

AMARC RESOURCES LTD.
CONSOLIDATED FINANCIAL STATEMENTS

SIX MONTHS ENDED SEPTEMBER 30, 2003

(Expressed in Canadian Dollars)

(Unaudited)

AMARC RESOURCES LTD.

Consolidated Balance Sheets

(Expressed in Canadian Dollars)

	September 30, 2003		March 31, 2003
	(unaudited)		(audited)
ASSETS			
Current assets			
Cash and equivalents	\$ 70,409	\$	9,849
Marketable securities (note 4)	591,850		605,050
Amounts receivable and prepaids	82,306		256,982
	744,565		871,881
Equipment (note 5)	68,247		77,225
Reclamation deposit (note 10)	–		70,000
	\$ 812,812	\$	1,019,106
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities			
Accounts payable and accrued liabilities	\$ 27,066	\$	90,451
Balances payable to related parties (note 9)	188,193		165,550
	215,259		256,001
Shareholders' equity			
Share capital (note 8(b))	8,635,675		8,635,675
Contributed surplus	5,805		5,805
Deficit	(8,043,927)		(7,878,375)
	597,553		763,105
Nature of operations (note 1)			
Subsequent events (note 13)			
	\$ 812,812	\$	1,019,106

The accompanying notes are an integral part of these consolidated financial statements

Approved by the Board of Directors

/s/ Ronald W. Thiessen

Ronald W. Thiessen
Director

/s/ Jeffrey R. Mason

Jeffrey R. Mason
Director

AMARC RESOURCES LTD.

Consolidated Statements of Operations

(Expressed in Canadian Dollars)

(Unaudited)

	Three months ended Sept. 30		Six months ended Sept. 30	
	2003	2002	2003	2002
Expenses				
Conference and travel	137	\$ 5,680	\$ 137	\$ 8,696
Depreciation	4,489	5,419	8,978	10,839
Exploration (note 7)	12,872	643,068	19,375	1,427,317
Legal, audit, and accounting	9,276	12,093	18,921	68,213
Management and consulting	6,071	14,848	18,165	40,037
Office and administration	10,005	55,254	29,509	170,943
Salaries and benefits	37,235	78,049	59,316	202,575
Shareholder communication	5,729	20,960	6,580	39,619
Trust and filing	5,147	4,025	4,575	4,951
	90,961	839,396	165,556	1,973,190
Other items				
Foreign exchange gain (loss)	(4,813)	2,961	(9,473)	(25,212)
Gain on sale of marketable securities	–	–	1,174	–
Government grants (note 11)	–	97,438	–	97,438
Interest	596	2,326	8,303	4,519
	(4,217)	102,725	4	76,745
Loss for the period	\$ (95,178)	\$ (736,671)	\$ (165,552)	\$ (1,896,445)
Basic and diluted loss per share	\$ (0.01)	\$ (0.05)	\$ (0.01)	\$ (0.13)
Weighted average number of common shares outstanding	15,468,890	14,923,619	15,468,890	14,903,128

Consolidated Statements of Deficit

(Expressed in Canadian Dollars)

	Six months ended Sept. 30	
	2003	2002
Deficit, beginning of period	\$ (7,878,375)	\$ (6,023,654)
Loss for the period	(165,552)	(1,896,445)
Deficit, end of period	\$ (8,043,927)	\$ (7,920,099)

The accompanying notes are an integral part of these consolidated financial statements

AMARC RESOURCES LTD.

Consolidated Statements of Cash Flows

(Expressed in Canadian Dollars)

(Unaudited)

