

FORM 51-901.F
QUARTERLY & ANNUAL REPORT

INCORPORATED AS PART OF FILING	X	SCHEDULE A
INCORPORATED AS PART OF FILING		SCHEDULE B & C

(PLACE "X" IN APPROPRIATE CATEGORY)

ISSUED DETAILS:	
NAME OF ISSUER:	ALHAMBRA RESOURCES LTD.
ISSUER ADDRESS:	SUITE 330, 700 – 6 AVENUE S.W., CALGARY, ALBERTA T2P 0T8
ISSUER TELEPHONE NUMBER:	(403) 228-2855
ISSUER FACSIMILE NUMBER:	(403) 228-2865
FOR SECOND QUARTER ENDED:	June 30, 2003
DATE OF REPORT:	August 28, 2003

The schedules required to complete this Quarterly Report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of this Quarterly Report will be provided to any shareholder who requests it. Please note this form is incorporated as part of both the required filing of Schedule "A" and Schedule "B" & "C".

Michael E. Hriskevich	"Michael E. Hriskevich"	August 28, 2003
Director	Signature	Date Signed

John J. Komarnicki	"John J. Komarnicki"	August 28, 2003
Director	Signature	Date Signed

Alhambra Resources Ltd.
Consolidated Balance Sheets

	June 30, 2003 (unaudited)	December 31, 2002 (audited)
Assets		
Current assets		
Cash and cash equivalents	\$ 16,316	\$ 94,818
Accounts receivable	108,067	131,677
Deposits and prepaid expenses	6,383	27,655
	<u>130,766</u>	<u>254,150</u>
Loan receivable	3,217,348	2,261,396
Deferred acquisition and project evaluation costs	924,812	713,738
Property and equipment	1,178,358	1,283,746
	<u>\$ 5,451,284</u>	<u>\$ 4,513,030</u>
Liabilities		
Current liabilities		
Accounts payable and accrued liabilities	\$ 179,097	\$ 139,909
Due to officers and directors	-	354,990
Loan payable	-	1,000,000
	<u>179,097</u>	<u>1,494,899</u>
Convertible debenture (note 3)	916,301	-
Convertible debentures from officers and directors (note 4)	433,688	-
Future income taxes	43,065	195,169
Future site restoration costs	45,560	43,560
	<u>1,617,711</u>	<u>1,733,628</u>
Shareholders' Equity		
Share capital (note 5)	5,009,852	3,739,913
Deficit	(1,176,279)	(960,511)
	<u>3,833,573</u>	<u>2,779,402</u>
	<u>\$ 5,451,284</u>	<u>\$ 4,513,030</u>

Approved by the Board,

(signed) "Michael E. Hriskevich" _____, Director

(signed) "John J. Komarnicki" _____, Director

Alhambra Resources Ltd.
Consolidated Statements of Loss and Deficit

	Three Months Ended		Six Months Ended	
	June 30, 2003 (unaudited)	June 30, 2002 (unaudited)	June 30, 2003 (unaudited)	June 30, 2002 (unaudited)
Revenues				
Oil and gas sales, net of royalties	\$ 140,007	\$ 95,254	\$ 293,862	\$ 189,318
Interest and other	3,513	3,711	6,878	7,368
	<u>143,520</u>	<u>98,965</u>	<u>300,740</u>	<u>196,686</u>
Expenses				
Operating	23,992	25,018	40,513	40,480
General and administrative	328,817	103,885	476,903	142,958
Interest	23,859	-	56,278	-
Stock-based compensation costs	20,350	60,100	23,100	60,100
Writedown of mineral properties and deferred exploration costs	-	1,992	-	1,992
Depletion, depreciation and amortization	43,075	93,150	112,800	151,550
	<u>440,093</u>	<u>284,145</u>	<u>709,594</u>	<u>397,080</u>
Loss before gain on foreign exchange and income taxes	(296,573)	(185,180)	(408,854)	(200,394)
Foreign exchange gain	61,200	-	61,200	-
Loss before income taxes	<u>(235,373)</u>	<u>(185,180)</u>	<u>(347,654)</u>	<u>(200,394)</u>
Future income recovery	110,606	73,433	131,886	73,433
Net loss	<u>(124,767)</u>	<u>(111,747)</u>	<u>(215,768)</u>	<u>(126,961)</u>
Deficit, beginning of period	<u>(1,051,512)</u>	<u>(117,297)</u>	<u>(960,511)</u>	<u>(102,083)</u>
Deficit, end of period	<u>\$ (1,176,279)</u>	<u>\$ (229,044)</u>	<u>\$ (1,176,279)</u>	<u>\$ (229,044)</u>
Net loss per share				
Basic and fully diluted	\$ (0.006)	\$ (0.008)	\$ (0.011)	\$ (0.009)

