Report of Work

(Line cutting, TFM, and HLEM)

on

EDWARDS-MORTIMER CLAIM GROUP

Larder Lake Mining Division

for

EAST-WEST RESOURCES CORP.

Vancouver, B. C.

June 11, 1998 Geoserve Canada Inc. Richard Daigle

1.0 SUMMARY

East-West Resources Ltd completed line cutting, total field magnetics, and horizontal loop electromagnetic surveys on their Edwards-Mortimer Claim Group. The twelve claims being reported on cover an area in north Edwards Township, and south Mortimer Township. The townships are found 17 km north of Iroquois Falls, ON, and are in the Larder Lake Mining Division.

Past and recent exploration results encourages further work.

TABLE OF CONTENTS

FIGURES

PLANS

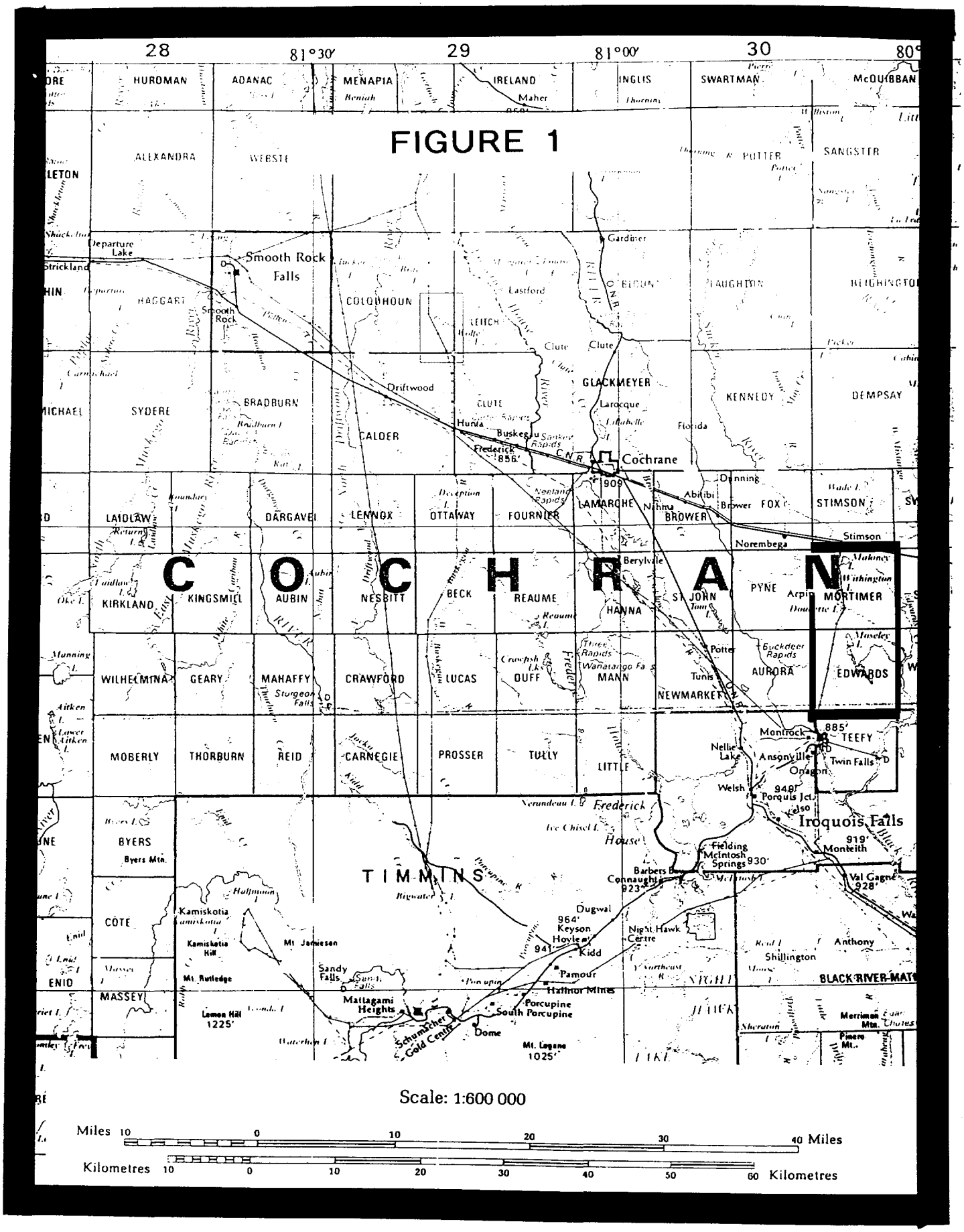


FIGURE 1
28
81°30'
29
81°00'
30
80°
HUROMAN
ADANAC
MENAPIA
IRELAND
INGLIS
SWARTMAN
McQUIBBAN
ALEXANDRA
WEBSTE
POTTER
SANGSTER
Departure Lake
Smooth Rock Falls
Gardiner
HAGGART
COLQUHOUN
Eastford
Clute
GLACKMEYER
Larocque
KENNEDY
DEMPSAY
SYDERE
BRADBURN
Driftwood
CLUTE
CALDER
Hunta
Buskegau
Frederick
856'
Cochrane
909'
Dunning
Abitibi
Brower
FOX
STIMSON
LAIDLAW
DARGAVEL
LENNOX
OTTAWAY
FOURNIER
LAMARCHE
BROWER
Norembega
Stimson
Berylvale
C O C H R A N
KIRKLAND
KINGSMILL
AUBIN
NESBITT
BECK
REAUME
HANNA
ST JOHN
PYNE
MORTIMER
Potter
Buckdeer Rapids
AURORA
EDWARDS
WILHELMINA
GEARY
MAHAFFY
CRAWFORD
LUCAS
DUFF
MANN
Tunis
NEWMARKET
885'
TEEFY
Montrock
Nellie Lake
Ansonville
Twin Falls
Opasatika
Welsh
948'
Porquis Jct.
Kelso
Iroquois Falls
MOBERLY
THORBURN
REID
CARNEGIE
PROSSER
TULLY
LITTLE
Frederick House
Fielding
McIntosh Springs
930'
919'
Monteith
BYERS
Byers Mtn.
TIMMINS
Barbers Bay
Connaught
923'
Val Gagné
928'
Kamiskotia
Dugwal
964'
Keyson
Hoyle
941'
Night Hawk Centre
Kidd
Anthony
Shillington
COTE
Kamiskotia Hill
Mt. Jamieson
Sandy Falls
Pamour
Halliwell Mines
BLACK RIVER-MAT
ENID
MASSEY
Mt. Rutledge
Lemon Hill
1225'
Mattagami Heights
Porcupine
South Porcupine
Schumacher Gold Centre
Dome
Mt. Logano
1025'
Merrimac Mtn.
Pinero Mt.
Scale: 1:600 000
Miles 10 0 10 20 30 40 Miles
Kilometres 10 0 10 20 30 40 50 60 Kilometres

2.0 INTRODUCTION

East-West Resources Ltd., of Vancouver, B. C., commissioned Geoserve Canada Inc., of South Porcupine, ON to do work on their Edwards-Mortimer Claim Group. The property comprises twelve (12) contiguous claims in Edwards and Mortimer Townships, Northeast Ontario. The townships are approximately 17 km north of Iroquois Falls, ON, along the NW Industrial Road. The claims are geologically situated in the Stoughton-Roquemaure Assemblage which consists predominantly of komatiitic and magnesium and iron-rich tholeiite (Eakins 1972, Jansen 1978). The objective of the 1998 work is primarily to delineate geological structures favourable for base metal occurrences. Anvil Resources Ltd., of Vancouver, B. C., conducted ground geophysics in 1995 and five drill holes in 1996 on three adjacent claims in Edwards Township. This work can be found in the Kirkland Lake Resident Geologist Office (R.J. Daigle, 1997).

