

# BC FORM 51-901F

## Quarterly Report

Incorporated as part of:

Schedule A

Schedules B & C

### ISSUER DETAILS:

**For Quarter Ended:** September 30, 2001

**Date of Report:** November 26, 2001

**Name of Issuer:** WESTERN CANADIAN COAL CORP.

**Issuer's Address:** #900 – 580 Hornby Street  
Vancouver, B.C. V6C 3B6

**Issuer's Fax Number:** (604) 684-0642

**Issuer's Phone Number:** (604) 608-2692

**Contact Name:** Robert G. McMorran

**Contact Position:** Chief Financial Officer

**Contact Telephone Number:** (604) 608-2692

**Contact Email Address:** rgm@malaspinaconsultants.com

**Website Address:** [www.westerncoal.com](http://www.westerncoal.com)

### 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 that requests it.**

David Fawcett	<i>“David Fawcett”</i>	01/11/26
<b>Name of Director</b>	<b>Signed (typed)</b>	<b>Date Signed (YY/MM/DD)</b>

David Austin	<i>“David Austin”</i>	01/11/26
<b>Name of Director</b>	<b>Signed (typed)</b>	<b>Date Signed (YY/MM/DD)</b>

**WESTERN CANADIAN COAL CORP.**

**Financial Statements**

**For the six months ended September 30, 2001**

(Prepared without Audit)

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**WESTERN CANADIAN COAL CORP.****Consolidated Balance Sheets**  
(Prepared without audit)

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	<b>September 30, 2001</b>	<b>March 31, 2001</b>
<b>Assets</b>		
Current Assets		
Cash and cash equivalents	\$ 1,859,620	\$ 295,808
Accounts receivable	85,070	76,748
	<u>1,944,690</u>	<u>372,556</u>
Reclamation Deposits	71,044	23,000
Furniture and Equipment	33,952	2,461
Coal Properties	262,249	262,249
Deferred Exploration Expenditures	1,458,219	783,701
	<u>\$ 3,770,154</u>	<u>\$ 1,443,967</u>
<b>Liabilities</b>		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 403,287	\$ 207,365
Advances from officers and directors	-	13,000
	<u>403,287</u>	<u>220,365</u>
<b>Share Capital and Deficit</b>		
Share Capital	4,270,962	1,880,962
Deficit	(904,095)	(657,360)
	<u>3,366,867</u>	<u>1,223,602</u>
	<u>\$ 3,770,154</u>	<u>\$ 1,443,967</u>

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**Significant accounting policies**

These consolidated interim financial statements have been prepared by the Company in accordance with Canadian generally accepted accounting principles, using the same accounting policies and methods as per the annual financial statements for the year ended March 31, 2001. These consolidated interim financial statements should be read in conjunction with the audited consolidated financial statements and the accompanying notes included in the Company's latest annual report.

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**WESTERN CANADIAN COAL CORP.****Consolidated Statements of Operations and Deficit**  
(Prepared without audit)

	<u>Three months ended</u>		<u>Six months ended</u>	
	<u>Sept. 30,</u>	<u>Sept. 30,</u>	<u>Sept. 30,</u>	<u>Sept. 30,</u>
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
<b>Revenue</b>				
Interest income	\$ 12,842	\$ 1,700	\$ 18,540	\$ 2,960
<b>Expenses</b>				
Legal and accounting	16,130	7,727	42,542	10,927
Consulting	15,104	12,500	28,289	12,500
Management fees	31,500	13,000	72,000	21,000
Rent	7,750	4,950	12,250	9,375
Office and sundry	10,750	3,183	14,649	7,870
Investor relations	16,502	(420)	20,973	150
Annual Report	26,892	-	26,892	-
Licenses, dues and fees	113	-	1,263	500
Transfer agent and regulatory fees	6,329	6,174	10,639	7,866
Telecommunications	1,816	453	2,334	1,039
Interest and bank charges	280	92	423	155
Amortization	2,037	54	2,137	108
Travel and entertainment	27,424	-	29,424	877
Exploration	-	3,071	1,460	3,071
	<u>162,627</u>	<u>50,784</u>	<u>265,275</u>	<u>75,438</u>
<b>Net loss for the period</b>	(149,785)	(49,084)	(246,735)	(72,478)
<b>Deficit at beginning of period</b>	(754,310)	(506,438)	(657,360)	(483,044)
<b>Deficit at end of period</b>	\$ (904,095)	\$ (555,522)	\$ (904,095)	\$ (555,522)
<b>Loss per share</b>	\$ (0.01)	\$ (0.01)	\$ (0.02)	\$ (0.01)
<b>Weighted average number of shares outstanding</b>	13,391,093	7,318,094	12,343,271	7,157,868

