OPAP98 Final Report

Drayton Township Gold Prospect

by
Alex Glatz

January 8, 1999

Table of Contents

OPAP98 - 042 Final Report Project #3

Drayton Twp. Au Prospect

Name: Drayton Project

Location: Lot 4 and 5, Conc. IV, Drayton Twp., Patricia Mining Division. Approximately 10 km ESE of the Town of Sioux Lookout. NTS 52J/SW, Latitude: 50*02.67', Longitude: 91*46.22'

Present Claims: 1216505 (12 units), 1166823 (16 units), 1166824 (12 units), 1166822 (8 units). Total: 48 units.

Claim Holders: Alex Glatz and Ivar Riives

Access: From Sioux Lookout, a road leads east to Superior Junction and Alcona. From Alcona a secondary road leads into the claims south of Mullen Lake. The showing is located 600 metre south of a boat landing on a small bay of Minnitaki Lake. An ATV trail to the showing has been established by the present claim holders. More recently, a trail was located through the cut-over from the north-east for backhoe access.

History: Three old patented claims, K264, K171 and K265 are located just east of a small bay of Minnitaki Lake. No records of any work can be found in the MNDM files in Sioux Lookout and the existence of a shaft on these lands was unknown until one was unexpectedly located on K171 in June of 1998.

Shortly after, I. Riives and A. Glatz of Dryden staked the ground.

Geology: The general area is underlain by volcanic rocks, ranging from basalt to andesite. In the area of the shaft the sequence has been intruded by a medium to coarse grained felsic rock. Unaltered parts resemble a feldspar porphyry, but the high degree of alteration makes the identification of the original rock type difficult, some sections resemble an altered diorite. Some of the dump material looks like pink feldspar and could indicate that some of the original rock was syenite. Narrow quartz veins form a stock work within which the rock is altered by silicification,

carbonation and the presence of large cubes of pyrite. The higher gold values occur within the pyrite concentrations. The zone has been stripped for over 300 ft. along strike and runs under overburden at both ends.

Old Workings: One shaft and numerous trenches were sunk in a medium grained acidic rock. The work would seem to be more than 80 years old as large spruce trees grow on top of the excavated material.

New Workings done under 1998 OPAP funding:
The newly discovered shaft was secured by stringing heavy steel wire around the edges and the depth of 25 metres was determined with a fishing line. Manual stripping was done by the claim holders to expose material for sampling. Preliminary sampling results were very encouraging. Two samples ran more than one ounce gold per ton and unmineralized and unaltered quartz diorite gave elevated gold values on assay. This prompted the staking of more claims. The extended claim group covers a Cu/Au showing three kilometres WSW of the shaft on an island in Minnitaki Lake. The copper showing consists of two pits with chalco-pyrite in altered, brecciated rocks of intermediate composition within a larger felsic intrusion of what appears to be quartz-diorite and related rocks. Samples shipped for assaying yielded up to three percent copper and 13,852 ppb gold.

On August 28/98 a backhoe (Link Belt 2800 excavator) was hired to expose the alteration-zone on both sides of the shaft. A power pump was used to wash-off the 300 ft.+ exposure. Eight 2 m chip samples were taken along the stripped area. In places the mineralized zone is 25 ft. wide.

Part of the dump material is composed of altered rock, heavily mineralized with cubes of pyrite, some of the pyrite crystals measure up to 2 cm. An Induced Polarization survey should be done to outline the extent of this mineralization. Visible gold is found where the pyrite has been oxidized. Recently, new sampling of massive, fine grained sulfide from the dump yielded more than nine ounces of gold per ton. No visible gold was seen in the sample. If these sulfide seams are of any extent they may cause a conductive VLF response.

A gold-bearing shear was located about 350 metres ENE of the shaft on September

22/98. Two samples assayed yielded more than 11,000 ppb in gold. A narrow quartz vein exhibited isolated visible gold, with one spectacular splash of native gold being found by a visiting company geologist. The rock enclosing the vein is heavily pyritized and decomposed and runs under overburden at both ends. Further backhoe work is required here to expose fresh material for sampling.

Magnetite can be observed 300 metres west of the shaft and in the mineralized zone where ilmenite is also found. These minerals seem to cause the small, scattered small mag anomalies on the airborne map.

Geophysical observations:

A baseline was laid out by compass and flagging for 2600 metres at a bearing of N 60*E. Seven cross lines were established, one hundred metre apart, over the alteration zone. Total lines run is 3400 m.

Magnetics:
Random magnetometer*(Scintrex, Model MP-2)* work by the writer shows small and erratic magnetic spikes in the vicinity of the shaft; with the highest reading of 65,000 gamma located 25 metres WSW of the shaft in the stripped area where ilmenite can be seen in the rock. In order to get a meaningful magnetic profile, the grid would have to be tight, perhaps with measurements taken at 5-10 metre intervals.

VLF survey:
The area of alteration and its strike was covered by a VLF survey, using a GEONICS-16 instrument. Measurements were taken facing north at 15 metre intervals along the cross lines. The close spacing was deemed necessary to detect structural variations in the mineralized zone.

The survey revealed a strong conductor concordant with the exposed alteration zone for more than 100 metres on both sides of the shaft. While the cross-overs are not sharp, dip angles run up to 150%.

The VLF data was run through the 'Fraser Filter' to compensate for the absence of good 'cross-overs'. This process produced an area of conductivity over the strike

length surveyed. A highly conductive zone runs from 100 metres west of the shaft to 200 metres east of the shaft. On lines 100W and 00 the conductivity is just south of the baseline, it then changes to the NE and on line 200E it lies 50 metres north of the baseline.

