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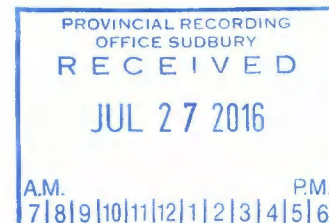
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**ASSESSMENT REPORT - PHASE 2
(BREEZY LAKE PROJECT - McTAVISH TOWNSHIP AREA)
DISTRICT OF THUNDER BAY - N/W REGION**

CLAIMS TB445740, TB445741

**APPLICANT: GERALD BLAKELY, LICENCE - E34580
Dated: July 22 2016**



(1)

CONTENTS

(I) Cover Sheet

(II) Contents

P.1 Purpose and Goal - Prospecting Targets

P.2 Property:

I - Project Access and Location Description

II - Map - Regional Access and Location

III - Claimmap

IV - Mining Claim Abstract

P.3 Geology:

I - Description

II - Map: Geology with Road Access Shown

P.4 Work Program:

I - Daily Work Diary and Expenditures: Stripping Overburden - Core Drilling

II - Summary of Previous Work

III - Map - Scaled, GPS - Stripped Area and 2 Drill hole Locations

P.5 Physical Test Results: Stripping and Core Drilling

P.6 Discussion:

P.7 Conclusion:

P.8 Appendix:

P.9 MAAP Verification - Prospector Licence

P.10 Exploration Permit

P.11 Personnel Information - Verne Smith, Russ Baker

P.12 Picture Stripped Overburden Site West Location

P.13 Picture Core Stripped Overburden East Location Site

P.14a Picture Drill Core (West Hole # 1.) - P.14b Picture close-up, West Hole # 1 drill core

P.15a Picture Drill Core (East Hole # 2.) - P.15b Picture close-up, East Hole # 2 drill core

P.16 Picture exposed Amethyst - Breccia

Purpose and Goal:

The purpose of this project is to further test by stripping and core drilling, to determine if the stone on this site has potential for a dimension stone quarry and if these results are positive, this should warrant a final block extraction and fabricating to "prove the site" for a dimension stone quarry.

The economics, with an expected quarry yield of 20%, would be financially rewarding.

We have estimated the quarry cost to be \$5.00/cu. ft. = \$175.00/cu. M. based on this yield return percent. Selling price ranges are \$400.00 to \$1,000.00 /cu. M.

I have an interested Italian stone trading company, request some sample interior thin stone veneer tiles or slabs 2'X2' to 4'X4' as well as, 2'X6' for specialty table tops and no one that we know of is producing amethyst breccia type thin stone veneers. This interested Italian firm sent a representative Vince Giordano from Toronto, that they referred to as a (Geological Inspector) up in October to view the site he was very overwhelmed with what he saw.

Their stone procurement geologist in Italy (Dr.L. Braghini) stated that the reports were positive on the Granite and Amethyst and recommended that "if my company were to be able to produce within one year, a reasonable amount of Grade A - Blocks, then we would be interested in such production."

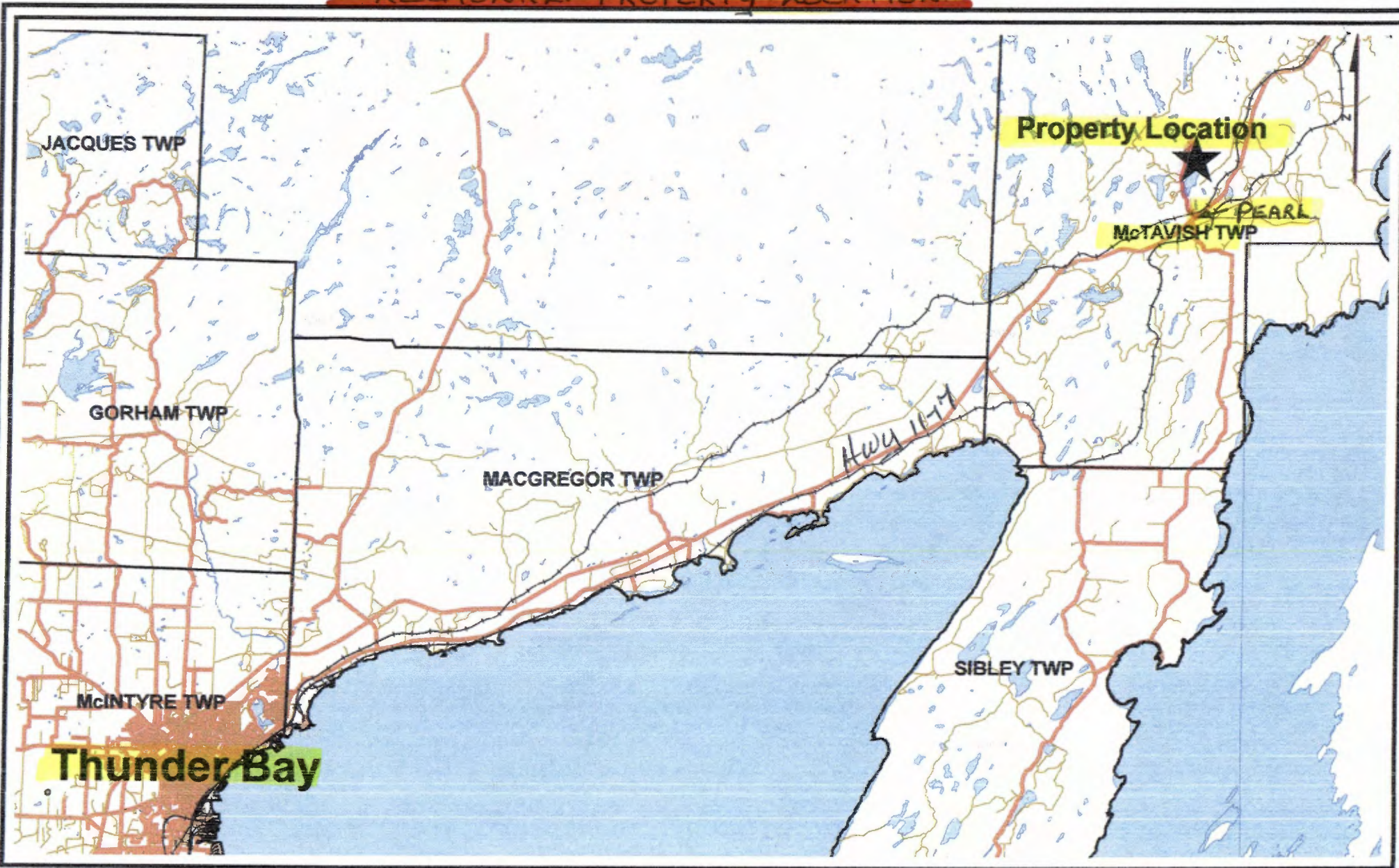
Spliethoff Shipping is offering haul back (Brake Bulk), no containers required, shipping from Thunder Bay Terminal and Duluth Port to US ports in Cleveland, New York and International Ports (Italy) at a reduced back haul rate. This is new to our region as previously blocks had to be trucked to Montreal for International Shipping. This option makes international markets more feasible from our region for the first time.