Cash provided by (applied to):	Three months ended Sept. 30		Six months ended Sept. 30	
	2003	2002	2003	2002
Operating activities				
Loss for the period	\$ (95,178)	\$ (736,671)	\$ (165,552)	\$ (1,896,445)
Items not involving cash				
Depreciation	4,489	5,419	8,978	10,839
Gain on sale of marketable securities	–	–	(1,174)	–
Changes in non-cash working capital items				
Accounts payable and accrued liabilities	1,174	(155,245)	(127,122)	(122,835)
Amounts receivable and prepaids	8,017	(58,324)	189,777	(110,643)
Balances receivable from and payable to related parties	(6,088)	252,820	71,279	1,095,473
	(87,586)	(692,001)	(23,814)	(1,023,611)
Investing activities				
Proceeds from sale of marketable securities	–	–	14,374	–
Purchase of equipment	–	–	–	(76,984)
Reclamation deposit	–	–	70,000	–
	–	–	84,374	(76,984)
Financing activities				
Issuance of share capital	–	186,224	–	221,224
	–	186,224	–	221,224
Increase (decrease) in cash and equivalents	(87,586)	(505,777)	60,560	(879,371)
Cash and equivalents, beginning of period	157,995	654,680	9,849	1,028,274
Cash and equivalents, end of period	\$ 70,409	\$ 148,903	\$ 70,409	\$ 148,903

The accompanying notes are an integral part of these consolidated financial statements

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements
For the period ended September 30, 2003
(Expressed in Canadian Dollars)

1. NATURE OF OPERATIONS

Amarc Resources Ltd. (the "Company") is incorporated under the laws of the Province of British Columbia, and its principal business activity is the exploration of mineral properties. Its principal mineral property interests are located in Durango State, Mexico.

These consolidated financial statements have been prepared using Canadian generally accepted accounting principles assuming a going concern. The Company has incurred losses since inception and its ability to continue as a going concern depends upon its capacity to develop profitable operations and to continue to raise adequate financing. These financial statements do not reflect adjustments, which could be material, to the carrying values of assets and liabilities which may be required should the Company be unable to continue as a going concern.

2. BASIS OF PRESENTATION AND PRINCIPLES OF CONSOLIDATION

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. These consolidated financial statements include the accounts of the Company and its wholly owned subsidiaries, Compania Minera Amarc, S.A. de C.V. and Amarc Exploraciones Mineras, S.A. de C.V., which are incorporated in Mexico. Also included are the accounts of the Precious Exploration Limited Partnership, which is subject to the Company's control and primary beneficial ownership (note 6).

3. SIGNIFICANT ACCOUNTING POLICIES

(a) *Cash and equivalents*

Cash and equivalents consist of cash and highly liquid investments, having maturity dates of three months or less from the date of purchase, which are readily convertible to known amounts of cash.

(b) *Marketable securities*

Marketable securities are recorded at the lower of cost and quoted market value.

(c) *Equipment*

Equipment is recorded at cost and is depreciated over its estimated useful life using the declining balance method at various rates ranging from 20% to 30% per annum.

(d) *Reclamation deposits*

Reclamation deposits are recorded at cost (note 10).

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements
For the period ended September 30, 2003
(Expressed in Canadian Dollars)

(e) *Mineral property interests*

The acquisition costs of mineral properties are deferred until the properties are placed into production, sold or abandoned. These deferred costs are amortized on a unit-of-production basis over the estimated useful life of the related properties following the commencement of production or written off if the properties are allowed to lapse or are abandoned. If the deferred mineral property costs are determined not to be recoverable over the estimated useful life or are less than estimated fair market value, the unrecoverable portion is charged to earnings in that period.

Mineral property acquisition costs include the cash consideration and the fair market value of common shares, based on the trading price of the shares, on the date of issue or as otherwise provided under the agreement terms for the mineral property interest. Costs for properties for which the Company does not possess unrestricted ownership and exploration rights, such as option agreements, are expensed in the period incurred or until a feasibility study has determined that the property is capable of commercial production.

Exploration costs and option payments are expensed in the period incurred.

Administrative expenditures are expensed in the period incurred.

(f) *Share capital*

Common shares issued for mineral property interests are recorded at the fair market value based upon the trading price of the shares on the TSX Venture Exchange on the date of issue or as otherwise provided under the agreement terms to issue the shares.

The proceeds from common shares issued pursuant to flow-through share financing agreements are credited to share capital as the tax benefits of the exploration expenditures incurred pursuant to these agreements are transferred to the purchaser of the flow-through shares.

Share issue costs are deducted from share capital.

(g) *Share purchase option compensation*

The Company has a share purchase option plan which is described in note 8(c). The Company accounts for all non-cash share-based payments to non-employees, and employee awards that are direct awards of shares, that call for settlement in cash or other assets, or that are share appreciation rights which call for settlement by the issuance of equity instruments, granted on or after April 1, 2002, using the fair value based method.

