520170

SUMMARY REPORT

ON

DIAMOND DRILLING

ON

BLUE GROUSE PROPERTY

49 59' 22.7"N 127 30' 47.5"W

92 F/13E 92 F/14W

BY

C.C. RENNIE, P.ENG.

DECEMBER 2, 2002

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BLUE GROUSE CLAIM

SUMMARY REPORT

PROPERTY and OPTION

The Blue Grouse property now comprises two claims , the Blue Grouse and the Blue Grouse no. 2 claim.

The Blue Grouse claim is a 20 unit $(5N \times 4W)$ modified grid claim staked March 3, 1998 in the name of Joseph Paquette and held in trust for MInLand Resources Inc., a registered partnership of Dan Berkshire, Joseph Paquette and Claude Paquette. The claim staddles the 50th parallel, which is the northern boundary of the old E&N Land Grant, and lies on map sheets 92F/13E and 92K/4E. Surface rights on the southern half are owned by TimberWest while surface rights on the northern half are owned by the Crown, except for the old railroad right of way along the south side of Campbell Lake which is also owned by TimberWest.

The Blue Grouse #2 claim is a 12 unit (4N x 3E) modified grid claim, tenure # 369948, staked in the name of Better Resources Limited on July 5, 1999 adjoining the Blue Grouse claim to the east and having the same common legal post. This claim becomes part of the agreement between MinLand and Better.

One years assessment work has been filed on the Blue Grouse claim to keep it in good standing until March 7, 2000, and further work is available for recording.

By agreement dated January 11, 1999 Better Resources Limited optioned the Blue Grouse claim from Minland by agreeing to pay 50,000 share of Better Resources (which has received regulatory approval and has been issued) and three annual additional issues of 50,000 Better shares plus performing \$30,000 work the first year, \$50,000 the second, \$80,000 the third and \$140,000 the fourth year for a total of \$300,000 work to earn 100% of the property subject to a 2% NSR royalty to MinLand.

LOCATION and ACCESS

The legal corner post of the Blue Grouse claim is at 49 59' 22.7"N 125 30" 47.5"W. on the north side of Beavertail Lake, immediately south of the fork in the road. Access to the claim is via the Campbell River to Gold River paved highway No. 28 west for 18 km from Campbell River to TimberWest's camp 8, then by TimberWest private road 5 km west to Beavertail Lake and then by rougher road 2.1 km along the north side of Beavertail Lake to the legal corner post. Access to the showing is 1.5 km along the Reginald Lake road that turns off 1.1 km northwest of the road into the LCP.

Location Plan (fig 1) Claim Plan (Fig 2)



Campzezz 10310, 18851) N 5 A VINF MINERAL RESERVE 0/0 2818 31.7.73 #92F, 3.W 0/0 2048 28.6.7 BJE NO STAKING VX3 1848 OUN TALL NOBT RE AND R'A **CHHO** 92 RESERV N. 120 88 ²C 683 **DNE** SUBJECT RO Ich 129 reirritall Miller - Fild 2 O A a ca BETTER RESOURCES LIMITED BLUE GROUSE CLAIM CLAIM PLAN NFCFMRFR 1999 MITTRE 2

HISTORY

The present Blue Grouse claim was staked in 1998 by MinLand Resources as a result of follow-up of library research by Dan Berkshire of Minister of Mines information that recorded a shipment of 20 tons of 12% copper in 1956 from this showing but had little geologic information and no further reports.

The original Blue Grouse claim was held by H. Wheatley who is now eighty years old and lives at Oyster Bay. He reports that he could not interest other companies in the small showing and mined it himself with small equipment. He hand sorted high grade chalcopyrite accompanied by sooty chalcocite that he sacked and shipped to Tacoma. Wheatley does not know of any work in the area by others and does not know of any drilling in the area.

Until 1972 the base metal rights on the E&N Land Grant were held by CPR and its assigned companies which would have further dampened any search for orebodies in the area. Wheatley believed the showing was outside of the E&N Land Grant but a monument on the 50th parallel is just north of the showing.

Other mineral deposits in the area are the Argonaut magnetite mine to the south, Quinsam coal mine to the southeast, Boliden's Myra Falls massive sulphide lead-zinc-copper-gold-silver mine to the west and Cominco's Coast Copper at Port McNeil to the north and BHP's Island Copper further north.

