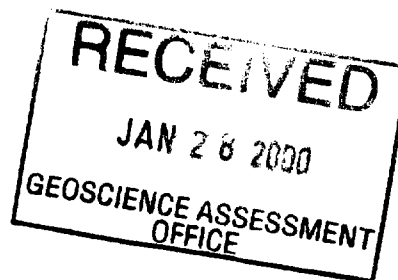




52F10NW2001 2.20035 VAN HORNE

010



Lost Mine Property
Assessment Work Report
Van Horne Township (G-839)
Kenora Mining Division

Wm. J. Sovereign
103 Wabigoon Drive
Dryden, Ontario
P8N 1W4

January 22, 2000



52F10NW2001

2.20035

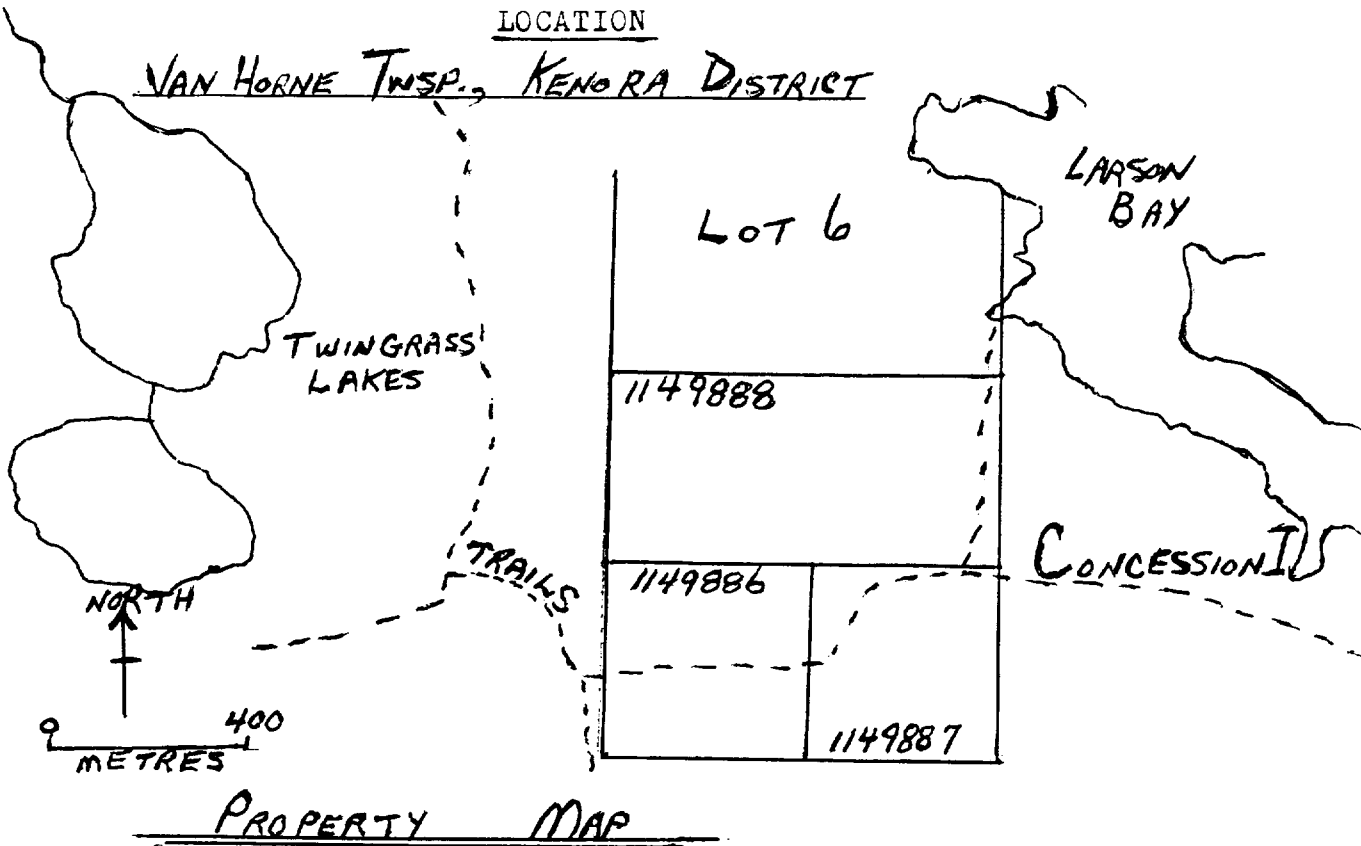
VAN HORNE

010C

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LOCATION



ACCESS

The property is accessed by an overgrown bush road which runs from an all-weather gravel road $2\frac{1}{2}$ km to the north. Alternative access is by an 8 km boat trip from the City of Dryden dock.

PREVIOUS WORK

The Lost Mine has seen periodic work since at least 1904 when 500 feet of stripping was reported over a quartz vein. By 1910, two shallow shafts had been sunk about 100 (?) metres apart. In 1928 about 8 ounces of gold were produced from a 34-ton bulk sample.