Under the fair value based method, share-based payments to non-employees are measured at the fair value of the consideration received, or the fair value of the equity instruments issued, or liabilities incurred, whichever is more reliably measurable. The fair value of non-cash share-based payments to non-employees is periodically re-measured until counterparty performance is complete, and any change therein is recognized over the period and in the same manner as if the Company had paid cash instead of paying with or using equity instruments. The cost of non-cash share-based payments to service providers that are fully vested and non-forfeitable at the grant date is measured and recognized at that date. For awards that vest at the end of a vesting period, compensation cost is

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

recognized on a straight-line basis; for awards that vest on a graded basis, compensation cost is recognized on a pro-rata basis over the vesting period.

No compensation cost is required to be recorded for all other non-cash share-based employee compensation awards. Consideration paid by employees upon the exercise of share options is credited to share capital. If applicable, the Company presents in the notes to the financial statements the pro forma net income (loss) and earnings (loss) per share had the fair value method been used to account for employee non-cash share-based compensation awards.

Under the fair value based method, compensation cost attributable to awards to employees that are direct awards of shares, or share appreciation rights which call for settlement by the issuance of equity instruments, is measured at fair value at the grant date and recognized over the vesting period. Compensation cost attributable to awards to employees which call for settlement in cash or other assets is measured at fair value at the grant date and recognized over the vesting period.

(h) *Use of estimates*

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as at the balance sheet date, and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of management estimates include the determination of potential impairments of asset values, and rates for depreciation of equipment, as well as the assumptions used in determining the fair value of non-cash share-based compensation. Actual results could differ from those estimates.

(i) *Foreign currency translation*

All of the Company's foreign subsidiaries are considered integrated.

Monetary assets and liabilities of the Company and its integrated foreign operations are translated into Canadian dollars at exchange rates in effect at the balance sheet date. Non-monetary assets and liabilities are translated at historical estimated exchange rates unless such items are carried at market, in which case they are translated at the exchange rates in effect on the balance sheet date. Revenues and expenses, except depreciation, are translated at average exchange rates for the period. Depreciation is translated at the same exchange rates as the assets to which it relates.

Foreign exchange gains or losses are expensed.

(j) *Income taxes*

The Company uses the asset and liability method of accounting for income taxes. Under this method, future income tax assets and liabilities are computed based on differences between the carrying amount of assets and liabilities on the balance sheet and their corresponding tax values, generally using the enacted or substantively enacted income tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled.

Future income tax assets also result from unused loss carryforwards and other deductions. Future tax assets are recognized to the extent that they are considered more likely than not to be realized.

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

The valuation of future income tax assets is adjusted, if necessary, by the use of a valuation allowance to reflect the estimated realizable amount.

The Company's accounting policy for future income taxes currently has no effect on the financial statements of any of the periods presented.

(k) *Loss per share*

Basic loss per share is calculated by dividing the loss for the period by the weighted average number of common shares outstanding during the period.

Diluted loss per share is calculated using the treasury stock method. Under the treasury stock method, the weighted average number of common shares outstanding used for the calculation of diluted loss per share assumes that the proceeds to be received on the exercise of dilutive stock options and warrants are used to repurchase common shares at the average market price during the period.

Diluted loss per share has not been presented as the effect of outstanding options and warrants would be anti-dilutive.

(l) *Fair value of financial instruments*

The carrying values of cash and equivalents, amounts receivable, and accounts payable and accrued liabilities approximate their fair value due to their short term nature. The Company is not exposed to significant credit risk or interest rate risk.

(m) *Comparative figures*

Certain of the prior periods' comparative figures have been reclassified to conform to the financial statement presentation adopted for the current period.

4. MARKETABLE SECURITIES

	Number of Shares	Book value	Quoted Market value
September 30, 2003			
Expatriate Resources Ltd. common shares	5,918,500	\$ 591,850	\$ 887,775
March 31, 2003			
Expatriate Resources Ltd. common shares	6,050,500	\$ 605,050	\$ 605,050

In November 2003, subsequent to the quarter end, the Company received 702,093 unrestricted common shares of StrataGold Corporation ("StrataGold") from Expatriate Resources Ltd. ("Expatriate") as part of Expatriate's divestiture of gold property assets into StrataGold, a TSX Venture Exchange listed company.