Alhambra Resources Ltd.
Consolidated Statements of Cash Flows

	Three Months Ended		Six Months Ended	
	June 30, 2003 (unaudited)	June 30, 2002 (unaudited)	June 30, 2003 (unaudited)	June 30, 2002 (unaudited)
Operating Activities				
Net income (loss)	\$ (124,767)	\$ (111,747)	\$ (215,768)	\$ (126,961)
Items not involving cash				
Depletion, depreciation and amortization	43,075	93,150	112,800	151,550
Future income taxes (recovery)	(110,606)	(73,433)	(131,886)	(73,433)
Stock-based compensation costs	20,350	60,100	23,100	60,100
Cost of impaired property	-	1,992	-	1,992
	(171,948)	(29,938)	(211,754)	13,248
Change in non-cash working capital items	18,769	(49,225)	84,070	(74,686)
	(153,179)	(79,163)	(127,684)	(61,438)
Financing activities				
Issuance of shares, net of share issue costs	1,107,371	67,600	1,226,621	72,800
Repayment of loans to officers and directors	(354,990)	-	(354,990)	-
Convertible debenture with officers and directors	433,688	-	433,688	-
Repayment of loan payable	(1,000,000)	-	(1,000,000)	-
Convertible debenture	916,301	-	916,301	-
Obligation to issue shares	-	662,400	-	662,400
	1,102,370	730,000	1,221,620	735,200
Investing Activities				
Loan receivable advances	(877,884)	-	(955,952)	-
Deferred acquisition and project evaluation costs	(145,833)	(591,912)	(211,074)	(709,597)
Acquisition of property and equipment, net	(3,566)	(190)	(5,412)	(2,597)
	(1,027,283)	(592,102)	(1,172,438)	(712,194)
Cash inflow (outflow)	(78,092)	58,735	(78,502)	(38,432)
Cash and cash equivalents, beginning of period	94,408	402,173	94,818	499,340
Cash and cash equivalents, end of period	\$ 16,316	\$ 460,908	\$ 16,316	\$ 460,908
Cash and cash equivalents consists of:				
Deposits with banks	\$ 16,316	\$ 440,908	\$ 16,316	\$ 440,908
Term deposits	-	20,000	-	20,000
	\$ 16,316	\$ 460,908	\$ 16,316	\$ 460,908
Supplemental disclosure of cash flows information:				
Interest paid	\$ 26,689		\$ 56,278	

Alhambra Resources Ltd.

Notes to Consolidated Financial Statements

1. Continuance of operations

The businesses of Alhambra Resources Limited (“Alhambra” or the “Corporation”) consist of exploration for and development of oil and gas properties in Canada and the acquisition and development of mineral properties in the Republic of Kazakhstan. Due to Alhambra’s continued net losses and working capital deficiency, its ability to continue with its business plan is dependent upon its ability to raise additional capital to fund these activities and on achieving positive earnings and cash flow. Management believes the private placement of common shares (note 5(c)), the convertible debenture (note 3), the convertible debentures from officers and directors (note 4) combined with the repayment of loan payable and amounts due to officers and directors during the six months ended June 30, 2003 have increased Alhambra’s ability to carry out its business plan and to continue as a going concern.