TOPOGRAPHY, GEOMORPHOLOGY and CULTURE

Elevations range from 1300 feet(400m)at Reginald Lake to 800 feet (250m) at Campbell Lake to the north. Except for the steep walled gully of Reginald Creek and some steep sidehills on the northwest side of the claim the topography is fairly gently north sloping.

The last glaciation was almost directly from west to east as evidenced by striations appearing on the air photos. The intrusive on the southern 500 meters of the claim has been scraped nearly bare but north of this outcrop the air photos suggest overburden to at least 20 meters depth. The mineralized showing is the only outcrop seen in Reginald Creek except for a possible sandstone outcrop on line 17N.

The whole area was clear cut logged and slash burned in the 1930s and has naturally revegetated with Douglas fir predominantly that is now forty years old and ranges from 20cm to 45cm on the butt and 20 to 25 meters tall. Most of the area has been thinned within the last 20 years and where it has been thinned the salal bushes are thick under foot. There is occasional devils club in the wet areas. The timber is mature enough that it will probably be harvested again in the near future. The entire property is accessible by existing logging roads and old logging trails that can be reclaimed easily. The Elk Falls to Gold River double 32,000 volt transmission lines cut diagonally through the northern part of the property from line 12N on the east to Line 16N on the west. Unfortunately magnetic readings within 50 meters of the power line are too distorted to be useable.

There is ample water available by syphon from Reginald Lake or Reginald Creek for any drill program.

PERMITTING

Since the southern portion of the claim is covered by TimberWest surface rights and since the road accesses are TimberWest roads a road use permit has been obtained from TimberWest. A Notice of Work has been submitted to the Ministry of Mines, including a drill program, has been approved and a \$1000 reclamation bond has been posted.

GENERAL GEOLOGY

The general geology of Vancouver Island is described in Open File Report 463 of the Geological Survey of Canada by J.E. Muller in 1977. In general, faulted segments of sediments and volcanics ranging in age from the Pennsylvanian-Permian Sicker formation through the Triassic Karmoutsen volcanics, Quatsino limestone and Parson Bay sediments and the Jurassic Bonanza volcanics and sediments have been intruded by the Jurassic Island intrusives. These are overlain by the Cretaceous Nanaimo formation comprising conglomerate, sandstone, shale and clay, now preserved in patches.

LOCAL GEOLOGY and MINERALIZATION

Muller's map shows faulted segments of Karmutsen volcanics and Bonanza formation cut by Island intrusives in the claim area, with Nanaimo formation immediately to the east.

Air photos of the area show the intrusive granodiorite outcropping on the north side of Beavertail Lake and extending northwest to Reginald Lake and an outcrop of indeterminant volcanics on the north side of Reginald Lake. North of this outcrop area the claim is covered by glacial till with the only outcrop being the showing itself in Reginald Creek. The depth of the creek incision suggests that overburden could be up to 20 meters deep over the northern area.

A small exposure of sandstone in the east bank of Reginald Creek on line 17N at creek level suggests that at least part of the northern area could be covered by a thin veneer of Nanaimo formation.

Ρ5

The showing in the old channel of Reginald Creek has been exposed intermittently over an area 20 meters square. An estimated 200 tons was moved to produce the 20 tons of mineral shipped. Reginald Creek was diverted westward around the showing and remains in its new channel.

Rocks exposed in the showing are contorted and faulted limestone, silicified limestone and skarn, believed to be of Bonanza age. At present there is not a lot of mineralization exposed but fragments in the collapsed sorting shed and the dump show massive chalcopyrite with some magnetite. Wheatley reports that when they were mining in 1956 that sooty chalcocite would coat their hands and tools. The presence of secondary copper in a glaciated area suggests that this exposure may be close to the old pre-Cretaceous land surface and may have been protected from glaciation by the Cretaceous conglomerate and sandstone.

West of Reginald Creek there are frequent fragments of silicified sediments containing some fine remnant pyrite, suggesting a silicified aureole around the intrusive.

