YEIP 04-052 2004

> YMIP 04-052 by 19651 Yukon Inc.

BISHOP CREEK DRILL PROGRAM SUMMARY REPORT

Location and Access	p.2
History	p.2
Geology	p.3
Work Done	
Drill logs and Results	p.4-14
Recommendations	p.15
Statement of Expenditures	

LOCATION AND ACCESS

The proposed project is in the Indian River area covered by UM 1 to 13 (P 45347 to P45359) placer claims, and DUN 1 to 24 quartz claims (YC20619-YC20642). The placer claims where staked in 2003 to cover the placer rights overlying these quartz claims on this unnamed left limit tributary to Indian River, known locally as Bishop Creek. This is in the Dawson Mining District on 115-0-11 NTS map sheet, Lat 63*42', Long 136*00'. This location is approx. 85 kms. by road south and east of Dawson City.

The prospect is accessed from Dawson City via the Hunker or Bonanza Creek roads off the Klondike Highway east of Dawson City. The Quartz Creek road is then followed downstream to the mouth of Quartz Creek to the old sunken dredge. The road turns left just before the dredge and goes upstream along the Indian River for approx. 9 kms. to the Indian River Hay Farm. From the farm one travels along an old Cat trail for 1.5 kms. to the edge of the DUN claims at Bishop Creek, by ATV 4-wheeler or snowmobile. Traveling another 0.5 km. upstream along the old Cat trail takes you to the start of the placer lease. From here the Cat trail is followed another 0.5 km. upstream to the discovery drill hole beside Bishop Creek

HISTORY

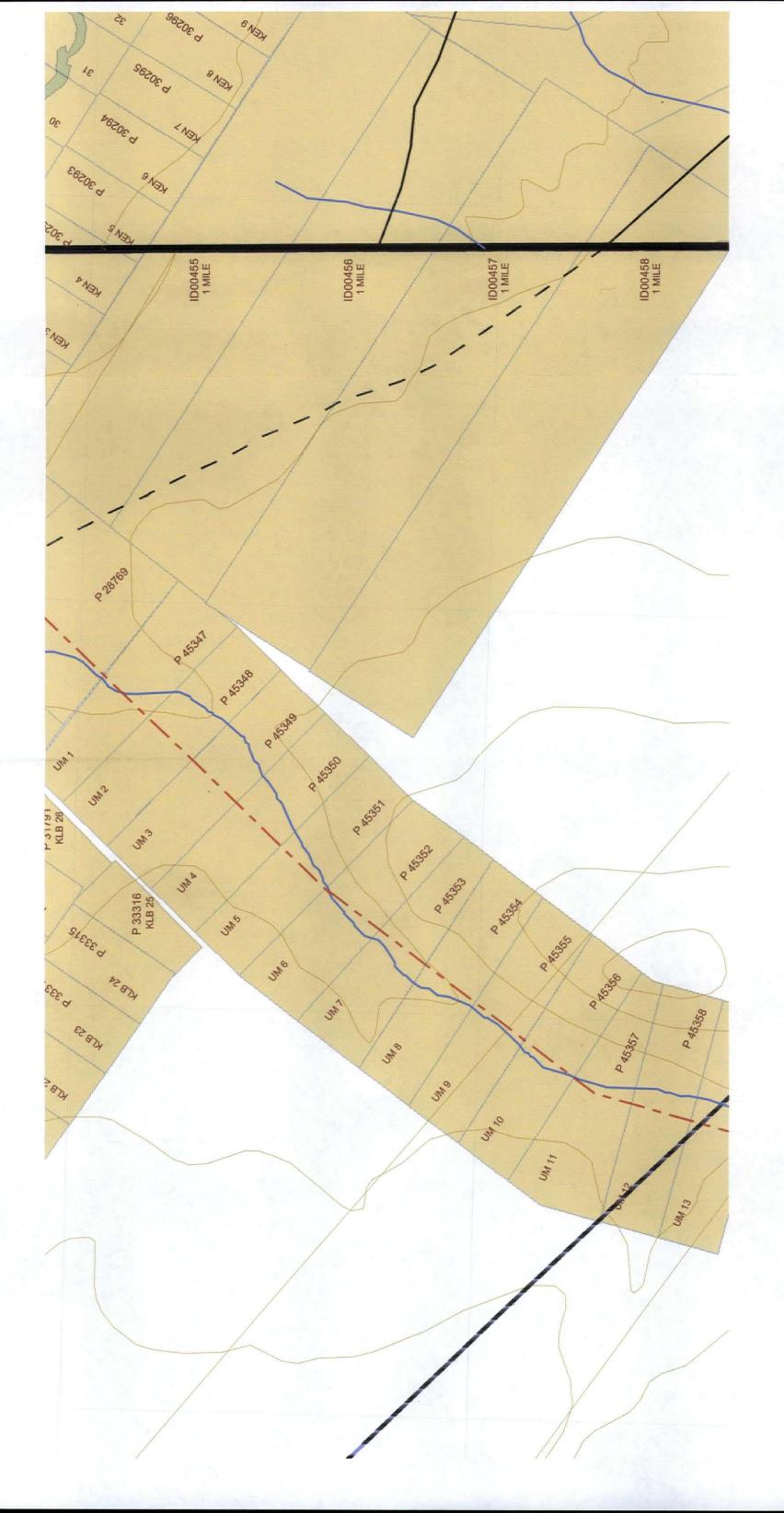
