

FORM 51-901F
QUARTERLY REPORT

Incorporated as part of:

_____ SCHEDULE A
_____ x _____ SCHEDULES B & C

ISSUER DETAILS:

EAGLECREST EXPLORATIONS LTD.

Suite 300 – 1055 West Hastings Street
Vancouver, BC V6E 2E9

Telephone: (604) 684-7160
Fax: (604) 684-7162

Contact Person:
Contact's Position:
Contact Telephone Number:
Email address:
Website:
For Quarter Ended:
Date of Report:

Paul Zdebiak
Director
(604) 684-7160
trieman@shaw.ca
www.eaglecrestexplorations.com
March 31, 2004
May 19, 2004

CERTIFICATE:

The schedule(s) required to complete this quarterly report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of the 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 Schedules B & C.

Director Full Name:	Paul Zdebiak	<u><i>"Paul Zdebiak"</i></u>
Date Signed:	May 25, 2004	Signature
Director Full Name:	Carl A. Erickson	<u><i>"Carl Erickson"</i></u>
Date Signed:	May 25, 2004	Signature

EAGLECREST EXPLORATIONS LTD
Schedule B – Supplementary Information
March 31, 2004

1) Analysis of Expenses and Deferred Costs:

(a) Breakdown of prepaid expenses (included in accounts receivable and prepaid):

Advance to custom broker (Bolivia)	\$52,156
Advance to drilling company (Bolivia)	15,779
Advance for equipment purchase (Bolivia)	6,752
Advance to engineering company (Bolivia)	5,284
Prepaid rent (Bolivia)	1,352
Deferred finder's fee (recognized in Apr/04)	15,726
Expense advance to consultant	10,000
Prepaid office rent	1,395
	<u>\$108,444</u>

(b) For breakdown of other expenses and deferred Resource Property Expenditures, refer to Schedule A and Note 5 to the Consolidated Financial Statements.

2) Related Party Transactions:

For a summary of related party transactions, refer to Note 6 to the Consolidated Financial Statements in Schedule A.

3) Summary of Securities Issued and Options Granted During the Period:

(a) Securities issued during the quarter ended March 31, 2004:

Date of Issue	Type of Issue	Number of Shares	Price per Share	Gross Proceeds	Type of Consideration	Commission paid
			\$	\$		\$
3/5/04	Private placement	2,985,000	0.132	395,455	Cash	39,996*
3/5/04	Finder's fee	75,000	0.132	10,049 *	deemed	Nil
3/23/04	Convertible loans	10,000,000	0.133	1,330,795	Cash	92,180
3/23/04	Shares for interest	38,115	0.160	6,123	deemed	Nil
		<u>13,098,115</u>		<u>1,742,422</u>		

* \$29,947 paid in cash and \$10,049 through issuance of 75,000 shares.

(b) Nil options were granted during the quarter.

EAGLECREST EXPLORATIONS LTD
Schedule B – Supplementary Information
March 31, 2004

4) Summary of Securities as At March 31, 2004:

- (a) Authorized capital: 200,000,000 common shares without par value
Issued and outstanding: 105,372,641 common shares

- (b) For a summary of stock options, warrants and convertible securities outstanding, refer to Note 7 to the Consolidated Financial Statements in Schedule A.

- (c) Shares in escrow: 187,500
Shares subject to pooling: Nil

5) Directors and Officers:

Carl A. Erickson	Director and President
Dale Janowsky	Director
William Jung	Chief Financial Officer
Paul Zdebiak	Director and Vice-President, Corporate Development

EAGLECREST EXPLORATIONS LTD
Schedule C – Management Discussion and Analysis
March 31, 2004

Eaglecrest Explorations Ltd. ("Eaglecrest" or the "Company") is involved in the acquisition, exploration and development of resource properties. The Company has exploration and production rights to thirty four mineral concessions on Serrania San Simon located in the Canton of Mantuega, Province of Itenez, and Department of Beni in northeast Bolivia. There are four areas of known gold mineralization (Doña Amelia, San Simon, Marco Maria and Doña Angela (Campo Nuevo)) within the 298.84 km² San Simon property which the Company has worked on since 1995.