SURVEY GRID

A survey grid was established over the central portion of the Blue Grouse claim by compass and hip chain survey with marked cedar pickets at 50 metre intervals along lines spaced 100 metres apart. This grid was tied to surface features and line to line. The grid was computer plotted as an overlay on an air photo of the area. (Figure 3)

GEOCHEMISTRY

On the basis of Barry Smee's 1991 evaluation of the orientation surveys over Island Copper, summarized in CIM Special Volume 46, whereby he found that humus sampling provided a better indication of the grade and location of copper than the B-horizon soil samples, Better Resources collected humus samples at 50 meter spacings on east-west lines 100 meters apart from lines 5N to 18N of the LCP. Samples from lines 05N to 18N were ashed and analyzed by 30 element ICP by Acme Laboratories in Vancouver. Results have been reviewed by Barry Smee and Associates who had previously commented that any copper results over 60 ppm copper could be considered anomalous. The bubble plots for copper and molybdenum prepared by Barry Smee show anomalous areas to the west and northeast of the showing. The strongest anomalous area in the northeast corner of the grid could be interpreted as being both down-ice and down-slope from the known showing and the magnetic anomaly.



FIGURE 3 GRID OVER AIRPHOTO SCALE 1:10,000 DECEMBER.1999

GEOPHYSICS

An old 1950 500ft ground clearance aeromagnetic survey by Utah Mines indicated a low intensity northwest trending magnetic high in the vicinity of the showing and a low to the west. Later government aeromagnetic surveys at high ground clearance do not contribute to the picture. There is some magnetite at the showing but magnetometer readings over the showing gave only one spot high of 2000 gammas right over mineralization and there were no other strong highs in the vicinity.

On the basis that all the known mineralization at Island Copper was contained within the 400 gamma above background contour, a magnetometer survey using a Geometrics recording G856 magnetometer was carried out at 25 meter reading spacing on the same east-west lines 100 meters apart that controlled the humus sampling. Since the power line cuts diagonally through this grid a 300 meter long section could not be read on lines 12N to 16N. This does not distort the general interpretation.

A well defined northwest trending magnetic high occurs on the east side of the claims, removed 500 meters from the interpreted contact with the intrusive. Readings ranged from 55600 gammas to 56500+ gammas with an area 400 meters wide by 1500 meters long within the 56000 gamma contour. The Blue Grouse showing in Reginald Creek lies on the southwest side of this anomaly.

GEOLOGICAL MODELS

The property was optioned by Better Resources Limited partly because it appears to have been relatively unexplored but mostly because it has geologic similarities to Island Copper. Island Copper's initial showing was a skarn and vein chalcopyrite suboutcrop to the northwest of the Island Copper porphyry orebody contained in brecciated Bonanza volcanics and sediments intruded by porphyry. The Island Copper deposit was also covered by variable overburden and second growth fir trees and was found by drilling a geochemical anomaly. There is room for an Island Copper size orebody beneath the magnetic anomaly.

The other possible model for this area is the Coast Copper orebody which contained high grade chalcopyrite in skarns. The presence of anomalous lead and zinc and the higher calcium content of the anomalous humus samples could suggest a skarn association.

Since the Island intrusives may have invaded and digested portions of mineralized Myra formation as well as copper-bearing Karmutsen volcanics there could also be some potential for a copper-lead-zinc mineralized breccia zone beneath the magnetic anomaly.

2002 DIAMOND DRILL PROGRAM

In May-June , 2002 a two hole preliminary drill program was carried out under contract to Blue Stone Engineering Ltd, a private company wholly owned by the President of Better Resources Limited, with a sub-contract to Globe Drilling (1981)Ltd. Both holes were collared from the same set-up two meters south of the face of the small open pit on the Blue Grouse skarn showing. Hole BG02-01 was drilled vertically to 58.23m and hole BG02-02 was drilled -47 degrees at 090 azimuth for 198.48m.(see cross-section Appendix 1)

Both hole intersected the top of a steeply east dipping skarn zone, with variable copper content but some high grade chalcopyrite in hole BG02-02. Hole Bg02-01 ended in basaltic volcanics that are believed to be the footwall of the skarn zone. Hole BG02-02 after passing through the skarn zone cut basaltic volcanics interpreted to be in the hangingwall of the skarn zone before entering quite fresh granodiorite to the end of the hole. This granodiorite core was significantly magnetic, which may or may not be the cause of the low profile magnetic anomaly to the east of the skarn zone.

PROPOSED FUTURE WORK PROGRAM

These two holes have proven a steeply dipping skarn zone with significant copper mineralization that warrants further definition. Proposed future work should comprise at least two sections of drilling 30 meters apart to further define and sample the skarn zone along strike and down dip.

