



52F05NW0004 W9410.00067 LOBSTICK BAY

010

**REPORT ON STRIPPING AND TRENCHING
ON THE CAVIAR LAKE GOLD PROSPECT
OF
CHAMPION BEAR RESOURCES LTD.**


June, 1994 Seymour M. Sears

SUMMARY

The Caviar Lake Gold Prospect is located in the Kakagi Lake - Rowan Lake Greenstone Belt. Gold mineralization on the property is hosted by quartz-ankerite alteration zones that cross-cut a pillowed mafic flow sequence. This is a geological setting that is somewhat similar to the Cameron Lake deposit, eleven kilometers to the southeast. The sulphide and gold bearing core of the quartz-ankerite zone at the main showing (the Grand Chibougamau Prospect) ranges in width from a few centimetres to 2 metres. The 1993 stripping program traced the main zone for a distance in excess of 30 metres. Grab samples from trenches blasted across the better developed parts of the zone contained from 0.010 to 2.397 oz/ton, Au.

Two other similar zones were stripped. The relationship between these three areas has not been determined. A geological mapping program should be completed in advance of a modest drill program.

Respectfully submitted,



Wawa, Ontario
June, 1994

Seymour M. Sears, B.A., B.Sc.
Geologist

INTRODUCTION

The Caviar Lake property was acquired by Champion Bear Resources Ltd. in 1992. To date work has included a control grid, ground magnetometer surveys and stripping. This report is a summary of the results from a stripping program carried out in the immediate area of the Grand Chibougamau Gold Prospect.

The work was carried out under the supervision of Independent Exploration Services of Winnipeg, Manitoba. The work was contracted to Hoey and McMillan Limited of Dryden Ontario. It utilized a Caterpillar 215 Backhoe during the period from June 21 to 25, 1993. The stripped areas were mapped by the writer with the assistance of J. Partington of Sears, Barry and Associates Ltd., of Wawa, Ontario on June 15th and 16th, 1994.

PROPERTY, LOCATION AND ACCESS

The Caviar Lake Property is located 65 km southeast of Kenora in the Lobstick Bay Map Area, G-2627 (Fig 2), Kenora Mining Division. It consists of twenty four (24) claim units in three unpatented mining claims as listed below:

K 1144899 (8 units)
K 1161644 (8 units)
K 1161645 (16 units)

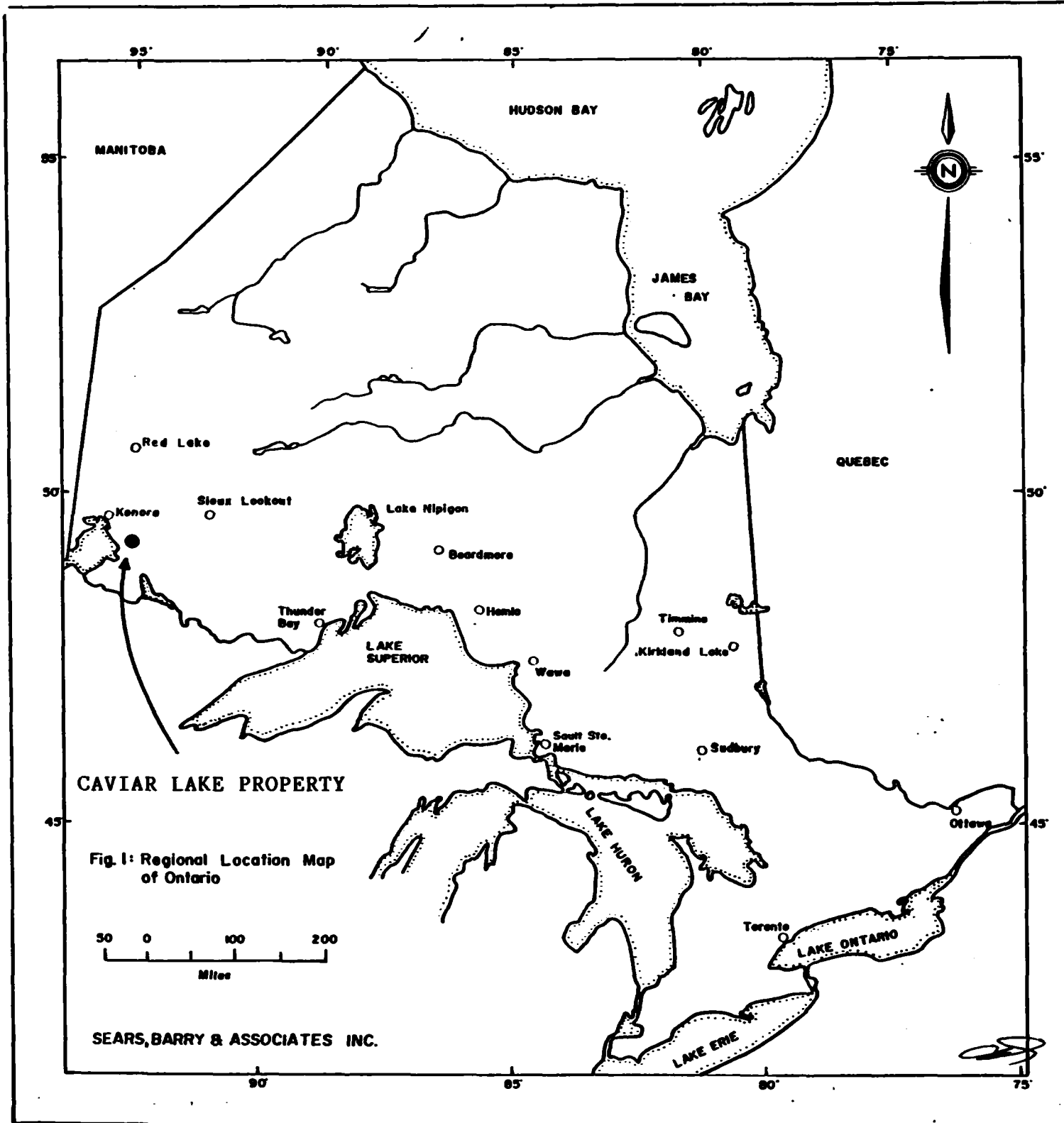
The property is accessed by means of a 7.5 km backhoe trail which departs southward from the Maybrun Mine Road at a point 23 kms east of Highway 71, just north of Lobstick Bay, Lake of the Woods. Highway 71 extends from Highway 17, east of Kenora to the Fort Francis - Rainy River Area.