Management is pleased to report what it considers to be vast improvements in the position of the Company heading into the second half of fiscal 2004. During the first half of fiscal 2004 the Company continued on the new course and strategy defined by the new management during fiscal 2003.

New Senior Management

Mr. Carl Erickson has taken on the responsibilities of President and CEO of Eaglecrest. With his years of business experience his mandate has been to breathe new life into the Company. Mr. Paul Zdebiak was added to the Board as a director to assist the Company in corporate strategies and communications, investor awareness and fund raising. The Company draws on his experience with 15 years in the equity industry. Another key member added to the new team, is Mr. Tor Bruland, a professional geologist and the Company's "Qualified Person". Mr. Bruland is now engaged on a full-time basis by the Company as Project Manager for the Company's San Simon project. Mr. Bruland's 25 years of experience includes six years as Project Manager of Teck's Corporation exploration programs in Ecuador and Canada, and four years as the Exploration Manager for Ecuator ASA (Norway)'s projects in Ecuador. With these new additions to the team the Company is newly focussed on building shareholder value.

Resource Properties:

(a) Doña Amelia zone, Bolivia

The Doña Amelia zone is located in the center of the San Simon property and covers 40 km². The diamond drilling resumed in early March after an extensive compilation of the diamond drill core and gold assays from the October to December 2003 drilling. Additional samples were collected from the Footwall and Hangingwall of the Main Quartz Vein to trace gold mineralization identified adjacent to the Main Quartz Vein with up to 21 m of low grade gold mineralization which has been traced for 200 m along strike and 100 m down dip in the Trinidad/Mina Vieja area.

Since drilling resumed to the end of March 6 holes were completed totalling 1,168 m bring the total for the Phase 1 diamond drilling to 28 holes and 5,476 m of the planned 16,000 m program. With the recent drilling the Main Quartz Vein has been traced another 65 m down dip in the Trinidad Mina Vieja area to 425 m.

The gold assays have ranged from low to very high grade during the Phase 1 diamond drilling program, and the coarse nature and erratic distribution of the gold grains within the Main Quartz Vein make it impossible to determine the true average gold grade from the relative small drill core sample, up to 8 kg. The Company decided during the quarter to initiate an underground bulk sampling program with a gold recovery plant in the second half of 2004 to be able to establish the true average gold grade in the Main Quartz Vein. The Company has contracted Mineral Processing Engineer Gary Hawthorn to upgrade the Company's on-site bulk sampling plant to a 150tpd gold recovery plant and supervise the start-up and operation of the plant.

Initial plans for a decline adit to access the Main Quartz Vein up to 130 m below surface south of the Trinidad/Mina Vieja pit has been prepared by the Company's consultant. The plans will be reviewed and refined by an experienced Mining Engineer before the tender for the underground development is circulated.

During the quarter the Company signed a contract with Leduc Drilling S.R.L. for 5,000 m of diamond drilling on the Doña Amelia zone. This company will mobilize two diamond drills to supplement the two diamond drills that Major Drilling Group International Inc. already have on-site. The doubling of the diamond drilling capacity will allow the Company to complete the Phase 1 on schedule in the first half of 2004.

Surface mapping during the quarter has extended the main east-west structure another 400 m to the east. The Main Quartz Vein at San Pedro area, 400 m to the east of the Trinidad/Mina Vieja pit, returned up to 19.0 g/t gold. A possible parallel quartz vein in the Cumbreira area 600 m to the north of the San Pedro area returned gold grades of up to 30.3 g/t which further increase the potential of the Doña Amelia zone.

(b) San Simon zone, Bolivia

The San Simon zone is located in the south eastern part of the San Simon property. The zone was explored during the period 1999 to 2002 by trenching, diamond drilling and underground development and bulk sampling. The high-grade "12/17" target was intersected at the east end of the 690 m decline adit in November of 2002 at a depth of 80 m below surface. The underground workings established that the "12/17" target was a 0.2 to 0.5 m thick quartz vein that had been offset by a fault and the previous diamond drilling had intersected the vein on both side of the fault in both drill holes. The decline adit exposed the quartz vein over a total strike length of 14.5 m and determined that the true average grade was 1.25 g/t gold.

