

SURFACE DIAMOND DRILL PROGRAM

ASSESSMENT WORK REPORT

**PROSPER GROUP INCL:
BES, BEC, BROOKLYN, BAT, BEN CLAIMS
BEDWELL RIVER**

**Alberni Mining Division
NTS Location 92F/5E & W
Latitude 49° 24'N
Longitude: 125° 45'W**

**CLAIMS OWNER:
BERMUDA RESOURCES LTD.**

**OPERATOR:
BERMUDA RESOURCES LTD.**

**CONSULTANTS:
ADTEC MINING CONSULTANTS INCORPORATED**

**AUTHOR:
M.P. Dickson, P. Eng.**

**Date:
December 2, 1985**

**GEOLOGICAL BRANCH
ASSESSMENT REPORT**

14,067

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I. INTRODUCTION

1. Location

The "Prosper" claim group is located 29.5 km N.N.E. of Tofino, on Vancouver Island, B.C., in the Alberni Mining Division on Mineral Claims Maps M92F/5E & W. Specific location is 49° 24' North, 123° 15' West. The elevation of the lower "Prosper" adit where the 1985 surface diamond drill program took place is approximately 100 metres a.s.l., or 80 meters above the river level (see Figures 1, 2, & 3).

2. Access

Several modes of access are available. The property has 3 helicopter landing sites, including one at the main camp, across the Bedwell River approximately 700 meters west of the minesite, one within 50 meters of the lower portal, able to handle a Hughes 500 helicopter, and one along the east bank of the Bedwell, in low water capable of handling a Ranger 206 helicopter.

The second access is by road and water. Access to the head of Bedwell Sound, from Tofino may be gained by boat or floatplane. An old logging road along the west side of the Bedwell River, partially overgrown, and with bridges in general state of disrepair, connects with the main campsite. A boat or rubber dinghy is required to cross the river at the cabin (see Figures 2 & 3).

An old logging road, beginning across the river from the cabin, and some 50 meters upstream, connects with the portal in a circuitous path some 1,000 meters in length. At present the main access road is able to take hikers or small trail bikes.

3. Property

The property consists of the following claims:

<u>Claim Name</u>	<u>Record No.</u>	<u>Units</u>
Bec	24 (6)	3
Bes	43 (9)	3
Brooklyn (1701)	1156 (1)	1
Bat	215 - 218 (6)	4
Ben	233 - 236 (7)	4
		<hr/> 15 units

The property embraces several known veins and workings including the Prosper vein, upon which two adits plus trenches have been excavated, the Isob vein upon which a single adit plus trenches have been excavated, two other veins on which trenching has been conducted, and the old Avon (or Castle) workings on which fairly extensive shaft sinking, tunneling and trenching was done on several deposits (see Figure 3).

4. History

The history of the present property dates back to before the turn of the century.

Contact metasomatic copper-magnetite deposits on the "Castle" claim were developed between 1898 and 1900 by shafts and drifts. In addition, at least two quartz veins were found and trenched showing values in gold. This claim was restaked in 1938 under the name "Avon" and more recently as the "Ben" claim.

However, the subject of this report revolves more around the Prosper vein. The "Prosper" and "Isob" veins were originally developed about 1903 under the name Pakeha. At that time, a short (10 m) adit was driven on the "Isob" vein and a 10 meter adit (which eventually became the lower Prosper Adit) was driven on the "Prosper" vein. Both these veins are presently located on the Bes #2 unit.

In 1938 the old Pakeha was restaked under the name "Prosper" by a group including Walter Guppy, who still retains an interest in the property. Between 1938 and 1941, the group developed the claim by trenching along strike on each vein at intervals for approximately 150 meters. Two other veins, located several hundred feet south of the Prosper vein were also discovered and trenched. In 1941 an adit was begun on the Prosper vein, some 40 meters in elevation above the old Pakeha adit. Samples were taken to Bralorne's Buccaneer mine several miles away. The assay showed 7 oz. Au/ton and Bralorne Mines Ltd. optioned the property on a 15% royalty on net profits.

In 1941, and 1942, Bralorne advanced the upper adit to a distance of 120 feet (36.6 m) from the portal, sunk a winze some 30 feet (9.1 m) in depth and began overhand and underhand stoping on the vein. One hundred tons of this ore, averaging 2.18 oz Au/ton, was shipped to the Buccaneer mill. Mining was suddenly halted in mid-1942 due to the wartime labour shortage, at which time the Buccaneer mill was dismantled and hauled to Hedley. In 1947, the Prosper Gold Mining Syndicate optioned the property and in 1947 extended the old Pakeha (Lower) adit to 128 meters (420 ft). In addition, they drove a 10 meter (33 ft) raise on-vein and bagged about 5 tons of ore grading 2.68 oz. Au/ton. Due to lack of funds they closed operation in July, 1947.

In 1981, the property was sold to Bermuda Resources Ltd., the present holder of the group and in that year, Steve Fagen & Associates rehabilitated the Prosper and Isob mine workings, rehabilitated old trenches and extended the veins with new on-site trenches. This was immediately followed by an inspection and report written by D.W. Tully, P. Eng.

In June and July of 1985, Adtec Mining Consultants carried out work including:

- a) Clearing of helicopter landing pads;
- b) An evaluation of access road;
- c) Underground bulk sampling of upper adit;
- d) Winze dewatering;
- e) Survey tie-in of surface and underground workings;
- f) Evaluation of potential of mineral reserve and dump material;
- g) Choice of drill site for up-coming surface drill program.

Summary of Work Covering this Assessment Report

- a) Drill pad and helicopter pad made ready for surface drill rig.
- b) 158 metres of BQ core drilling was carried out in 3 holes to cut the Prosper vein above and below the upper and lower adits.

5. Economic Potential

The Prosper mine appears to contain, as developed to date, at least some 1,000 tons of mineral reserves grading approximately 2.0 ozs/ton Au over width of approximately 0.6 metres. In addition, the 550 tons of broken development muck at the upper level surface dump may average between 0.40 and 0.60 ozs/ton Au.

6. Purpose of Surface Diamond Drilling

The purpose of the surface diamond drill program that was recommended by D.W. Tully, P.Eng. in his report of 1981 was to try to extend the above mentioned mineral reserves to depth and along strike to the north. The following work program, with details, was carried out to fulfill the above recommendations and further test the properties' potential.

II. WORK PROGRAM

The following work was carried out between July 12, 1985 and September 15, 1985 in regard to the surface drill program.

- a) Clearing of diamond drill site and helicopter pad by Steve Fagen and Associates of Burnaby, B.C.
- b) Mobilization and demobilization of diamond drill and gear to site from Vancouver by Tri-Mac Drilling, Steve Fagen and Associates and Long Beach Helicopter.
- c) Surface diamond drilling of the 3 holes for a total of some 158 metres (520 feet).
- d) Logging of holes on site and core splitting and assaying of pertinent sections in Vancouver.
- e) Evaluation of drill logs and assay results.

The diamond drilling was carried out by Tri-Mac Drilling Ltd. of Vancouver, B.C. using a Model 28 Hydra-wink drill and a 3 man crew. Core size obtained was BQ and satisfactory core recover was achieved.

The program was outlined by W.M. Ash, P.Eng. of Adtec and supervised on site by Mr. S. Tomlinson, B.Sc. of Gewargis Resources Ltd. of Vancouver.

Mr. Tomlinson logged the core on site and chose the sections of interest to be brought to Vancouver for further study and assaying. The core is stored at the drill site on the property while the sections of interest are stored in Vancouver with Adtec Mining Consultants.

Three sections (one from each hole) were split for fire assaying which was carried out by Chemex Labs of North Vancouver.

The three holes were all drilled from the same set-up (see Figure 5) at the following azimuths and inclinations:

<u>Hole</u>	<u>Azimuth</u>	<u>Inclination</u>	<u>Depth</u>
1	124°	-25° 42'	180'
2	120°	-43° 24'	190'
3	128°	-38° 00'	150'

III. RESULTS, INTERPRETATIONS AND CONCLUSIONS

I. Results

From drill logs submitted by Tomlinson, the rock type intersected is mainly intermediate volcanics similar to that seen on surface and underground. Narrow veinlets of quartz and calcite are encountered throughout most of the country rock along with narrow slickened shears. The readers are referred to Tomlinson's logs (Addendum 1) for a fuller description of the rock types, structure and mineralization.

