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**CANADIAN EXPLORATION SERVICES LTD**

**BATTERY MINERAL RESOURCES LTD.**

**Q2406 – Elk Lake Project  
Magnetometer Survey**

**C Jason Ploeger, P.Geo. – July 17, 2017**

# BATTERY

## MINERAL RESOURCES

### **Abstract**

CXS was contracted by Battery Mineral Resources to perform approximately 2.9 kilometres of magnetometer work over the Elk Lake Property.

**BATTERY MINERAL RESOURCES LTD.**

**Q2406 – Elk Lake Project  
Magnetometer Survey**

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## 1. SURVEY DETAILS

### 1.1 PROJECT NAME

This project is known as the **Elk Lake Project**.

### 1.2 CLIENT

Battery Mineral Resources Ltd.  
Level 36  
Governor Phillip Tower  
1 Farer Place  
Sydney  
Australia

### 1.3 LOCATION

The Elk Lake Project is located approximately 5 km southeast of Elk Lake, Ontario. The survey area covers a portion of mining claim 4277393 located in James Township, within the Larder Lake Mining Division.



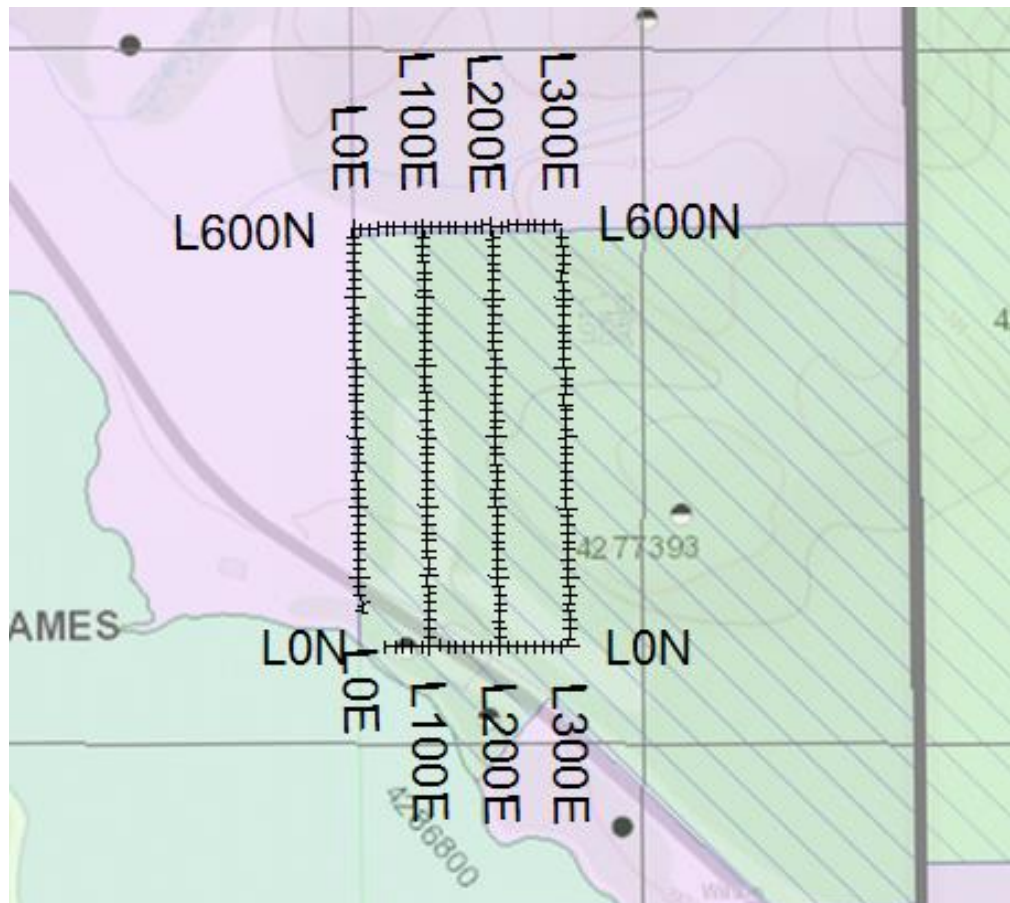
**Figure 1: Location of the Elk Lake Project**

#### 1.4 ACCESS

Access to the property was attained with a 4x4 truck highway 65. The vehicle was parked 5km south of Elk Lake on highway 65 where the grid was located.