Project Access and Location

The Pearl Amethyst Project is located approx. 4 kms of driving distance north of Pearl, in McTavish Twp. Pearl (a very small community historically a railway siding with worker's residents) is located almost centrally between Thunder Bay and Nipigon, approx. 50 kms east of Thunder Bay, on Hwy 11-17. Turn North, in Pearl on Road #5 North (sign on highway) GPS location 377719e5391315n and proceed a short distance on this paved road, crossing the CPR railway tracks then you will quickly come to a gravelled amethyst mine road on your left. This GPS location is 377600e5391590n and has several amethyst mining signs at this junction (i.e. Blue Points Amethyst Mine, Bill's Old Amethyst Mine). Proceed on this main gravelled road, which runs basically north for a total of approx. 4 kms to my two gates, one on the main road and one on the left (north) GPS location 377606e539431n. Continue north through this gate on your left for a very short distance to the drill site GPS location 377503e5394452n, located centrally in claims TB 445741 and TB 445740.

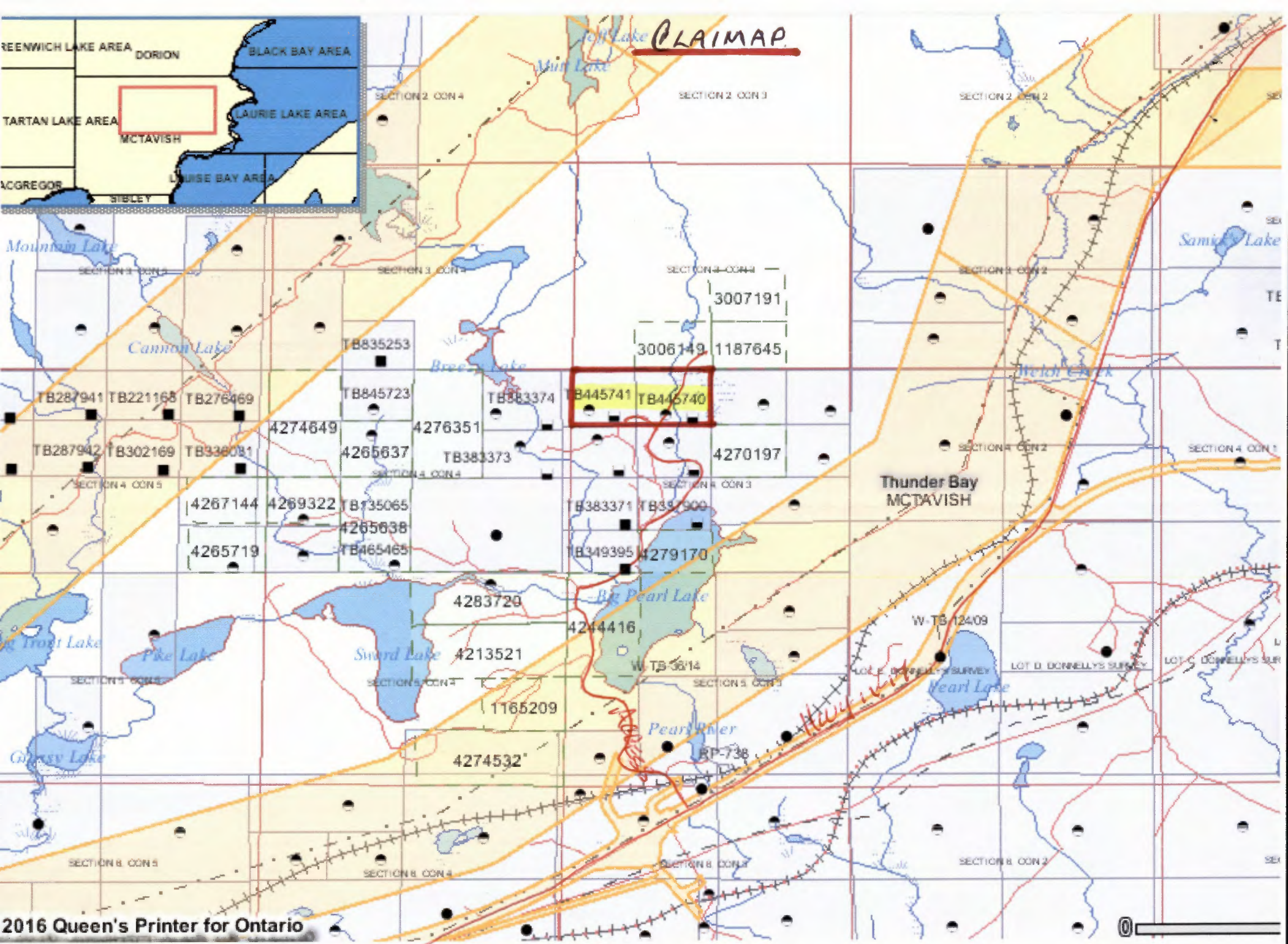
See attached Map: (Drill Sites and Stripping Area) - Road Access, next page!