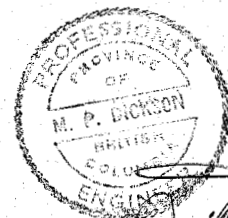
The author logged and sampled the core returned to Vancouver, which included the vein intersections and reports the following:

<u>Hole</u>	<u>Core Width</u> (ft) (m)	<u>Intersection</u> (ft) (m)	<u>Description</u>	<u>Au</u> ozs/ton	<u>Ag</u> ozs/ton
1	0.33 (0.10 m)	166.2 - 166.53 (50.66 - 50.76 m)	Vein - 50% Qtz. in shr. volcanics minor sulphide.	< 0.003	0.12
2	3.40 (1.04 m)	118.1 - 121.5 (36.0 - 37.3 m)	Vein - 20% Qtz. in volcanics, Tr. sulphide.	< 0.003	0.04
3	0.45 (0.14 m)	109.0 - 109.45 (33.22 - 33.36 m)	Vein - 40% Qtz. in volcanics, Tr. sulphide.	< 0.003	0.06

In general, in the area of the down-dip projections of the Prosper vein more quartz and sulphide was encountered than throughout the rest of the hole, but as can be seen by assay returns, values for gold and silver are rather low.

The author draws the conclusion, from on-site examination of the underground and surface workings, and examination of the zones of interest and Tomlinson's logs that the veins are indeed mainly quite narrow and that sulphides with accompanying precious metal values are confined to very small mineralized shoots.

Therefore, the author feels that based on present knowledge, that further extensive diamond drilling is unwarranted unless specific targets can be located by other exploration means.



M. P. Dickson

ADDENDUM 1

DIAMOND DRILL LOGS

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 1

SHEET NUMBER 1 of 6 SECTION FROM _____ TO _____ STARTED Aug. 17/85
 LATITUDE _____ DATUM _____ COMPLETED Aug 19/85
 DEPARTURE _____ BEARING 100° Magnetic Azmutj ULTIMATE DEPTH (54.9m) 180 ft
 ELEVATION 225 ft. ASL (68.6m) DIP -25.7° PROPOSED DEPTH (54.9) 180 ft.

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
0'-3.0' (0.091m)	Andesite with disseminated pyrite, magnetic. calcite blebs approximately 1% of volume, normal veinlets.					
3'-3'7" (0.91-1.09m)	Shears at approximately 33° to core axis.					
3'7" - 6'1" (1.09m - 1.854m)	Andesite with disseminated pyrite, magnetic veinlets.					
6'1" - 16'1" (1.854m-4.902m)	Andesite, but calcite pervasive to 5%, epidote pervasive, no veinlets, andesite slightly altered (sheared appearance).					
12'5" (3.785m)	5mm thick quartz/calcite/epidote vein, coarse grained vuggy, at 47°					
16'1" - 19'2" (4.902m-5.842m)	Altered andesite, sheared graphitic look, disseminated pyrite, slightly magnetic, calcite, blebs and veins to 35%.					

Best Zambon

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 1

SHEET NUMBER page 2 of 6 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING 100 Mag. Az. ULTIMATE DEPTH _____
 ELEVATION _____ DIP -25.7 PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
19'2" - 25' (5.842-7.62m)	Andesite, disseminated pyrite, magnetic veinlets and shears; at 20' - rusty shears.					
25' - 26'9" (7.62m-8.153m)	Andesite, but shears at 04° to core axis.					
26'9" - 36'11" (8.153m-11.252m)	Andesite, approximately 1% disseminated pyrite, slightly magnetic veinlets.					
30'3" (9.22m)	6mm wide coarse grained calcite, epidote, minor quartz and possibly some pariposite vein, vuggy, 1% pyrite, non-magnetic, at 26° to core axis.					
35'11' 10.95m)	4mm wide coarse grained calcite, epidote, quartz vein vuggy, at 72°; cross-cuts and displaced 1mm wide. Similar vein at 19° by 5mm.					
36'11" - 38'10" (11.25m-11.84m)	Andesite with calcite and epidote blebs up to 5%, few veins, last 7" has a shear at 31°. Slightly magnetic, some pyrite.					

Scott Zoulik

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 1

SHEET NUMBER 3 of 6 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE No.	WIDTH OF SAMPLE	GOLD \$		
38'6" (11.74m)	2mm wide quartz, calcite, epidote vein, sheared slightly at 66°, rusty, possibly mariposite.					
38'10" - 70'9" (11.84m-21.56m)	Andesite veinlets, very minor pyrite, non-magnetic to slightly magnetic.					
56'1" (17.09m)	9mm wide quartz/epidote vein at 63°.					
66'8" (20.32)	11mm wide quartz/epidote vein at 54° to core axis.					
70'9" - 72'6" (21.56m-22.10m)	Andesite has been slightly silicified due to large number of quartz stringers. Quartz stringers make up 10% of volume; very irregular, cross-cutting, some normal, with calcite and epidote, up to 1 cm wide. Some pyrite concentrated in blebs. Magnetic; Epidote = 5% of volume.					
72'6" - 104' (22.10m- 31.70m)	Andesite with quartz, calcite, epidote veinlets, minor pyrite as blebs along planes in veinlets, slightly to very slightly magnetic. Veinlets are					

Scott Zomth

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 1

SHEET NUMBER 4 of 6 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
	very irregular, sometimes epidote and sometimes quartz pervasive around veinlets. No veinlets larger than 3mm.					
104' - 104'5 (31.7m-31.83m)	Quartz vein, milky cryptocrystalline, no sulfides, non-magnetic. Some andesite within vein rock, altered to sheared, talcose, almost clay-like. Vein at 69°.					
104'5" - 106'5" (31.83m-32.44m)	Andesite is sheared, slightly talcose, especially on shear plane. Some quartz stringers, no sulfides, non-magnetic, one shear at 31°.					
106'5" - 119'10" (32.44m-36.53m)	Normal andesite, non-magnetic, no pyrite, normal quartz/calcite/epidote veinlets.					
109'4 - 109'10" (33.32m-33.48m)	Shears at 61°, almost slickenside surfaces.					
119'10" - 120'11" (36.53m-36.86m)	Andesite has been heavily silicified that it is almost pure quartz - only slightly resembles andesite. Many small, irregular quartz stringers,					

Scott Zambra

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 1

SHEET NUMBER 5 of 6 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
	plus some epidote stringers. General silicification 66°. No sulfides, non-magnetic.					
120'11" - 162'7" (36.86m--49.56m)	Normal andesite, normal veinlets, non-magnetic with minor pyrite.					
123'5" (37.62m)	Quartz/epidote vein; approximately 30% epidote, 1cm wide at 66°.					
132'8" - 132'9" (40.44m-40.46m)	Quartz/epidote veinlets, 22mm wide at 61°, and a series of parallel and interfingering veinlets.					
141'5" - 141'10" (43.10m-43.23m)	Andesite between irregular stringers has been severly leached. Rock is silicified, epidote to 50% plagioclase crystals to 1mm are white blocks altered to clay-like).					
161'9" (49.30m-)	Quartz, epidote, calcite vein, with minor (less than 1%) pyrite. Pyrite in surrounding andesite; slightly magnetic, 17mm wide at 44°.					

Scott Fowler

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 1SHEET NUMBER 6 of 6

SECTION FROM _____ TO _____

STARTED _____

LATITUDE _____

DATUM _____

COMPLETED _____

DEPARTURE _____

BEARING _____

ULTIMATE DEPTH _____

ELEVATION _____

DIP _____

PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$ OZ./ton	Silver ozs./ton
162' (49.38m)	Same as 161'9", <u>only</u> 6mm wide at 31°.				
162'7" - 166'5" (49.55m-50.72m)	Normal andesite with normal veinlets, minor pyrite occurs (approximately 1%) and some leaching.				
166'5" - 166'10" 1(50.72m-50.85m)	Quartz vein, vuggy, minor calcite, some epidote, approximately 40% sulfides - mainly pyrite, rusted pyrite cubes, and chalcopryite; 5% of volume is vugs. Pyrite crystals to 3mm across; possibly some weathered galena.	27858	0.33 ft. (0.10m)	<0.003	0.12
	Attitude of vein approximately 71°. Some alteration (slightly talcose) in adjacent andesite.			166.2-166.53 Ft. (50.66m-50.76m)	
166'10" - 180' (50.85m- 54.86m)	Andesite minor (approximately 1%) pyrite, normal veinlets.				
	End of Hole No. 1				

Scott Fowler

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 2SHEET NUMBER 1 of 7

SECTION FROM _____ TO _____

STARTED Aug. 19/85

LATITUDE _____

DATUM _____

COMPLETED Aug 21/85

DEPARTURE _____

BEARING 120° True AzimuthULTIMATE DEPTH 190 ft.

