

YEIP
04-029
2004

Yukon Mining Incentives Program

Final Submission

**The Kelli Gold Property
Yukon, Canada**

GOLD--SILVER--PLATINUM--COPPER

**NTS Map 115-G-12
UTM Grid 7V EU 730 237
LAT 61° 33'N LONG. 139° 37'W**

Whitehorse Mining District

**Agent: L.Tremblay
Box-5389
Haines Junction, Yukon
Y0B - 1L0
Contact: (867) 634-3811**

**Partner: D. Duensing
Burwash Landing, Yukon
Phone: (867) 841-5559**

**Radio contact: May to Oct. Yearly
Beaver Creek Channel 2M3123**

Monitored : 7-8:30 P.M. Daily

Kelli Drill Program, July 17-30, 2004

The objectives of this program was to explore the formations In a small bowl just up the creek from the mouth of the canyon where visible gold has been recovered from the platy sericite schists, small quartz stringers and especially the highly altered graphitic formations.

A considerable amount of the large gold found in the placer below this bowl was associated the gangue that without doubt came from this location. The graphitic gangue identifies this location as the source, as this material does not exist up the canyon from this area.

Based on the above information it was decided to locate the limited drill program at this site. Further surface exploration would be of little value.

Five holes totaling 1000 feet were drilled as described in the Aurora Crew Log Report, locations as follows:

YA95345 KELLI 17, holes 1 – 4 - 5. 130 feet up the creek to the South of the Post #2, directly to the East from the most Westerly claim boundary.

YA95346 KELLI 18, 100 feet up creek from Post #2, directly to the West of the most Easterly claim boundary. *FILES 2-3*

As per assays we missed any veining of note, but while we cross-cut formations striking to the North, NWesterly, we did not cross-cut the NWesterly striking conduits at the mouth of the canyon. We now suspect that these structures may well provide some answers to the source of the big gold.

A large majority of the assays do indicate values above background.

571000

572000

573000

574000

575000

Creek

115-G-12

A

N

G

V

S

 WORK AREA

The Creek flowing Easterly turns to the North-East directly where the drilling took place. It also follows the boundary line separating Kelli, 17-18 this short zone.

8392
YC18390
AR 28
YC18388
YC18386
27

(C18387

27

YUKON MINING INCENTIVES PROGRAM

FINAL SUBMISSION FORM

INSTRUCTIONS: Please read the guidebook before completing form.
Please type or print.

Submit completed form and summary or Technical Report by January 31 for the Grassroots Prospecting, Grassroots Grubstake, Focused Regional and for the Target Evaluation programs to:

Yukon Mining Incentives program
Energy, Mines and Resources
Government of the Yukon
2099 - 2nd Avenue
Box 2703, Whitehorse, Yukon, Y1A 2C6

TO BE COMPLETED AFTER PROJECT COMPLETION AND ACCOMPANIED BY THE SUMMARY OR TECHNICAL REPORT

Applicant LARRY TREMBLAY File Number 04 - 029

Proposed project area(s) (NTS map number and project name) completed? Attach list if space is insufficient.

- | | | | |
|----|--------------------------------------|-----|------------|
| 1. | <u>NTS -G-12 KELLI PROJECT</u> | Yes | <u>###</u> |
| 2. | <u>(YA95345 - 346 KELLI 17 - 18)</u> | Yes | No |
| 3. | _____ | Yes | No |
| 4. | _____ | Yes | No |

Changes to proposed project(s) (if any).

Basically the same

List other partners or personnel that worked on the project.

DARRELL DUENSING

I WORK PERFORMED BY APPLICANT

		No. of days worked by Applicant
1. Project #1 area/name	<u>04 KEL 1</u>	
Traditional prospecting	No. of Samples <u>23</u>	<u>4</u>
Geological surveys	Scale _____	_____
Geophysical surveys	Type _____	_____
Geochemical surveys	Type No. of Samples _____	_____
Drilling	Type <u>Dimond REC AH</u> Ft.(m.) <u>205</u>	_____
Trenching	Method _____	_____
Other	Type _____	_____
	TOTAL	<u>4</u>

2. Project #2 area/name	<u>04 KEL 02</u>	No. of days worked by Applicant
Traditional prospecting	No. of Samples <u>17</u>	<u>3</u>
Geological surveys	Scale _____	_____
Geophysical surveys	Type _____	_____
Geochemical surveys	Type No. of Samples _____	_____
Drilling	Type <u>Dimond rec AH</u> Ft.(m.) <u>200</u>	_____
Trenching	Method _____	_____
Other	Type _____	_____
TOTAL		<u>3</u>

3. Project #3 area/name	<u>04 KEL 03</u>	No. of days worked by Applicant
Traditional prospecting	No. of Samples <u>18</u>	<u>2</u>
Geological surveys	Scale _____	_____
Geophysical surveys	Type _____	_____
Geochemical surveys	Type No. of Samples _____	_____
Drilling	Type <u>Dimond rec AH</u> Ft.(m.) <u>194</u>	_____
Trenching	Method _____	_____
Other	Type _____	_____
TOTAL		<u>2</u>

4. Project #4 area/name	<u>04 KEL 04</u>	No. of days worked by Applicant
Traditional prospecting	No. of Samples <u>30</u>	<u>3</u>
Geological surveys	Scale _____	_____
Geophysical surveys	Type _____	_____
Geochemical surveys	Type No. of Samples _____	_____
Drilling	Type <u>Dimond rec AH</u> Ft.(m.) <u>303</u>	_____
Trenching	Method <u>/</u>	_____
Other	Type _____	_____
TOTAL		<u>3</u>

5 # Project #2 area/name 04 KEL 05

No. of days worked
by Applicant

Traditional prospecting No. of Samples 8

4

Geological surveys Scale _____

Geophysical surveys Type _____

Geochemical surveys Type No. of Samples _____

Drilling Type Dimond rec AH Ft.(m.) 100

Trenching Method _____

Other Type _____

TOTAL

4

3. Project #3 area/name _____

No. of days worked
by Applicant

Traditional prospecting No. of Samples _____

Geological surveys Scale _____

Geophysical surveys Type _____

Geochemical surveys Type No. of Samples _____

Drilling Type _____ Ft.(m.) _____

Trenching Method _____

Other Type _____

TOTAL

4. Project #4 area/name _____

No. of days worked
by Applicant

Traditional prospecting No. of Samples _____

Geological surveys Scale _____

Geophysical surveys Type _____

Geochemical surveys Type No. of Samples _____

Drilling Type _____ Ft.(m.) _____

Trenching Method _____

Other Type _____

TOTAL

II. SIGNIFICANT RESULTS (please complete)

Project Area	New Showings and/or Anomalies	Commodity	Best Analyses
	<u>KELLI Project anomalies</u>	<u>Gold</u>	<u>04 KEL 05</u>

III. CLAIMS STAKED DURING / AFTER ACTIVITY (please complete)

Project Area	Claim Numbers	Number of Claim Units
<u>nil</u>		

IV. OPTION AGREEMENTS RESULTING FROM YMIP PROJECT (please complete)

Optionee	Property/Claim	Dollar Value of Work Component
<u>nil</u>		

V. TYPE OF MINERAL EXPLORATION UNDERTAKEN (please check one)

- Preliminary work on claims
- Initial exploration
- Advanced exploration
- Development

VI. VALUE OF GOODS AND SERVICES PURCHASED (estimate, please complete)

Within the Yukon \$ 73,405.71

Outside the Yukon \$ 2,105.23

VII. RESULTS OF MINERAL EXPLORATION (please complete)

- The discovery of a new prospect.
- The identification of a prospect warranting further exploration.
- The identification of an economic mineral deposit.
- The identification of a deposit that cannot support production.

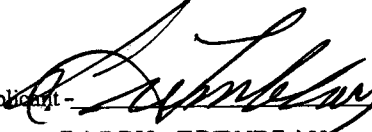
VIII. SUMMARY OF EXPENDITURES

1.	Daily Living Expense No. of days x YG rate/person, per day <u>101 days @\$35.00</u>	\$ <u>3,535.00</u>
2.	Travel (state method: road, air, etc.) Truck - total km x YG rate/km <u>1500 km @ 35.00 day</u>	\$ <u>525.00</u>
	Air <u>Helicopter (move drill -personel)</u>	\$ <u>12,692.30</u>
	Other _____	\$ _____
3.	Analyses/Assay Costs (specify sample type and price/assay) <u>Group 3B , fire geochem AU \$16.50</u>	\$ <u>2,005. 23</u>
4.	Equipment Rentals/Supplies <u>L Smith, repairs road-drill move drill</u>	\$ <u>2,573.00</u>
	<u>ATV rental 14 days @ \$40.00 day</u>	\$ <u>460.00</u>
5.	Contractors (state name and type of work) <u>Aurora Geosciences, Supervised drill</u>	\$ _____
	<u>program, prepared cores, etc.</u>	\$ <u>16,500.00</u>
6.	Line Cutting No. of km x price/km _____	\$ _____
7.	Geochemical Survey (specify sample type) No. of km x price/km _____	\$ _____
8.	Geophysical Survey (specify type of survey) No. of km x price/km _____	\$ _____
9.	Trenching (specify equipment used and price/hour) _____	\$ _____
10.	Drilling (specify diamond or percussion and rod size) No. of meters x price/meter <u>Diamond rec AH</u>	\$ <u>36,245.20</u>
	<u>305 m @ \$119.00 m</u>	\$ _____
11.	Reclamation (specify type) _____	\$ _____
12.	Report Preparation <u>Typing, copies, postage</u>	\$ <u>100.00</u>
13.	Other Expenses (specify) <u>Helicopter fuel</u>	\$ <u>264.63</u>
	<u>Freight, shipping assays</u>	\$ <u>510.21</u>
	TOTAL EXPENDITURES	\$ <u>75,510.94</u>

Attach list if space is insufficient.

The Department of Energy, Mines and Resources may verify all statements related to and made herein this application.

1. I am the person, or the representative of the company or partnership, named in the Application for Contribution under the Yukon Mining Incentives Program.
2. I am a person who is nineteen years of age or older, or represent a person, who is ordinarily a resident of Canada.
3. I have complied with all the requirements of the said program.
4. I hereby apply for the final payment of a contribution under the Yukon Mining Incentives Program (YMIP) and declare the information given above to be true and accurate.

Signature of Applicant -  Date JAN 22, 2005
Name (print) LARRY TREMBLAY
Position or Title (if applicable) PARTNER

KELLI DRILL PROGRAM

Financial status to date, Jan 22, 2005

Dailey living expenses (L. Tremblay)		\$ 3,535.00
Payment \$2,000.00	Remaining	<u>1,535.00</u> *
Helicopter		12,692.30
Payment 9,269.00	Remaining	<u>3,423.30</u>
Assays		2,005.23
Payment \$ 2,005.23	remaining	<u>00</u>
L. Smith equipment rental		2,573.00
payment \$2,000.00	Remaining	<u>573.00</u>
ATV rental (C Eckland)		460.00
No payment	remaining	<u>460.00</u>
Aurora Geo.		16,500.37
Payment in full	Remaining	<u>00</u>
Caron Drilling		36,295.20
Payment \$24,000.00	remaining	<u>12,245.20</u>
Report Preparation		100,00
	remaining	<u>00</u> **
Helicopter fuel		264.63 ***
Freight, assays		510.21
Payment in full	remaining	<u>00</u>
Total payments outstanding		<u><u>\$16,701.50</u></u>

* - will not collect

** - Entered here as a cost but will not collect

*** Not added, believe shows up in helicopter.

Final \$5,000.00 of Yukon grant will all be applied to Carons billing, leaving an unpaid balance of \$7,245. 20.