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

5. EQUIPMENT

	Cost	Accumulated Depreciation	Net Book Value
September 30, 2003			
Automotive	\$ 24,514	\$ 11,999	\$ 12,515
Site equipment	77,551	21,819	55,732
	\$ 102,065	\$ 33,818	\$ 68,247
March 31, 2003			
Automotive	\$ 24,514	\$ 9,576	\$ 14,938
Site equipment	77,551	15,264	62,287
	\$ 102,065	\$ 24,840	\$ 77,225

6. MINERAL PROPERTY INTERESTS

(a) *Durango State, Mexico* *Inde Property*

The Inde Property ("the Property") comprises approximately 270 hectares and consists of five mineral concessions, of which three are owned outright by the Company and two are held under option. The Company was assigned its interest in the Property in November 2001 from Hunter Dickinson Group Inc., ("HDGI"), a private company related by certain directors in common, in consideration for US\$475,000, which was paid during the 2002 fiscal year. The Company also assumed the position of HDGI in the option agreement to acquire two of the claims from the underlying vendor which, as amended during the current fiscal year, will require future semi-annual payments of US\$125,000 commencing in December, 2003 until a required balloon payment of US\$3.0 million in June 2006. These two claims carry a net smelter returns royalty of 4%, capped at US\$2.0 million.

During the 2003 fiscal year, the Company paid finder's fees in connection with the Property of \$43,393 and 265,680 common shares, and also paid the underlying property vendor US\$25,000 (2002 – US\$125,000) in connection with the option agreement assigned from HDGI. No further finder's fees are owed on this property.

(b) *Manitoba, Canada* *Fox River Property*

By an agreement dated November 15, 2001 (the "November 15, 2001 agreement"), the Company acquired the right to participate in the Fox River Project by investing in and becoming a general partner of the Precious Exploration Limited Partnership ("PELP"), which held an option to acquire property interests comprising four Special Exploration Permits located near Thompson, Manitoba. Specifically, the property comprised two permits covering 285,588 hectares owned 100% by Falconbridge Limited and two permits covering 28,392 hectares which were subject to an option agreement between Falconbridge Limited and W. Bruce Dunlop Limited NPL.

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

In a related arrangement, Rockwell Ventures Inc. ("Rockwell"), which had originally acquired the Fox River Project option from HDGI and which is a public company also related by certain common directors, was unable to complete on the option and quitclaimed its interest in PELP and the Fox River Project in favor of the Company. In consideration, the Company agreed to issue to Rockwell up to 1,000,000 share purchase warrants, issuable as to 200,000 share purchase warrants per \$2.5 million in property expenditures, of which on December 31, 2001 the Company issued 200,000 first year warrants, exercisable at \$1.00 for two years.

During the 2003 fiscal year, the Company sought an extension to earn an interest in the Fox River property, but it was not agreed to by Falconbridge Limited. In January 2003, the Company terminated its option to earn a 60% participating joint venture interest from Falconbridge Limited on the Fox River Project. Accordingly, no further warrants are issuable by Amarc to Rockwell relating to this property.

(c) *Other*
Canadian Properties - Yukon Territory and Saskatchewan

The Company has a 5% net profits interest (NPI) in the 46 mineral claims comprising the Ana Property in the Yukon, and a 2.5% NPI in a mineral lease comprising the Mann Lake Property in Saskatchewan. The Company has neither active exploration programs nor does it plan to undertake any new programs on these properties at the present time.

7. EXPLORATION EXPENSES

	Inde Property	Fox River Property	Six months ended September 30	
			2003	2002
Assays and analysis	\$ 339	\$ -	\$ 339	\$ 66,564
Drilling	-	-	-	614,351
Engineering	-	-	-	4,381
Equipment rental	867	-	867	28,879
Freight	-	-	-	13,734
Geological	4,651	-	4,651	347,553
Graphics	-	-	-	20,547
Helicopter	-	-	-	73,872
Option payments	-	-	-	45,078
Property fees/assessment	(9,837)	-	(9,837)	(5,128)
Site activities	22,718	662	23,380	176,806
Travel and accommodation	(25)	-	(25)	40,681
Incurred during the period	18,713	662	19,375	1,427,317
Cumulative exploration expenses, beginning of period	2,323,210	1,810,526	4,133,736	3,728,406
Cumulative exploration expenses, end of period	\$ 2,341,923	\$ 1,811,188	\$ 4,153,111	\$ 5,155,723