ELEVATION _____

DIP -43.4°

PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
0 ⁰ - 2'10" (0m - 0.86m)	Andesite, normal veinlets, no pyrite, non-magnetic.					
2'10" - 3'8" (0.86m - 1.12m)	Andesite is enriched in epidote and quartz pervasively - looks greenish/white; some bleaching.					
3'8" - 24'7" (1.12m - 7.49m)	Andesite is normal, with occasional epidote phenocrysts to 1mm, occasional bleached areas, minor pyrite near veinlets, normal veinlets, magnetic - non magnetic.					
11'8" (3.556m)	Quartz vein, epidote rich (approximately 40%), 13mm wide at 35°.					
17'10" (5.436m)	Quartz stringers and epidote (approximately 50%) zone, heavily silicified andesite. Pyrite in small lenses to 5%, zone is 37mm wide at 65°.					
21'4" (6.502m)	Quartz stringers and epidote zone, heavily silicified andesite, minor pyrite; zone is 19mm wide at 67°.					

Scott Romlin

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 2SHEET NUMBER 2 of 7

SECTION FROM _____ TO _____

STARTED _____

LATITUDE _____

DATUM _____

COMPLETED _____

DEPARTURE _____

BEARING _____

ULTIMATE DEPTH _____

ELEVATION _____

DIP _____

PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
24'7" - 27'2" (7.49m-8.28m)	Andesite plus 5% weathered alteration globules to 1 cm in size. Minor Pyrite Globules may be epidote, altered to clay-like; magnetic.					
27'2" - 80'9" (8.28m-24.61m)	Andesite and normal veinlets. May be slightly magnetic.					
34'6" - 35'6" (10.52m--10.82m)	Many irregular epidote and quartz stringers. Quartz to 6mm, minor pyrite as Globules.					
66'1" (20.14m)	Quartz veinlets with silicified andesite zone between. Zone is 3.8 cm wide at 56°. Also epidote and calcite.					
80'9" - 80'11" (24.61m-24.66m)	Silicified zone, irregular, plus epidote; irregular veinlets.					
80'11" - 83'4" (24.66m-25.40m)	Andesite is partially brecciated by quartz and epidote. Quartz and epidote = 10% of volume.					

Scott Zoulin

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 2

SHEET NUMBER 3 of 7 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
83'4" -104'11" (25.40m-31.98m)	Normal andesite, normal veinlets.					
104'11"-106'9" (31.98m-32.54m)	Series of shears, talcose surfaces at 25°. Minor pyrite.					
106'9" -118'4" (32.54m-36.07m)	Stockwork of irregular veinlets (quartz plus some epidote) approximately 4mm wide. In places the andesite is brecciated by veinlets. Quartz = 5% of volume. Minor pyrite and boxwork.					
118'4" -118'11" (36.07m- 36.25)	4 major quartz veins with indistinct (interfingering with andesite) edges, from 1cm - 3.2cm wide. Veins cross-cut. Minor pyrite in veins, but much more as lenses adjacent to veins. Pyrite may = 15% of volume of andesite. Quartz = 50% of length. Main trend of quartz = 59°; non-magnetic.					
118'11"-119'8" (36.25m-36.47m)	Sheared andesite. Talcose, almost slickenside surfaces. Trend at 29°, 5% pyrite. Minor quartz as elongate pods parallel trend, weathered euhedral crystals average approximately 0.5mm.					

Scott Coulter

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 2

SHEET NUMBER 4 of 7 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE No.	WIDTH OF SAMPLE	GOLD \$	Silver ozs./ton
119'8" -120'5" (36.47m-36.70m)	Quartz stockwork vein. One main interfingering vein with smaller cross-cutting veins. Main vein at 24° and 3.2 cm wide, cross-cutting veins at 76° and 2 - 5mm wide. Adjacent andesite is sheared, may be slickensided. Pyrite occurs as veinlets and lenses to approximately 10%.	27859	3.4 ft. (1.04m)	<0.003	0.04
120'5" -120'11" (36.70m-36.86m)	Sheared zone, rock is very talcose; pyrite to 5%.				
120'11" -124'6" (36.86m-37.95m)	Many thin (average 2mm wide) irregular quartz stringers en echelon; trend at 62°. Andesite slightly sheared. Small (0.5mm) euhedral weathered crystals, possibly bleached (possibly pyrite). Minor pyrite as small euhedral (approximately 1mm) crystals.				
120'11" (36.86m)	Irregular quartz vein, 9mm wide at 76°.				
122'9" (37.42m)	Irregular quartz vein, 5mm wide at 32°.				

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 2SHEET NUMBER 5 of 7

SECTION FROM _____ TO _____

STARTED _____

LATITUDE _____

DATUM _____

COMPLETED _____

DEPARTURE _____

BEARING _____

ULTIMATE DEPTH _____

ELEVATION _____

DIP _____

PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
124'6" -165' (37.95m-50.29m)	Normal andesite, normal veinlets with small euhedral weathered out crystals (possibly plagioclase or pyrite). Minor pyrite. Andesite varies in colour from grey-green-purple (often in "blotches"). Also, whitish silicified zones.					
128'7" -128'9" (39.19m-39.24m)	Silicified zone, irregular stringers, minor euhedral pyrite crystals to 1mm.					
131'5" -131'11" (40.06m-40.21m)	Silicified zone, irregular stringers, minor euhedral pyrite crystals to 1mm.					
132'3" (40.31m)	Quartz vein, 6mm wide at 64°; pyrite crystals to 3mm pyrite plus rusty weathered parts = 5%.					
136'4" (40.57m)	Series of irregular quartz, stringers form narrow stockwork 22mm wide at 64°.					
136'8" (41.66m)	Quartz vein with andesite breccia within, 10mm wide at 60°, plus epidote.					

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 2SHEET NUMBER 6 of 7

SECTION FROM _____ TO _____

STARTED _____

LATITUDE _____

DATUM _____

COMPLETED _____

DEPARTURE _____

BEARING _____

ULTIMATE DEPTH _____

ELEVATION _____

DIP _____

PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
137'11" (42.04m)	Quartz, epidote vein, 15mm wide at 62°, minor calcite.					
151'5"-151'8" (46.15m-46.23m)	Silicified zone, many quartz stringers, irregular shape.					
153'9" (46.86m)	Silicified zone, between quartz stringers, 9mm total width at 14°, minor pyrite.					
156'11"-157'10" (47.83m-48.11m)	Pervasively silicified zone and pervasive epidote, minor pyrite, zone at 35°.					
160'11" (49.05m)	Quartz veinlets with narrow bands of talcose andesite in between. Zone is 11mm wide at 50°.					
165'0"-165'1" (50.29m-50.32m)	Andesite is talcose with approximately 30% pyrite crystals (less than 1mm) in irregular shaped pods.					
165'1"-188'6" (50.32m-57.46m)	Andesite normal, with only large (up to 1 cm)					

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND)HOLE NO. 3SHEET NUMBER 1 of 7

SECTION FROM _____ TO _____

STARTED Aug 21/85

LATITUDE _____

DATUM _____

COMPLETED Aug 23/85

DEPARTURE _____

BEARING 128° True AzmuthULTIMATE DEPTH 150 ft.ELEVATION 225 ft. ASL (68.58m)DIP -38°PROPOSED DEPTH 150 ft.

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
0' - 2'5"	Normal andesite; first 1" is crushed (by drill!). Rock is slightly sheared.					
2'5" - 4'11"	Andesite is approximately 30% epidote, 10% quartz; few veinlets.					
4'11" - 7'5"	Normal andesite, normal veinlets, occasional epidote rich zones, may be slightly magnetic; occasional epidote, phenocrysts.					
6'4"	Quartz vein, pinches out with epidote, 8mm wide at 72°.					
8'1"	Quartz/epidote vein, quartz in center, epidote at edges, 1.1cm wide at 18°.					
10'11"	Thin quartz/epidote vein, cross-cut by quartz veinlet with 40% pyrite and boxwork and rust. Pyrite forms own veinlets and pods to 2mm wide.					

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. #3

SHEET NUMBER 2 of 7 SECTION FROM _____ TO _____ STARTED Aug 21/85
 LATITUDE _____ DATUM _____ COMPLETED Aug 23/85
 DEPARTURE _____ BEARING 128° true Azimuth ULTIMATE DEPTH 150
 ELEVATION 225 ft ASL (68.58m) DIP -38° PROPOSED DEPTH min. 150 ft.