REGIONAL - PROPERTY LOCATION



0 2 4 8 12 16 20 Km

CLAIMAP





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Mining Claim Dispositions

| [Main Menu](#) | [Back](#) |

[Explanatory Notes](#)

TENURE ATTRIBUTES

Tenure Type:	Lease	Sub-Tenure Type:	21 Year
Lease or Licence:	107815	Tenure Rights:	Mining Rights Only
Start Date:	2005-Oct-01	Lease Expiry Date:	2026-Sep-30

LAND ATTRIBUTES

Status:	Active	Area in Hectares:	16.187
Township or Area:	MCTAVISH		
Description:	TB445740 Mining Claim TB445740		
Location No:		Section or Block No:	
Survey Plan:		Part on Plan:	CLM No:
Land Registry Office:	THUNDER BAY	Parcel No:	3373LTB PIN No: 62488-0230(LT)

Claim Numbers	Lot	Concession	Claim Numbers	Lot	Concession
TB445740	04	03	*** End of Claim Numbers ***		

OWNER ATTRIBUTES

Owner: Individual 1 - Data protected in accordance to Freedom of Information and



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| [Main Menu](#) | [Back](#) |

[Explanatory Notes](#)

TENURE ATTRIBUTES

Tenure Type:	Lease	Sub-Tenure Type:	21 Year
Lease or Licence:	107816	Tenure Rights:	Mining Rights Only
Start Date:	2005-Oct-01	Lease Expiry Date:	2026-Sep-30

LAND ATTRIBUTES

Status:	Active	Area in Hectares:	16.187
Township or Area:	MCTAVISH		
Description:	TB445741		
Location No:		Section or Block No:	
Survey Plan:		Part on Plan:	CLM No:
Land Registry Office:	THUNDER BAY	Parcel No:	3374LTB PIN No: 62488-0224(LT)

Claim Numbers	Lot	Concession	Claim Numbers	Lot	Concession
TB445741	04	03	*** End of Claim Numbers ***		

OWNER ATTRIBUTES

Owner: Individual 1 - Data protected in accordance to Freedom of Information and Privacy Act

Geology & History Pearl Amethyst Project

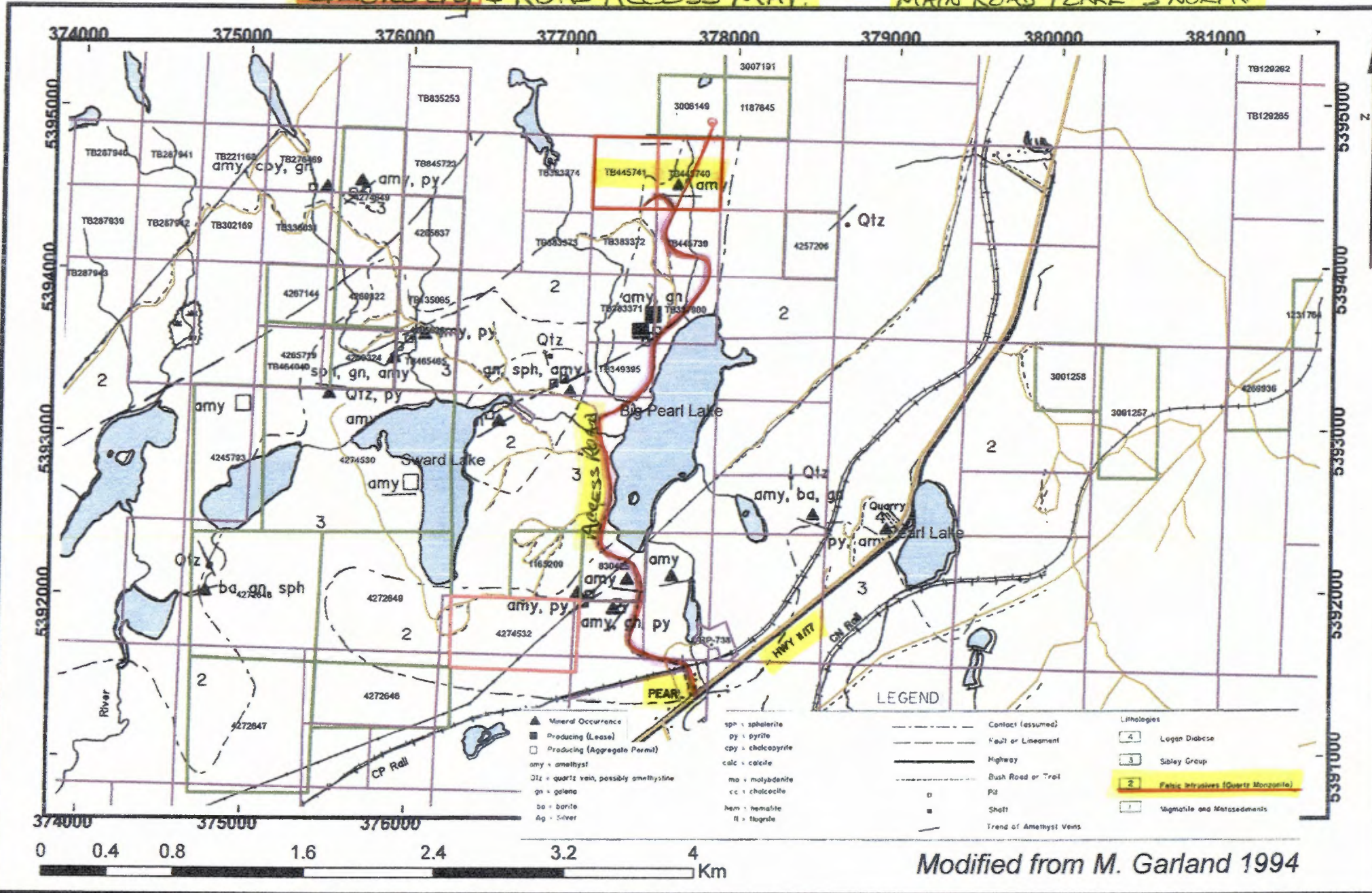
In 1971, McIlwaine mapped McTavish Township. Garland completed a study in 1994, describing the geology and compiling data of already known amethyst occurrences in the Thunder Bay area. Garland reports the following authors for further reference;