#### 1.5 SURVEY GRID

The traversed lines were established using a GPS in conjunction with the execution of the survey. The GPS operator would establish sample locations while remaining approximately 12.5m in front of the magnetometer operator. GPS waypoints, magnetic samples were taken every 12.5m along these controlled traverses. The GPS used was a Garmin GPSMAP 62s with an external antenna for added accuracy.



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**Figure 2: Claim Map with the Elk Lake Traverses**

## 2. SURVEY WORK UNDERTAKEN

### 2.1 SURVEY LOG

Date	Description	Line	Min Extent	Max Extent	Total Survey (m)
July 07, 2017	Locate survey area and conduct magnetometer survey.	0E	50N	600N	550
		100E	0N	600N	600
		200E	0N	600N	600
		300E	0N	600N	600
		0N	37.5E	300E	262.5
		600N	0E	300E	300
					<b>2912.5</b>

**Table 1: Survey Log**

### 2.2 PERSONNEL

David Benn of Ottawa, Ontario conducted all the magnetic data collection while Liam Sullivan of Larder Lake, Ontario was responsible for the GPS control and GPS way-point collection.

### 2.3 SURVEY SPECIFICATIONS

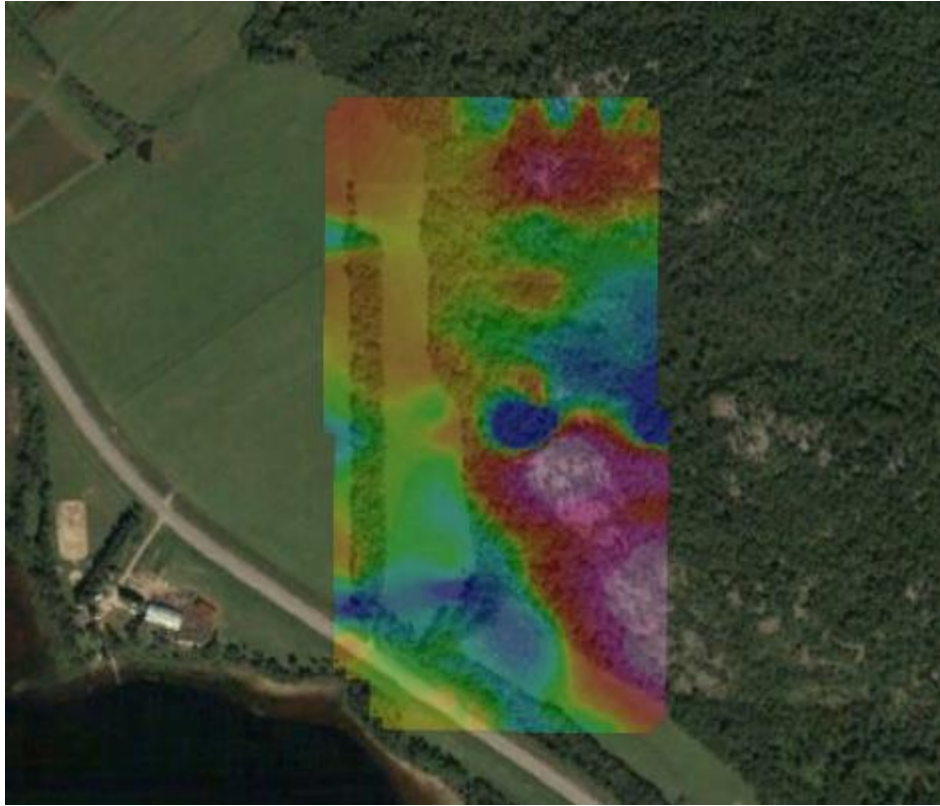
The survey was conducted with a GSM-19 v7 Overhauser magnetometer with a second GSM-19 magnetometer for a base station mode for diurnal correction.

