ASSESSMENT REPORT
PROSPECTING PROGRAM

SP Property

FORT STEELE MINING DIVISION

N.T.S. MAP SHEET 082G022

UTM COORDINATES 5455400N – 591740E

Work Performed Fall 2005

OWNER
Sara Kennedy
2290 Dewolfe Ave.
Kimberley BC V1A 1P5

REPORT BY
Craig Kennedy
Prospector
2290 Dewolfe Ave.
Kimberley BC V1A 1P5

Table of Contents

List of Illustrations

SP Property

PROSPECTING ASSESSMENT REPORT

Craig Kennedy January 2006

1.00 INTRODUCTION

1.10 LOCATION & ACCESS

The SP mineral property is located in the Fort Steele Mining Division of Southeastern British Columbia. (NTS 1:20.000 scale map 082G022) The Yahk River Forest Road and Alberta Natural gas pipeline road provide excellent access. The property is located on thickly forested rolling slopes and is easily accessed by foot.

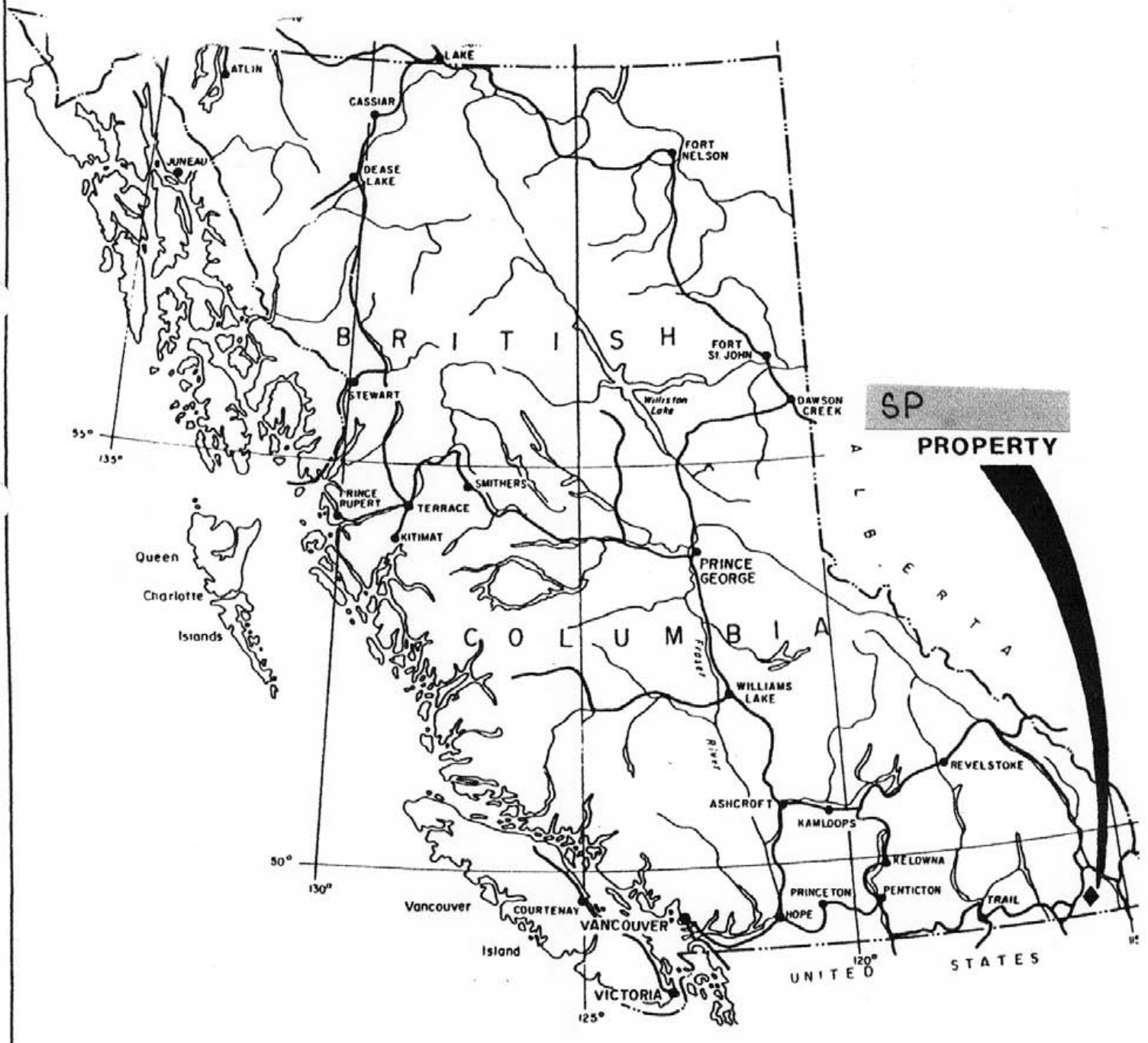
1.20 HISTORY

The SP claims have seen limited exploration activity and have been held intermittently by individual and junior exploration companies over the past 50 years.

1.30 THE PROPERTY

The SP property is owned by Sara Kennedy of 2290 Dewolfe Ave, Kimberley BC V1A 1P5.

Figure 1: Regional Location Map



SP Claims

Property Location Map

Figure 2: Claim Location Map

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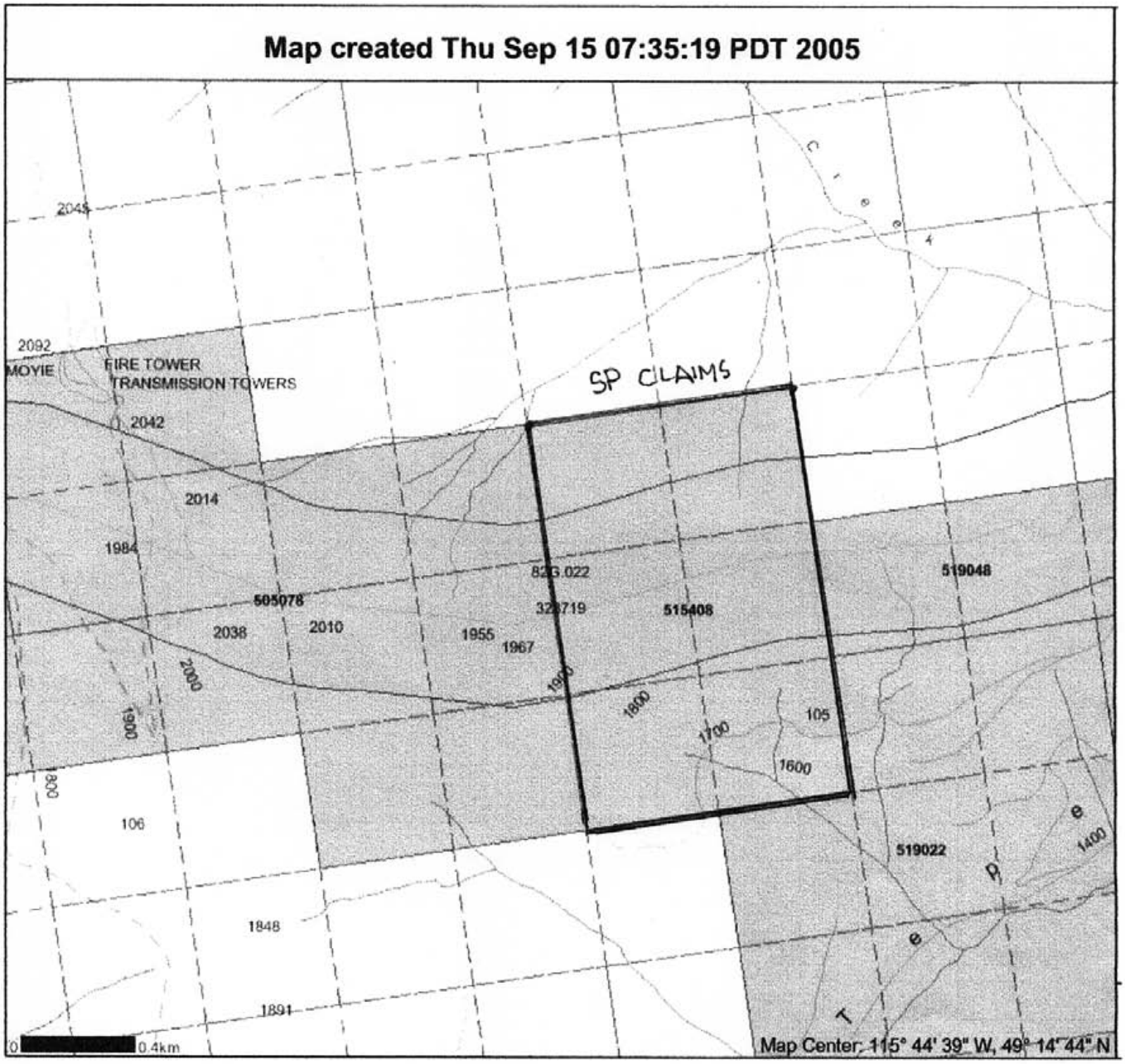
Map # 082G022

