

POWER CHIPS plc

INTERIM REPORT – DECEMBER 31, 2000

Power Chips plc
Consolidated Balance Sheet in US Dollars
(Unaudited – Prepared by Management)

As of December 31	2000	1999
Assets		
Due from parent	\$ 1,298,238	\$ 867,030
	<u>\$ 1,298,238</u>	<u>\$ 867,030</u>
Liabilities and Shareholders' Deficiency		
Share capital	\$ 1,463,838	\$ 989,430
Deficit	<u>(165,600)</u>	<u>(122,400)</u>
	<u>\$ 1,298,238</u>	<u>\$ 867,030</u>

Power Chips plc
Consolidated Statement of Operations and Deficit in US Dollars
(Unaudited – Prepared by Management)

For the nine month period ended December 31	2000	1999
Expenses		
General and administrative Expenses	<u>\$ 32,400</u>	<u>\$ 32,400</u>
	<u>32,400</u>	<u>32,400</u>
Net loss for the period	(32,400)	(32,400)
Deficit, beginning of period	<u>(133,200)</u>	<u>(90,000)</u>
Deficit, end of period	\$ (165,600)	\$ (122,400)

Power Chips plc
Statement of Cash Flows in US Dollars
(Unaudited – Prepared by Management)

For the nine month period ended December 31	2000	1999
Cash provided (used) by:		
Operating activities		
Net loss for the period	<u>\$ (32,400)</u>	<u>\$ (32,400)</u>
Changes in non-cash working capital balances		
Due from Parent	<u>\$ (256,261)</u>	<u>\$ 162,723</u>
	<u>(288,661)</u>	<u>130,323</u>
Financing activities		
Deposits on issue of shares, cash received	<u>\$ 288,661</u>	<u>\$ (130,323)</u>
Increase (decrease) in cash	-0-	-0-
Cash, beginning of period	<u>-0-</u>	<u>-0-</u>
Cash, end of period	\$ -0-	\$ -0-