L Tremblay



Print Three
 105-5070 Uplands Dr
 Nanaimo, BC
 V9T 6N1

Receipt

Reed Creek Placers
 Larry Tremblay

Number: 1-6104

Date:
 January 24, 2005

Prepared by:
 Dani

Phone: 250-751-2994

Fax: 250-751-2279

nanaimo@printthree.bc.ca

Phone: 250-722-3466

Page 1 of 1

DESCRIPTION	PRICE	PST%	GST%
207 impressions as discussed - digital B/W	\$10.35	7.00%	7.00%
6 impressions as discussed - Laser Copies	\$11.94	7.00%	7.00%

REPORT

STAPLES Business Depot
 Store # 116
 2000 Island Highway North
 Nanaimo, BC V9S5W3
 250-751-7770

Sale 00032 11 003 29569
 0116 01/24/05 02:23

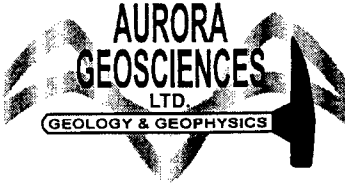
1	INDEX:POLY 5-TAB I	
	064501002024	1.61B
1	INDEX:POLY 5-TAB I	
	064501002024	1.61B
1	LATCH,N,LOCK,COVER	
	718103012201	2.25B
1	LATCH,N,LOCK,COVER	
	718103012201	2.25B
1	CLAMP BINDER-CLEAR	
	718103012331	3.25B
1	CLAMP BINDER-CLEAR	
	718103012331	3.25B
1	CLAMP BINDER-CLEAR	
	718103012331	3.25B
Subtotal		17.47
GST 7.00%		1.22
PST 7.00%		1.22
Total		\$19.91

TERMS	TAX ID	SUB-TOTAL	PST	GST	TOTAL
Debit	139288906	\$22.29	\$1.56	\$1.56	\$25.41

Terms: PAID = PAID - C.O.D. = Cash On Delivery - Net5 = Payable within 5 days - Net30 = Payable within 30 days
 2% interest per month on overdue invoices

Thank you for your business

AURORA



Whitehorse Office
 108 Gold Road
 Whitehorse, YT
 Y1A 2W3
 Phone: (867) 668-7672
 Fax: (867) 393-3577

INVOICE

GST No.: RT886365816
 File: KCG-04-001-YT

Invoice #002
 September 28th, 2004

In account with: **Kelli Creek Group**

Re: Invoice for Kelli Creek Drilling Program

Disbursement (GST Included)

1. Kluane Wilderness Village (lunch)	\$5.48
2. Talbot Arms Motel (supper)	\$28.02
3. Super A (gas)	\$29.49
4. Haines Junction Shell (gas)	\$24.01
5. Talbot Arms (gas)	\$20.00
6. Haines Junction Shell (gas)	\$32.02
7. 2 nd Avenue Shell (gas)	\$31.00
8. 2 nd Avenue Shell (gas)	\$35.90
9. Integraphics (rice bags)	\$21.40
10. Haines Junction Shell (gas)	\$20.02
11. Talbot Arms Motel (lunch)	\$15.01
12. Haines Junction Shell (gas)	\$38.03
13. Yukon Tire Centre (gas)	\$28.00

Admin 10% \$32.84

Subtotal \$361.22

GST on Admin \$2.30

Total \$363.52

13,143⁸²
 363⁵²

13,507.37
 - 4 000 00

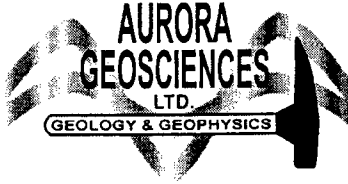
9,507.37 owing
 Paid in full.

PAID 09/12/10

Chq # 326

AURORA GEOSCIENCES LTD. (GEOLOGY & GEOPHYSICS)
 Yellowknife (867) 920-2729 Whitehorse (867) 668-7672

2% per month on overdue accounts



Whitehorse Office
108 Gold Road
Whitehorse, YT
Y1A 2W3
Phone: (867) 668-7672
Fax: (867) 393-3577

INVOICE

GST No.: RT886365816
File: KCG-04-001-YT

Invoice #002
August 18, 2004

In account with: **Kelli Creek Group**

Re: Invoice for Kelli Creek Drilling Program

Professional Services

Jim McFaul	
July 17-19, 26-30, Aug 2-6, 9-18 = 23 days @ \$400	\$9,200.00
Stan Wolarek July 19-26 = 8 days @ \$350	\$2,800.00
Scott Casselman July 26 = 1 day @ \$500	\$500.00
ATV rental July 17-30 = 14 days @ \$75	\$1,050.00
Truck rental July 17, 19, 20, 26, 30 = 5 days @ \$100	\$500.00
Truck mileage charges - 1,500 km @ \$0.35	\$525.00
Sub Total	\$14,575.00

Disbursement (GST Included)

1. Shell Canada - Talbot Arm Hotel - lunch SC and JM	\$27.75
2. Shell Canada - 2nd Avenue Shell - gas	64.18
3. Shell Canada - 2 nd Avenue Shell - gas	106.40
4. Shell Canada - Glacier View Inn - Lunch SC	9.00
5. Lister Motor Sports - ATV rental	149.80
6. Shell Canada - Yukon Tire - gas	26.00
7. Shell Canada - Haines Junction Shell - gas	20.02
8. Shell Canada - Haines Junction Shell - gas	38.03
9. Talbot Arms Hotel - lunch - JM	15.01
10. Yukon Explosives Ltd - Cloth Respirators - for core saw	39.38

Sub Total	\$495.57
Admin fee on disbursements 10%	49.56
GST on Professional Services and Admin	\$1,023.72

Total	\$16,143.85
Less Cash Advance	<u>-3,000.00</u>
TOTAL	\$13,143.85

Terms: Net 15 days. Interest charged at 2% per month on overdue accounts

\$4,000.00 pd

*PAID
08/18/04
ch# 326*

**KELLI CREEK GROUP
KELLI CREEK DRILLING PROGRAM, 2004**

CREW LOG

Crew: Jim McFaul (Project Geologist)
Stan Wolarek (Drill Core Supervisor)
Scott Casselman, P.Geo. (Qualified Professional Geologist)

- Saturday, July 17 Jim McFaul drives to Scullys Lodge at 1118 mile on Alaska Hwy, north of Burwash Landing To meet Larry Tremblay and ATV in to camp. Jim tours property with Larry and Ken Switzer to study geology and spot drill holes.
- Sunday, July 18 Drill is mobilized by truck to 1118 mile and flown in to property by Kluane Helicopters. Drill crew sets up drill on first drill site and begins drilling hole #1. Only one drill shift on drill, working 12 hours.
- Monday, July 19 Drilling proceeds on hole 1. Stan Wolarek drives to 1118 mile to replace Jim, who is required on another job. Jim hands over ATV to Stan, who drives into property to supervise the handling of the drill core. Jim drives back to Whitehorse.
- Tuesday, July 20 Drilling continues. Stan maintains "Chain of Custody" of drill core, observes core coming out of hole, transports core to helicopter pad and seals all boxes.
- Wednesday, July 21 Shut down hole 04 KEL 01 and steepen head to drill hole 04 KEL 1A due to good looking rock coming out of anchor hole. Drill 04 KEL 1A to 24 feet then move drill to set-up across the creek for hole 04 KEL 02.
- Thursday, July 22 Continue drilling on hole 04 KEL 02. Stan maintains "Chain of Custody" of drill core, observes core coming out of hole, transports core to helicopter pad and seals all boxes.
- Friday, July 23 Drilling continues. Stan maintains "Chain of Custody" of drill core, observes core coming out of hole, transports core to helicopter pad and seals all boxes.
- Saturday, July 24 Shut down hole 04 KEL 02 and rotate drill 180 degrees to start hole 04 KEL 04. Two more drillers arrive on site to run a night shift.
- Sunday, July 25 Drilling continues. Stan maintains "Chain of Custody" of drill core, observes core coming out of hole, transports core to helicopter pad and seals all boxes.

Monday, July 26 Scott and Jim drive from Whitehorse to 1118 mile. Meet Stan and Ken at Scullys Lodge and exchange information. Scott, Jim and Ken ATV to camp, Stan drives back to Whitehorse. Scott and Jim tour drill site and look at local geology. In evening, Scott and Jim look at drill core and discuss program with Larry and Ken.

Tuesday, July 27 Shut down hole # 04 KEL 04 in morning at 195 feet. Scott, Jim and Larry locate collar for next hole (04 KEL 03). Drillers dismantle drill and move to next site and start hole 04 KEL 03.

Wednesday, July 28 Drilling hole # 04 KEL 03.

Thursday, July 29 Drilling hole # 04 KEL 03. Hole completed on dayshift at 303 feet. Hole # 04 KEL 5 collared from same set up as 03 but steepened to -65° dip. Hole # 04 KEL 5 completed on nightshift at 100 feet. This completed the 1,000 feet of drilling required in the drill contract. The drill was taken apart and prepared for de-mobilization to Whitehorse.

Friday, July 30 Drill and crew and drill core flown out to highway by helicopter and transported to Whitehorse by truck. Jim McFaul de-mob to highway by ATV and to Whitehorse by truck.

Monday, August 2 Jim McFaul prepares for logging and cutting core at government core library. Picked up sampling equipment and supplies, obtained permission and keys to core library from government geologist, sorted core boxes at Aurora office and took core boxes for first hole up to core library and unloaded them.

Tuesday, August 3 Jim McFaul commenced logging cutting and assay sampling the Kelli drill core at the government core library in Whitehorse.

Wed., August 4 Jim McFaul logging and cutting and assay sampling core.

Thursday, August 5 Jim McFaul logging and cutting and assay sampling core.

Friday, August 6 Jim McFaul logging and cutting and assay sampling core.

Monday, August 9 Jim McFaul logging and cutting and assay sampling core.

Tuesday, August 10 Jim McFaul logging and cutting and assay sampling core.

Wed. August 11 Jim McFaul logging and cutting and assay sampling core.

Thurs., August 12 Jim McFaul logging and cutting and assay sampling core.

Friday, August 13 Jim McFaul logging and cutting and assay sampling core.

Saturday, August 14 Jim McFaul logging and cutting and assay sampling core.

Sunday, August 15 Jim McFaul completed logging and cutting and assay sampling core. Samples were stored at Aurora Geosciences office, remainder of core was stored at the core library.

Monday, August 16 Jim McFaul started typing core logs and sealed all assay sample bags with zap straps, ready to ship to Vancouver.

Tuesday, August 17 Jim McFaul typing core logs.

Wed., August 18 Jim McFaul completed typing core logs.

DIAMOND DRILL LOG

HOLE NUMBER	04 KEL 1
DATE DRILLED	July 18-21, 2004
AZIMUTH	170°
DIP OF HOLE	-50°
CASING DEPTH	3.0 meters
BEDROCK DEPTH	1.0 meter
LENGTH OF HOLE	68.58 meters (205 feet)
CORE SIZE	BQTW
NORTHING	6824721N
EASTING	573363E
UTM ZONE	7
UTM DATUM	NAD 83
LOCATION	Lower Canyon, Reed Creek, Whitehorse Mining District
NTS	115-G-12
LOGGED BY	Jim McFaull
CLIENT	Kelli Creek Group
DRILLED BY	E. Caron Diamond Drilling Ltd.

BOX 1

0- 1.0 m No recovery, casing overburden (placer mine tailings).
1.0-1.55 m White, siliceous dyke (?) with trace very fine grained disseminated pyrite. Minor rusty fractures of calcium carbonate (weak HCl reaction).
1.55-1.85 m Black/dark grey well foliated limey graphitic schist with interbedded pale grey limestone (strong HCl reaction). Trace very fine grained disseminated pyrite. Foliation @ 75° TCA. Footwall contact @ 25° TCA.
1.85- 5.21 m White siliceous dyke (?) with trace to 1% very fine grained disseminated pyrite. Dyke is crushed by narrow faults to a granular texture. Dyke is cut repeatedly by narrow (0.5cm) white quartz veinlets with trace very fine grained disseminated pyrite.
5.21-6.00 m Black/dark grey limey graphitic schist with trace very fine grained disseminated pyrite and a strong HCl reaction.
6.00-6.35 m Pale grey dyke (?) with 1% very fine grained disseminated pyrite cut by several hairline white quartz/carbonate veinlets. Hangingwall contact @ 45° TCA, footwall contact @ 40° TCA.
6.35- 6.50 m Dark grey limey graphitic schist with trace very fine grained disseminated pyrite and a strong HCl reaction.

BOX 2

6.50-6.70 m White siliceous dyke (or quartz vein) with trace very fine grained disseminated pyrite.
6.70- 7.07 m Pale grey/dark grey/black limey graphitic schist with trace very fine grained disseminated pyrite and a strong HCl reaction.
7.07-7.35 m Siliceous grey dyke.
7.35- 10.62 m Pale grey/dark grey/black limey graphitic schist as above.

10.62- 10.81 m Siliceous grey dyke.

10.81- 11.35 m Pale grey/dark grey/black limey graphitic schist as above. Contacts are foliaform @ 75° TCA. A microstockwork of narrow white quartz veinlets occurs throughout this section.