Scale 1:19,999



2.00 PROSPECTING REPORT

The SP claims are located over an area of pervasive manganese sericite and chlorite alteration. This alteration is cored by an impressive breccia shear zone that has been exposed in a number of old cat trenches. The braided shear is mineralized with patches and veinlets of massive chlorite, manganese, hematite, magnetite and limonite.

The shear zone seems to occupy a flex within a regionally significant northwest structural feature. The shear, where most intensely mineralized is orientated east-west but is obviously highly influenced by north west fabric.

Preliminary prospecting has established that argillic and manganese alteration trends north west and southeast from the SP claims.

Rock samples were collected from the main shear zone to determine levels of base and precious minerals.

3.00 CONCLUSION

Sample analysis has determined the existence of high levels of base and precious mineral within a major occurrence of east-west shearing. The intense alteration and shearing are associated with a flex hosted by an extensively altered regional northwest structural zone. Quite possibly the historic St. Eugene Mine is located within a similar flex along the same northwest trend. Old trenches should be cleaned out and followed by extensive rock sampling of different alteration assemblages. Regional prospecting is also recommended along the trace of the northwest alteration zone.

4.00 STATEMENT OF EXPENDITURES

Prospecting Program
SP Property

Work performed: Fall 2005

PROSPECTING CONTRACTOR:

Craig Kennedy, Kimberley BC 2 days @ $425.00/day (includes 4X4 vehicle)	$ 850.00
Craig Kennedy - report preparation and writing 1 day @ $250.00/day (includes typing, drafting & supplies)	250.00
Rock Samples 12 @ $18.00/sample	216.00
Total:	$1316.00

Craig Kennedy
Prospector

5.00 STATEMENT OF QUALIFICATIONS

As the author of this report I, Craig Kennedy, certify that:

1. I am an independent prospector residing at 2290 Dewolfe Avenue, Kimberley BC.

2. I have been actively prospecting in the East and West Kootenays district of BC for the past 27 years and have made my living prospecting for the past 15 years.

3. I have been employed as a professional prospector by major and junior mineral exploration companies.

4. I own and maintain mineral claims in BC and have optioned numerous claims to various exploration companies.

Craig Kennedy
Prospector

Appendix 1. Description of Rock Samples

Sample Number	Description
SP-01	Narrow magnetite veins, abundant chlorite and manganese, vuggy patches and narrow veinlets of quartz, limonite staining. Part of braided shear breccia zone.
SP-02	Pinkish coloured chloritically altered wall rock manganese on fractures narrow quartz veining.
SP-03	Quartzite breccia massive zones of limonite and magnetite, vugs manganese and chlorite alteration.
SP-04	Pinkish hematite brecciated quartzite, narrow vuggy quartz veins with limonite and manganese.
SP-05	Altered quartzite with patches of massive felted chlorite, disseminated magnetite crystals with limonite staining.
SP-06	Altered quartzite with massive felted chlorite, magnetite, hematite and limonite wad.
SP-07	Quartzite breccia with narrow quartz veins chlorite, hematite, magnetite throughout, limonite crystals and abundant sericite alteration.
SP-08	Massive piece of limonite was.
SP-09	Bleached brecciated siltstone with abundant sericite alteration. Narrow quartz veins vugs and limonite.
SP-10	Altered quartzite chlorite, hematite, manganese and zones of limonite, magnetite
SP-11	Quartzite breccia vuggy abundant limonite hematite and magnetite manganese throughout.
SP-12	Same as SP-11 but with narrow quartz veins

