

PART A

ADMINISTRATIVE DOCUMENTS

ASSESSMENT REPORT

Metallic and Industrial Mineral Permit Numbers

9304010001 to 9304010011 *[list all permits included in report]*

DROWNED HORSE PROJECT

NTS: 83H

For

Company A

Submitted by
Report Author

[if Company B, filing on Company A's behalf]

January 1, 2007

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SAMPLE

Authorization to Copy or Reproduce

January 1, 2007

Sam Smith, P. Geol., P. Eng. of Company A, authorizes the Government of Alberta to copy or reproduce "Parts B and C" of the attached Assessment Report for the **Drowned Horse Project**, at the end of the one year confidentiality period.

Sam Smith, [Designation: e.g. P. Geol., P. Eng., Prospector]
Company A

or

Joe Author, P. Geol., P. Eng. of Company B, mineral assessment appointee authorizes the Government of Alberta to copy or reproduce "Parts B and C" of the attached Assessment Report for the **Drowned Horse Project**, at the end of the one year confidentiality period.

Joe Author, [Designation: e.g. P. Geol., P. Eng., Prospector]
Company B

Authorization to file Assessment on Behalf of Company A (Mineral Assessment Appointee)

January 1, 2007

I, *[Sam Smith of Company A]*, the Designated Representative for Metallic & Industrial Minerals Permit Numbers *[9304010001 to 9304010011]*, hereby authorize *[Joe Author of Company B]* to act as Mineral Assessment Appointee. In the capacity of mineral assessment appointee, I hereby grant authority to submit and file assessment reports and other necessary documentation, to amend and/or cancel, allocate expenditures or make decisions for the report period on my behalf, for the noted permits, regarding the assessment period and related reports.

Sam Smith
Company A
Edmonton, Alberta
January 1, 2007

Separate authorization from each designated representatives must be provided for any metallic and industrial mineral permit(s) not held by the author of the report.

Detailed Expenditure Statement

This is a sample format that may be adjusted to your requirements.

CATEGORIES	DESCRIPTION	AIRBORNE GEOPHYSICS	GROUND GEOPHYSICS	DRILLING	TOTAL COST
SALARY AND WAGES					
Senior supervision	15 days @ \$\$/day				\$\$
Field technicians	1 techs - 15 days @ \$\$/day				\$\$
Field assistants	2 techs - 15 days @ \$\$/day				\$\$
Report preparation	1 staff 7.5 days @ \$\$/day				\$\$
Drafting/mapping	\$\$				\$\$
TOTAL					\$\$

FIELD COSTS					
Accommodation/meals	4 staff @\$\$/day X 15 days				\$\$
Field supplies	Compass, walkie talkies, whistles etc. 3 staff Total \$\$				\$\$
Fuel					\$\$
Freight					\$\$
Communications					\$\$
Travel	2 trucks (fuel included @ \$\$ per km Total XX km				\$\$
TOTAL					\$\$

RENTAL EQUIPMENT					
Field equipment rental	2 quads 15 days @ \$\$/day				\$\$
Vehicle operation and repair					\$\$
TOTAL					\$\$

SUBCONTRACTING SERVICES					
Drilling contractor					\$\$
Geological/geophysical contractor					\$\$
Helicopter contractor					\$\$
TOTAL					\$\$

LABORATORY CHARGES					
Processing	5 days @				\$\$
	\$\$/days				
Assay costs					\$\$
Other lab charges					\$\$
Data analysis/interpretation					\$\$
Total					\$\$

OTHER					
					\$\$
					\$\$
					\$\$
					\$\$
Total					\$\$

SUB TOTAL					\$\$
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GENERAL OFFICE & ADMINISTRATIVE COSTS					
General office overhead (10% of Sub Total) – includes; phone/fax, postal/courier/freight, misc. office expenses, land administration fees; maps, reports, publications)					\$\$

GRAND TOTAL					\$415,475.50
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I certify that these expenditures are valid and were incurred in conducting assessment work on the metallic and industrial mineral permits associated with this assessment report.

