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INCORPORATED AS PART OF:

Schedule A
 Schedules B
 (Place X in appropriate category.)

ISSUER DETAILS				
NAME OF ISSUER Quicksilver Ventures Inc.		FOR QUARTER ENDED June 30, 2004		DATE OF REPORT YY/MM/DD 04/08/16
ISSUER'S ADDRESS Suite 1204 – 700 West Pender Street				
CITY Vancouver, B.C.	PROVINCE	POSTAL CODE V6C 1G8	ISSUER FAX NO. (604) 683-8194	ISSUER TELEPHONE NO. (604) 683-8193
CONTACT PERSON Gordon Fretwell		CONTACT'S POSITION Director		CONTACT TELEPHONE NO. (604) 689-1280
CONTACT EMAIL ADDRESS gord@fretwell.ca		WEB SITE ADDRESS		

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 "Gordon J. Fretwell"	PRINT FULL NAME Gordon J. Fretwell	DATE SIGNED YY/MM/DD 04/08/16
DIRECTOR'S SIGNATURE "Alex Tsakumis"	PRINT FULL NAME Alex Tsakumis	DATE SIGNED YY/MM/DD 04/08/16

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

Tony M. Ricci Inc.

Chartered Accountant

Suite 1304
925 West Georgia Street
Vancouver, B.C. V6C 3L2
Tel: (604) 669-3013
Fax: (604) 669-3015

NOTICE TO READER

I have compiled the interim balance sheet of Quicksilver Ventures Inc. as at June 30, 2004 and the interim statements of operations and deficit and cash flows for the three month period then ended from information provided by management. I have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these statements may not be appropriate for their purposes.

The comparative figures for the period ended June 30, 2003 are based on financial statements prepared by management.

"Tony M. Ricci Inc."

Chartered Accountant

Vancouver, B.C.
August 16, 2004

QUICKSILVER VENTURES INC.

Balance Sheets

(Unaudited – See Notice to Reader)

	June 30, 2004	March 31, 2004
	(unaudited)	(audited)
Assets		
Current assets:		
Cash and cash equivalents	\$ 610,679	\$ 423,659
Goods and services taxes recoverable	10,173	3,084
Prepaid expenses and deposits	18,937	27,680
	<u>639,789</u>	<u>454,423</u>
Property and equipment (note 3)	33,894	–
	<u>\$ 673,683</u>	<u>\$ 454,423</u>

Liabilities

Current liabilities:		
Accounts payable and accrued liabilities	\$ 18,990	\$ 40,756

Shareholders' Equity

Share capital (note 6)	751,405	432,855
Contributed surplus (note 6)	100,000	100,000
Deficit	<u>(196,712)</u>	<u>(119,188)</u>
	<u>654,693</u>	<u>413,667</u>
Commitments (note 8)		
Subsequent event (note 9)	\$ 673,683	\$ 454,423

Approved by the Directors:

"Gordon J. Fretwell"

_____ Director

"Alex Tsakumis"

_____ Director

The accompanying notes are an integral part
of the financial statements.

QUICKSILVER VENTURES INC.

Statements of Operations and Deficit
Three months ended June 30, 2004 and 2003
(Unaudited – See Notice to Reader)

	2004	2003
Revenue:		
Interest	\$ 603	\$ 2,854
Expenses:		
Amortization	986	–
Bank charges and interest	143	19
Consulting	21,110	–
Office, rent and administration	12,297	2,186
Professional fees	16,792	11,398
Regulatory	1,450	–
Transfer agent fees	1,943	516
Travel and promotion	23,406	1,235
	78,127	15,354
Loss before undernoted item	77,524	12,500
Write-off of interest in mineral property	–	5,000
Net loss for the period	77,524	17,500
Deficit, beginning of period	119,188	63,331
Deficit, end of period	\$ 196,712	\$ 80,831
Loss per share – basic and diluted	\$ 0.014	\$ 0.004
Weighted average number of shares outstanding	5,669,670	4,798,334

The accompanying notes are an integral part
of the financial statements.

QUICKSILVER VENTURES INC.

