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MINES  
AND ENERGY

Durham Resources Inc.

Drill Programme  
J.H. MacMillan Option  
Wine Harbour Property

Grysborough County  
Nova Scotia

DUPLICATE AVAILABLE

11F4B

8604

8631

8634

8595

J. H. MAC MILLAN

U. Abolins P.Eng.  
June 5, 1985

Drill Programme  
Durham Resources Inc.  
Wine Harbour Property  
Nova Scotia

Summary

Between April 22 to May 2, two holes totalling 1,334 feet were drilled on the Wine Harbour Gold Property. The Plough Lead vein system was intersected in both holes with the down-plunge hole returning assays of 0.24 oz. Au across 1.1 feet, 0.28 oz. Au across 1.8 feet, 0.48 oz. Au across 1.0 feet. Lower grade intersections of 0.03 and 0.05 oz. Au occur across similar widths. Although no major economic intersections were obtained, this drilling did show the existence of the down-plunge continuation of the ore-shoots. The possibility exists that this drilling may have just caught the edge of the auriferous zone.

The property was also prospected and some of the more interesting veins were sampled. The sampling gave three significant assays of 0.20 oz. Au from a grab sample of the Cameron Lead muck, 0.78 oz. Au from a grab across 15 feet on the McFarlane Lead, and 3.37 oz. Au from massive arsenopyrite in a 6 inch to 15 inch wide quartz vein at Barachois Point.

The work has indicated the presence of auriferous quartz veins or leads on the Wine Harbour Property. The property should be geologically mapped and the quartz veins should be properly sampled. If sufficient encouragement is obtained, additional drilling is warranted.

## Introduction

Durham Resources Inc. holds an option on a gold property of 44 claims in the Wine Harbour area of Nova Scotia. The Wine Harbour area produced 41,326 ounces of gold to the end of 1907 from a number of deposits. Since 1939, when all mining operations in the area ceased, very little exploration has taken place. The Plough Lead Mine which is centrally located on the property, produced approximately 9,870 ounces of gold from underground workings. The open cut on the Plough Lead indicates that the ore zone was up to 38 feet wide with a plunge of 15° to 20° to the east. The intention of this drill programme was to test the down plunge and down dip extension of the Plough Lead ore zone.

The option agreement is with Mr. J.H. MacMillan of Sherbrooke, Nova Scotia and was signed on July 25, 1984. The down-payment was \$2,800.00 and was made payable to the Department of Mines and Energy of Nova Scotia for a one year renewal in lieu of work. This sum is returnable upon filing of the required assessment work. The drill programme just completed is more than adequate to meet two years work requirements. A payment of \$4,000.00 is due on July 25, 1985, a further payment of \$5,000.00 on July 25, 1986 and a final payment of \$6,000.00 on July 25, 1987. Durham will have a 100% interest in the claims with a 5% net profits interest payable to the vendor. Durham has the right to return the property at any time with no further obligation.

### Previous Work

The Wine Harbour gold district was discovered in 1862. Most of the mining appears to have taken place between 1896 and 1912. As with most of Nova Scotia, mine production records are virtually non-existent. Three shafts apparently of 190, 235 (McGrath) and 425 (Weston) foot depths were sunk of the Plough Lead and about 26,000 tons of ore were taken out from the underground workings. The ore zones appear to have followed a specific plunge with a definite cut-off vertically in both directions.

The Plough Lead shafts were dewatered in 1939 by Mineral Industries Ltd. and an underground drifting and bulk sampling programme in conjunction with a 10-stamp mill, was carried out. It was reported that a "substantial body of ore of a good payable grade was demonstrated" in the central portion between the two deepest shafts. It was also reported that visible gold was observed in the floor of the stopes. The company shut down operations shortly afterwards due to a lack of funds and the war.

The area lay dormant until 1966 when Nicholas Onassis acquired the ground. Trenching and some localized self-potential and magnetometer surveys were run in areas of interest. A few of the areas were tested by diamond drilling but all the holes appear to have been down-dip, or mislocated in respect to geophysical targets or quartz vein systems. Except for some high assays from the trenching (42.00 oz. Au on the McFarlane Lead) the results were disappointing and the property was dropped.

### Present Work

The intention of this present drill programme was to test the down-plunge extension of the ore zone of the Plough Lead with two diamond drill holes (Fig. 2). Due to the condition and difficulty

in location of all the old workings, drill hole No. 1 passed under the eastern-most (Weston) ore shoot and cut the Plough Lead at a vertical depth of 460 feet. The Plough Lead slate was present, but the quartz had pinched-out to a few veinlets of about an inch each. No arsenopyrite mineralization was observed in the hole. The assays were all trace values. With the knowledge gained from the first drill hole, hole No. 2 cut the Plough Lead down-plunge at a vertical depth of 400 feet. A thirty foot zone of quartzitic rock with scattered interbeds of slate and abundant quartz veinlets ranging in width from  $\frac{1}{4}$  inch to 12 inches and carrying scattered pockets of arsenopyrite and pyrrhotite was intersected. Four samples returned gold values: 0.28 oz. Au from 468.8 - 470.6, 0.48 oz. Au from 478.9 - 479.9, 0.03 oz. Au from 492.5 - 494.1, and 0.05 oz. Au from 495.3 - 496.8.

