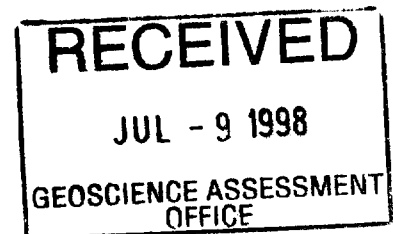


52E10SW2002 2.18653 GLASS

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ROYAL OAK MINES INC.
SHOAL LAKE - CLYTIE BAY AREA
CLAIM 1218878
GEOLOGICAL REPORT

2.18653



Peter G. Harvey

Peter G. Harvey, H.B.Sc., F.G.A.C.
Project Geologist
Eastern Canada Exploration
July 8, 1998



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FIGURE 3	1:4000 Geological Map of Claim 1218878
FIGURE 4	Shoal Lake Area Claim Map G-2642

1.0 INTRODUCTION

Geological mapping, rock sampling and the recutting of claim lines was completed on claim 1218878 during June, 1998. The claim is located in the Clytie Bay area of Shoal Lake which is near Kenora, Ontario, and it covers about 1.0km of a quartz diorite/mafic volcanic contact which is considered favourable for gold mineralization.

2.0 OWNERSHIP

Claim 1218878 is 100% held by Royal Oak Mines Inc., P.O. Bag 2010, Timmins, Ontario, P4N 7X7.

3.0 LOCATION and ACCESS

Claim 1218878 is located in the Clytie Bay area of Shoal Lake (G-2642), and it is about 50km south-west of Kenora, Ontario. Access to the claim is via the Rush Bay/Echo Bay Road south from the Trans-Canada Highway to the Clytie Bay landing, and then via boat about 1.5km south to the claim. Refer to Figure 1.

4.0 PREVIOUS WORK

The area of claim 1218878 was worked between 1899 and 1900 when Crown Point Mining Co. sank three shafts, did some lateral development work, and processed 150 tons of ore grading 0.67opt Au/ton (Davies and Smith, 1988).

In 1968 Olympia Mines did electromagnetic and magnetometer surveys which outlined a strong, linear northeast trending anomaly about 1.0km northeast of the Crown Point Mine area. This anomaly was then tested with six diamond drill holes. The holes cored diorite, which was locally sheared, and contained traces of chalcopyrite and pyrrhotite (Ennis, 1968).

The most extensive recent work on the property was done for Sherritt Gordon Mines Ltd. in 1980. This work consisted of geological mapping, prospecting, trenching and sampling, and it was focussed in the area of the three shafts sunk by Crown Point Mining. All samples from this area were assayed for gold and returned low values, ie below 0.020opt Au. One sample assayed 0.060opt Au from a shear zone near the Main Shaft. A 14m wide shear zone, contained entirely within quartz diorite, is located about 200-300m southeast of the shafts. This wide shear zone returned values of 0.020opt Au/ton over 9.0m. Additionally, some of the core from the 1968 drilling done by Olympia was sampled, and returned values of 0.17% nickel over 1.6m and 0.12% copper over 1.3m (Harder and Morse, 1980).

5.0 REGIONAL GEOLOGY AND MINERALIZATION

The Shoal lake area, including Clytie Bay, was mapped by J.C. Davies in 1982 and his work was published by the O.G.S. as Map 2422. Claim 1218878 lies on the western margin of the Canoe Lake stock, a massive quartz diorite body which has intruded the mafic volcanic and intrusive units (basalt, gabbro and peridotite) which form a northeast trending sequence along the eastern part of Shoal Lake. Smith and Thomas (1986) also mapped the area, and refer to these units as the Cedar Island Formation, shown in Figure 2.

Claim 1218878 covers about 1.0km of the fault controlled contact between the Canoe Lake Stock and the mafic volcanics of the Cedar Island Formation. This contact is considered to be amenable for gold mineralization as several gold occurrences are known to exist along it in the Bag Bay area (Figure 2), including the Crown Point Mine which is partially on the claim.

Three shafts were developed as the Crown Point Mine, the northernmost of which is referred to as the Contact Shaft as it lies directly on the quartz diorite/mafic volcanic contact. It is not known how much, if any, of the historic production reported from the mine came from this shaft. Sherritt Gordon did some work in this area, including blasting and sampling new trenches which expose shear zones in the mafic volcanics. These shears trend at 070 degrees and are developed as zones of chlorite schist which are up to several metres wide, and contain cm scale quartz veinlets along with trace amounts of coarse grained pyrite.

The other two shafts and the lateral work done by Crown Point were within the quartz diorite, and Davies and Smith (1988) state that 'gold mineralization on the property is restricted to thin, weakly to moderately silicified, weakly pyritiferous, east-trending shear zones within quartz diorite, and in a fault slice consisting of fine-grained basalt which is in contact with porphyritic gabbro'.

Therefore, both the mafic volcanics and the quartz diorite are considered to be prospective for gold mineralization, and this led to the mapping and sampling done on the claim in 1998.

6.0 1998 PROGRAM

Between June 22 and 26, 1998, the contact between the quartz diorite of the Canoe Lake Stock and the mafic volcanics of the Cedar Island Formation within claim 1218878 was mapped by the author and sampled by Paul Collins of Timmins, Ontario. Additionally, physical work consisting of the recutting of claim lines along the portion of the claim boundary that occurs on land was also done. A total of nine traverses were completed across the contact and a total of 25 samples were taken from five of the traverses from both the quartz diorite and the mafic volcanics. Traverses were completed by pace and compass lines at about 100m intervals originating along the southern boundary of the claim. The area of the contact is generally of high ground with minimal overburden cover and was therefore suitable for mapping. Table 1 is a list of the Geological Units mapped on the claim, Figure 3 is a 1:4000 scale Geological Map of Claim 1218878.

a) Geology

I) Canoe Lake Stock

The Canoe Lake Stock as mapped is a massive, white weathering quartz diorite which, along the southern edge of claim 1218878, forms a series of 070 degree trending ridges. These ridges parallel a dominant fracture/joint system in the quartz diorite oriented at 070-90.