An alternate method is by boat (with one portage) via Dogpaw and Caviar Lakes departing from the Whitefish Bay Indian Reserve near Sioux Narrows.

WORK HISTORY

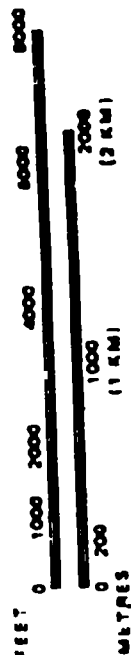
The gold prospect was discovered in 1948 by Grand Chibougamau Mines Ltd. During 1987-88 Tanqueray Resources Ltd. carried out an exploration program involving linecutting, ground mag and VLF-EM surveys, geological mapping, orientation humus sampling, manual stripping and trenching and diamond drilling (11 holes, 2321 ft).

Since acquisition, the 1987 grid was cleaned out and additional grid lines cut at 50 metre intervals oriented at right angles to the Tanqueray grid (17 km). A ground magnetometer survey was carried out over the grid and limited mapping completed.



Flooding rights reserved as to 1064 above mean sea level on all areas bordering or Lake of the Woods.

SCALE: 1 INCH = 40 CHAINS



APLA

LOBSTICK BAY

M.N.R. ADMINISTRATIVE DISTRICT

KENORA

MINING DIVISION

KENORA

LAND TITLES / REGISTRY DIVISION

KENORA



Ministry of Land
Natural Resources Management
Resources Branch

Ontario

Date FEBRUARY, 1984

Number

G-2627

M.2635

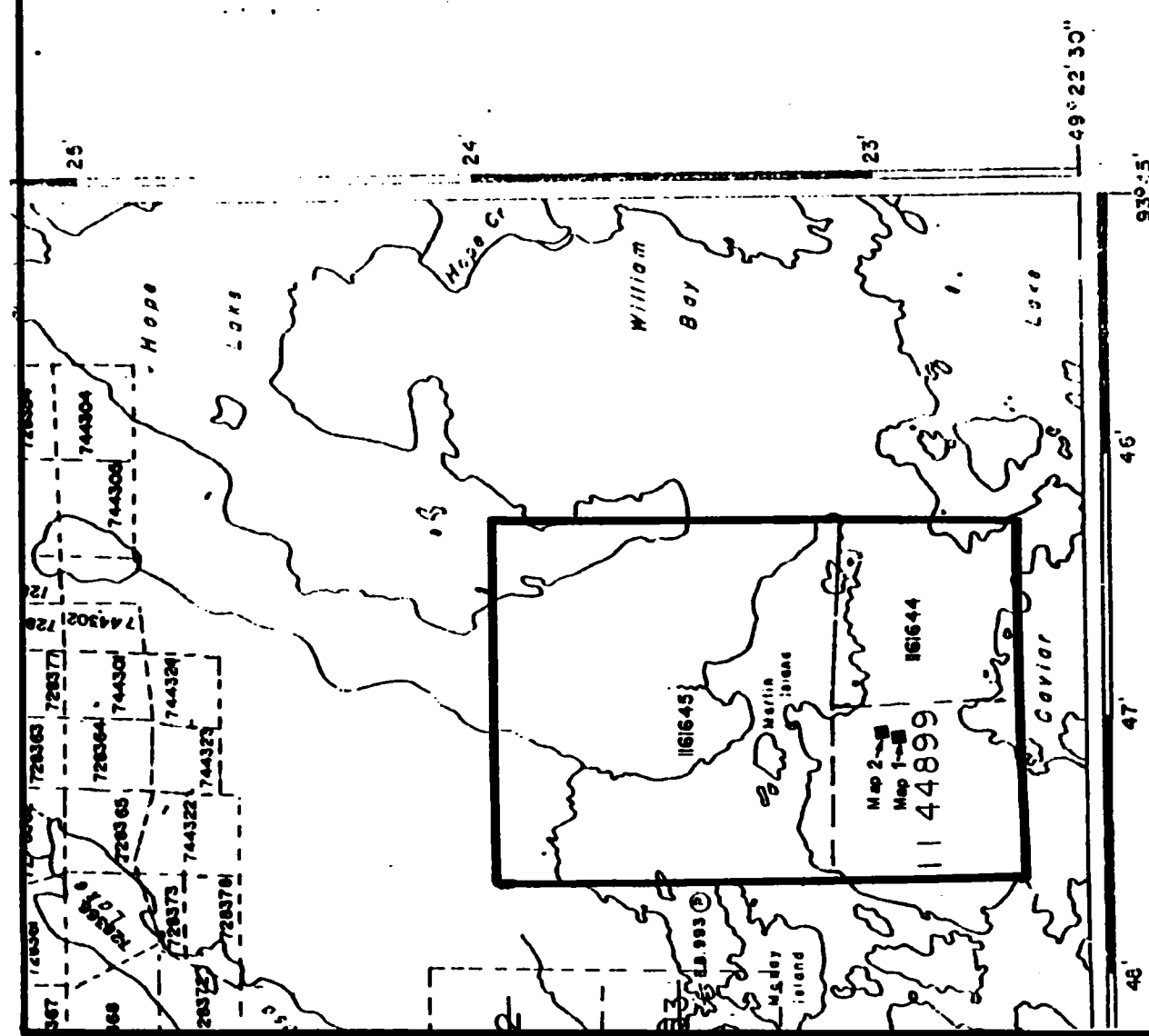


Fig 2 Claim Map - Caviar Lake Property

1144207

REGIONAL AND PROPERTY GEOLOGY

The Caviar Lake property is located within the Kakagi Lake - Rowan Lake Greenstone Belt. It is underlain by a sequence of southwest trending pillowed to massive mafic volcanics, with minor felsic volcanics and intrusive rocks. It is situated immediately southwest of the Hope Lake Granitic Stock. The rocks are structural complex as a result of their proximity to two major structural features, the southwest trending Wabigoon Fault (5 km northwest) and the southeast trending Cameron Lake - Pipestone Lake Fault Zone (6 kms southwest).

