

Introduction

At the request of the party holding the Morgan Property, I have been contracted to prepare a brief prospective on the said property. This consisted of a three day visit to the to locate new areas of interest, and to give recommendation towards an effective exploration program.

Location

The Morgan Property is located approximately 40 miles northeast of Hamloops, B.C. It is situated just west of the Louie's Creek road, 2 miles from the Ted Mt. road, at an elevation between 2500 ft. and 5000 ft.

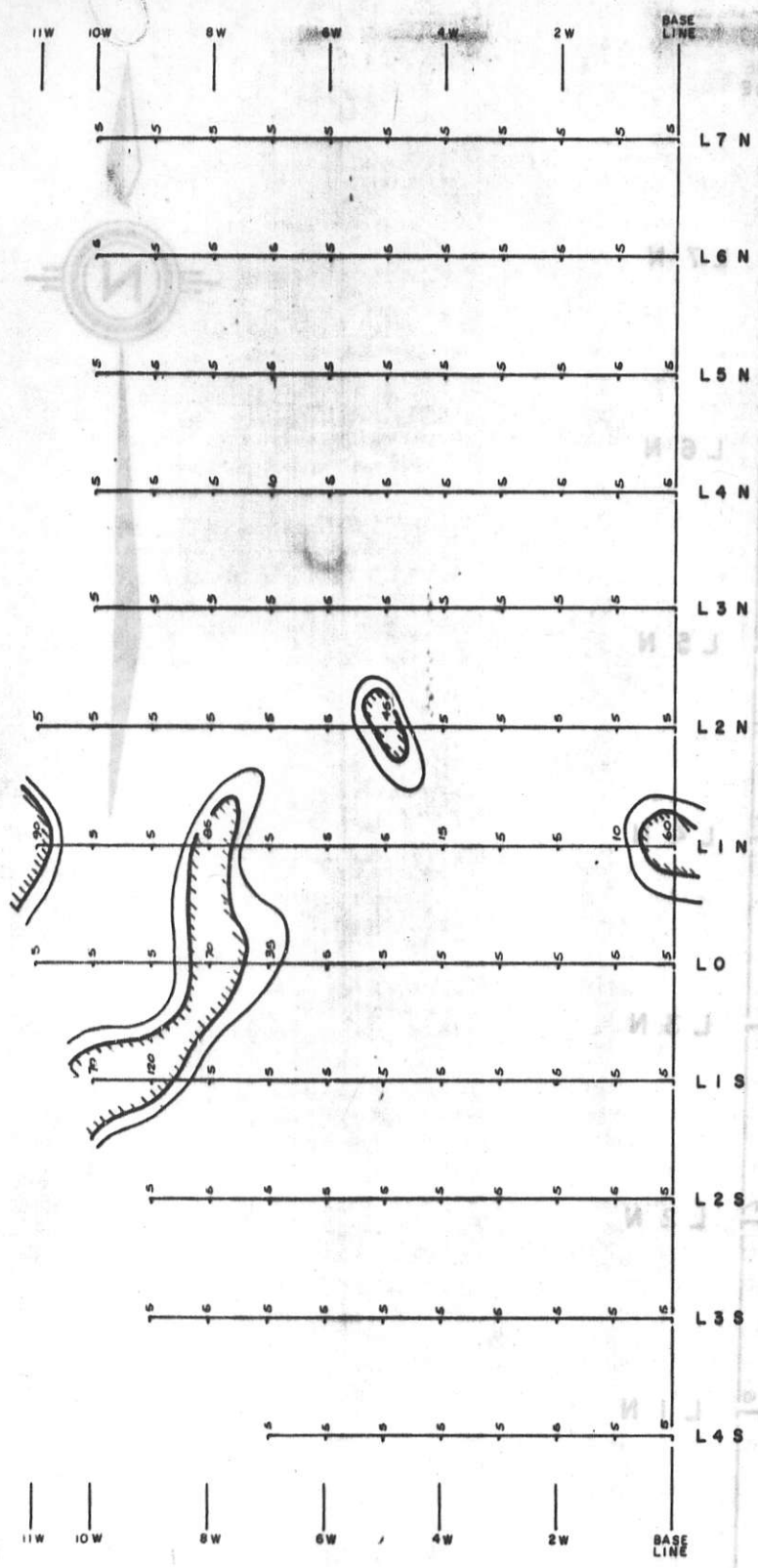
The terrain consists of steep heavily forested trails. An old adit, now covered by fresh earth, is the only significant man-made structure on the property. It is centrally located on the Morgan claim and enters the mineralized zone of current interest.