Appendix 2 Sample Results

ACME ANALYTICAL LABORATORIES LTD. 852 E. HASTINGS ST. VANCOUVER BC V6A 1R6 PHONE(604)253-3158 FAX(604)253-1716
(ISO 9001 Accredited Co.)

GEOCHEMICAL ANALYSIS CERTIFICATE

SP PROPERTY

File # A503338 Page 1
T2R 1H6 Submitted by: Craig Kennedy

SAMPLE#	Mo ppm	Cu ppm	Pb ppm	Zn ppm	Ag ppm	Ni ppm	Co ppm	Mn ppm	Fe %	As ppm	U ppm	Au ppm	Th ppm	Sr ppm	Cd ppm	Sb ppm	Bi ppm	V ppm	Ca %	P %	La ppm	Cr ppm	Mg %	Ba ppm	Ti %	B ppm	Al %	Na %	K %	W ppm	Au* ppb
SP-01	<1	133	463	296	<.3	14	6	2870	23.02	8	38	<2	10	2	.7	8	<3	35	.01	.020	24	31	.65	30	.03	<3	3.73	.01	.02	<2	6.1
SP-02	1	317	752	147	.9	10	7	1122	7.45	3	<8	<2	3	1	<.5	16	<3	16	.01	.031	18	19	.21	19	.02	<3	1.45	<.01	.05	2	11.7
SP-03	17	343	26	189	<.3	66	57	>50000	8.69	89	50	<2	3	189	2.7	23	<3	17	.04	.063	24	7	.05	305	.01	<3	1.14	.02	.17	<2	6.5
SP-04	5	278	302	103	<.3	8	6	1084	12.67	48	10	<2	5	1	<.5	15	<3	18	.01	.071	15	16	.06	13	.01	<3	.84	.01	.05	2	5.4
SP-05	2	115	344	395	<.3	18	14	4838	30.33	<2	25	<2	7	4	.7	<3	6	65	.01	.015	4	16	2.03	22	.03	<3	8.32	<.01	.07	<2	3.2
SP-06	2	110	237	228	1.0	18	6	4645	29.26	3	16	<2	8	3	.8	8	9	46	.01	.026	3	14	.85	64	.03	3	5.16	<.01	.03	2	9.6
SP-07	1	130	38	119	1.6	11	20	3737	12.99	13	<8	<2	4	2	.6	10	<3	13	<.01	.025	6	5	.20	23	.01	<3	1.37	<.01	.03	<2	1.4
SP-08	31	567	841	131	25.1	21	19	>50000	30.19	143	40	<2	5	176	2.8	8	<3	10	.03	.030	11	4	.01	398	<.01	<3	.31	.02	.29	2	11.2
SP-09	3	165	751	152	<.3	16	21	1354	10.88	33	22	<2	6	1	.5	7	<3	14	.01	.016	14	8	.12	20	.01	<3	1.23	<.01	.07	<2	2.1
SP-10	3	109	1566	94	2.5	8	5	8446	11.99	21	<8	<2	5	5	.5	12	5	12	.01	.058	12	14	.18	21	.01	<3	1.42	<.01	.04	2	180.9
SP-11	3	64	34	24	.7	9	13	3643	5.86	17	<8	<2	5	4	<.5	5	<3	9	.01	.015	5	6	.01	54	.01	<3	.42	<.01	.04	<2	5.3
SP-12	2	41	44	55	.3	12	12	2930	6.39	10	<8	<2	8	2	<.5	5	<3	11	.01	.016	12	11	.16	31	.02	<3	1.23	<.01	.13	2	1.2

Figure 3 Prospecting & Sample Location Map