STRIPPING PROGRAM

Plans of the stripped areas are shown as Maps 1 and 2 in the appendix. Map 1 covers what appears to be two separate quartz-ankerite zones, centred on line 700 E, 325 North. The main 'Grand Chibougamau' showing is assumed to be that on the northeast side of the map, since it contains scattered old trenches. In both situations, the quartz-ankerite zones appear to crosscut stratigraphy at a relatively high angle. Both are irregularly developed, trend from 340° to 360° and dip steeply towards the east. Because of unexposed areas, it is difficult to predict whether the two are connected, but this is quite unlikely. It is more probable that they are distinct lenses and that further stripping would reveal numerous others.

Gold is associated with zones of intense quartz-ankerite alteration. It is accompanied by pyrite, arsenopyrite and fuchsite with rare chalcopyrite and tourmaline. The intensely altered zones range from a few centimetres to 2.0 metres in width. They are developed within a broader zone of moderate alteration that ranges from 1.0 to 6.0 metres in width. The gold bearing lenses appears to be narrow but consistently developed along the zone. One grab sample contained 2.397 oz/ton, Au. The quartz occurs as a type of stockwork and as flooding within zones of intense carbonate alteration. In hand specimen, Gold appears to occur as late fracture fillings in sulphide rich lenses and intimately associated with the sulphide patches (Py + Aspy + Cpy).

The second area stripped is centred at approximately 780 East, 400 North. The quartz-ankerite zone in this area is very similar to that at the Main Prospect 75 metres to the southwest. Once again there are two lenses which may or may not be connected, trending from 300° to 330° and dipping from 75° to 85° towards the east. Both crosscut the pillowed flows at relatively high angles. The more intensely altered lens is up to 1.5 metres wide within a weaker zone up to 10 metres wide. The mineralogy appears similar. Sample results are unavailable at this time.

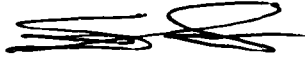
CONCLUSIONS AND RECOMMENDATIONS

The 1993 stripping program at the Caviar Lake Property of Champion Bear Resources traced the Grand Chibougamau gold prospect for a distance in excess of 30 metres. The sulphide and gold bearing core of the quartz-ankerite zone at the main showing ranges in width from a few centimetres to 2 metres. Grab samples from trenches blasted across the better developed parts of the zone contained from 0.010 to 2.397 oz/ton, Au.

Two other similar zones were stripped. The relationship between these three areas has not been clearly determined. However, the gold bearing quartz-ankerite lenses appear to be developed at relatively high angles to the enclosing pillowed mafic volcanics. These lenses may be developed as 'extension' type structures related to southeast trending shearing associated with the Wabigoon Fault Zone. As such, there is considerable potential for developing economic sized lenses within the claim group.

Detailed geological mapping and prospecting followed by a drill program is highly recommended.

June, 1994



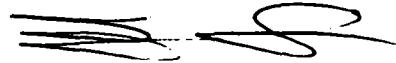
Seymour M. Sears, B.A., B.Sc.
Geologist

STATEMENT OF QUALIFICATIONS

I, Seymour M. Sears, of Wawa, Ontario do certify that:

1. I am a consulting geologist for Sears, Barry and Associates, P.O. Box 2058, Wawa, Ontario.
2. I am a B. Sc. Graduate in Geology and a B. A. Graduate in Psychology from Mount Allison University, Sackville, New Brunswick.
3. I have been practicing my profession continuously since 1972.
4. I am a Fellow of the Geological Association of Canada.
5. I have not received nor do I expect to receive any interest or securities, direct or indirect in the Property of Champion Bear Resources Ltd. nor any properties of affiliated companies.

Respectfully submitted,



Seymour M. Sears, B. A., B. Sc.
Geologist

22 Caverhill Street
P.O. Box 2058
Wawa, Ontario
POS 1K0
June, 1994

APPENDIX

BACKHOE + OPERATOR RATE \$85.00 / hour

June 21, 1993	.....	6 hours
June 22, 1993	.....	7 hours
June 23, 1993	.....	9 hours
June 24, 1993	.....	10 hours
June 25, 1993	.....	9½ hours

OPERATOR RATE \$20.00 / hour (included above)

Same dates as above





HOEY and McMILLAN LIMITED

GST R 102 376 993

BOX 430, DRYDEN, ONTARIO P8N 2Z2
TELEPHONE (807) 223-6217

INDEPENDENT EXPLORATION SERVICES

104 BROWING BLVD

WINNIPEG MB R3K 0L7

SOLD TO

DATE June 29, 1993

YOUR ORDER NO. _____

QUANTITY	DESCRIPTION	21	22	23	24	25	Total Hrs.	PRICE	AMOUNT
	Equipment rental - June 1993								
	Float	6 1/2				6	12 1/2	80.00	\$ 1,000.00
	215 Cat backhoe	6	7	9	10	9 1/2	41 1/2	85.00	3,527.50
	Travel	1	3	1 1/2	1 1/2	1	8	25.00	200.00
									4,727.50
									330.93
									\$ 5,058.43
	PLEASE PAY ON THIS INVOICE								
RECEIVED BY	CLERK	CASH	CHEQUE	ON ACCT.	CHARGE	CREDIT	POSTED	PROVINCIAL SALES TAX	
					X		<input checked="" type="checkbox"/>		
								INVOICE TOTAL	

PLATONIT • ALEX WILSON CONSULTING

TERMS NET 30 DAYS. PAST DUE ACCOUNTS ARE SUBJECT TO A SERVICE CHARGE OF 2% PER MONTH (24% PER ANNUM)

OFFICE COPY

2595



Report of Work Conducted After Recording Claim

Mining Act

Transaction Number

W9410 00067
ERLIS

Personal information collected on this form is obtained under the authority of the Mining Act. This information will be used for correspondence. Questions about this collection should be directed to the Provincial Manager, Mining Land, Sudbury, Ontario, P3E 6A5, telephone (705) 670-7264.