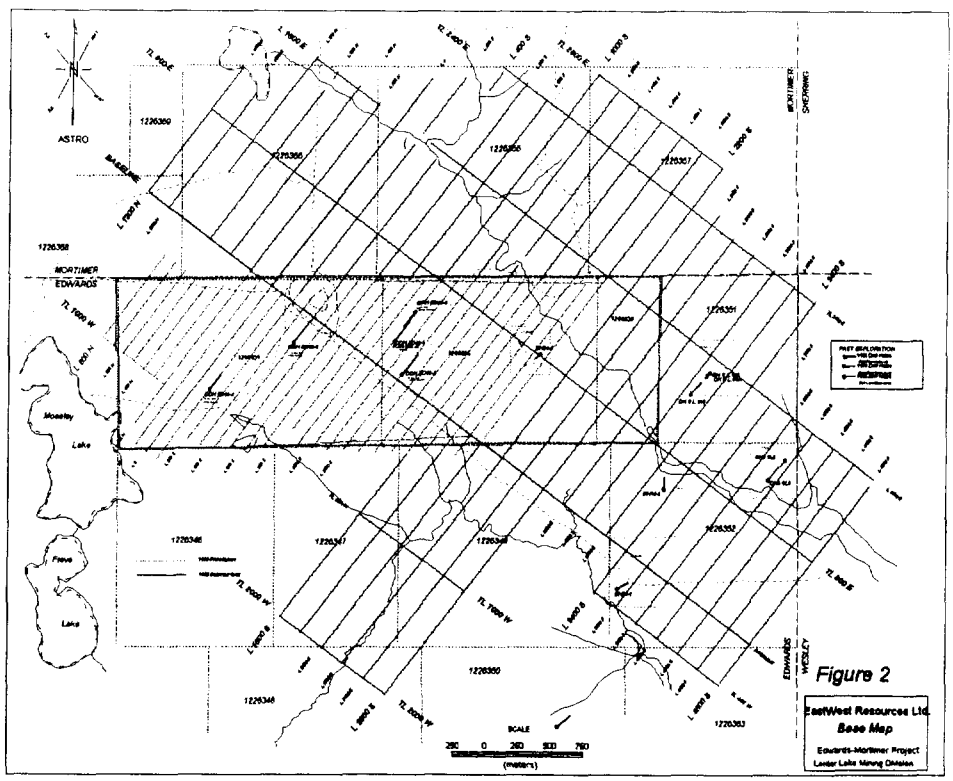
Geoserve Canada expanded the original 1995 grid covering most of the East-West claims with line cutting, total field magnetics (TFM), and horizontal loop electromagnetic (HLEM) surveys.

The results of the 1998 surveys forms the basis of this report. The 1995 results were also used to make Plan 4 (Compilation Map).

3.0 1998 SURVEY

3.1.0 Line Cutting

In early January 1998 Geoserve's line cutting crews started the work by refurbishing the 1995 baseline. The grid was then expanded in all directions with two hundred meter line spacings. The survey lines were picketed at 25 meters. This work was completed by January 26, 1998.



3.2.0 TOTAL FIELD MAGNETICS SURVEY

3.2.1 Procedure

Geoserve's technicians read the total field magnetics survey from January 27, 1998 to February 4th, 1998. Crews, Mr. D. Caron, Glenn O'Keefe, and A. Belisle read the survey using the TerraPlus GSM-19 magnetometer. Crews read all of the survey lines at a 12.5 m interval (½ stations). A similar GSM-19 magnetometer was used as a base station. A 1995 value on the baseline/0+50S was used as a reference field to level the new 1998 survey.

3.2.2 Results

A total of 8095 stations were read with the total field ranging from 56083 nT to 65893 nT. The survey has a mean of 58256 nT. A base value of 58000 nT was removed from the data on Plan 2 which shows the results contoured at 50 nT.

The survey results with intensities below 58300 nT have been classified as mafic volcanics while values above 58300 postulates underlying ultramafics. The property has several narrow trends of mag highs which may represent either dikes or sills or fingers of ultramafic rocks.

3.3.0 HLEM SURVEY

3.3.1 Procedure

Geoserve's technician Mr. B. Pigeon and helper, read the horizontal loop electromagnetic (HLEM) survey from January 27, 1998 to February 12, 1998. A max-min I-9 was used with a 200 m coil spacing to read cross-lines at a 25 m interval. 440 Hz and 1760 Hz frequencies were selected, and both In-Phase and Out-Of-Phase elements were taken.

3.3.2 Results

A total of 2429 stations were read using both frequencies which are presented here-in. Plan 3 (440 Hz), and Plan 4 (1760 Hz) labels and profiles the results. Anomalies A to O have been identified. Several anomalies represent geological noise and are not considered true bedrock conductors. Only the profiles which have negative through as wide as 200 m ought to be considered true bedrock conductors. To evaluate conductors further the 440 Hz which gives better depth response can be used to evaluate the conductors deeper.

Anomalies which are considered true bedrock conductors are;

B. C. D. E. F, I, K.

Other anomalies which may be considered semi-conductors (intercalations of conductive materials) are;

G, H, I, J, K, L, M, N.

Anomaly 0 is considered to be an overburden effect.

Anomaly A which was delineated from the 1995 survey is also considered a conductor.

4.0 CONCLUSION

Plan 4 presented here-in is a derived general geology of the property using all past and recent exploration.

To further help classify the conductive sources an induced polarization survey should be completed over selected areas.

The assessment file at the Kirkland Lake Resident Geologist Office submitted by Great Bear Silver Mines shows that the core of the 1974 drill program is stored in the bush near Edwards Creek. It would of interest to locate this core for further analysis.

Respectfully submitted for approval,

June 11/98
Date

Richard Daigle

5.0 REFERENCES

1. Kirkland Lake Resident Geologist Office Assessment Files
   1974 Great Bear Silver Mines
   1964 Glen Lake Silver Mines
   1996 Anvil Resources Ltd.