The unit is composed of 45-70% andesine, up to 40% quartz and less than 20% mafic minerals, which are mainly chlorite (Davies, 1987). Davies (1987) also notes that the stock is distinctly different from the other stocks in the area, as it has a high degree of alteration and fracturing, abundant porphyry dikes, fractured controlled contacts and locally disseminated sulphides, and he concludes that in some respects the Canoe Lake Stock resembles intrusions associated with porphyry copper deposits.

During mapping it was noted that the margin of the stock is altered in a zone about 30m wide along the contact with the mafic volcanics. The quartz diorite here weathers to a pale rusty brown colour and contains abundant randomly orientated chlorite lined tabular fractures. It contains trace to 3% amounts of fine grained pyrite occurring both as fine disseminated grains and as discontinuous stringers.

ii) Cedar Island Formation

Basalts of the Cedar Island Formation are well exposed immediately north of the Canoe Lake Stock. These mafic volcanics are generally dark green, very fine grained and are comprised mainly of chlorite. When observed 50m or more from the contact with the quartz diorite, they are generally massive and featureless, however closer to the contact the mafics become increasingly more schistose and areas of chlorite schist a few metres across are common. Several trenches in the area of the Contact Shaft expose this chlorite schist where discontinuous quartz stringers and coarse pyrite grains also occur within it.

An intrusive unit consisting of a massive, medium grained gabbro was observed while recutting the northern boundary of the claim, as shown in Figure 3.

b) Sampling

A total of 25 rock samples were obtained during the 1998 program. Sampling was concentrated in both the quartz diorite and the mafic volcanics in the immediate area of the contact for a distance of about 1.0km eastward from the shore of Clytie Bay.

Samples were sent to Chemex Labs for both gold analysis (30g FA/AA finish) and an ICP 9g standard aqua regia leach with an ICP finish for Ag, Co, Cu, Fe, Mn, Mo, Ni, Pb, and Zn. Table 2 is the Certificate of Analysis from these samples.

c) Recutting of Claim Lines

The lines delineating the land portion of claim 1218878 were recut and all posts were located and flagged. The geographic and geological features noted while doing this work are shown in Figure 3. The remainder of the claim is water covered, the Number 3 post is on the shore of Clytie Bay as shown in Figure 4.

7.0) CONCLUSIONS AND RECOMMENDATIONS

The fault controlled contact between the Canoe Lake Stock and the Cedar Island Formation mafic volcanics was mapped and sampled for a distance of about 1.0km. A 30m wide altered zone along the margin of the stock was observed and found to contain abundant chlorite lined fractures and trace to 3% pyrite, suggesting this zone has been subjected to a mineralizing event.

Samples obtained during the program were analysed for ten elements, and the results are given in Table 2. Gold values were all in the ppb range, the highest value of 70ppb was from the pyrite bearing chlorite schist taken from the old trenches near the Contact Shaft. Copper values were also all in the ppb range, the highest value was also from the old trenches. It is of interest to note that samples from the quartz diorite were all 1ppb Cu, however in the 30m wide altered zone they averaged 33.6ppb and ranged up to 157ppb.

Disseminated pyrite is found associated with the gold deposits and occurrences in the area, including the Crown Point Mine, in both the mafic volcanics and the quartz diorite, as well as in the altered zone along the margin of the Canoe Lake Stock. It is therefore recommended that Induced Polarization surveys be completed in selected areas along the margin of the stock and any resultant anomalous zones be tested by diamond drilling.

REFERENCES

- Davies, J.C. 1987
OGS Open File Report 5242 p.38-41
Geology of the Shoal Lake - Western Peninsula Area
District of Kenora
- Davies, J.C. and Smith, P.M. 1988
OGS Open File Report 5695 p.75-77
The Geological Setting of Gold Occurrences in the Lake of The Woods Area
- Ennis, G.F. 1968
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Olympia Mines Diamond Drill Logs S-1 to S-6
- Harder, D.G. and Morse, R.H. 1980
Kenora Gold Project
Crown Point Claims (Fairservice Option)
Geological and Trenching Report for Sherritt Gordon Mines Ltd.
- Smith, P.M. and Thomas, D.A. 1986
OGS Miscellaneous Paper 132, p.242-251
Interrelationship of gold mineralization and the Canoe Lake Stock,
Northwestern Lake of the Woods Area

STATEMENT OF QUALIFICATIONS

I, Peter G. Harvey, of 134 Eric Crescent, City of Timmins, Ontario, do hereby certify that:

- 1) I graduated from Lakehead University, Thunder Bay, Ontario in 1985, with an Honours Bachelor of Science Degree in Geology.
- 2) I am a Fellow of the Geological Association of Canada.
- 3) I have practised my profession as a geologist in Canada through my employment with several mining companies since 1985.
- 4) I am a salaried employee of Royal Oak Mines Inc.
- 5) I am the author of this report which is based on information available to me from both personal observations and from other sources (as referenced) at the time of writing.
- 6) I have no interest, nor do I expect to receive any interest, direct or indirect, from any company holding property in the area described.

Dated this 8th day of July, 1998

Peter G. Harvey
Project Geologist
Royal Oak Mines Inc.

TABLES

TABLE 1

GEOLOGICAL UNITS

ROCK TYPES

Felsic Intrusives (Canoe Lake Stock)

QD	Quartz Diorite
QD-A	Altered Quartz Diorite

Mafic Volcanics and Intrusives (Cedar Island Formation)

BAS	Basalt
CLS	Chlorite Schist
GAB	Gabbro

MINERALIZATION

py	pyrite
----	--------



Chemex Labs Ltd.