Instructions:

- Please type or print and submit in duplicate
- Refer to the Mining Act and Regulations for the Recorder.



52F05NW0004 W9410.00067 LOBSTICK BAY

900

- A separate copy of this form must be completed for each Work Group.
- Technical reports and maps must accompany this form in duplicate.
- A sketch, showing the claims the work is assigned to, must accompany this form.

Recorded Holder(s) CHAMPION BEAR RESOURCES LTD.		Client No. 116945
Address 3805 7A STREET S.W. Calgary, Alberta T272YB		Telephone No. (403) 243 6997
Mining Division Kenora	Township/Area LoBstick Bay	M or G Plan No. G-2627
Dates Work Performed	From: June 21 1993	To: June 25 1993

Work Performed (Check One Work Group Only)

Work Group	Type
Geotechnical Survey	
Physical Work, Including Drilling	TRENCHING
Rehabilitation	
Other Authorized Work	
Assays	
Assignment from Reserve	

Total Assessment Work Claimed on the Attached Statement of Costs \$ 5312.00

Note: The Minister may reject for assessment work credit all or part of the assessment work submitted if the recorded holder cannot verify expenditures claimed in the statement of costs within 30 days of a request for verification.

Persons and Survey Company Who Performed the Work (Give Name and Address of Author of Report)

Name	Address
Hoy + McMillan (Backhoe)	Box 430, Dryden Ont. P8N 2Z2
Sears Berry + Assoc	Box 2058 Wawa Ont P0S 1K0 (Seymour M. Sears)

attach a schedule if necessary)

Certification of Beneficial Interest * See Note No. 1 on reverse side

I certify that at the time the work was performed, the claims covered in this work report were recorded in the current holder's name or held under a beneficial interest by the current recorded holder.	Date June 20/94	Recorded Holder or Agent (Signature)
--	---------------------------	--

Certification of Work Report

I certify that I have a personal knowledge of the facts set forth in this Work report, having performed the work or witnessed same during and/or after its completion and annexed report is true.

Name and Address of Person Certifying Seymour M. Sears		
Telephone No. (705) 856-2018	Date June 20/94	Certified By (Signature)

For Office Use Only

Total Value Cr. Recorded \$5312.00	Date Recorded JUNE 22/94	Mining Recorder Katrina A. Dahl	Received Stamp RECEIVED JUN 22 1994
	Deemed Approval Date SEPT. 20/94	Date Approved AUG. 18/94	
	Date Notice for Amendments Sent JULY 6/94		

AUG 20/94 AMENDMENTS DUE



Ministry of
Northern Development
and Mines

Ministère du
Développement du Nord
et des mines

**Statement of Costs
for Assessment Credit**

**État des coûts aux fins
du crédit d'évaluation**

Mining Act/Loi sur les mines

Transaction No./N° de transaction

W9410 00067

Personal information collected on this form is obtained under the authority of the Mining Act. This information will be used to maintain a record and ongoing status of the mining claim(s). Questions about this collection should be directed to the Provincial Manager, Minings Lands, Ministry of Northern Development and Mines, 4th Floor, 159 Cedar Street, Sudbury, Ontario P3E 6A5, telephone (705) 670-7264.

Les renseignements personnels contenus dans la présente formule sont recueillis en vertu de la Loi sur les mines et serviront à tenir à jour un registre des concessions minières. Adressez toute question sur la collecte de ces renseignements au chef provincial des terrains miniers, ministère du Développement du Nord et des Mines, 159, rue Cedar, 4^e étage, Sudbury (Ontario) P3E 6A5, téléphone (705) 670-7264.

1. Direct Costs/Coûts directs

Type	Description	Amount Montant	Totals Total global
Wages Salaires	Labour Main-d'oeuvre		
	Field Supervision Supervision sur le terrain		
Contractor's and Consultant's Fees Droits de l'entrepreneur et de l'expert- conseil	Type <i>BACKHOE</i>	<i>3527.50</i>	
	<i>Geologist/Assist</i>	<i>900-</i>	
Supplies Used Fournitures utilisées	Type		
Equipment Rental Location de matériel	Type		
Total Direct Costs Total des coûts directs			

2. Indirect Costs/Coûts indirects

** Note: When claiming Rehabilitation work Indirect costs are not allowable as assessment work.
Pour le remboursement des travaux de réhabilitation, les coûts indirects ne sont pas admissibles en tant que travaux d'évaluation.

Type	Description	Amount Montant	Totals Total global
Transportation Transport	Type		
Food and Lodging Nourriture et hébergement			
Mobilization and Demobilization Mobilisation et démobilisation	<i>Float</i>	<i>1000.00</i>	
Sub Total of Indirect Costs Total partiel des coûts indirects			
Amount Allowable (not greater than 20% of Direct Costs) Montant admissible (n'excedant pas 20 % des coûts directs)			
Total Value of Assessment Credit (Total of Direct and Allowable Indirect costs)		 Valeur totale du crédit d'évaluation (Total des coûts directs et Indirects admissibles)	

Note: The recorded holder will be required to verify expenditures claimed in this statement of costs within 30 days of a request for verification. If verification is not made, the Minister may reject for assessment work all or part of the assessment work submitted.

Note : Le titulaire enregistré sera tenu de vérifier les dépenses demandées dans le présent état des coûts dans les 30 jours suivant une demande à cet effet. Si la vérification n'est pas effectuée, le ministre peut rejeter tout ou une partie des travaux d'évaluation présentés.

Filing Discounts

1. Work filed within two years of completion is claimed at 100% of the above Total Value of Assessment Credit.
2. Work filed three, four or five years after completion is claimed at 50% of the above Total Value of Assessment Credit. See calculations below:

Total Value of Assessment Credit	Total Assessment Claimed
	<i>x 0.50 =</i>

Remises pour dépôt

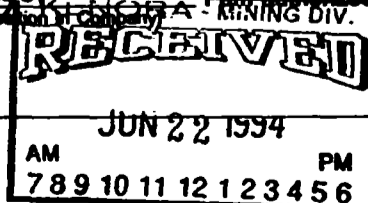
1. Les travaux déposés dans les deux ans suivant leur achèvement sont remboursés à 100 % de la valeur totale susmentionnée du crédit d'évaluation.
2. Les travaux déposés trois, quatre ou cinq ans après leur achèvement sont remboursés à 50 % de la valeur totale du crédit d'évaluation susmentionné. Voir les calculs ci-dessous.