BOX 3

11.35- 15.10 m Black limey graphitic schist with strong HCl reaction. Core is well fractured throughout and fault gouged @ 11.35-11.65 m. Trace very fine grained disseminated pyrite throughout.

15.10-16.33 m Pale green fine grained metavolcanic with trace very fine grained disseminated pyrite and 5% narrow white carbonate veinlets throughout. Veinlets trend mostly @ 10 TCA. Hangingwall contact @ 70° TCA.

BOX 4

16.33- 19.53 m Pale green fine grained metavolcanics with trace very fine grained disseminated pyrite and 5% narrow white carbonate veinlets throughout. Veinlets trend mostly @ 10° TCA. Minor ochre red hematite (?) stain on some fractures.

19.53- 21.50 m Pale grey quartz sericite schist with minor dark grey/black graphitic schist (with weak HCl reaction). Trace very fine grained disseminated pyrite throughout. Minor white carbonate veinlets throughout. Hangingwall contact @ 70° TCA. Fault gouge @ 21.34-21.50m.

BOX 5

21.50-21.60 m Black graphitic schist with trace very fine grained disseminated pyrite.

21.60-22.79 m Tan quartz sericite schist. Trace very fine grained disseminated pyrite and minor white quartz veinlets throughout. Small fault zone @ 22.12-22.30 m with trace bright green mariposite (?) or talc (?).

22.79-26.50 m Black graphitic schist with trace very fine grained disseminated pyrite and minor white quartz veinlets. Narrow creamy white quartz veins @ 23.16-23.34 m.

BOX 6

26.50-28.50 m Black graphitic schist with trace very fine grained disseminated pyrite. Small fault zone @ 27.56-28.50 m and core has a slightly "crushed" texture.

28.50-31.77 m White siliceous feldspar porphyry dyke with trace very fine grained fracture filling pyrite. Minor white talc on fractures. Hangingwall and footwall contacts @ 70° TCA are conformable to foliation. This may not be a dyke but a quartz rich sedimentary unit.

31.77- 31.85 m Black graphitic schist with trace very fine grained disseminated pyrite.

BOX 7

31.85- 33.53 m Black graphitic schist with trace very fine grained disseminated pyrite. Small fault zone with broken core and fault gouge @ 32.28- 32.38 m. Narrow tan feldspar porphyry dykes (?) @ 32.42-32.80 m and 33.33- 33.51 m with trace very fine grained disseminated pyrite.

33.53- 36.48 m Black limy graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite. Narrow white quartz veinlets cut this section. Tan feldspar porphyry dyke @ 33.75-34.15 m with trace very fine grained disseminated pyrite.

BOX 8

36.48-42.15 m Black graphitic schist with trace very fine grained disseminated pyrite. Foliation @ 70° TCA. Very few white veinlets. Core is faulted to pebbles @ 41.15 – 42.15 m and 0.20 m core lost.

BOX 9

42.15-44.63 m Black graphitic schist with weak HCl reaction and trace very fine grained disseminated pyrite.

44.63- 45.10 m Tan feldspar porphyry dyke (?).

45.10- 46.26 m Medium green chloritic schist (metavolcanics).

46.26- 48.65 m Black graphitic schist with trace very fine grained disseminated pyrite. Small fault zone @ 46.68-47.24m and core is fault gouged with 1.36 m core lost.

BOX 10

48.65- 54.10 m Black graphitic schist with trace very fine grained disseminated pyrite. Moderate HCl reaction @48.65- 49.22m on narrow white calcite fracture fillings.

Foliation mostly @ 70° TCA. White quartz veins @ 52.30- 52.58m & 53.61- 54.10m with trace very fine grained disseminated pyrite. Vein contacts are foliaform @ 50° TCA.

BOX 11

54.10- 56.64 m Black graphitic schist with trace very fine grained disseminated pyrite. Strong fault zone with heavy fault gouge @ 54.86- 56.39m with 0.93 m core loss.

56.64- 59.26 m Medium green chloritic schist (metavolcanics) cut by numerous white calcite veinlets with a strong HCl reaction. No visible sulphides. Hangingwall contact @70° TCA. Black fault zone of graphitic schist gouged to mud, within the green metavolcanics @ 57.91-58.00 m. White quartz vein @ 58.40- 58.97 m with contacts @ 70° TCA with the green metavolcanics.

BOX 12

59.26-59.78 m Medium green chloritic schist (metavolcanics) with dark red/ochre hematite (?) stained fractures and minor narrow white quartz veinlets.
59.78- 61.17 m White quartz sericite schist with no visible sulphides. Contacts are conformable with foliation @ 70° TCA.
61.17- 62.48 m Black graphitic schist. Fault zone of rubble and fault gouge @ 61.17-61.46 m.
62.48- 64.50 m Medium green chloritic schist (metavolcanics) cut by numerous cream/white calcite veinlets with a strong HCl reaction. Core is very broken and 0.13 m core lost @ 64.01- 64.50 m.

BOX 13

64.50- 68.58 m Pale/medium green chloritic schist (metavolcanics) cut by numerous narrow cream/white calcite veinlets. Red ochre hematite (?) stained fracture fillings. Trace very fine grained disseminated pyrite throughout.

END OF HOLE 04 KEL 1

CORE RECOVERY

68.58 m drilled =100.00%
65.41 m recovered = 95.38%
3.17 m lost = 4.62%

ASSAY SAMPLES 04 KEL 1

SAMPLE #	INTERVAL
K 001	0 - 3.05 m
K 002	3.05 - 6.10
K 003	6.10 - 9.14
K 004	9.14 -12.19
K 005	12.19 -15.24
K 006	15.24 -18.29
K 007	18.29 -21.34
K 008	21.34 -24.38
K 009	24.38 -27.43
K 010	27.43 -30.48
K 011	30.48 -33.53
K 012	33.53 -36.58
K 013	36.58 -39.62
K 014	39.62 -42.67

SAMPLE #	INTERVAL
K 015	42.67 -45.72m
K 016	45.72 -48.77
K 017	48.77 -51.82
K 018	51.82 -54.86
K 019	54.86 -57.91
K 020	57.91 -60.96
K 021	60.96 -64.01
K 022	64.01 -67.06
K 023	67.06 -68.58 End of Hole.

DIAMOND DRILL LOG

HOLE NUMBER	04 KEL 2
DATE DRILLED	July 22-25, 2004
AZIMUTH	170°
DIP OF HOLE	-50°
CASING DEPTH	3.0 meters
BEDROCK DEPTH	1.52 meters
LENGTH OF HOLE	54.86 meters (200 feet)
CORE SIZE	BQTW
NORTHING	6824654N
EASTING	573376E
UTM ZONE	7
UTM DATUM	NAD 83
LOCATION	Lower Canyon, Reed Creek, Whitehorse Mining District
NTS	115-G-12
LOGGED BY	Jim McFaull
CLIENT	Kelli Creek Group
DRILLED BY	E. Caron Diamond Drilling Ltd.

BOX 1

0- 1.52 m No recovery, casing overburden (placer mine tailings).
1.52-3.00 m Tailings pebbles. Lost 0.6m core.
3.00- 4.00 m Pale grey/white feldspar porphyry dyke with rusty fracture fillings, and trace very fine grained disseminated pyrite. No HCl reaction.

BOX 2

4.00- 4.40 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite and rusty fracture fillings and cut by narrow white quartz veinlets. No HCl reaction.
4.40- 4.80 m Dark grey limey graphitic schist with trace very fine grained disseminated pyrite and a strong HCl reaction. Schist is cut by narrow white quartz veinlets. Core is broken & rubbly. Hangingwall contact @ 60° TCA, footwall contact @ 45° TCA.
4.80- 8.17 m Pale grey/white feldspar porphyry dyke with minor white & rusty quartz veinlets. No HCl reaction. No visible sulphides except at the footwall contact.
8.17- 8.40 m Banded black & white limey graphitic schist as above. Hangingwall contact is irregular, from 10° to 90° TCA over 2cm.
8.40- 8.50 m Footwall contact from graphitic schist to pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite. Contact @ 20° TCA & shows several embayments into the schist.

BOX 3

8.50- 12.50 m Pale grey/white fine grained feldspar porphyry dyke with trace very fine grained disseminated pyrite and minor white quartz veinlets cross-cutting the dyke at

various angles TCA. Minor rusty fracture fillings. A minor pale green/grey chloritic schist @ 9.30- 9.80 m. A narrow remnant of limey black graphitic schist with strong HCl reaction @ 9.95- 9.98 m with hangingwall contact and footwall contact @ 55° TCA. The hangingwall contact is embayed. Core is fractured and rubbly @ 10.67- 12.50 m and fracture filled with white carbonate veinlets with strong HCl reaction. 12.50- 12.60 m Contact with black limey graphitic schist with trace very fine grained disseminated pyrite and a strong HCl reaction. Contact @ 30° TCA.

BOX 4

12.60- 14.16 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Core becomes increasingly broken from 13.50m onwards until strong fault gouge is encountered @ 14.0- 14.16 m.

14.16- 16.76 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite. Minor HCl reaction occurs on white carbonate fracture filling veinlets.

16.76- 16.86 m Black limey graphitic schist remnant with strong HCl reaction and trace very fine grained disseminated pyrite. Hangingwall contact @ 35° TCA and footwall contact @ 30° TCA and embayed.

16.86- 17.20 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite.. Moderate HCl reaction on fracture fillings of white carbonate veinlets.

BOX 5

17.20- 21.00 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite and moderate HCl reaction on fracture filling white carbonate veinlets.

21.00- 21.37 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite.

BOX 6

21.37- 22.20 m Black graphitic schist with trace very fine grained disseminated pyrite. Foliation @ 60° TCA.

22.20- 23.33 m Contact with buff/grey feldspar porphyry dyke with trace very fine grained disseminated pyrite and a strong HCl reaction on fracture filling but not on the dyke. Dyke walls parallel schist foliation (may imply a sill rather than a dyke?).

23.33- 24.38 m Black limey graphitic schist with a strong HCl reaction interbedded with a pale grey limey schist. Trace very fine grained disseminated pyrite.

24.38- 24.55 m Narrow pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite. Hangingwall contact @ 70° TCA and footwall contact @ 40° TCA.

24.55- 25.40 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite.

25.40- 26.10 m Pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite. No HCl reaction. Hangingwall contact @ 70° TCA and footwall contact @ 45° TCA.

26.10- 26.50 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite.

26.50- 26.80 m Pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite. No HCl reaction. Hangingwall contact @ 30° TCA.

BOX 7

26.80- 29.06 m Pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite and no HCl reaction.

29.06- 29.11 m Black graphitic schist remnant.

29.11-29.55 m Pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite and weak HCl reaction (probably from narrow carbonate veinlets throughout).

29.55- 31.46 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite. A brecciated zone with quartz carbonate vein fault contacts occurs @ 30.90- 31.16 m. The contacts are broken and rubbly.

31.46- 31.75 m Pale grey feldspar porphyry dyke with no HCl reaction and trace very fine grained disseminated pyrite. Footwall contact @ 10° TCA.

31.75- 32.00 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite.

BOX 8

32.00- 33.05 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite.

33.05- 33.30 m Pale grey/white limestone with strong HCl reaction and trace very fine grained disseminated pyrite.

33.30- 35.43 m Gradational contact to medium green chloritic schist (metavolcanics) cut by occasional white carbonate veinlets. Moderate HCl reaction from the veinlets only. Trace very fine grained disseminated pyrite. Minor rusty fracture fillings.

35.43- 36.65 m Black graphitic schist with weak HCl reaction and trace very fine grained disseminated pyrite. Lost 0.1m core in broken core.

36.65- 36.90 m Pale brown sericite schist with very weak HCl reaction (possibly from white carbonate veinlets, not from schist).

BOX 9

36.90- 38.44 m Pale brown sericite schist.

38.44- 42.55 m Gradational contact from sericite schist to black graphitic schist with no HCl reaction and with trace very fine grained disseminated pyrite and with minor interbeds of variable brownish/greenish sericite schist in the graphitic schist.

BOX 10

42.55- 46.45 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite and no HCl reaction. Dyke is cut by numerous small white carbonate veinlets with strong HCl reaction. Footwall contact @ 40° TCA.

46.45- 46.90 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. Footwall contact @ 45° TCA. Lost 0.14m core in broken core.