Geology

The host rock within the property can be classified as a Paleozoic metamorphic unit. The predominate rock types are a series of chlorite schists, quartz-mica schists, and amphibolites.

Some small granitic intrusions were also uncovered. The rocks within the property show a high degree of variability in nature as expected in metamorphics.

The rocks to the west (higher up the slope) are highly.



LEGEND:

- STATISTICALLY POSSIBLY ANOMALOUS
26.728 ppb. GOLD
- STATISTICALLY PROBABLY ANOMALOUS
44.158 ppb. GOLD

CALLEX MINERAL EXPLORATIONS LTD.
NUGGET II MINERAL CLAIM
 HARRISON LAKE AREA, NEW WESTMINSTER B.C.

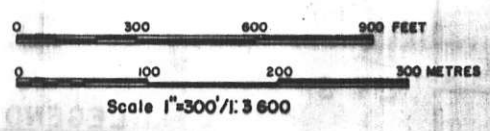
SOIL GEOCHEMISTRY
GOLD in ppb,

MAP to accompany a report by
 W.G. Hainsworth P.Eng. JULY 1983

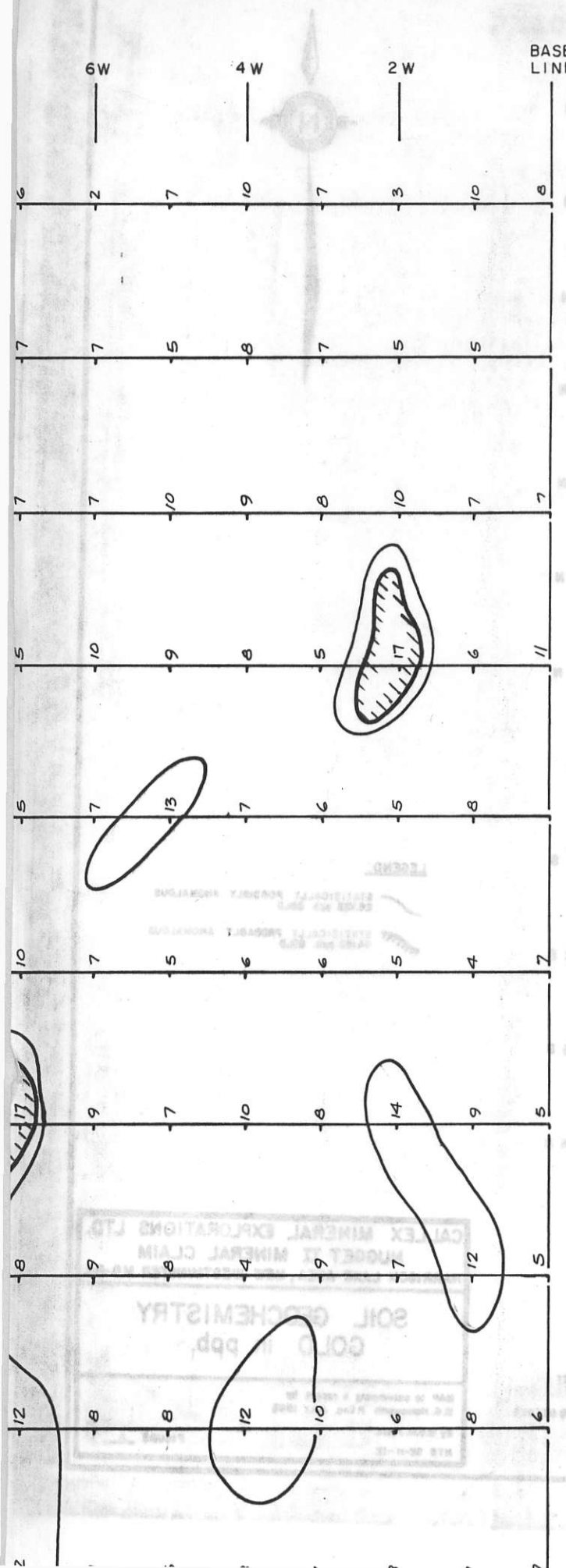
By W.G.H./c.m.c.

NTS 92-H-12

FIGURE 2



STATISTICALLY PROBABLY ANOMALOUS
 44.158 ppb. GOLD
 STATISTICALLY POSSIBLY ANOMALOUS
 26.728 ppb. GOLD



LEGEND:

STATISTICALLY POSSIBLY ANOMALOUS
12.048 ppm. LEAD

STATISTICALLY PROBABLY ANOMALOUS