Statements of Cash Flows

Three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

	2004	2003
Cash provided by (used in):		
Operating activities:		
Loss for the period	\$ (77,524)	\$ (17,500)
Amortization, an item not involving cash	986	–
Changes in non-cash working capital items:		
Goods and services taxes recoverable	(7,089)	(725)
Prepaid expenses and deposits	8,743	12,907
Accounts payable and accrued liabilities	(21,766)	(1,675)
	(96,650)	(6,993)
Investing activities:		
Purchase of property and equipment	(34,880)	–
Financing activities:		
Common shares issued for cash	331,250	–
Share issuance costs	(12,700)	–
	318,550	–
Increase (decrease) in cash and cash equivalents	187,020	(6,993)
Cash and cash equivalents, beginning of period	423,659	457,025
Cash and cash equivalents, end of period	\$ 610,679	\$ 450,032

The accompanying notes are an integral part
of the financial statements.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 1

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

1. Nature of operations

The Company was incorporated on September 23, 1999 under the laws of British Columbia. The Company is a capital pool company as defined in the TSX Venture Exchange (the "Exchange") Policy 2.4.

The Company's continuing operations, as intended, are dependent upon its ability to identify, evaluate and negotiate an acquisition of, a participation in or an investment of an interest in properties, assets or business. Such an acquisition will be subject to shareholder and regulatory approvals.

During the year ended March 31, 2003, trading in the shares of the Company was suspended due to the Company's failure to complete a Qualifying Transaction within eighteen months of its listing.

During the year ended March 31, 2004, the common shares of the Company commenced trading on the NEX while the Company is in the process of finding a suitable business for its Qualifying Transaction. NEX is a separate board of the Exchange for companies which were previously listed on the Exchange which have failed to maintain compliance with the ongoing financial listing standards of the Exchange. NEX was created so publicly listed shell companies may still continue to trade their securities while they seek and undertake transactions to complete their reactivation.

2. Significant accounting policies

(a) Financial instruments

The carrying amount of cash and cash equivalents, goods and services taxes recoverable, prepaid expenses and deposits, and accounts payable and accrued liabilities approximates fair value because of the short-term maturity of these items.

(b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the year. Actual results may differ from those estimates.

(c) Cash equivalents

Cash equivalents consist of highly liquid investments which are readily convertible to cash with maturities of three months or less when purchased.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 2

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

2. Significant accounting policies (continued)

(d) Property and equipment

Property plant and equipment are recorded at cost. Amortization is recorded on a declining balance basis at the following annual rates, with only one-half the amortization taken on assets acquired during the year:

Furniture and equipment	20%
Computers	30%

(e) Loss per share

Loss per share is computed using the weighted average number of common shares outstanding during the year. Diluted loss per share amounts are calculated giving effect to the potential dilution that would occur if securities or other contracts to issue common shares were exercised or converted to common shares using the treasury stock method. The treasury stock method assumes that proceeds received from the exercise of stock options and warrants are used to repurchase common shares at the prevailing market rate.

(f) Stock-based compensation

Effective April 1, 2003, the Company adopted CICA Handbook Section 3870 "Stock-Based Compensation and Other Stock-Based Payments", which establishes standards for the recognition, measurement and disclosure of stock-based compensation and other stock-based payments made in exchange for goods and services. For fiscal years beginning after January 1, 2004, direct awards of stock granted to employees are recorded at fair value on the date of grant and the associated expense is amortized over the vesting period. The Company has chosen to adopt a prospective application of the new standards whereby it accounts for awards to employees and non-employees based on the fair value method.

Since there were no stock options granted during the period, no compensation cost has been recorded in these financial statements.

(g) Interim financial statements

These interim financial statements do not include all disclosures required by Canadian generally accepted accounting principles for annual financial statements, and accordingly, these interim financial statements should be read in conjunction with the Company's most recent annual financial statements. These interim financial statements follow the same accounting policies and methods of application used in the Company's audited annual financial statements as at and for the period ended March 31, 2004.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 3

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

3. Property and equipment

	June 30, 2004		
	Cost	Accumulated amortization	Net book value
Furniture	\$ 15,291	\$ 382	\$ 14,909
Equipment	10,472	262	10,210
Computers	9,117	342	8,775
	<u>\$ 34,880</u>	<u>\$ 986</u>	<u>\$ 33,894</u>

4. Letter of Intent with Tri Origin Exploration Ltd. (“Tri Origin”) and Tri Origin Australia NL (“Tri Origin Australia”)

The Company entered into a letter of intent (the “Letter of Intent”) executed April 10, 2003 with Tri Origin and Tri Origin Australia, pursuant to which the Company had acquired an option (the “Option”) to earn a 60% interest in and to a prospecting licence situated 600 km. northwest of Sydney, New South Wales, Australia adjacent to the Cobar Mining District and more particularly known as the “Cobar Basin Property”. The transaction was to serve as the Company’s “Qualifying Transaction” for the purposes of the policies of the Exchange.