2. Summary of changes in significant accounting policies

The accounting policies of the interim financial statements are the same as those described in the Corporation’s 2002 audited consolidated financial statements. The interim financial statements of the Corporation have been prepared by management in accordance with Canadian generally accepted accounting principles. The interim financial statements should be read in conjunction with the December 31, 2002 consolidated financial statements.

3. Convertible debenture

During the six months ended June 30, 2003, the Corporation issued a 10% secured convertible debenture (the “Debenture”), due March 31, 2006, with a face value of US\$680,000. The principal amount of the Debenture is convertible at any time, in whole or in part, at the option of the holder into common shares at CAN\$0.60 (the “Conversion Price”) based on an average exchange rate of US\$0.6833 per Canadian dollar. The Debenture can be converted at the option of the Corporation if the common shares of the Corporation trade over a ten consecutive day period at a closing price equal to or greater than CAN\$1.20 per common share. Interest on the Debenture is compounded semi-annually and is payable on a quarterly basis. The Debenture is secured against the assets of the Corporation. The Corporation paid a finder’s fee of US\$68,000 associated with this financing. The proceeds from the Debenture together with the proceeds from the convertible debentures from officers and directors (note 4) and the private placement (note 5(c)) were used to repay amounts due to officers and directors, the loan payable and other various outstanding amounts in addition to making advances under the loan agreement.

4. Convertible debenture from officers and directors

During the six months ended June 30, 2003, the Corporation issued 10% unsecured convertible debentures totaling CAN\$400,000 and US\$25,000 to officers and directors (“Unsecured Debentures”). The Unsecured Debentures are due May 31, 2005, and are convertible at any time, in whole or in part, at the option of the holder into common shares at CAN\$0.60 (the “Conversion Price”) The Unsecured Debentures can be converted at the option of the Corporation if the common shares of the Corporation trade over a ten consecutive day period at a

Alhambra Resources Ltd.

Notes to Consolidated Financial Statements

closing price equal to or greater than CAN\$0.90 per common share. Interest on the Unsecured Debentures is calculated annually and is payable at the earlier of the conversion date or the due date.

5. Share capital

- (a) Authorized
 - Unlimited voting common shares
 - Unlimited nonvoting preferred shares
- (b) Issued

	Number	Stated Value
Common shares		
Balance, beginning of period	17,878,535	\$3,739,913
Exercise of stock options (note 6)	225,000	29,250
Shares issued pursuant to a private placement (note 3 [c])	<u>3,113,427</u>	<u>1,245,371</u>
	<u>21,216,962</u>	5,014,534
Add: Stock-based compensation costs		23,100
Less: Share issue costs, net of tax benefit of \$20,218		<u>(27,782)</u>
Balance, end of period		<u><u>\$5,009,852</u></u>

(c) During the six months ended June 30, 2003, Alhambra issued pursuant to a private placement, 3,113,427 units at \$0.40 per unit. Each unit consists of one fully paid common share and one share purchase warrant. Each warrant entitles the holder to purchase an additional common share up to April 23, 2004 at an exercise price of \$0.60 per common share.

6. Stock-based compensation

The Corporation has a stock option plan under which directors, officers, employees and consultants of the Corporation are eligible to receive stock options. The aggregate number of shares to be issued upon the exercise of all options granted under the plan shall not exceed 10% of the issued shares of the Corporation at the time of granting the options. Options granted under the plan generally have a term between three and five years but may not exceed five years and vest at terms to be determined by the directors at the time of grant. The exercise price of each option shall be determined by the directors at the time of grant but shall not be less than the price permitted by the policy or policies of the stock exchange(s) on which the Corporation's common shares are then listed.

Alhambra Resources Ltd.