DEPTH FEET	FORMATION	SAMPLE No.	WIDTH OF SAMPLE	GOLD \$		
	Trend of vein at 71°, cross-cutting veinlet at 13°. Magnetic.					
14'10" (4.52m)	Parallel quartz veinlets with epidote between, slightly vuggy; zone is 7mm wide at 21°.					
16'10" (5.13m)	Parallel quartz and epidote veinlets with 20% pyrite as parallel stringers, 12mm wide at 54°, slightly magnetic.					
28'8" (8.74m)	Quartz/epidote/calcite vein, 8mm wide at 55°, with narrow pyrite stringers (1mm wide) and pods in adjacent andesite.					
35' (10.67m)	Quartz veinlet with pyrite replacing 30% of veinlet, plus boxwork structure in cross-cutting veinlet. Veinlet is 3mm wide at 62°.					
36'2" (11.10m)	Quartz/epidote/calcite vein, 6mm wide at 53°.					

Scott Zomler

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 3SHEET NUMBER 3 of 7 SECTION FROM _____ TO _____ STARTED _____

LATITUDE _____ DATUM _____ COMPLETED _____

DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____

ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$			
36'7" (11.15m)	Quartz/epidote/calcite vein, 3mm wide at 78°, silicification and epidization alteration halo around.						
38'5" (11.71m)	Quartz/epidote/calcite vein, slightly vuggy, 5mm wide at 64°.						
39'1" - 40'3" (11.91m-12.21m)	Altered andesite, silicified, bleached, purple bands; slightly magnetic.						
44'4" - 44'6" (13.51m-13.56m)	Calcified zone. Coarse (to 3mm) interlocking calcite crystals plus quartz and epidote in zone at 54°. Some calcite slightly brownish.						
53'11" - 54'1" (16.43m-16.48m)	Siliceous zone, minor boxwork, fine epidote, druse at 31°.						
56'9" (17.39m)	Pyrite veinlets, stringers and blobs with minor epidote.						
57'8" (17.58m)	Quartz/epidote/calcite vein, 4mm wide at 14°.						

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 3

SHEET NUMBER 4 of 7 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD \$		
67'9" - 67'11" (20.65m-20.70m)	Quartz/epidote zone with veinlets at 45 .					
68'8" (20.93m)	Very irregular quartz vein with brecciated andesite within 5mm wide at approximately 70 . Very convoluted - minor pyrite.					
75' - 91'6" (22.86m-27.89m)	Normal andesite; slightly magnetic, very few veinlets.					
91'1" - 105'11" (27.76m-32.28m)	Normal andesite, normal veinlets.					
91'8" - 91'11" (27.94m- 28.02m)	Brecciated andesite with quartz infilling.					
92'5" - 92'6" (28.17m-28.99m)	Irregular vein/breccia zone, quartz and epidote infilling, minor pyrite as globules to 3mm.					
96'7" 29.44m)	Quartz/epidote vein/breccia system, 5mm wide at 39 .					
105'11"-106'10" (32.28m-32.56m)	Andesite slightly sheared, en echelon quartz stringers.					

DIAMOND DRILL RECORD

PROPERTY PROSPER (VANCOUVER ISLAND) HOLE NO. 3

SHEET NUMBER 5 of 7 SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

DEPTH FEET	FORMATION	SAMPLE NO.	WIDTH OF SAMPLE	GOLD, OZS./TON	Silver OZS./TON
105'10"-108'1" (32.26m-32.94m)	Andesite sheared, slightly talcose; series of en echelon quartz stringers averaging approximately 1mm thickness. Quartz approximately 10% of volume. General attitude at 52 .				
108'1"-108'8" (32.94m-33.12m)	Andesite is very talcose, slightly sheared.				
108'8"-108'11" (33.12m-33.20m)	Quartz vein with very minor andesite breccia within. Quartz is very rusty, but no visible sulfides. Andesite is very talcy 6" on either side of the main vein. Vein is 7.5 cm wide at 58°. Quartz is slightly vuggy.				
108'11"-109'3" (33.20m-33.30m)	Andesite is very talcose, slightly sheared.	27860	0.45ft (0.14)m	< 0.003	0.06
109'3" 150' (33.30m-45.72m)	Normal andesite, normal veinlets.		(109.0-109.45Ft.)		(33.22m-33.36m)
111'5" 111'11" (33.96m -34.11m)	Quartz stockwork and en echelon veins with andesite breccia. Quartz volume = 10%.				
112'3" 112'11" (34.21m-34.42m)	Quartz stockwork and veins with andesite breccia. Quartz volume = 20%.				

Scott Tomlin

ADDENDUM 2

ASSAY RETURNS - CHEMEX LABS



Chemex Labs Ltd.

ADDENDUM 2

Analytical Chemists • Geochemists • Registered Assayers

North Vancouver, B.C.
Canada V7J 2C1

Telephone: (604) 984-0221
Telex: 043-52597

CERTIFICATE OF ASSAY

ADTEC MINING CONSULTANTS INCORPORATED

811 - 543 GRANVILLE STREET
VANCOUVER, B.C.
V6C 1X8

CERT. # : A8515944-001-A
INVOICE # : 18515944
DATE : 15-SEP-85
P.O. # : NONE
ELDEN 1869

Sample description	Prep. code	Ag FA oz/T	Au FA oz/T				
27858 D	207	0.12	<0.003	--	--	--	--
27859 D	207	0.04	<0.003	--	--	--	--
27860 D	207	0.06	<0.003	--	--	--	--

Assay Returns--- Drill Core , Bermuda Resources
Prosper Mine , Bedwell River Area
August /85, Holes # 1,2,&3 (Surface)
Done by fire assay.

M.P.Dickson

.....
Registered Assayer, Province of British Columbia



ADDENDUM 3

ITEMIZED COSTS
SURFACE DRILL PROGRAM
PROSPER GROUP
ALBERNI DISTRICT, BEDWELL RIVER
AUGUST, 1985

ITEMIZED COSTS

Drill Site and Helicopter Pad Preparation

1 man (10 days) @ \$125/day	\$ 1,250.00
Rock drill and accessory rentals	600.00
Explosives	115.00
Truck rental (10 days) @ \$50/day	500.00
Food	175.00
Gas for vehicle	120.00
Accommodation	32.00
Travel to and from site	238.00
Small supplies	<u>50.00</u>
Total	\$ 3,080.00

Diamond Drilling and Cost Plus Related Work

520 ft. of BQ drill core @ \$18.50/ft.	\$ 9,620.00
151 man hours of cost plus related work @ \$20/hr	3,020.00
37 core boxes and lids @ \$6.85/each	253.00
Drill skids	<u>61.00</u>
Total	\$12,954.00

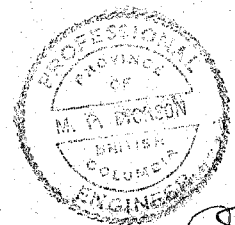
Mobilization to and from Vancouver

Lump sum to Tri-Mac Drilling (Vancouver to Tofino Airport)	\$ 1,200.00
Labor to assist off loading at airport and drill site (in and out) 6 man days @ \$125/day	750.00
Helicopter for mob & demob (airport to site) Longbeach helicopter - 11.2 hrs total with fuel	<u>5,743.00</u>
Total	\$ 7,693.00

Itemized Costs Continued

Related Engineering Costs and Supplies

On site Geologist (Gewargis-Tomlinson)	
9 days @ \$187.50/day	\$ 1,687.50
Drill hose purchase	365.00
Vancouver Eng. Services to organize drill program, contract negotiations, log core, sample, plot and evaluate 4 days @ \$350/day	1,400.00
Incidental costs, phone calls, typing, small purchases	400.00
Travel for Tomlinson (Vancouver-Tofino)	<u>275.00</u>
 Total	 \$ 4,127.00
 GRAND TOTAL (all categories)	 <u>\$27,854.00</u>



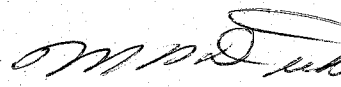
M. P. Jackson

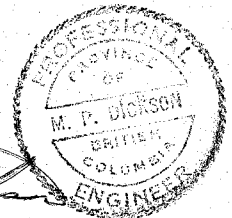
CERTIFICATE OF QUALIFICATION

I, Melvin Plenny Dickson of 2731 Mathers Avenue, in the City of Vancouver, in the Province of British Columbia, Canada hereby certify as follows:

1. I am a graduate of Mount Allison University, Sackville, New Brunswick and hold a Bachelor of Science Degree in Geology.
2. I am a Registered Professional Engineer of the Province of British Columbia Registration No. 11456.
3. I have actively practised my profession on a full-time basis in mineral exploration, mine development, production, management and consulting since graduation in 1965.
4. I have first-hand knowledge of the Prosper Property having visited the surface and underground workings in June of 1985 with follow-up acquaintance with the August, 1985 drill program.