An attempt was also made to prospect and sample the other veins on the property. Eighteen quartz veins were observed on the property and the most interesting ones were sampled. Three significant assays were picked-up from this programme (Fig. 1, 3). A grab sample of quartz-carbonate veinlets from the Caledonia Lead assayed 0.20 oz. Au, a grab sample across a 15 foot width of the McFarlane assayed 0.78 oz. Au, and a grab of massive arsenopyrite from a 6-15 inch wide quartz vein at Barachois Point assayed 3.37 oz. Au. Government mapping at Barachois has indicated the existence of at least 11 quartz veins with visible gold observed in three. Trenching in 1967 on the McFarlane Lead turned-up a four inch zone of massive arsenopyrite which assayed 42.00 oz. Au.

The drill programme was completed within the proposed budget of \$28,775.00.

Travel	\$ 468.00
Car Rental	\$ 572.74
Room and Board	\$ 705.18
Assays	\$ 450.00
Wages	\$ 1,800.00
Drill mob-demob.	\$ 2,325.00
Drill set-up etc.	\$ 500.00
1334 ft. BQ drilling	\$15,924.80
Dip Tests	\$ 239.80
Core Boxes	\$ 351.45
Miscellaneous	\$ 155.38
Total	<u>\$23,492.35</u>

#### Conclusions and Recommendations

The programme at Wine Harbour has shown the presence of gold bearing quartz veins. The recent discoveries and work by Seabright Resources at Forest Hill, Onitap Resources at Goldboro, and Inco at Cochrane Hill, all within 12 miles of Wine Harbour reinforces this neglected area as a gold bearing district.

Although the drilling failed to intersect a zone of economic mineralization over a mineable width, it did show the presence of gold in substantial amounts. The drilling also substantiated that the gold occurs in shoots with a definite vertical extent and plunge. The drilling may have cut an edge or a lean portion of the ore structure.

The surface sampling has shown the presence of additional gold bearing quartz veins. The quartz veins are generally narrow (3-8 inches) but do attain significant widths of 15 feet as at the McFarlane.

More work is recommended on the Wine Harbour Property. The property has never undergone modern exploration and should be geologically mapped to better understand the character of the

quartz vein structures. In addition, the entire property should be soil sampled as there appears to be less than 10% outcrop exposure. Trenching may also be considered to properly sample and expose the quartz veins.

Respectfully submitted,

*Uldis Abolins P. Eng.*  
*June 5/85*  
Uldis Abolins  
Durham Resources Inc.