The proposed target is a placer Au prospect that was discovered while testing the PGE potential of the Indian River Dunite, covered by the DUN 1 to 24 claims. While drilling the eroded central portion of this ultramafic, which is cut by Bishop Creek, placer Au particles were discovered on the gravel - bedrock contact zone. Twenty mg of Au was recovered from each of the two six-inch auger drill holes, DUN-02-004-DH and DUN-02-006-DH. These holes were on the right and left limit of a deeper central channel of Bishop Creek. The Au weights of these two samples are economical values at the current prices and depths encountered here. Another drill hole, Dun-02-003-DH, between 004-DH and 006-DH, drilled to refusal in a boulder layer and no bedrock was encountered. This central drill hole beside Bishop Creek showed the deepest layer of alluvium of all the drill holes and bedrock still was not seen. A shaft was dug on this drill hole during the 2003 spring program and encountered bedrock at 37'. The value of the gravel from the 2.5 yd^3 hoisted to surface from the shaft bottom came out to 1.0 grams/yd^3. The gravel layer from this shaft bottom was drifted out along bedrock for 8', during the fall/ winter of 2003, undercutting the creek toward drill hole, DUN-02-004-DH, on the right limit and hoisted to surface. This material is stock piled and will be processed in the spring of 2004. Panning has shown a similar 1 gram/yd^3 value for this drifted material from the colors that have been seen.