2. Erlis Data Set # 1007, # 1008
   Detour - Burntbush - Abitibi Area

3. Geology of Ontario
   OGS Special Volume 4, Part 2

4. Map 2205
   Timmins - Kirkland Lake
   Geological Compilation Series

5. Preliminary Map 853
   Kirkland Lake Data Series
   Edwards Township
   H. L. Lovell, E. D. Frey, and Jan de Grijs, 1973

6.0 CERTIFICATION

I **Richard J Daigle** residing at 900 Government Road, Porcupine, ON,certify that;

1. This is my 19th year of practice in mining exploration.

2. I am registered with the Ontario Association of Certified Technologist.

3. I am presently owner operator of Geoserve Canada Inc.

4. I was employed by MC Exploration Services Inc., of Timmins, ON, as geophysical evaluator from 1992 to 1997.

5. I accomplished geophysical contracts (IP, HLEM, TFM, SP) and property assessments in Eastern Canada, 1987 to 1992.

6. I accomplished geophysical contracts in northeastern ON, 1985-87.

7. I was employed as a Geophysicist Assistant/Senior Technician for Kidd Creek Mines under the supervision of Mr. D. Londry, 1981-85.

8. I experienced Max-Min (HLEM) surveys/interpretations under the supervision of Mr. J. Betz, 1979-81.

9. I received an Electronic Technologist Certificate in 1979.

10. I have no direct interest in the property reported on, or the company worked for.

DATE: June 11/98
Timmins, ON

R. J. Daigle

GEM Systems Inc
52 West Beaver Creek Road, Unit 14
Richmond Hill, Ontario Phone; (905) 764- 8008
Canada, L4B-1L9 Fax ; (905) 764- 9329

Instrument Description

•The sensor is a dual coil type designed to reduce noise and improve gradient tolerance. The coils are electrostatically shielded and contain a proton rich liquid in a pyrex bottle, which also acts as an RF resonator.

•The sensor cable is coaxial, typically RG-58/U, up to 100m long.

•The staff is made of strong aluminum tubing sections. This construction allows for a selection of sensor elevations above the ground during surveys. For best precision the full staff length should be used. Recommended sensor separation in gradiometer mode is one staff section, although two or three section separations are sometimes used for maximum sensitivity.

•The console contains all the electronic circuitry. It has a sixteen key keyboard, a 4x20 character alphanumeric display, and sensor and power input/ output connectors. The keyboard also serves as an ON-OFF switch.

•The power input/output connector also serves as a RS232 input/output and optionally as analog output and contact closure triggering input.

•The keyboard front panel, and connectors are sealed (can operate under rainy conditions)

•The charger has two levels of charging, full and trickle, switching automatically from one to another. Input is normally 110V 50/60Hz. Optionally, 12V DC can be provided.

•The all-metal housing of the console guarantees excellent EM protection.

Instrument Specifications

Resolution 0.01 nT, magnetic field and gradient
Accuracy 0.20 nT over operating range
Range 20,000 to 120,000 nT automatic tuning, requiring initial setup
Gradient Tolerance over 10,000 nT/m
Operating Interval 3 seconds minimum, faster optional. Reading initiated from keyboard, external trigger, or carriage return via RS-232
Input/Output 6 pin weatherproof connectors
Power Requirements 12V, 200mA peak, 30mA standby, 300mA peak with Gradiometer
Power Source Internal 12V, 1.9Ah sealed lead-acid battery standard, external source optional.
Battery Charger Input; 110/ 220VAC, 50/60Hz and/or 12VDC
Output; 12V dual level charging
Operating Ranges Temperatures; -40°C to +60°C
Battery Voltages; 10.0 V min to 15.0V max
Humidity; up to 90% relative, non condensing
Storage Temperature -50°C to +65°C
Dimensions Console; 223 X 69 X 240 cm
Sensor Staff; 4 x 450mm sections
Sensor; 170 x 71 mm diameter
Weight; Console 2.1Kg Staff 0.9Kg Sensors; 1.1Kg

Magnetic Survey

Theory;

The magnetic method is based on measuring alteration in the shape and magnitude of the earth's naturally occurring magnetic field caused by changes in the magnetization of the rocks in the earth. These changes in magnetization are due mainly to the presence of the magnetic minerals, of which the most common is magnetite, and to a lesser extent ilmenite, pyrrhotite, and some less common minerals. Magnetic anomalies in the earth's filed are caused by changes in two types of magnetization; (1) Induced, caused by the magnetic field being altered and enhanced by increases in the magnetic susceptibility of the rocks, which is a function of the concentration of the magnetic minerals. (2) Remanent magnetism is independent of the earth's magnetic field, and is the permanent magnetization of the magnetic particles (magnetite, etc..) in the rocks. This is created when these particles orient themselves parallel to the ambient field when cooling. This magnetization may not be in the same direction as the present earth's field, due to changes in the orientation of the rock or the field. The ***unit*** *of measurement (variations in intensity) is commonly known as the Gamma which is equivalent to the nanotesla (nT).*

Method;

The magnetometer, ***GSM-19*** *with an Overhauser sensor measures the* ***Total Magnetic Field*** *(TFM) perpendicular to the earth's field (horizontal position in the polar region). The unit has no moving parts, produces an absolute and relatively high resolution measurement of the field and displays the measurement on a digital lighted display and is recorded (to memory). Initially, the tuning of the instrument should agree with the nominal value of the magnetic field for each particular area. The Overhauser procession magnetometer collected the data with a* ***0.2 nanoTesla accuracy****. The operator read each and every line at a* ***12.5 m interval*** *with the sensor attached to the top of three (56cm) aluminum tubing sections. The readings were corrected for changes in the earth's magnetic field (diurnal drift) with a similar GSM-19 magnetometer, >>base station<< which automatically read and stored the readings at every 30 seconds. The data from both units was then downloaded to PC and base corrected values were computed.*

Equipment Specifications & Survey Theory

Apex MaxMin I-9 Description

The MaxMin I ground Horizontal Loop ElectroMagnetic (HLEM) systems are designed for mineral & water exploration and for geoengineering applications. They expand the highly popular MaxMin II and III EM system concepts. The frequency range (in Hz) is extended to seven octaves from four. The ranges and numbers of coil separations are increased and new operating modes are added. The receiver can also be used independently for measurements with power line sources. The advanced spheric and powerline noise rejection is further improved, resulting in faster and more accurate surveys, particularly at large coil separations. Several receivers may be operated along a single reference scale. Mating plug in data acquisition computer is available for use with MaxMin I for automatic digital acquisition and processing. The computer specifications are in separate data sheets.

