

BC FORM 51-901F

QUARTERLY STATEMENTS

Incorporated as part of: _____ **Schedule A**
_____ **x Schedules B & C**

ISSUER DETAILS:

NAME OF ISSUER Benchmark Energy Corp.
ISSUER'S ADDRESS Suite #2410 - 650 West Georgia Street
Vancouver, BC, V6B 4N7
ISSUER EMAIL cooper@firstmg.com
CONTACT PERSON Mr. Chris Cooper
CONTACT'S POSITION Director
CONTACT TELEPHONE NUMBER (604) 689 8336
FOR QUARTER ENDED March 31, 2004
DATE OF REPORT May 19, 2004

CERTIFICATE

THE SCHEDULE(S) REQUIRED TO COMPLETE THIS QUARTERLY REPORT ARE ATTACHED AND THE BOARD OF DIRECTORS HAS APPROVED THE DISCLOSURE CONTAINED THEREIN. A COPY OF THIS QUARTERLY REPORT WILL BE PROVIDED TO ANY SHAREHOLDER WHO REQUESTS IT. PLEASE NOTE THIS FORM 51-901F IS INCORPORATED AS PART OF THE REQUIRED FILING OF SCHEDULE A AND SCHEDULES B AND C.

“CHRIS COOPER” (SIGNED) _____ **04/05/19**
NAME OF DIRECTOR DATE SIGNED (YY/MM/DD)

“BARRY LEE” (SIGNED) _____ **04/05/19**
NAME OF DIRECTOR DATE SIGNED (YY/MM/DD)

BENCHMARK ENERGY CORP.

(formerly Hedong Energy Inc.)

QUARTERLY REPORT

FOR THE THREE AND NINE MONTH PERIODS ENDED MARCH 31, 2004 AND 2003

(Unaudited – Prepared by Management)

SCHEDULE B: SUPPLEMENTARY INFORMATION

1. Analysis of expenses and deferred costs:

See unaudited Statements of Operations and Deficit. There were no deferred costs for the nine months ended March 31, 2004.

2. Related Part Transactions:

Aggregate amount of related party transactions during the nine months ended March 31, 2004:

Management and administrative fees	\$	23,795
Rent		47,800

During the nine months ended March 31, 2004, related parties were paid or accrued a total of \$23,795 for services relating to the management and administration of the Company.

2. (a) Securities issued during the nine months ended March 31, 2004:

<u>Date of Issue</u>	<u>Type of Security</u>	<u>Type of Consideration</u>	<u>Type of Issue</u>	<u>Number or Amount</u>	<u>Price</u>	<u>Total Proceeds</u>	<u>Commission Paid</u>
01/08/2004	Common	Loan	Loan Bonus	45,714	\$0.18	\$8,000	N/A

(b) Options granted during the nine months ended March 31, 2004:

Nil

(c) Warrants issued during the nine months ended March 31, 2004:

Nil

3. (a) Authorised and issued capital as at March 31, 2004:

(i) Authorised: Unlimited number of common shares without par value

Issued and outstanding: 3,581,206 common shares valued at \$57,681

(ii) Authorised: Unlimited number of 10% cumulative redeemable convertible non-voting preferred shares designated class A preferred shares.

Issued and outstanding: Nil

(b) Options outstanding as at March 31, 2004:

Nil

(c) Warrants outstanding as at March 31, 2004:

Nil

(d) Number of shares in escrow as at March 31, 2004:

2,777 escrowed shares.

4. List of Directors as at May 19, 2004:

Directors :

Chris Cooper
Barry Lee
Robert Lee

Officers

Chris Cooper – President
Andrew Metcalfe – Secretary

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(formerly Hedong Energy Inc.)

QUARTERLY REPORT

FOR THE THREE AND NINE MONTH PERIODS ENDED MARCH 31, 2004 AND 2003

(Unaudited – Prepared by Management)

SCHEDULE C: MANAGEMENT DISCUSSION

Description of Business

Benchmark Energy Corp. (the “Company”) is a TSX Venture Exchange company listed on the NEX board. The Company was declared inactive on September 11, 2001. According to the Exchange, unless the Company completes its reactivation, it will remain on the NEX board.

During the nine months ended March 31, 2004, the Company announced it had relinquished its interest to secure an option to earn up to an 80% interest in the Providence Claims of the Providence Gold Project located in Clarke County, Nevada with Consolidated JABA Inc.