More recently, Van Horne Gold Exploration conducted geological and geophysical surveys and rock sampling between 1981 and 1983. In 1987 Norontex Exploration drilled a hole near the eastern shaft and obtained 0.08 oz./ton over 0.9 ft. and 0.14 oz./ton over 1.0 ft.

Approximately 300 to 350 metres north of the two Lost Mine shafts are the two League Mine shafts, 240 metres apart. This property was explored sporadically from as early as 1899. It was often worked in conjunction with the Lost Mine and other adjoining claims; Van Horne Gold Exploration and Norontex Exploration, for example, treated the Lost and League Mines as parts to a much larger property.

WORK AND FINDINGS

Rationale for exploration include:

1. Archival records speaking of high-grade gold assays over good widths;
2. Gold showings on adjacent properties, two of which have seen limited production;
3. Van Horne Gold Exploration's assessment work report of January 1984 described a "Proposed Exploration Programme". Not all of the proposals were done, such as humus sampling or trenching to expose and sample the mineral zones.

Current work discovered several undocumented old pits. All pits and trenches required extensive cleaning to expose the mineralized zone and to allow for sampling: rubble sheets and blocks had flaked from schist walls; forest litter (humus) was often over a half-metre deep; shrubs and small trees had to be uprooted; and thick moss had to be scraped from walls. Stretches between pits and trenches were similarly overgrown.

Seven fill-in assays, combined with historical assays, give the impression that the League Mine property has low potential; the best assay was only 1.37 g/tonne gold. Assessment work credit from that claim will be transferred to the Lost Mine claims where results were encouraging: sample #7 @ 12.55 g/tonne and sample #51 @ 17.76 g/tonne gold.

A limited humus sampling was conducted near and over the Lost Mine vein to determine if this method of prospecting would show

possible extensions of the vien under overburden. When correlated with rock assays, humus sampling does appear to indicate well the proximity of gold values.

PROPOSED FUTURE EXPLORATION

1. Continued in-fill stripping and sampling over the Lost Mine vien.
2. Limited humus sampling along assumed strike of the Lost Mine vien to the east to extend the vien, followed by digging to bedrock at favorable indicators.

However, until the value of gold climbs appreciably higher from current depressed levels, only limited work is justifiable.