Notes to Consolidated Financial Statements

A summary of the status of the Corporation's stock option plan as of June 30, 2003 and the changes during the period then ended is as follows:

	Number of options	Weighted Average Exercise Price
Issued, beginning of period	1,430,000	\$0.35
Granted	475,000	\$0.39
Exercised	(225,000)	\$0.13
Outstanding at June 30, 2003	<u>1,680,000</u>	<u>\$0.39</u>
Exercisable at June 30, 2003	<u>1,068,750</u>	<u>\$0.42</u>

During the six months ended June 30, 2003, the Corporation issued options to a consultant to purchase 400,000 common shares of the Corporation at a price of \$0.40 per share. These options have a five-year term and vest equally over eight quarters beginning on June 30, 2003 with the final vesting date being March 31, 2005. The fair value of issued options was \$68,221 which is being amortized to compensation expense over the vesting period of the options, and resulted in a \$23,100 adjustment to compensation expense for the six month period ended June 30, 2003 with an equal amount credited to share capital. The fair value was determined using the Black-Scholes option pricing model with a risk free interest rate of 3.76%, an expected life of five years, and an expected volatility of 75% with no dividends expected to be paid during the term.

During the six months ended June 30, 2003 the Corporation issued to employees, options to purchase 75,000 common shares at a price of \$0.35 per share. The employees' options have a five year term with one half vesting on June 11, 2004 and one half vesting June 11, 2005. The fair value of the options was \$16,577. On a pro forma basis, had compensation expense for the options based on the fair value method been amortized to compensation expense over the vesting period of the options, the Corporation would have recorded an additional compensation expense of \$8,500 for the six months ended June 30, 2003 using the Black-Scholes option pricing model with a risk free interest rate of 3.39%, an expected life of five years, and an expected volatility of 75% with no dividends expected to be paid during the term. The net loss and net loss per share for the six-month period ended June 30, 2003 would have been as follows:

Net loss	As reported	(\$215,768)
	Pro forma	(\$224,268)
Net loss per share -basic and diluted	As reported	(\$0.011)
	Pro forma	(\$0.012)

(d) The stock based compensation costs for the six months ended June 30, 2003 are comprised of the following:

Alhambra Resources Ltd.

Notes to Consolidated Financial Statements

Compensation costs related to the granting of options to a consultant, valued by the fair value method	\$23,100
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7. Subsequent Event

Subsequent to June 30, 2003 the Corporation concluded the acquisition of all the issued and outstanding partnership units of Saga Creek Gold Company LLP and Goodwin Golems LLP, by issuing 4,000,000 common shares of the Corporation with an agreed upon value of \$0.25 per share and granting a net smelter return with respect to the production of minerals from the Uzboy property of (i) 2.5% of gross revenue in the event that the weighted average price of gold is less than US\$300 per ounce; (ii) 2.75% of gross revenue in the event that the weighted average price of gold is equal to or greater than US\$300 per ounce; and (iii) 3.0% of gross revenue in the event that the weighted average price of gold is equal to or greater than US\$350 per ounce. The acquisition is subject to the re-registration of the partnership units with the Government of Kazakhstan and the issuance by the TSX Venture Exchange of a bulletin approving the transaction. The Uzboy mineral property is located in the Aknaola Oblast province in north Kazakhstan.

FORM 51-901.F
QUARTERLY & ANNUAL REPORT

INCORPORATED AS PART OF FILING		SCHEDULE A
INCORPORATED AS PART OF FILING	X	SCHEDULE B & C

(PLACE "X" IN APPROPRIATE CATEGORY)

ISSUED DETAILS:	
NAME OF ISSUER:	ALHAMBRA RESOURCES LTD.
ISSUER ADDRESS:	SUITE 330, 700 – 6 AVENUE S.W., CALGARY, ALBERTA T2P 0T8
ISSUER TELEPHONE NUMBER:	(403) 228-2855
ISSUER FACSIMILE NUMBER:	(403) 228-2865
FOR SECOND QUARTER ENDED:	June 30, 2003
DATE OF REPORT:	August 28, 2003

The schedules required to complete this Quarterly Report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of this Quarterly Report will be provided to any shareholder who requests it. Please note this form is incorporated as part of both the required filing of Schedule "A" and Schedule "B" & "C".