"Regional geology and structure of the Southern Province has been described by Card et al. (1972); Sims et al. (1981); and Wallace (1981). Detailed geology and mineral occurrences for specific regions within the Proterozoic of Lake Superior have been described by: Tanton (1931); Franklin (1970, 1978); Franklin and Mitchell (1977); Franklin et al. (1980); Franklin et al. (1986); McIlwaine (1971, 1972). A good summary of the regional geology is presented in the Geology of Ontario, volume 1, by Sutcliffe (1991)."

The Pearl Amethyst Project property is underlain by Archean quartz monzonite rocks of the Quetico subprovince (#2) and Proterozoic rocks of the Sibley group (#3). A northeast trending fault mineralized with amethyst (+/-sphalerite, +/-galena, +/-pyrite) trends through the central portion of the property as shown on the map next page (Garland, 1994).

Prospecting for amethyst in the Thunder Bay area dates back to the early 1860's. The Thunder Bay Amethyst Mine Panorama, located approximately 3 km to the northwest of the Pearl Amethyst Project (claims TB 445741 and TB 445740), was discovered in 1935. The discovery led to increased interest for amethyst in McTavish Township (Garland, 1994). Currently there are four deposits in McTavish Township that see small scale extraction of amethyst (Puumala et al, 2013).

GEOLOGY & ROAD ACCESS MAP. — MAIN ROAD PEARL #5 NORTH.



P-3-11

Daily Work Diary and Expenditures

Floating Equipment: MOB - June 28, 2016

Biloski Contracting (Working in Pearl) MOB my Cat D7G Bulldozer from Dorion to Pearl

Amethyst Project, 2hrs. plus tax = \$316.40

I MOB my water truck, water trailer, water pumps, hoses and air compressor Nipigon to Project
10 hrs @ \$85.00/hr = \$850.00

DEMOB Equipment: July 04, 2016

D. Hurd Contracting (from Nipigon) DEMOB Bulldozer Pearl back to Dorion,

3 hrs + tax = \$457.65

I DEMOB my water pumps, hoses, and air compressor back to Nipigon

5 hrs @ \$85.00/hr (Leave water truck and trailer in Pearl, closer for next Project) = \$425.00

Stripping: Using my Cat D7G Bulldozer June 29th, 30th, July 1,2,3rd = 5 days @ 12 hrs/day =

60 hrs @ \$135.00/hr = \$8,100.00

Power Washing and general labour: June 29,30, July 1, 2, 3 = 5 days @ 2 men = 10 man days

@ \$200.00/day = \$2,000.00

Water Truck, water Trailer, water pumps, hoses and air compressor for power washing and
supply drill water, 5 days @ 10/hrs/day = 50 hrs @ \$135.00/hr = \$6,750.00

Drilling: July 2nd, 3rd.

Rental NQ core including MOB and DEMOB - 2 - 20 M Core Holes @ 45 degree = \$5,491.50

Food: 3men @ 7 days June 28th to July 04th = 21 man days @ \$40.00/day = \$840.00

Travel: 75 kms x 2 = 150 kms/day @ 7 days = 1050 kms @ \$0.50/km = \$525.00

Total Expenditures = \$25,756.00

Summary of Previous Work

Prospecting for amethyst in the Thunder Bay area dates back to the early 1860's.