Analytical Chemists * Geochemists * Registered Assayers
 5175 Timberlea Blvd., Mississauga
 Ontario, Canada L4W 2S3
 PHONE: 905-624-2806 FAX: 905-624-6163

To: ROYAL OAK MINES INC.
 TIMMINS DIVISION
 P.O. BOX 2010
 TIMMINS, ON
 P4N 7X7

Project: 2004
 Comments: ATTN: PETER HARVEY

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 Total Pages : 1
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 Account : JWW

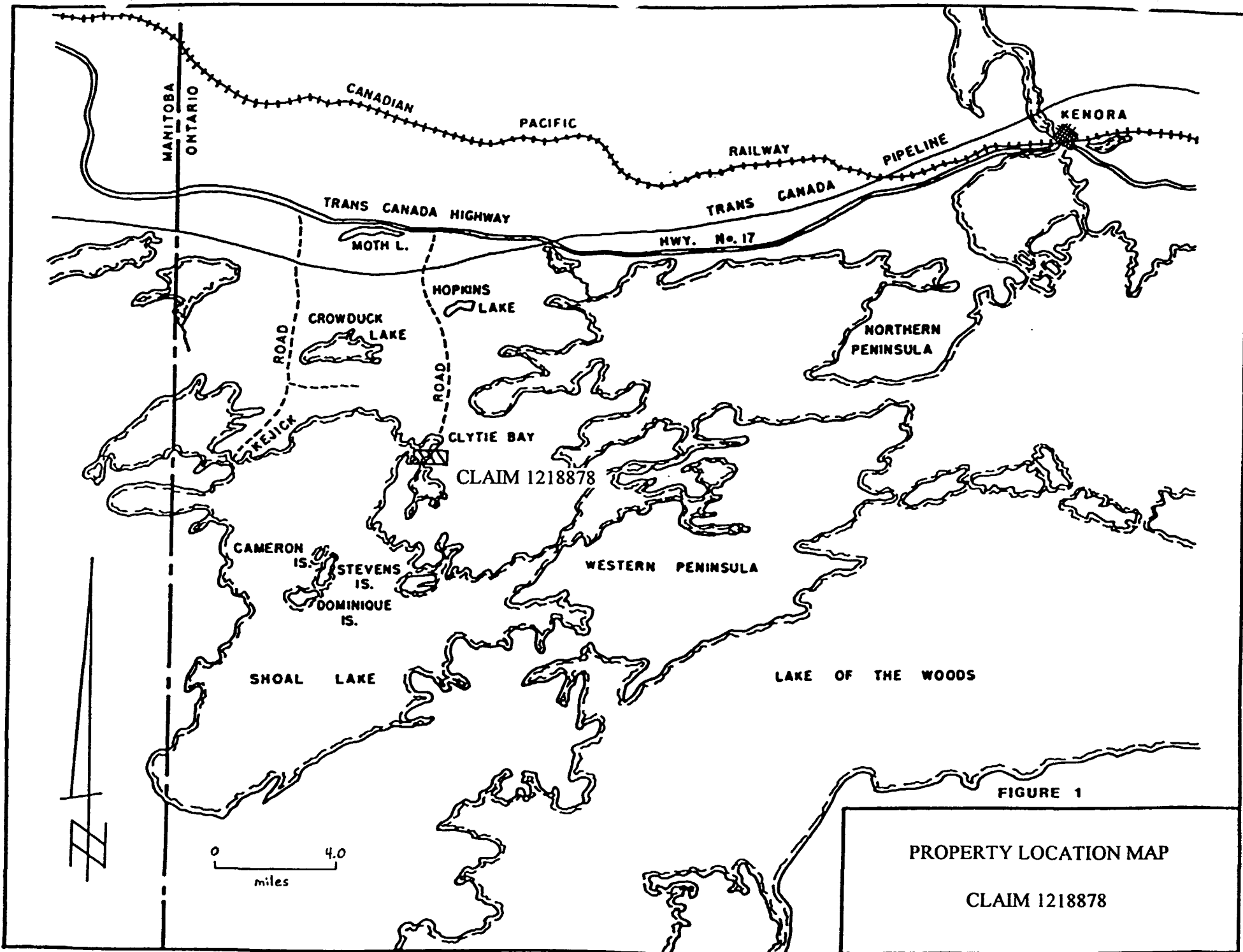
CERTIFICATE OF ANALYSIS A9823133

SAMPLE	PREP CODE	Au ppb	Ag ppm	Co ppm	Cu ppm	Fe %	Mn ppm	Mo ppm	Ni ppm	Pb ppm	Zn ppm
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AX 45152	255 295	< 5	< 0.2	7	1	1.88	365	< 1	7	< 2	56
AX 45153	255 295	30	< 0.2	6	1	1.98	345	< 1	9	< 2	68
AX 45154	255 295	35	< 0.2	11	4	2.94	570	< 1	17	< 2	60
AX 45155	255 295	20	< 0.2	41	12	7.89	1345	< 1	115	< 2	162
AX 45156	255 295	25	< 0.2	31	1	6.17	1250	< 1	88	< 2	120
AX 45157	255 295	45	0.0	25	371	11.40	730	3	230	< 2	322
AX 45158	255 295	70	1.4	23	359	7.98	395	3	96	< 2	268
AX 45159	255 295	5	0.4	5	157	0.74	190	4	13	2	20
AX 45160	255 295	5	< 0.2	26	56	10.30	1305	< 1	60	< 2	154
AX 45161	255 295	< 5	< 0.2	7	5	3.65	480	< 1	1	< 2	58
AX 45162	255 295	< 5	< 0.2	51	18	8.82	1790	< 1	312	< 2	232
AX 45163	255 295	< 5	< 0.2	27	23	6.69	1150	< 1	75	< 2	130
AX 45164	255 295	< 5	< 0.2	9	1	2.19	430	< 1	9	< 2	50
AX 45165	255 295	< 5	< 0.2	6	< 1	1.95	340	< 1	8	< 2	42
AX 45166	255 295	< 5	< 0.2	10	< 1	2.98	510	1	11	< 2	102
AX 45167	255 295	< 5	< 0.2	9	1	2.55	500	1	12	< 2	64
AX 45168	255 295	< 5	< 0.2	37	1	9.90	675	1	111	< 2	302
AX 45169	255 295	< 5	< 0.2	41	83	5.41	875	< 1	155	< 2	110
AX 45170	255 295	< 5	< 0.2	9	1	2.66	585	< 1	18	< 2	56
AX 45171	255 295	< 5	< 0.2	31	81	6.38	1260	1	90	< 2	126
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AX 45173	255 295	< 5	< 0.2	33	116	5.95	1180	< 1	63	< 2	108
AX 45174	255 295	< 5	< 0.2	19	5	3.34	685	< 1	43	< 2	70
AX 45175	255 295	< 5	< 0.2	10	1	1.96	505	1	9	< 2	58