To test the porphyry copper potential of the property a preliminary Induced Polarization survey is warranted over 10 km of line at an estimated cost of \$500/line km. A provision of 500m of diamond drilling should be made for drilling any significant IP targets.

An initial budget would be:

 Skarn drill program 420m @ \$82/m = \$34,440

 IP Survey 10 line km @ \$500/km
 5,000

 Drilling IP targets 500m @ \$82/m =
 41,000

 Supervision and reporting
 10,000

Total preliminary program cost \$ 90,440

BETTER RESOURCES LIMITED

Clifford C. Rennie, P.Eng. President/Chairman December 2, 2002

APPENDIX I

STATEMENT OF QUALIFICATIONS

I, Clifford C. Rennie, P.Eng. of 2118 Carmen Road, Nanaimo, B.C. hereby state that:

- I am a graduate of the Faculty of Applied Science at the University of British Columbia with a Bachelor in Geological Engineering in 1953.
- (2) I am a continuous Member of the Association of Professional Engineers and Geoscientists since 1955, certificate #2638.
- (3) I have practised my profession as a geologist in Canada, USA, South America and Australia since 1950.
- (4) I have personally worked on several skarn and porphyry copper deposits.
- (5) I personally supervised the survey grid and geochemical sampling, personally carried out the magnetometer survey, and Personally supervised the diamond drilling, logged the core and split the samples.
- (6) I am an officer of Better Resources Limited and hold direct and indirect interest in the shares of the company. This interest does not interfere with my professional opinion of this property.

Clifford C. Rennie, P.Eng.

December 2, 2002

APPENDIX II

Diamond drill logs of Hole BG02-01 and BG02-02 And Cross Section

The cross section shows hole BG02-01 and BG02-02 and proposed future holes.

PLAN & CROSS SECTION DDH BG02-01& BG02-02

Scale: 1:1000 Dec., 2002 CCR



BETTER RESOURCES LIMITED

DIAMOND DRILL CORE LOG - SAMPLE RECORD

PI S C H	ROPERTY: BLUE GROUSE started: May 19, 2002 ollar Dip: -90 sole Depth: 58.23m	CLAIM: BG Finished: May 2 Azimuth:	1 23, 2002	LOG Core S Hole No:	GED BY: ize: NQ 2 : BG-02	. C. C. ∷ "	Rennie	
FROM TO D	DESCRIPTION	MINERAL	SAMPL	E FR TO	O LNTH	%Cu	ppbAu	ppmAg
0 3.05 Casing 3.05 4.88 Silicifi banded contort	ed limestone or chert. Grey . Some banding @45CA but ed.							
4.88 15.24 Skarn, band 12 from 43 to pale	up to 50% garnet. Argillaceous 2.19- 12.80. Indistinc banding 5CA to parralel to CA. Pink green. Minor magnetite	Disseminated chalco. Possible chalcocite @ 6.86 & 4mm veinlet @ 7.62	02-01 e 02-02 02-03 02-04 02-05	4.88 6. 6.40 7.9 7.92 9.4 9.45 10.9	40 1.52 92 1.52 45 1.53 97 1.52 50 1.53	.03 .17 .79 .64 .09	21 86 115 175 8	.4 .7 2.6 2.0 .3
15.24 16.61 Volcan calcite v	ics(?) Dark grey banded and veined @45CA							
16.61 18.29 Volcan	ics, silicified, fractured		02-06	17.07 18	.60 1.53	.0039	5	<.3
18.29 20.43 Skarn, patches	coarse garnet, with dark ferromags.	Chalco in grey veinlet @ 18.75	02-07	18.60 20	0.12 1.52	2 .018	9 14	<.3
20.43 29.12 Volcan with ski	arn band @ 20-25CA							
29.12 31.71 Amyge skarn b	laloidal volcanics with some ands							
31.71 40.85 Volcan dense. (parral t	nics, dark grey, fine grained, Calcite filled fractures sub- o CA.		• •		•		•	
40.85 43.90 Skarny skarn w and rev	v volcanics, 50% garnet-epidote with bands sub-parallel to CA versing. Some gougy sections							· .
43.90 58.23 Volcar occasio patches altered calcite	nics, dark grey, fine grained, nal silicified patches & some s of amygdules. Pale green patch 53.05-54.27. Quartz- veining @20CA 53.96-54.88		·			•		
End of Hole @ 58.2	3metres			•	۰.		•	•
	• · · ·	•		· •				
		•						

