QUARTERLY AND YEAR END REPORT

British Columbia Securities Commission

BC FORM 51-901F (previously Form 61)

Freedom of Information and Protection of Privacy Act: The personal information requested on this form is collected under the authority of and used for the purpose of administering the *Securities Act*. Questions about the collection or use of this information can be directed to the Supervisor, Financial Reporting (604-899-6729), PO Box 10142, Pacific Centre, 701 West Georgia Street, Vancouver BC V7Y 1L2 Toll Free in British Columbia 1-800-373-6393.

INSTRUCTIONS

This report must be filed by Exchange Issuers within 60 days of the end of their first, second and third fiscal quarters and within 140 days of their year end. *"Exchange Issuer"* means an issuer whose securities are listed and posted for trading on the Canadian Venture Exchange and are not listed and posted on any other exchange or quoted on a trading or quotation system in Canada. Three schedules must be attached to this report as follows:

SCHEDULE A: FINANCIAL STATEMENTS

Financial statements prepared in accordance with generally accepted accounting principles are required as follows:

For the first, second and third financial quarters:

Interim financial statements prepared in accordance with section 1751 of the CICA Handbook, including the following: balance sheet, income statement, statement of retained earnings, cash flow statement, and notes to the financial statements.

The periods required to be presented, consistent with CICA Handbook section 1751, are as follows:

- a balance sheet as of the end of the current interim period and a comparative balance sheet as of the end of the immediately preceding fiscal year;
- a statement of retained earnings cumulatively for the current fiscal year-to-date, with a comparative statement for the comparable year-to-date period of the immediately preceding fiscal year; and
- income statements and cash flow statements for the current interim period and cumulatively for the current fiscal year-to-date, with comparative statements for the comparable interim periods (current and year-to-date) of the immediately preceding fiscal year.

For the financial year end:

Annual audited financial statements prepared on a comparative basis.

Exchange Issuers with a fiscal year of less than or greater than 12 months should refer to National Policy No. 51 *Changes in the Ending Date of a Financial Year and in Reporting Status* for guidance.

Issuers in the development stage are directed to the guidance provided in CICA Accounting Guideline AcG-11 *Enterprises in the Development Stage* that states "enterprises in the development stage are encouraged to disclose in the income statement and in the cash flow statement cumulative balances from the inception of the development stage.

Issuers that have been involved in a reverse take-over should refer to the guidance found in BCIN #52-701 (previously NIN #91/21) with respect to such transactions including the requirement for disclosure of supplementary information regarding the legal parent's prior financial operations.

SCHEDULE B: SUPPLEMENTARY INFORMATION

The supplementary information set out below must be provided when not included in Schedule A.

1. *Analysis of expenses and deferred costs*
   Provide a breakdown of amounts presented in the financial statements for the following: deferred or expensed exploration, expensed research, deferred or expensed development, cost of sales, marketing expenses, general and administrative expenses, and any other material expenses reported in the income statement and any other material deferred costs presented in the balance sheet.

   The breakdown should separately present, at a minimum, each component that comprises 20% or more of the total amount for a material classification presented on the face of the financial statements. All other components of a material classification may be grouped together under the heading "miscellaneous" or "other" in the cost breakdown; the total for "miscellaneous" should not exceed 30% of the total for a material classification.

   Breakdowns are required for the year-to-date period only. Breakdowns are not required for comparative periods.

   Issuers in the development stage are reminded that Section 3(9)(b) of the BC Securities Commission's Rules requires a schedule or note to the financial statements containing an analysis of each of exploration, research, development and the administration costs, whether expensed or deferred and if the issuer is a natural resource issuer, that analysis for each material property. Because the analysis required by Rule 3(9)(b) must be included in the financial statements, the information does not have to be repeated in Schedule B. Consistent with CICA Accounting Guidelines AcG-11, staff considers an issuer to be in the development stage when it is devoting substantially all of its efforts to establishing a new business and planned principal operations have not commenced. Further, in staff's view, the lack of significant revenues for the past two years normally indicates that an issuer is in the development stage.

2. *Related party transactions*
   Provide disclosure of all related party transactions as specified in Section 3840 of the CICA Handbook.

3. *Summary of securities issued and options granted during the period*
   Provide the following information for the year-to-date period:
   (a) summary of securities issued during the period, including date of issue, type of security (common shares, convertible debentures, etc.), type of issue (private placement, public offering, exercise of warrants, etc.), number, price, total proceeds, type of consideration (cash, property, etc.) and commission paid, and
   (b) summary of options granted during the period, including date, number, name of optionee for those options granted to insiders, generic description of other optionees (e.g. "employees"), exercise price and expiry date.

