

AUDITORS' REPORT

To the Shareholders of
Guyanor Ressources S.A.

We have audited the consolidated balance sheets of Guyanor Ressources S.A. as of December 31, 2004 and 2003 and the consolidated statements of operations and deficit and statements of cash flows for the years then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in Canada. Those standards require that we plan and perform an audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2004 and 2003, and the results of its operations and its cash flows for the years then ended, in accordance with accounting principles generally accepted in Canada.

/s/ PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP
Chartered Accountants
Calgary, Alberta, Canada

April 25, 2005

GUYANOR RESSOURCES S.A.
CONSOLIDATED BALANCE SHEETS
(Stated in thousands of United States dollars)

	As of December 31,	
	2004	2003
ASSETS		
CURRENT ASSETS		
Cash and short-term investments	\$ 1	\$ 14
Accounts receivable (net of questionable accounts)	68	104
Due from Golden Star Resources Ltd. (Note 6)	497	-
Other current assets	2	5
Total Current Assets	568	123
PROPERTY, PLANT AND EQUIPMENT (Net of accumulated depreciation of \$1,979 and \$1,964 respectively)	18	33
Rosebel Royalty	13,553	-
Total Assets	\$ 14,139	\$ 156
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	\$ 654	\$ 212
Due to Golden Star Resources Ltd. (Note 6)	12,366	15,227
Total Current Liabilities	13,020	15,439
LONG-TERM LIABILITIES		
Due to Golden Star Resources Ltd. (Note 6)	1,186	-
SHAREHOLDERS' FUNDS		
SHARE CAPITAL (Note 7)	45,498	45,498
CONTRIBUTED SURPLUS	17,443	-
CONTRIBUTED SURPLUS – STOCK BASED COMPENSATION	11	-
RETAINED DEFICIT	(63,019)	(60,781)
Total Shareholders' Deficits	(67)	(15,283)
Total Liabilities and Shareholders' Funds	\$ 14,139	\$ 156

Going Concern (Note 1)

The accompanying notes are an integral part of these consolidated financial statements.

Approved by the Board:

By: /s/ James H. Dunnett
Directeur-Général

By: /s/ Allan J. Marter
As Designee for
Golden Star Resources Ltd.

GUYANOR RESSOURCES S.A.
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT
(Stated in thousands of United States dollars, except for share amounts)

	For the Years Ended December 31,	
	2004	2003
REVENUES		
Royalties, interest and other	\$ 97	\$ 102
EXPENSES		
General and administrative (Note 6)	1,296	1,449
Depreciation	15	13
Stock based compensation (Note 9)	11	-
Interest (Note 6)	824	945
Exploration	150	156
Foreign exchange loss	39	58
Total Expenses	2,335	2,621
NET LOSS	\$ (2,238)	\$ (2,519)
RETAINED DEFICIT – BEGINNING OF YEAR	(60,781)	(58,262)
RETAINED DEFICIT – END OF YEAR	\$(63,019)	\$(60,781)
NET LOSS PER SHARE - Basic (Note 11)	\$ (0.050)	\$ (0.056)
NET LOSS PER SHARE - Diluted (Note 11)	\$ (0.049)	\$ (0.056)
WEIGHTED AVERAGE SHARES OUTSTANDING (in millions of shares)	45.0	45.0

Going Concern (Note 1)

The accompanying notes are an integral part of these consolidated financial statements.

GUYANOR RESSOURCES S.A.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(Stated in thousands of United States dollars)

	For the Years Ended December 31,	
	2004	2003
OPERATING ACTIVITIES:		
Net loss	\$ (2,238)	\$ (2,519)
Reconciliation of net loss to net cash used in operations:		
Depreciation	15	13
Stock based compensation	11	-
Changes in operating working capital	481	(216)
Net cash used in operating activities	(1,731)	(2,722)
INVESTING ACTIVITIES:		
Purchase of Rosebel Royalty	(367)	-
Net cash used in investing activities	(367)	-
FINANCING ACTIVITIES:		
Increase in amount due from Golden Star	(497)	-
Decrease in amounts due to Golden Star	2,582	2,712
Net cash provided by financing activities	2,085	2,712
Decrease in cash	(13)	(10)
Cash and short-term investments – beginning of year	14	24
Cash and short-term investments - end of year	\$ 1	\$ 14

Going Concern (Note 1)

Summary of non-cash transactions:

Transaction:	2004	2003
Forgiveness of debt due Golden Star	\$ (17,443)	\$ -
Contributed surplus	17,443	-
Portion of Royalty Asset acquired by debt due to Golden Star	(13,186)	-
Debt due Golden Star	13,186	-

There were no cash payments for interest or taxes during 2003 and 2004.

