

DIVERSIFIED METALS EXPLORATION

Jan '07

COMPANY OVERVIEW

Happy Creek Minerals Limited was incorporated in November 2004 and is engaged in the business of acquisition and exploration of mineral resource properties in British Columbia, Canada. During its first year, the Company acquired a 100% interest in 5 mineral properties in the south Cariboo, near the former Boss Mountain Molybdenum Mine, located northeast of 100 Mile House, B.C. In addition, the Company has acquired an option to earn 100%, and completed its first year commitments on the Rateria copper property, located in the Highland Valley, Logan Lake, B.C. These properties comprise a strategic portfolio of copper, molybdenum, tungsten, gold and silver prospects with superb infrastructure and potentially low cost of production.

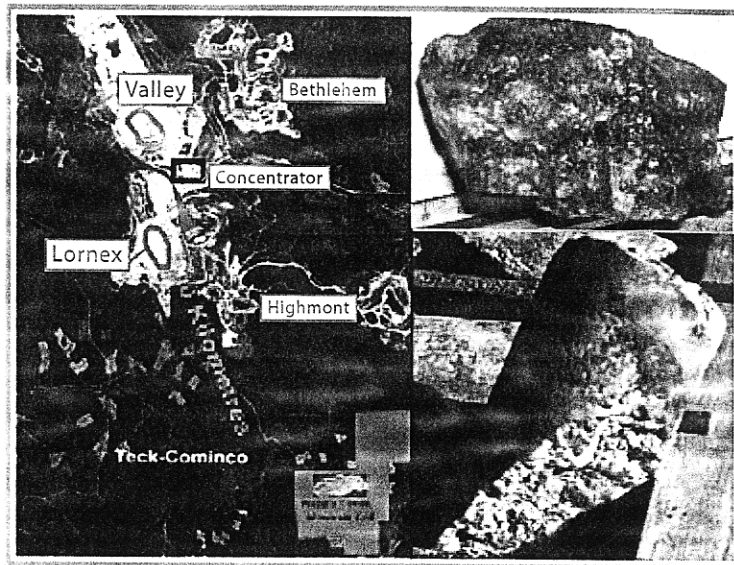
PROPERTIES

The Rateria Property

The Rateria property is located 10 km southeast of the Valley Copper Mine, Highland Valley, B.C. The property has geochemical, geophysical anomalies, and geology, structure, alteration, and copper minerals consistent with a Highland Valley style deposit. Recent 3D induced polarization survey has identified an anomaly approximately 1.8 kilometres by 600 metres in dimension beneath 7-15 metres of overburden/ glacial till. Quartz vein material containing bornite, chalcocite and minor chalcopyrite, occurs in float and outcrop in spatial proximity with the IP anomaly, and in outcrop locally contains 13% copper over 0.20 metres. On the south and north edge of the IP anomaly, three wide-spaced, shallow percussion holes from 1970 identified increasing iron oxides and copper values towards the end of the holes including one containing 9.1 metres grading 0.57% copper at a final depth of 42 metres. The Company believes the 3D induced polarization method is superior to traditional methods in positioning sources-in particular where there is relatively minor pyrite in the porphyry system as in the Highland Valley. The Rateria is currently our first priority drill target for this year.

The Silverboss Property

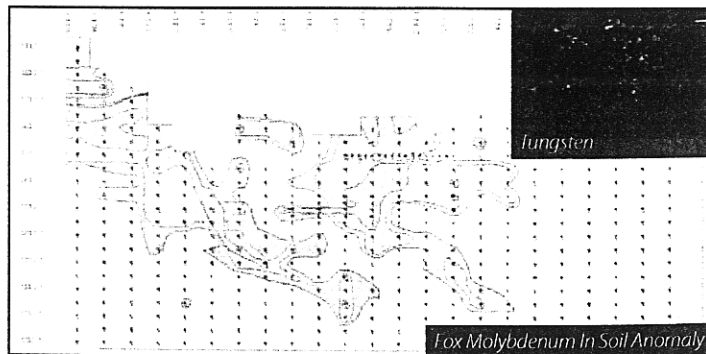
The Company has also made significant discoveries on the Cariboo properties located in proximity with the former Boss Mountain molybdenum mine operated by Noranda. Our Silverboss property comes to within 350 metres of an open pit. About 2 kilometres north of the open pits in the mine, widespread and moderate to strong quartz-sericite alteration, pyrite, and locally chalcopyrite, bornite, and scheelite occur. Near the summit of Takomkane Mountain, a trench dating from around 1917 was located and a grab sample returned 53.0g/t gold, 343.0 g/t silver and approximately 50 metres northeast, 10.0 g/t gold and 26.0 g/t silver occurs over 1 metre width. Other samples from the 2005 exploration on the Silverboss property returned 4.77, 5.82, 2.99, 1.38, 1.78, 5.55 g/t gold mostly with anomalous bismuth, tungsten and arsenic. Silt samples returned up to 54 ppm molybdenum. The Company believes that the Silverboss property hosts potential for copper, molybdenum deposits and a previously unrecognized intrusion related gold deposit model is an exciting possibility and form priority exploration targets for 2006.



Rateria Copper-Highland Valley

The Fox Property

Approximately 30 kilometres east of the Silverboss-Boss Mountain mine, exploration of the Fox tungsten-molybdenum property in 2005 has significantly advanced this 1999 discovery. In this area Snowshoe Group meta-sedimentary rock are Proterozoic-Early Paleozoic in age, and are cut by a small stock approximately 3 km in diameter, and comprised of quartz-biotite-muscovite granite composition, and locally garnetiferous. Dikes and sills of granite, aplite, pegmatite and abundant quartz flooding and veins occur around the stock contact. Multiple beds of calc silicate, garnet-pyroxene-vesuvianite skarn and minor marble contain pyrrhotite, and variable concentrations of pyrite, molybdenite, scheelite, locally chalcopyrite and sphalerite. Up to 4.25% tungsten in assay was obtained from grab samples, and 2.4% tungsten over 1.0 metre from the Nightcrawler creek zone where tungsten skarn is exposed over approximately 50 metres and remains open. Tungsten in outcrop, sub-crop, float and in soil and silt samples extend the potential for tungsten mineralization over 14 kilometres around the intrusive stock and beyond. Molybdenum (original Discovery zone) occurs generally southwest of the Nightcrawler tungsten zone and is comprised of two large soil anomalies and outcrop returning up to 4.99% molybdenum in grab samples. The Company believes the Fox tungsten-molybdenum property is a new discovery with excellent development potential.



Fox 2005: Tungsten-Molybdenum