4. *Summary of securities as at the end of the reporting period*
   Provide the following information as at the end of the reporting period:
   (a) description of authorized share capital including number of shares for each class, dividend rates on preferred shares and whether or not cumulative, redemption and conversion provisions,
   (b) number and recorded value for shares issued and outstanding,
   (c) description of options, warrants and convertible securities outstanding, including number or amount, exercise or conversion price and expiry date, and any recorded value, and
   (d) number of shares in each class of shares subject to escrow or pooling agreements.

5. *List the names of the directors and officers as at the date this report is signed and filed.*

SCHEDULE C: MANAGEMENT DISCUSSION AND ANALYSIS

1. *General Instructions*
   - (a) Management discussion and analysis provides management with the opportunity to discuss an issuer's business, current financial results, position and future prospects.
   - (b) Focus the discussion on material information, including liquidity, capital resources, known trends, commitments, events, risks or uncertainties, that is reasonably expected to have a material effect on the issuer.
   - (c) For an issuer with active ongoing operations the discussion should be substantive (e.g. generally two to four pages in length); for an issuer with limited operations the discussion may not be as extensive (e.g. one page).
   - (d) The discussion must be factual, balanced and non-promotional.
   - (e) Where the discussion relates to a mineral project, as defined in National Instrument 43-101 "Standards of Disclosure for Mineral Projects", the disclosure must comply with NI 43-101.
2. *Description of Business*
   Provide a brief description of the issuer's business. Where an issuer is inactive and has no business, disclose these facts together with a description of any plans to reactive and the business the issuer intends to pursue.
3. *Discussion of Operations and Financial Condition*
   Provide a meaningful discussion and analysis of the issuer's operations for the current year-to-date period presented in the financial statements. Discuss the issuer's financial condition as at the date of the most recent balance sheet presented in the financial statements.

   The following is a list of items that should be addressed in management's discussion and analysis of the issuer's operations and financial condition. This is not intended to be an exhaustive list of the relevant items.
   - (a) expenditures included in the analysis of expenses and deferred costs required under Securities Rule 3(9)(b) and Schedule B;
   - (b) acquisition or abandonment of resource properties material to the issuer including material terms of any acquisition or disposition;
   - (c) acquisition or disposition of other material capital assets including material terms of the acquisition, or disposition;
   - (d) material write-off or write-down of assets;
   - (e) transactions with related parties, disclosed in Schedule B or the notes to the financial statements;
   - (f) material contracts or commitments;
   - (g) material variances between the issuer's financial results and information previously disclosed by the issuer, (for example if the issuer does not achieve revenue and profit estimates previously released, discuss this fact and the reasons for the variance);
   - (h) material terms of any existing third party investor relations arrangements or contracts including:
     - i. the name of the person;
     - ii. the amount paid during the reporting period; and
     - iii. the services provided during the reporting period;
   - (i) legal proceedings;
   - (j) contingent liabilities;
   - (k) default under debt or other contractual obligations;
   - (l) a breach of corporate, securities or other laws, or of an issuer's listing agreement with the Canadian Venture Exchange including the nature of the breach, potential ramifications and what is being done to remedy it.
   - (m) regulatory approval requirements for a significant transaction including whether the issuer has obtained the required approval or has applied for the approval;
   - (n) management changes; or
   - (o) special resolutions passed by shareholders.
4. *Subsequent Events*
   Discuss any significant events and transactions that occurred during the time from the date of the financial statements up to the date that this report is certified by the issuer.
5. *Financings, Principal Purposes and Milestones*
   - (a) In a tabular format, compare any previously disclosed principal purposes from a financing to actual expenditures made during the reporting period.
   - (b) Explain any material variances and the impact, if any, on the issuer's ability to achieve previously disclosed objectives and milestones.
6. *Liquidity and Solvency*
   Discuss the issuer's working capital position and its ability to meet its ongoing obligations as they become due.

How to File Under National Instrument 13-101 – System for Electronic Document Analysis and Retrieval (SEDAR)
BC Form 51-901F Quarterly and Year End Reports are filed under Category of Filing: Continuous Disclosure and Filing Type: Interim Financial Statements or Annual Financial Statements. Schedule A (Financial Statements) is filed under Document Type: Interim Financial Statements or Annual Financial Statements. Schedule B (Supplementary Information) and Schedule C (Management Discussion) are filed under Document Type: BC Form 51-901F (previously Document Type Form 61(BC)).