TABLE 2 CERTIFICATE OF ANALYSIS

CERTIFICATION: *[Signature]*

FIGURES



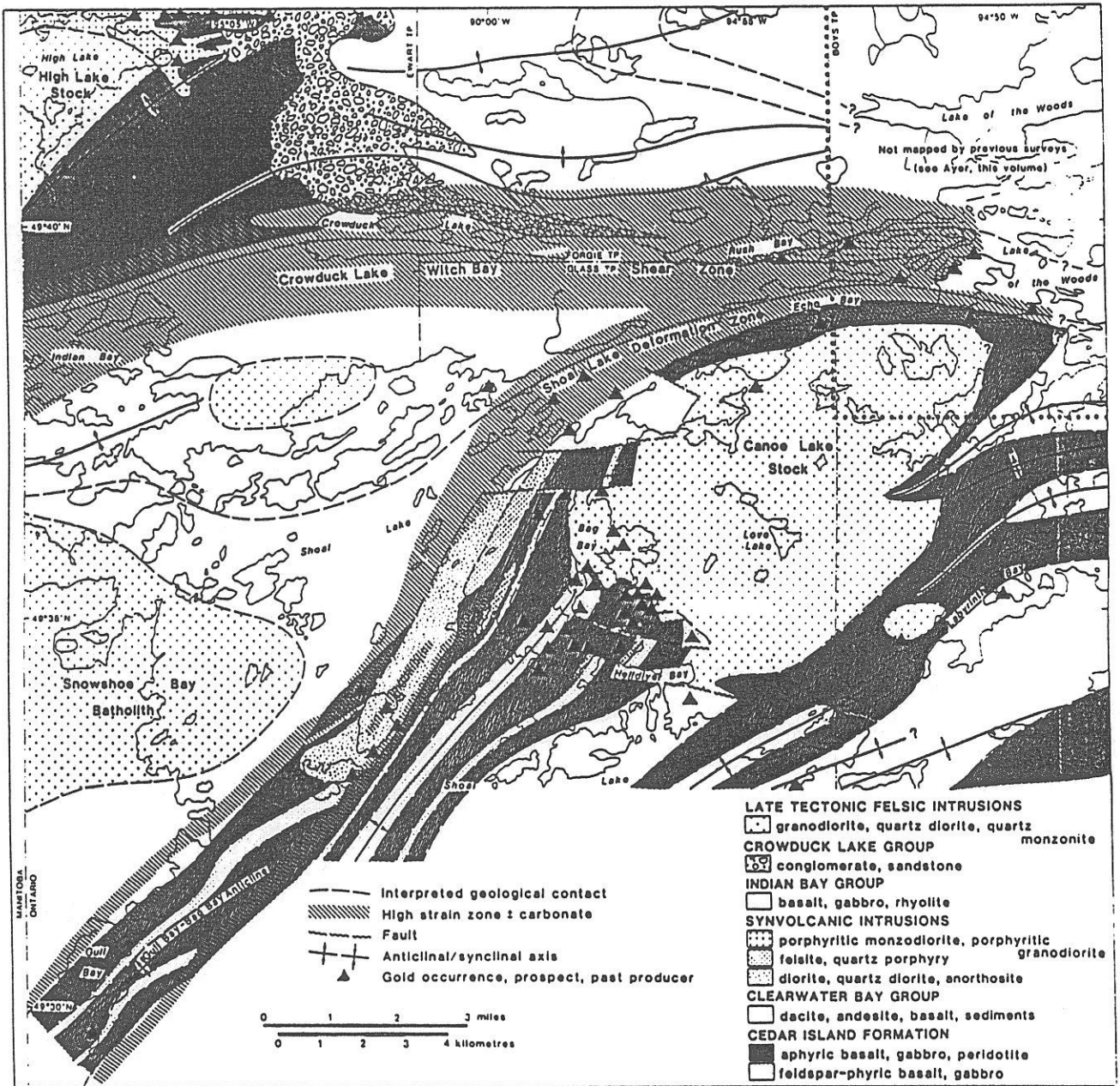


Figure 2

Generalized Geology
of the
Shoal Lake-High Lake-Echo Bay Area

(from Smith and Thomas, 1986)

1:4000 Geological Map of Claim 1218878

ROCK TYPES

Felsic Intrusive (Canoe Lake Stock)
 QD Quartz Diorite
 QD-A Altered Quartz Diorite

Mafic Volcanics and Intrusives
 (Cedar Island Formation)

BAS Basalt
 CLS Chlorite Schist
 GAB Gabbro

MINERALIZATION

py pyrite

SYMBOLS

- Edge of Outcrop, Cliff
- Schistosity (vertical)
- Shear Zone
- Jointing (vertical)
- Contacts: Defined, Assumed
- Old Trench
- Shaft
- Sample Location with Number
- Claim Post, Claim Line
- Creek