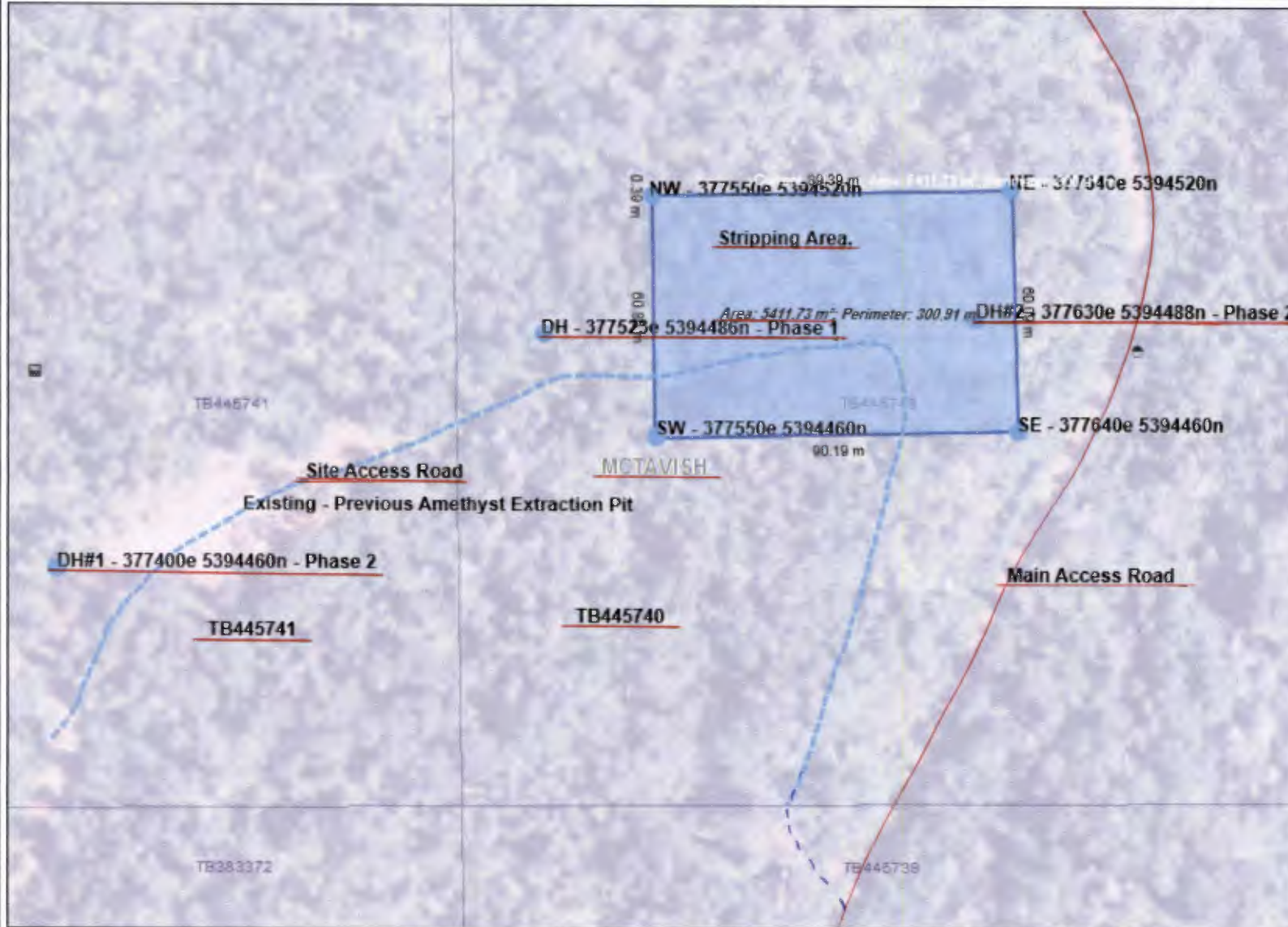
There was some very minor amounts of amethyst extracted (drilled and blasted) on my claims by the previous owner for gemstones, focal pieces and decorative landscaping stone for a couple seasons by Keith Bartel, up to 2008, when I then purchased the claims off of him. My amethyst was apparently discovered in the 1930's while prospecting for silver with no commercial amethyst operations recorded on my claims before Bartel. The amethyst of commercial value wasn't found on my claim until around 2006, then the stock market crashed in the fall of 2008 and the property went on sale and I was able to purchase it.

Bartel's extraction is located off a vertical wall of amethyst in red granite and also in a vug at the same location, 50 meters east of my proposed drill site. The drill and blast was very minor, to not damage the amethyst being extracted and I think it didn't create any shatter damage very far from the blast. I was there at a few of those extractions with Billy Richardson from Pass Lake, who did the blasting there.

Historically this whole surrounding area has had extensive prospecting for silver, lead and zinc and amethyst, with only a couple of worthwhile commercial size operations in amethyst in operation today; Blue Points Amethyst second claim south of my claim and Panorama in East Loon. If I can thin stone slab the amethyst breccia I would utilize the gemstone quality amethyst and decorative landscape pieces for those markets at the same time!

Pearl Amethyst Project -Phase 2 - Stripping-Drilling

Notes:
Enter map notes



Legend

- Administration Boundaries**
 - Mining Divisions
 - Resident Geologist District
 - Townships and Areas
- Mineral Tenure Grid**
 - OMTG Tenure Grid
- Alienations**
 - Withdrawal
 - Notice
- Unpatented Claim**
 - Active
 - Pending
- Disposition**
 - Disposition
- Disposition Symbols**
 - Camp
 - Disposition Unknown/Pending
 - Freehold Patent Mining Rights Only
 - Freehold Patent Surface Rights Only
 - Freehold Patent Surface and Mining Rights
 - Land Use Permit
 - Leasehold Patent Mining Rights Only
 - Leasehold Patent Surface Rights Only
 - Leasehold Patent Surface and Mining Rights
 - License of Occupation Mining Use Only
 - License of Occupation Surface Use Only
 - License of Occupation Surface and Mining Rights
 - License of Occupation Uses Not Specified
 - Order in Council
 - Tower
 - WFLA
- Geology Layers**
 - AMIS Sites
 - AMIS Features
 - Drill Holes
 - Mineral Occurrences

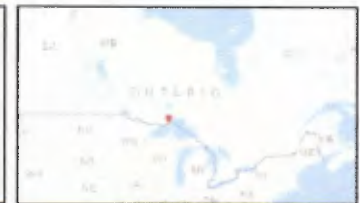
0 0.1 km

Projection: Web Mercator

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5. Physical Test Results: Phase Two Stripping and Core Drilling.

Stripping: Phase Two stripping further revealed the amethyst veining runs throughout the claim, located between each drill hole, from the west to east of the stripped boundary, varying from 1 M. to 4 M. in width. One open amethyst vug was revealed just east of our initial 7 M. core hole that we drilled last December. Some nice purple can be see on the walls.

Please see attached picture in Appendix.

Verne Smith from the US. president of B-Gel International LLC (Stone Industry) agreed that there would be no problem to produce quarry blocks from the site for the niche coffee table, end table and light backed veneer slab market. The Jointing and Sheeting were only up to 2 meters each at best in only some locations, however due to the special niche market high priced market value it would off set the time consuming extra field preparation and resin vac application required.