Meeting the Form Requirements
BC Form 51-901F consists of three parts: Instructions to schedules A, B and C, issuer details and a certificate. To comply with National Instrument 13-101 it is not necessary to reproduce the instructions that are set out in BC Form 51-901F. A cover page to the schedules titled BC Form 51-901F that includes the issuer details and certificate is all that is required to meet the BC Form 51-901F requirements. The form of certificate should be amended so as to refer to one or two of the three schedules required to complete the report.

ISSUER DETAILS

NAME OF ISSUER	FOR QUARTER ENDED	DATE OF REPORT YY/MM/DD
HUDSON RESOURCES INC.	DEC 31, 2003	04/02/24

ISSUER ADDRESS
Suite 1300 – 885 West Georgia Street

CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO.
Vancouver	BC	V6C 3E8	(604) 688-3452	(604) 688-3415

CONTACT NAME	CONTACT POSITION	CONTACT TELEPHONE NO.
James R. Tuer	President & Director	(604) 688-3415

CONTACT EMAIL ADDRESS	WEB SITE ADDRESS
tuer@hudsonresources.ca	www.hudsonresources.ca

CERTIFICATE

The three schedules required to complete this Report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of this Report will be provided to any shareholder who requests it.

DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
➢ *JAMES R. TUER*	James Tuer	04/02/24
➢ *ROBERT F. CHASE*	Robert F. Chase	04/02/24

HUDSON RESOURCES INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2003

(Unaudited – Prepared By Management)

Hudson Resources Inc.
BALANCE SHEETS

	December 31, 2003	March 31, 2003
ASSETS		
Current		
Cash and term deposits	$ 382,686	$ 391,801
Accrued interest and account receivable	1,135	8,756
Goods and services tax receivable	8,024	9,833
Prepaid expenses	-	1,859
	391,845	412,249
Mineral Properties (note 3)	214,691	71,864
Total Assets	$ 606,536	$ 484,113
LIABILITIES		
Current		
Accounts payable and accrued liabilities	$ 30,867	$ 18,452
SHAREHOLDERS' EQUITY		
Share Capital (note 4)	841,956	610,689
Deficit	(266,287)	(145,028)
	575,669	465,661
	$ 606,536	$ 484,113

Approved by the Board of Directors

"JAMES TUER"
James Tuer, Director

"ROBERT F. CHASE"
Robert F. Chase, Director

SEE ACCOMPANYING NOTES

Hudson Resources Inc.
STATEMENTS OF LOSS AND DEFICIT

	Three Months Ended December 31, 2003	Three Months Ended December 31, 2002	Nine Months Ended December 31, 2003	Nine Months Ended December 31, 2002
Administrative Expenses				
Accounting and legal fees	$ -	$ 18,529	$ 3,358	$ 65,011
Bank	-	20	264	75
Filing fees	-	467	2,394	9,682
Management fees	15,000	15,000	45,000	15,000
Office	1,330	2,960	5,840	8,700
Rent	2,653	3,626	10,556	9,307
Shareholder communication	11,073	-	20,762	-
Telephone	947	890	2,664	2,042
Travel & entertainment	-	-	777	29
Trust company	1,282	1,472	3,906	3,326
Loss before other items	(32,285)	(42,964)	(95,521)	(113,172)
Other items:				
Write-off deferred exploration costs	(2,384)	-	(2,384)	-
Write-off deferred mineral property	(28,118)	-	(28,118)	-
Interest income	1,152	1,905	4,764	7,116
	(29,350)	1,905	(25,738)	7,116
Net income for the period	(61,635)	(41,059)	(121,259)	(106,056)
Retained Earnings, beginning of the period	(204,652)	(81,019)	(145,028)	(16,022)
Retained Earnings, end of the period	$ (266,287)	$ (122,078)	$ (266,287)	$ (122,078)
Earnings per share	$ (0.01)	$ (0.01)	$ (0.02)	$ (0.03)

