

Geddes M. Webster is President and Chief Executive Officer. Mr. Webster is a mining professional with extensive experience in the investment industry. Working closely with Mr. Webster are Kurt R. Swinton, a well-known financial and business consultant, who is Vice President and Secretary Treasurer, and Patrick R. Heenan, P. Eng., Vice President, Operations.

The Board of Directors includes Chartered Accountant Michael F.K. Carter and two mining professionals, William M. Gilchrist, P. Eng., retired President of Eldorado Nuclear and L.P. Starck, P.Eng., President of Mascot Gold Mines Limited and formerly, President of G.M. Resources.

THE FUTURE OF WINDY CRAGGY

The 1982 program is designed to broadly determine the extent of the copper-cobalt mineralization at Windy Craggy. By the end of this exploration season, some \$2.5 million will have been expended, carrying this project into an advanced stage. The information obtained will provide a base for planning future activity.

Underground mining appears especially suitable for Windy Craggy because of terrain and climate. An underground mine would produce on a year round basis.

Copper is widely used in the world and during normal economic conditions competitive markets exist in every major industrial nation. Japan already is a major consumer of copper—from mines in Canada's Pacific regions. Windy Craggy appears to be strategically located so that it should have favourable marketing features relating to the Japanese industrial demand.

Cobalt is considered a strategic material. The United States especially, is anxious to develop alternative cobalt resources closer to home and more secure than the usual African continent sources.

In the mining industry success is achieved by discovering, exploring and developing potential new sources of metals and to be ready for production when the price and market cycle become most favourable.

FINANCING:

The financing program for Geddes Resources is based on favourable Canadian tax legislation which encourages private individuals and non-mining corporations to provide funds for exploration of mining properties.

All funds to date have been provided by the founding and promoter shareholders, as well as a portfolio management company and a pension fund. Plans call for broadening participation in Geddes Resources with a view towards early listing of shares on a recognized stock exchange.

Public financing would facilitate the objective to seek out and participate in other projects as well as providing resources for Windy Craggy.

The financing plan is structured so that an investor not already in the resource business—institutional and individual—will be able to obtain a full pretax deduction of his proportionate share of annual "Canadian Exploration Expenses." (refer to letter enclosed). These exploration expenses are carefully defined to take in all direct expenditures on a mineral property.

Tax shelters are well-known in Canada where resource tax shelters can be especially favourable. Geddes Resources financing has provided its investors with:

- generous deductions in calculating taxable income.
- the possibility of future write-offs; when and if warrants are used to purchase additional shares.
- the potential of capital appreciation.
- liquidity and leverage.

CORPORATE DATA:

Geddes Resources Limited.

Capitalization

Authorized: 10,000,000 common shares without par value.

Issued and Outstanding: 1,284,460 common shares without par value.

125,000 warrants.

Officers:

Michael F.K. Carter, C.A.
Chairman

Geddes M. Webster, P. Eng.
President, Chief Executive Officer

Kurt R. Swinton
Vice-President, Secretary Treasurer

Patrick R. Heenan, P. Eng.
Vice-President, Operations

Directors:

Michael F.K. Carter, C.A.
Geddes M. Webster, P. Eng.
Kurt R. Swinton
William M. Gilchrist, P. Eng.
L.P. Starck, P. Eng.

Head Office:

7 King Street East, Suite 1604,
Toronto, Ontario. M5C 1A2.
Telephone: (416) 363-1135

Transfer Agent:

Guaranty Trust Company,
Toronto, Ontario.

Auditors:

Price Waterhouse and Company,
Toronto, Ontario.

Legal Counsel:

Lang, Michener, Cranston, Farquharson
and Wright,
Toronto, Ontario.

Thornley-Hall and Watson,
Toronto, Ontario.

Bankers:

Canadian Imperial Bank of Commerce,
Toronto, Ontario.

Consultants:

Derry, Michener, Booth and Wahl.
Toronto, Ontario.

This brochure is for informational purposes only and is not to be construed as a public offering. A prospectus has been accepted for filing by the Ontario Securities Commission.

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GEDDES RESOURCES LIMITED

The Story of the Windy Craggy Copper-Cobalt Deposit

Part One 1982



Summary

Geddes Resources is participating in exploration of one of the major undeveloped mineral discoveries in Canada, and possibly the world.

The Windy Craggy copper-cobalt project is the initial undertaking by Geddes Resources—a company established as a drilling fund for the mining industry, as encouraged by existing and proposed Canadian income tax legislation.

Geddes Resources is providing the funds for the exploration drilling being carried out by Falconbridge Mines, a major international mining organization.

Drilling in the 1982 season is an extension of the 1981 program which obtained very promising results. The 1982 drilling is being concentrated in the most favourable part of the large geophysical anomaly outlined in 1981 by a Dighem Airborne survey. (see Map 2)

Drilling to date has “confirmed that massive and disseminated sulphides carrying significant values in copper and cobalt occur.” The deposit is open to depth and along strike to the northwest. The width and grade of copper and cobalt mineralization increases as the drilling progresses towards the stronger part of the anomaly.