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements
For the period ended September 30, 2003
(Expressed in Canadian Dollars)

8. SHARE CAPITAL

(a) Authorized share capital

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

(b) Issued and outstanding common shares

Common shares issued:	Price	Number of Shares	Amount
Balance March 31, 2000		9,650,000	\$ 6,499,359
Options exercised in fiscal 2001	\$0.35	120,000	42,000
Balance March 31, 2001		9,770,000	\$ 6,541,359
Issued during fiscal 2002			
Private placement, January 2002 (net of issue costs)	\$0.40	2,500,000	913,649
Private placement, March 2002 (net of issue costs)	\$0.40	2,500,000	905,744
Balance March 31, 2002		14,770,000	8,360,752
Issued during fiscal 2003			
Warrants exercised	\$0.40	87,500	35,000
Option payment, September 2002	\$0.42	25,500	10,467
Option payment, October 2002	\$0.18	240,180	43,232
Private placement, August 2002 (net of issue costs) ⁽ⁱ⁾	\$0.60	345,710	186,224
Balance March 31, 2003 and September 30, 2003		15,468,890	\$ 8,635,675

(i) On August 27, 2002, the Company closed a private placement of 345,710 units at a price of \$0.60 per unit. Each unit was comprised of one common share and one share purchase warrant (note 8(d)).

(c) Share purchase option compensation plan

The Company has a share purchase option compensation plan approved by the shareholders that allows it to grant up to 2,970,000 share purchase options, vesting over up to two years, subject to regulatory terms and approval, to its employees, officers, directors and consultants. The exercise price of each option can be set equal to or greater than the closing market price of the common shares on the TSX Venture Exchange on the day prior to the date of the grant of the option, less any allowable discounts. Options have a maximum term of five years and terminate 30 days following the termination of the optionee's employment, except in the case of retirement or death.

The continuity of share purchase options for the six months ending September 30, 2003 is:

Expiry date	Exercise Price	Mar. 31 2003	Granted	Exercised	Expired/ Cancelled	Sept 30 2003
April 5, 2003	\$0.56	1,200,000	–	–	(1,200,000)	–
January 30, 2004	\$0.48	667,000	–	–	(47,000)	620,000
December 20, 2004	\$0.18	97,000	–	–	–	97,000
May 9, 2005	\$0.17	–	7,000	–	–	7,000
		1,964,000	7,000	–	(1,247,000)	724,000
Weighted average exercise price		\$ 0.51	\$ 0.17	\$ –	\$ 0.56	\$ 0.44

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

The contractual remaining life of share purchase options is 0.32 years.

(d) *Share purchase warrants*

The continuity of share purchase warrants (each warrant exercisable into one common share) for the six months ending September 30, 2003 is:

Expiry date	Exercise Price	Mar. 31 2003	Issued	Exercised	Expired/ Cancelled	Sept 30 2003
December 27, 2003 ⁽ⁱⁱ⁾	\$ 0.73	345,710	–	–	–	345,710
December 31, 2003 ⁽ⁱⁱⁱ⁾	\$ 0.50	200,000	–	–	–	200,000
January 7, 2004 ⁽ⁱ⁾	\$ 0.40	2,412,500	–	–	–	2,412,500
March 8, 2004 ^(iv)	\$ 0.50	2,500,000	–	–	–	2,500,000
		5,458,210	–	–	–	5,458,210
Weighted average exercise price	\$	0.47	\$ –	\$ –	\$ –	\$ 0.47

- (i) In December 2002, the TSX Venture Exchange gave approval for 2,412,500 warrants to have their original expiry dates of January 7, 2003 and July 7, 2003 extended to January 7, 2004.
- (ii) Each share purchase warrant entitles the holder to purchase an additional common share at a price of \$0.73 until December 27, 2003. The share purchase warrants are subject to a 45-day accelerated expiry if the closing price of the common shares of the Company as traded on the TSX Venture Exchange is at least \$1.10 for ten consecutive trading days.
- (iii) In December 2002, the Company amended the exercise price of 200,000 warrants from their original price of \$1.00 to \$0.50.
- (iv) In September 2003, the TSX Venture Exchange gave approval to extend the expiry date of 2,500,000 share purchase warrants from September 8, 2003 to March 8, 2004.

