



British Columbia
Securities Commission

QUARTERLY AND YEAR END REPORT
BC FORM 51-901F (formerly FORM 61)

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INCORPORATED AS PART OF:

 X Schedule A

 Schedule B & C

NAME OF ISSUER	Fortuna Ventures Inc.
ISSUER'S ADDRESS	24549 - 53rd Avenue Langley, BC V2Z 1H6
ISSUER TELEPHONE NUMBER	604-856-9887
ISSUER FACSIMILE NUMBER	604-856-9479
ISSUER WEB SITE ADDRESS	n/a
CONTACT PERSON	Michael A. Iverson
CONTACT'S POSITION	Chairman
CONTACT TELEPHONE NUMBER	604-856-9887
CONTACT E-MAIL ADDRESS	n/a
FOR QUARTER ENDED	March 31, 2004
DATE OF REPORT	May 27, 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 this 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.

Michael A. Iverson	<i>"Michael A. Iverson"</i>	04 / 05 / 27
Name of Director	Signed <i>"Typed"</i>	Date signed (yy/mm/dd)
Nathanael G. Lineham	<i>"Nathanael G. Lineham"</i>	04 / 05 / 27
Name of Director	Signed <i>"Typed"</i>	Date signed (yy/mm/dd)

SCHEDULE "A"

FORTUNA VENTURES INC.

INTERIM FINANCIAL STATEMENTS

MARCH 31, 2004

(Unaudited)

Notice to Reader

Balance Sheets

Statements of Operations and Deficit

Statements of Cash Flow

Notes to the Financial Statements

ROBERT W. R. BISHOP
Chartered Accountant

13308 Crescent Road, South Surrey, BC V4P 1K4

Telephone/Facsimile (604) 538-1288

NOTICE TO READER

I have compiled the balance sheet of Fortuna Ventures Inc. as at March 31, 2004 and the statements of operations and deficit and cash flow for the three-month and six-month periods then ended from information provided by management. I have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of such information. Readers are cautioned that these financial statements may not be appropriate for their purposes.

"Robert W.R. Bishop"

May 27, 2004

CHARTERED ACCOUNTANT

FORTUNA VENTURES INC.Statements of Operations and Deficit
(Unaudited – See Notice to Reader)

	Three months Ended March 31, 2004	Six Months Ended March 31, 2004	Three months Ended March 31, 2003	Six Months Ended March 31, 2003
EXPENSES				
Bank charges and interest	\$ 36	\$ 162	\$ 43	\$ 90
Consulting	1,000	2,000	1,000	8,519
Interest on loans payable	-	2,299	2,175	4,149
Legal and audit	51,095	52,634	7,829	8,829
Management fees (Note 5)	(7,500)	-	7,500	15,000
Office and miscellaneous (Note 5)	(793)	707	300	600
Shareholder information	1,026	1,026	-	-
Transfer agent and filing fees	9,986	10,446	3,628	4,413
LOSS	54,850	69,274	22,475	41,600
DEFICIT, OPENING	3,157,872	3,143,448	3,058,800	3,039,675
DEFICIT, CLOSING	\$ 3,212,722	\$ 3,212,722	\$ 3,081,275	\$ 3,081,275
LOSS PER SHARE – basic and diluted	\$ 0.030	\$ 0.038	\$ 0.012	\$ 0.023

FORTUNA VENTURES INC.

Statements of Cash Flow

(Unaudited – See Notice to Reader)

	Three months Ended March 31, 2004	Six Months Ended March 31, 2004	Three months Ended March 31, 2003	Six Months Ended March 31, 2003
CASH PROVIDED BY (USED FOR)				
OPERATIONS				
Loss	\$ (54,850)	\$ (69,274)	\$ (22,475)	\$ (41,600)
Changes in non-cash working capital:				
GST receivable	(4,218)	6,574	(1,621)	(3,322)
Accounts payable and accrued liabilities	69,697	80,581	13,194	33,974
	10,629	17,881	(10,902)	(10,948)
FINANCING				
Demand loan proceeds	-	-	20,000	20,000
	-	-	20,000	20,000
INVESTING				
Mineral property exploration	-	-	(3,457)	(3,457)
	-	-	(3,457)	(3,457)
CHANGE IN CASH	10,629	17,881	5,641	5,595
CASH, OPENING	8,630	1,378	764	810
CASH, CLOSING	\$ 19,259	\$ 19,259	\$ 6,405	\$ 6,405

FORTUNA VENTURES INC.