The "12/17" target is located in the center of the 7 km strike length of the Paititi-Buriti structure of the San Simon zone. Extensive surface bulk sampling of the Paititi area averaged 1.6 g/t gold within 0.4 km² including the pit worked by the local, illegal miners. The gold grade is very erratic and the work to date has failed to identify any major quartz veins or any contiguous quartz vein stockwork.

(c) Marco Maria zone, Bolivia

The Marco Maria zone includes both the Marco Maria and Max areas which are located in the north and northeast part of the San Simon property. Evaluation of the paleoplacer potential of the zone was completed in 2001 and 2002. Bulk sampling of the coarse sediments and conglomerate established an average gold grade below 0.1 g/t.

(d) Doña Angela (Campo Nuevo) zone

The Doña Angela (Campo Nuevo) zone is located in the northwest part of the San Simon property. Gold mineralization has been identified in several quartz veins over a 4 km² area. The potential of this zone is unknown at the present time, but an initial evaluation is planned following the completion of drilling and underground bulk sampling of the Doña Amelia zone.

Current Review

Over fiscal 2003, current management has worked hard to revitalize the Company. To date, management has raised over \$5,000,000 and has reduced current liabilities from \$2,035,000 to \$377,000, resulting in a working capital surplus of \$725,000 for the Company. This improvement positions the Company for more positive action during 2004, and greatly improving the potential for the overall success in the Company.

The Company reported in April 2003 that it has re-acquired the "High Grade Trinidad Zone". The Trinidad zone, which has now been expanded to a strike length of 3.5 Km, is considered by new management to be the Company's principal property and exploration will focus on that zone throughout 2004. The Las Rosa, Manantial and Maganeso properties comprising the 3.5 Km strike length have been re-named the Dona Amelia zone. Old shareholders will remember that the early excitement in Eaglecrest was due to the 1996 exploration program on the Trinidad property, where a significant number of samples yielded gold grades in the 10 to 38 gm/t range and a 1.1 metre channel sample returned 486 gm/t of gold. After establishing the presence of gold bearing ore on the Trinidad property, former management moved on to pursue a series of exploration programs on other areas of the San Simon property, which, coupled with a bear gold market, ultimately placed the Company in financial difficulty. Current management spent 2003 dealing with that issue and has re-focussed on what it feels to be the Company's flagship property. The Company's current business plan is to return focus to the portion of the San Simon project that was so promising in the first instance. The Company will continue its fund raising efforts with the intention of drilling the balance of the estimated 3.5 Km strike length of the Dona Amelia zone, which under early estimates will be in the neighbourhood of 16,000 metres of drilling.

Drilling resumed in March of this year with the addition of two more diamond drills in April, bringing to a total of four drills that are currently in operation. The Company is planning an underground development program and work has commenced to upgrade the on site bulk sampling plant to a gold recovery plant so that material extracted from the proposed underground adit can be properly analyzed to establish a more accurate average gold grade in the Main Quartz Vein.

Consolidated Results

For the quarter ended March 31, 2004, the Company realized a consolidated net loss of \$268,078 as compared to a consolidated net income of \$42,080 for the same period in the previous year. The net income in 2003 was strictly due to the weakening of the US dollar during that period, which resulted in a foreign exchange gain of \$132,738 to the financial statements. During the second quarter of fiscal 2003, the Company was experiencing a major working capital deficiency and as a result, many administrative and promotional activities were curtailed. This situation has turned around in 2004 and the Company is currently in a capital surplus position. In addition to a very aggressive drilling program, activities in the areas of fund raising, investors' awareness and administration increased significantly, therefore incurring higher expenditures for the period.

Analyses of significant accounts for the quarter ended are as follows:

\$14,000 in administration fees were paid to an officer of the Company.

Of the \$7,867 in bank charges and interest, \$6,123 relates to interest on US\$1 million dollars of convertible loan financing for a period of slightly more than a month. The loans were then converted to share capital of the Company.

Filing fees of \$9,582 consist mainly of money paid to the TSX Venture Exchange regarding private placements, convertible loan financing, concession agreements, shares for debt settlements and sustaining fees.