Michael E. Hriskevich	"Michael E. Hriskevich"	August 28, 2003
Director	Signature	Date Signed

John J. Komarnicki	"John J. Komarnicki"	August 28, 2003
Director	Signature	Date Signed

Alhambra Resources Ltd.
Schedule B Supplementary Information
June 30, 2003

ITEM 1. ANALYSIS OF EXPENSES AND DEFERRED COSTS

Expenses January 1, 2003 to June 30, 2003

Operating	\$	40,513
General and administrative		476,903
Interest		56,278
Stock based compensation costs		23,100
Depletion, depreciation and depletion	\$	<u>112,800</u>
Total expenses	\$	<u>709,594</u>

General and Administrative

Consulting and professional services	\$	202,848
Financing fee		100,000
Legal expenses		69,331
Public company costs		40,954
Office expenses		41,857
Other	\$	<u>21,913</u>
Total	\$	<u>476,903</u>

Deferred acquisition and project evaluation costs

Engineering evaluation costs	\$	98,448
Consulting costs		96,101
Other	\$	<u>16,525</u>
Total	\$	<u>211,074</u>

ITEM 2: RELATED PARTY TRANSACTIONS

None noted

ITEM 3: SUMMARY OF SECURITIES ISSUED AND OPTIONS GRANTED DURING THE PERIOD

Reference is made to Notes 5 (Share capital) and 6 (Stock-based compensation) to the Interim Unaudited Consolidated Financial Statements dated June 30, 2003.

Alhambra Resources Ltd.

Schedule B Supplementary Information

June 30, 2003

ITEM 4: SUMMARY OF SECURITIES AS AT THE END OF REPORTING PERIOD

Reference is made to Notes 5 (Share capital) and 6 (Stock-based compensation) to the Interim Unaudited Consolidated Financial Statements dated June 30, 2003.

ITEM 5: DIRECTORS AND OFFICERS

John J. Komarnicki

Chairman of the Board and Director

Michael E. Hriskevich

President and Chief Executive Officer and Director

Gordon L. Levang

Director

Elmer B. Stewart

Director

Clarence K. Wagenaar

Director

James S. Bunyan

Director

Alhambra Resources Ltd.

Schedule C Management Discussion and Analysis

June 30, 2003

ITEM 2: DESCRIPTION OF BUSINESS

Alhambra Resources Ltd. is a natural resource company headquartered in Calgary, Alberta. The Company is incorporated under the laws of Alberta, Canada and holds working and royalty interests in four oil and natural gas producing areas of western Canada.

Alhambra plans to retain its oil and natural gas production and at the same time build a company producing in excess of 100,000 ounces of gold per annum over the next three to four years. The first step toward achieving this diversification into the gold business began with the acquisition of all the issued and outstanding partnership units of Saga Creek Gold Company LLP and Goodwin Golems LLP on August 8, 2003.

ITEM 3: DISCUSSION OF OPERATIONS AND FINANCIAL CONDITION REVENUES

Alhambra's oil and gas sales are generated by a combination of royalty and working interests. Revenue, net of royalties, for the six months ended June 30, 2003 totaled \$293,862, an increase of 55% over the comparable 2002 total of \$189,318. Higher oil and natural gas offset partially by lower sales volumes during the first half of 2003 as compared to the first half of 2002 accounted for this increased revenue.