46.90- 47.58 m Pale white feldspar porphyry dyke with trace very fine grained disseminated pyrite and no HCl reaction.

BOX 11

47.58- 51.80 m Pale grey/white feldspar porphyry dyke with trace very fine grained disseminated pyrite. No HCl reaction on dyke-weal HCl reaction on white carbonate veinlets.

51.80- 52.45 m Black graphitic schist with no HCl reaction. Core is crushed and fault brecciated. Trace very fine grained disseminated pyrite. Hangingwall contact @ 20° TCA, footwall contact @ 25° TCA.

52.45- 52.70 m White feldspar porphyry dyke with no HCl reaction and no visible sulphides.

BOX 12

52.70- 54.60 m Pale grey/white feldspar porphyry dyke with no HCl reaction and no visible sulphides.

54.60- 54.86 m Black graphitic schist with trace very fine grained disseminated pyrite and no HCl reaction. Core is pebbly.

END OF HOLE 04 KEL 2

CORE RECOVERY

54.86 m drilled =100.00%

52.50 m recovered = 95.70%

2.36 m lost = 4.30%

ASSAY SAMPLES 04 KEL 2

SAMPLE #	INTERVAL
K 024	1.52 -4.57m
K 025	4.57 -7.62

SAMPLE #	INTERVAL
K 026	7.62 -10.67
K 027	10.67 -13.72
K 028	13.72 -16.76
K 029	16.76 -19.81
K 030	19.81 -22.86
K 031	22.86 -25.91
K 032	25.91 -28.96
K 033	28.96 -32.00
K 034	32.00 -35.05
K 035	35.05 -38.10
K 036	38.10 -41.15
K 037	41.15 -44.20
K 038	44.20 -47.24
K 039	47.24 -50.29
K 040	50.29 -54.86
End of Hole	

DIAMOND DRILL LOG

HOLE NUMBER	04 KEL 3
DATE DRILLED	July 27-29, 2004
AZIMUTH	210°
DIP OF HOLE	-50°
CASING DEPTH	2.0 meters
BEDROCK DEPTH	0.82 meters
LENGTH OF HOLE	92.05 meters (303 feet)
CORE SIZE	BQTW
NORTHING	6824632N
EASTING	573381E
UTM ZONE	7
UTM DATUM	NAD 83
LOCATION	Lower Canyon, Reed Creek, Whitehorse Mining District
NTS	115-G-12
LOGGED BY	Jim McFaull
CLIENT	Kelli Creek Group
DRILLED BY	E. Caron Diamond Drilling Ltd.

BOX 1

0- 0.82 m No recovery, casing overburden (placer mine tailings).
0.82- 4.90 m Pale grey/green/white quartz sericite schist cut by occasional narrow white quartz & carbonate veinlets. Light brown weathering of some carbonate veinlets due to proximity to surface. Trace very fine grained disseminated pyrite. Foliation @ 75° TCA.
4.90- 6.25 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. 5% white quartz boudins. Minor narrow white quartz & carbonate veinlets cross-cut foliation. Foliation variable from 30° - 60° TCA. A larger white quartz vein @ 5.60-5.80 m with trace very fine grained disseminated pyrite, the core is fractured to pebbles with 0.15m lost core.

BOX 2

6.25- 6.85 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite. Core is broken to small pebbles with 0.22m core loss.
6.85- 7.40 m White/pale grey quartz sericite schist with 1% very fine grained disseminated pyrite. Core is strongly fractured and cut by numerous narrow white quartz veinlets and medium grey quartz veins. Rock appears well brecciated and re-silicified. Footwall contact @ 40° TCA & appears conformable to foliation of adjacent graphitic schist.
7.40- 12.18 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite. Core is broken and rubbly throughout. A small interbed of white/pale grey quartz sericite schist with 1% very fine grained disseminated pyrite @ 11.26- 11.40 m.

BOX 3

12.18- 13.13 m Black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite. Foliation @ 40° TCA.

13.13- 16.05 m Dark green chloritic schist (metavolcanics).

16.05- 16.90 m Dark green chloritic schist grades into tan/light brown schist which grades into black graphitic schist. Tan schist is cut by a narrow quartz vein @ 0° TCA. Trace very fine grained disseminated pyrite throughout.

16.90- 17.45 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite.

BOX 4

17.45- 23.10 m Black graphitic schist with weak to nil HCl reaction. Trace very fine grained disseminated pyrite. Foliation @ 40° TCA. Core is broken with 0.52m core lost.

BOX 5

23.10- 24.42 m Black graphitic schist with no HCl reaction and trace very fine grained disseminated pyrite. Broken core with 0.18m lost.

24.42- 24.80 m Strong fault zone. Core is small pebbles of black graphitic schist.

24.80- 25.00 m Black graphitic schist with no HCl reaction.

25.00- 29.28 m Pale grey/white quartz sericite schist with trace very fine grained disseminated pyrite. Core is very siliceous, may be altered by silicification (?). Footwall contact @ 45° TCA. Core is broken and 0.43m lost.

BOX 6

29.28- 30.48 m Black graphitic schist with no HCl reaction and 1% very fine grained disseminated pyrite and foliation @ 60°-80° TCA.

30.48- 32.10 m White/pale grey feldspar porphyry dyke with trace very fine grained disseminated pyrite cut by minor narrow white quartz veins.

32.10- 32.28 m Black graphitic schist fault zone- core is crushed to gouge.

32.28-33.53 m Tan/green/grey quartz sericite schist with 1% bright green talc or mariposite. Trace very fine grained disseminated pyrite. Foliation @ 60° TCA.

33.53- 35.04 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite.

BOX 7

35.04- 41.10 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. A strong fault zone with the core crushed to gouge @ 39.12- 41.10 m.

BOX 8

41.10- 47.14 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. Core is strongly faulted to gouge throughout this section.

BOX 9

47.14- 47.76 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. Core is strongly faulted to gouge. Footwall contact @ 30° TCA.
47.76- 51.82 m Tan weathering/pale grey quartz sericite schist with no HCl reaction. Trace very fine grained disseminated pyrite. Core is strongly fractured and the fractures are filled with white quartz veins and pink/reddish brown hematite (?).

BOX 10

51.82- 53.90 m White/pale grey quartz sericite schist with no HCl reaction. No visible pyrite. Core is weakly foliated @ 40°- 60° TCA.
53.90- 54.53 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. Core is slightly fault gouged and broken with 0.01m lost.
54.53- 55.90 m Gradational contact from black schist through tan quartz sericite schist to medium green chloritic schist (metavolcanics). Trace very fine grained disseminated pyrite.
55.90- 57.91 m Medium green talc schist with no HCl reaction. Trace very fine grained disseminated pyrite. Core is moderately fractured with pinkish/red hematite (?) stained fracture fillings.

BOX 11

57.91- 59.60 m Medium green talc schist with reddish hematite fracture fillings.
59.60- 62.78 m Tan quartz sericite schist with reddish hematite fracture fillings. A small interbed of medium green talc schist with a gradational contact occurs @ 60.23- 60.33 m and a black graphitic schist fault zone occurs @ 61.07- 61.40 m.
62.78- 64.01 m Tan quartz sericite schist grades into medium green talc schist with reddish hematite (?) fracture fillings. Trace very fine grained disseminated pyrite. Weak HCl reaction from narrow white carbonate veinlets cutting the schist.

BOX 12

64.01- 64.05 m Medium green talc schist grading into tan quartz sericite schist.
64.05- 68.17 m Tan quartz sericite schist with no HCl reaction. Trace very fine grained disseminated pyrite. Small fault zones crushed to gouge occur @ 66.83- 67.52 & 67.87- 68.17 m with 0.18m lost core.
68.17- 68.58 m Black graphitic schist fault gouge.
68.58- 69.42 m White quartz sericite schist fault gouge.
69.42- 69.60 m Black graphitic schist fault gouge.
69.60- 69.90 m Tan quartz sericite schist.

BOX 13

69.90- 75.90 m Tan quartz sericite schist with occasional medium green talc schist interbeds. No HCl reaction. Trace very fine grained disseminated pyrite. Reddish brown hematite (?) stain on fracture fillings. Core is broken to 72.22 m. A strong fault zone occurs @ 72.22- 73.83 m with 0.23m core lost and with white gouge from 72.22- 73.25

m becoming a solid rusty red gouge from 73.25- 73.83 m. Core is broken and slightly gouged white quartz sericite schist @ 73.38- 75.90 m with 0.60m core lost..

BOX 14

75.90- 76.12 m Tan quartz sericite schist with minor medium green talc schist in gradational contact (possibly alteration of talc to sericite?). Weak HCl reaction from carbonate veinlet fracture fillings.

76.12- 76.30 m Black graphitic schist fault zone with trace very fine grained disseminated pyrite. Core is very broken with 0.15m lost.

76.30- 79.25 m Medium/dark green chloritic schist (metavolcanics) with some reddish/brown hematite (?) staining on fracture fillings. Trace very fine grained disseminated pyrite.

79.25- 80.00 m Black graphitic schist fault zone @ 10° TCA.

80.00- 80.20 m Tan/white quartz sericite schist.

80.20- 81.50 m Dark green chloritic schist (metavolcanics) with white carbonate and reddish hematite (?) fracture fillings. Trace very fine grained disseminated pyrite.

BOX 15

81.50- 86.87 m Dark green chloritic schist (metavolcanics) with white carbonate and red hematite (?) fracture fillings. Trace very fine grained disseminated pyrite.

BOX 16

86.87- 89.60 m Dark green chloritic schist (metavolcanics) with white carbonate and reddish hematite (?) stained fracture fillings. Trace very fine grained disseminated pyrite.

89.60- 90.70 m Black graphitic schist with trace very fine grained disseminated pyrite.

HCl reaction on white carbonate veinlets only. Hangingwall contact @ 30° TCA. Core is broken with 0.10m core lost.

90.70- 91.75 m Dark green chloritic schist (metavolcanics). Trace very fine grained disseminated pyrite.

91.75- 92.05 m Black graphitic schist fault gouge.

END OF HOLE 04 KEL 3

CORE RECOVERY

92.05 m drilled =100.00%

88.46 m recovered = 96.10%

3.59 m lost = 3.90%

ASSAY SAMPLES 04 KEL 3

SAMPLE #	INTERVAL
K 041	0.82 - 4.57 m
K 042	4.57 - 7.62

SAMPLE #	INTERVAL
K 043	7.62 -10.67
K 044	10.67 -13.72
K 045	13.72 -16.76
K 046	16.76 -19.81
K 047	19.81 -22.86
K 048	22.86 -25.91
K 049	25.91 -28.96
K 050	28.96 -32.00
K 051	32.00 -35.05
K 052	35.05 -38.10
K 053	38.10 -41.15
K 054	41.15 -44.20
K 055	44.20 -47.24
K 056	47.24 -50.29
K 057	50.29 -53.34
K 058	53.34 -56.39
K 059	56.39 -59.44
K 060	59.44 -62.48
K 061	62.48 -65.53
K 062	65.53 -68.58
K 063	68.58 -71.63
K 064	71.63 -74.68
K 065	74.68 -77.72
K 066	77.72 -80.77
K 067	80.77 -83.82
K 068	83.82 -86.87
K 069	86.87 -89.92
K 070	89.92 -92.05
End of Hole	

DIAMOND DRILL LOG

HOLE NUMBER	04 KEL 4
DATE DRILLED	July 25-27, 2004
AZIMUTH	350°
DIP OF HOLE	-50°
CASING DEPTH	3.35 meters
BEDROCK DEPTH	3.00 meters
LENGTH OF HOLE	59.00 meters (194 feet)
CORE SIZE	BQW
NORTHING	6824642N
EASTING	573375E
UTM ZONE	7
UTM DATUM	NAD 83
LOCATION	Lower Canyon, Reed Creek, Whitehorse Mining District
NTS	115-G-12
LOGGED BY	Jim McFaul
CLIENT	Kelli Creek Group
DRILLED BY	E. Caron Diamond Drilling Ltd.

BOX 1

0- 3.00 m No recovery, casing overburden (placer mine tailings).
3.00- 6.40 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Core is broken throughout and is faulted to gouge @ 4.57-5.70 m. Foliation @ 45° TCA.

BOX 2

6.40- 11.50 m Black limey graphitic schist with strong HCl reaction throughout. Trace very fine grained disseminated pyrite. Core is very broken and heavily gouged to 10.90m. Core loss of 0.33m. Foliation @ 0° to 50° TCA.