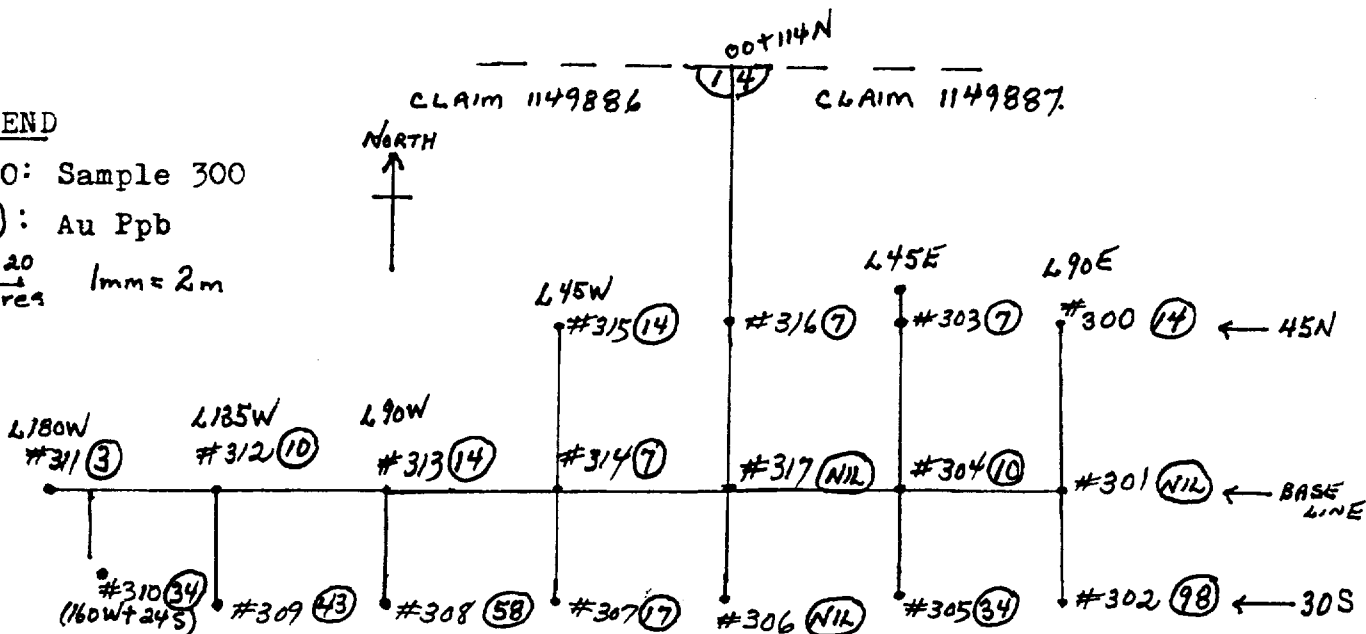
HUMUS SAMPLES

LEGEND

#300: Sample 300

(34): Au Ppb

0 20 metres 1mm = 2m



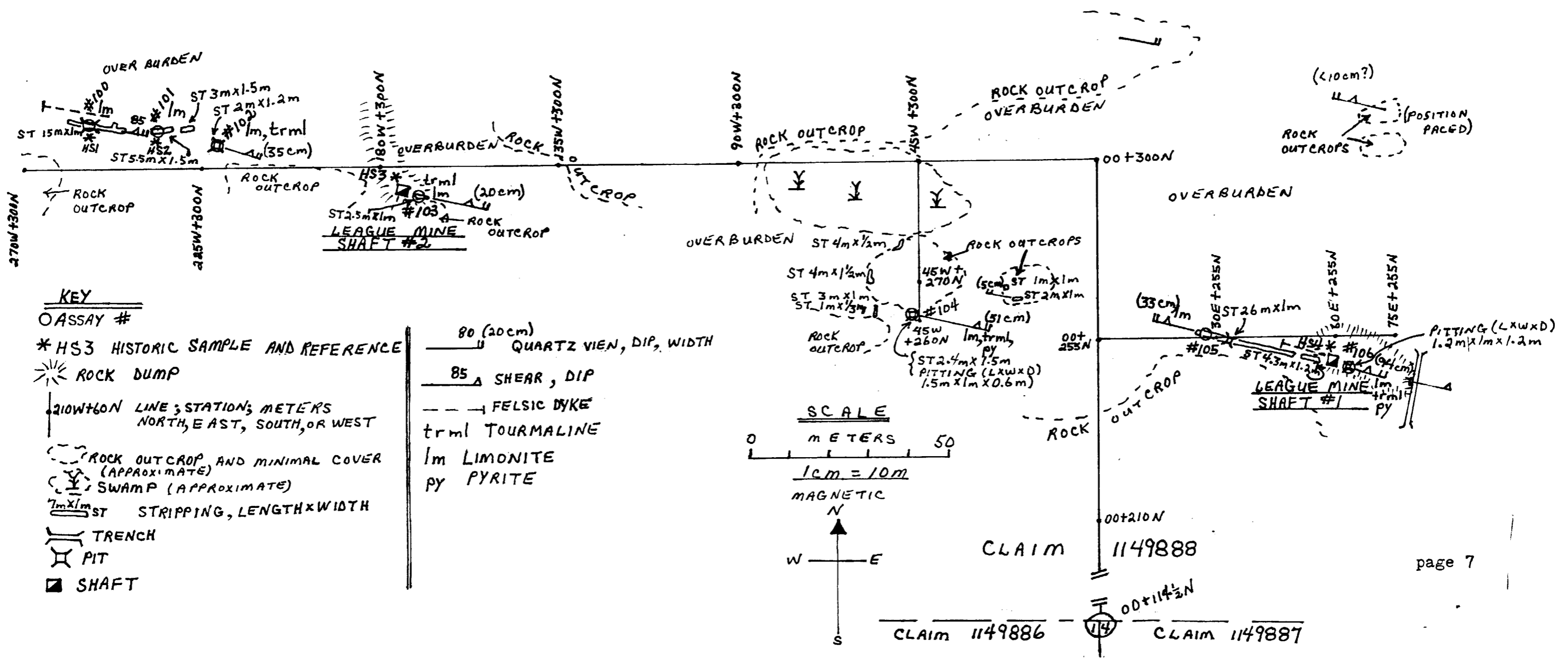
SAMPLE NUMBER	GRID LOCATION	ASSAY (g Au/Tonne)	DESCRIPTION
1	90W+26S	0.02	RUSTY SCHIST IN DYKE AND QUARTZ STRINGERS; 19 cm chip
2	89W+25S	0.13	PINKISH DYKE WITH QUARTZ STRINGERS, SHEARING, HEMATITE, 196 cm chip
3	93W+29S	2.02	33 cm QUARTZ VEIN PLUS 25½ cm SCHIST ON NORTH WITH FeO, chip/grab
4	55W+31S	0.08	SILICIFIED ZONE SOUTH OF QUARTZ VEIN, FeO SPECKLES, 81 cm grab
5	38W+31S	2.26	QUARTZ VEIN, 20 cm chip
6	28W+31S	3.05	QUARTZ VEIN, 43 cm chip
7	13W+32S	12.55	QUARTZ VEIN, 20 cm chip/grab
8	8E+32S	3.33	HEMATITE SCHIST, 20 cm chip
9	159W+22S	0.12	QUARTZ VEIN WITH FeO AND TOURMALINE SHEARING 20 cm chip
10	15W+50N	0.02	QUARTZ VEIN WITH FeO AND TOURMALINE 19 cm chip
50	33E+35S	1.65	QUARTZ VEIN WITH FeO, 37 cm chip
51	80E+31S	17.76	HARD BLACK SERICITE SCHIST? 29 cm PLUS 6 cm 'mud', chip; check assay 18.55 g/tonne
52	44E+42N	0.01	Quartz vein WITH FeO, 32½ cm chip
53	42E+50N	0.02	QUARTZ VEIN WITH FeO AND TOURMALINE 30 cm chip
54	30E+50N	NIL	QUARTZ VEIN WITH FeO AND TOURMALINE 18 cm chip
100	260W+312N	0.82	23 cm RUSTY QUARTZ PLUS 19 cm RUSTY SCHIST PLUS 10 cm QUARTZ, chip
101	240W+310N	0.13	RUSTY SHEAR ZONE WITH QUARTZ STRINGERS, 66 cm chip
102	220W+305N	0.07	RUSTY QUARTZ WITH TOURMALINE 35 cm grab
103	170W+293N	1.37	QUARTZ VEIN WITH FeO AND TOURMALINE IN SHEAR, 20 cm chip