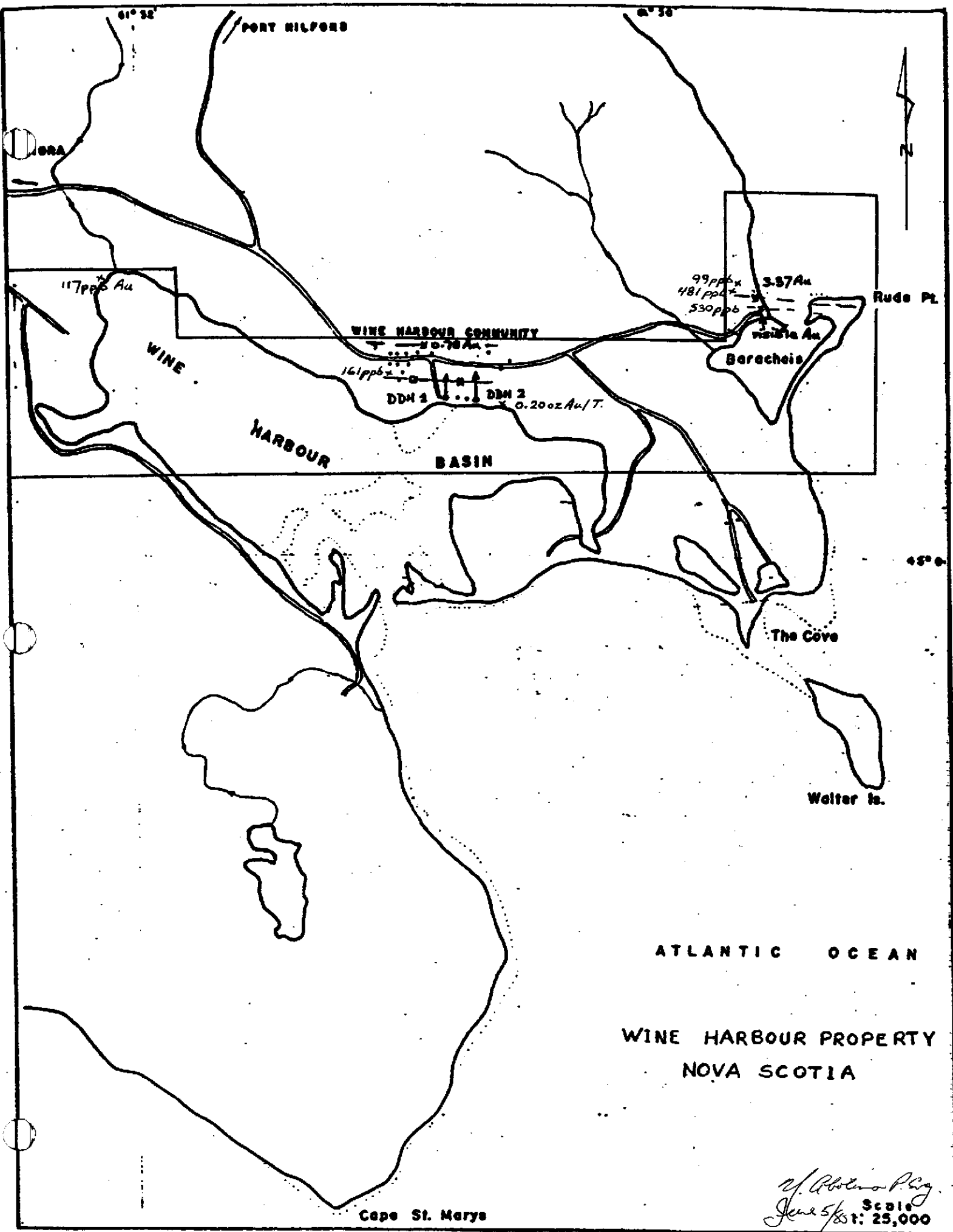


Fig. 1



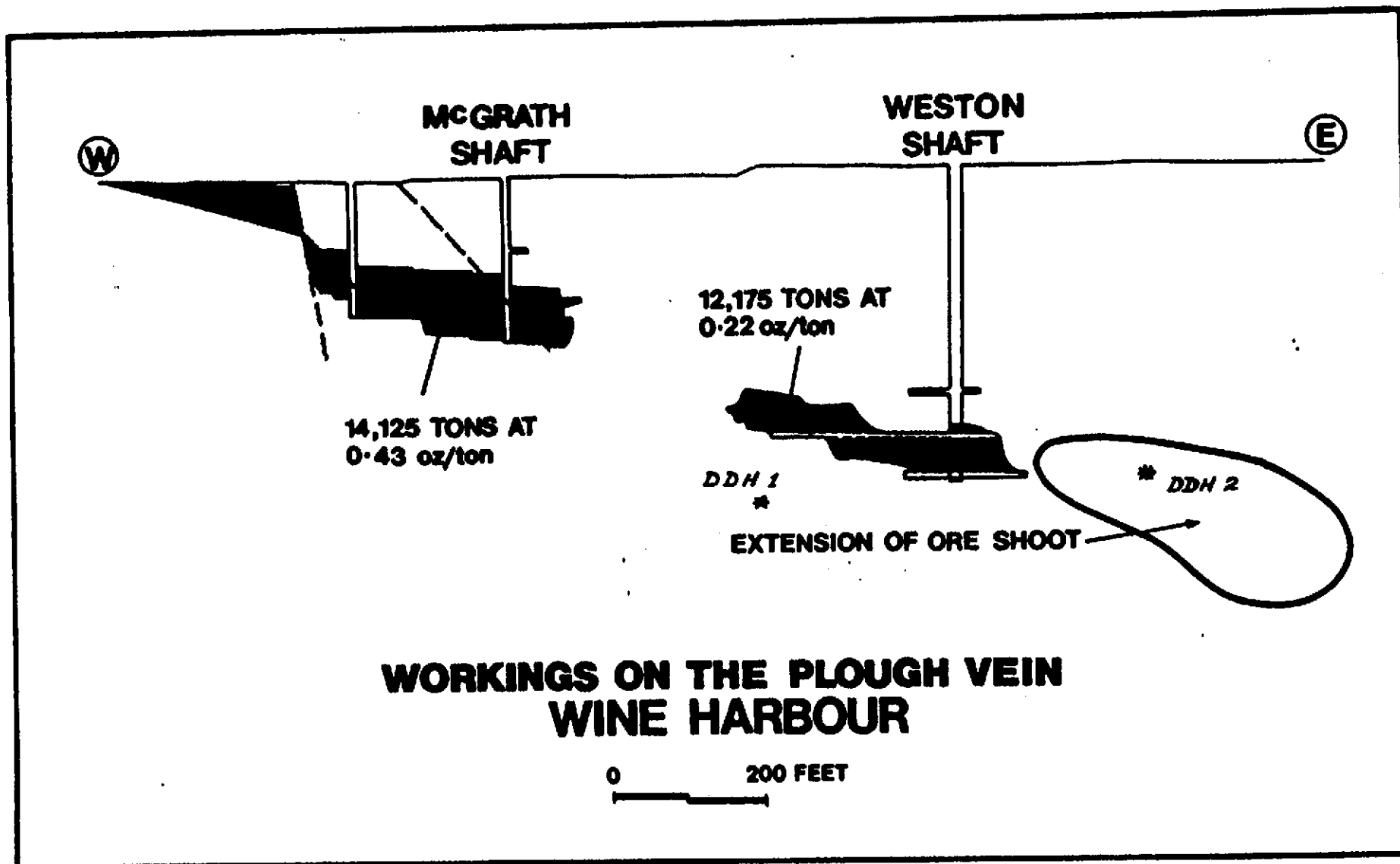
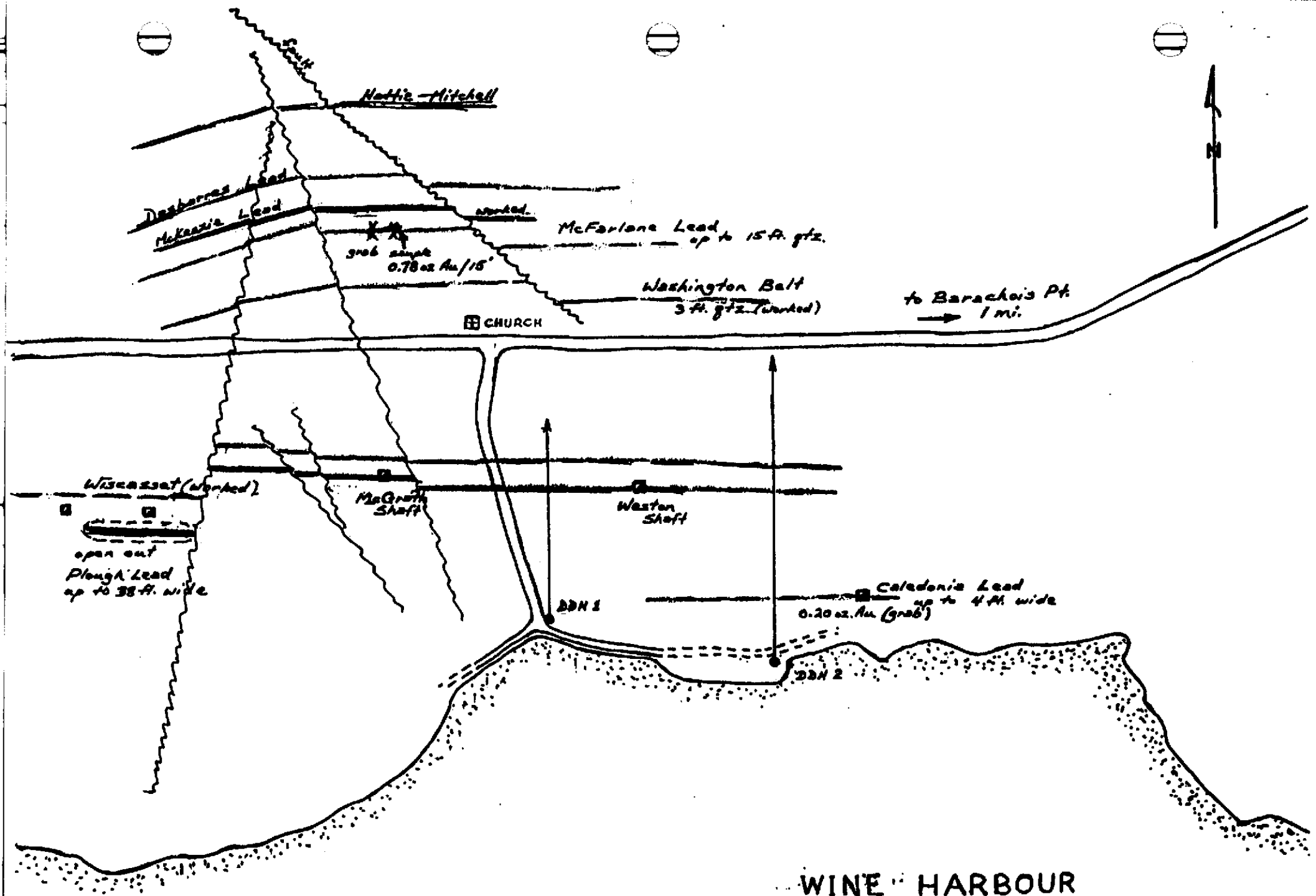


Fig. 2

DDH 2	0.24 oz. Au	248.5 - 249.6
	0.28	468.8 - 470.6
	0.48	478.9 - 479.9
	0.03	492.5 - 494.1
	0.05	495.3 - 496.8

*W. Robbins P. Eng.  
June 5/85.*



WINE HARBOUR

scale: 1 in. = 250 ft.