BETTER RESOURCES LIMITED

DIAMOND DRILL CORE LOG - SAMPLE RECORD

		PROPERTY: BLUE GROUSE Started: May 23, 2002 Collar Dip: -47 Hole Depth : 198.48m	CLAIM: BG1 Finished: June 02, Azimuth: 090	2002	LC Cor Hole	DGGE e Size I No:	DBY NQ2 3Q to BG-0	: C. C. 2" to 14 198. 02-02	Rennie 11.16 .48				
FROM	ГО	DESCRIPTION	MINERAL SA	AMPLE	FR	TO L	NTH	%Cu	ppbAu	ppmAg			
0	3.05	Casing.											
3.05	6.40	Skarn, 60% coarse garnet, fractured & oxidized	Good chalcopyrite @ 4.88 to 5.79	02-08 02-09 02-10	3.35 4.88 6.40	4.88 6.40 7.92	1.53 1.52 1.52	.0868 3.33 .065	16 356 6 [.]	.5 10.7 .4			
6.40	8.84 :	Skarn, siliceous with garnet and epidote streaks. Lower banding @45CA suggesting vertical skarn band	e	02-11	7.92	9.15	1.53	3 .018	\$ 4	.3			
8.84	12.50	Volcanics; siliceous & haed. fractured											
12.50	21.34	Volcanics, dark grey, amygdaloidal, 10% & some rossettes of feldspar											
21.34	30.49	Volcanics, dark grey, fine grained, occasional skarny patches 26.22 to 27.13 & 28.05 to 28.35. Fractured 29.88 to 30.49											
30.49	35.06	Volcanics, amigdaloidal wit some feldspar rosettes. Quite competent.											
35.06	41.46	Volcanics, dark greenish grey, fine grained, wide spaced fractures, compete	at.	-									
41.46 56.96	53.96 62.35	Basalt volcanics, amygdaloidal, some feldspar rosettes Basalt,dark greenish grey, fine grained skarn bands 54.88- 55.34 & 59.15 - 60.36	Disseminated chalco in large amygdule (52.74. 4mm pyrite- magnetite veinlet (45CA () 42.07 Some magnetite in skarn () 59.60	。 〕 〕		• .			•	÷		•	
62.35	, 70.58	Basalt, dark greenish grey, amygdaloid with some feldspar rosettes	lal 4mmx12mm chalc 45CA @ 68.60	o@									
70.58	76.52	2 Basalt, dark greenish grey, fine grained Skarny bands @ 45C @ 72.87-75.00 Possible felsite dyke @ 45CA @ 74.54 77.74. Quartz calcite vein @ 45CA @ 73.17-73.32 with some gouge.	1	•	. ·	•				,			
76.52	78.35	5 Basalt, amygdaloidal.		· · · . ·									
78.35	98.17	7 Basalt, dark greenish grey. Amygdules less distinct. Some bleached sections General banding 45CA. Quartz-calcite veins @ 86.28, 96.34	Magnetite in bleach sections @ 83.69-8 Not obvious but str magnetic. Continu 98.17.	hed 37.19 rongly es to	•				•		•		
98.17	120.4	2 Limy volcanics, partly altered to weak skarn. Banding @ 45Ca but some contortion. 5% quartz-calcite veining @ 45CA. NQ 2" to 110.82 then BQ to final.	< Magnetic spots @ 1 & 112.80 in altera	08.84 tion			•						
	•					•			· ·	•		÷.	•

BETTER RESOURCES LIMITED

DIAMOND DRILL CORE LOG - SAMPLE RECORD

PROPERTY: BLUE GROUSE LOGGED BY: C. C. Rennie CLAIM: BG1 Finished: June 02, 2002 Core Size: NQ 2" to 141.16 Started: May 23, 2002 Collar Dip: -47 Azimuth: 090 BO to 198.48 Hole No: BG-02-02 Hole Depth: 198.48m