Specifications

- Frequencies 110, 220, 440, 880, 1760, 3520, 7040, 14080 Hz plus 50/60Hz powerline frequency (receiver only).
- Modes MAX1: HL mode, Tx & Rx coil planes horizontal and coplanar.
  MAX2: V coplanar loop mode, Tx & Rx coil planes V & coplanar
  MAX3: V coaxial loop mode, Tx & Rx coil planes V & coaxial
  MIN1: P loop mode 1 (Tx coil plane H & Rx coil plane V.
  MIN2: P loop mode 2 (Tx coil plane V & Rx coil plane H.
- Coil Separation 12.5,25,50,75,100,125,150,200,300,400 meters standard.
  10,20,40,60,80,100,120,160,200,240,320 m, internal option
  50,100,200,300,400,500,600,800,1000,1200,1600ft internal opt
- Parameters IP and Q components of the secondary magnetic field, in % Measure of primary (Tx) fld. Fld amplitude and/or tilt of PL fld.
- Readouts Analog direct readouts on edgewise panel meters for IP, Q and tilt, and for 50/60Hz amplitude. Additional digital readouts when using the DAC, for which interfacing and controls are provided for plug-in.
- Range of Analog IP and Q scales; 0 ±20%, 0 ±2-%, 0 Readouts ±100%, switch activated. Analogue tilt scale 0 ±75% grade (digital IP & Q 0 ±102.4%).
- Readability Analogue IP and Q 0.05% to 0.5%, analogue tilt 1% grade (digital IP & Q 0.1%).
- Repeatability ±0.05% to ± 1% normally, depending on frequency, coil spacing & conditions.
- Signal Powerline comb filter, continuous spherics noise clipping, Filtering autoadjusting time constants and other filtering.
- Warning Lights Rx signal and reference warning lights to indicate potential errors.
- Survey Depth From surface down to 1.5 times coil separation used.
- Transmitter 110Hz: 220atm 220Hz: 215atm 440Hz: 210atm 880Hz: 200atm
  Dipole moments 1760Hz: 160atm 3520Hz: 80atm 7040Hz:40atm 14080Hz: 20atm
- Reference Cable Light weight unshielded 4/2 conductor teflon cable for maximum temperature range and for minimum friction.
- Intercom Voice communication link via reference cable.
- Rx Power Supply Four standard 9V batt (0.5Ah, alk). Life 30 hrs continuous duty, less in cold weather. Rechargeable batt optional.
- Tx Power Supply Rechargeable sealed gel type lead acid 12V-13Ahr batt (4x 6V-6½Ah) in canvas belt. Opt 12V-8Ahr light duty belt pack.
- Tx Battery For 110-120/220-240VAC, 50/60/400 Hz and 12-15VDC supply Charger operation, automatic float charge mode, three charge status indicator lights. Output 14.4V-1.25A nominal.
- Operating Temp -40°C to +60°C
- Rx weight 8 kg
- Tx weight 16 kg with standard batt.

IP=In-Phase/ Q=Quadrature/ H= Horizontal/ V= Vertical/ PL= Powerline

HLEM Theory

The MaxMin I is a frequency domain, horizontal loop electromagnetic (HLEM) system, based on measuring the response of conductors to a transmitted, time varying electromagnetic field. The transmitted, or primary EM field is a sinusoidally varying field at any of the eight varying frequencies. This field induces an electromotive force (emf), or voltage, in any conductor through which the field passes (defined by Faraday's Law). The emf causes a secondary current to flow in the conductor in turn generating a secondary electromagnetic field. This changing secondary field induces an emf in the receiver coil (by Faraday's Law) at the same frequency, but which differs from the primary field in magnitude and phase. The difference in phase (phase angle) is a function of the conductance of the conductor(s), both the target and the overburden, and host rock. The magnitude of the secondary field is dependant on the conductance, dimension, depth, geometry as well as on the interference from the overburden and host rock. The two parameters, phase angle and magnitude are measured by measuring the strength of the secondary field in two components; the real field, **In-phase** with the primary field, and the imaginary field, **Quadrature** or 90° out-of-phase from the primary field. The magnitude and phase angle of the response is also a function of the frequency of the primary field. A higher frequency field generates a stronger response to weaker conductors. A low frequency tends to pass through weak conductors and penetrate to a deeper depth. The lower frequency also tends to energize the full thickness of a conductor, and give better measure of it's true conductivity-thickness " α " , in mho's per meter. For these reasons, two or more frequencies are usually used. A lower frequency for better penetration and a higher frequency for stronger response to weaker conductors. The transmitted primary field also creates an emf in the receiver coil, which is much stronger than that of the secondary and must be corrected for by the receiver. This is done by electronically creating an emf in the receiver, whose magnitude is determined by the distance between the transmitter and receiver. The phase is derived from the receiver via an interconnecting cable.

Method

The MaxMin I is a two-man continuously portable EM system. Designed to measure both the vertical and horizontal In-Phase (IP) and Quadrature (QP) components of the anomalous field from electrically conductive zones. The plane of the Transmitter (Tx) was kept parallel to the mean slope between the TX and Receiver (Rx) at all times. This ensures a horizontal loop system measuring perpendicular to the anomalous targets. The grid being surveyed should also be secant chained in order to keep a constant separation (between Tx and Rx) to eliminate anomalous response derived from cable loss over rough terrain. Crews attempted to keep a constant separation for a qualitative survey. Three frequencies; 440Hz, 1760Hz, and 3520Hz were selected to resolve complex conductors if/when encountered. The 200 meter coil spacing, chosen to detect possible deep conductors also ensures a more consistent survey overall (a large spread gives better penetration over areas of conductive layers, eg. clay). The crews read the cross-lines only to cut the geology at a perpendicular angle for better cross-over response.

Ontario Ministry of Northern Development and Mines

Declaration of Assessment Work Performed on Mining Land

Mining Act, Subsection 65(2) and 66(3), R.S.O. 1990

Transaction Number (office use)
W9980.00159
Assessment Files Research Imaging

42A15NE2003 2.19188 MORTIMER 900

bsections 65(2) and 66(3) of the Mining Act. Under section 8 of the Mining Act, this ient work and correspond with the mining land holder. Questions about this collection nent and Mines, 3rd Floor, 933 Ramsey Lake Road, Sudbury, Ontario, P3E 6B5.

Instructions: - For work performed on Crown Lands before recording a claim, use form 0240.
- Please type or print in ink.

2.19188

1. Recorded holder(s) (Attach a list if necessary)

Name: East West Resource Corp.	Client Number: 128.645
Address: 201-960 Richard St	Telephone Number: 705-235-3154
Vancouver BC V6B 3C1	Fax Number
Name	Client Number
Address	Telephone Number
	Fax Number

2. Type of work performed: Check (✓) and report on only ONE of the following groups for this declaration.

☑ Geotechnical: prospecting, surveys, assays and work under section 18 (regs) ☐ Physical: drilling stripping, trenching and associated assays ☐ Rehabilitation

		Office Use
Work Type: Line Cutting Geophysics /		Commodity
		Total $ Value of Work Claimed: 30 810
Dates Work Performed: From Day 03 Month 01 Year 98 To Day 26 Month 01 Year 98		NTS Reference
Global Positioning System Data (if available)	Township/Area: Edwards/Mortimer	Mining Division: KLK
	M or G-Plan Number	Resident Geologist District: Kirkland Lake

Please remember to: - obtain a work permit from the Ministry of Natural Resources as required;
- provide proper notice to surface rights holders before starting work;
- complete and attach a Statement of Costs, form 0212;
- provide a map showing contiguous mining lands that are linked for assigning work;
- include two copies of your technical report.