*M. Collins P. Eng*  
*June 5/85*  
**Fig. 3**



# ASSAYERS (ONTARIO) LIMITED

COPY OF ORIGINAL

33 CHAUNCEY AVENUE TORONTO, ONTARIO M8Z 2Z2 · TELEPHONE (416) 239-3527

85 035

## Certificate of Analysis

Certificate No. MI-837/ #3969

Date: May 9, 1985

Received May 3/85 40

Samples of Drill Core

Submitted by Durham Resources Ltd.

Att'n: Mr. U. Abolins

Sample No.	Au ppb	Au oz/ton	Sample No.	Au ppb	Au oz/ton
2726	117		2746	37	
2727	34		2747	130	
2728	72		2748	134	
2729	86		2749		.28
2730	171		2750	103	
2731	89		2751		.48
2732	55		2752	1032	
2733	192		2753	182	
2734	75		2754	1455	
2735	86		2755	62	
2736	103		2756	206	
2737	31		2757	110	
2738	72		2758	48	
2739	61		2759		.20
2740	196		2760	481	
2741	13		2761		3.37
2742		.24	2762	530	
2743	24		2763	99	
2744	402		2764	161	
2745	44		2765		.78

ASSAYERS (ONTARIO) LIMITED

Per \_\_\_\_\_

J. van Engelen Mgr.

# DIAMOND DRILL RECORD

435188

85 035

NAME OF PROPERTY Wine Harbour  
 HOLE NO. 01 LENGTH 627 ft.  
 LOCATION Tract 68 Claim F (see attached map)  
 LATITUDE \_\_\_\_\_ DEPARTURE \_\_\_\_\_  
 ELEVATION - AZIMUTH 0° DIP \_\_\_\_\_  
 STARTED April 25, 1985 FINISHED April 27, 1985

FOOTAGE	DIP	AZIMUTH	FOOTAGE	DIP	AZIMUTH
0°	68°	0°			
275'	65°	0°			
515'	62°	0°			

HOLE NO. 01 SHEET NO. 1 of 5

REMARKS \_\_\_\_\_  
 Core stored in Sherbrooke at  
 H. MacMillan's

LOGGED BY J. Abolins P.Eng. *J. Abolins P. Eng. June 5/85.*

FOOTAGE		DESCRIPTION	SAMPLE				ASSAYS						
FROM	TO		NO.	% SULPHIDES	FOOTAGE			Au					
					FROM	TO	TOTAL	%	%	OZ/TON	OZ/TON		
0	11	Overburden - sandy clay, a few granitic boulders											
11	539.4	Arenite or Psammite - except for a few slaty beds which are generally quite chloritic - grey green, fairly hard, up to 20% round to crystalline quartz grains which can be up to 1/40 inch in width and often opalescent the rock is generally sericitized, massive and featurless, rare beds of micaceous material. 26' - 33' scattered 2 inch wide schistose or shaley beds at 25° to the core axis. 33' - 69' quite massive, a few micaceous bedding planes and slates - at 32', 33.1', 35.7', 42.8', 56.5' quartz veinlets parallel to beds, about 30° to core axis, 1/2 to 2 inches wide, generally adjacent to shaley beds, the quartz is quite broken-up and healed with chlorite trace to 1/2% py. 45' - 69' tr.py in the arenitic rock as crystals up to 1/10 inch. 48' - 49' slate at 30° with 1/2 inch of quartz veinlets at top at 54.5 1 inch of slate or schist. 56.4' - 56.6 slate with 1 inch qtz. veinlet with 3% po, tr. cpy, sp. 57.3' 4 inches of slate 69' - 75.7' slate very chloritic overall but bedding planes show a buff sericitic appearance. upper contact, very sharp at 32° lower at 31° occ. quartose beds 74.5' - 75.4' qtz. vein with fragments of schistose material tr. po, cpy, sp. 75.7' - 82.0' a few quartzitic beds, a paler more mottled colour	2727	1/2	55.9	56.6	0.7			34 ppb			
			2728	tr.	74.5	75.4	0.9			72 ppb			











# DIAMOND DRILL RECORD

435188

NAME OF PROPERTY Wine Harbour 85 035  
 HOLE NO. 02 LENGTH 707 feet  
 LOCATION Tract 68, claim F (see attached map)  
 LATITUDE \_\_\_\_\_ DEPARTURE \_\_\_\_\_  
 ELEVATION \_\_\_\_\_ AZIMUTH 0° DIP 58°  
 STARTED April 27, 1985 FINISHED April 30, 1985

FOOTAGE	DIP	AZIMUTH	FOOTAGE	DIP	AZIMUTH
0°	58°	0°			
200'	56°	0°			
425'	53°	0°			
485'	51°	0°			

HOLE NO. 02 SHEET NO. 1 of 4

REMARKS  
 Core stored in Sherbrooke at  
 H. MacMillan's

*U. Abolins P. Eng. June 4/85*  
 U. Abolins P. Eng.