Please see Stripping Project Pictures in Appendix.

Core Drill:

The drill core also showed consistency of attractive mixed colours in an amethyst breccia matrix from surface through out the depth of core in the amethyst veining portion between the surrounding hose bedrock of red granite, red - brown mudstone and breccia. The stone would require special quarry procedure and resin vac with fiber backing or glass resin vac top fabricating.

The most attractive and possible potential quarryable breccia is located in westerly portion of the property where drill hole # 1 is located. We encountered a possible large vug at the very last core in drill hole #2. The last 3M. of core, went from amethyst breccia into 2 M. of mud then back into breccia. We drilled 25 M. deep with NQ. rod at 45 degrees; so we're guessing the core would be about 7 to 8 M. deep where the core went through the vug. The deepest depth of the core vertically from surface would be 9 M. and 16 M. horizontally from start of hole, in drill hole direction. We intend to further check this possible vug out with my little Winky drill some time in the future.

Overall this project was quit exciting and proves greater potential for the site, revealing a large showing previously unknown. This test information will prove very valuable when evaluating the site for quarry development.

Please see Core Drill Samples Picture in Appendix.

Discussion:

Verne Smith President of B-Gel International LLC (USA Stone Industry) was out to the site at various times and commented that the site has good showings at this early stage of exploration. Verne is a previous business associate of Domenico Brocato (Director of Logistics and Business Development) Cermesoni Group owned by Bruno Zanet who has the Alaska White Quarry in Brazil (one of several quarries); Domenico then sent his fabricator Vincenzo Giordano to come out and visit my various potential quarry sites for a week. Vince sent a reply to Domenico that I may have potential white pegmatite and niche market amethyst breccia for their markets.

Carl Barfoot, Owner of Georgian Bay Marble and Stone Inc. Wiarton Ontario is also associated with me as a potential customer and fabricator and has helped me fabricate cut and polish test samples in the past. Carl is also very interested in marketing this and other stone should they be developed into quarries.

Conclusion:

The test results so far are very positive and we are fairly certain that blocks in the .5x1x2 meter or a little larger could be produced by special plaster or resin quarry process. The colour, pattern and amethyst - breccia texture would be desirable for the speciality niche stone market for coffee tables, end tables and back lighted veneer panels.

Several associates in the slab (counter top and veneer) market, as well as patio and landscaping markets have shown real interest in the potential this stone. They all want me to keep in touch and let them know of further testing results and ultimately then, could I supply them with some finished sample pieces.

This Phase Two Project, of more advanced stripping and core drilling further proved the site potential to warrant final Phase Three. Phase Three would consist of test block extraction and fabricated sample panel pieces that would fully prove the stone marketability and the site for dimensional stone quarry production.

Today there is a fabricated amethyst - clear, white, opaque quartz polished panel cut from thin pieces into various computerized fitted shapes and patterns; by an Italian fabricator that sells in very high price range of \$400.00 to \$600.00 US. I was told that with high quality fabrication my panels natural stone panels could enter this market with a much more competitive price with high profit potential.

P.8 - Appendix:

P.9 - MAAP. Verification - Prospector's Licence

P.10 - Exploration Permit

P.11 - Personnel Information - Verne Smith

P.12 - Picture Stripped Overburden Western Section

P.13 - Picture Stripped Overburden Eastern Section

P.14a - Picture Drill Core (West Hole #1.) - P.14b Picture close-up, West Hole # 1 drill core

P.15a - Picture Drill Core (East Hole # 2.) - P.15b Picture close-up, East Hole # 2 drill core

P.16 - Picture exposed Amethyst - Breccia



Mining Act Awareness Program

Verification of Completion

This verifies that:

Gerald Blakely

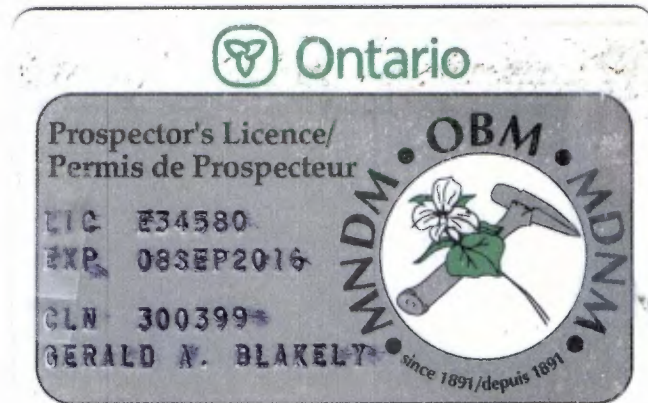
Completed the Mining Act Awareness Program on:

Feb 17, 2013

Verification number:

412C-E6E9-4986-FC34

Ministry of Northern Development and Mines





**Exploration Permit/Permis
d'exploration**
Number/Numero : PR-13-10296R

This permit is issued under the authority of section 78.3 of the *Mining Act* and the Exploration Plans and Exploration Permits Regulation (O. Reg. 308/12). It is subject to the provisions of the Act and regulation as well as the terms and conditions included in this permit.

Ce permis est émis conformément aux dispositions de section 78.3 de la *Loi sur les mines* et des règlements et est sujet aux restrictions et dispositions de ce lois et règlements ainsi qu'aux conditions ci-énoncées

Note: The issuance of this permit does not relieve the applicant from the responsibility of acquiring any other agency, board, government, etc. approval as may be required nor does it relieve the permittee from the requirements of any other legislation or guarantee access to the land.

Remarque: La délivrance d'un permis n'exonère pas le demandeur de l'obligation d'obtenir l'autorisation de tout autre organisme, commission, gouvernement, etc. qui pourrait être exigée, non plus qu'elle exempte le détenteur des dispositions des lois et elle ne garantit pas l'accès à la terre.