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**WESTERN CANADIAN COAL CORP.****Consolidated Cash Flow Statements**  
(Prepared without audit)

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>Sept. 30, 2001</b>	<b>Sept. 30, 2000</b>	<b>Sept. 30, 2001</b>	<b>Sept. 30, 2000</b>
<b>Cash flows from operating activities</b>				
Net loss	\$ (149,785)	\$ (49,084)	\$ (246,735)	\$ (72,478)
Amortization	2,037	54	2,137	108
	(147,748)	(49,030)	(244,598)	(72,370)
Changes in non-cash working capital				
Accounts receivable	(43,991)	(10,323)	(8,322)	(16,451)
Accounts payable and accrued liabilities	280,304	9,345	195,922	32,559
	88,565	(50,008)	(56,998)	(56,262)
<b>Cash flows from financing activities</b>				
Special warrants	-	35,750	-	308,750
Repayment of advances from officers and directors	-	(50,000)	(13,000)	(50,000)
Net proceeds from issue of shares	1,102,000	-	2,390,000	-
	1,102,000	(14,250)	2,377,000	258,750
<b>Cash flows from investing activities</b>				
Reclamation deposits	-	-	(48,044)	-
Capital assets	(24,639)	(3,000)	(33,628)	(3,000)
Coal properties	-	-	-	(2,004)
Deferred exploration expenditures	(561,980)	(89,590)	(674,518)	(176,492)
	(586,619)	(92,590)	(756,190)	(181,496)
<b>Increase (decrease) in cash and cash equivalents</b>	<b>603,946</b>	<b>(156,848)</b>	<b>1,563,812</b>	<b>20,992</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,255,674</b>	<b>292,505</b>	<b>295,808</b>	<b>114,665</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 1,859,620</b>	<b>\$ 135,657</b>	<b>\$ 1,859,620</b>	<b>\$ 135,657</b>

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# WESTERN CANADIAN COAL CORP.

## Consolidated Statement of Deferred Exploration Expenditures (Prepared without audit)

### Incorporation, April 21, 1997 to September 30, 2001

	Belcourt	Wolverine	Brazion Group	Burnt River	Other	Total
<b>Expenditures</b>						
Balance March 31, 1999	\$ 273,939	\$ -	\$ -	\$ -	\$ 3,626	\$ 277,565
Consultants and valuations	55,366	-	-	10,375	-	65,741
Coal licenses	65,459	-	-	6,249	3,676	75,384
Prefeasibility study	48,000	-	-	-	-	48,000
Geological data base	-	-	-	30,000	-	30,000
Drafting	22,201	-	-	19,829	-	42,030
Field cost	9,618	-	-	214	-	9,832
Expenditures written-off on abandoned properties	(84,504)	-	-	-	-	(84,504)
	116,140	-	-	66,667	3,676	186,483
Balance March 31, 2000	390,079	-	-	66,667	7,302	464,048
Consultants and valuations	7,853	95,065	28,325	4,006	-	135,249
Coal licenses	15,903	4,212	8,482	14,406	5,260	48,263
Prefeasibility study	57,000	-	-	-	-	57,000
Drilling	-	12,942	22,253	-	-	35,195
Drafting	-	228	655	150	-	1,033
Field cost	1,118	9,532	29,381	2,882	-	42,913
	81,874	121,979	89,096	21,444	5,260	319,653
Balance March 31, 2001	471,953	121,979	89,096	88,111	12,562	783,701
Field programs	-	286,432	53,552	4,907	-	344,891
Consultants	-	160,782	10,193	14,980	9,693	195,648
Coal licenses	12,000	24,100	27,625	33,255	-	96,980
Laboratory	-	1,959	-	-	-	1,959
Project administration	-	21,307	11,863	365	1,505	35,040
	12,000	494,580	103,233	53,507	11,198	674,518
Balance September 30, 2001	\$ 483,953	\$ 616,559	\$ 192,329	\$ 141,618	\$ 23,760	\$ 1,458,219