It is felt that the gravelly overburden, exposed by the backhoe, did not cause the readings obtained. There is a good chance that the conductor is caused by massive sulphide bands similar to the one slab on the dump which assayed over 9 ounces in gold per ton.

Conclusions and Recommendations:

From the work done it can be concluded that high grade gold occurs in the local structures. The gold is associated with the sulphide mineralization, consisting of pyrite and to a small degree of ilmenite. It is yet unclear what role ilmenite played in the precipitation of the gold mineralization.
The potential for an economic gold resource does exist here. Systematic and detailed exploration is needed to prove up a deposit.
Quartz veins within the main zone range from 5 cm to 20 cm in width and cross the zone at various angles or follow the structure and, by themselves, don't carry gold; but the highest alteration(and the best grade) is always adjacent to the quartz. Judging from the geophysical results and from surface observations it would seem that nonconcordant substructures exist along the main alteration zone.

The following work should be undertaken:

- Further mechanical trenching to increase the original stripping to the west where a highly mineralized rock runs under 1.5m of overburden.
- Backhoe trenching of the newly found showing 350m east of the shaft.
- I.P. survey over the existing grid to better delineate the pyritized horizon.
- Add two cross lines to the west(300W and 400W) and lengthen all lines west of 00

by 150 metres to intersect strike length of conductor 'B'.

- Insert cross lines at 150W, 50W, 50E and 150E.
- Magnetometer survey over the existing grid at very close spacing.
- Establish drill targets by evaluating the surface rock exposures and the geophysical results
- Find a joint-venture partner or option the claims to a competent exploration company for advanced exploration

Preliminary contact has been made with three mining companies regarding further exploration of this ground.

Qualification of Author

QUALIFICATION OF AUTHOR

I, Alexander Glatz, have been prospecting since 1964 in Ontario and have used dip-needles, magnetometers, scintilometers and EM equipment.

On my own accord, I have successfully used a number of magnetic measuring devices to find new nickel showings in the Stanawan Bay and Pincher Lake areas in Dryden District in 1969.

Having worked with Ross Kidd, a well known mining engineer and geophysicist from 1965-79 on some of my properties, I became familiar with electromagnetic surveys using a Ronka 16 instrument. Having carefully studied the Ronka 16 manual from Geonics Ltd., I feel that I am technically competent to do surveys with this instrument. I am able to correlate the results with the local geology and to guide exploration efforts.

Alexander Glatz

Assay Certificates

Swastika Laboratories

A Division of TSL/Assayers Inc.

Assaying - Consulting - Representation

Established 1928

Geochemical Analysis Certificate

8W-2079-RG1

Company: **J. RIIVES**

Date: JUL-28-98

Project:

Attn: J. Riives

We hereby certify the following Geochemical Analysis of 10 Rock samples submitted JUL-22-98 by .

Sample Number	Au PPB	Au Check PPB	Au 2nd PPB	Ag PPM
5401-B	14537	15600	16389	1.4
5402-B	58	-	-	-
5403-B	67	-	-	-
5404-B	15	-	-	-
5405-B	5	-	-	-
5406-B	123	-	-	-
5407-B	19	-	-	-
5408-B	206	168	-	-
5409-B	29	-	-	-
5410-B	3	-	-	-

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

Swastika Laboratories

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Established 1928

Geochemical Analysis Certificate

8W-2184-RG1

Company: **J. RIIVES**

Date: AUG-06-98

Project:

Attn: J. Riives

We hereby certify the following Geochemical Analysis of 3 Rock samples submitted JUL-31-98 by .

Sample Number	Au PPB	Au Check PPB
5412-B	4903	-
5413-B	85166	89006
5414-B	13886	11932

One assay ton portion used.

Certified by Denis Chatha

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

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Geochemical Analysis Certificate

8W-2469-RG1

Company: **J. RIIVES**

Date: AUG-28-98

Project:

Attn: J. Riives

We hereby certify the following Geochemical Analysis of 4 Rock samples submitted AUG-24-98 by .

Sample Number	Au PPB	Au Check PPB	Cu PPM	Cu %	Multi Element
B-5415	5349	4903	-	-	Results
B-5419	1509	-	>10000	1.28	to
B-5420	1783	-	-	-	follow
B-5421	3360	3394	-	-	

One assay ton portion used.

Certified by Denis Chantre

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

Swastika Laboratories

1 Cameron , Swastika, Ontario
PHONE (705) 642-3244 FAX (705) 642-3300

J. RIIVES

Attention: J. Riives

Project:

Sample: Rock

Report : 8W2469

Date : [redacted]-02-98

MULTI-ELEMENT ICP ANALYSIS

Aqua Regia Digestion

Sample Number	Ag ppm	Al %	As ppm	Ba ppm	Be ppm	Bi ppm	Ca %	Cd ppm	Co ppm	Cr ppm	Cu ppm	Fe %	K %	Mg %	Mn ppm	Mo ppm	Na %	Ni ppm	P ppm	Pb ppm	Sb ppm	Sc ppm	Sn ppm	Sr ppm	Ti %	V ppm	W ppm	Y ppm	Zn ppm	Zr ppm
B-5420	<0.2	0.23	<5	20	<0.5	<5	3.47	1	20	223	20	7.83	0.03	0.89	1315	<2	0.07	7	1910	14	5	7	<10	64	<0.01	12	<10	5	173	12

A 5 gm sample is digested with 10 ml 3:1 HCl/HNO3 at 95c for 2 hours and diluted to 25ml with D.I.H2O.