Valeur totale du crédit d'évaluation	Evaluation totale demandée
	<i>x 0,50 =</i>

Certification Verifying Statement of Costs

I hereby certify:
that the amounts shown are as accurate as possible and these costs were incurred while conducting assessment work on the lands shown on the accompanying Report of Work form.

that as *Project Manager* (Recorded Holder, Agent, Position in Company) *MINING DIV.*
to make this certification



Attestation de l'état des coûts

J'atteste par la présente :
que les montants indiqués sont le plus exact possible et que ces dépenses ont été engagées pour effectuer les travaux d'évaluation sur les terrains indiqués dans la formule de rapport de travail ci-joint.

Et qu'à titre de _____ je suis autorisé
(titulaire enregistré, représentant, poste occupé dans la compagnie)

à faire cette attestation.

Signature <i>SS</i>	Date <i>June 20/94.</i>
------------------------	----------------------------

APPENDIX

BACKHOE + OPERATOR RATE \$85.00 / hour

June 21, 1993	.....	6 hours
June 22, 1993	.....	7 hours
June 23, 1993	.....	9 hours
June 24, 1993	.....	10 hours
June 25, 1993	.....	9½ hours

OPERATOR RATE \$20.00 / hour (included above)

Same dates as above





HOEY and McMILLAN LIMITED

GST R 102 376 993

BOX 430, DRYDEN, ONTARIO P8N 2Z2
TELEPHONE (807) 223-0217

SOLD TO

INDEPENDENT EXPLORATION SERVICES

104 BROWING BLVD

WINNIPEG MB R3K 0L7

DATE

June 29, 1993

YOUR ORDER NO.

QUANTITY	DESCRIPTION	DATE	PRICE	AMOUNT
	Equipment rental - June 1993			
		21 22 23 24 25	Total Hrs.	
	Float	6 1/2	80.00	\$ 1,000.00
	215 Cat backhoe	6 7 9 10 9 1/2	85.00	3,527.50
	Travel	1 3 1 1/2 1 1/2 1	25.00	200.00
				4,727.50
			GST	330.93
	PLEASE PAY ON THIS INVOICE			
				\$ 5,058.43

RECEIVED BY	GLERK	CASH	CHEQUE	ON ACCT.	CHARGE	CREDIT	POSTED	PROVINCIAL SALES TAX
	bac				X		<input checked="" type="checkbox"/>	INVOICE TOTAL

PLATPAINT • ALEX WILSON COOLDRYER

TERMS NET 30 DAYS. PAST DUE ACCOUNTS ARE SUBJECT TO A SERVICE CHARGE OF 2% PER MONTH (24% PER ANNUM)

OFFICE COPY

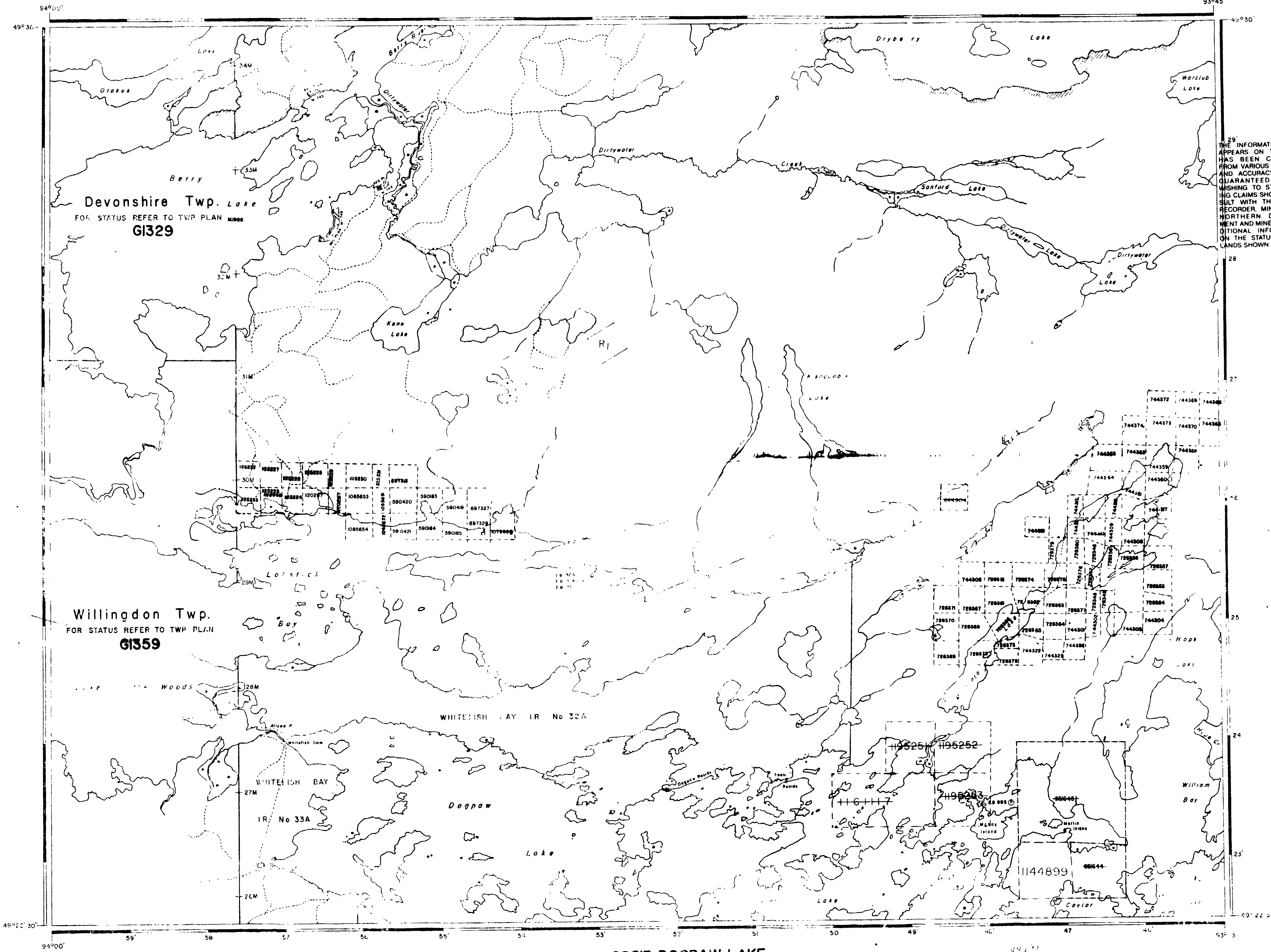
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101