As the Company's exploration properties are located in Bolivia, South America, much of the dealings were transacted in US dollars. The US dollars rose in value against the Canadian dollar from the previous quarter, therefore, resulting in a foreign exchange loss during the quarter of \$15,727.

Marketable securities consisted of 28,571 common shares of Bravo Venture Group Inc., a public company listed on the TSX Venture Exchange. These shares were disposed of in January, 2004 for net proceeds of \$5,091 resulting in a gain of \$3,091.

In investor relations expenditures, \$17,305 was paid to the Company's director in charge of investor relations and the remaining \$10,516 was paid to outside investor relations personnel.

Legal expenses in the current quarter pertained to the preparation and filing of private placement documents, convertible loan agreements, option documents, concession agreements and other legal matters concerning the Company's operations.

Tony Erickson, since becoming President of the Company in September, 2002, had received no remunerations for his services. However, commencing March of 2004, Mr. Erickson will be paid, US\$10,000 (CAD\$13,091) in monthly management fees.

Shareholder information expenditures of \$17,924 comprised of costs of news releases, power point presentations, disseminations of company material and brochures.

Travel and promotion expenses have risen to \$101,263 during the 2nd quarter. The Company has been successful in raising substantial financing to support the Company's operations. In order to achieve this, Company personnel has incurred several trips throughout Europe and the United States to meet with potential investors. Travel costs also include the attendance of gold shows and conventions held both in the United States and Canada.

Related Party Transactions

All transactions with related parties have occurred in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The unpaid year end balances referred to below are payable on demand and have arisen from the provision of services described:

During the quarter:

\$13,901 was paid to the President for management fees.

\$17,305 was paid to the Director of investor relations.

\$14,000 was paid to the Chief Financial Officer.

There were nil amounts payable to related parties as at March 31, 2004.

Subsequent Events

The following events occurred subsequent to March 31, 2004:

Convertible loan payable at March 31, 2004 in the amount of US\$400,000 (C\$524,200), was converted into 3,110,420 common shares of the Company based on a conversion price of US\$0.1286 per share and 3,110,420 non-transferable share purchase warrants. Each warrant entitles the holder to purchase one further share in the capital of the Company for US\$0.1286 until 4:00 p.m. on April 1, 2006.

In May, 2004, another US\$500,000 installment of the US\$5,000,000 convertible loan agreement financing was received. The loan was then immediately converted into 5,000,000 common shares of the Company based on a conversion price of US\$0.10 per share and 5,000,000 non-transferable share purchase warrants. Each warrant entitles the holder to purchase one further share in the capital of the Company for US\$0.10 until 4:00 p.m. on May 14, 2006.

As of the date of this report, loans received totalled US\$1,900,000 of which the entire amount has been converted to share capital of the Company.

The Company has arranged a non-brokered private placement of 3,790,000 Units for US\$0.10 per Unit, to raise US\$379,000. Each Unit consists of one common share and one non-transferable share purchase warrant. Each warrant will be exercisable to acquire one additional common share in the capital of the Company for US\$0.10 for two years after closing. Finder's fees will be payable in connection with the private placement, partly in shares and partly in cash. All shares issued in connection with the private placement and any shares issued on exercise of warrants will be subject to a four month hold period. The private placement is subject to acceptance by the TSX Venture Exchange.

Future Outlook

With the Company's continuing success of securing funding through private placements and the completion of the US\$5 million convertible loan financing agreement (US\$1.9 million received to date), the Company is solidly positioned to pursue and complete the aggressive drilling program as established by management.

As of April, the drilling capacity has been doubled by the addition of two more diamond drilling rigs bringing to a total of four drills that are currently in operation. Furthermore, Engineering of the proposed 1,000 meter underground adit is underway and management is currently reviewing potential contractors for the development portion.

Work has also commenced to upgrade the on site bulk sampling plant to a gold recovery plant. It is estimated that the plant will be capable of processing about 10,000 tonnes of material during the third and fourth quarters of 2004, which will help the Company determine the true grade of gold mineralization in the quartz vein in the Doña Amelia zone. The material to be processed in the gold recovery plant will be taken from the Dona Amelia quartz vein through the proposed 1,000 meter underground adit.