Notes to the Financial Statements
(Unaudited – See Notice to Reader)
March 31, 2004

1. BASIS OF PRESENTATION

These consolidated interim financial statements follow the same accounting policies and methods of computation as those used in the Company's most recent annual financial statements. These statements have been prepared in accordance with Canadian generally accepted accounting principles for interim financial statements, and as such, do not contain all of the information and footnote disclosures required for annual audited financial statements. Accordingly, these unaudited interim financial statements should be read in conjunction with the Company's September 30, 2003 audited financial statements and notes thereto.

2. GOING CONCERN

These financial statements have been prepared on the basis of accounting principles applicable to a going concern. As at the period end the Company had a significant working capital deficiency and no source of revenue. The Company's future is dependent upon its ability to raise new capital and secure a viable project.

3. MINERAL PROPERTIES

Dunlop Bay Property, Isle-Dieu Township, Quebec

The Company owns a 100% interest in 15 mineral claims located in Isle-Dieu Township, Quebec, known as the Dunlop Bay property. The claims were acquired by staking on March 5, 2003.

Deferred mineral property costs are as follows:

	2003	2002
Isle-Dieu Township, Quebec		
Acquisition Costs		
Staking	\$ 3,457	\$ -
Exploration Costs		
Geological report	4,673	-
	\$ 8,130	\$ -

FORTUNA VENTURES INC.
Notes to the Financial Statements
(Unaudited – See Notice to Reader)
March 31, 2004

4. SHARE CAPITAL

Authorized

100,000,000 common shares, without par value

Issued and Fully Paid

	2003		2002	
	Shares	Dollars	Shares	Dollars
Balance, Opening	1,831,487	\$ 2,542,180	1,831,487	\$ 2,542,180
No change during the period	-	-	-	-
Balance, Closing	1,831,487	\$ 2,542,180	1,831,487	\$ 2,542,180

Escrow Shares

Included in issued share capital are 87,467 shares held in escrow. The transfer of these shares within escrow and their release from escrow are subject to the consent of regulatory authorities.

Share Purchase Warrants

As at March 31, 2004, there were no share purchase warrants outstanding.

Director and Employee Options

As at March 31, 2004, there were no director and employee options outstanding.

5. RELATED PARTY TRANSACTIONS

Transactions During the Period

Consulting fees paid or payable to a director of the Company	\$	-	\$	7,009
Management fees paid or payable to a company controlled by a director and officer of the Company	\$	-	\$	7,500
Office rent paid or payable to a company controlled by a director of the Company	\$	-	\$	-

Balances at Period-end

Amount included in accounts payable owed to a company controlled by a director and officer of the Company, without interest or specified terms of repayment	\$	28,478	\$	122,452
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FORTUNA VENTURES INC.

Notes to the Financial Statements
(Unaudited – See Notice to Reader)
March 31, 2004

6. SUBSEQUENT EVENTS

Debt Settlement

On April 7, 2004, the Company announced that it has agreed to settle outstanding debt totalling approximately \$687,709 by way of issuance to the creditors of approximately 2,750,835 common shares at a deemed price of \$0.25 per share. The transaction is subject to shareholder and regulatory approval.

On May 11, 2004, the amount of debt to be settled was reduced to \$655,302 and the number of shares to be issued was reduced to 2,621,206.

Private Placement

On May 11, 2004, the Company announced that it has agreed to sell 2,000,000 units at a price of \$0.25 per unit for gross proceeds of \$500,000. Each unit will be comprised of one common share and one share purchase warrant. Each warrant will entitle the holder to purchase a further common share at a price of \$0.30 per share for a period of one year.

The proceeds of the private placement will be used in part to fund a program of surface exploration on the Company's Dunlop Bay property located in Isle-Dieu Township, Quebec.