3. Person or companies who prepared the technical report (Attach a list if necessary)

Name: Geosert Canada Inc.	Telephone Number: 705 235 8661
Address: PO Box 1525, S. Porcupine P0N 1H0	Fax Number: 235 8281
Name	Telephone Number
Address	Fax Number
Name	Telephone Number
Address	Fax Number

4. Certification by Recorded Holder or Agent

I, RICHARD DAIGLE (Print Name), do hereby certify that I have personal knowledge of the facts set forth in this Declaration of Assessment Work having caused the work to be performed or witnessed the same during or after its completion and, to the best of my knowledge, the annexed report is true.

Signature of Recorded Holder or Agent		Date: Dec 31/98
Agent's Address: PO Box 1525 South Porcupine P0N 1H0	Telephone Number: 705-235-8661	Fax Number: 235-8281

0241 (03/97)

RECEIVED
10:00
JAN 04 1999
GEOSCIENCE ASSESSMENT OFFICE

Deemed April 4/99

5. **Work to be recorded and distributed.** Work can only be assigned to claims that are contiguous (adjoining) to the mining land where work was performed, at the time work was performed. A map showing the contiguous link must accompany this form.

Amendment 2.19188

Mining Claim Number. Or if work was done on other eligible mining land, show in this column the location number indicated on the claim map.		Number of Claim Units. For other mining land, list hectares.	Value of work performed on this claim or other mining land.	Value of work applied to this claim.	Value of work assigned to other mining claims.	Bank. Value of work to be distributed at a future date
1	~~1206634~~	~~12~~	~~$1944~~	~~0~~	~~$1900.00~~	~~$44~~
2	~~1206635~~	~~12~~	~~$5656~~	~~0~~	~~$5600~~	~~$56~~
3	~~1206636~~	~~6~~	~~$2247~~	~~0~~	~~$2200~~	~~$47~~
4	1226346	12	$935.00	$4800 ✓	~~0~~	~~0 $136~~
5	1226347	8	$3141	$3200 ✓	~~0~~	~~0 $141~~
6	1226348	16	$1028	~~0~~	$1600	$28
7	1226349	16	$5667	$6400	~~0~~	~~0 $667.00~~
8	1226350	16	~~0~~	$6400.00	~~0~~	~~0~~
9	1226351	9	$7145	$3600	$3500	$45
10	1226352	16	$9424	$6400	$3000	$24
11	1226353	8	$616	$3200	~~0~~	~~0 $416~~
12	1226355	16	$7884	$6400	$1400	$84
13	1226356	16	$8500	$6400	$100	$2000
14	1226357	16	$6098	~~$6400~~ 1336	~~$2~~ 4344	421 ~~$98~~
15	1226358	12	$372	~~$4800~~	$360	$72
16						
17						
18		161	50,810	48,136	13641	
	Column Totals	~~171~~	~~$60,674~~	~~$58000~~	~~$19000~~	$2674

I, RICHARD DAIGLE (Print Full Name), do hereby certify that the above work credits are eligible under subsection 7 (1) of the Assessment Work Regulation 6/96 for assignment to contiguous claims or for application to the claim where the work was done.

Signature of Recorded Holder or ~~Agent~~ Authorized In Writing	Date
[signature]	Oct 6, 1998

6. **Instructions for cutting back credits that are not approved.**

Some of the credits claimed in this declaration may be cut back. Please check (✓) in the boxes below to show how you wish to prioritize the deletion of credits:

- ☑ 1. Credits are to be cut back from the Bank first, followed by option 2 or 3 or 4 as indicated.
- ☐ 2. Credits are to be cut back starting with the claims listed last, working backwards; or
- ☐ 3. Credits are to be cut back equally over all claims listed in this declaration; or
- ☐ 4. Credits are to be cut back as prioritized on the attached appendix or as follows (describe):

Note: If you have not indicated how your credits are to be deleted, credits will be cut back from the Bank first, followed by option number 2 if necessary.

For Office Use Only

Received Stamp	Deemed Approved Date	Date Notification Sent
	Date Approved	Total Value of Credit Approved
	Approved for Recording by Mining Recorder (Signature)	

0241 (03/97)

RECEIVED
JAN 04 1999
GEOSCIENCE ASSESSMENT OFFICE

Ontario Ministry of Northern Development and Mines

Statement of Costs for Assessment Credit

Transaction Number (office use): W9980.00159

Personal information collected on this form is obtained under the authority of subsection 6 (1) of the Assessment Work Regulation 6/96. Under section 8 of the Mining Act, this information is a public record. This information will be used to review the assessment work and correspond with the mining land holder. Questions about this collection should be directed to a Provincial Mining Recorder, Ministry of Northern Development and Mines, 3rd Floor, 933 Ramsey Lake Road, Sudbury, Ontario, P3E 6B5.

2.19188

Work Type	Units of work Depending on the type of work, list the number of hours/days worked, metres of drilling, kilometres of grid line, number of samples, etc.	Cost Per Unit of work	Total Cost
Line Cutting	107.2 Km @ $275.00	$275.00	$29,480.00
Magnetics Survey	101.2 Km	$110.00	$11,132.00
HLEM Survey	69.1 Km	$175.00	$12,092.50
Associated Costs (e.g. supplies, mobilization and demobilization).			
Mobilization			$1500.00
Report			$2500.00
Transportation Costs			
Food and Lodging Costs			
		Sub T.	56704.50
		GST	3969.30
		Total Value of Assessment Work	60,673.80

Calculations of Filing Discounts:

1. Work filed within two years of performance is claimed at 100% of the above Total Value of Assessment Work.
2. If work is filed after two years and up to five years after performance, it can only be claimed at 50% of the Total Value of Assessment Work. If this situation applies to your claims, use the calculation below:

TOTAL VALUE OF ASSESSMENT WORK x 0.50 = Total $ value of worked claimed.

Note:
Work older than 5 years is not eligible for credit.
A recorded holder may be required to verify expenditures claimed in this statement of costs within 45 days of a request for verification and/or correction/clarification. If verification and/or correction/clarification is not made, the Minister may reject all or part of the assessment work submitted.

Certification verifying costs:

I, RICHARD D. AIGLE (please print full name), do hereby certify, that the amounts shown are as accurate as may reasonably be determined and the costs were incurred while conducting assessment work on the lands indicated on the accompanying Declaration of Work form as AGENT (recorded holder, agent, or state company position with signing authority) I am authorized to make this certification.

RECEIVED
10:00
JAN 04 1999
GEOSCIENCE ASSESSMENT OFFICE

Signature: R. Aigle Date: Oct 5/98

0212 (03/97)

Ministry of Northern Development and Mines

Ministère du Développement du Nord et des Mines

Ontario

Geoscience Assessment Office
933 Ramsey Lake Road
6th Floor
Sudbury, Ontario
P3E 6B5

Telephone: (888) 415-9846
Fax: (877) 670-1555

Visit our website at:
www.gov.on.ca/MNDM/MINES/LANDS/mlsmnpge.htm

March 25, 1999

EAST WEST RESOURCE CORPORATION
SUITE 203, 960 RICHARDS STREET
VANCOUVER, BC
V6B-3C1

Dear Sir or Madam:

Submission Number: 2.19188

Status

Subject: Transaction Number(s): W9980.00159 Deemed Approval

We have reviewed your Assessment Work submission with the above noted Transaction Number(s). The attached summary page(s) indicate the results of the review. WE RECOMMEND YOU READ THIS SUMMARY FOR THE DETAILS PERTAINING TO YOUR ASSESSMENT WORK.