Signed: G. Leboff

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Geochemical Analysis Certificate

8W-2517-RG1

Company: **J. RIIVES**

Date: SEP-02-98

Project:

Attn: J. Riives

We hereby certify the following Geochemical Analysis of 6 Rock samples submitted AUG-28-98 by .

Sample Number	Au PPB	Au Check PPB	Multi Element
B5422	718	720	Results
C5422	5	-	to
B5423	209	206	follow
B5424	Nil	-	
C5424	12	-	
B5425	2	-	

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

Swastika Laboratories
1 Cameron Ave., Swastika, Ontario
PHONE (705) 642-3244 FAX (705) 642-3300

J. RIIVES
Attention: J. Riives
Project:
Sample: Rock

Report No : 8W2517
Date : Sep-[illegible]-98

MULTI-ELEMENT ICP ANALYSIS

Aqua Regia Digestion

Sample Number	Ag ppm	Al %	As ppm	Ba ppm	Be ppm	Bi ppm	Ca %	Cd ppm	Co ppm	Cr ppm	Cu ppm	Fe %	K %	Mg %	Mn ppm	Mo ppm	Na %	Ni ppm	P ppm	Pb ppm	Sb ppm	Sc ppm	Sn ppm	Sr ppm	Ti %	V ppm	W ppm	Y ppm	Zn ppm	Zr ppm
C5422	<0.2	2.78	<5	30	0.5	<5	3.95	<1	37	67	159	9.09	0.04	1.92	1485	<2	0.07	3	2820	10	5	17	<10	81	0.01	72	<10	7	176	10

A .5 gm sample is digested with 10 ml 3:1 HCl/HNO3
at 95c for 2 hours and diluted to 25ml with D.I.H20.

Signed: [illegible]

Swastika Laboratories

A Division of TSL/Assayers Inc.

Established 1928

Assaying - Consulting - Representation

Geochemical Analysis Certificate

8W-2583-RG1

Company: **J. RIIVES**

Date: SEP-09-98

Project:

Attn: J. Riives

We hereby certify the following Geochemical Analysis of 4 Rock samples submitted SEP-03-98 by .

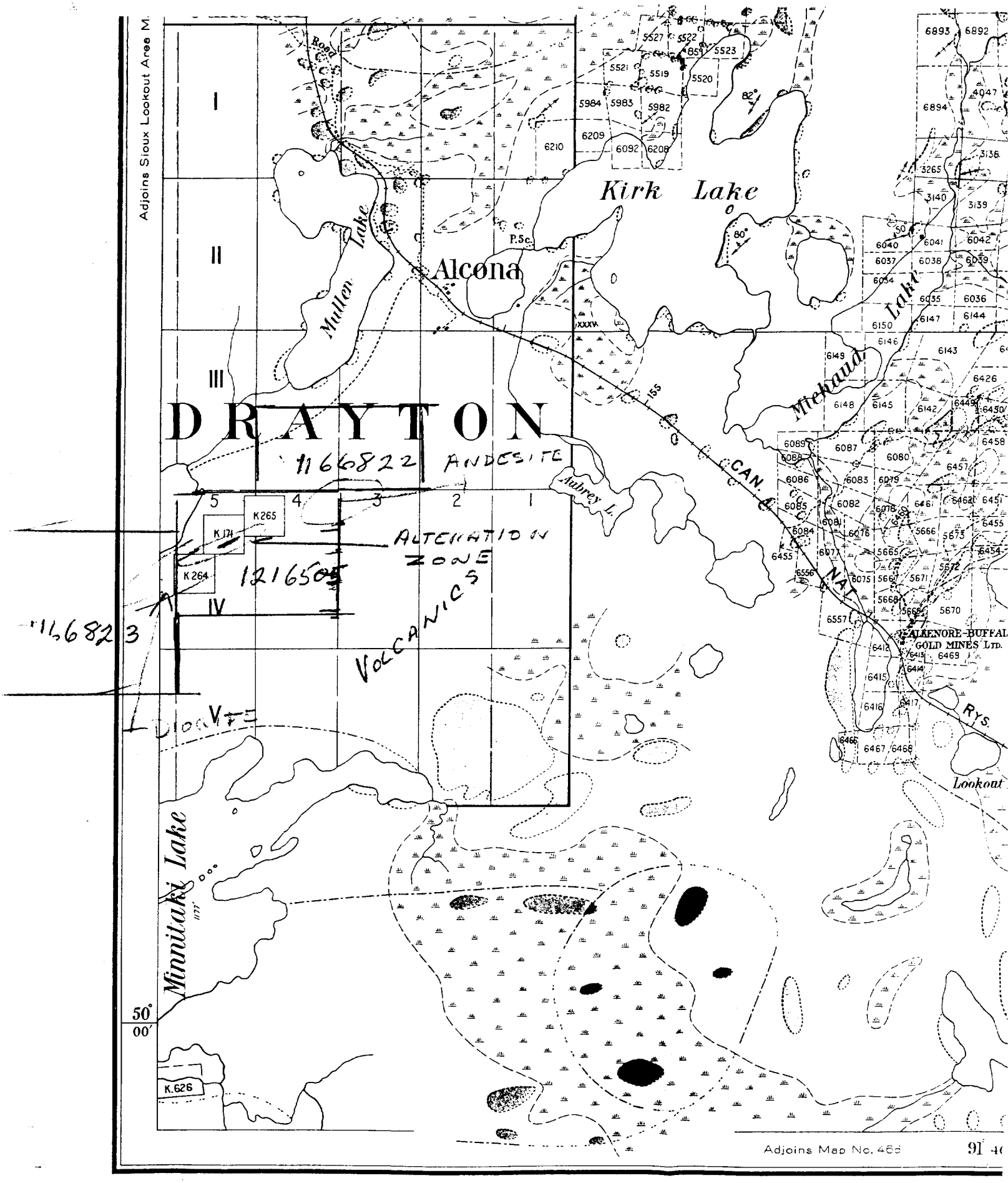
Sample Number	Au PPB	Au Check PPB	Au 2nd PPB
B5426	10046	9669	9909
B5427	518	-	-
B5428	1788	1959	-
B5429	173	-	-