The Letter of Intent provided, among other things, that the Company could exercise the Option and earn a 60% interest in and to the Cobar Basin Property by making property payments to Tri Origin Australia in the aggregate amount of \$40,000 and incurring property expenditures in the aggregate amount of \$2,000,000 in stages over a five year period. The Company paid a non refundable deposit of \$5,000 upon execution of the Letter of Intent.

The Company executed a termination agreement dated July 20, 2003 with Tri Origin and Tri Origin Australia, terminating the Letter of Intent executed on April 10, 2003. The termination agreement provides that the agreement between the parties is terminated without any liability to any party, except that Tri Origin and Tri Origin Australia will indemnify the Company for any costs associated with the preparation of the Qualifying Report and any costs associated with the application for the license on the Property. All other costs incurred by the Company prior to the execution of the termination agreement, including the \$5,000 deposit were foregone.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 4

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

5. Letter of Intent with Norian Resources Corp. and David Blann

During the year ended March 31, 2004, the Company entered into a letter of intent (“LOI”) with Norian Resources Corp. and David Blann (together, the “Optionor”) pursuant to which the Company acquired the right to purchase a 100% interest in certain mining and exploration licenses near Lac La Hache, B.C., in the Clinton Mining division, comprising of six claims totaling 63 units (the “Property”). The transaction (the “Proposed Transaction”) was to serve as the Company’s “Qualifying Transaction” for the purposes of the policies of the Exchange.

The LOI provided, among other things, that the Company would purchase the Property by paying the Optionor, upon closing of the Proposed Transaction, the sum of \$15,000 and delivering 50,000 common shares in the share capital of the Company. The Optionor would also retain a 1.5% net smelter royalty on the Property. In addition, the Company agreed to implement a work program requiring expenditures of not less than \$300,000 of exploration on the Property within two to four years from the date of the LOI and agreed to complete the initial six months of the recommended work program.

The Company agreed to pay a finder’s fee of \$2,500 payable in cash along with 15,000 common shares in the share capital of the Company to an arms length party upon closing of the Proposed Transaction.

The completion of the Proposed Transaction was subject to Exchange acceptance, shareholders approval, completion by the Company of a satisfactory title and legal due diligence review of the Property and the Company obtaining a technical report in a form satisfactory to the Company and the Exchange.

During the year ended March 31, 2004, prior to incurring any costs, the Company elected not to proceed with the above transaction.

6. Share capital

(a) Authorized

100,000,000 common shares without par value; and

100,000,000 preferred shares without par value.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 5

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

6. Share capital (continued)

(b) Issued and outstanding

	Number of shares	Amount
Balance, March 31, 2003	4,798,334	\$ 532,855
Cancellation of escrow shares	(1,333,334)	(100,000)
Balance, March 31, 2004	3,465,000	432,855
Private placement	3,200,000	320,000
Exercise of options	75,000	11,250
Share issuance costs	–	(12,700)
Balance, June 30, 2004	6,740,000	\$ 751,405

During the three months ended June 30, 2004, the Company completed a non-brokered private placement of 3,200,000 common shares at a price of \$0.10 per common share for gross proceeds of \$320,000. The Company paid \$10,000 as a finder's fee on this private placement. 150,000 of the common shares issued pursuant to this private placement are held in escrow subject to the provisions of the Exchange.

During the three months ended June 30, 2004, 75,000 options were exercised at a price of \$0.15 per share for proceeds of \$11,250 and 75,000 common shares were issued. The common shares issued on the exercise of these options are held in escrow until such time as the Company has completed a Qualifying Transaction.

During the year ended March 31, 2004, the Company cancelled 1,333,334 escrow shares previously issued for \$0.075 per common share. The amount of \$100,000 has been credited to contributed surplus as a result.

(c) Shares held in escrow

As at June 30, 2004, 210,000 (March 31, 2004 – nil) common shares of the Company were the subject of an escrow agreement under which the shares may not be transferred, assigned or otherwise dealt with without the consent of the relevant regulatory body having jurisdiction thereon.

(d) Stock options

As at June 30, 2004, the Company has outstanding 25,000 (March 31, 2004 – 100,000) stock options at an exercise price of \$0.15 per share expiring June 25, 2006.

During the year ended March 31, 2004, the Company cancelled 363,333 stock options granted to a director and former directors and officers of the Company.

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 6

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

7. Related party transactions

During the period, the Company paid \$13,083 (2003 - \$nil) for legal fees to a company controlled by a director and officer of the Company.

