

BLUE POWER ENERGY CORPORATION

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March 25, 2002



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Office of International Corporate Finance
Securities & Exchange Commission
Room 3094 (3-6)
450 - 5 Street, N.W.
Washington, D.C.
U.S.A. 20549

SUPPL

Attention: Office of Applications & Report Services

Dear Sirs:

Re: Exemption No. 82-2213

Please find a copy of the unaudited Interim Financial Statements for the nine months ended February 28th, 2002 for your public files.

If you have any questions in regard to the foregoing, please contact the undersigned.

Yours truly,

BLUE POWER ENERGY CORPORATION

Per: J. Allan Ringler

JAR/cd

Encl.

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BLUE POWER ENERGY CORPORATION

BALANCE SHEETS

(PREPARED BY MANAGEMENT)

	February 28, 2002 (Unaudited)	May 31, 2001 (Audited)
ASSETS		
Current		
Cash and term deposits	\$ 5,398	\$ 6,399
Accounts receivable	<u>920</u>	<u>984</u>
	6,318	7,383
Oil and gas interests and equipment	-	56,000
Security deposit	<u>9,800</u>	<u>9,800</u>
	<u>\$ 16,118</u>	<u>\$ 73,183</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Liabilities		
Current		
Accounts payable	\$ <u>10,166</u>	\$ <u>24,302</u>
Shareholders' Equity		
Capital Stock		
Authorized		
Unlimited number of non-participating, redeemable, voting		
Class B preference shares		
Unlimited number of Class C preference shares, issuable in series		
Unlimited number of common shares		
Issued		
3,828,123 Common shares	1,892,669	1,892,669
Deficit	<u>(1,886,717)</u>	<u>(1,843,788)</u>
	<u>5,952</u>	<u>48,881</u>
	<u>\$ 16,118</u>	<u>\$ 73,183</u>

BLUE POWER ENERGY CORPORATION

(PREPARED BY MANAGEMENT - UNAUDITED)

	Three Months Ended February 28,		Nine Months Ended February 28,	
	2002	2001	2002	2001
STATEMENTS OF OPERATIONS AND DEFICIT				
Expenses:				
Accounting and corporate services	\$ 3,500	\$ 4,200	\$ 11,900	\$ 12,600
Consulting	1,522	-	6,043	7,262
Shareholder relations	1,596	3,656	3,992	21,050
Legal and audit fees	-	1,850	450	8,935
Management fees	6,000	6,000	18,000	18,000
Directors' fees	-	-	-	3,450
Miscellaneous	532	1,623	4,111	4,227
	<u>13,150</u>	<u>17,329</u>	<u>44,496</u>	<u>75,524</u>
Less: Gain on sale of assets	-	-	(1,567)	-
Interest income	-	(51)	-	(822)
Net loss for the period	(13,150)	(17,278)	(42,929)	(74,702)
DEFICIT, beginning of period	<u>(1,873,567)</u>	<u>(1,810,523)</u>	<u>(1,843,788)</u>	<u>(1,753,099)</u>
DEFICIT, end of period	\$ <u>(1,886,717)</u>	\$ <u>(1,827,801)</u>	\$ <u>(1,886,717)</u>	\$ <u>(1,827,801)</u>

Loss per share (Note 4)	\$ (0.003)	\$ (0.005)	\$ (0.011)	\$ (0.020)
Weighted average common shares outstanding	3,828,123	3,828,123	3,828,123	3,828,123

STATEMENTS OF CASH FLOWS

	Three Months Ended February 28,		Nine Months Ended February 28,	
	2002	2001	2002	2001
CASH (USED IN) PROVIDED BY				
OPERATING ACTIVITIES				
Net loss for the period	\$ (13,150)	\$ (17,278)	\$ (42,929)	\$ (74,702)
Adjustment for:				
Gain on sale of assets	-	-	(1,567)	-
Changes in non-cash working capital relating:				
Accounts receivable	972	1,349	64	(432)
Accounts payable	(592)	(2,493)	(14,136)	(36,283)
	<u>(12,770)</u>	<u>(18,422)</u>	<u>(58,568)</u>	<u>(111,417)</u>
INVESTING ACTIVITIES				
Proceeds from sale of assets	-	-	57,567	-
CHANGE IN CASH	(12,770)	(18,422)	(1,001)	(111,417)
CASH AND TERM DEPOSITS, beginning of period	<u>18,168</u>	<u>20,089</u>	<u>6,399</u>	<u>113,084</u>
CASH AND TERM DEPOSITS, end of period	\$ <u>5,398</u>	\$ <u>1,667</u>	\$ <u>5,398</u>	\$ <u>1,667</u>

BLUE POWER ENERGY CORPORATION
NOTES TO FINANCIAL STATEMENTS
(PREPARED BY MANAGEMENT - UNAUDITED)
NINE MONTHS ENDED FEBRUARY 28, 2002

1. ACCOUNTING POLICIES

The management of Blue Power Energy Corporation (the "Company") have prepared these unaudited financial statements for the nine months ended February 28, 2002 in accordance with generally accepted accounting principles in Canada. These financial statements follow the same methods and policies used in the audited financial statements for the year ended May 31, 2001.

The disclosure in these interim financial statements may not conform in all respects to Canadian generally accepted accounting principles for annual financial statements.

In the opinion of management, all adjustments considered necessary for fair presentation have been included in these financial statements. Operating results for the nine months ended February 28, 2002 are not indicative of the results that may be expected for the full year ending May 31, 2002.

2. INCOME TAXES

The estimated taxable income for the period is nil. Based upon the level of historical taxable income it cannot be reasonably estimated at this time if it is more likely than not that the Company will realize the benefits from future income tax assets or the amounts owing from future income tax liabilities. Consequently, the future recovery or loss arising from differences in tax values and accounting values have been reduced by an equivalent estimated taxable temporary difference valuation allowance. The estimated taxable temporary valuation allowance will be adjusted in the period that it is determined that it is more likely than not that some portion or all of the future tax assets or future tax liabilities will be realized.

For further information on the Company's actual losses for tax purposes, refer to the May 31, 2001 audited financial statements. The estimated loss for the period ended has not been recognized in these financial statements.

3. STOCK OPTIONS

As at February 28, 2002 options were outstanding to officers and directors to purchase up to 382,812 common shares at \$0.35 per share until March 31, 2002.

4. LOSS PER SHARE

The loss per share is calculated using the weighted average number of common shares outstanding during the period. Fully diluted loss per share, which reflects the maximum possible dilution from the potential exercise of stock options, is anti-dilutive for both periods presented.

5. SEGMENTED INFORMATION

The Company has no reporting operating segment. Amounts disclosed in the financial statements relate to administrative activities only.

BLUE POWER ENERGY CORPORATION
SUPPLEMENT TO FINANCIAL STATEMENTS
(PREPARED BY MANAGEMENT - UNAUDITED)
NINE MONTHS ENDED FEBRUARY 28, 2002

At the date of filing these interim financial statements on Sedar, there were 3,828,123 common shares outstanding. This information complies with National Instrument 62-102 - Disclosure of Outstanding Share Data.