Dated at Vancouver, British Columbia, this 2nd day of December, 1985.


M.P. Dickson, P. Eng.



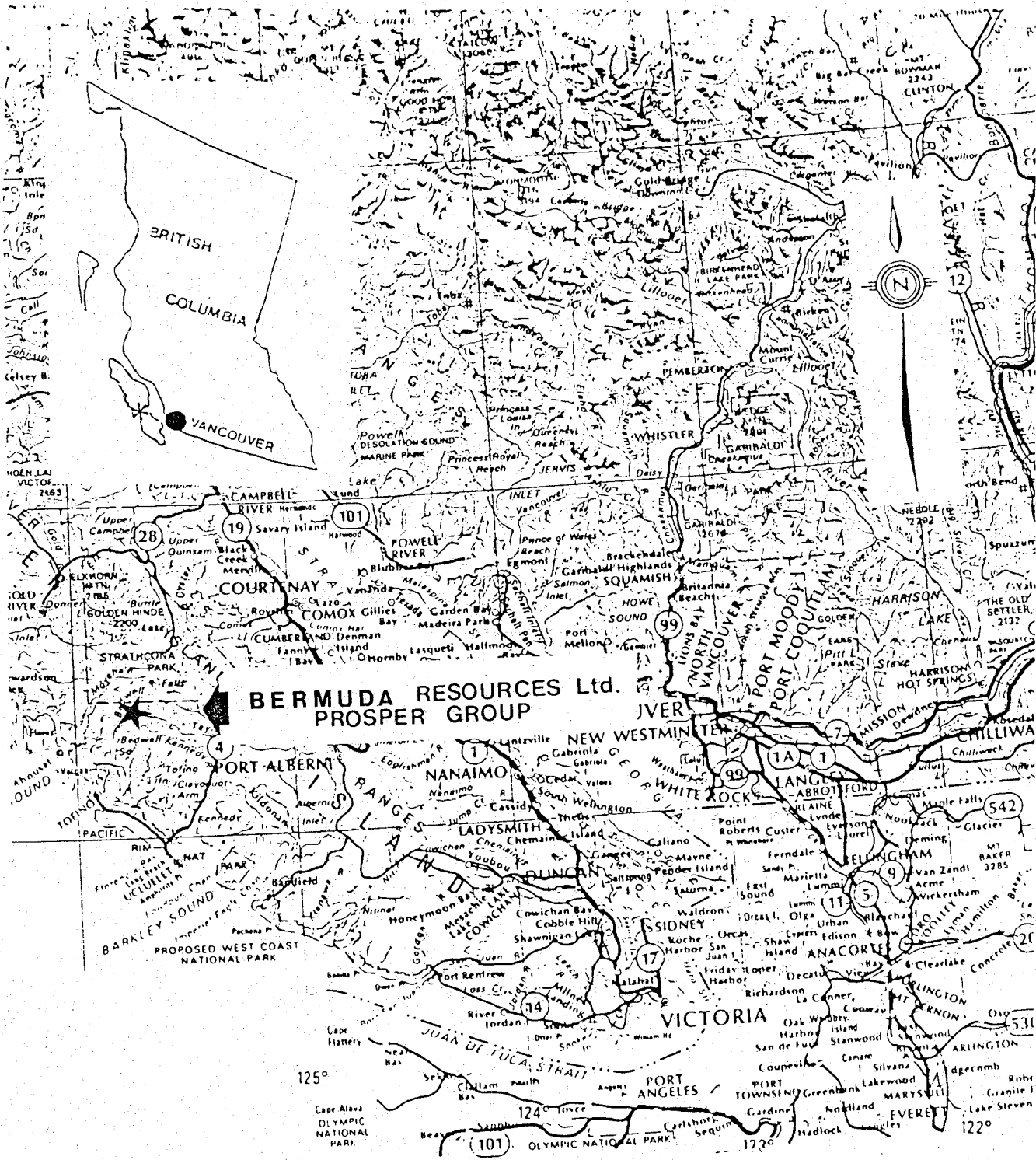
STATEMENT OF QUALIFICATIONS

I, Scott Tomlinson, B.Sc., with a residential address in the City of Vancouver, Province of British Columbia, do hereby certify that:

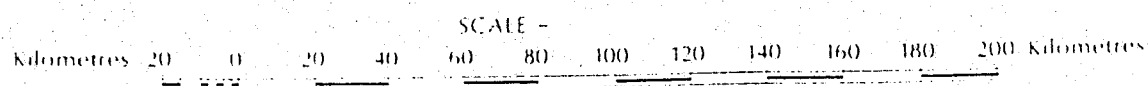
1. I am a graduate of the University of British Columbia, with a Bachelor of Science Degree in Geology.
2. I have practised my profession in Canada since 1983 in various aspects of mineral exploration.
3. I carried out the core logging and supervised the diamond drilling on the Prosper Claims of Bermuda Resources Ltd.
4. I have no direct or indirect interest in the mineral claims of Bermuda Resources Ltd., nor do I expect to receive any.

Dated at Vancouver, British Columbia, this 2nd day of December, 1985.

Scott Tomlinson
Scott S. Tomlinson, B.Sc.

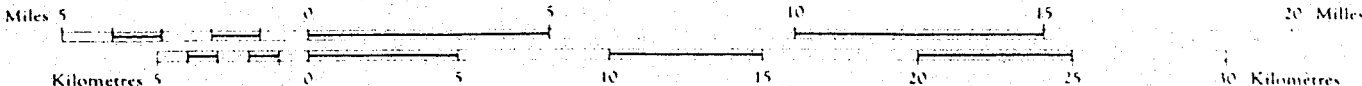
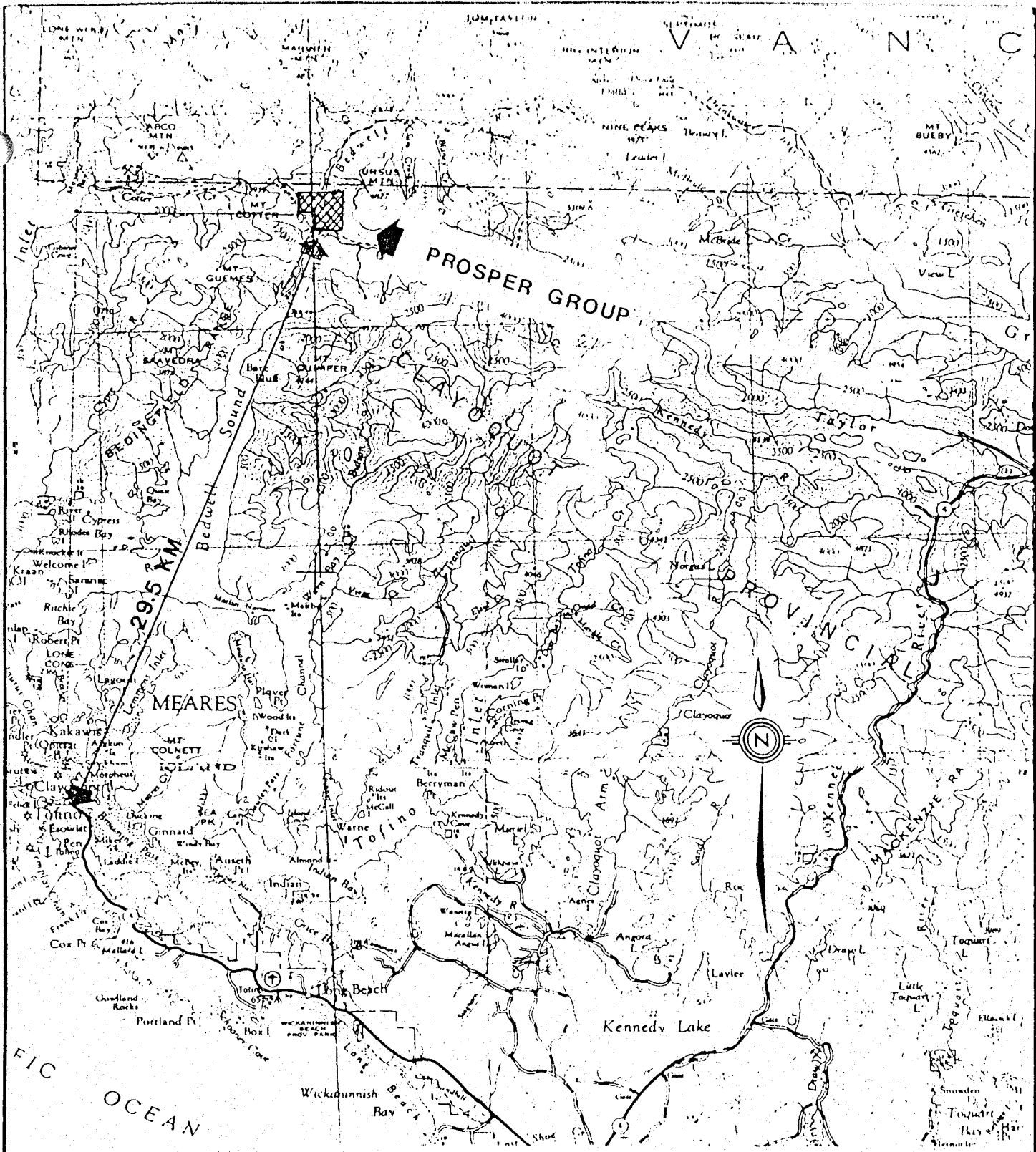