LOGGED BY \_\_\_\_\_

FOOTAGE		DESCRIPTION	SAMPLE			ASSAYS					
FROM	TO		NO.	% SULPHIDES	FOOTAGE		%	%	Au OZ/TON	OZ/TON	
					FROM	TO	TOTAL				
0	14	Overburden									
14	468.8	Arenite or Psammite with a few scattered slate interbeds. grey green, generally homogeneous, sericitic matrix with up to 40% quartz grains - a few opalescent. 16.7' - 21.7' slate upper contact 30° lower gradual at 30° - somewhat broken-up and weathered 35.3' - 39.8' slates with a few intermixed arenites 38.6' - 39.8' beds with 5% po, py and a few graphitic at 32° 39.8' - 70' arenite - quite massive, grey green to pale grey white a few slaty and micaceous slips present 46.1 - 47.0 fault gouge 10% py as beds and fragments 70' - 79.8' slates scattered pyritized beds at 40° - 43° (10-15% py, po) upper contact sharp, lower slightly gradational - somewhat gritty 79.8' - 105.6' occasional pale white siliceous - quartzitic bed 98.9' - 99.9' slaty beds, some beds marked by micaceous planes bedding at 40° 105.6' - 117.8' slates with narrow arenite interbeds 117.8' - 136.4' light grey to grey arenite upper contact 41° lower contact 40°  136.4' - 177.2' predominantly grey green arenite scattered thin (2-4 in.) slaty beds at 35° to 42° to core axis	2739	5	38.6	39.8	1.2			61 ppb	
			2740	10	46.1	47.0	0.9			196 ppb	
			2741	12	73.0	74.2	1.2			13 ppb	

# DIAMOND DRILL RECORD

NAME OF PROPERTY Wine Harbour

HOLE NO. 02

SHEET NO. 2 of 2 *rf/a.*

FOOTAGE		DESCRIPTION	SAMPLE			ASSAYS					
FROM	TO		NO.	% SULPHIDES	FOOTAGE			%	%	All OZ/TON	OZ/TON
					FROM	TO	TOTAL				
		occ. thin 1/10 - 1/8 inch qtz. veinlet a few py slips. 139.9' - 141.8' slate beds at 40° with scat. round grains of qtz. 177.2' - 201.4' grey arenite occ. more siliceous whitish bed micaceous bedding planes 201.4' - 207.7' slate, occ. quartzitic bed 1-2 inches wide at 40° - 45° a few narrow $\leq 1/8$ inch qtz. - CO <sub>3</sub> veinlets upper contact 38° lower contact 45° 207.7' - 275.2' predominantly arenite, grey green to grey at 212' several inches with po in $\leq 1/2$ inch quartz rich beds at 219.0' - 219.8' slate bed with 1/8 in. qtz. veinlet at top, tr. py, aspy. 235.9' - 240.6' slate with several thin qtz. veinlets 248.5' - 249.6' slate with 3 qtz. veinlets carrying 2% po. 252' - 256' mottled with irregular $\leq 1/10$ inch quartz veinlets generally 5-10% mica or fibrous amphibole detritus 275.2' - 293.6' predominantly slate a few thin $\leq 2$ inch gritty arenites. beds at 40° - 45° at 277' blocky ground over 6 inches. 303.3' - 304.6' quartz vein with slaty fragments tr. py, specular hematite, fuchsite qtz. 2 ages 311' - 312' several narrow slates 314.2' - 314.8' slate with 1/2 inch qtz. veinlet 322.0' - 322.5' slate with 2 inches of qtz. at 325.5' 1 inch slate 329.4' - 330.0' slate 348.8' - 356.0' slate 353.2' - 354.5' qtz. veinlets with local 2% py									
			2742	2	248.5	249.6	1.1			0.24	
			2743	tr.	303.3	304.6	1.3			24 ppb	
			2744	2	353.2	354.5	1.3			402 ppb	