One assay ton portion used.

Certified by G. Leboss

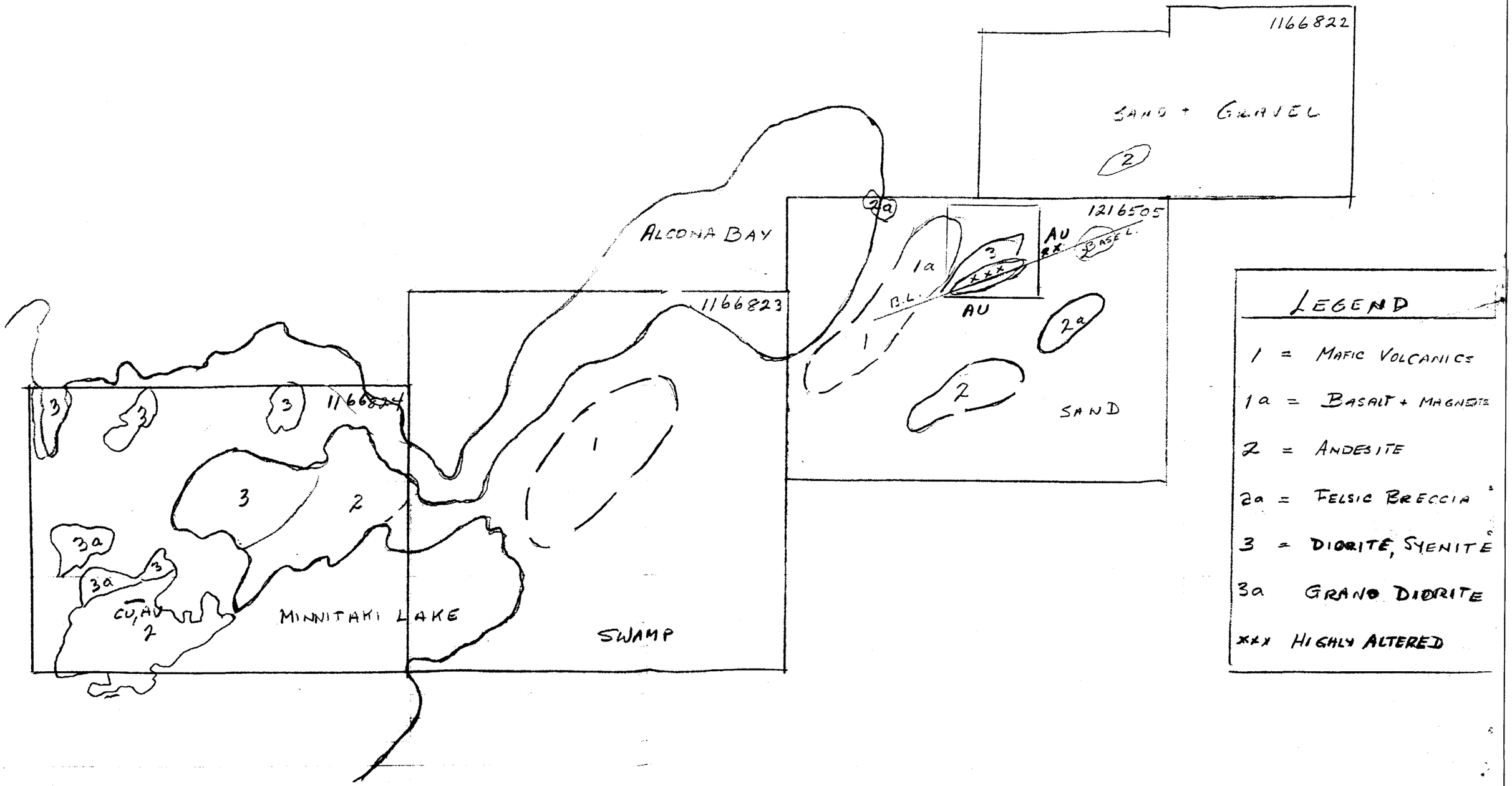
1 Cameron Ave., P.O. Box 10, Swastika, Ontario P0K 1T0
Telephone (705)642-3244 Fax (705)642-3300

Geology Map


Adjoins Sioux Lookout Area M
DRAYTON
Alcona
Kirk Lake
Muller Lake
Mekaud Lake
Aubrey L.
Minnitaki Lake
Lookout
CAN. NAT. RYS.
FALCONORE-BUFFAL
GOLD MINES LTD.
P.S.C.
Road
I
II
III
IV
5
4
3
2
1
K265
K174
K264
K.626
1166822 ANDESITE
ALTERATION ZONE
1216505
VOLCANICS
DIORITE
50°
00'
Adjoins Map No. 466
91

DRAYTON TWP. GOLD PROSPECT.