SAMPLE NUMBER	GRID LOCATION	ASSAY (g Au/Tonne)	DESCRIPTION
104	46W+261N	1.34	QUARTZ VEIN WITH FeO, SULPHIDES, AND TOURMALINE IN CLAY ZONE, 51 cm chip
105	29E+255N	1.27	QUARTZ VEIN WITH FeO, 33 cm chip
106	63E+247N	0.09	4 QUARTZ VEINS AND SCHIST WITH FeO, 94 cm representative grab

SOME HISTORICAL ASSAYS FOR CORRELATION

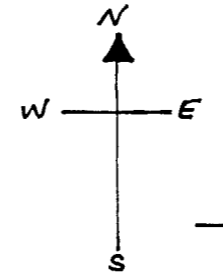
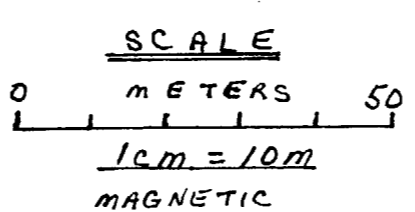
H1	c255W+311N	0.06 oz/t	14 in. quartz; Van Horne Gold Exploration (VHG), 1984
H2	c235W+309N?	0.06 oz/t	quartz veinlet stockwork, VHG
H3	c175W+297N	trace	shaft dump rubble, VHG
H4	c60E+255N	0.04 oz/t	grab from shaft dump, VHG
H5	c160W+24S	7950 ppb	UGS per J. Parker, 1989; quartz grab
H6	c50E+25S	0.14 oz/t	Norontex Exploration diamond drill hole about 20 m below surface
H7	c45W+31S	0.20 oz/t	quartz vein, VHG
H8	c75E+32S	0.18 oz/t	quartz, pyrite, schist, VHG
H9	c50E+37S	0.15 oz/t	quartz from shaft dump, VHG
H10	c44E+32N	0.14 oz/t	quartz and shear zone, VHG

COMPILATION MAP OF CLAIM 1149888



- KEY**
- O ASSAY #
 - * HS3 HISTORIC SAMPLE AND REFERENCE
 - ☀ ROCK DUMP
 - 210W+60N LINE; STATION; METERS NORTH, EAST, SOUTH, OR WEST
 - ☁ ROCK OUTCROP AND MINIMAL COVER (APPROXIMATE)
 - ☁ SWAMP (APPROXIMATE)
 - 7m x 1m ST STRIPPING, LENGTH x WIDTH
 - ≡ TRENCH
 - ⊠ PIT
 - SHAFT

- 80 (20cm) QUARTZ VENE, DIP, WIDTH
- 85 Δ SHEAR, DIP
- FELSIC DYKE
- trml TOURMALINE
- lm LIMONITE
- py PYRITE



CLAIM 1149886

CLAIM 1149888

CLAIM 1149887

ABBREVIATED WORK LOG

DATE	DESCRIPTION OF MAIN WORK	ASSESSMENT HOURS
------	--------------------------	---------------------

CLAIM 1149886

98-6-8	stripping, pit cleaning, brushing	7
98-6-12	stripping, uprooting trees & brush, pit cleaning	8
98-6-16	" " " " " "	6½
98-6-20	stripping, cleaning pits & trenches	6
98-6-23	" " " "	7
98-7-15	gathering assay samples	6
98-7-17	line cutting and measuring stations	5
98-7-24	line cutting	2½
98-7-29	line cutting and measuring stations	4½
98-8-28	prospecting, located several old pits	1½
98-9-18	stripping, cleaning pits, assay sample	6½
98-9-23	stripping, cleaning pit, assay sample, prospecting	5¾
98-10-2	collecting field data: bearings, dip, measurement, etc	3¾
98-10-8	" " " " " "	" 2½
99-4-21	gathering humus samples	<u>1½</u>
TOTAL HOURS		<u>73½</u>