Report Author

Date

Note: Some expenditures are not acceptable - e.g., permit fees, vehicle insurance. Communication and freight under Field costs must be field-

related. Please contact the department regarding "Other" costs you wish to include.

SAMPLE

Permit Amendments and Cancellations

AMENDMENTS

PERMIT NUMBER	CURRENT AREA	AREA TO BE RETAINED	Area (ha)
9304010004	e.g. 4-23-075: 22; 27; 34 4-23-076: 3-6; 7-9; 10W; 15W; 16-23; 26-35	e.g. 4-23-075: 22; 27; 34	768

Note: When amending a permit area always state the lands that you wish to retain.

CANCELLATIONS

PERMIT NUMBER
9304010003
9304010006

Note: If you are surrendering the full permit you do not have to enter the current area.

Allocation of Expenditures to Metallic and Industrial Mineral Permits

Permit Number	WORK PERIOD	Current Area (ha)	Final Area (ha)	Amount Required \$	Amount Allocated \$
9304010001	1	8704	8704	\$43,520.00	\$43,520.00
9304010002	1	3840	3840	\$19,200.00	\$38,400.00
9304010003	1	5414	0	\$27,070.00	\$0
9304010004	1	7424	768	\$3,840.00	\$11,520.00
9304010005	1	9216	9216	\$46,080.00	\$92,160.00
9304010006	1	8960	0	\$44,800.00	\$0
9304010007	1	8180	8180	\$40,900.00	\$75,615.50
9304010008	1	7488	7488	\$37,440.00	\$37,440.00
9304010009	1	9216	9216	\$46,080.00	\$92,160.00
9304010010	1	1536	1536	\$7,680.00	\$7,680.00
9304010011	1	3396	3396	\$16,980.00	16,980.00
TOTAL		73,374	52,344	\$261,720.00	\$415,475.50

Note: Any excess expenditure not allocated will be arbitrarily allocated if you have not specified.

Map of Current Permits and Boundaries

Provide legible map showing current permits boundaries and permit numbers

SAMPLE

ASSESSMENT REPORT CHECKLIST

Please complete and submit this form along with Part A. This will help you and the Department ensure your mineral assessment report is complete. The filing of the assessment report is in three parts; Part A - Administrative Documents, Part B - Technical Report and Part C - Technical Appendices.

PART A: ONE COPY OF THE FOLLOWING:

- Covering letter – identify permit numbers that the report applies to and the name of your report (signed)
- Authorization to copy or reproduce (signed)
- Mineral assessment appointee – signed authorization to represent or file on behalf of another company or submitted with intent to file
- Detailed expenditure statement (signed)
- Any permit amendments/cancellations
- Allocation of expenditures to permits
- Map showing current permits boundaries and numbers

Note: Submit in a separate binding from Parts B and C

The Dept of Energy has a copy of this checklist on the website that you can fill out and save.

PART B: TWO COPIES OF THE TECHNICAL INFORMATION AS FOLLOWS:

- Copies of the assessment report
- Title page
- Table of contents in each report
- Breakdown statement of project work performed in work period
- Report typewritten and suitable for reproduction
- Any appendices

Note: If Part C is included in the same binder as Part B, the sections must be separated and noted in the table of contents.

PART C: TWO COPIES OF THE SUPPORTING OR SUPPLEMENTARY APPENDICES, SUCH AS

- Copies of the assessment report
- Title page
- Table of contents in each report
- Location mapping of samples which relate to the results in Part B
- Legible drilling logs
- Aeromagnetic mapping
- Any large map sheets
- Any data submitted in an oversize (e.g. maps) or non-standard format (e.g. electronic)

Name

Phone number

NOTE THAT FAILURE TO FULFILL THE ABOVE BASIC REQUIREMENTS WILL RESULT IN REJECTION OF THE REPORT WITH A 7-DAY PERIOD TO CORRECT THE DEFICIENCIES.