The accompanying notes are an integral part of these consolidated financial statements.

GUYANOR RESSOURCES S.A.
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2003 AND 2002
(Stated in thousands of United States dollars)

1. Operations and Going Concern

Since the mid-1990s, the majority of our funding has been by loan from our major shareholder, Golden Star Resources Ltd. (“Golden Star”), which currently owns approximately 58.9% of our shares. During this period we were not able to develop significant internally generated sources of cash-flow.

We completed a financial restructuring during 2004 which waived our then existing debt to Golden Star. On December 31, 2004, we completed the acquisition of the Rosebel Royalty which will provide Guyanor with a continuing source of reliable cash-flow sufficient to provide for our ongoing corporate costs.

While an additional \$6.0 million is payable to Golden Star on June 30, 2005 in respect to the acquisition of the Rosebel Royalty, Golden Star has agreed to defer such payment in the event that we can not obtain funding for this liability. It is the intention of the Company to seek additional capital from debt and equity sources, but if we are not successful, we will retain the royalty with an undertaking to pay available funds to Golden Star until this payment is complete.

Accordingly, even if we are not successful in raising additional funds, the Company will be able to meet its obligations and commitments for the foreseeable future and will remain a going concern.

2. Formation

Guyanor was incorporated under the laws of France on April 20, 1993. The Company is a subsidiary of Golden Star, which owns approximately 52.7% of the Company’s outstanding common shares. We are publicly traded with our common shares listed on the Toronto Stock Exchange under the symbol “GRL.TO”. On October 30, 1996, our common shares became listed on the Nouveau Marché of the Bourse de Paris in France under the symbol “GOR”.

3. Description of Business

From the time Guyanor was established in 1993 until late in 2004, our business activities focused on exploration and, if warranted, development of precious metal deposits in French Guiana. In accordance with this business model we acquired the mineral rights to several exploration stage properties in French Guiana and conducted exploration related activities on these properties. Our exploration activities were funded through a combination of equity capital funds, joint venture partnership funds and loans from Golden Star.

In recent years, almost all our funding has come in the form of loans from Golden Star. Guyanor has undertaken a financial restructuring during 2004. Subsequent to the 2004 restructuring, on December 31, 2004, we successfully acquired the Rosebel Royalty from Golden Star and plan to seek additional acquisitions of this nature in the future.

Since 2000 there has been no material exploration work performed on our mineral properties. As a result, the majority of our cash costs in recent years, including 2004 and 2003 have related to

maintaining our corporate structure, our share listings in France and Canada and retaining title to our properties.

4. Summary of Significant Accounting Policies

These consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles. We have adopted the following accounting policies.

Basis of Consolidation

The consolidated financial statements include the accounts of Guyanor and its subsidiaries. All inter-company balances and transactions have been eliminated. The consolidated group includes at December 31, 2004:

Guyanor Ressources S.A.

- Société de Travaux Publics et de Mines Aurifères en Guyane sarl (“SOTRAPMAG”) 100%
- Guyanor Canada Inc. – 100%

Cash

Cash consists primarily of checking account balances.

Interest Costs

Interest costs are charged to expense as incurred.

Mineral Properties and Deferred Exploration

Acquisition, exploration and development costs of mineral properties are capitalized.

Management periodically reviews the carrying value of its investments in acquisition, deferred exploration and development costs. A decision to abandon, reduce or expand a specific project is based upon many factors including general and specific assessments of reserves and mineralized material, anticipated future mineral prices, the anticipated future costs of exploring, developing and operating a producing mine, the expiration term and ongoing expenses of maintaining leased mineral properties and the general likelihood that we will continue exploration. We do not set a pre-determined holding period for properties with unproven reserves; however, properties which have not demonstrated suitable metal concentrations at the conclusion of each phase of an exploration program are re-evaluated to determine if future exploration is warranted and if their carrying values are appropriate.