HOEY and McMILLAN

G2614 DRYBERRY LAKE



LEGEND

- HIGHWAY AND ROUTE No.
- OTHER ROADS
- TRAILS
- SURVEYED LINES
- TOWNSHIP, BASE LINES, ETC.
- LO & MINING CLAIMS, PARCELS ETC.
- UNSUBDIVIDED LINES
- LOT LINES
- PARCEL BOUNDARY
- MINING CLAIMS ETC.
- RAILWAY AND RIGHT OF WAY
- UTILITY LINES
- NON-PERENNIAL STREAM
- FLOODING OR FLOODING RIGHTS
- SUBDIVISION OR CONVEYANCE PLAN
- RESERVATIONS
- ORIGINAL SHORELINE
- MINES OR MINESG.
- TRAVERSE MONUMENT
- TOURIST CAMPS

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.

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 PATENTEES BY THE PUBLIC LANDS ACT R.S.O. 1970 CHAP. 300 SEC. 44 (200C.1)

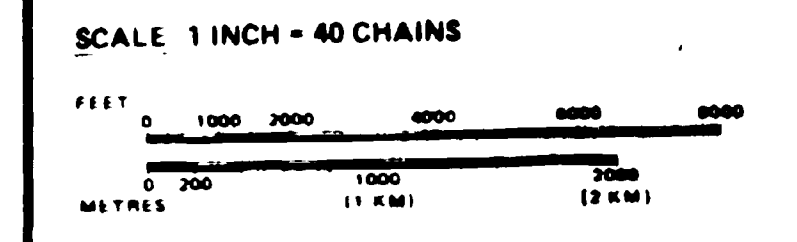
REFERENCES

- AREAS WITHDRAWN FROM DISPOSITION
- M.R.O. - MINING RIGHTS ONLY
 - S.R.O. - SURFACE RIGHTS ONLY
 - M + S. - MINING AND SURFACE RIGHTS
- Drawn-upon Under No. Date of Issue File No.
- R. WITHDRAWN 1001-007/04 10/28/84 S.R.O.

DATE OF ISSUE
 SEP 14 1984
 KENORA MINING DIVISION
 EFFECTIVE DATE

Some areas are shown thus:

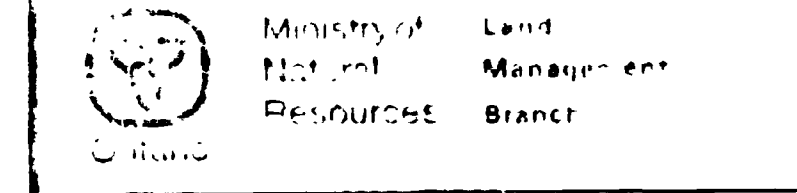
Flooding rights reserved up to 106.4 above mean sea level on all lakes bordering or close to the Woods.