The final and best hole (B5) drilled during the 1981 program intersected 450 feet which assayed 1.55% copper and approximately two pounds of cobalt per ton.

Geddes Resources is supplying Falconbridge with \$1.5 million of financing for evaluation of Windy Craggy. So far all finances have been provided through private sources. The current offering is designed to provide maximum tax benefits to investors.

Geddes Resources will have a 49% interest in the Windy Craggy property (Falconbridge, 51%) on completion of total planned expenditures of the 1982 followup exploration program.

THE WINDY CRAGGY PROJECT

The undernoted statements are taken from reports by Professional Mining Engineers guiding the activities of Geddes Resources:

Patrick R. Heenan, P. Eng., Vice President—Operations.

“The Windy Craggy sulphide deposit appears to be one of the world’s largest deposits and may become a major producer of copper and cobalt. Serious interest towards participation has been shown by two of the world’s major operators of sulphide deposits. The drill program during the 1981 season has significantly enhanced the value of the property.”

Geddes M. Webster, P. Eng., Geddes Resource Limited.

“The drilling to date has only explored some 1250 feet of the southeast end of the Dighem anomaly. The E.M. and magnetic responses increase significantly to the northwest beyond the drilled area. The sulphide zone as explored is coincident with the Dighem anomaly and the logical conclusion can be drawn from the geological and geophysical information available that the sulphide body extends beyond the drilled area for at least another 1800 feet.”

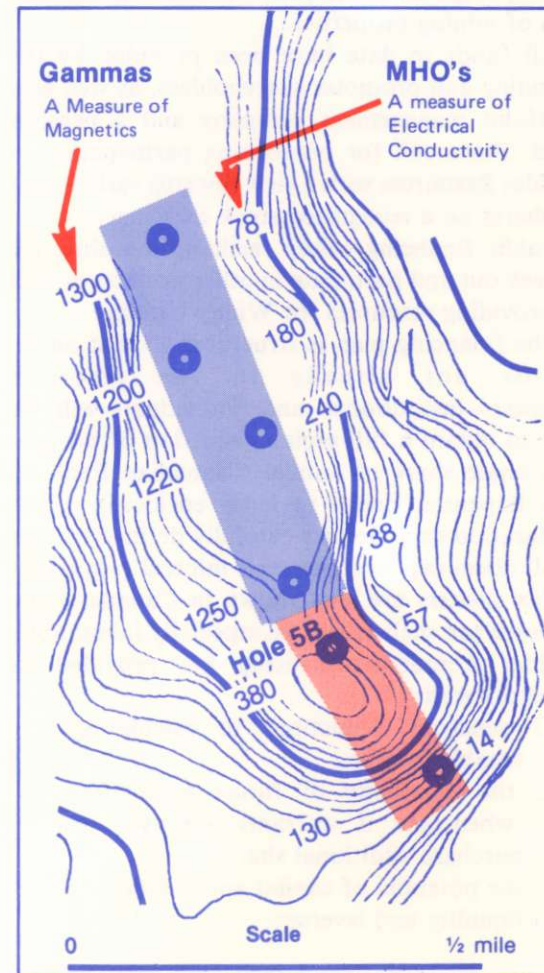
William M. Gilchrist, P. Eng.—Director.

“To become specific about the Windy Craggy body, it is within 70 miles of tidewater and within 30 miles from the Haines-Alaska Highway. It also should be noted that the sulphide body that we are dealing with could very possibly be capable of supporting a mining operation considerably in excess of 10,000 tons per day, admittedly not proven, but I find an intersection of 650 feet with a copper content in excess of 1% extremely intriguing.” See location map.

Map 2 shows the area of the geophysical anomaly drilled in 1981 and the larger and more promising area to be drilled in 1982. The clues pointing to a more attractive potential in this year’s program are indicated by the results of the

MAP 2

HIGHLIGHTS OF 1981 DIGHEM GEOPHYSICAL SURVEY



airborne geophysical surveys. In certain respects, the area to be drilled gave reading three times higher than results at the location of the last and best drill hole of 1981 (Hole B5).

Copper mineralization is known to stretch over a length of at least 6,000 feet, of which only the first 1,250 feet have been drill tested in this systematic and carefully planned evaluation of the large Windy Craggy property.

GEDDES RESOURCES AND WINDY CRAGGY

Geddes Resources was formed in 1981 to function as a source of financing for exploration and initial development of mining projects of special merit.

Windy Craggy meets Geddes Resources parameters.

—A promising discovery has already been made.

—About \$1 million has already been spent on exploration.

—Excellent indications existed for development of a profitable mining operation.

Geddes Resources policy is to provide financing to permit owners of properties to carry forward exploration into a more advanced stage. Geddes Resources “earns in” to the projects obtaining equity interests for its assistance. The principal owners continue to manage the projects and, if successful, eventually may bring the properties to production.

The Falconbridge organization is best known for its nickel mines in Sudbury. It also has extensive producing mining operations elsewhere in Canada and in other countries. Falconbridge continues as the operator of Windy Craggy and thereby the expertise and competence of this major mining company is maintained.

Management

Geddes Resources management consists of a balanced group of mining industry professionals and representation from knowledgeable financial interests.