The contractual remaining life of share purchase warrants is 0.35 years.

9. RELATED PARTY BALANCES AND TRANSACTIONS

Balances receivable (payable)	As at September 30, 2003	As at March 31, 2003
Hunter Dickinson Inc. (a)	\$ (184,769)	\$ (258,534)
Hunter Dickinson Group Inc. (b)	(3,424)	92,984
Total	\$ (188,193)	\$ (165,550)

Transactions	Six months ended September 30, 2003	Year ended March 31, 2003
Services rendered and expenses reimbursed		
Hunter Dickinson Inc. (a)	\$ 110,112	\$ 973,289
Hunter Dickinson Group Inc. (b)	6,400	20,736
C.E.C. Engineering Ltd. (c)	–	10,123

- (a) Hunter Dickinson Inc. ("HDI") and its wholly-owned subsidiaries are private companies with

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements
For the period ended September 30, 2003
(Expressed in Canadian Dollars)

certain directors in common that provide geological, technical, corporate development, administrative and management services to, and incur third party costs on behalf of, the Company on a full cost recovery basis pursuant to an agreement dated December 31, 1996. Balances receivable from (payable to) Hunter Dickinson Inc. have arisen in the normal course of exploration work on the Company's mineral properties and operating expenses.

- (b) Hunter Dickinson Group Inc. ("HDGI") is a private company with certain directors in common that provides consulting services at market rates to the Company.
- (c) C.E.C. Engineering Ltd. is a private company controlled by a director, that provides engineering management services to the Company based on the fair market value of those services.

10. RECLAMATION DEPOSIT

In March 2002, the Company deposited \$70,000 in trust with Gordon J. Fretwell Law Corporation as a reclamation deposit related to the Fox River Property (note 6(b)). On January 10, 2003, the Company terminated the option with Falconbridge on the Fox River property. The reclamation deposit in the amount of \$70,000 was returned to the Company in June 2003.

11. GOVERNMENT GRANTS

During the year ended March 31, 2003, the Company received \$97,438 (year ended March 31, 2002 - \$387,880) from the Manitoba Mineral Exploration Assistance Program, a program which provides financial assistance for non-fuel mineral exploration in Manitoba, in respect of its work on the Fox River Property. Under the terms of this program, the Company is eligible for a rebate of 35% of qualifying expenditures. As each grant application is subject to government review and approval, the Company records the proceeds of these grants upon receipt, as a reduction of exploration expenses.

12. INCOME TAXES

As of March 31, 2003, the Company had approximately \$2.0 million in non-capital losses and approximately \$2.0 million in capital losses available for Canadian tax purposes to reduce taxable income in future years. These non-capital losses expire in various periods ranging from 2004 to 2010. Future tax benefits, if any, resulting from the application of these losses have not been reflected in these financial statements, as it cannot be considered more likely than not that they will be realized.

13. SUBSEQUENT EVENT

Subsequent to the period end, the Company

- (a) received approval from the TSX Venture Exchange to amend the expiry date of 2,500,000 share purchase warrants from September 8, 2003 to March 8, 2004,
- (b) granted 2,253,000 share purchase options to employees, officers, directors and service

AMARC RESOURCES LTD.

Notes to the Consolidated Financial Statements

For the period ended September 30, 2003

(Expressed in Canadian Dollars)

providers to the Company exercisable at \$0.31 until March 21, 2005,

- (c) issued 62,167 common shares pursuant to the exercise of share purchase options and warrants,
- (d) announced it had reached agreements in principle to privately place 13 million units in its capital at a price of \$0.30 for gross proceeds of \$3.9 million, and
- (e) received 702,093 unrestricted common shares of StrataGold Corporation ("StrataGold") from Expatriate Resources Ltd. ("Expatriate") as part of Expatriate's divestiture of gold property assets into StrataGold, a TSX Venture Exchange listed company.