If the status for a transaction is a 45 Day Notice, the summary will outline the reasons for the notice, and any steps you can take to remedy deficiencies. The 90-day deemed approval provision, subsection 6(7) of the Assessment Work Regulation, will no longer be in effect for assessment work which has received a 45 Day Notice. Allowable changes to your credit distribution can be made by contacting the Geoscience Assessment Office within this 45 Day period, otherwise assessment credit will be cut back and distributed as outlined in Section #6 of the Declaration of Assessment work form.

Please note any revisions must be submitted in DUPLICATE to the Geoscience Assessment Office, by the response date on the summary.

If you have any questions regarding this correspondence, please contact Bruce Gates by e-mail at bruce.gates@ndm.gov.on.ca or by telephone at (705) 670-5856.

Yours sincerely,

ORIGINAL SIGNED BY
Blair Kite
Supervisor, Geoscience Assessment Office
Mining Lands Section

Correspondence ID: 13537

Copy for: Assessment Library

Work Report Assessment Results

Submission Number: 2.19188

Date Correspondence Sent: March 25, 1999 **Assessor:** Bruce Gates

Transaction Number	First Claim Number	Township(s) / Area(s)	Status	Approval Date
W9980.00159	1226346	EDWARDS	Deemed Approval	March 12, 1999

Section:
14 Geophysical EM
14 Geophysical MAG

Correspondence to:
Resident Geologist
Kirkland Lake, ON

Assessment Files Library
Sudbury, ON

Recorded Holder(s) and/or Agent(s):
Richard Daigle
SOUTH PORCUPINE, ONTARIO, CANADA

EAST WEST RESOURCE CORPORATION
VANCOUVER, BC

Correspondence ID: 13537

MORTIMER TWP M 223

Stimson Twp

No 5

Pyne Twp.

Sherring Twp.

Edwards Twp.

Lake No 4

Lake No 3

Lake No 2

Lake No 1

APPLICATION PENDING UNDER THE PUBLIC LANDS ACT
(testing for peat)

1218925 1218926
1218928 1218927
1218929 1218930
1226256
1226255
1201260
1201259
1223836
1226359
1226355 1226356 1226357
1226358

VI V IV III II I

12 11 10 9 8 7 6 5 4 3 2 1

2.19188
MAG ; EM

THE INFORMATION THAT APPEARS ON THIS MAP HAS BEEN COMPILED FROM VARIOUS SOURCES, AND ACCURACY IS NOT GUARANTEED. THOSE WISHING TO STAKE MINING CLAIMS SHOULD CONSULT WITH THE MINING RECORDER, MINISTRY OF NORTHERN DEVELOPMENT AND MINES, FOR ADDITIONAL INFORMATION ON THE STATUS OF THE LANDS SHOWN HEREON

G.E.M

COPY OF THIS MYLAR ARCHIVED JUN 19/93

ARCHIVED ... 9/97.

THE TOWNSHIP OF

MORTIMER

DISTRICT OF COCHRANE.

LARDER LAKE MINING DIVISION

SCALE 1-INCH=40 CHAINS

LEGEND

PATENTED LAND
CROWN LAND SALE
LEASES
LOCATED LAND
LICENSE OF OCCUPATION
ROADS
IMPROVED ROADS
KING'S HIGHWAY
RAILWAYS
POWER LINES
MARSH OR MUSKEG
MINES
GEODETIC STATION

DATE OF ISSUE
APR 15 1999
PROVINCIAL RECORDING OFFICE - SUDBURY

NOTES

LC 2555 to Abitibi Electric Development ... 5 Feb 1942, covers Power Line

LC 595H to Abitibi Power & Paper Co. Ltd. 6 May 1942, covers Railway & Gravel Pit

400' Surface Rights Reservation around all Lakes and Rivers.

NOTICE OF FORESTRY ACTIVITY

THIS TOWNSHIP / AREA FALLS WITHIN THE _____ IROQUOIS FALLS MANAGEMENT UNIT AND MAY BE SUBJECT TO FORESTRY OPERATIONS. THE MNR UNIT FORESTER FOR THIS AREA CAN BE CONTACTED AT: P.O. BOX 730
2 THIRD AVE.
COCHRANE, ONT.
P0L 1C0
705-272-4365

PLAN NO - M 15

MINISTRY OF NATURAL RESOURCES

42A15NE2003 2.19188 MORTIMER 200

DISPOSITION OF CROWN LANDS

TYPE OF DOCUMENT	SYMBOL
PATENT, SURFACE & MINING RIGHTS	
" , SURFACE RIGHTS ONLY	
" , MINING RIGHTS ONLY	
LEASE, SURFACE & MINING RIGHTS	
" , SURFACE RIGHTS ONLY	
" , MINING RIGHTS ONLY	
LICENCE OF OCCUPATION	▼
ORDER-IN-COUNCIL	OC
RESERVATION	
CANCELLED	
SAND & GRAVEL	

NOTE: MINING RIGHTS IN PARCELS PATENTED PRIOR TO MAY 6, 1913 VESTED IN ORIGINAL PATENTEE BY THE PUBLIC LANDS ACT, R.S.O. 1970, CHAP. 380, SEC. 63, SUBSEC. 1.

NOTES

400' surface rights reservation along the shores of all lakes and rivers.

