

QUARTERLY AND YEAR END
REPORT

BC FORM 51-901F
(previously Form 61)

British Columbia Securities Commission

INCORPORATED AS PART: X Schedule A
 Schedules B and C

ISSUER DETAILS		
<i>Name of Issuer</i>	<i>For Quarter Ended</i>	<i>Date of Report YY/MM/DD</i>
CANASIL RESOURCES INC.	September 30, 2002	November 1, 2002
<i>Issuer's Address</i>	<i>Issuer's Fax No.</i>	<i>Issuer's Telephone No.</i>
1695 MARINE DRIVE, SUITE 200 NORTH VANCOUVER B.C. V7P 1V1	(604) 986-6825	(604) 984-6270
<i>Contact Person</i>	<i>Contact's Position</i>	<i>Contact's Telephone No.</i>
BAHMAN YAMINI	PRESIDENT	(604) 984-6270
<i>Contact Email Address:</i> info@canasil.com	<i>Web Site Address:</i> www.canasil.com	
CERTIFICATE		
The three schedules required to complete this Report are attached and the disclosures contained herein has been approved by the Board of Directors. A copy of this Report will be provided to any shareholder who requests it.		
<i>Director's Signature</i>	<i>Print Full Name</i>	<i>Date Signed</i>
"Bahman Yamini"	BAHMAN YAMINI	November 1, 2002
<i>Director's Signature</i>	<i>Print Full Name</i>	<i>Date Signed</i>
"Alvin Jackson"	ALVIN JACKSON	November 1, 2002

CANASIL RESOURCES INC.
INTERIM BALANCE SHEETS
(UNAUDITED)

	<u>September 30</u>	<u>December 31</u>
	<u>2002</u>	<u>2001</u>
	\$	\$
Assets		
Current assets		
Cash and cash equivalents	49,262	129,325
Interest receivable	103	301
G.S.T recoverable	3,268	1,041
Prepaid expenses	1,722	-
	54,355	130,667
Reclamation bond	13,000	13,000
Resource properties	1,387,810	1,391,184
Capital assets	3,556	4,184
Incorporation cost	410	410
	1,459,131	1,539,445
Liabilities		
Current liabilities		
Accounts payable	43,010	19,947
Shareholders' equity		
Capital stock	4,745,059	4,745,059
Contributed surplus	30,000	30,000
Deficit	(3,358,938)	(3,255,561)
	1,416,121	1,519,498
	1,459,131	1,539,445

Approved by the Board of Directors

"Alvin Jackson"

Director

"Bahman Yamini"

Director

CANASIL RESOURCES INC.

STATEMENTS OF OPERATIONS AND DEFICIT

(UNAUDITED)

	Three months ended September 30		Nine months ended September 30	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
	\$	\$	\$	\$
Expenses				
Accounting and audit	1,250	2,500	3,580	9,123
Amortization	209	265	628	785
Directors fees	6,250	-	6,250	-
Foreign exchange loss / (gain)	(390)	-	41	
Investor relations	865	738	1,652	2,467
Legal	1,648	181	14,265	1,874
Management fees	14,000	6,500	42,000	20,833
Office Services and Supplies	1,377	1,714	6,301	4,944
Office rent	400	1,200	2,800	3,600
Registrations, license and filing	1,610	(155)	6,243	3,785
Stock transfer fees	273	370	1,961	2,460
Telephone	472	591	1,856	2,153
Travel and conferences	431	2,440	1,540	8,591
	28,395	16,344	89,117	60,587
Other expenses (income)				
Interest revenue	(170)	(1,172)	(688)	(5,856)
General exploration	14,948	-	14,948	-
	14,778	(1,172)	14,260	(5,856)
Loss for period	(43,173)	(15,172)	(103,377)	(54,731)
Deficit at beginning of period	(3,315,765)	(2,784,855)	(3,255,561)	(2,745,296)
Deficit at end of period	(3,358,938)	(2,800,027)	(3,357,938)	(2,800,027)
Loss per share	(0.004)	(0.001)	(0.009)	(0.005)
Weighted average number of shares	11,877,342	11,877,342	11,877,342	11,877,342

CANASIL RESOURCES INC.
STATEMENTS OF CASH FLOWS
(UNAUDITED)

	<u>Three months ended</u> <u>September 30</u>		<u>Nine months ended</u> <u>September 30</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
	\$	\$	\$	\$
Cash flows from operating activities				
Loss for period	(43,173)	(15,172)	(103,377)	(54,731)
Items not affecting cash				
Amortization	209	265	628	785
	(42,964)	(14,907)	(102,749)	(53,946)
Net change in non-cash working capital items	12,452	(1,739)	19,312	18,257
	(30,512)	(16,646)	(83,437)	(35,689)
Cash flows from investing activities				
Resource properties excluding amortization	11,302	(26,145)	3,374	(47,733)
Payment for capital assets	-	-	-	(409)
	11,302	(26,145)	3,374	(48,142)
Decrease in cash and cash equivalents	(19,210)	(42,791)	(80,063)	(83,831)
Cash and cash equivalents - beginning of period	68,472	189,599	129,325	230,639
Cash and cash equivalents - end of period	49,262	146,808	49,262	146,808

CANASIL RESOURCES INC.