A total of 2.9125 line kilometers of magnetometer was read over the elk Lake Project on July 7, 2017. This consisted of 233 magnetometer samples taken at a 12.5 meters sample interval.



### 3. OVERVIEW OF SURVEY RESULTS

#### 3.1 SUMMARY



**Figure 3: Magnetometer Plan of Elk Lake on Google Earth**

The survey partially occupied a farmers field. The southwest region of the survey area crosses the highway 65 corridor. No influence from either of these sources was detected in the data.

A strong magnetic signature occurs within the southeast region of the survey area. This appears to be related to the topographically elevated areas. This may indicate the presence to the contact of the Nipissing Diabase and the Huronian Sediments.

A magnetically depressed linear feature crosses the survey area from 0E from through 300E and 112.5N and 212.5N respectively. This region may indicate an alteration zone where magnetite depletion has occurred. This zone of alteration is a key target for further exploration.

---

## APPENDIX A

### STATEMENT OF QUALIFICATIONS

I, C. Jason Ploeger, hereby declare that:

1. I am a professional geophysicist with residence in Larder Lake, Ontario and am presently employed as a Geophysicist and Geophysical Manager of Canadian Exploration Services Inc. of Larder Lake, Ontario.
2. I am a Practising Member of the Association of Professional Geoscientists, with membership number 2172.
3. I graduated with a Bachelor of Science degree in geophysics from the University of Western Ontario, in London Ontario, in 1999.
4. I have practiced my profession continuously since graduation in Africa, Bulgaria, Canada, Mexico and Mongolia.
5. I am a member of the Ontario Prospectors Association, a Director of the Northern Prospectors Association and a member of the Society of Exploration Geophysicists.
6. I do not have nor expect an interest in the properties and securities of **Battery Mineral Resources**.
7. I am responsible for the final processing and validation of the survey results and the compilation of the presentation of this report. The statements made in this report represent my professional opinion based on my consideration of the information available to me at the time of writing this report.



C. Jason Ploeger, P.Geo., B.Sc.  
Geophysical Manager  
Canadian Exploration Services Inc.

Larder Lake, ON  
July 17th, 2017

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## APPENDIX B

### THEORETICAL BASIS AND SURVEY PROCEDURES

#### TOTAL FIELD MAGNETIC SURVEY

Base station corrected Total Field Magnetic surveying is conducted using at least two synchronized magnetometers of identical type. One magnetometer unit is set in a fixed position in a region of stable geomagnetic gradient, and away from possible cultural effects (i.e. moving vehicles) to monitor and correct for daily diurnal drift. This magnetometer, given the term 'base station', stores the time, date and total field measurement at fixed time intervals over the survey day. The second, remote mobile unit stores the coordinates, time, date, and the total field measurements simultaneously. The procedure consists of taking total magnetic measurements of the Earth's field at stations, along individual profiles, including Tie and Base lines. A 2 meter staff is used to mount the sensor, in order to optimally minimize localized near-surface geologic noise. At the end of a survey day, the mobile and base-station units are linked, via RS-232 ports, for diurnal drift and other magnetic activity (ionospheric and spheric) corrections using internal software.

For the gradiometer application, two identical sensors are mounted vertically at the ends of a rigid fiberglass tube. The centers of the coils are spaced a fixed distance apart (0.5 to 1.0m). The two coils are then read simultaneously, which alleviates the need to correct the gradient readings for diurnal variations, to measure the gradient of the total magnetic field.

---

**APPENDIX C****GSM 19****Specifications****Overhauser Performance**

Resolution: 0.01 nT  
Relative Sensitivity: 0.02 nT  
Absolute Accuracy: 0.2nT  
Range: 20,000 to 120,000 nT  
Gradient Tolerance: Over 10,000nT/m  
Operating Temperature: -40°C to +60°C

**Operation Modes**

Manual: Coordinates, time, date and reading stored automatically at min. 3 second interval.  
Base Station: Time, date and reading stored at 3 to 60 second intervals.  
Walking Mag: Time, date and reading stored at coordinates of fiducial.  
Remote Control: Optional remote control using RS-232 interface.  
Input/Output: RS-232 or analog (optional) output using 6-pin weatherproof connector.