CLAIM 1149887

98-6-30	stripping, cleaning trenches	7
98-7-3	" " "	7½
98-7-6	" " "	7¼
98-7-15	gathering assay samples	1½
98-7-17	line cutting	2½
98-7-24	line cutting and measuring stations	5½
98-7-31	stripping, cleaning pits & trenches	8
98-8-28	gathering assay samples	2
98-9-18	stripping, cleaning pit, gathering assay sample	1½
98-10-2	collecting field data: bearings, dip, measurement, ...	3¾
98-10-8	" " "	1
99-4-21	gathering humus samples	<u>1½</u>
TOTAL HOURS		<u>48¾</u>

CLAIM 1149888

98-8-25	stripping, brushing, cleaning trench	7
98-8-28	linecutting, measuring stations (4 hours)	NIL
98-8-30	" (1 hour)	NIL
	stripping, cleaning trench	6½
98-9-1	stripping, cleaning trench & pit	5¾
98-9-3	trenching	2
	linecutting, measuring stations (5½ hours)	NIL
98-9-6	" " " (2 hours)	NIL
	brushing, stripping, prospecting	5½
98-9-9	cleaning trench, stripping	
98-9-12	stripping, cleaning pit, gathering assay samples	7
98-9-14	" " " " " "	7¾
98-9-29	prospecting	3½
98-10-8	stripping, collecting field data	4½
98-9-16	linecutting, measuring stations (1½ hours)	NIL
	stripping, cleaning pits, gathering assay samples	<u>6¼</u>
	TOTAL HOURS	<u>55¾</u>

CALCULATION OF ASSESSMENT VALUE

CLAIM 1149886

Labour (Based on \$150/8 hour day = \$18.75/hour)	
73.25 hours x \$18.75	\$1373.44
Rock assays #1 to #7 (7/10 x \$123.05)	86.14
Shipping assay samples	7.28
Humus assays (9/18 x \$179.12)	89.56
Rock assays #9 & #10 (2/12 x 147.66)	24.61
TOTAL VALUE	<u>\$1581.03</u>

CLAIM 1149887

Labour 48.75 hours x \$18.75	\$914.06
Rock assays #8, #50, #51 (3/10 x \$123.05)	36.91
Rock assays #52 to #54 (3/12 x \$147.66)	36.91
Humus assays (9/18 x \$179.12)	89.56
Shipping assay samples	4.60
TOTAL VALUE	<u>\$1082.04</u>

CLAIM 1149888

Labour 55.75 hours x \$18.75	\$1045.31
Rock assays #100 to #106 (7/12 x \$147.66)	86.14
Shipping assay samples	8.19
TOTAL VALUE	<u>\$1139.64</u>



Established 1928

Swastika Laboratories

A Division of Assayers Corporation Ltd.

Assaying - Consulting - Representation

Geochemical Analysis Certificate

9W-1142-RG1

Company: **W. J. SOVEREIGN**

Date: MAY-27-99

Project:

Attn: **W. J. Sovereign**

We hereby certify the following Geochemical Analysis of 18 Humus samples submitted MAY-10-99 by .

Sample Number	Au PPB	Au Check PPB
300	14	-
301	Nil	-
302	103	93
303	7	-
304	10	-
305	34	-
306	Nil	-
307	17	-
308	54	62
309	41	45
310	34	-
311	3	-
312	10	-
313	14	-
314	7	-
315	14	-
316	7	-
317	Nil	-

Certified by Denis Chartrand



Swastika Laboratories

A Division of TSL/Assayers Inc.

Established 1928

Assaying - Consulting - Representation

Assay Certificate

8W-2067-RA1

Company: **WM. J. SOVEREIGN**

Date: JUL-27-98

Project:

Attn: Wm. J. Sovereign

We hereby certify the following Assay of 10 Rock samples submitted JUL-23-98 by .

Sample Number	Au g/tonne	Au oz/ton	Au Check g/tonne	Au Check oz/ton
#1	0.02	.001	-	-
#2	0.13	.004	-	-
#3	2.02	.059	-	-
#4	0.08	.002	-	-
#5	2.26	.066	-	-
#6	3.05	.089	-	-
#7	12.55	.366	11.73	.342
#8	3.33	.097	3.39	.099
#50	1.65	.048	-	-
#51	17.76	.518	18.55	.541

One assay ton portion used.

Certified by 

1 Cameron Ave., P.O. Box 10, Swastika, Ontario P0K 1T0
Telephone (705)642-3244 Fax (705)642-3300



Established 1928

Swastika Laboratories

A Division of TSL/Assayers Inc.

Assaying - Consulting - Representation

Assay Certificate

8W-2968-RA1

Company: **W. SOVEREIGN**

Date: OCT-06-98

Project:

Attn: **W. Sovereign**

We hereby certify the following Assay of 12 Rock samples submitted OCT-02-98 by .

Sample Number	Au g / tonne	Au oz / ton	Au Check g / tonne	Au Check oz / ton
9	0.12	.004	-	-
10	0.02	.001	-	-
52	0.01	.001	-	-
53	0.02	.001	-	-
54	Nil	-	-	-
100	0.82	.024	0.79	.023
101	0.13	.004	-	-
102	0.07	.002	-	-
103	1.37	.040	-	-
104	1.34	.039	1.47	.043
105	1.27	.037	-	-
106	0.09	.003	-	-

One assay ton portion used. Possible contamination for sample numbers 100 & 104 due to the fact that when we received them the sample bags were torn.