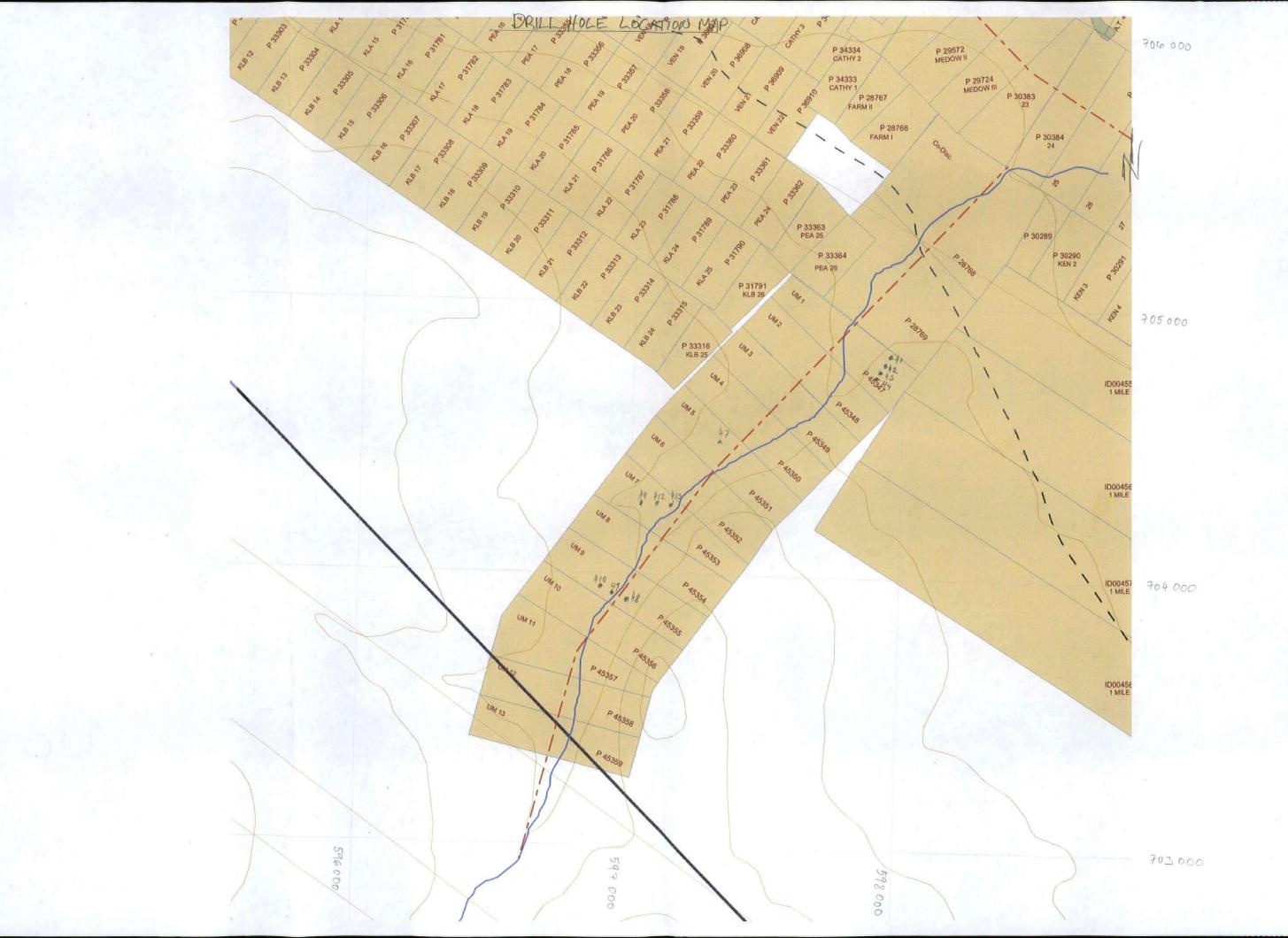
GENERAL GEOLOGY

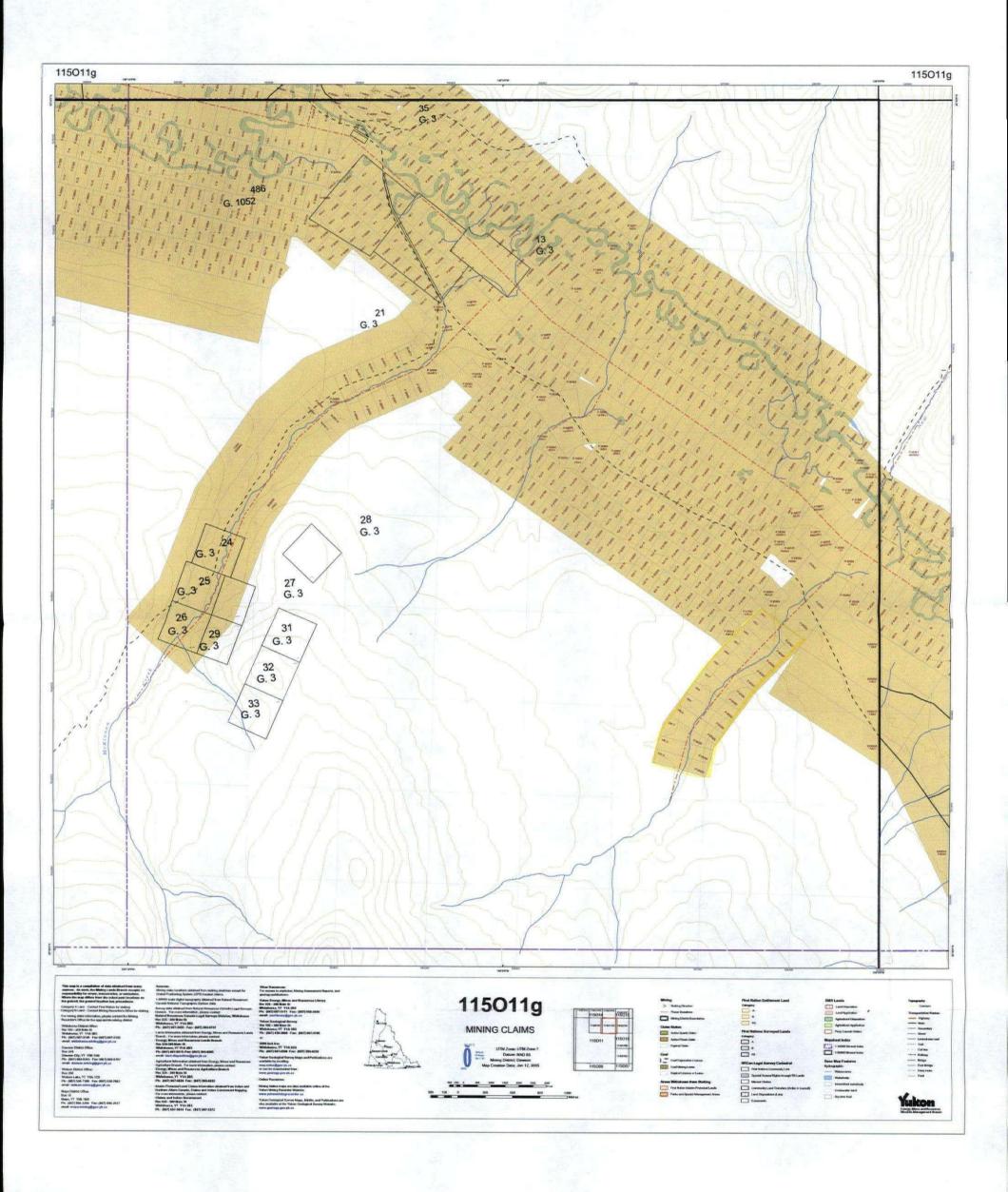
There are extensive quartz conglomerate beds at the head of Bishop Creek. This conglomerate/schist contact runs on a NNW angle and cuts through Montana Creek, Bismark Creek, Stowe Creek and Bishop Creek. On Montana Creek, the authors have developed a gold placer, which occurs where the conglomerate is cut through to the basal schist unit. Encouraging drill holes have been discovered at this contact point on Bismark Creek, and work on this creek is ongoing. Stowe Creek is currently being mined for placer gold from the schist/conglomerate contact point and downstream. On Bishop Creek the schist unit outcrops on the upstream side of the ultramafic unit two thousand feet from the mouth, at Indian River. The dunite/ultramafic itself may be a source of some of the placer Au enrichment.

WORK DONE

- Moving the drill up to Bishop Creek
- Drilling next to the shaft H7
- Moving the drill 2500 'upstream
- Drilling of 3 holes H8, 9, 10 on a line crosscutting claim UM #9
- Moving the drill downstream to UM #7 on left limit of the Creek
- Drilling of 3 holes H11, 12, 13 from left limit over toward the right limit on 100 'centers on a line crosscutting claim UM #7
- Moving the drill out
- Set-up of the sampling gear and sample processing
- Moving the drill back in and drilling 4 holes H 01-04 on lower claims crosscutting Indian River influences
- Processing samples and grade calculations







DRILL LOGS AND RESULTS

Drill Program - Bishop Creek - 2004

Location – On Um #5 claim 25' from shaft

GPS Coordinates- <u>07V 0597647</u>

UTM 7064634

Time Started- 12:00 Time Finished – 4:30

Hole # - BSHP-H7 Auger Size- 5 3/4"

Depth of Muck- 27' Gravel Interval- 7.5' Depth to Bedrock- 34.5' Depth Drilled- 35.5'

Interval Sampled- 31'-35.5 No. of Pails- 3

Comments-

0'-27': sandy silt to 5' then thawed gravel

27'-31': sand, pebbles, small rocks

31'-34.5': gravel, some coarse drilling

Bedrock is a hard dunite

Sample panned: a couple of fine colors, some super fine gold.