**Operating Parameters**

Power Consumption: Only 2Ws per reading. Operates continuously for 45 hours on standby.  
Power Source: 12V 2.6Ah sealed lead acid battery standard, other batteries available  
Operating Temperature: -50°C to +60°C

**Storage Capacity**

Manual Operation: 29,000 readings standard, with up to 116,000 optional.  
With 3 VLF stations: 12,000 standard and up to 48,000 optional.  
Base Station: 105,000 readings standard, with up to 419,000 optional (88 hours or 14 days uninterrupted operation with 3 sec. intervals)  
Gradiometer: 25,000 readings standard, with up to 100,000 optional. With 3 VLF stations: 12,000, with up to 45,000 optional.

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## Omnidirectional VLF

Performance Parameters: Resolution 0.5% and range to  $\pm 200\%$  of total field.  
Frequency 15 to 30 kHz.

Measured Parameters: Vertical in-phase & out-of-phase, 2 horizontal components, total field coordinates, date, and time.

Features: Up to 3 stations measured automatically, in-field data review, displays station field strength continuously, and tilt correction for up to  $\pm 10^\circ$  tilts.

Dimensions and Weights: 93 x 143 x 150mm and weighs only 1.0kg.

## Dimensions and Weights

Dimensions:

Console: 223 x 69 x 240mm

Sensor: 170 x 71mm diameter cylinder

Weight:

Console: 2.1kg

Sensor and Staff Assembly: 2.0kg

## Standard Components

GSM-19 magnetometer console, harness, battery charger, shipping case, sensor with cable, staff, instruction manual, data transfer cable and software.

## Taking Advantage of a “Quirk” of Physics

Overhauser effect magnetometers are essentially proton precession devices except that they produce an order-of magnitude greater sensitivity. These "supercharged" quantum magnetometers also deliver high absolute accuracy, rapid cycling (up to 5 readings / second), and exceptionally low power consumption.

The Overhauser effect occurs when a special liquid (with unpaired electrons) is combined with hydrogen atoms and then exposed to secondary polarization from a radio frequency (RF) magnetic field. The unpaired electrons transfer their stronger polarization to hydrogen atoms, thereby generating a strong precession signal-- that is ideal for very high-sensitivity total field measurement. In comparison with proton precession methods, RF signal generation also keeps power consumption to an absolute minimum and reduces noise (i.e. generating RF frequencies are well out of the bandwidth of the precession signal).

In addition, polarization and signal measurement can occur simultaneously - which enables faster, sequential measurements. This, in turn, facilitates advanced statistical averaging over the sampling period and/or increased cycling rates (i.e. sampling speeds).

- 
- The unique Overhauser unit blends physics, data quality, operational efficiency, system design and options into an instrumentation package that ... exceeds proton precession and matches costlier optically pumped cesium capabilities

**APPENDIX C**

**GARMIN GPS MAP 62S**



Physical & Performance:	
Unit dimensions, WxHxD:	2.4" x 6.3" x 1.4" (6.1 x 16.0 x 3.6 cm)
Display size, WxH:	1.43" x 2.15" (3.6 x 5.5 cm); 2.6" diag (6.6 cm)
Display resolution, WxH:	160 x 240 pixels
Display type:	transflective, 65-K color TFT
Weight:	9.2 oz (260.1 g) with batteries
Battery:	2 AA batteries (not included); NiMH or Lithium recommended
Battery life:	20 hours
Waterproof:	yes (IPX7)
Floats:	no