If a mineral property is abandoned or it is determined that its carrying value cannot be supported by future production or sale, the related costs are charged against operations in the year of abandonment or determination of value. Any costs incurred for a particular project afterward are expensed as incurred.

The accumulated costs of mineral properties are depleted on a units-of-production basis at such time as production commences.

Participation Right

The Gross Rosebel Participation Right acquired from Golden Star has been capitalized as the net present value of the future consideration to be paid to Golden Star, calculated at a discount rate equal to the marginal borrowing rate for the Company. In determining the payments to be made, the reserve and resource components of the Rosebel gold mine have been reviewed by a Qualified Person who has prepared the Company's report in terms of Canadian National Instrument 43-101. Based on this report, the calculation has utilized 100% of the Proven and Probable reserves, 67% of the Indicated resources and 33% of the Inferred resources.

Amortization and Depletion

In determining the Amortization and Depletion to be applied to the Participation Right during any financial period, the net book value of the asset will be amortized on a unit of production basis, having regard to the production at the Rosebel gold mine, payable in terms of the Participation right, and the resources and reserves used in computing the acquisition value.

Hedging Activities

We formally document all relationships between the hedging instruments and hedged items. This process includes linking all derivatives to specific assets and liabilities on the balance sheet or to specific firm commitments for forecasted transactions. Hedge effectiveness is assessed based on the degree to which the cash flows on the derivative contracts are expected to offset the cash flows of the underlying positions or transactions to be hedged. We formally assess, both at the hedge's inception, and on an ongoing basis, whether the derivatives used in hedging transactions are highly effective in offsetting changes in fair values or cash flows on hedged items.

Property Plant and Equipment

Fixed assets include building, machinery and equipment and are stated at cost. Depreciation is computed using the straight-line method at rates calculated to amortize the cost of the assets less their residual values over their estimated useful lives. The net book value of fixed assets at property locations are charged against income if the site is abandoned and it is determined that the assets cannot be economically transferred to another project or sold.

Foreign Currency Translation

As our functional currency is the United States dollar, monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange prevailing at the end of the period. Non-monetary assets and long term liabilities are translated at the rates of exchange prevailing when the assets were acquired or the liabilities assumed. Revenue and expense items are translated at the average rate of exchange during the year. Translation gains or losses are included in the determination of net income for the period. The accounts of subsidiaries are translated using the same method.

Net Loss per Share

Basic loss per share is calculated by dividing net loss available to common shareholders by the weighted average number of common shares outstanding during the period. The calculation of diluted loss per common share uses the treasury stock method to compute the dilutive effects of stock options.

Fair Value of Financial Instruments

Our financial instruments are comprised of cash, accounts receivable, accounts payable and accrued liabilities and amounts due to and from Golden Star. The fair value of cash, accounts receivable, accounts payable and accrued liabilities equals their carrying value due to the short-term nature of these items. The value of the long term amounts owed to Golden Star represents the present value of potential additional future payments for the royalty purchase, such payments being due upon ounces produced at the Rosebel mine in excess of the first 2.0 million ounces.

Stock-Based Compensation Plan

The Company has one stock-based compensation plan, which is described in Note 9. Prior to 2003 no compensation expense was recognized for these plans when stock or stock options were issued to employees. Any consideration paid by employees on exercise of stock options or purchase of stock is credited to share capital. If stock or stock options are repurchased from employees, the excess of the consideration paid over the carrying amount of the stock or stock option canceled is charged to retained earnings.

5. Rosebel Participation Right Acquisition

In December 2004, we purchased the Rosebel participation right from Golden Star for \$13.2 million and incurred an additional \$0.4 million of other acquisition costs. As a result of this purchase, as at December 31, 2004, we recorded a current liability for the Royalty of \$12.0 million and a long term liability of \$1.2 million, both payable to Golden Star. The Rosebel participation right originated in 2001 when Golden Star sold its share of the Rosebel ore deposit in Suriname to Cambior Inc., the participation right being a part of the purchase consideration paid by Cambior. The participation right applies to the first 7 million ounces of production from the Rosebel mine.