# DIAMOND DRILL RECORD

NAME OF PROPERTY Wine Harbour

HOLE NO. 02 SHEET NO. 4 of 4

*n/a.*

FOOTAGE		DESCRIPTION	SAMPLE			ASSAYS					
FROM	TO		NO.	% SULPHIDES	FOOTAGE		%	%	All OZ/TON	OZ/TON	
					FROM	TO	TOTAL				
502.4	525.0	498' - 502.4' ¼ to 2 inch slaty beds at 45° Arenite - grey at 521' a ½ inch qtz. veinlet									
525.0	557.0	Arenite with numerous slaty interbeds at 30° - 50° some lensoid or cross-bedded-probably a turbiditic sequence, occ. coarse po. py xl ≤4/10 inch 545' - 547' broken-up and jointed at 552.3' slate with 1/8 inch veinlet at 557.0' 1/8 inch steep angle cross-cutting veinlet showing ¼ inch displacement in 3 bedding planes									
557.0	707	Arenite with slaty interbeds. 561.7' - 567.7' slaty (¼ - 2 inch) interbeds at 40° 2 inch slate beds at 574.8 and 576 at 567.7' a 1.8 inch qtz. veinlet 582.7 - 582.9 slate 582.9 - 590.2 broken-up and healed with vuggy zeolites possible fault as fractures show leaching. 592.0' - 600.7' mainly slate 1/8 inch qtz. veinlets at 592.0', 593.8', 505.6', 595.9' all parallel to bedding at 40° - 42°. 606.7' - 610.4' slate, a few gritty slates at 610.3' a 1/8 inch qtz. veinlet at 611.4 a 1 inch qtz. veinlet 615.7' - 620.0' mainly slate with scat. veinlets 626.3' - 631.1' mainly slate at 629.0' a ½ inch qtz. veinlet 654.4' - 675.0' interbedded - beds 0.8 - 2 ft. thick 1 inch qtz. veinlet at 673.4', ½ inch at 688.2, slate walls 685.4' - 686.1' slate at 35° - 45° at 696.0' slate, 697' - 698' slaty interbeds, rare po, py xls. 707 feet - End of Hole	2755	tr.	588.6	589.6	1.0			62	ppb
			2756	tr.	619.2	620.3	1.1			206	ppb
			2757	tr.	697.0	698.0	1.0			110	ppb

Province of Nova Scotia  
Department of Mines and Energy

# Report of Work Performed

I, the undersigned, ~~holder of~~ agent for, Exploration License No. 8604 issued on the 8<sup>th</sup> day of July 19 85, hereby report work as follows:

I have, under said License, and in conformity with the provisions of The Mineral Resources Act, performed or caused to be performed on the licensed area 49.8 days' work (eight-hour days) not reported before, totalling \$ 996.00 as per the attached list of expenditures. (Rate is one day's work for each \$20.00 spent.)

Expenditures relating to office overhead, transportation, lodging, freight, express, construction of roads, erection of buildings, etc., will be accepted up to a maximum of ten percent (10%) of the required work.

The said work consisted of drilling and sampling

Attached is a geological report with applicable maps, sample results, drill logs, etc., which is submitted as evidence and initialed by me.

My Post Office address is Durham Resources Inc., Ste 916, 111 Richmond St W,  
Toronto, Ontario M5H 2G4 Tel. No. (416) - 364 - 3182

Dated this 5<sup>th</sup> day of June 19 85.

J.H. MacMillan  
Signature of Licensee/Agent

I hereby make oath and say that the above statement is true and correct.

J.H. MacMillan  
Signature of Licensee/Agent

Sworn to  
at Toronto  
in the County of Municipality of Metropolitan Toronto  
Province Ontario  
this 6th day of June A.D. 19 85  
Before me Raili M. Charnesky  
a Commissioner of Oaths in and  
for The Province of Ontario

Raili M. Charnesky  
A COMMISSIONER APPOINTED  
UNDER THE MINING ACT

RECEIVED  
JUN 11 10 47 AM '85  
MINES  
AND ENERGY

The NAMES and ADDRESSES of the men who performed the said work and the DATES upon which each man worked in its performance are as follows:

NAME ADDRESS MONTH DATES

Mr. U. Abolins, 340 Burnett Ave, Willowdale, Ont. M2N 1W4  
April 22 - April 2/85

Ideal Diamond Drilling, P.O. Box 40, Bothurst, N.B.  
April 23 - April 30/85

Province of Nova Scotia  
Department of Mines and Energy

Report of Work Performed

I, the undersigned, holder of/agent for, Exploration License No. 863/ issued on the 26<sup>th</sup> day of July 19 82, hereby report work as follows:

I have, under said License, and in conformity with the provisions of The Mineral Resources Act, performed or caused to be performed on the licensed area 1972 days' work (eight-hour days) not reported before, totalling \$ 3,984.00 as per the attached list of expenditures. (Rate is one day's work for each \$20.00 spent.)

Expenditures relating to office overhead, transportation, lodging, freight, express, construction of roads, erection of buildings, etc., will be accepted up to a maximum of ten percent (10%) of the required work.

The said work consisted of diamond drilling and sampling

Attached is a geological report with applicable maps, sample results, drill logs, etc., which is submitted as evidence and initialed by me.

My Post Office address is Durham Resources Inc., SR 916, 111 Richmond St W.  
Toronto M5H 2G4 Tel. No. (416) - 364 - 3182

Dated this 5<sup>th</sup> day of June 19 85.

[Signature]  
Signature of Licensee/Agent

I hereby make oath and say that the above statement is true and correct.