High-sensitivity receiver:	yes
Interface:	high-speed USB and NMEA 0183 compatible
<b>Maps &amp; Memory:</b>	
Basemap:	yes
Preloaded maps:	no
Ability to add maps:	yes
Built-in memory:	1.7 GB
Accepts data cards:	microSD™ card (not included)
Waypoints/favorites/locations:	2000
Routes:	200
Track log:	10,000 points, 200 saved tracks
<b>Features &amp; Benefits:</b>	
Automatic routing (turn by turn routing on roads):	yes (with optional mapping for detailed roads)
Electronic compass:	yes (tilt-compensated, 3-axis)
Touchscreen:	no
Barometric altimeter:	yes
Camera:	no
<u>Geocaching-friendly:</u>	yes (paperless)
<u>Custom maps compatible:</u>	yes
Photo navigation (navigate to geotagged photos):	yes
Outdoor GPS games:	no



Hunt/fish calendar:	yes
Sun and moon information:	yes
Tide tables:	yes
Area calculation:	yes
Custom POIs (ability to add additional points of interest):	yes
Unit-to-unit transfer (shares data wirelessly with similar units):	yes
Picture viewer:	yes
Garmin Connect™ compatible (online community where you analyze, categorize and share data):	yes

- *Specifications obtained from [www.garmin.com](http://www.garmin.com)*

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## APPENDIX D

### LIST OF MAPS (IN MAP POCKET)

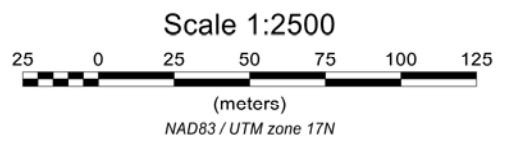
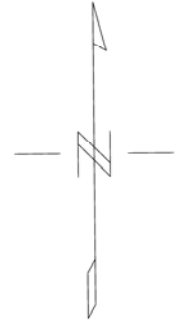
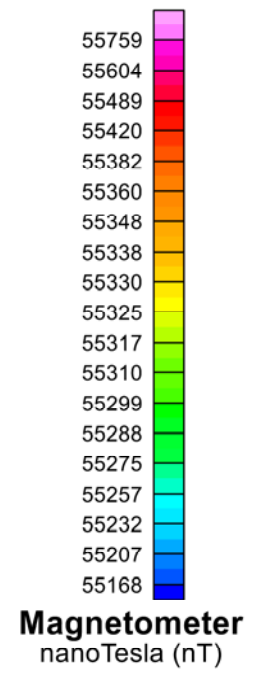
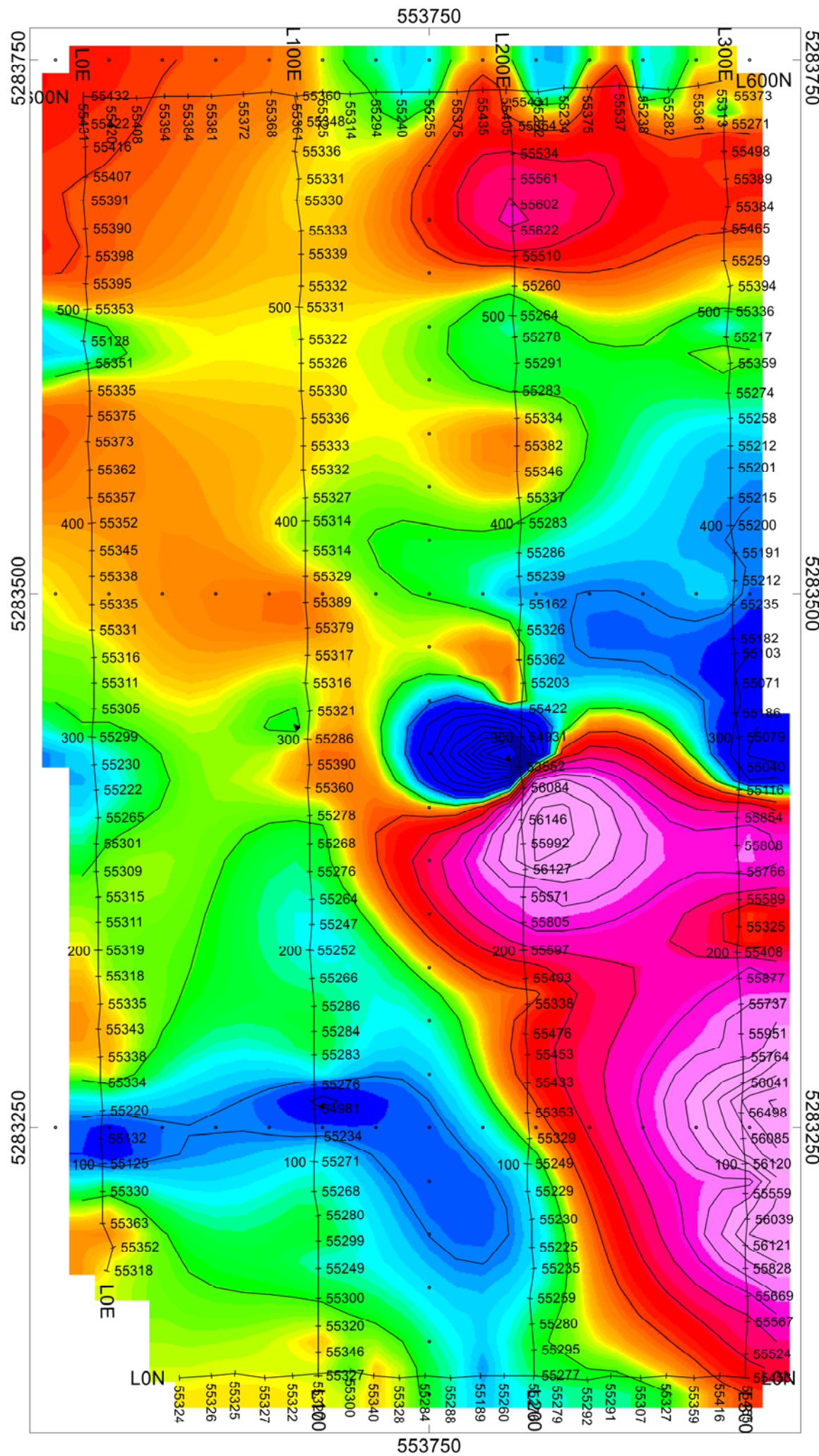
Magnetometer Plan Map (1:2500)

