

British Columbia Securities Commission
QUARTERLY REPORT
FORM 51-901F

NAME OF ISSUER	FOR QUARTER ENDED	DATE OF REPORT
NORTHERN HEMISPHERE DEVELOPMENT CORP.	May 31, 2003	June 28, 2003

ISSUER ADDRESS:

Suite 302, 455 Granville Street

CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO
Vancouver, British Columbia		V6C 1T1	(604) 669-3041	(604) 685-9255

CONTACT PERSON	CONTACT'S POSITION	CONTACT TELEPHONE NO.
Charlie O'Sullivan	Chairman and Director	(604) 685-9255

E-MAIL ADDRESS:

WEB SITE ADDRESS

N/A

N/A

CERTIFICATE

The three 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.

DIRECTOR'S SIGNATURE	DATE SIGNED
Signed: "Charlie O'Sullivan"	03/06/28
DIRECTOR'S SIGNATURE	DATE SIGNED
Signed: "Frank Callaghan"	03/06/28

NORTHERN HEMISPHERE DEVELOPMENT CORP.
Balance Sheet
(Unaudited - Prepared by Management)

ASSETS

	May 31, 2003	February 28, 2003
	\$	\$
Current assets		
Cash and term deposits	522	14,319
Accounts receivable	11,764	13,810
	<u>12,286</u>	<u>28,129</u>
Investment in and Expenditures on Resource Properties	490,934	479,410
	<u>503,220</u>	<u>507,539</u>

LIABILITIES

Current liabilities		
Accounts payable and accrued liabilities	54,190	58,420
Due to related parties	103,240	83,130
	<u>157,430</u>	<u>141,550</u>

SHAREHOLDERS' EQUITY

Capital stock (Note 4)	12,132,053	12,122,053
Deficit	(11,786,263)	(11,756,064)
	<u>346,790</u>	<u>365,989</u>
	<u>503,220</u>	<u>507,539</u>

On Behalf of the Board

Signed:

"Charlie O'Sullivan"

Director

"Frank Callaghan"

Director

NORTHERN HEMISPHERE DEVELOPMENT CORP.
Statement of Operations and Deficit
(Unaudited - Prepared by Management)

	3 Months May 31,	
	2003	2002
	\$	\$
Income:		
Oil and gas revenue, net of cost	2,385	2,787
Expenses:		
Auto expense	-	177
Shareholder communications investor relations	180	25
Legal fees	1,154	3,223
Listing and filing fees	2,828	2,657
Management fees	15,000	15,000
Office rent, services, and supplies	1,906	3,029
Salaries and benefits	13,014	1,606
Transfer agent	200	265
	(34,282)	(25,982)
Less: Interest income	10	4
	(34,272)	(23,191)
Recovery of costs	1,688	-
	(32,582)	(25,978)
Loss for the period	(30,199)	(23,191)
Deficit, beginning of period	(11,756,064)	(11,490,282)
Deficit, end of period	(11,786,263)	(11,513,473)
Loss per share	\$(0.00)	\$(0.00)

NORTHERN HEMISPHERE DEVELOPMENT CORP.
Statement of Cash Flows
(Unaudited - Prepared by Management)

	2003	3 Months May 31	2002
	\$		\$
CASH PROVIDED BY (USED IN)			
Operating Activities:			
Loss for the period	(30,199)		(23,191)
<i>Changes in non-cash working capital</i>			
<i>Items:</i>			
Amounts receivable and prepaid expense	2,046		(2,965)
Due to related parties	16,078		18,699
Accounts payable and accrued			
Liabilities	(198)		
	(12,273)		(19,177)
Financing activities:			
Share subscriptions	-		20,150
Investing Activities:			
Investment in and expenditures on resource	(1,524)		(22,523)
properties, net of recoveries			
Increase (decrease) in cash	(13,797)		(21,550)
Cash, beginning of period	14,319		11,219
Cash, end of period	522		1,389

1. Basis of Presentation

These unaudited Financial Statement have been prepared in accordance with the instructions for the preparation of such financial statements contained in the CICA Handbook Section 1751. Accordingly, certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such instructions. These unaudited Financial Statements should be read in conjunction with the Audited Financial Statements and Notes thereto for the fiscal year ended February 28, 2003.

2. Comparative Figures

Certain of the prior years comparative figures have been reclassified to conform to the Presentation adopted for the current year.