ANNULMENT CERTIFICATE

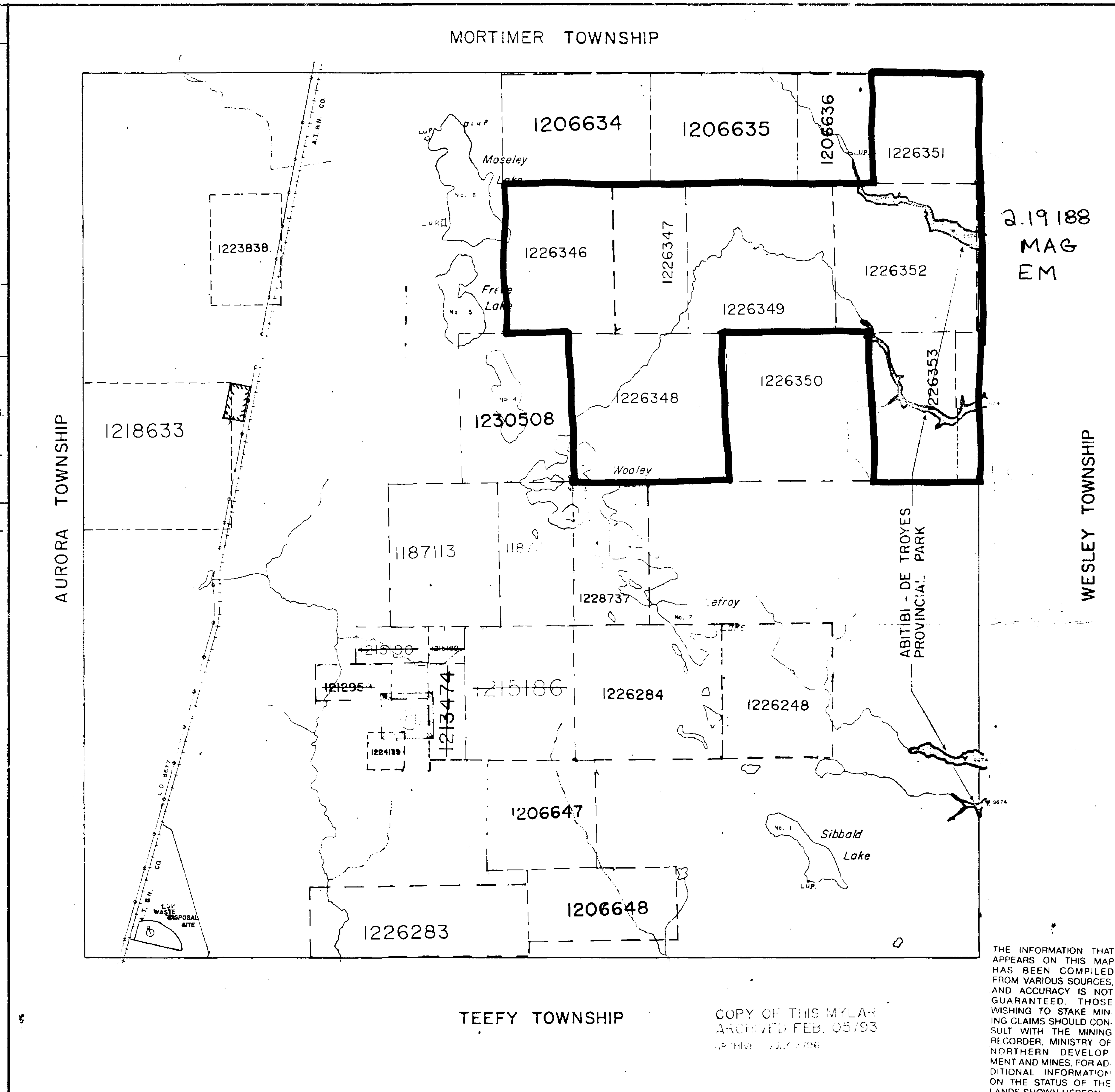
The subdivision of this Township into Lots and Concessions is wholly Annulled on 29 May, 1963.

Lands below contour levels 826' & 881' covered by L.O. 8674.

Application pending for Surface Rights under Public Lands Act

AGGREGATE PERMIT BEDROCK

42A15NE2003 2.19188 MORTIMER 210



THE INFORMATION THAT APPEARS ON THIS MAP HAS BEEN COMPILED FROM VARIOUS SOURCES, AND ACCURACY IS NOT GUARANTEED. THOSE WISHING TO STAKE MINING CLAIMS SHOULD CONSULT WITH THE MINING RECORDER, MINISTRY OF NORTHERN DEVELOPMENT AND MINES, FOR ADDITIONAL INFORMATION ON THE STATUS OF THE LANDS SHOWN HEREON.

COPY OF THIS MYLAR ARCHIVED FEB. 05/93

LEGEND

HIGHWAY AND ROUTE No.
OTHER ROADS
TRAILS
SURVEYED LINES
TOWNSHIPS, BASE LINES, ETC.
LOTS, MINING CLAIMS, PARCELS, ETC.
UNSURVEYED LINES
LOT LINES
PARCEL BOUNDARY
MINING CLAIMS ETC
RAILWAY AND RIGHT OF WAY
UTILITY LINES
NON PERENNIAL STREAM
FLOODING OR FLOODING RIGHTS
SUBDIVISION OR COMPOSITE PLAN
RESERVATIONS
ORIGINAL SHORELINE
MARSH OR MUSKEG
MINES
TRAVERSE MONUMENT

DATE OF ISSUE
APR 15 1999
PROVINCIAL RECORDING OFFICE - SUDBURY

NOTICE OF FORESTRY ACTIVITY

THIS TOWNSHIP / AREA FALLS WITHIN THE IROQUOIS FALLS MANAGEMENT UNIT AND MAY BE SUBJECT TO FORESTRY OPERATIONS. THE MNR UNIT FORESTER FOR THIS AREA CAN BE CONTACTED AT: P.O. BOX 730, 2 THIRD AVE., COCHRANE, ONT. POL 1C0, 705-272-4365

SCALE: 1 INCH = 40 CHAINS

ACRES 40 | HECTARES 16

TOWNSHIP OF

EDWARDS

DISTRICT COCHRANE

MINING DIVISION LARDER LAKE

Ontario — Ministry of Natural Resources — Ministry of Northern Development and Mines

Date: OCTOBER 86

Plan No. G-3496

ASTRO

BASELINE

MORTIMER
SHERRING

MORTIMER
EDWARDS

EDWARDS
WESLEY

1226358
1226359
1226355
1226356
1226357
1226351
1206636
1206634
1206635
1226346
1226347
1226349
1226352
1226348
1226350
1226353

Moseley
Lake

Freve
Lake

DDH ED96-5
DDH ED96-1
DDH ED96-3
DDH ED96-2
DDH ED96-4
DH74-4
DH G.L. #68
DH G.L. #68A
DH G.L. #10
DH# GL8
DH# GL9
DH74-2
DH74-1
DH74-3

1995 Picket Lines
1998 Selected Grid

PAST EXPLORATION
1996 Drill Holes
Anvil Resources Ltd.
1974 Drill Holes
Great Bear Silver Mines
1964 Drill Holes
Glen Lake Silver Mines

SCALE
250 0 250 500 750
(meters)