Abundant heavys of garnet and black sand

Driller- Vern Matkovich Date- April 3/04

Location - On Um #11

GPS Coordinates-

<u>07V 0596969</u>

UTM 7063921

Time Started- 10:00

Time Finished –12:30

Hole # - BSHP-H8

Auger Size- 5 3/4"

Depth of Muck- 36'

Gravel Interval- 3'

Depth to Bedrock- 39'

Depth Drilled-41'

Interval Sampled- 37'-41'

No. of Pails- 3

Comments-

0'-25': organics and mud

25'-28': sand, pebbles, small rocks

28'-36': muck

36'-39': gravel, some coarse drilling

39'-41': hard bedrock

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date-April 4/04

Drill Program - Bishop Creek - 2004 Location - On Um #11 60' west of H-8

GPS Coordinates-

07V 0596946

UTM 7063929

Time Started- 12:45

Time Finished -3:00

Hole # - BSHP-H9

Auger Size- 5 3/4"

Depth of Muck- 33.5'

Gravel Interval- 2'

Depth to Bedrock- 35.5'

Depth Drilled-37'

Interval Sampled- 33.5'-37'

No. of Pails-2

Comments-

0'-33.5': organics and mud

33.5'-35.5': sand, pebbles, small rocks

35.5'-37': decayed schist bedrock

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date-April 4/04

Drill Program - Bishop Creek - 2004 Location - On Um #11 60' west of H-9

GPS Coordinates-

<u>07V 0596932</u>

UTM 7063938

Time Started- 3:15
Hole # - BSHP-H10
Depth of Muck- 34'

Time Finished -6:30 Auger Size- 5 3/4"

Gravel Interval- 2'

Depth to Bedrock- 36' Interval Sampled- 34'-38' Depth Drilled-38'
No. of Pails-3

Comments-

0'-34': organics and mud

34'-36': sand, pebbles, small rocks

36'-38': decayed schist bedrock

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date- April 6/04

Drill Program - Bishop Creek - 2004 Location - On Um #9 left limit seep/pup GPS Coordinates- 07V 0597110

UTM 7064344

Time Started-11:15
Hole # - BSHP-H11
Depth of Muck- 9'
Depth to Bedrock- 11'
Interval Sampled- 9'-13'
Time Finished -1:30
Auger Size- 5 ¾"
Gravel Interval- 2'
Depth Drilled-13'
No. of Pails-2

Comments-

0'-9': organics, mud, and rocks

9'-11':gravel, pebbles, small rocks, high quartz content

11'-11.5': quiet clay?

11.5'-13': decayed conglomerate refusal at 13'

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich Date- April 10/04

Location - On Um #9 left limit seep/pup 100' east of H12

GPS Coordinates-

07V 059

UTM 7064

Time Started-2:00 Hole # - BSHP-H12 Time Finished -5:30 Auger Size- 5 3/4"

Depth of Muck-10'

Gravel Interval- 2'

Depth to Bedrock-25'

Depth Drilled-25'

Interval Sampled-23'-25'

No. of Pails-2

Comments-

0'-10': organics and mud

10'-12':gravel, high quartz content

12'-14': quiet, pulled up mud on bit

14'-23': grey clay muck

23'-25':decayed conglomerate refusal at 13'

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date-April 10/04

Location - On Um #9 left limit seep/pup 150' fromH12

GPS Coordinates- <u>07V 0597221</u>

UTM 7064362

Time Started-2:00
Hole # - BSHP-H13
Depth of Muck-30'
Depth to Bedrock-33'
Interval Sampled-30'-35'
Time Finished -5:30
Auger Size- 5 ¾"
Gravel Interval-3'
Depth Drilled-35'
No. of Pails-2

Comments-

0'-6': organics and mud

6'-30': grey muck

30'-33': coarse gravel, high quartz content

33'-35': quiet, some noise but tight

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich Date- April 14/04

Location - On Um #1 right limit 250m from Bishop Cr. Baseline

GPS Coordinates- 07V 0598051

UTM 7065009

Time Started-11:00 Time Finished -3:30

Hole # - BSHP-H1 Auger Size- 5 ¾"
Depth of Muck-4' Gravel Interval-3'

Depth to Bedrock-34

Depth Drilled-36'