3. Investment in and Expenditures on Resource Properties

a) Resource properties are recorded as follows:

Balance, February 28, 2003	<u>\$ 479,410</u>
Exploration and development expenditures during the period:	
Northstar-Kaza Property:	
Acquisition costs	10,000
Assessment and taxes	1,124
Geological Consulting	<u>400</u>
Total expenditures during the period	<u>11,524</u>
Balance, May 31, 2003	<u>\$ 490,934</u>

b) Northstar-Kaza Property

Pursuant to the terms of an option agreement dated March 13, 2002, the Company can acquire a 100% interest in 33 claims located in the Omineca Mining Division of British Columbia, by making further cash payment of \$60,000, issuing a further 600,000 common shares, and incurring \$500,000 in exploration expenses on the property. During the period, the Company issued 100,000 common shares under this option at a deemed value of \$0.10 per share.

4. Share Capital

a) Authorized 100,000,000 common shares without par value

4. Share Capital, continued

b) Issued:

	2003		2002	
	Number of shares	Amount	Number of shares	Amount
Balance, beginning of period				
	8,106,456	\$12,122,053	5,884,456	\$11,868,324
Issued during the period:				
For Property Acquisition (Note 3)	100,000	10,000	-	-
Balance, end of period	8,206,456	\$12,132,053	5,884,456	\$11,868,324

c) Non-cash transactions (See Note 3)

During the period the Company issued 100,000 common shares at \$0.10 per share in respect to the acquisition of a resource property.

5. Related Party Transactions

Transactions with related parties not disclosed elsewhere in these Financial Statements comprise:

- a) During the period the Company paid, or made provision for the future payment the following amounts:
 - i) \$15,000 (2002 \$15,000) to a company controlled by the family of a Director for Management fees.

6. Due to Related Parties

Amounts due to related parties are unsecured and non-interest bearing and comprise the following amounts:

- \$21,409 due to private companies owned or controlled by Directors;
- \$71,752 due to Directors of the Company and
- \$10,079 due to a company with common Directors.

British Columbia Securities Commission
QUARTERLY REPORT
FORM 51-901F

NAME OF ISSUER	FOR QUARTER ENDED	DATE OF REPORT ENDED
NORTHERN HEMISPHERE DEVELOPMENT CORP.	May 31, 2003	July 28, 2003

ISSUER ADDRESS:

Suite 305, 455 Granville Street

CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO
Vancouver, British Columbia		V6C 1T1	(604) 669-3041	(604) 685-9255

CONTACT PERSON	CONTACT'S POSITION	CONTACT TELEPHONE NO.
Charlie O'Sullivan	Chairman and Director	(604) 685-9255

E-MAIL ADDRESS:	WEB SITE ADDRESS
N/A	N/A

CERTIFICATE

The three 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.

DIRECTOR'S SIGNATURE Signed: "Charlie O'Sullivan"	DATE SIGNED 03/07/28
DIRECTOR'S SIGNATURE Signed: "Frank Callaghan"	DATE SIGNED 03/07/28

SECURITIES ISSUED DURING THE QUARTER ENDED MAY 31, 2003

Date YY/MM/DD	Type of Issue	Description	Number of shares Issued	Price per share	Proceeds \$	Type of consideration
03/04/15	Common	Mineral Property Interest	100,000	\$0.10	\$100,000	Northstar-Kaza Property Option

OPTIONS GRANTED DURING THE QUARTER ENDED MAY 31, 2003

Date of Grant YY/MM/DD	Number	Type	Description/name	Exercise price	Expiry date
Nil					

**OPTIONS, WARRANTS AND CONVERTIBLE SECURITIES OUTSTANDING
AT MAY 31, 2003**

Security	Amount	Exercise or convertible price per share	Expiry Date YY/MM/DD
Stock options	100,000	0.14	03/12/19
Warrants	500,000	\$0.20	03/06/27
	500,000	\$0.20	03/08/23
	324,000	\$0.25	03/11/01/
		\$0.30	04/11/01
	97,200	\$0.15	04/11/01
	237,000	\$0.25	03/12/16
		\$0.30	04/12/16
	71,100	\$0.15	04/12/16

LIST OF DIRECTORS AND OFFICERS AS AT MAY 31, 2003

Charlie O'Sullivan,
Chairman and Director

Allan Crawford,
Director

Frank Callaghan,
President and Director

H.K. Maddison,
Director

J. Frank Bradley,
Director, CFO and Secretary

NORTHERN HEMISPHERE DEVELOPMENT CORP.
SCHEDULE "C"-MANAGEMENT'S DISCUSSION & ANALYSIS
For the period ended May 31, 2003

The following discussion of the operations, results and financial position of the Company for the period ended May 31, 2003 should be read in conjunction with the May 31, 2003 unaudited Financial Statement and the related Notes.