AP: A

LOBSTICK BAY

M.N.F. ADMINISTRATIVE DISTRICT
 KENORA
 MINING DIVISION
 KENORA
 LAND TILES / REGISTRY DIVISION
 10/04



DATE: FEBRUARY, 1984

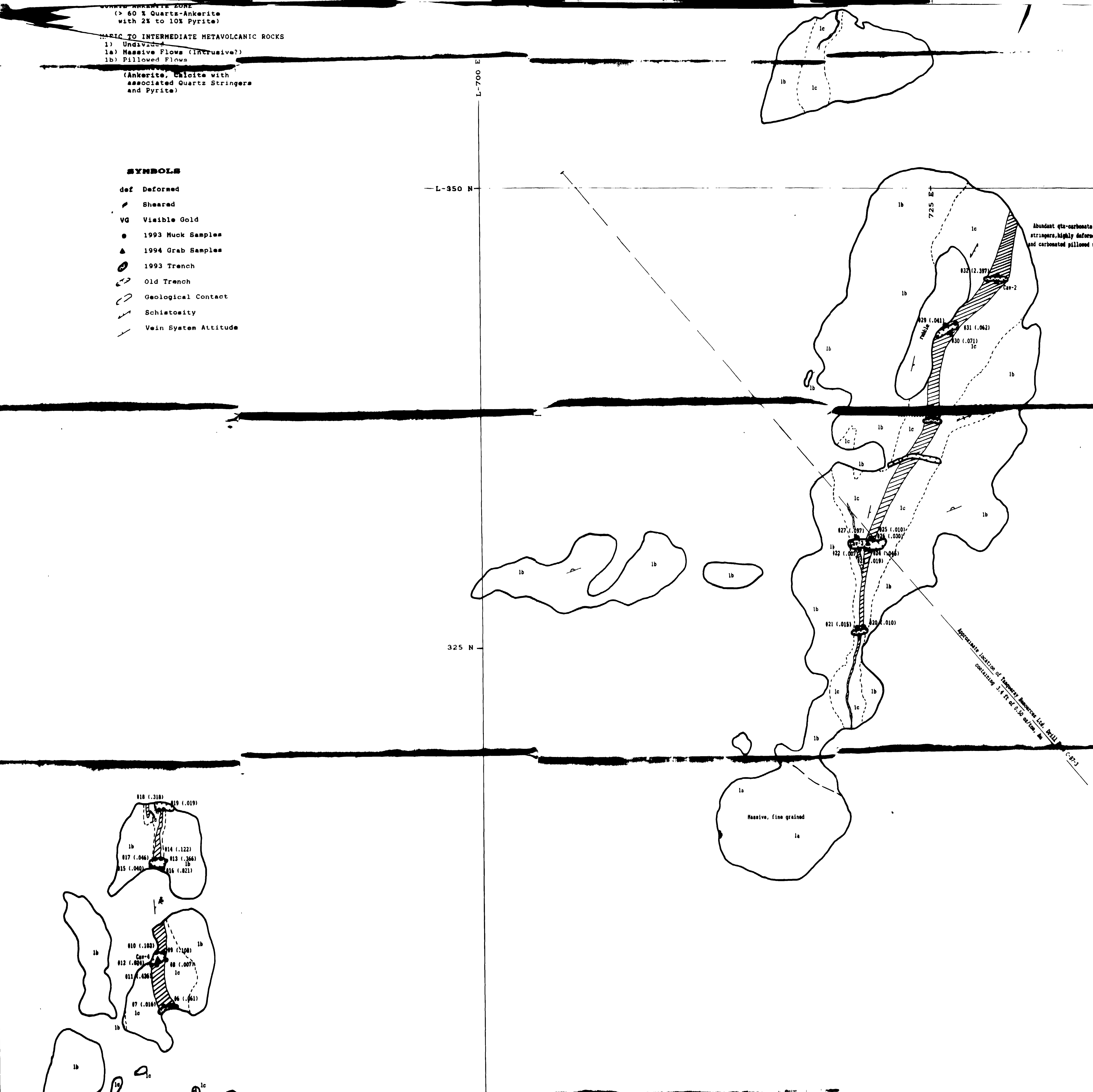
M.2635

G-2627



ANKERITE ZONE
 (> 60% Quartz-Ankerite
 with 2% to 10% Pyrite)
 BASIC TO INTERMEDIATE METAVOLCANIC ROCKS
 1) Undivided
 1a) Massive Flows (Intrusive?)
 1b) Pillowed Flows
 (Ankerite, Calcite with
 associated Quartz Stringers
 and Pyrite)

- SYMBOLS**
- def Deformed
 - Sheared
 - VG Visible Gold
 - 1993 Muck Samples
 - ▲ 1994 Grab Samples
 - 1993 Trench
 - Old Trench
 - Geological Contact
 - Schistosity
 - Vein System Attitude

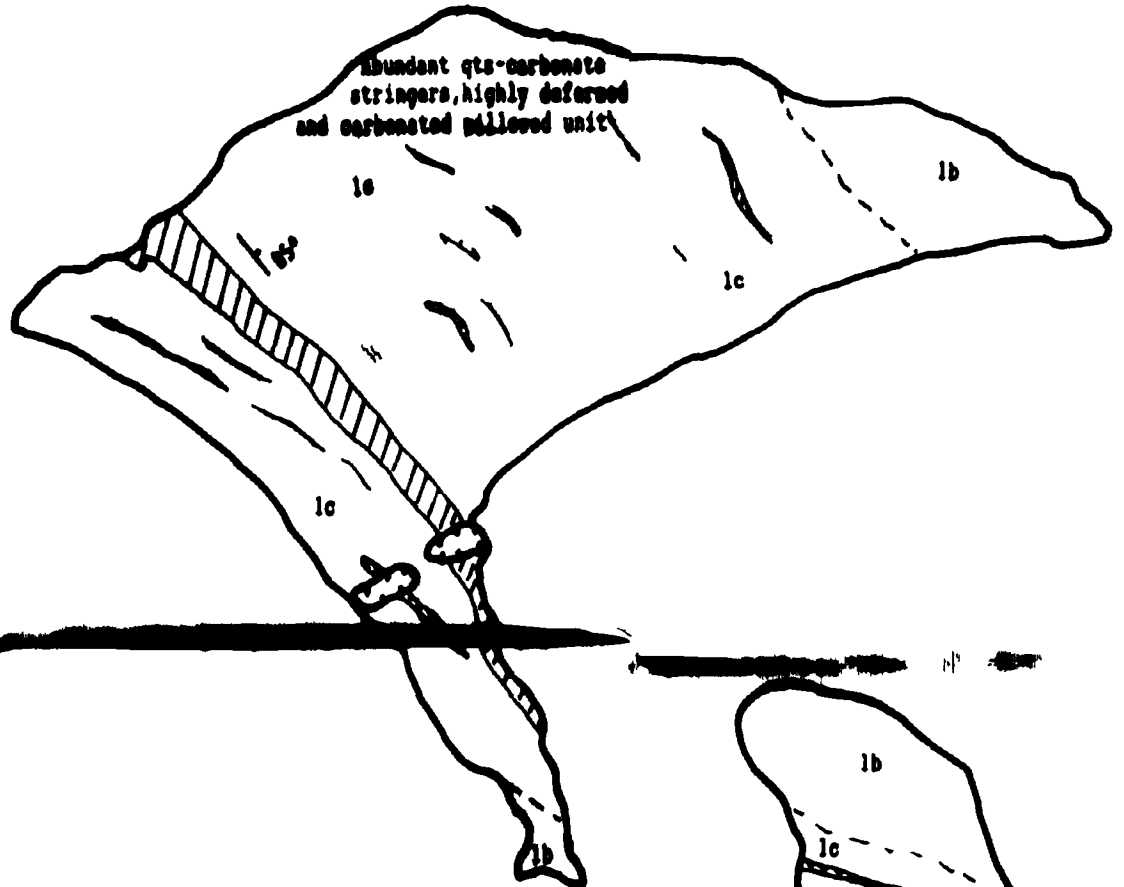


Map 1
CHAMPION BEAR RESOURCES LTD
 CAVIAR LAKE PROPERTY
 GRAND CHIBOUGAMAU PROSPECT
 TRENCH PLAN - MAIN ZONE

Mapped by S. Sears, June, 1994

Sears, Barry and Associates Ltd.



