

STATEMENT OF AFFAIRS (Sec. 158)

IN THE MATTER OF THE PROPOSAL OF

RICHARD WILLIAM WARKE

BUSINESSMAN OF THE MUNICIPALITY OF WEST VANCOUVER IN THE PROVINCE OF BRITISH COLUMBIA

ACCEPTED FOR
FILING BY THE
OFFICIAL RECEIVER
B.C. DIVISION 3
(VANCOUVER)
ON
SEP 15 1998

To the Debtor:

You are required to carefully and accurately complete this form and the applicable attachments showing the state of your affairs on the date of your proposal, on: September 14, 1998. When completed, this form and the applicable attached lists will constitute your Statement of Affairs and must be verified by oath or solemn declaration:

Liabilities

(as stated and estimated by debtor)

1. Unsecured creditors as per List 'A'.....\$	992600.00
2. Secured creditors as per List 'B'.....	NIL
3. Preferred creditors as per List 'C'.....	NIL
4. Contingent or other liabilities as per List 'D' estimated to be reclaimable for.....	NIL
Total liabilities.....\$	992600.00
Surplus.....\$	NIL

Assets

(as stated and estimated by debtor)

(a) Inventory.....\$	NIL
(b) Trade fixtures, etc.....	NIL
(c) Accounts receivable and other receivables as per list 'E'	
Good.....\$	NIL
Doubtful.....\$	NIL
Bad.....\$	200000.00
Estimated to produce.....	NIL
(d) Bills of exchange, promissory notes, etc.-as per list 'F'.....	NIL
(e) Deposits in Financial Institutions.....	NIL
(f) Cash	NIL
(g) Livestock.....	NIL
(h) Machinery, equipment and plant.....	NIL
(i) Real property as per List 'G'	NIL
(j) Furniture.....	10000.00
(k) RRSPs, RRIFs, Life Insurance, etc.....	NIL
(l) Securities (shares, bonds, debentures, etc.)..	124000.00
(m) Interests under wills.....	NIL
(n) Other property, Per List 'H':-	
NESBITT BURNS RRSP	\$ 7450.00
	7450.00

If Bankrupt is a Corporation add:

Amount of capital subscribed	NIL
Amount paid thereon	NIL
Balance subscribed and unpaid.....	NIL
Estimated to produce	NIL
Total Assets..... \$	141450.00
Deficiency..... \$	851150.00

I, RICHARD WILLIAM WARKE do swear that this statement and the attached lists are to the best of my knowledge a full, true and complete statement of my affairs on September 14, 1998, and fully disclose all of my property of every description that is in my possession or that may devolve on me in accordance with Section 67 of the Act.

SWORN before me at the CITY
of VANCOUVER
in the PROVINCE OF BRITISH COLUMBIA
this 14th day of September, 1998.

Signature of Debtor or Officer


PAUL R. KISSACK
A COMMISSIONER FOR TAKING
AFFIDAVITS FOR BRITISH COLUMBIA
1650-1177 W. HASTINGS STREET
VANCOUVER, B.C. V6E 2K3

IN THE MATTER OF THE PROPOSAL OF
 RICHARD WILLIAM WARKE
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List 'A'
 Unsecured Creditors

No.	Name	Address	Account No.	Amount of Claim
01	BLAKE, CASSELS & GRAYDON	P.O. BOX 25 - COMMERCE COURT WEST TORONTO, ON M5L 1A9	DISPUTED	10,000.00
02	C.I.B.C. Attn: MR. LORNE BATEMAN	400 BURRARD STREET VANCOUVER, B.C. V6C 2Y7	SECURED BY HOUSE	100,000.00
03	PAUL MERRICK ARCHITECTS	1 GAOLERS MEWS VANCOUVER, B.C.		10,000.00
04	PRICewaterHOUSE COOPERS	1111 WEST HASTINGS STREET VANCOUVER, B.C. V6E 3R2		3,900.00
05	REVENUE CANADA (INSOLVENCY SECTION) Attn: PAYROLL/T1/T2	SEC. 462-42 1166 W. PENDER STREET VANCOUVER, BC V6E 3H8	717 482 756	800,000.00
06	ROYAL BANK OF CANADA	C/O POULSEN & COMPANY 1800 - 999 WEST HASTINGS STREET VANCOUVER, B.C. V6C 2W2	12722P	68,000.00
07	WALSH KING, CHARTERED ACCOUNTANTS	1400 - 595 HOWE STREET VANCOUVER, B.C. V6C 2T5		700.00
	TOTAL			992,600.00 *****

dated: September 14, 1998



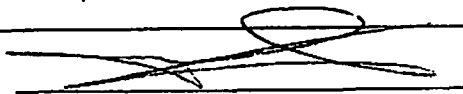
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List 'D'
 Contingent or Other Liabilities

No.	Name of Creditor or Claimant Address and Occupation	Amount of Liability or Claim	Amount Expected to Rank for Dividend	Date Liab Incurred Mo Yr	Nature of Liability
01	C.I.B.C. Attn: MR. LORNE BATEMAN 400 BARRARD STREET VANCOUVER, B.C. V6C 2Y7	275,000.00	0.00		GTEE. OF AUGUSTA LOC - SECURED BY HOUSE
	TOTAL		0.00 *****		

Dated: September 14, 1998



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List 'H'
 Property

Nature of Property	Location Details of Property	Original Cost	Estimated to Produce
(a) Cash on hand			NIL
(b) Cash in bank			NIL
(c) Household furniture and effects	HOUSEHOLD FURNITURE AND EFFECTS	UNKNOWN	7,500.00
(d) Personal effects	PERSONAL EFFECTS		2,500.00
(e) Cash Surrender value of Insurance Policies		-	NIL
(f) Stock, bonds and investment	AUGUSTA CAPITAL CORPORATION (100% OWNERSHIP)		124,000.00
	AUGUSTA FINANCIAL CORPORATION (100% OWNERSHIP)		NIL
	TATIANA INVESTMENT CORP. (25% OWNERSHIP)		NIL
(g) Reversionary or other interests under wills, etc.			NIL
(h) Automobile			NIL
(i) Motorcycle			NIL
(j) Snowmobile			NIL
(k) Other Motorized Vehicle			NIL
(l) Recreational equipment			NIL
(m) Estimated tax refund			NIL
(n) Stock-in-trade at cost price, not exceeding fair market value			NIL
(o) Trade fixtures, fittings, utensils, etc.			NIL
(p) Livestock			NIL
(q) Machinery, equipment and plant			NIL

Continued

dated: September 14, 1998


 Signature of Debtor or Officer

IN THE MATTER OF THE PROPOSAL OF

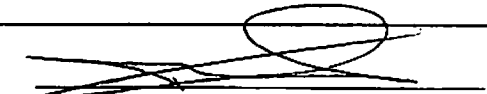
RICHARD WILLIAM WARKE

BUSINESSMAN OF THE MUNICIPALITY OF WEST VANCOUVER IN THE PROVINCE OF BRITISH COLUMBIA

List 'H'
Property

Nature of Property	Location Details of Property	Original Cost	Estimated to Produce
(r) Other Asset	NESBITT BURNS RRSP	UNKNOWN	7,450.00
TOTAL			141450.00 *****

dated: September 14, 1998


Signature of Debtor or Officer