SEE ACCOMPANYING NOTES

Hudson Resources Inc.
STATEMENTS OF CASH FLOWS

	Three Months Ended December 31, 2003	Three Months Ended December 31, 2002	Nine Months Ended December 31, 2003	Nine Months Ended December 31, 2002
Operating Activities				
Net Income for the period	$(61,635)	$(41,059)	$(121,259)	$(106,056)
Add item not involving cash:				
Write-off of mineral properties	28,118	-	28,118	-
Write-off of deferred exploration costs	2,384	-	2,384	-
	(31,133)	(41,059)	(90,757)	(106,056)
Changes in non-cash working capital items related to operations:				
Accrued interest and account receivable	1,722	(6,501)	7,621	(5,347)
Goods and services tax receivable	566	-	1,809	-
Accounts payable and accrued liabilities	(42,855)	1,620	12,415	2,221
Prepaid Expense	-	829	1,859	814
	(71,700)	(45,111)	(67,053)	(108,368)
Investing Activities				
Deferred Exploration Expenses	(25,900)	-	(166,346)	(11,820)
Property acquisition costs	-	(28,119)	(6,983)	(33,465)
	(25,900)	(28,119)	(173,329)	(45,285)
Financing Activities				
Issuance of Common Shares	231,267	200,950	231,267	200,950
Increase in cash during the period	133,667	127,720	(9,115)	47,297
Cash and term deposits, beginning of the period	249,019	304,672	391,801	385,095
Cash and term deposits, end of the period	$ 382,686	$ 432,392	$ 382,686	$ 432,392

SEE ACCOMPANYING NOTES

Note 1 Nature and Continuance of Operations

The Company was incorporated on March 7, 2000 under the Company Act of the Province of British Columbia as eVolution networking corp. and changed its name on September 25, 2000 to Tekwerks Solutions Inc. and on December 6, 2002 to Hudson Resources Inc. The Company was classified as a Capital Pool Company as defined in the TSX Venture Exchange ("Exchange") Policy 2.4. The common shares of the Company began trading on the Exchange on February 7, 2001.

On December 6, 2002 the Exchange accepted the Company's qualifying transaction and it is no longer considered a Capital Pool Company. As a result of the qualifying transaction, the Company now is in the business of acquiring, exploring and evaluating mineral resource properties, and either joint venturing or developing these properties further or disposing of them when the evaluation is completed. At December 31, 2003, the Company was in the development stage and had interests in properties located in Greenland.

The recoverability of amounts shown for resource properties is dependent upon the discovery of economically recoverable reserves, continuation of the Company's interest in the underlying mineral claims, the ability of the Company to obtain financing to complete their development, and future profitable production or disposition thereof.

These financial statements have been prepared using Canadian generally accepted accounting principles applicable for a going concern which assumes that the Company will realize its assets and discharge its liabilities in the ordinary course of business. The Company is in the development stage, has not yet generated revenues and has accumulated losses of $266,287 since its commencement. Its ability to continue as a going concern is dependent upon the ability of the Company to obtain the necessary financing to meet its obligations and pay its liabilities arising from normal business operations when they come due.

Note 2 Significant Accounting Policies

Management has prepared the financial statements of the Company in accordance with generally accepted accounting principles in Canada. The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results may differ from these estimates.

These financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

(a) Financial Instruments

The carrying value of the Company's financial instruments, consisting of cash and term deposits, accrued interest and accounts receivable and accounts payable and accrued liabilities approximate their fair value due to the short-term maturity of such instruments. Unless otherwise noted, it is management's opinion that the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments.

(b) Loss Per Share

Basic earnings per share are computed by dividing the loss for the year by the weighted average number of common shares outstanding during the year. Diluted earnings per share reflect the potential dilution that could occur if potentially dilutive securities were exercised or converted to common stock. The dilutive effect of options and warrants and their equivalent is computed by application of the treasury stock method and the effect of convertible securities by the "if converted" method. Fully diluted amounts are not presented when the effect of the computations are anti-dilutive due to the losses incurred. Accordingly, there is no difference in the amounts presented for basic and diluted loss per share.

(c) Stock-based Compensation

The Company has a stock-based compensation plan as disclosed in Note 4, whereby stock options are granted in accordance with the policies of regulatory authorities. The Company applies the "settlement method" of accounting for stock-based compensation awards. No compensation expense is recognized for those options when issued to employees and directors. Any consideration paid by employees and directors upon exercise of stock options is credited to share capital.

Effective for fiscal years beginning on or after January 1, 2002, public companies are required to adopt the new recommendations of the Canadian Institute of Chartered Accountants regarding accounting for stock-based compensation. These new requirements require that all stock based payments to non-employees and direct awards of stock to employees be accounted for using a fair value based method of accounting. However, the new standard permits the Company to continue its existing policy of not recording compensation cost on the grant of stock options to employees with the addition of pro forma information. The Company has elected to apply the pro forma disclosure provisions of the new standard to awards granted on or after April 1, 2002.