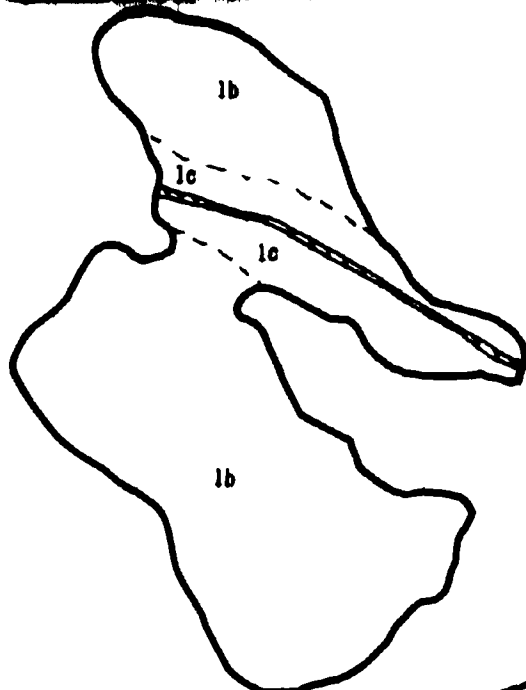


LEGEND

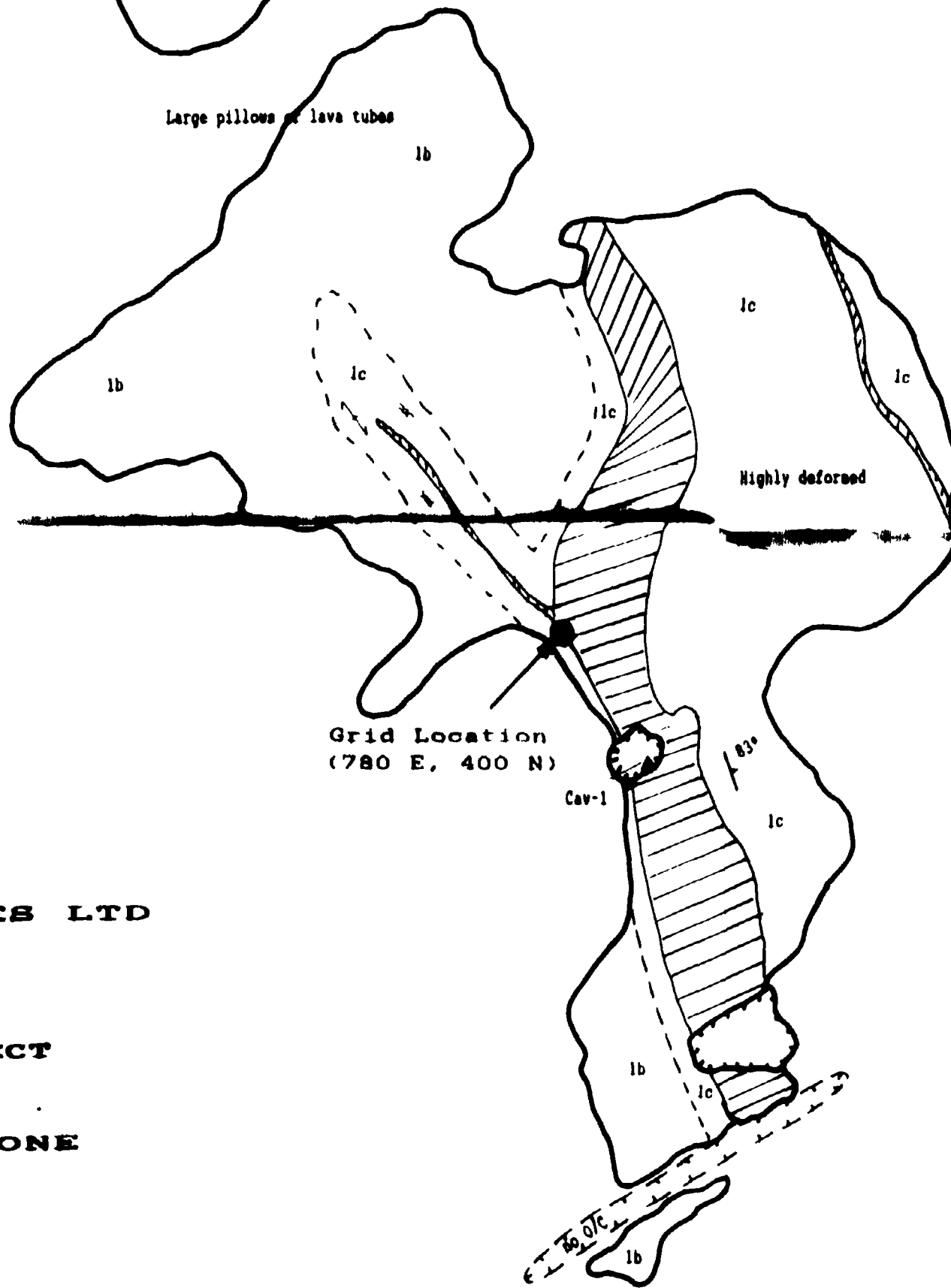
QUARTZ-ANKERITE ZONE
(> 60 % Quartz-Ankerite
with 2% to 10% Pyrite)

MAFIC TO INTERMEDIATE METAVOLCANIC ROCKS
1) Undivided
1a) Massive Flows (Intrusive?)
1b) Pillowed Flows
1c) Carbonated Mafic Rocks
(Ankerite, Calcite with
associated Quartz Stringers
and Pyrite)

- def Deformed
- # Sheared
- VG Visible Gold
- 1993 Muck Samples
- ▲ 1994 Grab Samples
- ⊙ 1993 Trench
- ⊖ Old Trench
- Geological Contact
- ↗ Schistosity
- ↘ Vein System Attitude



Large pillows of lava tubes



Map 2

CHAMPION BEAR RESOURCES LTD
CAVIAR LAKE PROPERTY
GRAND CHIBOUGAMAU PROSPECT
TRENCH PLAN - NORTH ZONE



220

Mapped by S. Sears, June 1994

Sears, Barry and Associates Ltd.

Scale 1:100