Certified by Denis Chantre

Swastika Laboratories
 P.O. Box 10
 1 Cameron Avenue
 Swastika, Ontario
 P0K 1T0

Tel: (705) 642-3244

INVOICE

NO: 00044678

DATE: 10/06/98

PAGE: 1

SOLD TO:

W. J. SOVEREIGN
 103 WABIGON DRIVE
 DRYDEN ONTARIO
 P8N 1W4

SHIP TO: S050

Same

GST Number: R132862640

Proj #/P.O. # N/A

ITEM NO.	QUANTITY	UNIT	DESCRIPTION	G	P	UNIT PRICE	AMOUNT
	12		Au			8.00	96.00
	12		Sample Prep			3.50	42.00
			Cert #8W-2968-RA1				
			GST @ 7%				9.66
						TOTAL	147.66

COMMENTS:
 Net 30 Days

98/09/24 13:35 ID# BOSTON
 RC# 140023 W.ID: 1 TR# 106610
 PARCELS 1 @ 10.902 kg COLIS
 SUBTL GST 7.65 SOUS-TL TPS
 GST 0.54 TPS
 TOTAL 8.19 TOTAL
 CASH CDN 10.00 ESP.\$CAN
 CHG.DUE 1.81- MONNAIE
 #100-10664

C.P. DRYDEN DOWNTOWN P.O.
 75 WHYTE AVE
 DRYDEN ON P8N 3E0
 GST/TPS R#119347672
 PST/TPP R#



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

Transaction No./N° de transaction

Mining Act/Loi sur les mines

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. Adresser 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	3333	
	Field Supervision Supervision sur le terrain		3333
Contractor's and Consultant's Fees Droits de l'entrepreneur et de l'expert- conseil	Type ASSAYS	450	
	ASSAY SHIPPING	20	
			470
Supplies Used Fournitures utilisées	Type		
Equipment Rental Location de matériel	Type		
Total Direct Costs Total des coûts directs		3803	

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			
Sub Total of Indirect Costs Total partiel des coûts indirects			
Amount Allowable (not greater than 20% of Direct Costs) Montant admissible (n'excédant 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
	x 0.50 =

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	Évaluation totale demandée
	x 0,50 =

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 *Stm. J. Sovereign* I am authorized
(Recorded holder, Agent, Position in Company)

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 *Stm. J. Sovereign* Date *Jan. 22, 2000*

Declaration of Assessment Work Performed on Mining Land

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

Transaction Number (office use) <i>W.0010.00008</i>
Assessment Files Research Imaging



52F10NW2001 2.20035 VAN HORNE 900

ity of subsections 65(2) and 66(3) of the Mining Act. Under section 8 of the l to review the assessment work and correspond with the mining land holder. ing Recorder, Ministry of Northern Development and Mines, 6th Floor,

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

2. 2003

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

Name <i>WILLIAM J. SOVEREIGN</i>	Client Number <i>196211</i>
Address <i>103 WABIGONN DRIVE</i>	Telephone Number <i>(807) 223-6311</i>
<i>DRYDEN, ONT P6N 1W4</i>	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

Work Type <i>BRUSHING, STRIPPING, LINE CUTTING ASSAYING</i>	Office Use
Dates Work Performed From <i>8 6 98</i> To <i>27 5 99</i>	Commodity
Global Positioning System Data (if available)	Total \$ Value of Work Claimed <i>3803.⁰⁰</i>
Township/Area <i>VAN HORNE TOWNSHIP</i>	NTS Reference
M or G-Plan Number <i>G-839</i>	Mining Division <i>Kemora</i>
	Resident Geologist District <i>Kemora</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 assigning work;
- include two copies of your technical report.

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

Name <i>SELF</i>	Telephone Number
Address	Fax Number
Name	Telephone Number
Address	Fax Number
Name	Telephone Number
Address	Fax Number

RECORDED
JAN 28 2000
calculations below:

RECEIVED
JAN 28 2000
GEOSCIENCE ASSESSMENT OFFICE

4. Certification by Recorded Holder or Agent

I, *WILLIAM J. SOVEREIGN* (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 <i>Wm. J. Sovereign</i>	Date <i>Jan. 22, 2000</i>
Agent's Address	Telephone Number
	Fax Number

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-0010.00008

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 1149886	1	\$1581	\$1600	0	203
2 1149887	1	\$1082.918	\$2000	0	0
3 1149888	2	\$1140	0	1140	0
4					
5					
6					
7					
8					
9					
10					
11					
12					
13					
14					
15					
Column Totals		\$3803	\$3600	\$1140	\$203

RECORDED
 JAN 28 2000

RECEIVED
 JAN 28 2000
 GEOSCIENCE ASSESSMENT
 OFFICE

I, WILLIAM J. SOVEREIGN (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

Wm J. Sovereign

Jan. 22, 2000

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):

Cut credits from 1149888 and try to keep 1149886 and 1149887 balanced as to expiry date of the claims.