**BERMUDA RESOURCES Ltd.
PROSPER GROUP**



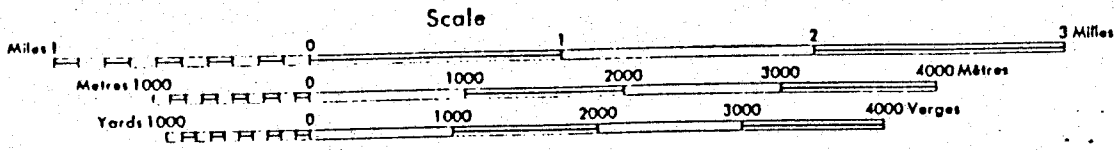
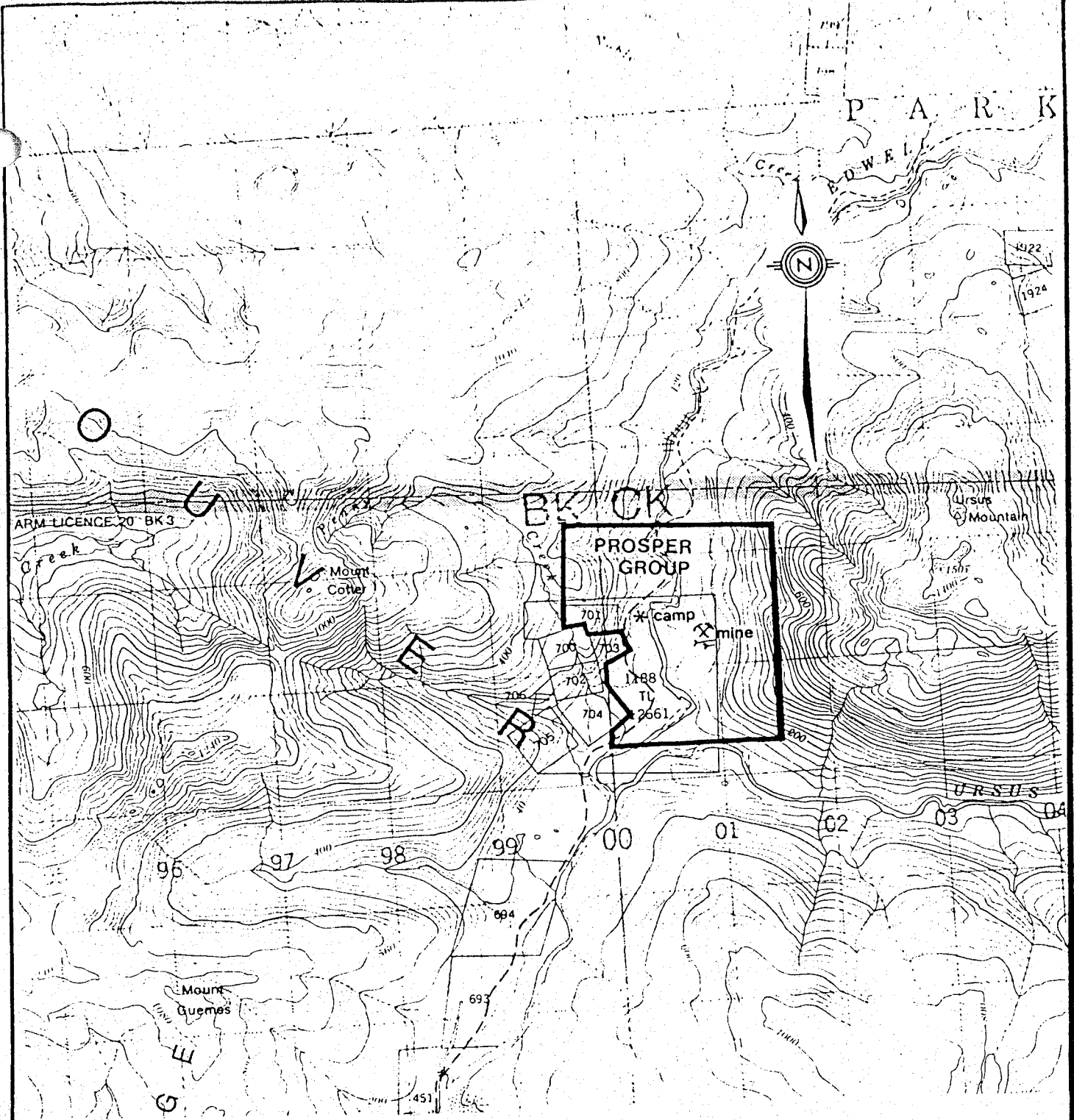
CLIENT	BERMUDA RESOURCES Ltd.	
PROPERTY	PROSPER GROUP	
PROPERTY LOCATION		
SCALE	DATE 7/19/85	DR. T.J.A.
AS SHOWN		1

APPROVED
ADTEC MINING CONSULTANTS INCORPORATED
811 643 GRANVILLE ST. VANCOUVER, B.C. V6C 1E8



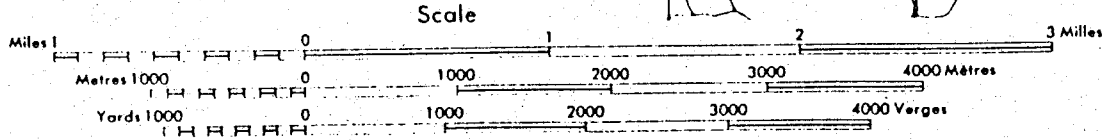
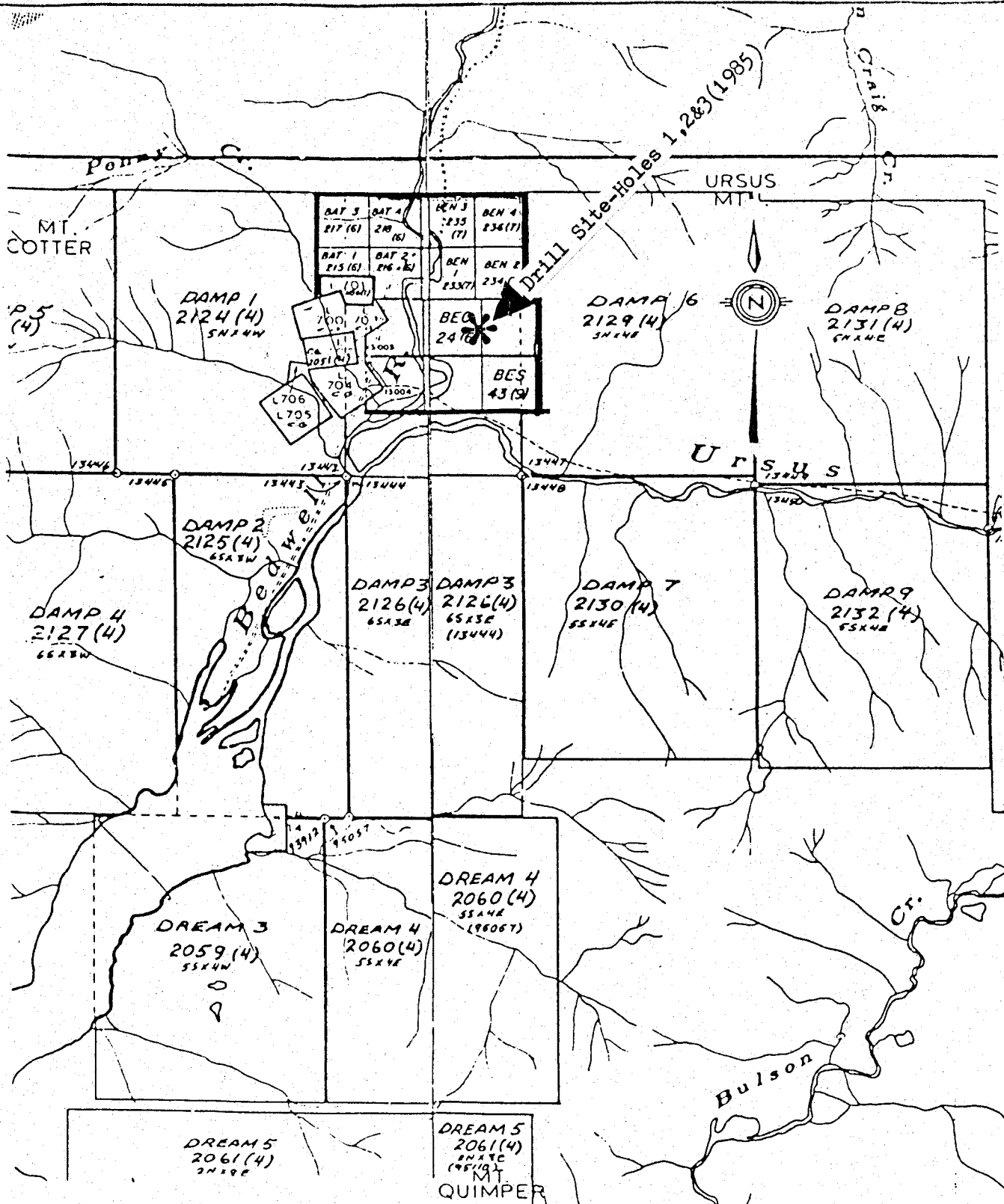
CLIENT	BERMUDA RESOURCES Ltd.		
PROPERTY	PROSPER GROUP		
PROPERTY LOCATION			
SCALE	as above	DATE	7/19/85
		DRG. NO.	2
		OR	TJA