The Company continues to identify and review opportunities in the resource sector.

Discussion of Operations and Financial Condition

Results of Operations for the threemonths ended March 31, 2004 and 2003

During the three months ended March 31, 2004, the Company was inactive and only incurred costs to sustain minimum operations. Total expenses for the three months ended March 31, 2004 amounted to \$42,505 compared to \$32,625 for the three months ended March 31, 2003. The levels of expenditure for individual cost categories were comparable from period to period which reflects the Company’s inactivity in both periods. The Company incurred interest and bank charges of \$8,096 for the three months ended March 31, 2004 compared to charges of \$257 for the three months ended March 31, 2003. Included in interest charges during the current period is \$8,000 pursuant to the issuance of 45,714 common shares as a bonus for a third party loan to the Company in the amount of \$40,000. Management and administrative fees for the three months ended March 31, 2004 were \$7,745 compared to no such charges for the three months ended March 31, 2003. The increase in management fees is primarily due to the Company’s efforts to secure a North American property. There were no consulting fees for the three months ended March 31, 2004 compared to \$11,037 for the three months ended March 31, 2003. The consulting fees related to purchase investigation costs for possible property acquisitions in the prior period. In addition, rent expenses were \$15,700 for the three months ended March 31, 2004 compared to \$15,051 for the three months ended March 31, 2003.

Net Loss for the Period

The Company incurred a net loss for the three months ended March 31, 2004 of \$42,493 compared to a net loss of \$32,615 for the three months ended March 31, 2003.

Results of Operations for the nine months ended March 31, 2004 and 2003

Total expenses for the nine months ended March 31, 2004 amounted to \$114,637 compared to \$172,891 for the nine months ended March 31, 2003. The levels of expenditure for individual cost categories were comparable from period to period which reflects the Company’s inactivity in both periods. The Company incurred interest and bank charges of \$8,406 for the nine months ended March 31, 2004 compared to charges of \$1,122 for the nine months ended March 31, 2003. Included in interest charges during the current period is \$8,000 pursuant to the issuance of 45,714 common shares as a bonus for a third party loan to the Company in the amount of \$40,000. Management and administrative fees for the nine months ended March 31, 2004 were \$23,795 compared to \$15,538 for the nine months ended March 31, 2003. The increase in management fees is primarily due to the Company’s efforts to secure a North American property. There were no consulting fees for the nine months ended March 31, 2004 compared to \$7,123 for the nine months ended March 31, 2003. The consulting fees related to purchase investigation costs for possible property acquisitions in the prior period. In addition, travel expenses were \$956 for the nine months ended March 31, 2004 compared to \$56,652 for the nine months ended March 31, 2003. The travel costs related to the acquisition of mineral property in Nevada and financing efforts during the comparative period.

Net Loss for the Period

The Company incurred a net loss for the nine months ended March 31, 2004 of \$134,577 after realizing a loss of \$20,000 for the write-off of a mineral property payment. This compares to a net loss for the nine months ended March 31, 2003 of \$172,809.

Liquidity and Capital Resources

The Company began the year with a working capital deficit of \$191,900, which included cash of \$2,329. The Company incurred a net loss of \$134,577 for the nine months ended March 31, 2004 and ended the period with a working capital deficit of \$18,477, including cash of \$1,424.

During the nine months ended March 31, 2004, the Company has funded its activities through a \$40,000 loan from a third party and advances from related parties of \$67,546. This compares with advances of \$11,984 from related parties for the nine months ended March 31, 2003.

Management believes it is imperative to raise additional funding via debt or equity in order to sustain the Company's minimum operations. There are no assurances any future funding will be completed or on favourable terms to the Company.

Discussion of Operations

Operations at this time are focused on the review of potential acquisitions in the resource sector and sourcing of potential financing for the Company.

Investor Relations Activities

The Company currently has no investor relations activity.

Subsequent Events

Subsequent to the quarter end, the Company announced it will issue up to 2,187,500 units in its capital stock of the Company at a price of \$0.16 per unit for total gross proceeds of \$350,000. Each unit will consist of one common share of the Company and one half of one share purchase warrant, each whole warrant exercisable into one common share at a price of \$0.20 for one year from the date of closing. Finder's fees are payable in connection with portions of the private placement.