Description of Business

The Company's principal business activities are the exploration and development of resource properties. The Company is in the process of exploring and developing its properties and has not yet determined whether its properties contain reserves that are economically recoverable. The recoverability of amounts shown for resource properties is dependent upon the discovery of economically recoverable reserves in its resource properties, the ability of the Company to obtain the necessary financing to complete development, confirmation of the Company's interest in the underlying mineral claims and leases and upon future profitable production or sufficient proceeds from the disposition of its resource properties.

The Company is continually investigating new exploration opportunities, and exploration is carried out on properties identified by management of the company as having favorable exploration potential. Interests in such properties are acquired in various ways. In some cases the Company, through its own efforts, stakes mineral claims or acquires permits. In other cases the Company acquires interest in resource properties from third parties. An acquisition from a third party is typically made by way of an option agreement which requires the Company to make specified option payments and to incur a specified amount of exploration expenditures on the property within a given time in order to earn an interest in the property. Most option agreements provide that once the Company has made any required option payments and incurred the specified exploration expenditures, the parties will enter into a joint venture requiring each party to contribute towards future exploration and development costs based on its percentage interest in the property, or suffer dilution of its interest.

The Company advances its mineral projects to varying degrees by prospecting, mapping, geophysics and drilling. Once a property is determined to have limited exploration potential the property is abandoned or sold. In cases where exploration work on the property reaches a stage where the expense and risk of further exploration and development are too high the Company may seek a third party to earn an interest by furthering the exploration process. Optioning a property to a third party allows the Company to retain an interest in further exploration and development while limiting its obligation to commit large amounts of capital to any one project. The mineral exploration business is high risk and most exploration projects will not become mines.

Results of Operations

The Company reports a net loss of Cdn \$30,199 or \$0.00 per share for the three months period ended May 31, 2003 compared to a net loss of Cdn 23,191 or \$0.00 per share for the corresponding quarter in 2002. There were no write-offs or write-downs during the period. The Company recorded a recovery of costs of \$1,688 relating to interest accrued in 2002.

Oil and gas revenue has remained consistent when compared to the corresponding quarter in 2002 of approximately \$2,400 for the quarter. Corporate and administrative expenses increased by approximately 32% from \$25,982 from \$34,272. The increase is mainly due to the Company retaining a full time employee.

Exploration activities

During the year the Company incurred \$1,524 on the Northstar-Kaza Properties in British Columbia completing a geological and staking program and made an option payment of \$10,000.

Related Party Transactions

In an effort to reduce overhead and administrative costs, the Company shares offices with other public companies that have Directors in common.

During the period the Company paid or accrued Management fees of \$15,000 to a private company controlled by the family of a director.

Liquidity and Capital Resources

Historically, the Company has raised funds through equity financing and the exercise of options and warrants to fund its operations. The Company has a working capital deficiency of \$145,144 at May 31, 2003. The Company will require funding to finance corporate and administrative expenses and ongoing exploration on the Company's mineral properties.

Risks

Mineral exploration and development involve a high degree of risk and few properties are ultimately developed into producing mines. There is no assurance that the Company's future exploration and development activities will result in any discoveries of commercial bodies of ore. Whether an ore body will be commercially viable depends on a number of factors including the particular attributes of the deposit such as size, grade and proximity to infrastructure, as well as mineral prices and government regulations, including regulations relating to prices, taxes, royalties, land tenure, land use, importing and exporting of minerals and environmental protection. The exact effect of these factors cannot be accurately predicted, but the combination of these factors may result in a mineral deposit being unprofitable.

Competition

The mining industry in which the Company is engaged is in general, highly competitive. Competitors include well-capitalized mining companies, independent mining companies and other companies having financial and other resources far greater than those of the Company. The Company competes with other mining companies in connection with the acquisition of mineral properties. In general, properties with a higher grade of recoverable mineral and/or which are more readily minable afford the owners a competitive advantage in that the cost of production of the final mineral product is lower. Thus, a degree of competition exists between those engaged in the mining industry to acquire the most valuable properties. As a result, the Company may eventually be unable to acquire attractive mining properties.