STATEMENT OF RESOURCE PROPERTIES EXPENDITURES

for the nine month period ended September 30, 2002

(UNAUDITED)

Resource properties – balance as at December 31, 2001	\$ 1,391,184
Additions	
Geological services	7,577
Legal	8,849
Travel	200
	<hr/> 16,626
Deductions	
Option proceeds	(20,000)
	<hr/> (3,374)
Resource properties – balance as at September 30, 2002	<hr/> 1,387,810 <hr/>
 Resource properties consist of	
Brenda claims, B.C.	1,331,006
Lil claims, B.C.	56,804
	<hr/> 1,387,810 <hr/>

Canasil Resources Inc.

Notes to Financial Statements

September 30, 2002

1 Basis of Presentation

These financial statements do not contain all the information required for annual financial statements and should be read in conjunction with the most recent annual financial statements of the company.

2 Nature of operations

Canasil Resources Inc. (the "company") is in the process of exploring its mineral properties and has not yet determined whether these properties contain ore reserves that are economically recoverable. The recoverability of amounts shown for mineral properties and related deferred exploration expenditures is dependent upon the discovery of economically recoverable reserves, confirmation of the company's interest in the underlying mineral claims, the ability of the company to obtain necessary financing to complete the development, and future profitable production or proceeds from the disposition thereof.

The company's ability to fulfil its property acquisition and exploration obligations is dependent on its ability to secure additional financing. The company is negotiating with third parties to finance its projects, and while it has been successful in doing so in the past, there can be no assurance it will be able to do so in the future.

3 Resource properties

Resource properties consist of:

	September 30 2002 \$	December 31 2001 \$
Acquisition costs	174,551	174,551
Deferred development expenditures	1,213,259	1,216,633
	<u>1,387,810</u>	<u>1,391,184</u>

Canasil Resources Inc.
Notes to Financial Statements
September 30, 2002

4 Capital assets

	September 30, 2002		
	Cost	Accumulated	Net
	\$	amortization	\$
		\$	\$
Furniture and equipment	9,242	5,950	3,292
Geological equipment	9,798	9,534	264
	19,040	15,484	3,556

	December 31, 2001		
	Cost	Accumulated	Net
	\$	amortization	\$
		\$	\$
Furniture and equipment	8,833	5,369	3,873
Geological equipment	9,798	9,487	311
	19,040	14,856	4,184

5 Capital stock

Authorized
50,000,000 common shares without par value

Issued

	September 30		December 31	
	2002		2001	
	Number	Amount	Number	Amount
	of shares	\$	of shares	\$
Capital stock - Beginning of period	11,877,342	4,745,059	11,877,342	4,745,059
Issued during the period	-	-	-	-
Capital stock - End of period	11,877,342	4,745,059	11,877,342	4,745,059

Canasil Resources Inc.
Notes to Financial Statements
September 30, 2002

Share purchase options

The company has granted options to its directors, employees and consultants. The exercise price of each option equals the market price of the company's stock on the day of grant and an option's maximum term is five years. All options have no vesting period.

	<u>September 30, 2002</u>		<u>December 31, 2001</u>	
	Shares	Weighted average share price \$	Shares	Weighted average share price \$
Balance - Beginning of period	1,085,000	0.35	1,085,000	0.35
Granted	-	-	-	-
Expired	-	-	-	-
Balance - End of period	<u>1,085,000</u>	<u>0.35</u>	<u>1,085,000</u>	<u>0.35</u>

The following table summarizes information about stock options outstanding and exercisable at September 30, 2002:

	<u>Options outstanding</u>			<u>Options exercisable</u>	
Range of exercise prices \$	Number outstanding at June 30, 2002	Weighted average remaining contractual life (years)	Weighted average exercise price \$	Number exercisable at June 30, 2002	Weighted average exercise price \$
0.30 - 0.41	1,085,000	2.04	0.35	1,085,000	0.35

Canasil Resources Inc.
Notes to Financial Statements
September 30, 2002

6 Related party transactions

During the period, the company incurred the following expenditures with entered into the following transactions with related parties:

	September 30	September 30
	2002	2001
	\$	\$
Management fees	42,000	14,333
Legal Fees	13,094	1,693
Deferred exploration expenditures	16,407	8,000
Office services	-	969
Directors fees	6,250	-

7 Segmented information

Substantially all of the company's operations have been in one industry, the exploration for precious metals. Management reviews the financial results according to expenditures by property as presented in the statement of resource properties expenditures. The company's mineral properties are all in Canada.