Project Details/ Détails sur le projet

Project Name/ Titre du projet
Breezy Lake Project

Qualified Supervisor/Superviseur qualifié
Gerald Blakely

This Permit is issued to: Ce Permis est délivré a:

Name of Permittee/Nom du détenteur:
Gerald Blakely

Mailing Address/Adresse postale:
111 8th Street, Nipigon ON P0T 2J0

To conduct an early exploration activities from/ Pour effectuer des activités d'exploration du: 2016-06-26 to: 2019-06-25

On claim/lease/licence of occupation number(s)/Sur le numéro(s) du claim/bail/permis d'occupation: TB445740 TB445741

as per your exploration permit renewal application date/conformément a la demande de permis d'exploration en date du: 2016-05-09

- Mechanized Drilling (assembled weight >150kg)/ Forage mécanisé (poids assemblé >150 kg)
- Mechanized Stripping (>100m² in 200m radius) / Décapage mécanisé (> 100 m² dans un rayon de 200 m)
- Pitting and Trenching (>3m³ in 200m radius) / Creusement de fosses et de tranchées (>3 m³ dans un rayon de 200 m)
- Line Cutting (>1.5m width) / Découpage des quadrillages (<1,5 m de largeur)
- Other (Early exploration activities for which Director has required a permit)/Autre (Activités d'exploration préliminaires pour laquelle le Directeur a demandé un permis):

Subject to the following conditions:/Et sous les conditions suivantes:

1. The Permittee shall keep this permit or a true copy thereof on the permit area./Le détenteur conserver ace permis ou une copie conforme sur les lieux des travaux.
2. The person in charge of the operation conducted under this permit shall produce and show this permit or the true copy kept on the exploration permit area to any inspector whenever requested by the officer./Le responsable des travaux couverts par ce permis doit produire le permis ou sa copie conforme si un inspecteur lui demande.
3. The requirements outlined in Schedule 1 of Ontario Regulation 308/12 and applicable Provincial Standards for Early Exploration/ Les exigences générales identifier à l'annexe 1 du Règlement de l'Ontario 308/12 et les normes provinciale relatives a l'exploration préliminaire.
4. Other terms and conditions as listed on this permit./Autres termes et conditions énoncées sur ce permis.

Place of Issue/Émis a:
Thunder Bay

Issued by/Émis par:
Mark O'Brien, Director of Exploration

Date of Issue/Date émis (yyyy/mm/dd, aaaa/mm/jj):

2016/06/24

Signature of Director/Signature du directeur:

Personnel Information

Russ Baker
52 Brompton Road
Box 494
Red Rock, ON P0T 2P0

Ph: 807-886-2564

Email: rbdar@outlook.com

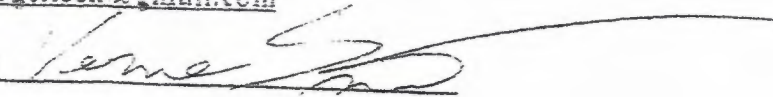
Signed R. J. Baker

Contact information

Verne Smith
51745 warbler Dr.
Bemidji, MN 56601

ph: (218) 766-5123
email: bgeltech@gmail.com

Signed

A handwritten signature in black ink, appearing to read "Verne Smith", written over a horizontal line.

DRILL CORE WEST HOLE #1



~~19/04/2016~~



DRILL CORE-EAST HOLE #2

~~19/04/2016~~

DRILL CORE WEST HOLE #1

29/04/2016

P.14a.