The Rosebel Royalty provides that Cambior Inc. will pay a quarterly payment equal to the product of (1) 10% of the amount by which the quarterly gold price exceeds a base gold price and (2) the gold production from the Rosebel mine. The base price is set at \$300 per ounce for gold produced from "soft and transitional" rock and at \$350 per ounce for gold from "hard" rock. Gold production is calculated after deducting a 2% royalty payable to the Government of Suriname.

The terms of the acquisition of the Rosebel Royalty from Golden Star, require the payment of \$12 million in 2 installments of \$6 million each, due at closing (paid in January 2005) and 6 months thereafter (June 2005). Additional payments will be made to Golden Star if cumulative production exceeds 2 million ounces. For production over 2 million ounces, up to 4 million ounces, the additional payment will be equal to the lesser of the amount received from Cambior and \$2.50 per ounce. For additional production up to the balance of the 7 million ounces, the additional payment will be equal to the lesser of the amount received from Cambior and \$5.00 per ounce.

6. Due to and from Golden Star Resources Ltd

The debt owed to Golden Star was restructured during 2004 resulting in the reclassification of most of the liability to contributed surplus by the end of 2004. Prior to the debt reclassification the amounts due to Golden Star consist of cash advances, amounts incurred on our behalf by Golden Star for purchases of goods and services, interest accrued on amounts due Golden Star and management fees charged to us by Golden Star between 1999 and 2004. Golden Star advanced

such amounts pursuant to the terms of the Restated and Amended Loan Agreement dated October 29, 2001. The loan agreement specified an interest rate at prime plus three percent and no fixed term.

Debt due to Golden Star totaled \$15.3 million at the end of 2003 and had risen to \$16.5 million by June 30, 2004 and to \$17.4 by mid-September 2004. This debt was waived in terms of the Guyanor Reconstruction Agreement and the amounts so forgiven were converted to equity as contributed surplus. It was agreed that \$16.0 million of the forgiven debt can be reinstated and repaid to Golden Star in the future but only to the extent of the potential \$16 million proceeds from Golden Star arising from the following transactions:

- Data Acquisition Agreement:
Providing for the sale of our Guiana Shield geologic data base to Golden Star for \$6.0 million, effected on September 21, 2004;
- Option Agreement:
Providing for Golden Star to earn-in to the Paul Isnard property; the initial payment of \$0.5 million has been made. Additional Option payments of \$1.0 million, together with completion of \$2 million of property expenditures, will permit Golden Star to earn a 50% joint venture interest.
- Joint Venture:
In terms of the Joint Venture, on completion of a feasibility study and payment of \$3.5 million, Golden Star may increase its interest to 70%.
- Purchase Option:
On making a production decision, Golden Star may purchase the remaining 30% interest to acquire 100%, by paying \$5 million.

Subsequent to implementation of the Guyanor Reorganization Agreement, a new payable was incurred of approximately \$0.2 million for miscellaneous operating items paid by Golden Star on Guyanor's behalf.

We also recorded a \$13.2 million payable due Golden Star at December 31, 2004 for the participation right purchase (see Note 5 above). This is recorded as to \$1.2 million long term liability and the balance of \$12.0 million as a current liability.

Golden Star has undertaken to continue to fund Guyanor operating expenses until April 2005 when we expect to receive the first royalty payment from Cambior. At that time we expect to pay Golden Star the transaction and related financing costs incurred in respect to the Rosebel Royalty acquisition, as well as the operating costs funded by Golden Star to that time.

On January 7, 2005, the Company paid Golden Star \$6 million of the purchase price of the Rosebel Royalty. A further \$6 million is payable as at June 30, 2005: to the extent that this is not paid at that time, interest will accrue at the rate of 1% per month.

