets	(3,500)	-	(3,500)	-
Purchase of fixed assets	(2,945)	-	(2,945)	-
	<u>(2,112,055)</u>	<u>(324,106)</u>	<u>(2,660,058)</u>	<u>(332,542)</u>
(Decrease) increase in cash	(1,393,624)	1,039,228	1,727,345	892,726
Cash, beginning of the period	<u>3,842,919</u>	<u>117,193</u>	<u>721,950</u>	<u>263,695</u>
Cash, end of the period	<u>\$ 2,449,295</u>	<u>\$ 1,156,421</u>	<u>\$ 2,449,295</u>	<u>\$ 1,156,421</u>
Supplementary information regarding non-cash transactions				
Investing activities				
Project overhead fees included in mineral properties	<u>\$ 14,202</u>	<u>\$ 965</u>	<u>\$ 15,762</u>	<u>\$ 1,902</u>
Common shares issued for mineral property acquisition	<u>\$ 54,000</u>	<u>\$ -</u>	<u>\$ 98,000</u>	<u>\$ -</u>
Financing activities				
Shares reserved for issuance on acquisition of subsidiary	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,419</u>	<u>\$ -</u>

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
INTERIM CONSOLIDATED STATEMENTS OF MINERAL PROPERTIES
AND RELATED EXPENDITURES
TO SEPTEMBER 30, 2004
(Unaudited)

	Tex and Hunt	GJ and Kinaskan	Bob Creek	Manson Creek	Nunavut	MacVicar	Total
Balance, March 31, 2004	\$ 1,618,081	\$ 637,096	\$ 89,460	\$ 71,478	\$ 9,312	\$ -	\$ 2,425,427
Assaying and sampling	6,003	41,290	-	329	24,749	-	72,371
Camp costs	3,758	100,492	430	7,355	69,635	-	181,670
Drilling	260,675	378,120	-	106,539	67,598	-	812,932
Field supplies	1,250	24,026	-	1,056	12,093	-	38,425
Geological and geophysical	41,707	333,013	65,502	102,710	259,666	1,170	803,768
Line cutting	1,800	-	39,785	47,741	-	-	89,326
Maps and reports	9,110	1,527	4,816	210	5,138	-	20,801
Mobilization	-	-	-	-	21,837	-	21,837
Office miscellaneous	777	345	-	142	-	-	1,264
Option payment	-	-	44,000	-	54,000	5,000	103,000
Stock based compensation	-	2,803	1,495	-	2,803	-	7,101
Transport and travel	6,317	145,408	74	2,108	466,910	1,164	621,981
Incurred during the period	331,397	1,027,024	156,102	268,190	984,429	7,334	2,774,476
Balance, September 30, 2004	\$ 1,949,478	\$ 1,664,120	\$ 245,562	\$ 339,668	\$ 993,741	\$ 7,334	\$ 5,199,903

See notes to interim consolidated financial statements

CANADIAN GOLD HUNTER CORP.
NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2004
(Unaudited)

1. BASIS OF PRESENTATION

The unaudited interim consolidated financial statements of Canadian Gold Hunter Corp. (the "Company") are prepared in accordance with accounting principles generally accepted in Canada using the same accounting policies and methods of application as those disclosed in Note 2 to the Company's consolidated financial statements for the year ended March 31, 2004.

These interim consolidated financial statements do not contain all of the information required by generally accepted accounting principles for annual financial statements and therefore should be read in conjunction with the consolidated financial statements included in the Company's 2004 Annual Report.

2. SHARE CAPITAL

(a) Authorized:

Unlimited number of common shares with no par value.

(b) Issued and outstanding:

Common shares	<u>Number of Shares</u>	<u>Amount</u>
Balance, March 31, 2004	30,504,553	\$ 83,278,696
Private placements, net (i)	3,140,000	3,651,763
Financing expense (i)	81,000	101,250
Stock options exercised	60,000	19,500
Warrants exercised	790,000	276,500
Mineral properties (Note 3(a)(d))	140,000	98,000
Takeover of Royal County	20,000	1,269
Transfer of contributed surplus on exercise of stock options	<u>-</u>	<u>697</u>
Balance, September 30, 2004	<u>34,735,553</u>	<u>\$ 87,427,675</u>

- (i) During the six months ended September 30, 2004, the Company completed private placements of 2.5 million flow-through common shares at a price of \$1.25 per share for gross proceeds of \$3.125 million and 200,000 units (non flow-through) at a price of \$1.25 per Unit for gross proceeds of \$250,000. Each unit is comprised of one common share and one-half of a share purchase warrant. Each whole warrant is exercisable into one common share over a period of 18 months at a price of \$1.50 per share. In the event that the common shares trade at an average price above \$1.75 for a period of 10 consecutive trading days at any time after the Closing Date, then the warrants shall expire 30 days from the date the Company gives notice of such event to the warrant holders. A commission of 6% (\$202,500) comprising one-half in cash and 81,000 units was paid to the agents in connection with the private placement. The units paid to the agent have the same terms as the private placement units. In addition, the Company completed a further private placement of 440,000 flow-through common shares at a price of \$1.25 per share for gross proceeds of \$550,000. A finder's fee of \$25,500 was paid in connection with this private placement.