BOX 3

11.50- 16.50 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Core is broken throughout. Foliation @ 10° TCA.

BOX 4

16.50- 20.80 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Foliation @ 10° TCA. Minor interbeds of pale grey quartz sericite schist. Core is less broken past 16.76m. Core loss of 0.14m.

BOX 5

20.80- 25.80 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Foliation variable @ 10° to 50° TCA. Core is fractured.

BOX 6

25.80- 26.20 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Core loss of 1.31m.

26.20- 26.52 m Tan quartz sericite schist with no HCl reaction and no visible sulfides.

26.52- 32.50 m Medium green chloritic schist (metavolcanics) with weak HCl reaction (on narrow white carbonate veinlets). No visible sulfides. Foliation variable from 10° to 70° TCA with considerable folding of foliation.

BOX 7

32.50- 33.53 m Medium green chloritic schist (metavolcanics) with weak HCl reaction (on narrow carbonate veinlets). No visible sulfides.

33.53- 34.45 m Tan quartz sericite schist with no HCl reaction and no visible sulfides.

34.45- 35.35 m Medium green chloritic schist (metavolcanics) as above.

35.35- 36.80 m Tan quartz sericite schist as above. Core is slightly broken and foliation @ 20° TCA.

BOX 8

36.80- 37.01 m Tan quartz sericite schist as above.

37.01- 42.37 m Tan quartz sericite schist with a strong HCl reaction from narrow interbeds of creamy white limestone/marble which occur throughout the section. Trace very fine grained disseminated pyrite. Foliation @ 20° TCA.

BOX 9

42.37- 45.72 m Tan quartz sericite schist and interbedded limestone as above. Core is broken and fault gouged @ 44.0m with 0.10m core loss.

45.72- 48.50 m Black graphitic schist with no HCl reaction. Trace very fine grained disseminated pyrite. Foliation @ 20° TCA. Core is broken with 0.40m core loss.

BOX 10

48.50- 53.64 m Black graphitic schist with no HCl reaction and trace very fine grained disseminated pyrite interbedded with minor tan quartz sericite schist to 50.71m. The sericite schist also has no HCl reaction and has trace very fine grained disseminated pyrite. Core is broken with 0.04m core loss.

BOX 11

53.64- 59.00 m Black graphitic schist with no HCl reaction and trace very fine grained disseminated pyrite interbedded with minor tan quartz sericite schist. The sericite schist also has no HCl reaction and has trace very fine grained disseminated pyrite.

END OF HOLE 04 KEL 4

CORE RECOVERY

59.00 m drilled =100.00%
53.68 m recovered = 90.98%
5.32 m lost = 9.02%

ASSAY SAMPLES 04 KEL 4

SAMPLE #	INTERVAL
K 071	3.00 – 6.10 m
K 072	6.10 – 9.14
K 073	9.14 -12.19
K 074	12.19 -15.24
K 075	15.24 -18.29
K 076	18.29 -21.34
K 077	21.34 -24.38
K 078	24.38 -28.96
K 079	28.96 -32.00
K 080	32.00 -35.05
K 081	35.05 -38.10
K 082	38.10 -41.15
K 083	41.15 -44.20
K 084	44.20 -47.24
K 085	47.24 -50.29
K 086	50.29 -53.34
K 087	53.34 -56.39
K 088	56.39 -59.00
End of Hole	

DIAMOND DRILL LOG

HOLE NUMBER	04 KEL 5
DATE DRILLED	July 29-30, 2004
AZIMUTH	210°
DIP OF HOLE	-65°
CASING DEPTH	3.35 meters
BEDROCK DEPTH	5.45 meters
LENGTH OF HOLE	30.48 meters (100 feet)
CORE SIZE	BQW
NORTHING	6824632N
EASTING	573381E
UTM ZONE	7
UTM DATUM	NAD 83
LOCATION	Lower Canyon, Reed Creek, Whitehorse Mining District
NTS	115-G-12
LOGGED BY	Jim McFaul
CLIENT	Kelli Creek Group
DRILLED BY	E. Caron Diamond Drilling Ltd.

BOX 1

0.0 -2.00 m No recovery-casing placer tailings.

2.00- 5.45 m Placer tailings.

5.45- 8.30 m Pale grey/white quartz sericite schist cut by occasional narrow white quartz and carbonate veinlets. No HCl reaction on the sericite schist and a weak HCl reaction from the carbonate veinlets. Trace very fine grained disseminated pyrite. Minor interbeds of black limey graphitic schist with a strong HCl reaction and trace very fine grained disseminated pyrite @ 8.10- 8.21m. Narrow white quartz veins cut the graphitic schist, one of which has a small vug lined with grey quartz crystals @ 8.40m. core loss of 0.10m.

BOX 2

8.30- 10.67 m Pale grey/white quartz sericite schist cut by occasional narrow white quartz and carbonate veinlets. No HCl reaction on the sericite schist and a weak HCl reaction from the carbonate veinlets. Trace very fine grained disseminated pyrite. Minor interbeds of black limey graphitic schist with strong HCl reaction and trace very fine grained disseminated pyrite @ 8.30- 8.50m and @ 9.45- 10.51m.

10.67- 13.05 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Schist is cut by narrow white quartz and carbonate veinlets. Foliation variable but mostly @ 70° TCA.

BOX 3

13.05- 17.20 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Schist is cut by narrow white quartz and carbonate veinlets. Foliation variable but mostly @ 70° TCA.

17.20- 18.29 m Medium green chloritic schist (metavolcanics) with a weak HCl reaction from narrow carbonate veinlets. Trace very fine grained disseminated pyrite. Hangingwall contact conforms to foliation @ 70° TCA.

BOX 4

18.29- 21.60 m Medium green chloritic schist (metavolcanics) with weak HCl reaction from narrow carbonate veinlets. Trace very fine grained disseminated pyrite. Footwall contact conformable with foliation @ 60° TCA.

21.60- 21.76 m Black graphitic schist bed grades rapidly into quartz sericite schist.

21.76- 23.54 m Tan/pale green/grey quartz sericite schist with no HCl reaction. Trace very fine grained disseminated pyrite. Cut by narrow quartz veins.

BOX 5

23.54- 26.16 m Tan quartz sericite schist faulted to gouge @ 25.20- 25.42m with minor black graphitic schist in the fault. Core loss of 0.07m. Footwall contact @ 26.16m.

26.16- 30.48 m Black limey graphitic schist with strong HCl reaction. Trace very fine grained disseminated pyrite. Foliation @ 70° TCA.

END OF HOLE 04 KEL 5

CORE RECOVERY

30.48 m drilled =100.00%
28.31 m recovered = 92.88%
2.17 m lost = 7.12%

ASSAY SAMPLES 04 KEL 5

SAMPLE #	INTERVAL
K 089	5.45 – 9.14 m
K 090	9.14 -12.19
K 091	12.19 -15.24
K 092	15.24 -18.29
K 093	18.29 -21.34
K 094	21.34 -24.38
K 095	24.38 -27.43
K 096	27.43 -30.48
End of Hole	

CARON DRILL

Facsimile Transmittal

E. Caron Diamond Drilling Ltd
 7 Roundel Road
 Whitehorse, Yukon
 Y1A 3H3
 Phone (867) 668 2424
 Fax (867) 668 4520
 Email kcaron@yt.sympatico.ca

To: Sulo Poystila & Ken Switzer **Fax:** 1-250-758-0294

From: Tony Caron **Date:** 7/9/2004

Re: Contract **Pages:** 6(including cover)

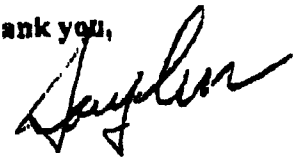
Call 20,000⁰⁰ Deposits

CC:

Ken & Sulo,

Following is the Contract bid on you Quill Creek project. Thank you for the opportunity to bid on your project. We look forward to hearing from you. If you have any questions please do not hesitate to contact us.

Thank you,



Tony Caron

E. Caron Diamond Drilling Ltd.
 7 Roundel Road
 Whitehorse, Yukon
 Y1A 3H3

Credit Memo

Date	Credit No.
7/16/2004	3980

Customer
Kelli Creek Group 2540 Rowan Road Nanimo, B.C. V9T 3L3

P.O. No.	Project

Description	Qty	Rate	Amount
Credit for Drilling at Quill Creek Property		20,000.00	-20,000.00
Paid July 16/04 # 26 - \$ 20,000.00			
			Invoices -20,000.00
			Total -320,000.00
			Balance Credit -320,000.00



CARON DIAMOND DRILLING LTD.

7 Roundel Road, Whitehorse, Yukon Y1A 3H3

Phone: (867) 668-2424 Fax: (867) 668-4520

In Account With:
Kelli Creek Group
2540 Bowen Road
Nanaimo, B.C.
V9T 3L3

Date: July 31/04
Invoice: 3989
Drill: Fly Drill

Drilling Charges July 18-30/04

Quill Creek

Hole	Work Description	\$/Hour	Sub-totals	Totals
KEL#01/-50/BTW	<u>MOVING</u>			
	46 man hrs.	\$ 37.00	\$ 1,702.00	
	<u>Reaming Cave</u>			
	1 man hrs.	\$ 37.00	\$ 37.00	
	0.5 machine hrs.	\$ 25.00	\$ 12.50	
	<u>Travelling</u>			
	4 man hrs.	\$ 37.00	\$ 148.00	
	<u>Mack Truck</u>			
	2 machine hrs.	\$ 110.00	\$ 220.00	
	<u>Casing</u>			
	10 0 - 10 = 10 feet	\$ 22.86	\$ 228.60	
	<u>Drilling 0 - 168 feet</u>			
	158 10 - 168 = 158 feet	\$ 22.86	\$ 3,611.88	
	<u>Drilling 168 - 328 feet</u>			
	37 168-205= 37 feet	\$ 23.47	\$ 868.39	\$ 6,828.37
KEL#02/-50/BTW	<u>Casing</u>			
	5 0 - 5 = 5 feet	\$ 22.86	\$ 114.30	
	<u>Drilling 0 - 168 feet</u>			
	19 5 - 24 = 19 feet	\$ 22.86	\$ 434.34	\$ 548.64



KEL#03/-50/BTW	<u>MOVING</u>				
	10 man hrs.	\$	37.00	\$	370.00
	<u>Anchor</u>				
	3 man hrs.	\$	37.00	\$	111.00
	1.5 machine hrs.	\$	25.00	\$	37.50
	<u>Reaming Casing</u>				
	4 man hrs.	\$	37.00	\$	148.00
	2 machine hrs.	\$	25.00	\$	50.00
	<u>Reaming Cave</u>				
	2 man hrs.	\$	37.00	\$	74.00
	1 machine hrs.	\$	25.00	\$	25.00
	<u>Casing</u>				
	10 0 - 10 = 10 feet	\$	22.86	\$	228.60
	<u>Drilling 0 - 168 feet</u>			\$	-
	158 10 - 168 = 158 feet	\$	22.86	\$	3,611.88
	<u>Drilling 168 - 328 feet</u>				
	32 168-200= 32 feet	\$	23.47	\$	<u>751.04</u>
				\$	5,407.02

KEL#04/-50/BTW	<u>Moving</u>				
	4 man hrs.	\$	37.00	\$	148.00
	<u>Anchor</u>				
	2 man hrs.	\$	37.00	\$	74.00
	1 machine hrs.	\$	25.00	\$	25.00
	<u>Reaming Casing</u>				
	4 man hrs.	\$	37.00	\$	148.00
	2 machine hrs.	\$	25.00	\$	50.00
	<u>Reaming Cave</u>				
	2 man hrs.	\$	37.00	\$	74.00
	1 machine hrs.	\$	25.00	\$	25.00
	<u>Conditioning</u>				
	2 man hrs.	\$	37.00	\$	74.00
	1 machine hrs.	\$	25.00	\$	25.00
	<u>Casing</u>				
	11 0 - 11 = 11 feet	\$	22.86	\$	251.46
	<u>Drilling 0 - 168 feet</u>			\$	-
	157 11 - 168 = 157 feet	\$	22.86	\$	3,589.02
	<u>Drilling 168 - 328 feet</u>				
	26 168- 194= 26 feet	\$	23.47	\$	<u>610.22</u>
				\$	5,093.70