- 1) Q2406-BATTERY-Elk Lake-South-Mag-Cont

Traverse Plan Map (1:20000)

- 1) Q2406-Battery-Elk Lake-South-Traverse

**TOTAL MAPS = 2**



**ELK LAKE PROJECT**  
**James Township, Ontario**

TOTAL FIELD MAGNETIC CONTOURED PLAN MAP  
Base Station Corrected

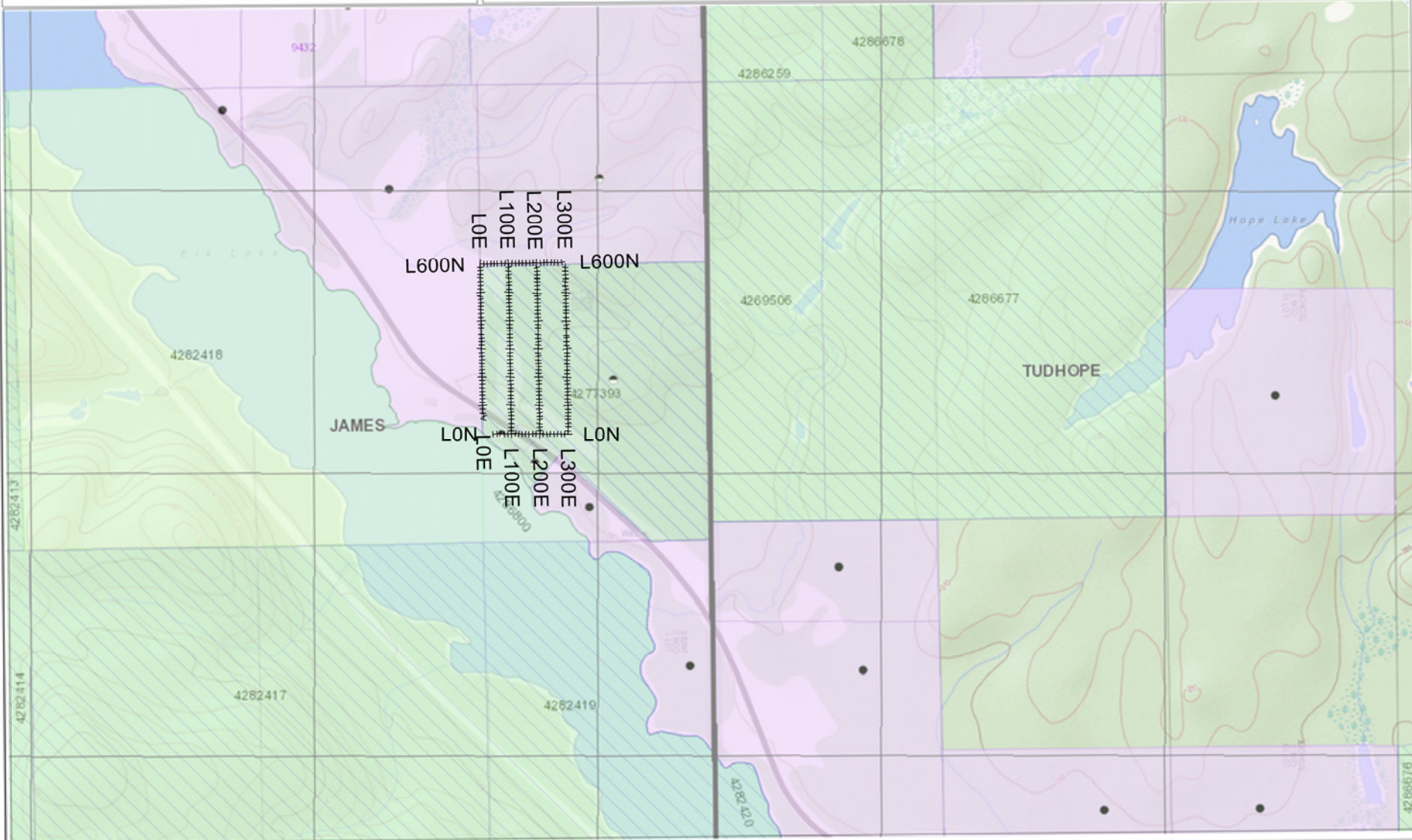
Posting Level: 0nT  
Field Inclination/Declination: 74degN/12degW  
Station Separation: 12.5 meters  
Total Field Magnetic Contours: 100nT

GSM-19 OVERHAUSER MAGNETOMETER v7

Operated By: David Benn  
GPS Operated By: Liam Sullivan  
Processed by: Claudia Moraga  
Map Drawn By: C Jason Ploeger, P.Geo.  
July 2017



Drawing: Q2406-BATTERY-ELK LAKE-SOUTH-MAG-CONT



**Legend**

- Administration Boundaries**
  - Mining Divisions
  - Resident Geogical District
  - Townships and Areas
  - UTM Grid
  - Geographic Lot Fabric
  - Other Federal Land
- Mineral Tenure Grid**
  - OMTC Tenure Grid
- Alienations**
  - Withdrawal
  - Notice
- Unpatented Claim**
  - Recorded
  - Pending
- Disposition**
  - Disposition
- Disposition Symbols**
  - Camp
  - Disposition Unknown/Pending
  - Freshhold Patent Mining Rights Only
  - Freshhold Patent Surface Rights Only
  - Freshhold Patent Surface and Mining Rights
  - Land Use Permit
  - Lessorhold Patent Mining Rights Only
  - Lessorhold Patent Surface Rights Only
  - Lessorhold 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**
  - AIRS Sites
  - AIRS Features
  - Dike Holes
  - Mineral Occurrences



Projection: Web Mercator



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