In the fourth quarter of 2004, as specified in the restructuring agreement, Golden Star assumed responsibility for all current payables for any Guyanor costs not related directly to obtaining the Rosebel royalty or to obtaining the debt closed in January 2005. As a result at the end of 2004, we recorded a receivable from Golden Star for all non-debt and non-royalty related payables. The receivable will be reduced as Golden Star furnishes cash to pay these old items.

7. Share Capital

At December 31, 2004 we had 45,002,884 common shares with a par value of Euro 0.01 per share

Share Capital of the Company consists of the following issued and outstanding shares as of December 31, 2004 and 2003:

	<u>2004</u>	<u>2003</u>
Class A Common Shares (2003 - 22,500,000 shares)		
Par	\$ -	\$ 314
Premium	-	<u>8,648</u>
	<u>\$ -</u>	<u>\$ 8,962</u>
Class B Common Shares (2003 - 22,502,884 shares)		
Par	\$ -	\$ 293
Premium	-	<u>36,243</u>
	<u>\$ -</u>	<u>\$36,536</u>
Common Shares (2004 – 45,002,884 shares)		
Par	\$ 607	\$ -
Premium	<u>44,891</u>	-
	<u>\$45,498</u>	<u>\$ -</u>
Total Share Capital	<u>\$45,498</u>	<u>\$45,498</u>

Share capital at December 31, 2004 and 2003, is net of issue and offering costs of approximately \$2.8 million. Our Class A and Class B common shares were merged into a single class of common stock during 2004 which continue to trade on the Toronto Stock Exchange and the Nouveau Marché of the Paris Bourse.

8. Mineral Properties and Deferred Exploration

The mineral properties in which we have an interest (either directly or through our subsidiaries) consist of the Paul Isnard properties located in French Guiana. Our interests in the properties are held in the form of exploration permits, concessions, joint venture agreements and property purchase agreements. Exploration rights to our Paul Isnard property were optioned to Golden Star in an earn-in agreement over 100% of the 433 square kilometer property. The principal elements of the agreement are:

- Golden Star can earn a 50% interest in Paul Isnard by making three annual payments of \$0.5 million to us and by spending a total of at least \$2.0 million on exploration activities during the three year period ended September 8, 2007. The first of Golden Star's three \$0.5 million annual Paul Isnard earn-in payments was made in 2004.
- Golden Star can earn up to a 70% interest in the Paul Isnard property by delivering a feasibility study and paying an additional \$3.5 million to us within three years of the option agreement dated September 21, 2004.
- If Golden Star decides within five years of the September 8, 2004 date of the Option Agreement to proceed with development of the Paul Isnard property, it can purchase the remaining interest of Guyanor by making a payment of \$5 million and paying a net smelter return royalty

- The Net Smelter royalty applies to the first 2,000,000 ounces of Paul Isnard gold production. The royalty is set at nil if gold prices are below \$325 per ounce, 1% if gold prices are greater than \$325 per ounces but less than \$375 per ounce and 1.5% if gold prices equal or exceed \$425 per ounce.

Other than required minimal care and maintenance costs, there was no project spending during 2004. Property holding and maintenance costs were expensed as general and administrative costs or as exploration costs. There were no deferred acquisition, exploration and development costs capitalized as of December 31, 2004 or 2003.

There has been a significant amount of illegal mining in French Guiana including operations on our properties. It is impossible to determine the exact amount of gold removed by the illegal miners. Local legal authorities are continuing to address the situation. There have been reported incidences of violence, which have complicated the authorities' efforts.

9. Stock Based Compensation

Under the Guyanor Ressources S.A. Stock Option Plan (the "Plan"), we may grant options to our employees for up to 4,367,889 common shares. An option's term is ten years. The options may take the form of non-qualified stock options, the exercise price of each option shall not be less than:

- the equivalent of the Canadian dollar amount equal to the closing price of the shares on the Toronto Stock Exchange on the trading day immediately prior to the day the option is granted and
- 80% of the average closing price on the Nouveau Marché of the Bourse de Paris during the 20 consecutive trading days immediately preceding the date the option is granted.

Options under the Plan are granted from time to time at the discretion of the Company's Board of Directors and vest over periods ranging from immediately to three years.