GEOLOGY SCALE: 1:15,840



Claim Map

Ontario Ministry of Northern Development and Mines
Mines and Minerals Division

[redacted], 10:58 PM 12/9/98, [redacted] 2

G-3379 - DRAYTON - PATRICIA Division

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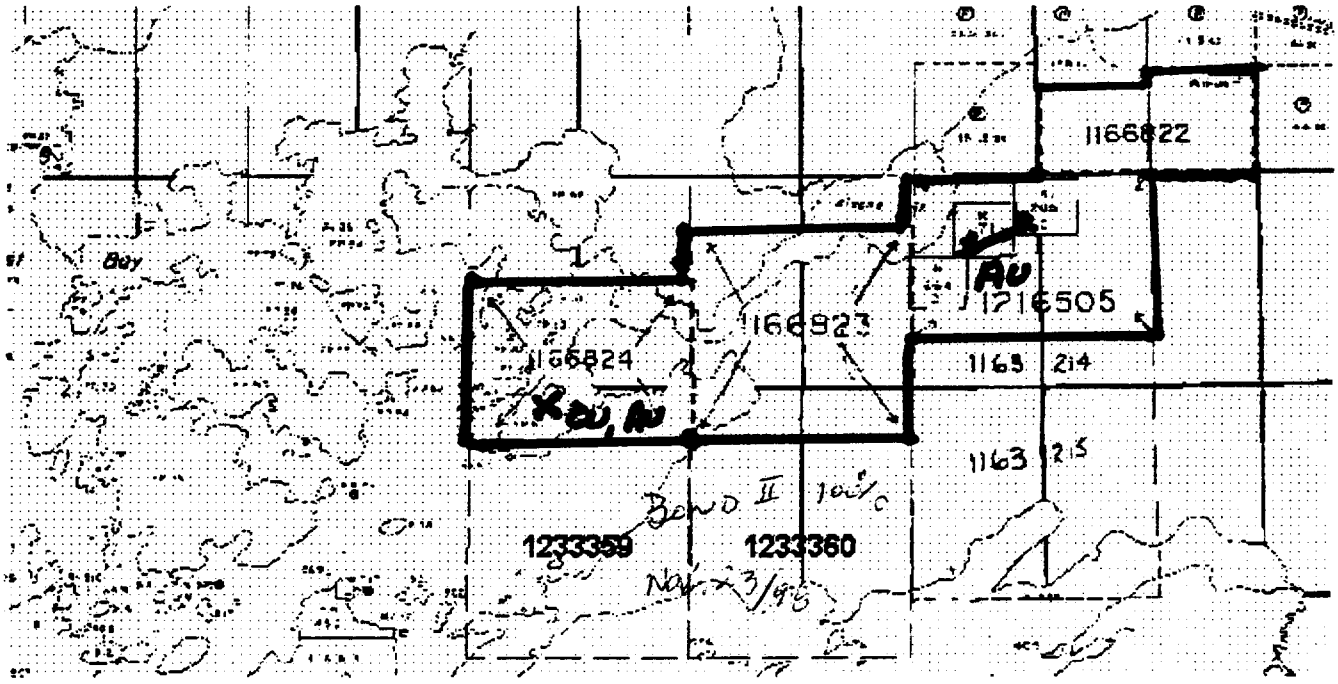