(d) Resource Properties

The Company defers the cost of acquiring, maintaining its interest, exploring and developing mineral properties until such time as the properties are placed into production, abandoned, sold or considered to be impaired in value. Costs of producing properties will be amortized on a unit of production basis and costs of abandoned properties are written-off. Proceeds received on the sale of interests in mineral properties are credited to the carrying value of the mineral properties, with any excess included in operations. Write-downs due to impairment in value are charged to operations.

The Company is in the process of exploring and developing its mineral properties and has not yet determined the amount of reserves available. Management reviews the carrying value of mineral properties on a periodic basis and will recognize impairment in value based upon current exploration results, the prospect of further work being carried out by the Company, the assessment of future probability of profitable revenues from the property or from the sale of the property. Amounts shown for properties represent costs incurred net of write-downs and recoveries, and are not intended to represent present or future values.

(e) Income Taxes

The Company accounts for income taxes by the asset and liability method. Under this method, current income taxes are recognized for the estimated income taxes payable for the current period. Future income tax assets and liabilities are recognized for temporary differences between the tax and accounting basis of assets and liabilities as well as for the benefit of losses available to be carried forward to future years for tax purposes that are likely to be realized.

(f) Foreign Currency Translation

Monetary items denominated in a foreign currency are translated into Canadian dollars at exchange rates prevailing at the balance sheet date and non-monetary items are translated at exchange rates prevailing when the assets were acquired or obligations incurred. Foreign currency denominated revenue and expense items are translated at exchange rates prevailing at the transaction date. Gains or losses arising from the translations are included in operations.

Note 3 Mineral Properties – Note 5

Resource Properties	March 31, 2003 (Audited)	Additions	Deletions	December 31, 2003 (Unaudited)	December 31, 2002
Greenland					
Naajat & Nalussivik					
Acquisition costs	6,298	6,983	-	13,281	6,298
Deferred exploration expenditures					
Assay & Analysis	-	44,917	-	44,917	
Consulting	7,300	11,857	-	19,157	6,800
Data processing	8,500	24,422	-	32,922	-
Geophysical data	21,648	3,073	-	24,721	5,020
Helicopter	-	52,461	-	52,461	-
Supplies & Sundry	-	1,122	-	1,122	
Travel	-	26,110	-	26,110	-
	37,448	163,962	-	201,410	11,820
	43,746	170,945	-	214,691	18,118
Australia					
Acquisition costs	28,118	-	(28,118)	-	28,118
Deferred exploration expenditures					
Consulting	-	2,384	(2,384)	-	-
	-	2,384	(2,384)	-	-
	28,118	2,384	(30,502)	-	28,118
Total resource property costs	71,864	173,329	(30,502)	214,691	46,236

Naajat mineral claim, Greenland

On July 15, 2002, the Company's application for the Naajat mineral claim (EL 2002/06) comprising 851 square kilometres in Western Greenland was approved by the Greenland mining authorities. In December, 2003, the Company reduced the area to 325 sq. km., based on the results of the 2003 exploration program and reduced exploration commitments for 2003. Hudson believes that it has met all of the exploration expenditures for 2003. Work expenditures are approved each April by the Bureau of Minerals and Petroleum ("BMP") for Greenland based on Company submissions due April 1 of each year. Work commitments for calendar 2004 are approximately $400,000. Expenditures in excess of this amount can be carried forward to future years. This amount can be reduced or eliminated by reducing or dropping the licence by December 31, 2004.

Nalussivik mineral claim, Greenland

On May 1, 2003, the Company's application for the Nalussivik mineral claim (EL 2003/04) comprising 208 square kilometres in Western Greenland was approved by the Greenland mining authorities. The Company was required to incur net exploration expenses of $55,350 (260,157 DKK) in 2003 in order to maintain ownership of the Nalussivik claim. The company, which defers some of the expenditures and expenses others, believes it has met this requirement. Work commitments for calendar 2004 are approximately $70,000. Expenditures in excess of this amount can be carried forward to future years. This amount can be reduced or eliminated by reducing or dropping the licence by December 31, 2004.