Drawn: P. Harvey

Date: July 6, 1998

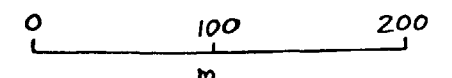
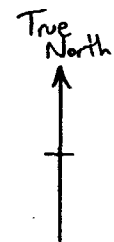
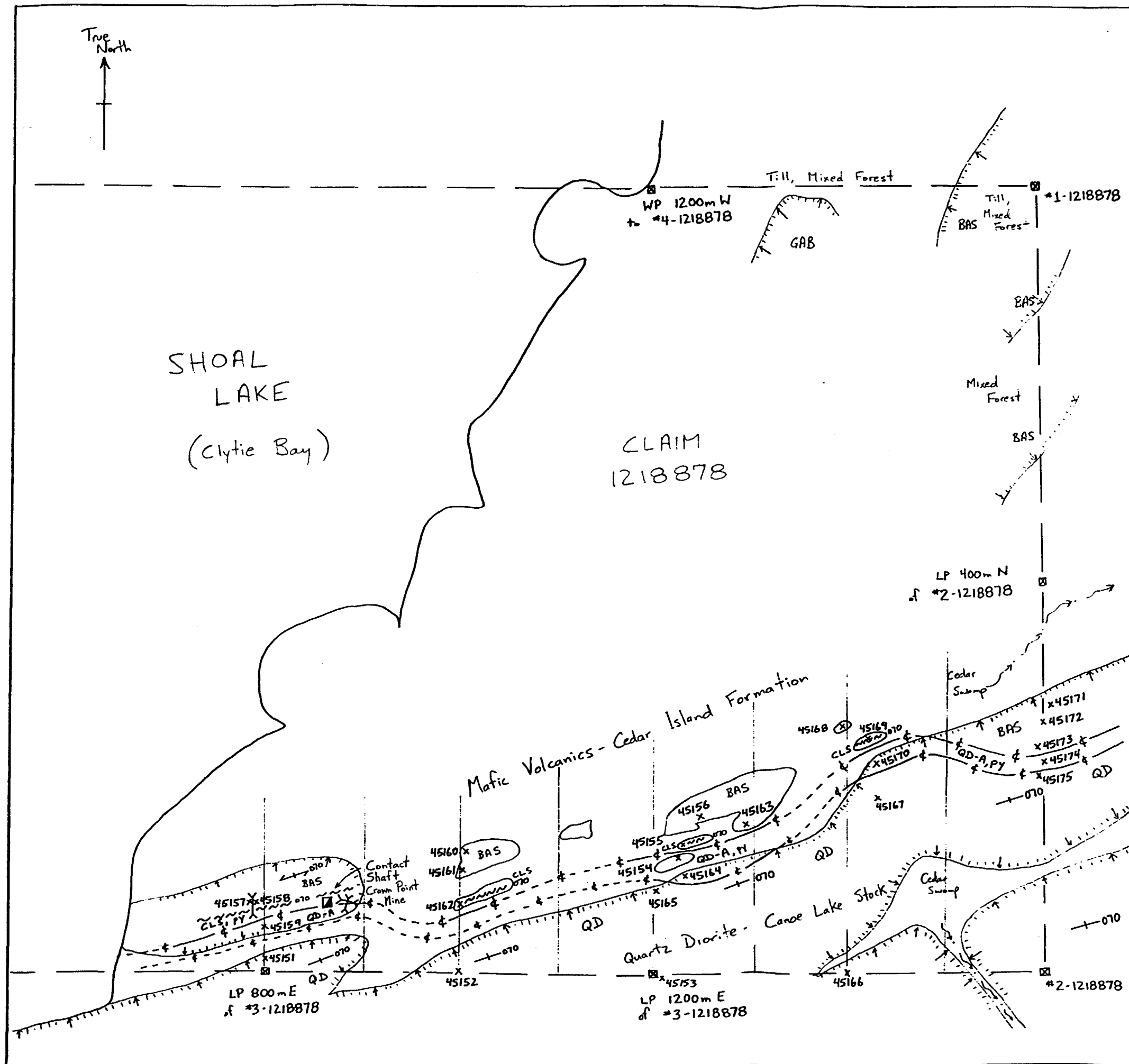
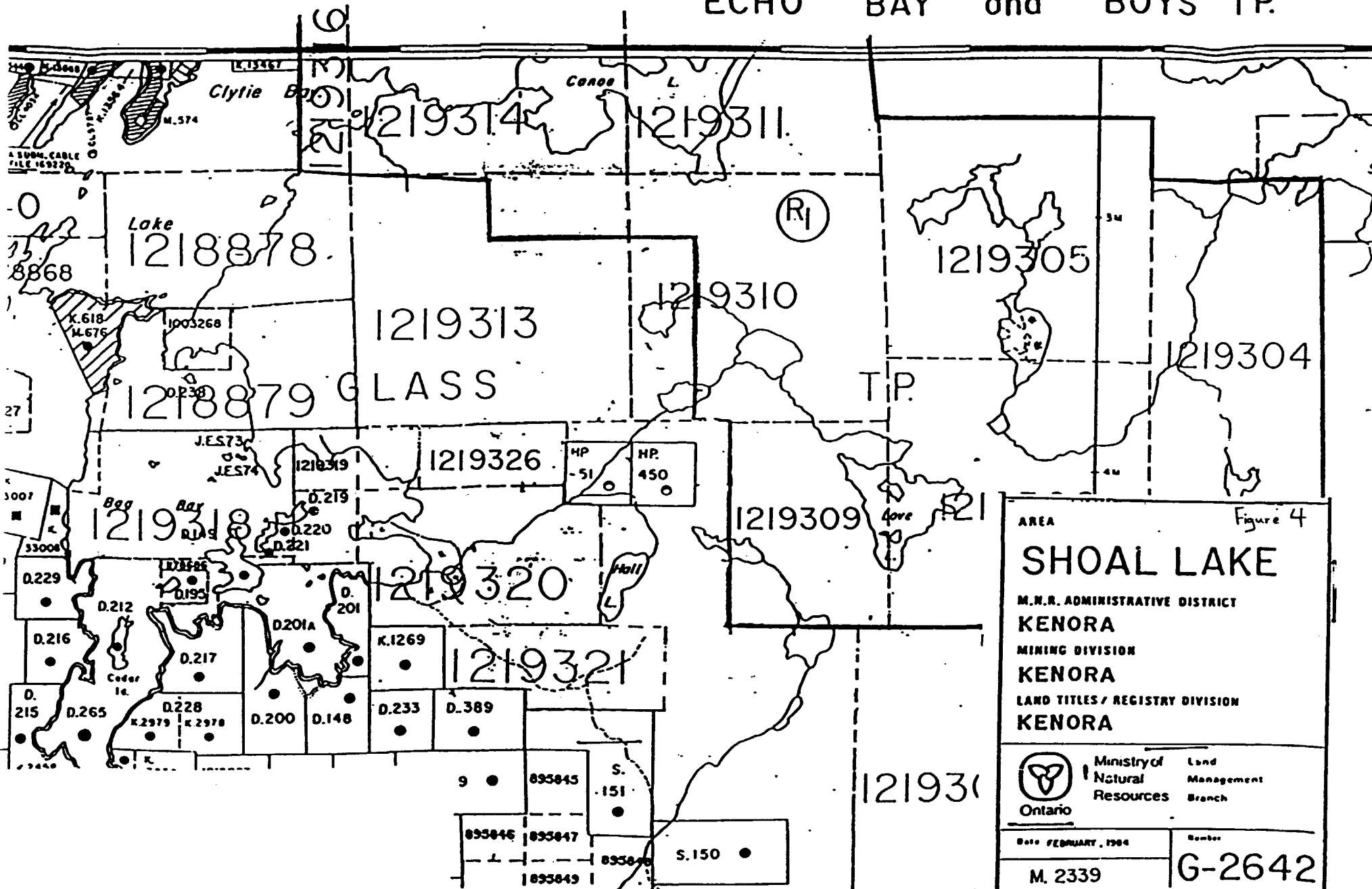


Figure 3



ECHO BAY and BOYS TP.