Back | Main Menu | Mining Lands

DAILY WORK REPORT - I.J. RINES PROSPECTING.
DRAYTON TOWNSHIP

CLAIM NUMBER	DATE	WORK PREFORMED	P1216505	A116624
P 1216505	July 9-1998	RE LOCATED + BLAZED HOT LINE 5 IN CON. IV - TOOK SAM 5401, 5402	1	
P 1216505	July 10-	PROSPECTED ALONG HOT LINE 5 - TRYING TO TIE IN TO THE DIVINE GUIDANCE.	1	
P 1216505	July 20-	LOCATED THE DIVINE GUIDANCE SHOWING FROM HOT LINE 5 - TOOK SAM 5410 - PITS	1	
" "	" 29	CLEARING DEAD BALSAM FROM OLD TRENCHES - PROSPECTING + MAPING 5412-541	1	
" "	" 23	CUT TRAIL TO THE DIVINE GUIDANCE SHOWING IN ORDER TO HAUL FIRE PUMP + HOSE	1	
" "	" 27	PROSPECTING + SAMPLING TRENCHES + SHAFT AREA IF THE DIVINE GUIDANCE WITH GLATZ	1	
" "	" 29	CLEARING TRENCHES AND MAPING THE SHAFT AREA (MAGNETIC ATTRACTION)	1	
" "		SAM # 5415		
P 1166824	AUGUST 6, 1998	MOVED M3 PUMP TO BEAVER POND - STRIPPING ROCKS IN THE DIVINE GUIDANCE,	1	
	" 20,	PROSPECTING + SAMPLING WITH A. GLATZ ISLAND FP61 TOOK SAM 5416-18-19		1
		LAYD OUT A TRAIL TO THE DIVINE GUIDANCE SHOWING FOR BACK HOE.	1	
P 1216505	" 21	CLEARING + PUMPING THE D.G. SHOWING AREA SAM 4520 + 21	1	
" "	" 25	PROSPECTING AND MAPING TRENCHES N65°E-350m OF SHAFT ARE SAM 5422-5425	1	
" "	" 28	STRIPING + TRENCHING IN THE DIVINE GUIDANCE SHOWING WITH LINK BELT HOE -	1	
" "	" 29	HAULED M3 FIRE PUMP TO DRYDEN FOR REPAIRS - 1/2 DAY PUMPING.	1	
" "	" 31	TRENCHING WITH BACK HOE + PUMPING. COMPLETED 310'x40' TRENCH (5426-29)	1	
" "	SEPTEMBER 8	HOSED NEWLY BUILT TRENCHES - MAPED TRENCHES; A. GLATZ TOOK 9 SAM.	1	
" "	" 9	HAULED PUMP 1900' HOSE OUT - MAINTAINED IT AT FIRE DEPT. DRYDEN	1	
" "	" 22	BLASTING AND SAMPLING THE N.E. SHOWING 350m N65°E FROM SHAFT	1	
" "		SAM #5430 SOME V.G. IN QTS.		
" "	" 24	PROSPECTED AND SAMPLED AT THE DIVINE GUIDANCE - GLATZ SENT SAM, OUT	1	
" "	" 26	TOOK RICHARD PAGE - TECK CORP TO THE TWO SHOWINGS - SAMPLING + MAPING	1	
" "	OCTOBER 6	TOOK PETER CHUB-CAMECO GOLD, TO BOTH SHOWINGS - SAMPLING + MAPING	1	
" "	8	BLASTING + SAMPLING THE N.E. SHOWING	1	
" "	NOVEMBER 3	TOOK GLEN SEIM TO THE DIVING GUIDANCE, SAMPLING, BLASTING	1	
" "	9	PUMPING TRENCHES AGAIN, BURNING BRUSH - ALEX GLATZ SAMPLING - VLF WORK.	1	
" "	10	PUMPING BOTH SHOWINGS TO GET RID OF WATER TOOK SAM 5434	1	
" "	16	TRENCHING (BLASTING), PUMPING NE SHOWING	1	
" "	17	TRENCHING (BLASTING) AND PUMPING NE SHOWING - TOOK EQUIP. HOME.	1	
" "	18	RUN SOME VLF LINES ALONG GRID WITH A. GLATZ	1	
P 1216505	DEC. 14-1998	CHECKED SOME GRIDLINES IN S.W. END OF GRID WITH ALEX GLATZ	1	
P 1216505	JAN. 15-1999	WORKED WITH BEEP MAT B.L.00 + 170 m/W AND AREA	1	
" "	" 18-1999	WORKED WITH THE BEEP MAT N OF BASE LINE - 4 CONDUCTORS - 5000+	1	
		TOTAL DAYS	30	1

2.19351

DESCRIPTION OF SAMPLES DRAYTON TOWNSHIP I.J. RIVES PROSPECTING.

CLAIM	SAMPLE NUMBER	SAMPLE TYPE	MINERALIZATION	LITHOLOGY	AU/PPB.	AGPPm.	Cu	MULTI MIN.
P 1216505	5401 B	ROCK-GRAB	RUST - PYRITE - LARGE	QUARTZ PORPHYRY	16389			
" "	5402 B	ROCK-GRAB	RUST STAINS	CARBONETIZED IRON DIORITE	58			
" "	5403 B	" "	FEW FINE PY	FELSIC WITH BANDS OF QTS.	15			
" "	5410 B	" "	RUST	SHEARED IRON DIORITE.	3			
" "	5412 B	" "	10% LARGE PY CUBES	ALTERED DIORITE	4903			
" "	5413 B	" "	MASSIVE PY-SULPHUR	ALTERED DIORITE + QTS. VEINS	89006			
" "	5414 B	" "	10% PY - SULPHUR STAINED	ALTERED DIORITE + SMALL QTS V.	13866			
" "	5415 B	" "	10% PY - QTS RUST	QTS. VEINS IN ALTERED PORPHYRY	5349			
P 1166824	5416 B	" "	CP - PY RUST	ALTERED - FINE MAFIC	3874	9.2	2.69%	
P 1166824	5417 B	" "	PY ONLY - RUST	ALTERED MAFIC ROCK	13852			
P 1166824	5418 B	" "	HIGH GRADE CP	ALTERED FINE GRAINED MAFIC	1097		3.20%	
P 1166824	5419 B	" "	CP + RUST	ALTERED FINE GRAINED MAFIC	1509		1.28%	
P 1216505	5420 B	" "	5% PY RUST	PORPHYRY + QTS	1783			✓
" "	5421 B	" "	PY + RUST	FELDSPAR PORPHYRY	3390			
" "	5422 B	" "	PY RUST	CARBONETIZED - ALTERED PORPHYRY	720			
" "	5422 C	" "	CP, RUST	FINE MAFIC INTRUSIVE	5			✓
" "	5423 B	" "	FEW PY RUST	NARROW QTS VEIN	209			
" "	5424 B	" "	RUSTY "SKIN" FEW PY	SHEARED MAFIC	NIL			
" "	5424 C	" "	LARGE PY CRYSTALS	ALTERED QTS. PORPHYRY	12			
" "	5425 B	" "	FEW FINE PY	FINE FELSIC LAYERED PY	2			
" "	5426 B	" "	MASSIVE PY, RUST	LARGE MINERALIZED QTS. BLOB	10046			
" "	5427 B	" "	PY, RUST	ALTERED QTS PORPHYRY	518			
" "	5428 B	" "	PY + RUST	QTS WITH ALTERED PORP.	1959			
" "	5429 B	" "	PY + RUST STAINS	FRACTURED QTS. + PORPHYRY	173			
" "	5430 B	" "	PYRITE CUBES + VG.	3" QTS VEIN + QTS PORPHYRY	2026			
" "	5434 B	" "	PYRITE, ILMENITE	QTS. VEINS + QTS PORPHYRY	2000			
" "	5404 B	" "	FEW PY RUST	QTS. VEIN IN MAFIC ROCK	15			

Ontario Ministry of Northern Development and Mines

Declaration of Assessment Work Performed on Mining Land

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

Transaction Number (office use)
W9930.00050
Assessment Files Research Imaging

52J04SW2001 2.19351 DRAYTON 900

...otion 65(2) and 66(3) of the Mining Act. Under section 8 of the Mining Act, this ... work and correspond with the mining land holder. Questions about this collection ...t 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.