8. Commitments

The Company is committed to payments regarding agreements to lease its Vancouver office premises as follows:

2005	\$ 33,096
2006	44,128
2007	45,767
2008	49,194
2009	49,492
2010	12,373
	<hr/>
	\$ 234,050

9. Subsequent event

Subsequent to the quarter end, the Company has entered into agreements with Hunter Dickinson Inc. (“HDI”), Anaconda Gold (USA) Inc. (“Anaconda”) and Barrick Gold Exploration Inc. (“Barrick”), whereby it has acquired the right to earn an interest in the Horse Mountain Project. The proposed transaction (the “Acquisition”) will serve as the Company’s qualifying transaction (the “Qualifying Transaction”) for the purposes of the policies of the Exchange.

The right was acquired pursuant to two separate agreements: i) the “Anaconda Agreement”, an assignment agreement entered into between the Company, HDI and Anaconda, whereby the Company was assigned HDI’s interest in a letter agreement dated August 7, 2003 between HDI and Anaconda to acquire an interest in certain mineral claims (the “Anaconda Horse Mountain Claims”) that form part of the Horse Mountain Project; and ii) the “Barrick Agreement”, an option agreement entered into between the Company and Barrick, whereby the Company can earn an interest in certain mineral claims (the “Barrick Horse Mountain Claims”) that form the balance of the Horse Mountain Project.

Under the terms of the Anaconda Agreement, Quicksilver was assigned the right and option to earn a 55% interest in the Anaconda Horse Mountain Claims by making exploration expenditures of US\$1,500,000 by August 31, 2010 as follows:

Year 1 – US\$150,000
Year 2 – US\$225,000
Year 3 – US\$300,000
Year 4 – US\$300,000
Year 5 – US\$300,000
Year 6 – US\$225,000; and

QUICKSILVER VENTURES INC.

Notes to Financial Statements, page 7

For the three months ended June 30, 2004 and 2003

(Unaudited – See Notice to Reader)

9. Subsequent event (continued)

by making US\$385,000 in option payments as follows:

Year 2004 – US\$ 80,000 (of which \$15,000 is payable in shares)

Year 2005 – US\$ 90,000 (of which \$45,000 is payable in shares)

Year 2006 – US\$115,000 (of which \$57,500 is payable in shares)

Year 2007 – US\$100,000 (of which \$50,000 is payable in shares); and

by reimbursing Anaconda in common shares of the Company for past Bureau of Land Management Fees and past option payments to the underlying vendors and reimbursing HDI for out of pocket expenses in common shares of the Company. Pursuant to a letter agreement between Quicksilver and Anaconda, the Company agreed to pay Anaconda 25,000 common shares for the one time right to opt out of the area of influence (AOI) clause applicable pursuant to the terms of the Anaconda Agreement. The Company also agreed to pay an additional 100,000 common shares to Anaconda for the permanent right to opt out of the AOI clause if and when the Company earns its 70% interest in the Barrick Horse Mountain Claims.

Quicksilver may earn an additional 15% interest by completing a bankable feasibility study using an internationally recognized, third party, engineering firm. Subject to underlying royalties, a 100% interest in the Anaconda Horse Mountain Claims may be purchased from the underlying vendors for US\$7,500,000.

Under the terms of the Barrick Agreement, Quicksilver can earn a 70% interest in the Barrick Horse Mountain Claims by making exploration expenditures of US\$1,500,000 over four years as follows:

Year 1 – US\$200,000

Year 2 – US\$300,000

Year 3 – US\$400,000

Year 4 – US\$600,000

Once the Company has earned its 70% interest, one of the following occurs at Barrick's election: i) Barrick and the Company may enter into a joint venture with Quicksilver as operator, whereby Barrick would have an initial 30% interest and the Company an initial 70% interest; ii) Barrick may elect to earn back to a 70% participating interest in a joint venture with Quicksilver by spending the next US\$3,000,000 in exploration expenditures, with Barrick as operator; or iii) If Barrick elects to not participate in a joint venture, Quicksilver would have the option to purchase Barrick's 30% interest for US\$2,500,000 within one year of vesting with Barrick retaining a 2% NSR royalty.

A finder's fee is payable in connection with the Acquisition to Hunter Dickinson Inc.

Completion of the Qualifying Transaction is subject to regulatory approval.

The completion of the Qualifying Transaction is also subject to completion by the Company of a satisfactory title and legal due diligence review of the Horse Mountain Project, and the Company obtaining (from an independent qualified person) a technical report in the form satisfactory to the Company and the Exchange which recommends a work program satisfactory to the Company.