AREA Figure 4

SHOAL LAKE

M.N.R. ADMINISTRATIVE DISTRICT
KENORA

MINING DIVISION
KENORA

LAND TITLES / REGISTRY DIVISION
KENORA

 Ministry of Natural Resources
 Ontario

Land Management Branch

DATE: FEBRUARY, 1984

M. 2339 G-2642



Declaration of Assessment Work Performed on Mining Land

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

Transaction Number (office use)
W. 9810-00106
Assessment Files Research Imaging



52E10SW2002 2.18653 GLASS 900

sections 65(2) and 66(3) of the Mining Act. Under section 8 of the Mining Act, this report work and correspond with the mining land holder. Questions about this collection contact the Ministry of Northern Development 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.

3

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

Name Royal Oak Mines Inc	Client Number 136226
Address P.O. Bag 2010 Timmins Ont P4N 7X7	Telephone Number 705-360-1141
	Fax Number 705-360-1532
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

Work Type Recutting Claim Lines	Office Use
	Commodity
	Total \$ Value of Work Claimed
Dates Work Performed From 22 June 98 To 22 June 98 ✓	NTS Reference 150.00
Global Positioning System Data (if available)	Mining Division Kenora
Township/Area Sheep Lake	Resident Geologist District Kenora
M or G-Plan Number G-2642	

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 Peter Harvey	Telephone Number 705-360-1141
Address % Royal Oak Mines Inc. as above	Fax Number 705-360-1532
Name	Telephone Number
Address	Fax Number
Name	Telephone Number
Address	Fax Number

RECORDED
JUL - 9 1998

4. Certification by Recorded Holder or Agent

I, Peter G. Harvey, 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 Peter G. Harvey	Date July 8 '98
Agent's Address % Royal Oak Mines - as above	Telephone Number 705-360-1141
	Fax Number 705-360-1532

RECEIVED
JUL - 9 1998
9:45 AM
GEOSCIENCE ASSESSMENT
OFFICE

Recd: Oct. 07/98.

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.

W. 98/10.00/106

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
eg TB 7827	16 ha	\$26,825	N/A	\$24,000	\$2,825
eg 1234567	12	0	\$24,000	0	0
eg 1234568	2	\$ 8,892	\$ 4,000	0	\$4,892
1 1218878	8	\$ 150	\$ 150	0	0
2					
3					
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5					
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8					
9					
10					
11					
12					
13					
14					
15					
Column Totals	8	\$ 150	\$ 150	0	0

2.1865 3

I, Peter G. Harvey (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: Peter G. Harvey Date: July 8 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):

RECORDED
JUL - 9 1998

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)

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GEOSCIENCE ASSESSMENT
OFFICE

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, the 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 the Chief Mining Recorder, Ministry of Northern Development and Mines, 6th Floor, 933 Ramsey Lake Road, Sudbury, Ontario, P3E 6B5.

Table with 4 columns: Work Type, Units of Work, Cost Per Unit of work, Total Cost. Includes entries for 'Recutting Claim Lines' and 'Associated Costs (e.g. supplies, mobilization and demobilization)'. Total value of assessment work is \$150.

RECORDED JUL - 9 1998

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.

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.

Certification verifying costs:

I, Peter G. Harvey, 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 Claimed. I am authorized to make this certification.

RECEIVED JUL - 9 1998 9:45:06 GEOSCIENCE ASSESSMENT OFFICE

Signature: Peter G. Harvey Date: July 8 '98

Ontario Ministry of Northern Development and Mines

Declaration of Assessment Work Performed on Mining Land

Mining Act, Subsections 64(2) and 66(3), R.S.O. 1990

Transaction Number (where used)
 W.98/10.00/07
 Assessment File Research Image

Information collected on this form is obtained under the authority of subsections 64(2) and 66(3) of the Mining Act. 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 information should be directed to a Provincial Mining Recorder, Ministry of Northern Development and Mines, 3rd Floor, 833 Ramsey Lake Road, Sudbury, Ontario, P2E 8

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

Revised Copy

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

Name <i>Royal Oak Mines Inc</i>	Client Number <i>196226</i>
Address <i>P.O. Box 2010</i>	Telephone Number <i>705-360-1141</i>
<i>Timmins Ont P4N 7K7</i>	Fax Number <i>705-360-1532</i>
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.

<input checked="" type="checkbox"/> Geotechnical: prospecting, surveys, assays and work under section 18 (regs)	<input type="checkbox"/> Physical: drilling, striping, trenching and associated assays	<input type="checkbox"/> Rehabilitated
Work Type <i>Geological Survey</i>		
Dates Work Performed From <i>22 June 98</i> To <i>26 June 98</i>		Total \$ Value of Work Claimed <i>4086.00</i>
Global Positioning System Data (if available)		NTS Reference <i>4786.0</i>
Township/Area <i>Shoal Lake</i>	Mining Division <i>Kemessau</i>	
M or G-Plan Number <i>G-2642</i>	Resident Geologist District <i>Kemessau</i>	

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 assaying work;
 - include two copies of your technical report.