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)		



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

W. 0010.00008

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. Adresser 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	3333	
	Field Supervision Supervision sur le terrain		3333
Contractor's and Consultant's Fees Droits de l'entrepreneur et de l'expert- conseil	Type ASSAYS	450	
	ASSAY SHIPPING	20	
			470
Supplies Used Fournitures utilisées	Type		
Equipment Rental Location de matériel	Type		
Total Direct Costs Total des coûts directs			3803

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			
Food and Lodging Nourriture et hébergement			
Mobilization and Demobilization Mobilisation et démobilisation			
Sub Total of Indirect Costs Total partiel des coûts indirects			
Amount Allowable (not greater than 20% of Direct Costs) Montant admissible (n'excédant 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
	× 0.50 =

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	Évaluation totale demandée
	× 0,50 =

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 Wm. J. Sovereign I am authorized
(Recorded Holder, Agent, Position in Company)

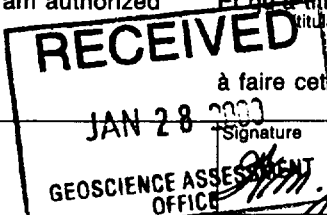
to make this certification

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 Wm. J. Sovereign Date Jan. 22, 2000

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

Telephone: (888) 415-9845
Fax: (877) 670-1555

March 2, 2000

WILLIAM JOHN SOVEREIGN
103 WABIGOON DRIVE
DRYDEN, Ontario
P8N-1W4

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

Dear Sir or Madam:

Submission Number: 2.20035

Status

Subject: Transaction Number(s): W0010.00008 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 LUCILLE JEROME by e-mail at lucille.jerome@ndm.gov.on.ca or by telephone at (705) 670-5858.

Yours sincerely,



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

Work Report Assessment Results

Submission Number: 2.20035

Date Correspondence Sent: March 02, 2000

Assessor: LUCILLE JEROME

Transaction Number	First Claim Number	Township(s) / Area(s)	Status	Approval Date
W0010.00008	1149886	VAN HORNE	Approval	March 01, 2000

Section:

10 Physical PMAN
10 Physical PSTRIIP

Correspondence to:

Resident Geologist
Kenora, ON

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

WILLIAM JOHN SOVEREIGN
DRYDEN, Ontario

Assessment Files Library
Sudbury, ON

WAINWRIGHT M2057

REFERENCES

TOPOGRAPHY

LAKES AND RIVERS ETC., FROM FOREST RESOURCES INVENTORY SHEETS 496924, 497924.

SURVEYS

FIELD NOTE BOOKS: 1133, 1840, 2069, 2071, 2438, 2977.
PLANS: L 25-4, 04-25, R10-1, R18-15, Y35-8, W35-16.

HIGHWAYS

HIGHWAYS THROUGH CROWN LAND FROM MINISTRY OF TRANSPORTATION AND COMMUNICATIONS SURVEY PLANS AS NOTED ON PLAN.
SEE ALSO FILE 121757 FOR RESERVATIONS

TRANSMISSION LINES

PLANS: 022-2, 023-10, 518-2.
SEE ALSO FILE 124109.

RAILWAY

C.P.R., PLANS: N11-18,

FLOODING

WATER POWER LEASE AGREEMENT No 84 - DATED, APRIL 5, 1974 - RESERVING THE RIGHT TO HOLD THE WATERS OF WABIGOON RIVER AND WABIGOON LAKE TO AN ELEVATION NOT EXCEEDING 1211.37'. FILE 11916.

- WITHDRAWALS
- ① SEC 36/80 W-4/83 11/2/83 MRO 14845
 - ② SEC 36/80 W-2/84 10/2/84 MRS 10821
 - ③ SEC 36/80 W-55/88 WNS 802/88 M558 RE-OPENED AND RE-WITHDRAWN MARCH 13, 89, WK-7-89)
 - ④ SEC 36/80 W-4-88/84 MRR 18 & 88 MAY 31/84 300PM CDT 1889)

NOTE

LOT AND CONCESSION LINES SHOWN ON ARE PROJECTED FROM THE BEST INFORMATION AVAILABLE, BUT THEIR TRUE POSITION IS NOT GUARANTEED. FOR LEGAL AND SURVEY PURPOSES CONSULT THE ORIGINAL PLAN FIELD NOTES OF RECORD IN THE MINISTRY OF NATURAL RESOURCES, TORONTO.

ACREAGES SHOWN IN RESPECT OF PATENTED LOTS ARE IN ACCORDANCE WITH AREA GRANTED.