KEL#05/-50/BTW	<u>MOVING</u>				
	8 man hrs.	\$	37.00	\$	296.00
	<u>Anchor</u>				
	3 man hrs.	\$	37.00	\$	111.00
	1.5 machine hrs.	\$	25.00	\$	37.50
	<u>Reaming Casing</u>				
	3 man hrs.	\$	37.00	\$	111.00
	1.5 machine hrs.	\$	25.00	\$	37.50
	<u>Conditioning</u>				
	2 man hrs.	\$	37.00	\$	74.00
	1 machine hrs.	\$	25.00	\$	25.00
	<u>Casing</u>				
	6 0 - 6 = 6 feet	\$	22.86	\$	137.16
	<u>Drilling 0 - 168 feet</u>			\$	-
	162 6 - 168 = 162 feet	\$	22.86	\$	3,703.32
	<u>Drilling 168 - 328 feet</u>				
	135 168- 303= 135 feet	\$	23.47	\$	<u>3,168.45</u>
				\$	7,700.93

CEL#05A/-50/BTW	<u>MOVING</u>			
47	man hrs.	\$ 37.00	\$ 1,739.00	
	<u>Travelling</u>			
16	man hrs.	\$ 37.00	\$ 592.00	
	<u>Mack Truck</u>			
2	machine hrs.	\$ 110.00	\$ 220.00	
	<u>Casing</u>			
11	0 - 11 = 11 feet	\$ 22.86	\$ 251.46	
	<u>Drilling 0 - 168 feet</u>		\$ -	
89	11 - 100 = 89 feet	\$ 22.86	\$ 2,034.54	\$ 4,837.00
	<u>Items Consumed and Chargable</u>			
	Mobilization of Drill & Equipment	\$ 1,000.00	\$ 1,000.00	
1	Extreme #1	\$ 239.70	\$ 239.70	
2	Rod Grease	\$ 118.44	\$ 236.88	
2	Linseed Soap	\$ 109.98	\$ 219.96	
1	BW Shoe	\$ 298.13	\$ 298.13	
6	2 foot BW Casing	\$ 60.75	\$ 364.50	
1	5 foot BTW Rod	\$ 94.15	\$ 94.15	
	Career Invoice #3892	\$ 98.50	\$ 98.50	
	Demobilization of Drill & Equipment	\$ 1,000.00	\$ 1,000.00	\$ 3,551.82
	Sub-total			\$ 33,967.48
	G.S.T. @ 7% 10155 7122			\$ 2,377.72
	Total			\$ 36,345.20
	Credit Applied from #3980			\$ (20,000.00)
	Total Owed			\$ 16,345.20

		MOVING	ANCHOR	Reaming Casing	Reaming Cave	TESTING	Conditioning Hole	TRAVELLING	Mack & Hiboy	CASING BW	DRILLING BTW 0-168	DRILLING BTW 168-328	Linseed Soap	Rod Grease	BW Shoe	2 foot BW Casing	5 foot BTW Rod	Extrema #1	
July		man hrs.	man hrs.	machine hrs	man hrs.	machine hrs	man hrs.	machine hrs	man hrs.	Machine hrs	feet	feet.							
Hole #KEL-017-50/BTW	day	18								5									
	Steve	8								10	85	170							
	day	12								168	168	205							
	day	8								158	158	37							
	day	46								10	158	37							
	total	46	0	0	0	0	0	0	4	2	10	158	37						
Hole #KEL-021-10/NIG	day																		
	day																		
	day																		
	day																		
	total	0	0	0	0	0	0	0	0	0	5	19	0						
Hole #KEL-200-50/BTW	day	10	3	1.5	4	2	2	1	0	0	10	158	32						
	day	22																	
	day	23																	
	day	24																	
	night	24																	
	day	25																	
	day	10	3	1.5	4	2	2	1	0	0	10	158	32						
	total	10	3	1.5	4	2	2	1	0	0	10	158	32						
Hole #KEL-204-50/BTW	day	4	2	1	4	2	2	1	0	0	11	157	26						
	night	25																	
	day	26																	
	night	26																	
	day	27																	
	night	27																	
	day	8	3	1.5	3	1.5	2	1	0	6	70	215							
	day	28																	
	night	28																	
	day	29																	
	day	8	3	1.5	3	1.5	2	1	0	6	162	135							
	total	8	3	1.5	3	1.5	2	1	0	6	162	135							
Hole #KEL-205-50/BTW	day	11																	
	night	29																	
	day	8																	
	day	30																	
	Steve	28																	
	Steve	47	0	0	0	0	0	0	16	2	89	0							
	total	47	0	0	0	0	0	0	16	2	89	0							
TOTALS		116	8	4	11	6.5	6	2.5	0	4	53	743	230	2	2	1	6	1	
\$ price		37	37	25	37	25	37	25	37	25	22.86	22.86	23.47	108.98	118.44	298.13	80.75	94.15	239.7
totals		4255.0	295.0	100.0	407.0	137.5	185.0	62.5	0.0	148.0	50.0	740.0	440.0	1211.6	16985.0	5398.1	1453.32	94.15	239.70

3986 Kell Creek Grob.xls



Career Industries Ltd

1148 1st Ave
Whitehorse, Yukon Y1A 1A6
(867) 668-4360 fax (867) 667-4337

Invoice No.

3892

Career Industries Ltd

INVOICE

Customer

Name Caron Drilling
Address 7 Roundell Road
City Whitehorse State YK ZIP
Phone

Date 7/23/2004
Order No. 3892
Rep
FOB

Qty	Description	Unit Price	TOTAL
25	HQ Lids	\$3.94	\$98.50

Payment Details

- Cash
- Check

*Kelli
Cash
Rogert*

SubTotal	\$98.50
Shipping & Handling	\$0.00
Taxes GST	\$6.90
TOTAL	\$105.40

Office Use Only

TERMS: Payable within 30 days - Interest is charged at 2% per month on balances over 30 days!

Yukon Made Canadian Owned!



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 18

LOCATION Nelly Claim SHIFT Day

DRILL NO. J51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	4									
2. CASING	2		04K12	-50	5 1/4	0	5	5		
3. DRILLING										
4. REAMING CAVE/CASING		30								
5. WATERLINE <small>ELEV. LENGTH</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING	2									
12.										
13.										
TOTAL	13	30								
14. TRUCK										
15. TRACTOR										
TOTAL	13	30								
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	1 Pale Number one							
Josh Mackenzie	Drill	13.5								
Morgan Jacob	Tractor	13.5								
			REMARKS							
ENGINEER <i>[Signature]</i>										
FOREMAN <i>[Signature]</i>										



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 19/04
 LOCATION Kelly Claims SHIFT Day
 DRILL NO. 351 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	4									
2. CASING	2		0+45L1	-50	150	5	10	5 ^{ft}		
3. DRILLING	8					5	85	80 ^{ft}		
4. REAMING CAVE/CASING										
5. WATERLINE ELEV. _____ LENGTH _____										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12.										
13.										
TOTAL	14		<u>1 Pole Rod Grease</u>							
14. TRUCK										
15. TRACTOR										
TOTAL	14									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	1 Pole Rod Grease							
Josh Mackenzie	Driller	14								
Alvin Jacob	Helper	14	REMARKS							
			Blachy Ground							
			Good Day & Once everything got Figured out.							
ENGINEER	<u>[Signature]</u>									
FOREMAN	<u>[Signature]</u>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 20 / 04
 LOCATION Kelly Claims SHIFT Day
 DRILL NO. 151 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	6									
2. CASING										
3. DRILLING	9		04115	50	6W	85	170	85 ^{ft}		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
TRAVELLING										
12.										
13.										
TOTAL	15									
14. TRUCK										
15. TRACTOR										
TOTAL	15									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
			1 BTW LY 19							
			1 10" BTW Post							
Josh MacKenzie	Driller	15	1 5 Foot BTW Rod For Anchor							
Norm Jacob	Heber	15	REMARKS Problem's with Drill							
			Moving - Moved Back, Drilled Anchor							
			- Fixed timber's							
ENGINEER			- Moved Back to 04 HEC01							
			Block ground							
REMAN			Bit change							
			Busy Day							



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 21 104
 LOCATION Kelly Claim's SHIFT Day
 DRILL NO. 551 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	4									
2. CASING	2		04 KELO2	-70	NQ C33	0	5	5		
3. DRILLING	6		04 KELO2	-50	BTW	170	205	35 FT		
4. REAMING CAVE/CASING										
5. WATERLINE										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12. Drilling	2		04 KELO2	-70	BTW	5	15	10 FT		
13.										
TOTAL	14									
14. TRUCK										
15. TRACTOR										
TOTAL	14									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	1 NQ Shoe							
			1 HWL Shoe							
Josh Mackenzie	Driller	14								
Norm Jacob	Helper	14	REMARKS							
			04 KELO1 - Very Blocky ground							
			- Pulled rods							
			- Finished Hole							
ENGINEER			04 KELO2 - Drove Anchor 6 FT							
			- Tuff Start							
DREMAN			Busy Day							



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 22 / 04

LOCATION Kelly Claim's SHIFT D.

DRILL NO. J51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	5		04HFL3	-50°	BTW					
2. CASING	2		04HFL3	-5	NQ	0	10	10 ^{FT}		
3. DRILLING	1	30	04HFL2	-70	BTW	15	24	9 ^{FT}		
4. REAMING CAVE/CASING	1		04HFL3	-50	NQ	0	5	5 ^{FT}		
5. WATERLINE										
ELEV. _____										
LENGTH _____										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
11. Anchor	1	30	04HFL3	-75	BTW	0	11	11 ^{FT}		
12. Drilling	3		04HFL3	-50	BTW	9	30	30 ^{FT}		
TOTAL	15									
14. TRUCK										
15. TRACTOR										
TOTAL	15									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh Mackenzie	Driller	15								
Norm Jacob	Helper	15	REMARKS - Finish ⁰⁴ HFL 02 - 24 ^{FT}							
			- Moved							
			- Drive Anchor Loss							
ENGINEER	<i>[Signature]</i>		Blackly Ground							
			- Built Pad for Drill							
FOREMAN	<i>[Signature]</i>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 23/04

LOCATION Helly Lumps SHIFT Day

DRILL NO. 751 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING	2		04WZ3	-50	BW	10	8	8"		
3. DRILLING	11	30	04WZ3	-50	BTW	30	95	55 ^{ft}		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS	1	30								
9. STAND-BY										
10. TRAVELLING										
11.										
12.										
13.										
TOTAL	14									
14. TRUCK										
15. TRACTOR										
TOTAL	14									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh MacKenzie	Driller	14								
Norm Jacob	Driller Helper	14	REMARKS: Best Wireline Attachment Straighten it							
ENGINEER	A. McFall		Trained Norm Blockie / round							
FOREMAN	Josh MacKenzie									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD

WHITEHORSE, Y.T.

Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 24 / 04

LOCATION helly claims SHIFT Day

DRILL NO. J51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	12		044603	50	2 1/2	75	155	60		
4. REAMING CAVE/CASING										
5. WATERLINE ELEV. _____ LENGTH _____										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
TRAVELLING										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh Macenzie	Driver	12								
Norm Jacob	Driller	5								
			REMARKS Problem with tubes. Pulled 3 times							
ENGINEER	<i>[Signature]</i>		BLOCKY GROUND 1 MOTOR STOP WHILE CAUSE WET CAUSE DISPLAY SET DAMAGED HAD TO REACTIVE THE DRILL.							
REMAN	<i>[Signature]</i>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____

DATE JULY 24-04

LOCATION KELLY CLAIM'S

SHIFT NIGHT

DRILL NO. J51

WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	12		04KFL03	50	BTW	155	194	39		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
J. TRAVELLING										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Normand Jacob.	DRILLER	12								
BOB MELLAN	HELPER	12								
			REMARKS							
			BLOCKY GROUND							
			IMOTOR QUITE							
			BECAUSE RPT WONS WET.							
			IDM JON JUMPED ON THE							
			OE PLAC EUCO AND HAD							
			TO BEY REAL TIME D							
			HAD TO REAMINE							
			F							
ENGINEER	<i>[Signature]</i>									
FOREMAN	Normand Jacob.									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 25 / 04

LOCATION Kelly Lam SHIFT Day

DRILL NO. JSI WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	5	2	04HEL04	-50	ATW					
2. CASING	3	30	04HEL4	-50	BTW	0	11	11		
3. DRILLING	3		04HEL3	-50	BTW	194	200	6		
4. REAMING CAVE/CASING	1		04HEL4	-50	BTW	0	5	6		
5. WATERLINE ELEV. _____ LENGTH _____										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS	1	30			Fixed Pressure Pump					
9. STAND-BY										
10. TRAVELLING										
12. Anchor	1		04HEL4	-75	BTW	0	12	12		
13. Drilling	1		04HEL4	-50	BTW	0	13	13		
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh Mackenzie	Driller	12								
Rafe	Helper	12	REMARKS 04 HEL 04 RUFF start							
ENGINEER	<i>[Signature]</i>									
FOREMAN	<i>[Signature]</i>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE JULY 25-04
 LOCATION KELLY CLAIMS SHIFT NIGHT
 DRILL NO. JS1 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING	2									
3. DRILLING 0	4		04 FEB	-50	Btw	13	24	15'		
4. REAMING CAVE/CASING										
5. WATERLINE ELEV. _____ LENGTH _____										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
NORMAND JACOB	DRILLER	12								
BOB MELLAN	HELPER	12								
			REMARKS							
			BLOCKY GROUND							
			Lost RETURN							
ENGINEER <i>[Signature]</i>			ADD 4 FEET CASING							
FOREMAN			HIT CLAY							
NORMAND JACOB			GOT STUCK							
			RELINE THE DRILL							



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 26

LOCATION Kelly Claim's SHIFT Day

DRILL NO. J51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	10		04H24	-50	BTW	29	95	68'		
4. REAMING CAVE/CASING										
5. WATERLINE ELEV. _____ LENGTH _____										
6. CONDITIONING HOLE	1		04H24	-50	BTW	24	40	12		
7. TESTING										
8. REPAIRS	1		Water	Swivel		1 Pressure	Pump			
9. STAND-BY										
10. TRAVELLING										
11.										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh MacKenzie	Driller	12	1 Pole Linseed Soap							
Rafe Etzel	Helper	12	REMARKS Tuff to Ground Clay, Broken, Blocky 1 Tube							
ENGINEER	<i>[Signature]</i>									
FOREMAN	<i>[Signature]</i>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE JULY 26
 LOCATION KELLY CLAIMS SHIFT NIGHT
 DRILL NO. J51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	12		04/KEL	50	8TW	95	185	90		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
11.										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
NORM, JACOB	DRILLER									
BOB MELLAN	HELPER		REMARKS							
ENGINEER	<i>[Signature]</i>		GOOD DRILLING NIGHT							
FOREMAN	<i>[Signature]</i>									



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 26
 LOCATION Kelly's SHIFT Day
 DRILL NO. JSI WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	4		041123	-50	BTW					
2. CASING	042		041123	-50	BTW	0	6	6		
3. DRILLING	02		041124	50	BTW	195	194	90		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE	1		041123	-50	BTW	0	5	5		
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12. Anchor	1	30	041123	-60	BTW	0	11	11		
13. Drilling	1	30	041123	-50	BTW	0	10	10		
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Desh Mackenzie	Driller	12								
Rufe Etzel	Helper	12	REMARKS - leveled Pad Ruff start							
ENGINEER										
FOREMAN										



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE JULY 26
 LOCATION KELLY CLAIMS SHIFT NIGHT
 DRILL NO. J 51 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING	1	30	04KELY	-50	BTW	6	9	3		
3. DRILLING	10	30	04KELY	-50	BTW	10	70	60		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12.										
13.										
TOTAL										
14. TRUCK										
15. TRACTOR										
TOTAL										
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Norm. Jacob	DRILLER	12								
BOB MELKIN.	Helper	12	REMARKS							
			BEGIN BROKEN							
ENGINEER			GROUND - all,							
			CASING							
FOREMAN										
Norm. Jacob										



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 27

LOCATION Kelly Claim's SHIFT Day

DRILL NO. 551 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	12		04423	-50	BTW	70	215	145		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____</small> <small>LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	1 Pale Rod Grease							
			1 Pale Linseed Soap							
Josh Machenzic	Driller	12								
Rafe Etzel	Helper	12	REMARKS Broken Blocky Ground							
ENGINEER										
FOREMAN			<i>John M. [Signature]</i>							



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD WHITEHORSE, Y.T. Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE JULY 27,
 LOCATION KELLY CLAIM'S SHIFT NIGHT.
 DRILL NO. 551. WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING										
2. CASING										
3. DRILLING	12		04KEL450	50	BTW	215	288	165		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____</small> <small>LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12.										
13.										
TOTAL	12									
14. TRUCK										
15. TRACTOR										
TOTAL	12									
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	REMARKS							
<u>Norm Jacob</u>	<u>DRILLER</u>	<u>12</u>								
<u>BOB MELLAN</u>	<u>HELPER</u>	<u>12</u>								
			<u>BLOCKY GROUND</u>							
ENGINEER										
FOREMAN										
<u>Normand Jacob</u>										



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD

WHITEHORSE, Y.T.

Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 29

LOCATION Kelly Claim's SHIFT Day

DRILL NO. JS1 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	1		04HE23A	-65	BTW					
2. CASING	2		04HE3A	-65	BTW	0	11	11		
3. DRILLING	1	30	04HE3	-50	BTW	280	303	23		
4. REAMING CAVE/CASING										
5. WATERLINE										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS	1		Fixed	Hydraulic	Hose	line				
9. STAND-BY										
10. TRAVELLING										
12. Pulling rods	4	30	04HE03	-50	BTW					
13. Drilling	2		04HE3A	-65	BTW	0	45	45		
TOTAL	17									
14. TRUCK										
15. TRACTOR										
TOTAL	17									

DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE	
NAME	TITLE	TIME		
Josh Mackenzie	Driller	12		
Rafe Etzel	Helper	12		
			REMARKS Had to pull, hole Layed in, Very hard to pull, Lost 04HE03, started 04HE03A	
ENGINEER				
FOREMAN				
<i>Josh Mackenzie</i>				



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD

WHITEHORSE, Y.T.

Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE _____

LOCATION _____ SHIFT _____

DRILL NO. _____ WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING						45	100	55		
2. CASING										
3. DRILLING	4		04-REL-450		BTW	45	100	55		
4. REAMING CAVE/CASING										
5. WATERLINE <small>ELEV. _____ LENGTH _____</small>										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING										
12. TIE R DOWN	4									
13.										
TOTAL										
14. TRUCK										
15. TRACTOR										
TOTAL										
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME	REMARKS							
Norm Jacob	DRILLER	8								
BOB MELLAN	HELPER	8								
ENGINEER			FINISH HOLE							
FOREMAN			TORN DOWN							
Normand Jacob										



E. Caron Diamond Drilling Limited

7 ROUNDEL ROAD

WHITEHORSE, Y.T.

Y1A 3H3

DAILY REPORT

CONTRACT _____ DATE July 29

LOCATION Kelly (Larm's) SHIFT Day

DRILL NO. 751 WORK NO. _____

	HRS.	MIN.	HOLE NO.	ANGLE	SIZE	FROM	TO	FOOTAGE DRILLED	CHARGE-ABLE	NON-CHARGE-ABLE
1. MOVING	7		Chopper Move			out.	6 loads	Drill		
2. CASING							2 loads	Legs		
3. DRILLING							2 loads	Boys 2nd Crew		
4. REAMING CAVE/CASING										
5. WATERLINE										
6. CONDITIONING HOLE										
7. TESTING										
8. REPAIRS										
9. STAND-BY										
10. TRAVELLING	4									
12.										
13.										
TOTAL										
14. TRUCK	2		Loaded			Steve				
15. TRACTOR										
TOTAL										
DAILY TIME			MATERIAL CONSUMED AND CHARGEABLE							
NAME	TITLE	TIME								
Josh Mackenzie	Driller	13								
Norm Jacob	Driller	13								
Rafe Etzel	Helper	13								
Bob Mellan	Helper	13	REMARKS							
ENGINEER										
FOREMAN			Josh Mackenzie							

HELICOPTER
Smith

DATE: 15/07/04 INITIALS: [Signature]

CASH COUNT (include coupons)

NS
X10
X50
X50
X100
X
X
X
COIN

CASH SUBTOTAL \$

CREDIT ACCOUNT OF

CHEQUE IDENTIFICATION

1 NAME: CHEQUE REF# / INVO#

2

3

4

5

6

7

8

9

10

TOTAL # OF CHEQUES

CHEQUE SUBTOTAL \$ 26,000

Royal Bank

DEPOSIT SUMMARY

CASH SUBTOTAL

CHEQUE SUBTOTAL

U.S. CASH

RATE

U.S. CHEQUES

RATE

DEPOSIT TOTAL \$ 26,000

1000023001

RBC Royal Bank

DATE: July 23/04

TRANSIT: 00319 ACCOUNT NO: 5004577 IF US \$ ACCOUNT

ASK US ABOUT OUR INVESTMENT OPTIONS

CLIENT NAME(S): WIK KERRON

INITIALS: [Signature]

DEPOSITION TELLER: [Signature]

DEPOSIT SLIP

CASH

CHEQUES, OTHER ITEMS: 5269.54

SUB-TOTAL

NET DEPOSIT \$ 5269.54

KARMONIA

Keane Helicopters

CURRENT ACCOUNT DEPOSIT SLIP

DATE: 23/07/04 INITIALS: [Signature]

CASH COUNT (include coupons)

NS
X10
X50
X50
X100
X
X
X
COIN

CASH SUBTOTAL \$

CREDIT ACCOUNT OF

LIST OF CHEQUES PLEASE LIST FOREIGN COUNTRIES OF ISSUANCE OF TRANSIT DEPOSIT

CHEQUE IDENTIFICATION

1 NAME: CHEQUE REF# / INVO#

2

3

4

5

6

7

8

9

10

TOTAL # OF CHEQUES

CHEQUE SUBTOTAL \$ 26,000

DEPOSIT SUMMARY

CASH SUBTOTAL

CHEQUE SUBTOTAL

U.S. CASH

RATE

U.S. CHEQUES

RATE

DEPOSIT TOTAL \$ 26,000

1000023001

COPY

KLUANE

CHARTER TICKET: KH 1251

HELICOPTERS A DIVISION OF 528470 ALBERTA LIMITED
 P.O. BOX 2128, HAINES JUNCTION, YUKON TERRITORY, CANADA Y0B 1L0
 TELEPHONE: (403) 634-2224 • FAX: (403) 634-2228

CHARTERER: <u>Keed Cr. Group (Sul's Poystale)</u>						
ADDRESS: <u>2540 Bowen Road. Nonaimo</u> <u>BC. V6T 3L3</u>						
DATE: <u>7-30-04</u>	A/C TYPE <u>AS332B2</u>	A/C REG. <u>C-GTR11</u>	PURCHASE ORDER #		FORESTRY TICKET No.	
FLIGHT DESCRIPTION			TIME UP	TIME DOWN	HOURS	RATE
Haines Jct - Keed Cr.			858	938	0.7	
Demob drill			946	1028	0.7	
Demob drill			1035	1140	1.1	
Demob drill - 2 loads CORE			1147	1210	0.4	
Haines Jct.			1240	1320	0.7	
					3.6	1595
						5742.00
4 loads between 1880-2000 lbs. 1 trip with chiller's						
CONTRACT No.	CONTRACT DAYS	MINIMUM HOURS	DAILY MINIMUMS		FUEL:	
					648.00	
CHARTERER FUEL:		COMPANY FUEL:		OIL:		
DRUMS:		GALLONS	6	/GAL	MEALS:	
GALLONS		LITRES:	648	8.125	LODGING:	
LITRES:					6390	
					G.S.T. REG. 132708809	
					447.30	
CHARTERER AUTHORIZATION:		PILOT:		TOTAL: \$		
<i>[Signature]</i>		<i>[Signature]</i>		6837.30		

SIGNING OF THIS TICKET BY AUTHORIZED REPRESENTATIVES CONSTITUTES THE RIGHT BY THE CARRIER TO CHARGE 3% PER MONTH INTEREST ON ALL ACCOUNTS OVER 30 DAYS.

paid by bank transfer
 TOTAL: \$ 6837.30
 6400.00
 2837.30

KLUANE

CHARTER TICKET: KH 1225

HELICOPTERS A DIVISION OF 528470 ALBERTA LIMITED
 P.O. BOX 2128, HAINES JUNCTION, YUKON TERRITORY, CANADA Y0B 1L0
 TELEPHONE: (403) 634-2224 • FAX: (403) 634-2228

CHARTERER: Kelly Creek Loop / Sulo Poystila.
 ADDRESS: 2540 Bowen Road. Nanaimo
BC V6T 3L3