New Millennium Resources NL Joint Venture, Greenland

On June 20, 2003, the Company entered into an agreement with the Perth, Australia based company, New Millennium Resources NL, to acquire an 80 per cent interest of the diamond mineral rights (including all other minerals except for tantalum and niobium) on the Saraftoq exploration license on property located in West Greenland. This property is contiguous to the southeast margin of the Company's Nalussivik exploration license. In order to earn its interest, the Company must make minimum annual exploration expenditures in Australian dollars as follows:

	Canadian equivalent (exchange $0.9775)	Australian Dollars
2003	$ NIL	$ NIL
2004	97,750	100,000
2005	146,625	150,000
2006	244,375	250,000
2007	488,750	500,000
	$ 977,500	$ 1,000,000

Herbert Vale, Australia

On December 17, 2002, the Company entered into an agreement with Tracker Resources NL, a wholly-owned subsidiary of McArthur Diamonds Inc., a company with a director in common. The Company can earn a 50% interest in a base metal/silver prospect in Queensland, Australia. As consideration the Company was required to make the following year one expenditures:

a) cash payment of $28,118 (AUD$31,722) (paid);
b) work expenditures of $88,663 (AUD$100,000);

In December 2003, Hudson decided to drop the option to earn an interest in this venture based on the higher potential of the Greenland properties and the limited resources of the Company. Consequently, the property costs were written off.

Note 4 Share Capital

a) Authorized:

100,000,000 common shares without par value

b) Issued:

	Number	$
Balance as at March 31, 2002	3,883,334	409,739
For cash		
– pursuant to a private placement – at $0.15	1,339,669	200,950
Balance as at March 31, 2002	5,223,003	610,689
For cash		
– pursuant to the exercise of warrants – at $0.20	1,156,334	231,267
Balance as at December 31, 2003	6,379,337	841,956

Subsequent to the period end, the Company issued units by way of a brokered private placement resulting in 1,350,000 common shares being issued at $0.225 per share for total proceeds of $303,750.

c) Escrow Shares:

At December 31, 2003, the Company has 800,000 (2002: 1,200,000) common shares held in escrow by the Company's transfer agent. The remaining escrow shares will be released in amounts of 200,000 common shares semi-annually on June 6 and December 6 of each year.

d) Commitments:

Stock-based Compensation Plan:

The Company has granted directors, officers and consultants common share purchase options. These options are granted with an exercise price equal to the market price of the Company's stock on the date of the grant.

A summary of the status of the stock option plan as of December 31, 2003 and March 31, 2003 and the changes during the periods ending on those dates is presented below:

	Period ended December 31, 2003		Year ended March 31, 2003	
	Shares	Weighted Average Exercise Price	Shares	Weighted Average Exercise Price
Options outstanding and				

exercisable, beginning	646,833	$0.15	388,333	$0.15
Cancelled	-		(116,500)	($0.15)
Granted	150,000	$0.20	375,000	$0.15
Options outstanding and exercisable, ending	796,833	$0.16	646,833	$0.15

As at December 31, 2003, there are 796,833 share purchase options outstanding entitling the holders thereof the right to purchase one common share for each option held as follows:

Number	Price	Expiry
271,833	$0.15	February 7, 2006
375,000	$0.15	January 8, 2008
150,000	$0.20	December 5, 2008
796,833		

Share Purchase Warrants:

As at December 31, 2003, there are no share purchase warrants outstanding. Subsequent to the period end, the Company issued units resulting in 1,350,000 share purchase warrants being issued with an exercise price of $0.30 per share. These warrants will remain outstanding for a period of one year from the date of the issue closing.

Note 5 Related Party Transactions

During the periods ended December 31, 2003 and 2002, the Company had the following transactions with directors of the Company or companies with common directors:

	2003	2002
Management fees	$ 15,000	$ 15,000

SCHEDULE B: SUPPLEMENTARY INFORMATION

1. **Analysis of expenses and deferred costs, year to date:**

   During the period, the major expenditures for the quarter were due to rent, telephone, legal, accounting, filing fees and exploration expenses in conjunction with the Company's Greenland work program. Please refer to the attached financial statements for a breakdown of administrative expenses, as well as, Note 3 which breaks down the deferred exploration expenses.

2. **Related party transactions, year to date:**

   - See Note 5 to the financial statements attached.

3. **Summary of securities issued and options granted during the period:**

   Securities Issued:

Issue Date	Type of Issue	Quantity	Price	Total Proceeds	Type of Consideration
December, 2003	Exercise of Warrants	1,156,334	$0.20	231,267	Cash

   Options Granted:

Optionee	Number of Shares	Grant Date	Exercise Price	Expiration Date
Jim Simpson	100,000	December 5, 2003	$0.20	December 5, 2008
John Anderson	50,000	December 5, 2003	$0.20	December 5, 2008

4. **Summary of securities as at the end of the reporting period:**

   Authorized Capital: 100,000,000 common shares

   Number and Recorded Value for Shares Issued and Outstanding:
   6,379,337 common shares at a recorded value of $841,956

   Outstanding Options:
   796,833 - See Note 4 in the Financial Statements.