FROM TO DESCRIPTION MINERAL SAMPLE FR TO LNTH %Cu ppbAu ppmAg 120.42 172.26 Basalt, dark greenish grey with 15% Magnetic @ 125.00 limey bands generally @ 45CA. Cuprite on fractures Fractured @ 5 to 10 cm to 130.49 129.57-129.88. but less frequently thereafter. Cuprite veinlets Indistinct fine breccia appearance 134.15 to 141.77. Some (5%) large 145.73-137.50 Magnetite patches amygdules 149.69-150.61 & 158.84 145.73-152.44 - 160.67. Limey bands 163.41-Magnetic @ 161.58 163.72 & 165.24-165.55. Brownish Fine disseminated cast to dry core 167.99-172.26 may chalco 167.68be biotite development. Contact @ 172.26 02-12 170.73 172.26 1.53 .0112 3 <.3 172.26 with granodiorite @ 45CA. 172.26 198.48 Granodiorite, light grey, medium All granodiorite

grained, ferromags generally unaltered core significantly 20% K-feldspar 172.26 to 174.70 decreasing to 10% downhole. Some inclusions finer grained. Kspar along fractures @ 45CA. Kspar approx. 2% 188.41-198.48.

magnetic.

End of hole @ 198.48m

APPENDIX III

SAMPLE ANALYSES

The drill core samples were analyzed by Acme Analytical Laboratories Ltd by 30 element ICP and gold in ppb.

ACME A' TICAL - (1 9002 Ac	LABORATORIES LTD. 852 E. HASTINGS ST. " OUVER BC V6A 1R6 PHONE(604/2004)20040000 (-1.1.) ccredited Co.) GEOCHEMICAL ANASIS CERTIFICATE
22	Better Resources Ltd. File # A201830 T1 2118 Carmen Road, Nanaimo BC V9S 5N6 Submitted by: Clifford C. Rennie T1
SAMPLE#	Mo Cu Pb Zn Ag Ni Co Mn. Fe As U Au Th Sr Cd Sb Bi V Ca P La Cr Mg Ba Ti B Al Na K W Au** ppm ppm ppm ppm ppm ppm ppm ppm ppm ppm
SI BRZ 02-01 BRZ 02-02 BRZ 02-03 BRZ 02-04	<1 1 <3 2 <.3 1 <1 6 .03 <2 <8 <2 <2 3 <.2 <3 <3 <1 .13<.001 <1 2 <.01 4<.01 <3 .01 .57 .01 <2 <2 380 277 4 245 .4 62 18 3405 12.20 104 26 <2 3 32 3.9 <3 20 809 16.09 .061 9 66 .15 17 .04 683 1.06 .01<.01 107 21 664 1747 7 44 .7 35 7 3495 13.04 121 19 <2 2 22 2.2 <3 22 37 16.94 .073 7 15 .03 10 .04 46 1.11 .01<.01 81 86 43 7929 6 52 2.6 108 14 3725 14.02 146 28 <2 3 11 3.2 <3 43 73 17.40 .038 7 25 .01 8 .05 <3 1.04 .01
BRZ 02-05 BRZ 02-06 BRZ 02-07 BRZ 02-08 RE BRZ 02-08	21 903 <3
RRE BRZ 02-08 BRZ 02-09 BRZ 02-10 BRZ 02-11 BRZ 02-11 BRZ 02-12	85 844 6 34 .5 41 10 3366 13.03 106 27 <2
STANDARD DS3/AU-R	11 120 35 147 .4 37 12 824 3.13 34 9 <2 4 28 5.8 6 8 73 .55 .091 17 181 .58 151 .09 5 1.69 .04 .16 7 489
GROUP UPPER ASSAY - SAMP <u>Sample</u> DATE RECEIVED:	1D - 0.50 GM SAMPLE LEACHED WITH 3 ML 2-2-2 HCL-HNO3-H2O AT 95 DEG. C FOR ONE HOUR, DILUTED TO 10 ML, ANALYSED BY ICP-ES. LIMITS - AG, AU, HG, W = 100 PPM; MO, CO, CD, SB, BI, TH, U & B = 2,000 PPM; CU, PB, ZN, NI, MN, AS, V, LA, CR = 10,000 PPM. RECOMMENDED FOR ROCK AND CORE SAMPLES IF CU PB ZN AS > 1%, AG > 30 PPM & AU > 1000 PPB IPLE TYPE: CORE R150 60C AU** GROUP 3B - 30.00 GM SAMPLE ANALYSIS BY FA/ICP. es beginning 'RE' are Reruns and 'RRE' are Reject Reruns. JUN 21 2002 DATE REPORT MAILED: Jung 3/02 SIGNED BY
4 - 12 12 - 12 12 - 12 14 - 12 14 14 - 12 14 14 14 14 14 14 14 14 14 14 14 14 14	

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

1.