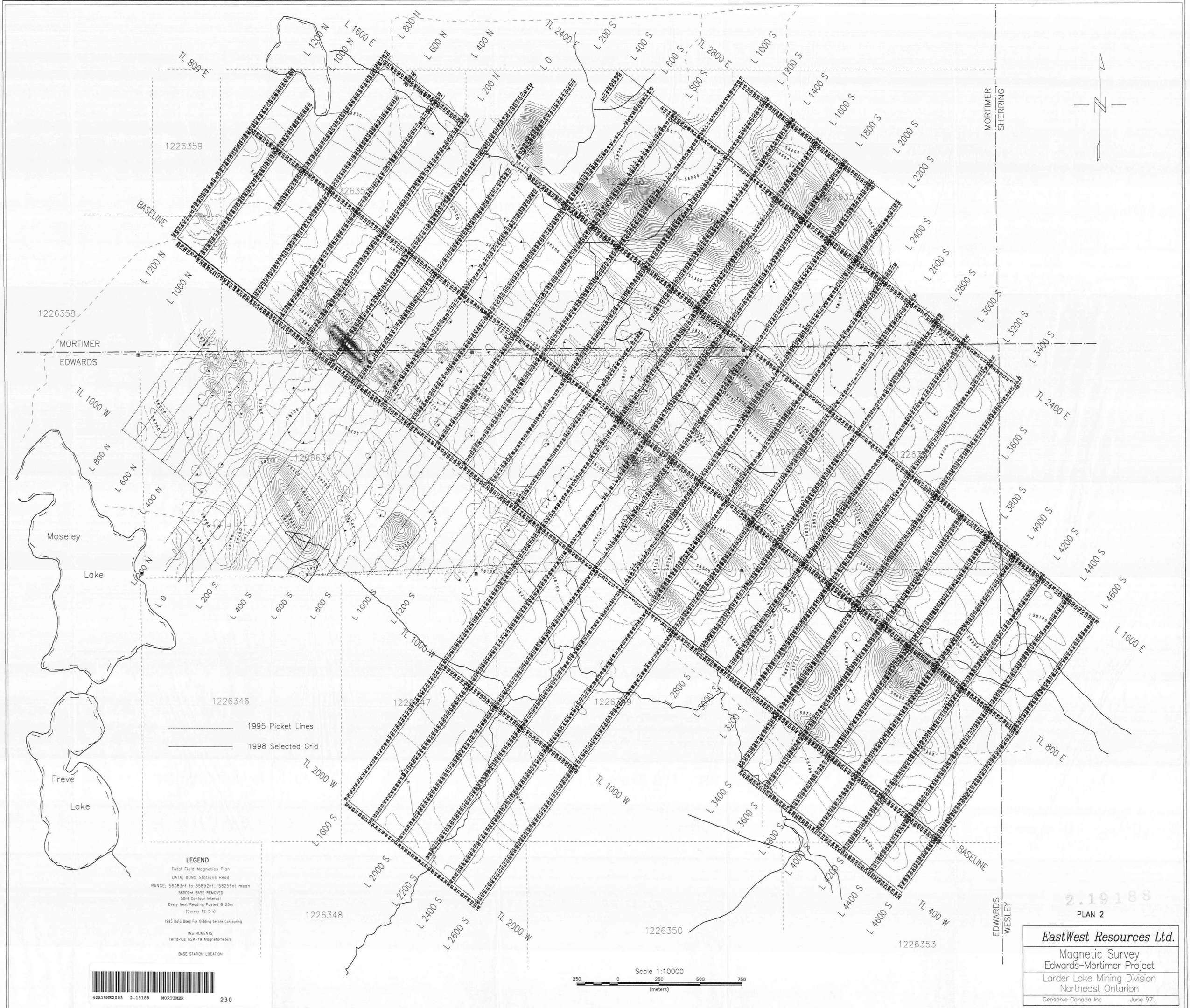
PLAN 1

EastWest Resources Ltd.

Base Map
Edwards-Mortimer Project

Larder Lake Mining Division
Northeast Ontarion

Geoserve Canada Inc June 97.


TL 800 E
L 1200 N
L 1000 N
L 1600 E
L 800 N
L 600 N
L 400 N
L 200 N
L 0
TL 2400 E
L 200 S
L 400 S
L 600 S
TL 2800 E
L 800 S
L 1000 S
L 1200 S
L 1400 S
L 1600 S
L 1800 S
L 2000 S
L 2200 S
L 2400 S
L 2600 S
L 2800 S
L 3000 S
L 3200 S
L 3400 S
L 3600 S
L 3800 S
L 4000 S
L 4200 S
L 4400 S
L 4600 S
L 1600 E
TL 2400 E
TL 800 E
TL 400 W
TL 1000 W
TL 2000 W
MORTIMER
SHERRING
MORTIMER
EDWARDS
BASELINE
BASELINE
EDWARDS
WESLEY
1226359
1226358
1226346
1226347
1226348
1226349
1226350
1226353
Moseley
Lake
Freve
Lake
1995 Picket Lines
1998 Selected Grid
LEGEND
Total Field Magnetics Plan
DATA; 8095 Stations Read
RANGE; 56083nt to 65892nt, 58256nt mean
58000nt BASE REMOVED
50nt Contour Interval
Every Next Reading Posted @ 25m
(Survey 12.5m)
1995 Data Used For Gridding before Contouring
INSTRUMENTS
TerraPlus GSM-19 Magnetometers
BASE STATION LOCATION
Scale 1:10000
250 0 250 500 750
(meters)
42A15NE2003 2.19188 MORTIMER 230
2.19188
PLAN 2
EastWest Resources Ltd.
Magnetic Survey
Edwards-Mortimer Project
Larder Lake Mining Division
Northeast Ontarion
Geoserve Canada Inc June 97.

TL 800 E
L 1200 N
L 1000 N
L 1600 E
L 800 N
L 600 N
L 400 N
L 200 N
L 0
TL 2400 E
L 200 S
L 400 S
L 600 S
L 800 S
TL 2800 E
L 1000 S
L 1200 S
L 1400 S
L 1600 S
L 1800 S
L 2000 S
L 2200 S
L 2400 S
L 2600 S
L 2800 S
L 3000 S
L 3200 S
L 3400 S
L 3600 S
L 3800 S
L 4000 S
L 4200 S
L 4400 S
L 4600 S
TL 2400 E
TL 1600 E
TL 800 E
TL 400 W
TL 1000 W
TL 2000 W

MORTIMER
SHERRING

EDWARDS
WESLEY

BASELINE

MORTIMER
EDWARDS

1226359
1226355
1226356
1226357
1226358
1206634
1206635
1206636
1226346
1226347
1226348
1226349
1226350
1226351
1226352
1226353

A
B
B'
C
D
E
F
G
G'
H
I
J
L
M
N
O
P

Moseley
Lake

Freve
Lake

1995 Picket Lines
1998 Selected Grid

MAX-MIN HORIZONTAL LOOP LEGEND
1 cm. = 20 %
FREQUENCY 440 Hz
IN PHASE
OUT PHASE
COIL SEPARATION
200 m.
+20%
0
-20%
POSTING IN PHASE / OUT PHASE

Scale 1:10000
250 0 250 500 750
(meters)

PLAN 3A

EastWest Resources Ltd.

HLEM Survey
Edwards-Mortimer Project
Larder Lake Mining Division
Northeast Ontario
Geoserve Canada Inc June 97.

PLAN 3B

EastWest Resources Ltd.
HLEM Survey Edwards–Mortimer Project
Larder Lake Mining Division Northeast Ontarion
Geoserve Canada Inc June 1998

ASTRO

GEOLOGY
- Diabase Dike
- Ultramafic
- Mafic

Aero-EM Anomaly
Conductance
- 0 to 3
- 3 to 5
- 5 to 7
- 7 to 10
- 10 to 15
- 15 to 20
- 20 to 30
- 30 to 70
(siemens)

PAST EXPLORATION
- 1996 Drill Holes Anvil Resources Ltd
- 1974 Drill Holes Great Bear Silver Mines
- 1964 Drill Holes Glen Lake Silver Mines

1995 Picket Lines
1998 Selected Grid

1996 & 1998 HLEM Survey
1760Hz, 200m Cable
96 Axis
98 Axis

PLAN 4

EastWest Resources Ltd.

Compilation Map
Edwards-Mortimer Project

Larder Lake Mining Division
Northeast Ontario

Geoserve Canada Inc June 97.