APPROVED:
ADTEC MINING CONSULTANTS INCORPORATED
 611-643 GRANVILLE ST. VANCOUVER, B.C., V6C 1E6



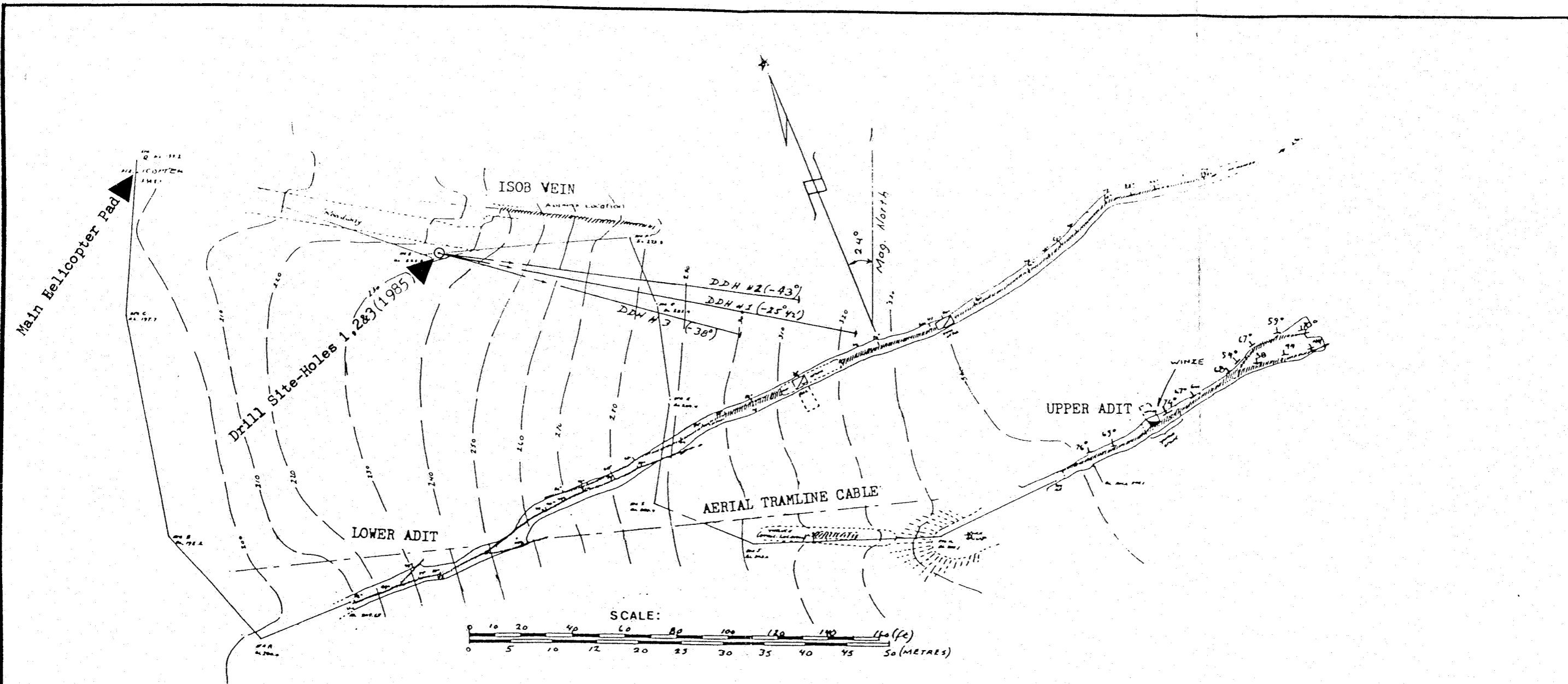
CLIENT	BERMUDA RESOURCES Ltd.	
PROPERTY	PROSPER GROUP	
CLAIMS LOCATION AND GENERAL TOPOGRAPHY		
SCALE	DATE 7/19/85	DRG. 3
as shown	OR TJA	

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ADTEC MINING CONSULTANTS INCORPORATED
 811-543 GRANVILLE ST., VANCOUVER, B.C., V6C 1R8



CLIENT		
BERMUDA RESOURCES Ltd.		
PROPERTY		
PROSPER GROUP		
CLAIMS MAP		
SCALE	DATE	DRGNO
as above	7/19/85	4
	DR	TJA

APPROVED:
 ADTEC MINING CONSULTANTS INCORPORATED
 811-642 URANVILLE ST., VANCOUVER, B.C., V6C 1K8



LEGEND

- Vein
- - - Elev. contours (in feet) (approx.)
- — Collar & Direction of Drill Hole

CLIENT: BERMUDA RESOURCES LTD	
PROPERTY: PROSPER MINE	
PLAN: Composite of Mine Workings and DRILL HOLES	
SCALE: as shown	DATE: 18/09/85 DR: [Signature]
	DRG. NO.: 5


APPROVED:
ADTEC MINING CONSULTANTS INCORPORATED
811-823 GRANVILLE ST., VANCOUVER, B.C., V6C 1B8


Drill Pad

Surface Profile

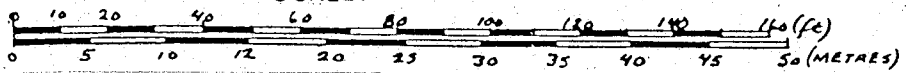
200' EL.