- (c) During the six months ended September 30, 2004, the Company granted 1,544,000 stock options, at a price of \$1.10 per share, to directors, officers, employees and consultants. Accordingly, stock based compensation expenses of \$50,609 have been recorded in operations in respect of the stock option granted to directors, officers and employees and \$7,101 have been recorded in mineral properties in respect of the stock options granted to project related consultants.

3. MINERAL PROPERTIES AND RELATED EXPENDITURES

(a) Noomut Property

On July 29, 2004, the Company entered into an agreement with Comaplex Minerals Corp. ("Comaplex") whereby the Company can earn a 70% interest in the Noomut Gold Property located in Nunavut. The Company can earn a 70% interest in the Noomut Gold Property by spending a total of \$5.0 million over 5 years and issuing 100,000 common shares to Comaplex. Comaplex will retain a 30% contributing interest following the earn-in by the Company. The first year expenditure commitment is \$350,000. During the quarter ended September 30, 2004, the Company issued 100,000 shares, valued at \$54,000, to Comaplex. As at September 30, 2004, the Company has incurred \$614,861 of expenditures on the Noomut Property.

(b) Nowyak Property

On April 22, 2004, the Company signed a letter of intent with Strongbow Exploration Inc. ("Strongbow"), whereby the Company can earn a 70% interest in the Nowyak Gold Property located in Nunavut. The Company can earn a 70% interest in the Nowyak Gold Property by spending a total of \$2.0 million over 5 years. Strongbow will retain a 30% contributing interest following the earn-in by the Company. The first year expenditure required to maintain the option is \$100,000. As at September 30, 2004, the Company has incurred \$67,296 of expenditures on the Nowyak Property.

(c) MacVicar Property

On July 12, 2004, the Company entered into an agreement with 4270828 Manitoba Ltd. ("4270828"), whereby the Company can earn a 100% interest in the MacVicar Property located in Manitoba. The Company can earn a 100% interest in the MacVicar Property by spending a total of \$1,000,000 and making cash payments to 4270828 totalling \$60,000 over 5 years. 4270828 will retain a 2% NSR, which the Company will have a one time option to purchase for \$1.0 million. The first year expenditure and cash required to maintain the option are \$30,000 and \$5,000 respectively. As at September 30, 2004, the Company has incurred \$7,334 of expenditures, including the cash option payment of \$5,000, on the MacVicar Property.

(d) Bob Creek Property

During the six months ended September 30, 2004, the Company issued 40,000 shares, valued at \$44,000, under its agreement, in respect of the Bob Creek Property.

4. RELATED PARTY TRANSACTIONS

During the six months ended September 30, 2004, the Company:

- (a) incurred management fees of \$96,000 with a company controlled by the Chairman of the Company pursuant to an agreement which is renewable on July 1, 2006. At September 30, 2004, \$1,862 was due to this company and this amount is included in amounts due to related parties;
- (b) incurred legal fees of \$10,145 to a law firm of which a partner is a director of the Company. At September 30, 2004, \$1,479 was due to this law firm and this amount is included in amounts due to related parties.

5. SEGMENTED INFORMATION

The Company's only business activity is the exploration for and development of mineral reserves in Canada.

**CANADIAN GOLD HUNTER CORP.
CORPORATE DIRECTORY
SEPTEMBER 30, 2004**

OFFICERS

Lukas H. Lundin,
Chairman
Richard J. Bailes,
President and Chief Executive Officer
Jan Christoffersen,
Vice President
Wanda Lee,
Controller/Treasurer
Kathy Love,
Corporate Secretary

DIRECTORS

Ronald Netolitzky
Michael Halvorson
Michael McInnis *
Lukas H. Lundin
William A. Rand *
John H. Craig *
Richard Bailes

* Audit Committee

AUDITORS

Staley Okada and Partners
Vancouver, British Columbia, Canada

BANKERS

Bank of Montreal
Vancouver, British Columbia, Canada

SUBSIDIARIES

Royal County Minerals Corp
Vancouver, British Columbia, Canada

Curator Resources (Barbados) Ltd.
Whitehouse, Barbados

COMPANY HEAD OFFICE

Suite 2101 - 885 West Georgia Street
Vancouver, British Columbia
Canada V6C 3E8
Telephone: (604) 689-7842
Fax: (604) 689-4250

REGISTERED AND RECORDS OFFICE

Suite 1100 - 888 Dunsmuir Street
Vancouver, British Columbia
Canada V6C 3K4

SOLICITOR

McCullough O'Connor Irwin
Vancouver, British Columbia
Canada

SHARE CAPITAL

Authorized: Unlimited number of common shares
Issued and Outstanding: 34,735,553 shares

REGISTRAR AND TRANSFER AGENT

CIBC Mellon Trust Company
Vancouver, British Columbia
Toronto, Ontario

SHARE LISTING

Toronto Stock Exchange
Canadian Gold Hunter Corp. (CGH)