Data FA VIAK

APPENDIX IV

SUMMARY OF COSTS

Total Program Cost	\$23,293,14
Report preparation	500.00
Sample analysis Acme Analytical Laboratories Ltd	269.64
Diamond Drill Contract with Blue Stone Engineering	Ltd \$22,523.50

Certified correct:

Clifford C. Rennie, P. Eng.

BLUE STONE ENGINEERING LTD

2118 Carmen Road Nanaimo, BC, V9S 5N6

IN ACCOUNT WITH:

Better Resources Limited 2118 Carmen Road Nanaimo, BC, V9S 5N6

For Diamond core drilling two holes on the Blue Grouse property, providing geological supervision, core logging and sampling from May 17 to July 02, 2002 as follows:

Hole BRZ 02-01	191 ft.
Hole BRZ 02-02	651 ft.
Total drilling	842 ft at Contract price of \$25.00/ft=
=	\$21,050.00
7% GST (#870113230 RT) =	= 1,473.50
Total Invoice	\$22,523.50

Blue Stone Engineering Ltd.

2

Clifford C Rennie, President

AGREEMENT BETWEEN:

BETTER RESOURCES LIMITED 2118 Carmen Road Nanaimo, BC, V9S 5N6 (he

(hereinafter called the "Company) and,

BLUE STONE ENGINEERING LTD

2118 Carmen Road Nanaimo, BC, V9S 5N6

(hereinafter called the "Contractor)

Whereas: The company is the holder of mineral rights on the Blue Grouse property, 18 km west of Campbell River, BC and is desirous of core drilling the mineral deposit to determine size and grade of the deposit and the Contractor has the knowledge and ability through itself and subcontractors to provide the required service as authorized by resolution of the Board of Directors of Better Resources Limited, (copy attached) the Company and Contractor agree:

(1) The Contractor will drill up to 1000 metres of NQ 2 inch or BQ diamond core drilling including all equipment, diamond bits, fuel supplies core boxes and labour and geological supervision, core logging and sampling, but excluding the cost of assaying, which shall be for the Company's account.

(2) The Company will pay \$25.00 per foot of drilling including casing through overburden, payable on submission of invoice by the Contractor.

(3) All work will be carried out in workmanlike fashion in compliance with all Provincial and Federal regulations.

Agreed at Nanaimo, BC this 15th day of May, 2002

BETTER RESOURCES LIMITED

Clifford C. Rennie, President

BLUE STONE ENGINEERING LTD

Clifford C. Rennie,

President

05/14/2002 08:42 2507588786 BRZ

PAGE 02

RESOLUTION OF BOARD OF DIRECTORS OF

BETTER RESOURCES LIMITED

PURSUANT to the power vested in the Directors by the Articles, the following resolutions are hereby passed as resolutions of the Directors of the Company, duly consented to in writing as of the 1st day of May, 2002.

RESOLVED THAT:

The Company enter into an agreement with Blue Stone Engineering Ltd, a private company 1. wholly owned by the president of Better resources Limited, Clifford C. Rennie to provide for diamond drilling of the Blue Grouse prospect west of Campbell River, BC. Blue Stone Engineering Ltd will provide geological and diamond drilling services at an overall cost of \$25.00 per foot of drilling. Blue Grouse Engineering Ltd have arranged for a diamond drilling contract with Globe Drilling (1981) Ltd. whereby as subcontractor Globe Drilling will be paid \$20.00 per foot of drilling. Better Resources Limited will pay directly for assaying of samples.

The expected initial amount of drilling under this contract is 1000 feet in thee holes. Depending on results this contract may be extended by mutual agreement of the parties involved.

2. The President is hereby authorized to sign this contract.

3. The foregoing resolutions may be signed in counterparts, each of which so executed shall be deemed to be an original and the same instrument and notwithstanding the date of execution shall be deemed to bear the date as shown above.

Earl D. Dodson

Montgomer osenh H

Clifford C. Rennie

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