   Outstanding Warrants:
   Nil - See Note 4 in the Financial Statements.

   Shares in Escrow or Pooling Agreements:
   800,000 common shares are held in escrow in accordance with the policies of the TSX Venture Exchange. See Note 4 in the Financial Statements.

5. **<u>List of Directors</u>**

James R. Tuer	John Hick	Robert F. Chase	John Ferguson
Vancouver, B.C.	*Toronto, ON*	*West Vancouver, B.C.*	*Carwoola, NSW*

   <u>List of Officers</u>

James R. Tuer	Gia-Van Tran,
President, CEO, CFO	Secretary
Vancouver, B.C.	*Vancouver, B.C.*

SCHEDULE C: MANAGEMENT DISCUSSION AND ANALYSIS

Description of Business

The Company is a Tier 2 Junior Resource company focused on diamond exploration. The Company's primary asset is its interest in over 1,300 sq. km. of highly prospective ground in West Greenland.

Discussion of Operations and Financial Condition

During the period ended December 31, 2003, the Company completed and reviewed its summer exploration program in Greenland, as well as, began planning for future work to be conducted in 2004. The Company received and released diamond results from kimberlite collected during the 2003 field season. These results were discussed in the previous filing for the period ending September 30, 2003.

In December, the company reduced the size of the Naajat Exploration Licence from 851 sq km to 325 sq km. The purpose of the reduction was to minimize exploration commitments and to eliminate ground which the Company believed to be of no exploration value based on its observations during the summer field program. As well, the company has a pending application with the Bureau of Mines and Petroleum for Greenland to add an additional 25 sq km onto the Nalussivik Exploration Licence.

Also in December, the Company dropped its option on the Herbert Vale property in Queensland, Australia and wrote off deferred costs related to the project. The decision was made as a result of steeply increased airborne survey costs which rendered the project too high risk in relation to the Company's Greenland project and its limited capital resources.

Subsequent to the end of the period, the Company received the results of the microprobe analysis related to the chemistry from the kimberlites tested for diamonds. Seventeen samples were concentrated and picked for kimberlite indicator minerals ("KIM's"). In general, most of these samples yielded results which fell outside the diamond stability field which is consistent with the lack of diamonds produced by caustic fusion on the samples. The significance of this is that the source of the superior indicator mineral chemistry in till samples on Hudson's properties remains undiscovered. The results from samples 03MDP14 and 03MDP16 suggest that the search for at least one of the sources may have been significantly narrowed. Based on worldwide comparisons of this calibre of KIM, the Company expects to find significantly diamondiferous kimberlites upon locating these sources.

Naajat Property (North-side of Fjord)

	Pyrope Garnet					Diamond Results		
Sample	G10	G9	Chromite	CPX	Ilmenite	kilos	micros	Notes
03MDP10	0	0	0	0	0	32.00	0	
03MDP24	3	31	0	0	16	8.00	0	
03MDP25	2	12	7	10	16	16.00	0	1. Best 2 pyrope garnet's average 10.7% Cr2O3; 5.8% CaO
03MDP26	1	31	1	46	14	8.00	0	
KIM-B1	0	0	0	0	0	8.00	0	
D4S	0	0	0	0	0	24.00	0	

Nalussavik Property (South-side of Fjord)

	Pyrope Garnet					Diamond Results		
Sample	G10	G9	Chromite	CPX	Ilmenite	kilos	micros	Notes
03MDP13	0	2	2	1	16	8.00	0	
03MDP14	34	12	0	44	14	8.00	0	2. Best 3 pyrope garnet's average 11.9% Cr2O3; 2.3% CaO
03MDP15	0	0	0	0	0	6.85	0	
03MDP16	55	0	43	50	3	8.00	0	3. All 43 chromites average 65.2% Cr2O3; 10.1% MgO; 0.1% TiO2
03MDP17A	0	0	0	1	0	15.45	0	
03MDP17B	0	0	0	1	0	16.00	0	

Sarfartoq Property (80% JV w/New Millennium)