During 2003, the Corporation's sales volumes averaged 16 bopd of oil and natural gas liquids and 137 mcf/d of natural gas. These volumes were down from the first half of 2002 volumes of 18 bopd and 149 mcf/d respectively. The decrease was consistent with normal reservoir declines. Sales prices for the first half of 2003 averaged \$44.23 per barrel of oil and natural gas liquids and \$7.79 per mcf of natural gas, a substantial increase over the corresponding 2002 prices of \$35.49 per barrel and \$3.39 per mcf.

OPERATING

Operating expenses for the six months ended June 30, 2003 were \$40,513, up marginally over the comparable amount in 2002 of \$40,480. A significant portion of the operating costs on the Corporation's properties are fixed and as such do not vary materially from one year to the next.

GENERAL AND ADMINISTRATIVE

General and administrative expenses for the six months ended June 30, 2003 totaled \$476,903, a significant increase over the \$142,958 in costs incurred during the first half of 2002. This increase is primarily a result of increased activity related to expanding the Corporation's profile in the investment community to raise new capital to fund activities associated with the Saga Creek acquisition and development as well as a \$100,000 fee for services to secure the Convertible Debenture outlined in note 3 to the financial statements.

Alhambra Resources Ltd.

Schedule C Management Discussion and Analysis

June 30, 2003

INTEREST

Interest expense relates to the amounts due to officers and directors as well as the loans from the merchant investment corporations. The Corporation had no debt during the first half of 2002 and as such had no interest expense for that period.

STOCK-BASED COMPENSATION EXPENSE

Effective, January 1, 2002 Alhambra adopted the recommendations of the Canadian Institute of Chartered Accountants with respect to accounting for stock-based compensation arrangements. Under those recommendations the Corporation must determine the fair value of options issued to consultants and amortize this value to general and administrative expense over the vesting period of the option. The fair value is determined using the Black-Scholes option pricing model which takes into account the risk free interest rate, the expected life of the options, the expected volatility and the expectation of dividends being paid during the life of the option. During the first half of 2003 a total of \$23,100 was charged against earnings.

DEPLETION DEPRECIATION AND AMORTIZATION

Depletion, depreciation and amortization expense for the six months ended June 30, 2003 totaled \$112,800 as compared to \$151,550 for the comparable period in 2002. The decrease is a result of the declining production.

CASH FLOW AND EARNINGS

Cash flow from operating activities was \$(211,754) for the six months ended June 30, 2003, a decrease \$225,002 over the comparable 2002 first half amount of \$13,248. An increase in cash flow from oil and natural gas activities of \$104,021 and the foreign exchange gain of \$61,200 were more than offset by an increase in general and administrative expenses of \$333,945 and interest expense of \$56,278.

The decrease in cash flow from operations was partially offset by an increase in income taxes recovered of \$58,453, a decrease in depletion, depreciation and amortization of \$38,750 and a decrease in stock based compensation of \$37,000 resulting in a net loss for the six months ended June 30, 2003 of \$(215,768) compared to a net loss of \$(126,961) for the comparable period in 2002. On a per share basis, the losses were \$(0.011) and \$(0.009) on a weighted average number of shares outstanding of 19,022,715 and 14,744,557 for the six months ended June 30, 2003 and 2002 respectively.

LIQUIDITY AND CAPITAL RESOURCES

Alhambra Resources Ltd.

Schedule C Management Discussion and Analysis

June 30, 2003

During the first half of 2003, Alhambra continued its commitment to fund Saga Creek's exploration program on its gold property in north central Kazakhstan by advancing \$955,952 under the loan agreement as well as expending \$211,074 on the evaluation and acquisition of the project. In addition, the Corporation repaid outstanding indebtedness of \$1,000,000 to a merchant investment corporation and \$354,990 to officers and directors. To finance this activity as well as the operating deficit, Alhambra issued \$1,226,621 in common share equity, borrowed \$680,000 by way of a convertible, secured debenture with a merchant investment corporation, \$433,688 by way of a convertible unsecured debenture with officers and directors of the corporation as well as reducing its cash position by \$78,502.