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

Name IVAR J. RIVES	Client Number 187550
Address BOX 5 / SITE 132 DRYDEN, ONT P8N 2Y4	Telephone Number 807 223-5465
	Fax Number 807-223-5545
Name ALEXANDER GLATZ	Client Number 137014
Address 15 PARK CRESENT	Telephone Number 807 223 6145
DRYDEN ONT P8N 1T7	Fax Number 807-223 3142

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

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

		Office Use
Work Type	PROSPECTING, SAMPLING, TRENCHING STRIPING WITH POWER PUMP. BEEP MAT WORK.	Commodity
		Total $ Value of Work Claimed $8476
Dates Work Performed	From Day 09 Month 07 Year 1998 To Day 01 Month 15 Year 1999	NTS Reference
Global Positioning System Data (if available)	Township/Area DRAYTON	Mining Division Patricia
	M or G-Plan Number G3379	Resident Geologist District Sioux Lookout

RECEIVED
10:15 a.m.
MAR 22 1999
GEOSCIENCE ASSESSMENT OFFICE

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 IVAR J. RIVES	Telephone Number 807-223 5465
Address DRYDEN ONTARIO P8N 2Y4	Fax Number 223 5545
Name	Telephone Number
Address	Fax Number
Name ALEXANDER GLATZ	Telephone Number 807 223 6145
Address DRYDEN ONTARIO	Fax Number 223 3142

4. Certification by Recorded Holder or Agent

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

Signature of Recorded Holder or Agent		Date MARCH 10, 1999
Agent's Address DRYDEN ONT	Telephone Number 807 223-5465	Fax Number 223 5545

0241 (03/97)

Deemed on June 20/99

2.19351

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.

W9930.00050

	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	P1216505	12	8244	8244	—	—
2	P1166824	12	232	232	—	—
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
	Column Totals	24	8476	8476	—	—

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

Signature of Recorded Holder or Agent Authorized in Writing	Date
[signature]	MARCH 10, 1999

6. Instruction for cutting back credits that are not approved.

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

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

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

For Office Use Only

Received Stamp	Deemed Approved Date	Date Notification Sent
RECEIVED	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): W9930.00850

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.

Work Type	Units of Work Depending on the type of work, list the number of hours/days worked, metres of drilling, kilometres of grid line, number of samples, etc.	Cost Per Unit of work	Total Cost
PROSPECTING, SAMPLING	31 DAYS	$150.00	4650.00
BLASTING, TRENCHING			
STRIPPING WITH POWER			
PUMPS			
Associated Costs (e.g. supplies, mobilization and demobilization).			
MOBILIZATION + DEMOBILIZATION	3 DAYS	$150.00	450.00
ASSAY COSTS			349.42
FUEL FOR ATV, SNOW MACHINE, OUTBOARD,			
POWER SAW, POWER PUMP, SUPPLIES			
AND FREIGHT. SEE ATTACHED.			395.87
Transportation Costs			
4x4 ½ TON TRUCK	31 DAYS @ 225 Km.	30¢/km	2092.50
Food and Lodging Costs			
FOOD - $15.00 @ DAY FOR	31 DAYS	$15.00	465.00
MOTEL - 1 DAY		72.75	72.75
		Total Value of Assessment Work	8475.54

RECEIVED
MAR 22 1999
GEOSCIENCE ASSESSMENT OFFICE

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 × 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: 2.19351

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

Signature	Date
	MARCH 10, 1999

0212 (02/96)

Ministry of
Northern Development
and Mines

Ministère du
Développement du Nord
et des Mines

Ontario

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

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

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

June 23, 1999

IVAR JOSEPH RIIVES
BOX 5, SITE 132
15 KEITH AVENUE
DRYDEN, ON
P8N-2Y4

Dear Sir or Madam:

Submission Number: 2.19351

Subject: Transaction Number(s):		**Status**
	W9930.00050	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 Steve Beneteau by e-mail at steve.beneteau@ndm.gov.on.ca or by telephone at (705) 670-5855.