	Pyrope Garnet					Diamond Results		
Sample	G10	G9	Chromite	CPX	Ilmenite	kilos	micros	Notes
03MDP17C	0	50	0	1	0	7.10	0	
03MDP19	0	32	14	5	0	16.00	9	
03MDP20	0	50	45	51	10	8.00	0	
03MDP21	2	10	26	1	1	16.00	0	4. Best pyrope garnet measures 11.7% Cr2O3; 6.5% CaO
03MDP22	0	35	0	0	0	16.00	7	
03MDP22						24.65	4	

The table above outlines the abundance of four specific minerals found in each of the samples. Significant amounts of olivines were found in all the samples and have not been included in the table. The pyropes have been divided into G9 and G10 classifications as developed by Dr. John Gurney.

Generally, G10 pyrope garnets have been derived from the diamond stability field and are a pathfinder for diamond explorers. Sample 03MDP14 yielded 3 pyrope garnets which have exceptionally high Cr_2O_3/low CaO chemistry, often associated with highly diamondiferous mantle. Although no diamonds were recovered from the initial small 8 kilogram sample, the chemistry indicates that substantial further sampling should be completed as the sample is far too small to draw any conclusions about the potential diamond content of kimberlite in this area. This view is further substantiated by a November 2000 assessment report published by Platinova A/S, which describes caustic fusion results for a 3.3 kg and a 10 kg sample of kimberlite in the same immediate area. The smaller sample was noted to host garnet lherzolite nodules and yielded one microdiamond and one macrodiamond which measured 1.00 x 0.94 x 1.18 mm in 3 dimensions. No mineral chemistry was published with the report. Furthermore, another sample collected during 2003 from the same area, 03MDP16, yielded 43 chromites averaging 65.2% Cr_2O_3, 10.1% MgO and 0.1% TiO_2. This is indicative of chromites potentially derived from peridotitic mantle from the diamond stability field.

With respect to the other sample areas, the distinct differences in the abundance of KIM's in each of the samples suggests multiple kimberlite phases exist on the properties, each of which can have dramatic variations in diamond content and KIM chemistry. Not surprisingly, samples which yielded little or no KIM's failed to produce any diamonds. Larger samples need to be collected and analyzed in the areas around 03MDP24-26 and 03MDP19-22 in order to more fully evaluate the diamond potential of kimberlites in those areas.

Subsequent the end of the period the company reduced the size of the Naajat Exploration Licence from 851 sq km to 325 sq km. The purpose of the reduction was to minimize exploration commitments and to eliminate ground which the Company believed to be of no exploration value based on its observations during the summer field program. Otherwise, except for as disclosed above, there were no other significant events after September 30, 2003.

The company incurred costs which are shown on the attached Income Statement and Balance Sheet and Notes to the Financial Statements. There were no investor relations arrangements entered into during the period. There were no transactions with related parties other than as disclosed in Note 5 of the Financial Statements. There also were no legal proceedings, contingent liabilities, defaults under debt or other contractual obligations, breach of any laws or special resolutions during the period.

Subsequent Events

Subsequent the end of the period the company recently announced that it has entered into an agreement with Global Securities Inc. with respect to a brokered private placement to issue 1,350,000 units for total proceeds of up to $303,750. Each unit was priced at $0.225 per unit and comprise of one common share of the company and one common share purchase warrant exercisable at $0.30 per share for a period of one year from the date of closing. Global Securities Inc. will be paid a fee equal to 10% of the gross proceeds raised plus 100,000 Agent's Warrants exercisable for a period of one year from date of closing at $0.30 per share. Otherwise, except for as disclosed above, there were no other significant events after December 31, 2003.

Financings, Principal Purposes and Milestones

Last July, Hudson initiated its' exploration program in Greenland. The initial success of that program has resulted in the Company planning a heliborne magnetic survey in order to locate kimberlite drill targets. A significant milestone for the Company will be the drilling of an insitu kimberlite pipe. The Company was also successful in having the bulk of the outstanding warrants exercised in December and arranging the most recent financing, as described in the Subsequent Events section. In order to continue its exploration efforts, the Company will still require additional funds in the future.

Liquidity and Solvency

As at December 31, 2003, the Company had working capital of $360,978. As of the date of this report, working capital, including the net proceeds of the recently announced brokered private placement, is approximately $600,000. Management believes that these funds are sufficient to meet all current commitments and obligations.

ON BEHALF OF THE BOARD OF DIRECTORS

"James Tuer" Vancouver, British Columbia

James Tuer, Director February 24, 2004