[Signature]  
Signature of Licensee/Agent

Sworn to  
at Toronto  
in the County of Municipality of Metropolitan Toronto  
Province Ontario  
this 6<sup>th</sup> day of June A.D. 19 85  
Before me RAUL M. CHARNESKY  
a COMMISSIONER OF DATAS in and  
for THE PROVINCE OF ONTARIO

Raul M. Charnesky

A COMMISSIONER APPOINTED  
UNDER THE MINING ACT

RECEIVED  
JUN 11 10 47 85  
MINES  
AND ENERGY





Province of Nova Scotia  
Department of Mines and Energy

# Report of Work Performed

I, the undersigned, ~~holder of~~ agent for, Exploration License No. 8634 issued on the 2<sup>nd</sup> day of August 19 82, hereby report work as follows:

I have, under said License, and in conformity with the provisions of The Mineral Resources Act, performed or caused to be performed on the licensed area 149.4 days' work (eight-hour days) not reported before, totalling \$ 2,988.00 as per the attached list of expenditures. (Rate is one day's work for each \$20.00 spent.)

Expenditures relating to office overhead, transportation, lodging, freight, express, construction of roads, erection of buildings, etc., will be accepted up to a maximum of ten percent (10%) of the required work.

The said work consisted of diamond drilling and sampling.

Attached is a geological report with applicable maps, sample results, drill logs, etc., which is submitted as evidence and initialed by me.

My Post Office address is Durham Resources Inc, Ste 916, 111 Richmond St W  
Toronto, Ont. M5H 2G4 Tel. No. (416) 364-3182

Dated this 5<sup>th</sup> day of June 19 85.

[Signature]  
Signature of ~~Licensee~~/Agent

I hereby make oath and say that the above statement is true and correct.

[Signature]  
Signature of ~~Licensee~~/Agent

Sworn to  
at Toronto  
in the County of Municipality of Metropolitan Toronto  
Province Ontario  
this 6<sup>th</sup> day of June A.D. 19 85  
Before me RAIL M. CHARNEKY  
a COMMISSIONER OF OATHS in and  
for THE PROVINCE OF ONTARIO

[Signature]  
A COMMISSIONER APPOINTED  
UNDER THE MINING ACT

RECEIVED  
JUN 11 10 47 '85  
MINES  
AND ENERGY

The NAMES and ADDRESSES of the men who performed the said work and the DATES upon which each man worked in its performance are as follows:

NAME ADDRESS MONTH DATES

*Mr. U. Abolins, 340 Burnett Ave., Willowdale, Ont. 12th 1944*  
*April 22 - May 2/85*

*Ideal Diamond Drilling, P.O. Box 40, Bathurst, N.B.*  
*April 23 - April 30/85*

Province of Nova Scotia  
Department of Mines and Energy

# Report of Work Performed

I, the undersigned, ~~holder of~~ agent for, Exploration License No. 8595 issued on the 25<sup>th</sup> day of June 19 82, hereby report work as follows:

I have, under said License, and in conformity with the provisions of The Mineral Resources Act, performed or caused to be performed on the licensed area 697.2 days' work (eight-hour days) not reported before, totalling \$ 13,944.00 as per the attached list of expenditures. (Rate is one day's work for each \$20.00 spent.)

Expenditures relating to office overhead, transportation, lodging, freight, express, construction of roads, erection of buildings, etc., will be accepted up to a maximum of ten percent (10%) of the required work.

The said work consisted of diamond drilling and prospecting and sampling (assaying)

Attached is a geological report with applicable maps, sample results, drill logs, etc., which is submitted as evidence and initialed by me.

My Post Office address is Durham Resources Inc, Suite 916, 111 Richmond St W,  
Toronto, Ontario M5H 2G4 Tel. No. (416) - 364-3182

Dated this 5<sup>th</sup> day of June 19 85.

[Signature]  
Signature of Licensee/Agent

I hereby make oath and say that the above statement is true and correct.

[Signature]  
Signature of Licensee/Agent

Sworn to  
at Toronto, Ontario  
in the County of Regional Municipality of Metropolitan Toronto  
Province Ontario  
this 6<sup>th</sup> day of June A.D. 19 85  
Before me RAIL M. CHARNESKY  
a COMMISSIONER OF OATHS in and  
for THE PROVINCE OF ONTARIO

[Signature]

A COMMISSIONER APPOINTED  
UNDER THE MINING ACT

RECEIVED  
JUN 11 10 47 '85  
MINES  
AND ENERGY

The NAMES and ADDRESSES of the men who performed the said work and the DATES upon which each man worked in its performance are as follows:

NAME ADDRESS MONTH DATES

Mr. Uldis Abolins, 340 Burnett Ave, Willowdale, Ontario

April 22 - May 2/85

Ideal Diamond Drilling, P.O. Box 40, Bathurst, N.B.

April 23 - April 30/85