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

Name <i>Peter Harvey</i>	Telephone Number <i>705-360-1141</i>
Address <i>% Royal Oak Mines Inc. - as above</i>	Fax Number <i>705-360-1532</i>
Name	Telephone Number
Address	Fax Number
Name	Telephone Number
Address	Fax Number

RECORDED
 JUL - 9 1998

4. Certification by Recorded Holder or Agent

I, *Peter G. Harvey*, 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 <i>Peter G. Harvey</i>	Date <i>July 8 '98</i>
Agent's Address <i>% Royal Oak Mines - as above</i>	Telephone Number <i>705-360-1141</i>
	Fax Number <i>705-360-1532</i>

RECEIVED
 JUL - 9 1998
 9:456B
 GEOSCIENCE ASSESSMENT OFFICE

JUL 14 '98 09:36

705 360 1532 PAGE 04

4. Certification by Recorded Holder or Agent

I, *Peter G. Harvey*, 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 <i>Peter G. Harvey</i>	Date <i>July 8 '98</i>
Agent's Address <i>% Royal Oak Mines - as above</i>	Telephone Number <i>705-360-1141</i>
	Fax Number <i>705-360-1532</i>

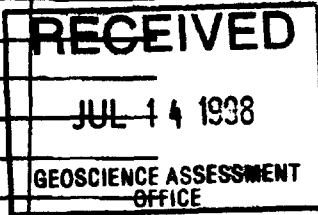
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 JUL - 9 1998
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 GEOSCIENCE ASSESSMENT OFFICE

recorded and distributed. Work can only be assigned to claims that are contiguous (adjoining) to the n...
 x was performed, at the time work was performed. A map showing the contiguous link must accompan

REVISED COPY

WJ-9810-00107

Number, show in this column and on the claim map.	Area or other location.	Number of claims. Area, for other mining land, etc. 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 to be distributed at a future date.
	TS 7827	18 ha	\$28,836	N/A	\$24,000	\$2,836
06	1234887	12	0	\$24,000	0	0
06	1234998	2	\$ 8,882	\$ 4,000	0	\$4,882
1	1218878	8	4,036	4,036	0	0
2			4,786	4,786		
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
Column Totals		8	4,036	4,036	0	0



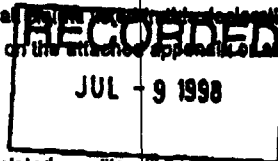
I, Peter G. Harvey, do hereby certify that the above work credits are eligible under subsection 7 (1) of the Assessment Work Regulation 6/96 for assignment to contiguous claims or for application to the claim where the work was done.

Signature of Recorder or Agent Authorized in Writing: Peter G. Harvey Date: July 8 98

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 prioritize the deletion of credits:

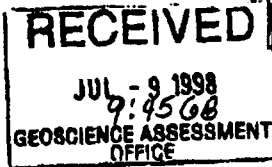
- 1. Credits are to be cut back from the Bank first, followed by option 2 or 3 or 4 as indicated.
- 2. Credits are to be cut back starting with the claims listed last, working backwards; or
- 3. Credits are to be cut back equally over all claims within this location; or
- 4. Credits are to be cut back as prioritized on the attached appeal. (If so, follow (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)	



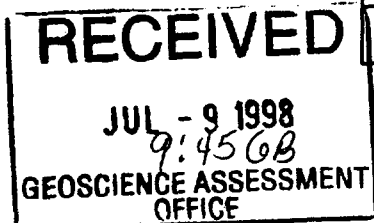
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705 360 1532

PAGE.02

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)

Ontario

Ministry of Northern Development and Mines

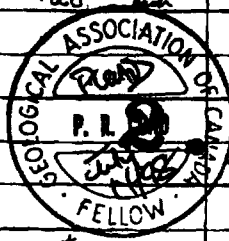
Statement of Costs for Assessment Credit

Transaction Number (office use) W-9810-00109

Personal information collected on this form is obtained under the authority of subsection 8(1) of the Assessment Work Regulation 6/86. Under section 8 of the Mining Act, the 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 the Chief Mining Recorder, Ministry of Northern Development and Mines, 6th Floor, 653 Ramsey Lake Road, Sudbury, Ontario, P8E 6B5.

Revised Copy

Work Type	Units of Work <small>Depending on the type of work, list the number of hours/days worked, metres of drilling, latitudes of grid line, number of samples, etc.</small>	Cost Per Unit of work	Total Cost
Geologist	5 days & 8 days	\$250 /day	\$1250-2000
Assistant	4 days	\$150 /day	\$ 600
Sampler - Analysis	25 samples	\$28.08 /each	\$ 702
	(3 days reject WRITINGS)		



1865 3

Associated Costs (e.g. supplies, mobilization and demobilization).

Car Rental	2 days	\$30 /day	\$ 60
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Transportation Costs

Travel Timmins to Shovel Lake and Return	1350 Km x 2 = 2700 Km @ 30¢/km		\$810
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Food and Lodging Costs

Meals, Hotel			\$614
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RECORDED JUL - 9 1998

Total Value of Assessment Work \$4256
PRC \$4786

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, Peter G. Harvey, 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 Project Geologist. I am authorized to make this certification.

RECEIVED JUL - 9 1998 9:4566 GEOSCIENCE ASSESSMENT OFFICE

Signature: Peter G. Harvey Date: July 8 '98

0012 (07/98)

JUL 14 '98 09:32

705 360 1532 PAGE 02

Minister may reject all or part of the assessment work submitted.

Certification verifying costs:

I, Peter G. Harvey, 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 Project Geologist. I am authorized to make this certification.

RECEIVED JUL - 9 1998 9:4566 GEOSCIENCE ASSESSMENT OFFICE

Signature: Peter G. Harvey Date: July 8 '98

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

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

September 29, 1998

Peter Harvey
ROYAL OAK MINES INC.
P.O. BAG 2010
TIMMINS, ONTARIO
P4N 7X7

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

Dear Sir or Madam:

Submission Number: 2.18653

Status

Subject: Transaction Number(s): W9810.00106 Deemed Approval
W9810.00107 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 gatesb2@epo.gov.on.ca or by telephone at (705) 670-5856.