During 2004 and 2003, no stock options were exercised. On December 31, 2004, the number of exercisable stock options was of 1,027,208. The following tables summarize information about stock options for the Plan:

	2004		2003	
	Options (000)	Exercise Price*	Options (000)	Exercise Price*
Outstanding at beginning of year	927	C\$ 1.53	1,517	C\$ 1.93
Granted	100	C\$ 0.28	-	-
Exercised	-	-	-	-
Forfeited	-	-	(590)	-
Outstanding at end of year	1,027	C\$ 1.41	927	C\$ 1.53
Options exercisable at year-end	1,027	C\$ 1.41	927	C\$ 1.53
Weighted-average fair value of options granted during the year		C\$ 0.13		n/a

*Weighted-Average Exercise Price

There were 100,000 new options granted during 2004 all of which vested immediately. There were nil options granted in 2003. The stock option expense recognized was \$11,000 and nil for the years 2004 and 2003, respectively. The fair value of the new grants was established with a Black Sholes model using Cdn\$0.28 strike price, a 50% expected volatility, a 3.63% risk-free interest rate, a five year expected option life and 0% dividend yield.

Range of Exercise Prices	Options Outstanding			Options Exercisable	
	Outstanding at Dec. 31, 2004 (000)	Weighted-Average Remaining Contractual Life (yrs)	Weighted-Average Exercise Price	Exercisable at Dec. 31, 2004 (000)	Weighted-Average Exercise Price
C\$0.22 to C\$1.64	604	6.8	C\$0.35	604	C\$0.35
C\$2.10 to C\$3.30	391	0.4	C\$2.41	391	C\$2.41
C\$9.20	32	1.9	C\$9.20	32	C\$9.20
	1,027	4.2	C\$1.39	1,027	C\$1.39

10. Commitments and Contingencies

Environmental Regulations

We are not aware of any events of non-compliance in the Company's operations with environmental laws and regulations. The exact nature of environmental control problems, if any, which we may encounter in the future, cannot be predicted, primarily because of the changing character of environmental requirements that may be enacted within foreign jurisdictions.

11. Losses per Common Share

The following table reconciles basic and diluted losses per common share:

	<u>2004</u>	<u>2003</u>
Net loss for the year (thousands)	\$(2,238)	\$(2,519)
(millions of common shares)		
Weighted average number of common shares	45.0	45.0
Dilutive securities:		
Options	<u>0.4</u>	<u>0.1</u>
Weighted average number of dilutive common shares	<u>45.4</u>	<u>45.1</u>
Basic loss per share	\$(0.050)	\$(0.056)
Diluted loss per share	\$(0.050)	\$(0.056)

12. Subsequent Events

In January 2005, we drew down \$6.0 million under a credit facility from a commercial bank and paid the funds to Golden Star as the first installment on the purchase price for the Rosebel Royalty, reducing the total amount owed to Golden Star for the participation right to \$7.2 million. This bank loan is repayable in nine equal principal payments of \$666,667 beginning July 29, 2005 and every three months thereafter. The interest rate is set at LIBOR plus 2.5%. Interest is fixed at 5.4% until July 2005 and is payable at the end that period.

In conjunction with the bank loan agreement, we entered into a cash-settled forward sales agreement in January 2005 with a financial institution which obligates us to sell 5,700 ounces of gold to the financial institution at the end of each three month period, beginning April 20, 2005 and every three months thereafter until July 20, 2007. When the average gold price for the prior three month period is less than \$421 per ounce, the financial institution will pay an amount to us calculated as the product of (i) the difference between the average gold price per ounce and \$421, and (ii) 5,700 ounces. If the prior three month average price exceeds \$421 per ounce we will pay the financial institution an amount calculated as the product of (i) the difference between the average gold price per ounce and \$421, and (ii) 5,700 ounces. The hedge is structured to offset the floating price nature of the Rosebel participation right by tying the participation right payments to a gold price of \$421 per ounce.

13. Income Tax

Rate reconciliation:

	2004	2003
Net loss	\$ 2,238	\$ 2,519
Statutory tax rate	33%	33%
Tax benefit at statutory rate	738	831
Valuation allowance on future tax assets	(738)	(831)
Income tax expense	\$ -0-	\$ -0-