Andesitic Volcanics

 Lower Level

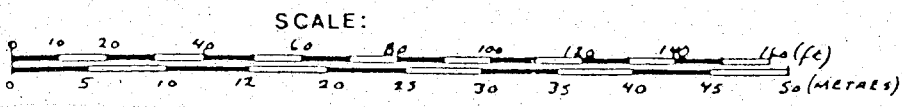
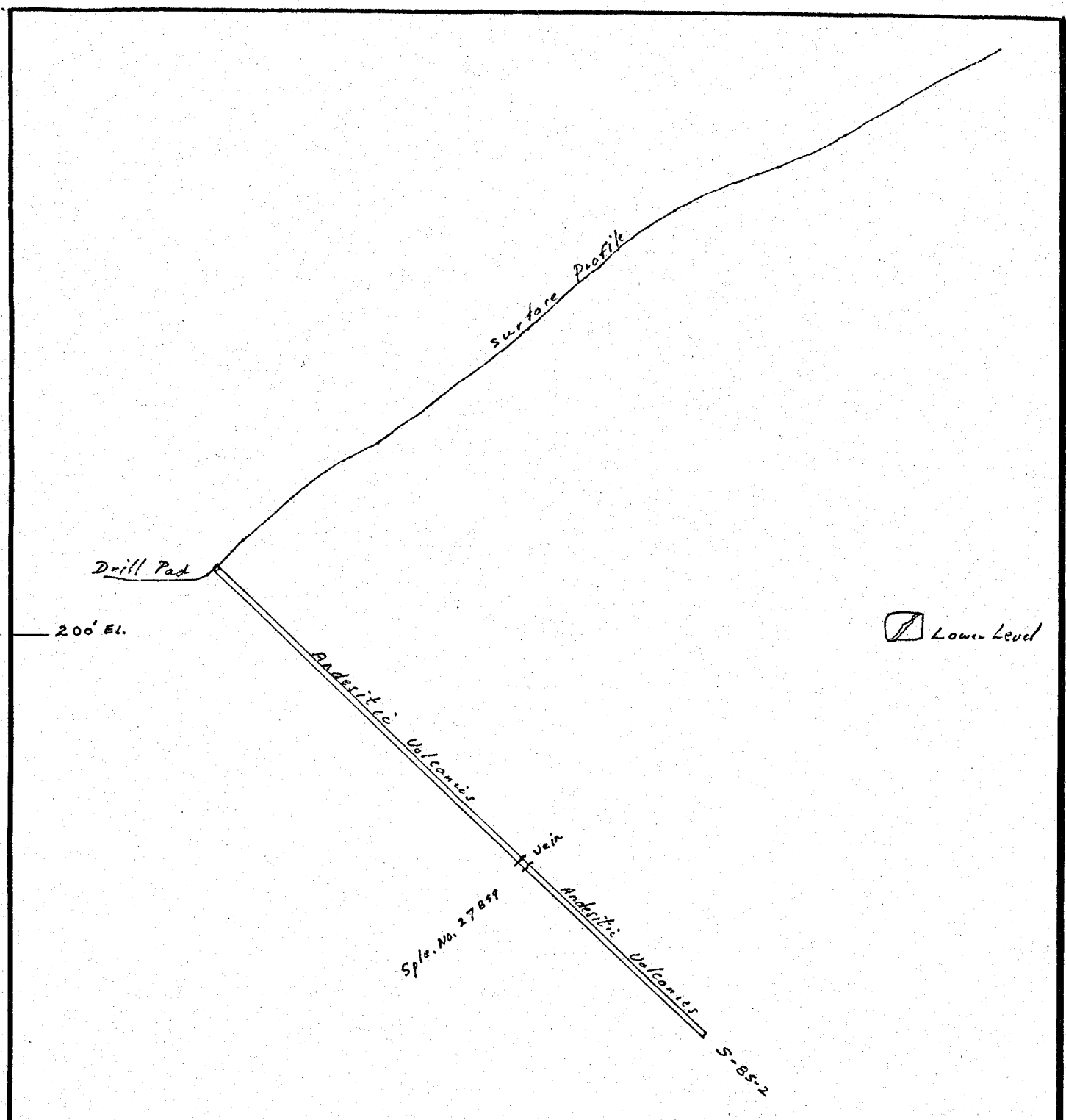
Spl. No. 27858  Vein S-85-1

SCALE:



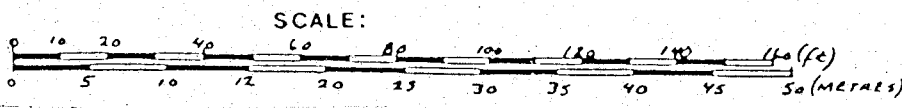
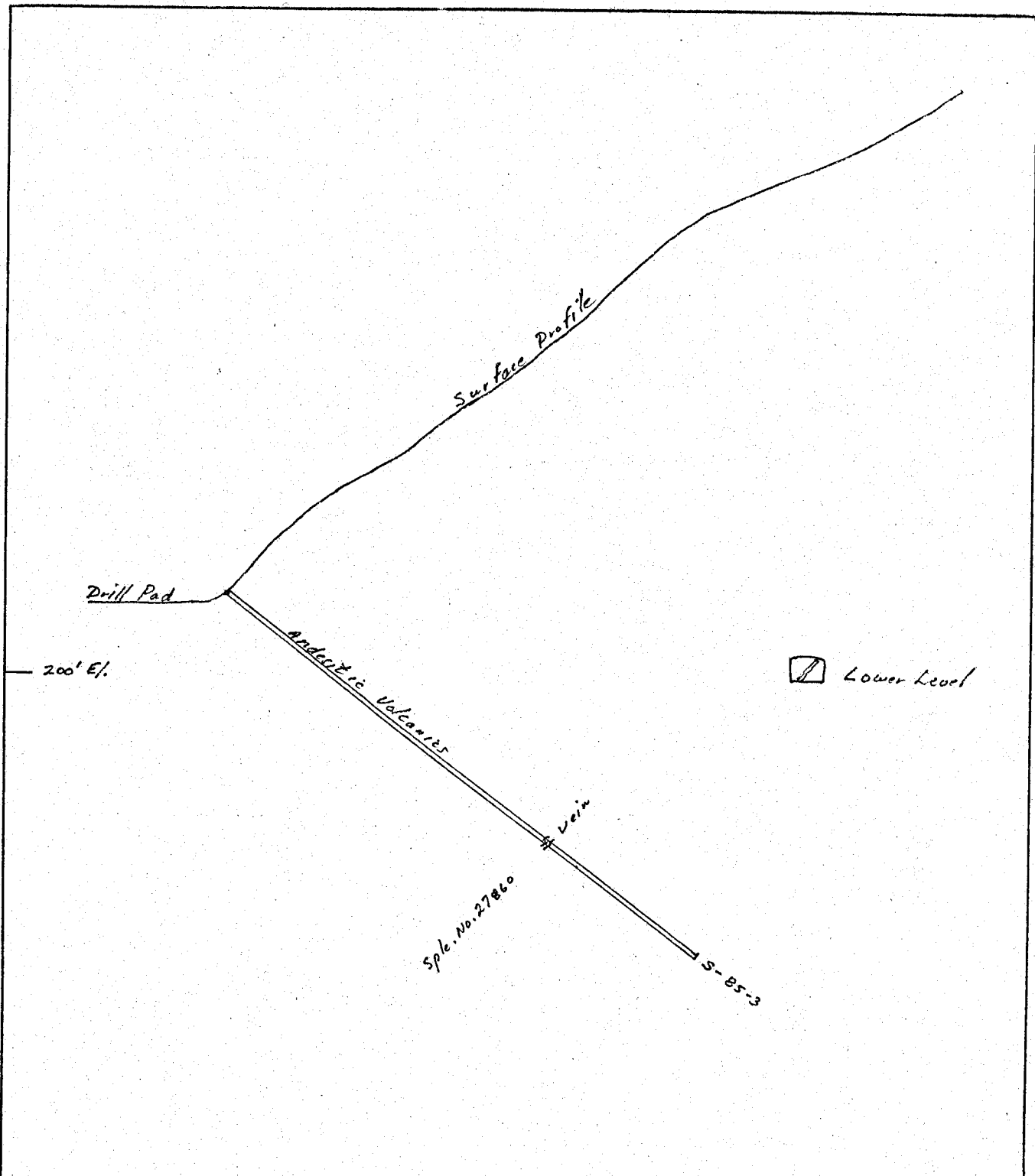
CLIENT: BERMUDA RESOURCES LTD.		
PROPERTY: PROSPER		
X-Section--Drill Hole #1(1985) Looking Northeast		
SCALE: as shown	DATE:	DRG. NO.
	OR:	6

APPROVED:
ADTEC MINING CONSULTANTS INCORPORATED
 811-843 GRANVILLE ST., VANCOUVER, B.C., V6C 1X8



CLIENT:	BERMUDA RESOURCES LTD.	
PROPERTY:	PROSPER	
	X-Section --Drill Hole #2(1985) Looking Northeast	
SCALE:	as shown	DRG. NO.
		7

ADTEC APPROVED:
MINING CONSULTANTS INCORPORATED
811-643 GRANVILLE ST., VANCOUVER, B.C., V6C 1K8



APPROVED:
ADTEC MINING CONSULTANTS INCORPORATED
 811-843 GRANVILLE ST., VANCOUVER, B.C., V6C 1K8

CLIENT:	BERMUDA RESOURCES LTD.	
PROPERTY:	PROSPER	
	X-Section-- Drill Hole #3(1985) Looking Northeast	
SCALE:	as shown	DATE:
		DR:
		DRG NO:
		8