Yours sincerely,



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

Work Report Assessment Results

Submission Number: 2.18653

Date Correspondence Sent: September 29, 1998

Assessor: Bruce Gates

Transaction Number	First Claim Number	Township(s) / Area(s)	Status	Approval Date
W9810.00106	1218878	SHOAL LAKE	Deemed Approval	September 28, 1998

Section:
10 Physical PRECUT

Transaction Number	First Claim Number	Township(s) / Area(s)	Status	Approval Date
W9810.00107	1218878	SHOAL LAKE	Deemed Approval	September 28, 1998

Section:
12 Geological GEOL

Correspondence to:

Resident Geologist
Kenora, ON

Assessment Files Library
Sudbury, ON

Recorded Holder(s) and/or Agent(s):

Peter Harvey
ROYAL OAK MINES INC.
TIMMINS, ONTARIO

ROYAL OAK MINES INC.
TIMMINS, ONTARIO

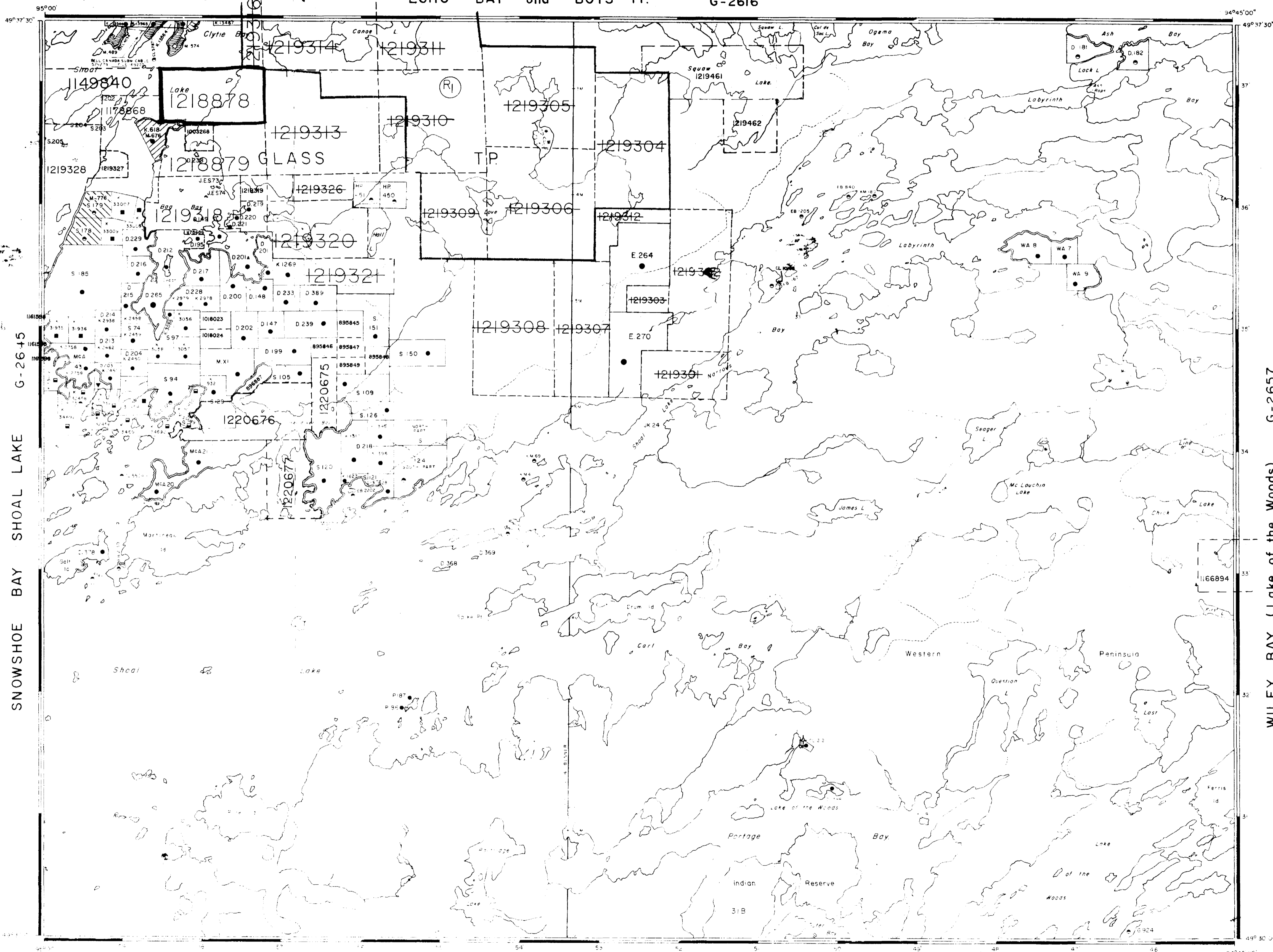
REFERENCES

DRAWN FROM DISPOSITION
 MINING RIGHTS ONLY
 SURFACE RIGHTS ONLY
 MINING AND SURFACE RIGHTS

File No. Date Disposition
 68/95 SEPT. 13/95 S.R.O. 195150
 reserved to 1064' mean
 Lake and inlets thereof
 are in the Township.

2.18653 PCUT

ECHO BAY and BOYS TR. G-2616



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
- TOURIST CAMPS (OP., OUTPOST)

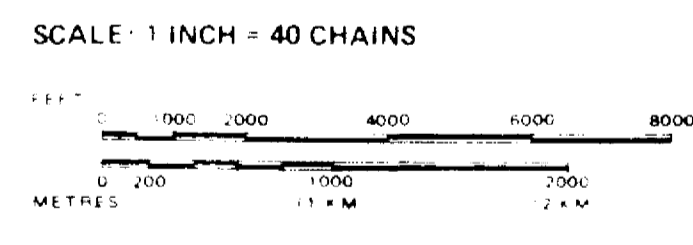
DISPOSITION OF CROWN LANDS

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	
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. 1910, CHAP. 180, SEC. 63, SUBSEC. 1.

UPDATED

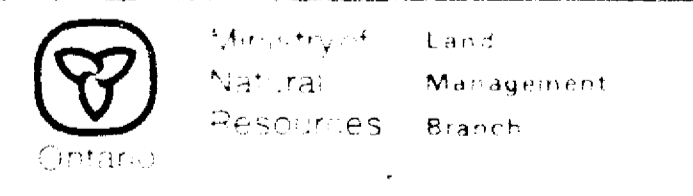
DATE OF ISSUE
 SEP 30 1998
 PROVINCIAL RECORDS
 OFFICE - SUDBURY



AREA
SHOAL LAKE
 MNR ADMINISTRATIVE DISTRICT
KENORA
 MINING DIVISION
KENORA
 LAND TITLES / REGISTRY DIVISION
KENORA

DATE PUT IN SERVICE
 JUL 26 1996
 KENORA
 MINING DIVISION

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.



01 FEBRUARY 1984
 M. 2339
G-2642

MONUMENT BAY (Lake of the Woods) G-2632



521092002 2.18653 GLASS 200

495 944

G-2642