At June 30, 2003 the Corporation had a working capital deficiency of \$48,331 down substantially from the December 31, 2002 working capital deficiency of \$1,240,749. The primary reason for this improvement was that \$1,354,990 of indebtedness outstanding at December 31, 2002 and having maturities of less than one year was repaid from new debt raised, the terms of which are greater than one year and have therefore been classified as non-current.

BUSINESS RISKS

Alhambra, and the oil and gas and mineral industries in general, is subject to numerous business risks. These risks include such factors as operations risk, the volatility of commodity prices, government regulations and legislation, environmental regulations, and fluctuations in currency exchange and interest rates.

Operations risk relates to the ability to economically find and develop recoverable reserves. Alhambra's experienced professional staff reduces this risk. In addition, the Company focuses exploration efforts in areas in which it has existing knowledge and expertise. Using the latest technologies and controlling costs to maximize profitability also assists in risk minimization.

OUTLOOK

While Alhambra's major source of earnings and cash flow comes from its interests in oil and natural gas production, its new strategy and primary focus is to acquire low cost gold assets. The objective for 2003 was to complete the acquisition of Kazakhstan based Saga Creek Gold Company LLP and Goodwin Golems LLP and to continue the exploration and development of the Uzboy oxide gold deposit. The acquisition was concluded on August 8, 2003 and is subject only to the re-registration of the partnership units with the Government of Kazakhstan and the issuance by the TSX Venture Exchange of a bulletin approving the transaction. Both of these are expected during the third quarter of 2003.

ITEM 4: SUBSEQUENT EVENTS

There have been no significant events or transactions that have occurred during the time from the date of the financial statements up to the date of this report other than as reported in Note 7 to the Interim Unaudited Consolidated Financial Statements dated June 30, 2003

Alhambra Resources Ltd.

Schedule C Management Discussion and Analysis

June 30, 2003

ITEM 5: FINANCINGS, PRINCIPAL PURPOSES AND MILESTONES

Date of Press Release	Amount of Financing	Indicated Use of Proceeds	Variance and Impact
February 11, April 24	\$1,000,000 debt financing	Repay various outstanding bridge financings, further funding of Saga Creek, preliminary assessment report on Uzboy Gold project and general corporate purposes	No variance except final amount of loan was US\$ 680,000
February 11, April 24	\$1,200,000 private placement	Repay various outstanding bridge financings, further funding of Saga Creek, preliminary assessment report on Uzboy Gold project and general corporate purposes	No variance except that final number of units changed from 3,000,000 to 3,113,427
May 7	\$900,000	Application made to TSX Venture Exchange to extend exercise date on 1,200,000 of warrants from July 31, 2003 to July 31, 2004	Approval has been received
August 11	\$1,000,000	Acquired all the issued and outstanding partnership units of Saga Creek Gold Company LLP and Goodwin Golems LLP in exchange for 4,000,000 common shares of the Corporation and the granting of a net smelter return which is based on the price of gold. Acquisition results in 100% ownership of the Uzboy mineral properties in Kazakhstan.	Waiting on re-registration of partnership units with the government of Kazakhstan and the issuance by the TSX Venture Exchange of a bulletin approving the transaction.
June 16, August 22	\$1,300,000	Proposed private placement of unsecured convertible debentures bearing interest at 10%, maturing in 2 years, convertible into common shares at \$0.60 per common share and callable if shares trade for 10 consecutive days at \$0.90 or greater. Originally announced at \$1,000,000 on June 16 but amount increased to \$1,300,000 on August 22. Purpose of financing is to fund the Saga Creek Gold project	Currently in progress

ITEM 6: LIQUIDITY AND SOLVENCY

At June 30, 2003 Alhambra had a working capital deficiency of \$48,331.

Management of Alhambra believes that the Company can meet its ongoing obligations as they become due however its ability to develop the Saga Creek gold prospect and bring it into production is dependent upon its ability to obtain additional sources of financing.