DATE: <u>7-20-04</u>	A/C TYPE: <u>A350B2</u>	A/C REG.: <u>CGTQH</u>	PURCHASE ORDER #	FORESTRY TICKET No.
----------------------	-------------------------	------------------------	------------------	---------------------

FLIGHT DESCRIPTION	TIME UP	TIME DOWN	HOURS	RATE	SUB-TOTAL
<u>17.5 1118</u>	<u>945</u>	<u>1020</u>	<u>0.6</u>		
<u>1 load 2 Drills</u>	<u>1058</u>	<u>1107</u>	<u>0.2</u>		
<u>4 loads</u>	<u>1117</u>	<u>1219</u>	<u>1.0</u>		
<u>2 loads</u>	<u>1232</u>	<u>1306</u>	<u>0.6</u>		
<u>RC - 1118</u>	<u>1340</u>	<u>1348</u>	<u>0.1</u>		
<u>Return to H.J</u>	<u>1400</u>	<u>1436</u>	<u>0.6</u>		
			<u>3.1</u>	<u>1570.00</u>	<u>4845.00</u>

CONTRACT No.	CONTRACT DAYS	MINIMUM HOURS	DAILY MINIMUMS	FUEL: <u>527.00</u>	<u>527.00</u>
--------------	---------------	---------------	----------------	---------------------	---------------

CHARTERER FUEL:	COMPANY FUEL:	OIL:
DRUMS:	GALLONS <u>3</u> /GAL.	MEALS:
GALLONS	LITRES: <u>527 @ 1.00</u> /LTR.	LODGING:
LITRES:		<u>5472.00</u>
	G.S.T. REG. 122708809	<u>383</u>

CHARTERER AUTHORIZATION: <u>[Signature]</u>	PILOT: <u>[Signature]</u>	TOTAL: \$ <u>5853.00</u>
---	---------------------------	--------------------------

SIGNING OF THIS TICKET BY AUTHORIZED REPRESENTATIVES CONSTITUTES THE RIGHT BY THE CARRIER TO CHARGE 3% PER MONTH INTEREST ON ALL ACCOUNTS OVER 30 DAYS.

KELLY CREEK GROUP

20 days

July 16 04 - July 04	Pickup rental @ 40.00 per h.	
	Cat. D7E repair road & drill site 8 h. 50 min	
	@ \$100.00 per h.	783.00
July 20	Cat. drill pad 2 hrs.	200.00
July 22	Excavator 3.5 hr @ \$80.00	280.00
July 23	" 1 hr.	80.00
July 25	Work on drill 2 hrs @ \$25.00	50.00
July 26	4 wheels.	40.00
July 28	More drill excavator	240.00
	DIESEL FUEL 900 LT.	900.00

2573.00

LORNE SMITH
 BOX 2024 HAINES JUNCTION
 YDB-110

Lorne Smith

TD BANK
 ACC No. 211104
 BRANCH No 9996

ASSAYS

GREYHOUND LINES OF CANADA
2191 2ND AVE.
WHITEHORSE NT

CARD NUMBER [REDACTED]
ACCOUNT TYPE CHEQUING
DATE/TIME 2004/12/14 15:19:09
RECEIPT NUMBER 880544779-207-005
PURCHASE
TOTAL AMOUNT 4510.21

OD APPROVED AUTH. # 000600
THANK YOU

GREYHOUND CDA TRANS CORP
GST NO. 891646655RT1 WAYBILL NO. 71497555953

VANCOUVER BC

PREPAID DEBIT

CONSIGNEE ACM001 REF:

ACME ANALYTICAL LAB LTD
852 E HASTINGS ST
VANCOUVER BC V6A1R6 604-253-3158

SHIPPER
LARRY TREMBLAY
REED CREEK PLACERS

WHITEHORSE YT
REFERENCE:

WHITEHORSE 497 309773
12/14/04 2:26 PM 21
ACTUAL WEIGHT 212.0 LBS
DECLARED VALUE NDV

5 PIECES

EXPRESS 120.11
GSTBC 8.41

TOTAL 128.52

SHIPPER RECEIPT

STATION TO DOOR

FORM 256 REV 01/10/03

GREYHOUND CDA TRANS CORP
GST NO. 891646655RT1 WAYBILL NO. 71497555931

VANCOUVER BC

PREPAID DEBIT

CONSIGNEE ACM001 REF:

ACME ANALYTICAL LAB LTD
852 E HASTINGS ST
VANCOUVER BC V6A1R6 604-253-3158

SHIPPER
LARRY TREMBLAY
REED CREEK PLACERS

WHITEHORSE YT
REFERENCE:

WHITEHORSE 497 309771
12/14/04 2:23 PM 21
ACTUAL WEIGHT 201.7 LBS
DECLARED VALUE NDV

5 PIECES

EXPRESS 115.61
GSTBC 8.09

TOTAL 123.70

STATION TO DOOR

FORM 256 REV 01/10/03

GREYHOUND CDA TRANS CORP
GST NO. 891646655RT1 WAYBILL NO. 71497555942

VANCOUVER BC

PREPAID DEBIT

CONSIGNEE ACM001 REF:

ACME ANALYTICAL LAB LTD
852 E HASTINGS ST
VANCOUVER BC V6A1R6 604-253-3158

SHIPPER
LARRY TREMBLAY
REED CREEK PLACERS

WHITEHORSE YT
REFERENCE:

WHITEHORSE 497 309772
12/14/04 2:24 PM 21
ACTUAL WEIGHT 243.0 LBS
DECLARED VALUE NDV

5 PIECES

EXPRESS 134.06
GSTBC 9.38

TOTAL 143.44

STATION TO DOOR

FORM 256 REV 01/10/03

SHIPPER RECEIPT

SHIPPER RECEIPT
WHITEHORSE 497 309774
12/14/04 2:27 PM 21
ACTUAL WEIGHT 183.0 LBS
DECLARED VALUE NDV
4 PIECES
EXPRESS 107.06
GSTBC 107.49
TOTAL 114.55

SHIPPER RECEIPT

SHIPPER RECEIPT
WHITEHORSE 497 309772
12/14/04 2:24 PM 21
ACTUAL WEIGHT 243.0 LBS
DECLARED VALUE NDV
5 PIECES
EXPRESS 134.06
GSTBC 9.38
TOTAL 143.44

LIABILITY FOR LOSS OR DELAY IS LIMITED BY CARRIER.
LIABILITY LIMITED TO \$50 FOR LOSS OR DAMAGE UNLESS OTHERWISE OCCASIONED
BY NEGLIGENCE OR GREATER VALUE DECLARED AT TIME OF SHIPPING. REFER TO
TARIFFS AND CONDITIONS OF CARRIAGE FOR DETAILS OR CONSULT AGENT.

LIABILITY FOR LOSS OR DELAY IS LIMITED BY CARRIER.
LIABILITY LIMITED TO \$50 FOR LOSS OR DAMAGE UNLESS OTHERWISE OCCASIONED
BY NEGLIGENCE OR GREATER VALUE DECLARED AT TIME OF SHIPPING. REFER TO
TARIFFS AND CONDITIONS OF CARRIAGE FOR DETAILS OR CONSULT AGENT.

LIABILITY FOR LOSS OR DELAY IS LIMITED BY CARRIER.
LIABILITY LIMITED TO \$50 FOR LOSS OR DAMAGE UNLESS OTHERWISE OCCASIONED
BY NEGLIGENCE OR GREATER VALUE DECLARED AT TIME OF SHIPPING. REFER TO
TARIFFS AND CONDITIONS OF CARRIAGE FOR DETAILS OR CONSULT AGENT.

**ACME ANALYTICAL LABORATORIES LTD.**

852 East Hastings,, Vancouver, B.C., CANADA V6A 1R6

Phone: (604) 253-3158 Fax: (604) 253-1716

Our GST # 100035377 RT

**REED CREEK PLACERS**Box 309
Cedar, BC
V9X 1W1Inv.#: **A407731**
Date: Jan 6 2005

QTY	ASSAY	PRICE	AMOUNT
96	GROUP 3B - AU @	11.00	1056.00
96	R150 - CORE @	5.25	504.00
			<hr/>
	RXCR - 285.50 kg @ \$0.80/kg		1560.00
	RXS - 285.50 kg @ \$0.30/kg		228.40
			85.65
			<hr/>
		GST Taxable	1874.05
		7.00% GST	131.18
			<hr/>
		CAD \$	2005.23

Project: Kelli Creek
Samples submitted by Larry Tremblay*Paid by Reed Creek Check. 531
Jan 10 2005*

COPIES 1

Please pay last amount shown. Return one copy of this invoice with payment.
TERMS: Net two weeks. 1.5 % per month charged on overdue accounts.

[COPY 2]



GEOCHEM PRECIOUS METALS ANALYSIS



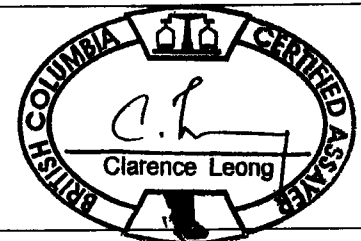
Reed Creek Placers PROJECT Kelli Creek File # A407731 Page 1

Box 309, Cedar BC V9X 1W1 Submitted by: Larry Tremblay

SAMPLE#	Au** ppb	Sample kg
SI	4	-
K001	4	1.94
K002	7	3.97
K003	5	4.39
K004	12	4.20
K005	11	4.46
K006	22	4.70
K007	27	4.50
K008	51	4.30
K009	53	4.29
K010	22	4.39
K011	56	4.55
K012	7	5.37
K013	13	3.73
K014	8	3.51
K015	20	3.52
K016	18	2.21
K017	12	3.95
K018	25	4.55
K019	5	2.58
K020	2	3.91
RE K020	2	-
RRE K020	3	-
K021	4	3.80
K022	3	3.00
K023	<2	2.67
K024	14	4.26
K025	11	4.38
K026	11	4.55
K027	6	3.60
K028	5	3.79
K029	3	6.25
K030	5	4.40
K031	<2	4.87
K032	7	5.29
K033	2	4.11
STANDARD AU-R2	589	-

GROUP 3B - FIRE GEOCHEM AU - 30 GM SAMPLE FUSION, DORE DISSOLVED IN AQUA - REGIA, ICP ANALYSIS. UPPER LIMITS = 10 PPM.
- SAMPLE TYPE: CORE R150 60C Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.

Data N FA _____ DATE RECEIVED: DEC 20 2004 DATE REPORT MAILED: Dec 31/04



All results are considered the confidential property of the client. Acme assumes the liabilities for actual cost of the analysis only.



SAMPLE#	Au** ppb	Sample kg
K034	15	4.66
K035	13	4.35
K036	34	4.40
K037	19	4.94
K038	7	4.24
K039	11	4.54
K040	17	5.39
K041	6	4.81
K042	6	3.04
K043	6	3.28
K044	7	3.26
K045	18	3.92
K046	120	3.56
K047	17	4.41
K048	64	1.81
K049	10	3.44
K050	24	4.37
RE K050	27	-
RRE K050	22	-
K051	148	4.19
K052	17	3.99
K053	21	3.61
K054	32	3.06
K055	11	3.55
K056	5	3.54
K057	2	5.15
K058	3	3.85
K059	3	3.19
K060	9	3.61
K061	5	3.76
K062	4	3.16
K063	5	3.06
K064	6	2.87
K065	3	2.51
K066	9	2.99
STANDARD AU-R2	589	-

Sample type: CORE R150 60C. Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.



SAMPLE#	Au** ppb	Sample kg
K067	4	4.61
K068	<2	4.90
K069	2	4.16
K070	7	2.31
K071	191	3.91
K072	10	2.26
K073	4	3.45
K074	4	3.81
K075	5	3.51
K076	4	4.10
K077	8	4.35
K078	17	4.30
K079	12	5.05
K080	8	6.69
RE K080	6	-
RRE K080	9	-
K081	65	4.02
K082	110	4.26
K083	21	3.44
K084	135	4.27
K085	41	3.15
K086	150	3.84
K087	169	3.56
K088	172	3.65
K089	5	5.44
K090	3	3.75
K091	8	4.76
K092	14	4.70
K093	16	5.39
K094	14	3.56
K095	96	3.50
K096	25	4.30
STANDARD AU-R2	589	-

Sample type: CORE R150 60C. Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.

Yukon Energy, Mines & Resources Library



1000762249

DATE DUE