Yours sincerely,

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

Correspondence ID: 13925

Copy for: Assessment Library

Work Report Assessment Results

Submission Number: 2.19351

Date Correspondence Sent: June 23, 1999 **Assessor:** Steve Beneteau

Transaction Number	First Claim Number	Township(s) / Area(s)	Status	Approval Date
W9930.00050	1216505	DRAYTON	Deemed Approval	June 20, 1999

Section:
9 Prospecting PROSP
10 Physical PTRNCH
10 Physical PSTRIP

Correspondence to:
Resident Geologist
Sioux Lookout, ON

Assessment Files Library
Sudbury, ON

Recorded Holder(s) and/or Agent(s):
IVAR JOSEPH RIIVES
DRYDEN, ON

ALEXANDER GLATZ
DRYDEN, Ontario

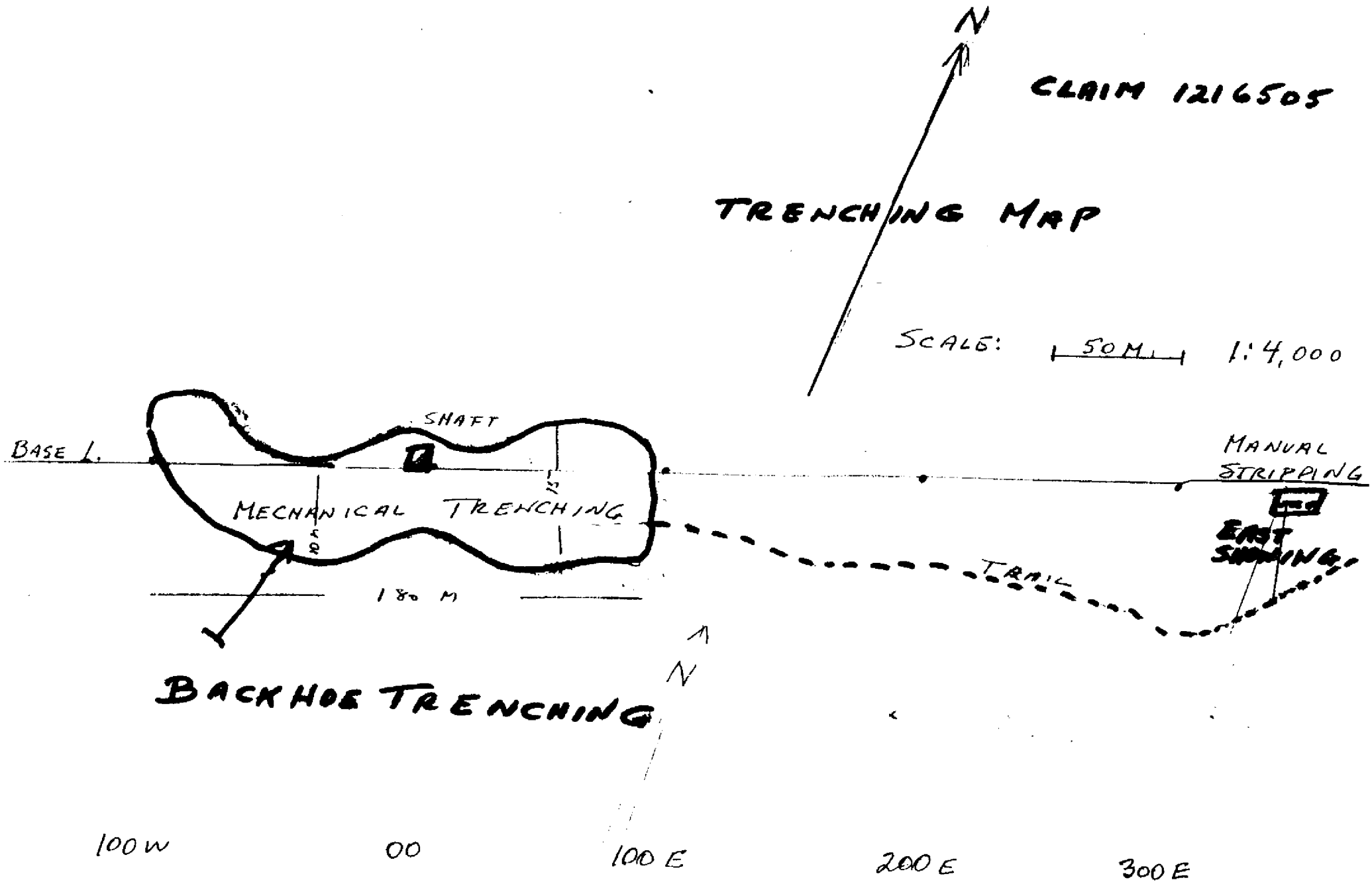
Correspondence ID: 13925

52J04SW2001 2.19351 DRAYTON 200

CLAIM 1216505

TRENCHING MAP

SCALE: 50M 1:4,000



SAMPLING MAP #1

SAMPLING NUMBER IS FOLLOWED BY AU VALUE.

ALCONA BAY
(MINNITAKI LAKE)

WP

WP

NORTHEAST SHOWING
5423-209
5430-2026
5422-720
5422c-6
18857-11760
18858-11143

THE DIVINE GUIDANCE SHOWING
5422-173
5413-64006
5412-14005
5414-13886
5402-5
5401-16389
5421-9390
5420-7183
5415-6349
5434-2000
5410-3
5428-1959
5427-518
5426-9909
5424-0
5424c-12
5404-15
5425-2
POND

DRAYTON TOWNSHIP
CLAIM 1216505
SCALE 1:4000
1" = 330'
25mm = 100m.
PIT OR TRENCH
GRAVEL ROAD
ATV ROAD
LOW LAND BLACK SPRUCE
ESCARPMENT
1 - MAFIC VOLCANICS
1A - BASALT + MAGNETITE
2 - ANDESITE
2A - FELSIC BRECCIA
3 - DIORITE, SYENITE
3A - GRANO DIORITE
XXXX HIGLY ALTERED AREA
I.J. RIVES
MARCH 10, 1999

N

CLAIM 1166824

SAMPLE MAP 2

DRAYTON TWP. GOLD SHOWING