Interval mpled-30'-35' No. of Pails-2

Comments-

0'-6': organics and mud

6'-30': grey muck

30'-33': coarse gravel, high quartz content

33'-35': quiet, some noise but tight

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date-April 19/04

Location - On Um #2 right limit 250m from Bishop Cr. Baseline

GPS Coordinates-

07V 0597974

UTM 7064857

Time Started-11:00

Time Finished -4:30

Hole # - BSHP-H2

Auger Size- 5 3/4"

Depth of Muck-5'

Gravel Interval-10'

Depth to Bedrock- 38'

Depth Drilled-38'

Interval Sampled-30'-38'

No. of Pails-5

Comments-

0'-5': organics and mud

5'-10': sandy brown gravel

10'-25': coarse gravel, high quartz content

25'-28': quiet, clay mud

28'-38': Course gravel to refusal at 38', high quartz content > 50%

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date- Jan 21/04

Location – On Um #2 right limit 250m from Bishop Cr. Baseline

GPS Coordinates-

07V 0597950

UTM 7064832

Time Started-10:00

Time Finished -4:30

Hole # - BSHP-H3

Auger Size- 5 3/4"

Depth of Muck-8'

Gravel Interval-15'

Depth to Bedrock-48'

Depth Drilled-50'

Interval Sampled-38'-48' No. of Pails-5

Comments-

0'-6': organics and mud

8'-16': sandy brown gravel

16'-31': coarse gravel

31'-36': quiet, sand and mud not bedrock, went back down hole

36'-48': coarse gravel, high quartz content in gravels

48'-50': Hard bedrock, conglomerate?

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich

Date- Jan 24/05

Location - On Um #2 250m from Bishop Cr baseline

GPS Coordinates- <u>07V 0597925</u>

UTM 7064808

Time Started-10:30 Time Finished -3:30

Hole # - BSHP-H4 Auger Size- 5 ¾"
Depth of Muck-10' Gravel Interval-7'
Depth to Bedrock- 40'? Depth Drilled-40'

Interval Sampled-33'-40' No. of Pails-5

Comments-

0'-10': organics and mud

10'-18': sandy brown gravel

18'-30': coarse gravel, high quartz content

30'-33': quiet, sand and mud

33'-40': coarse gravel, refusal at 40'(conglomerate?)

Sample panned: some super fine gold.

Heavys of garnet and black sand

Driller- Vern Matkovich Date- Jan. 26/05

RECOMMENDATIONS

- From the drilling done the gold appears to be coming from the edge of the conglomerate body and extending out from it in the schist and dunite.
- The pay streak we are seeing appears to be paralleling the Indian River influence along the edge of the conglomerate body which we are currently following.
- There is a possibility that a right limit gold bearing channel exists as this extension was not drilled.

The results obtained were sub economic, with only trace values being found on the upper claims. The values found in BSHP-H2 outside the Bishop Cr. Influence had similar gold and material characteristics that were seen in the drilling and shafting of 2003 and 2004. The only weighable values were 0.012 grams from 2005 BSHP-H2 and 0.004 grams from BSHP-H7 of April 2004. The Bishop Creek influence appears to have concentrated the material from the edge of the conglomerates which parallels Indian River.

STATEMENT OF EXPENDITURES 2004

Bishop Creek Drill Program

Living Expenses: 19 days x 2 men x \$35 / day\$ 1330.00
Sampling processing: 7 days x 2 men x \$300/day\$ 4200.00
Equipment rentals: ATV/ 4 wheeler- 1 ATV x 2.5 wks x \$500/wk\$1250.00
Snowmachines- 1 machine x 1 wk @ \$400/wk\$400.00
2" pump x 1 wk x \$120.00/wk
Generator- 1500 watt- 1 gen x 1 mn x \$180/mn\$180.00
Chainsaws- 1 saw x 2.5 wks x \$135/wk\$337.50
D-8 Cat @ \$125/hr x 6 hrs
2 trucks x 2.5 wks x \$390 / wk\$ 1950.00
Contractors: 6" Auger drill x 10 days @ \$1000.00/day
Report Writing: 2 days x 2 men x \$300 / day \$ 1200.00
Total\$ 21717.5