LEGEND

- PROVINCIAL HIGHWAY
- OTHER ROADS
- TRAILS
- SURVEYED LINES:
 - TOWNSHIPS, BASE LINES, ETC.
 - LOTS, CLAIMS, PARCELS, ETC.
- UNSURVEYED LINES:
 - LOT LINES
 - PARCEL BOUNDARIES
- MINING CLAIMS
- RAILWAY AND RIGHT OF WAY
- UTILITY LINES
- NON-PERMANENT STREAM
- FLOODING OR FLOODING RIGHTS
- SUBDIVISION OR COMPOSITE PLAN
- RESERVATIONS
- TRAVERSE MONUMENT

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	

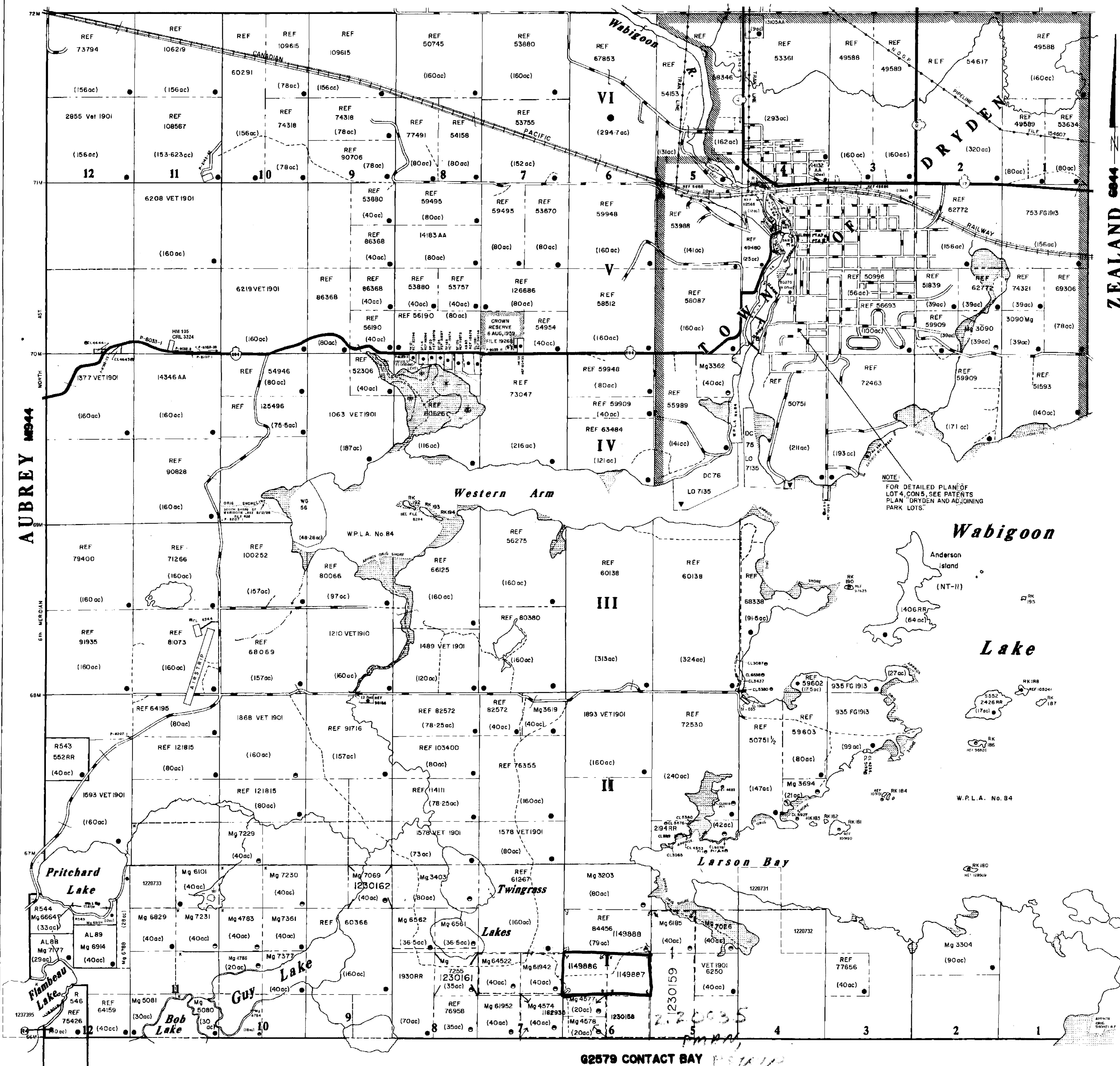
NOTE: MINING RIGHTS IN PARCELS PATENTED PRIOR TO MAY 6, 1913, VESTED IN CROWN LANDS BY THE PUBLIC LANDS ACT, R.S.O. 1980, CHAP. 380, SEC. 84, SUBSEC. 1.

SCALE: 1 INCH = 20 CHAINS

TOWNSHIP
VAN HORNE
M.N.R. ADMINISTRATIVE DISTRICT
DRYDEN
MINING DIVISION
KENORA
LAND TITLES / REGISTRY DIVISION
KENORA

Ministry of Natural Resources
Ministry of Northern Development and Mines

Date: FEBRUARY, 1990 Number: **G-839**



62579 CONTACT BAY