DRILL CORE WEST HOLE # 1

29/04/2016

P14B

10

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DRILL CORE WEST HOLE # 1

DRILL CORE WEST HOLE # 1

DRILL CORE
EAST HOLE #2

29/04/2016

P15-a

DRILL CORE EAST HOLE # 2

20

17

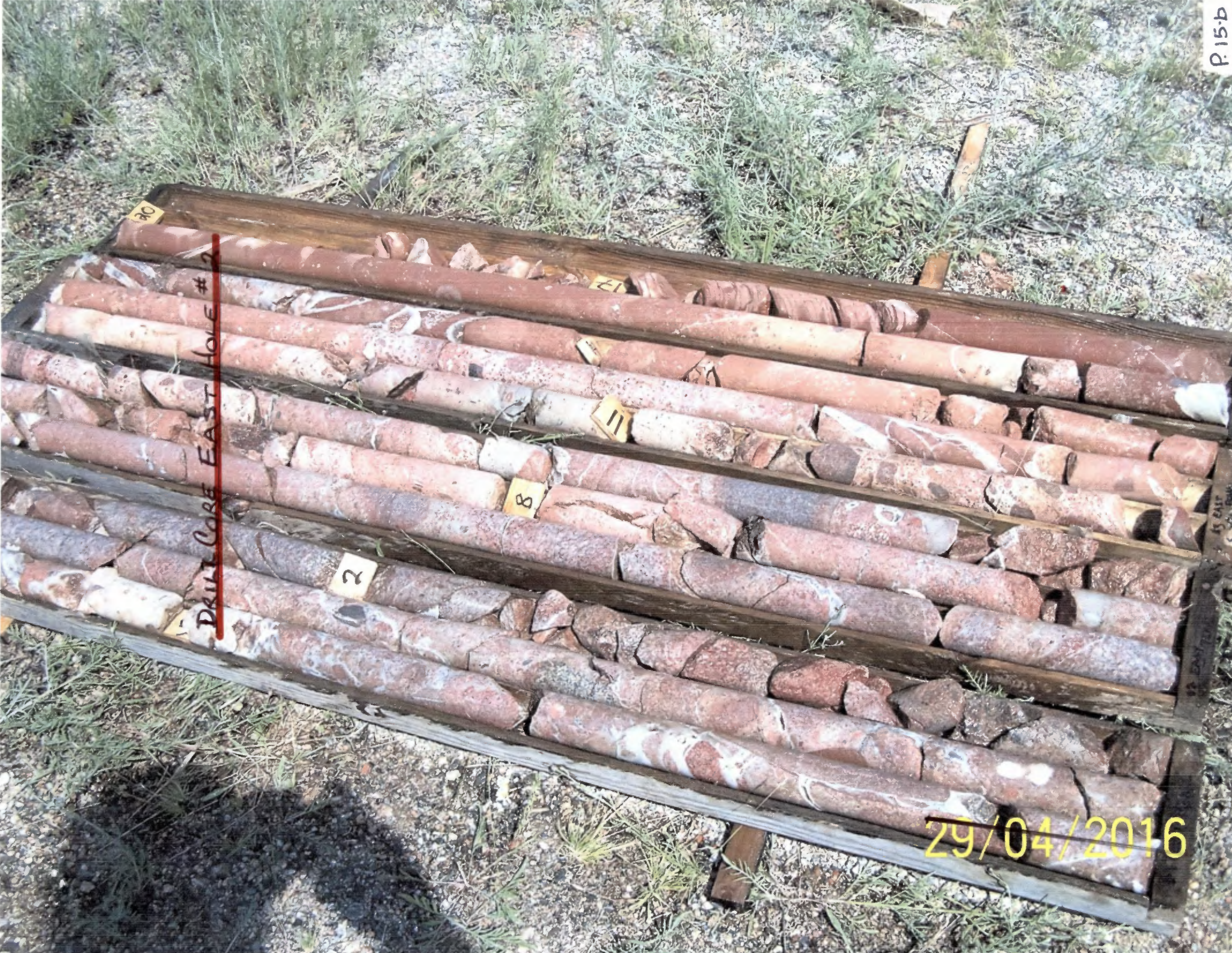
11

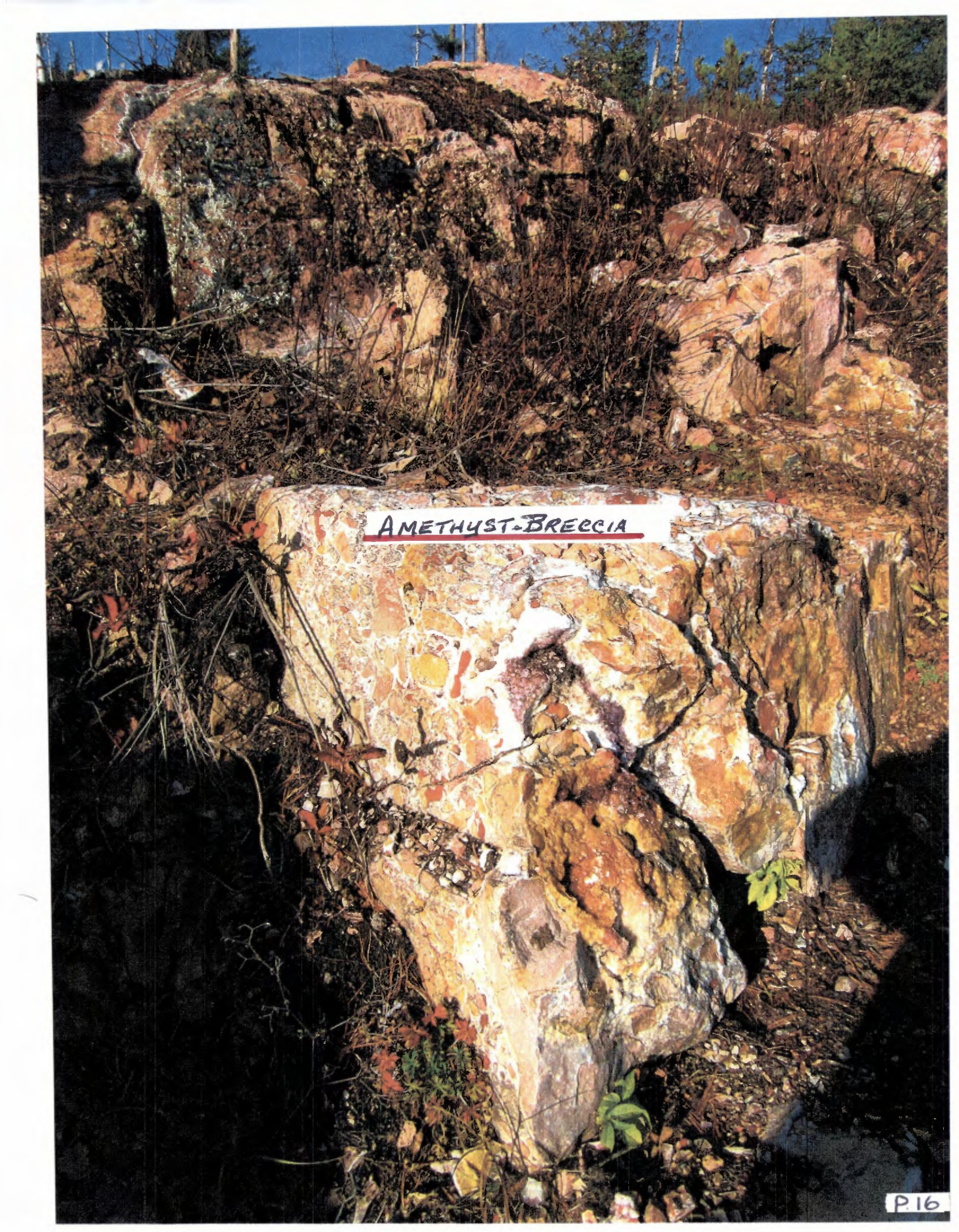
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2

Box 3
EAST HOLE

29/04/2016





AMETHYST-BRECCIA