

VICTORY RESOURCES CORPORATION

(Owner & Operator)

GEOLOGICAL ASSESSMENT REPORT

(Event 520759)

on a

STRUCTURAL ANALYSIS

Work done on

Tenures 585153 & 520759

of the 12 Tenure

Toni 520759 Claim Group

of the

TONI PROPERTY

Nicola Mining Division

BCGS Map 092H.088/.098

Centre of Work

5,537,130N 677,817E

(NAD 83)

AUTHOR & CONSULTANT

**Laurence Sookochoff, PEng
Sookochoff Consultants Inc.**

**BC Geological Survey
Assessment Report
34771**

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SUMMARY

The 12 claim Toni 520759 claim group covers an area of 3885 hectares located 204 kilometres northeast of Vancouver, 29 kilometres southeast of Merritt, 30 kilometres north-northwest of the BRENDA past producer, and 19 kilometres northwest of the past productive ELK (Siwash) where Gold Mountain Mining Corporation has re-explored the property and developed a pre-productive bulk-tonnage and underground mineable mineral resource reported to total 668,300 tonnes grading 9.66 grams per tonne gold (207,600 ounces) plus an additional 1,317,200 tonnes grading 4.91 grams per tonne gold (207,800 ounces) in the inferred category.

Past production from the ELK property (092HNE096), located within a Middle Jurassic intrusive peripheral to the Nicola volcanic contact, is reported as 1,518,777 grams (48,830 ounces) of gold and 1,903,000 grams (61,183 ounces) of silver recovered between 1992 and 1995. In 2004, global (bulk-tonnage and underground mineable) measured and indicated resources were reported to total 668,300 tonnes grading 9.66 grams per tonne gold (207,600 ounces) plus an additional 1,317,200 tonnes grading 4.91 grams per tonne gold (207,800 ounces) in the inferred category.

As indicated by the BC government supported MapPlace geological maps, the Property is predominantly underlain by the upper Triassic Nicola Group of basaltic volcanic rocks (uTrNE) with a central capping of upper Triassic Nicola Group mudstone, siltstone, shale, and fine clastic sedimentary rocks (uTrNsf). In the northeast corner, a contact between the Nicola rocks and the Pennask granodiorite intrusive trends northwesterly. In the northwest corner, a relatively small granodiorite stock intrudes the Nicola basaltic rocks where the KIT mineral showing is located.

The Structural analysis on Tenures 585153 and 520759 of the Toni 520759 Claim resulted in the delineation of three cross structural locations between one primary north-south trending and two east-west trending structures. The northerly structures are very obvious in the Kentucky-Alleyne fault system is the divisional structure between the Central Volcanic Facies (uTrNC) and the Eastern Volcanic Facies (uTrNw) of the Nicola volcanics and are topographically apparent and/or reported to the east as the Echo/HN-WEN structure and the Elk fault system.

The east-west structures are obscure but are reflected in the drainage and the geological contact pattern and most apparent in the structural control to the Elk mineral deposit and showings (Figure 8).

The cross-structures between primary structures are significant in that the intersection is depth intensive and would possibly develop a greater degree of fracturing in preparing a favourable location for hosting mineralizing fluids. This structural preparedness is exemplified in two past producers in the immediate area.

At the BRENDA past producer (*Minfile 092HNE047*), the grade of the orebody is a function of fracture (vein) density and of the thickness and mineralogy of the filling material. Mineralization decreases outwardly from the most intensely fractured/mineralized rock and the centre of the main mineral zone. The centre well fractured zone could very well be the intersection of two major structures which would not only fracture the rock but also provide a conduit for the mineralizing fluids to surface.

At the Elk past producer, the main structure is the north trending Elk Fault which is intersected by numerous east-northeasterly trending faults. The cross-structural mineral controlling feature is obvious as the mineral zones are mostly adjacent to the Elk Fault and related to the cross fault intersection. Figure 8 shows this structural/mineral pattern.

Thus, the three cross-structure locations determined in the structural analysis of Tenures 585153 and 520759 and indicated on Figures 5 & 7 would be prime locations to explore for surficial geological indicators of a potential economic deep-seated mineralized porphyry system. These geological indicators may be revealed as pathfinder minerals, minerals and/or alteration products that would be subject to interpretation as economic mineral indicators to follow-up exploration.

Summary (cont'd)

Excluding other variable geological conditions, the structures are essential in the localization of potentially economic mineralization within the Pennask granodioritic intrusive or the Nicola volcanics and/or sediments or a combination of both as at the Elk and the Brenda deposits.

INTRODUCTION

In January, 2014 a structural analysis was completed on Tenures 520759 and 585153 of the 12 claim Toni 520759 claim group ("Property") of Victory's TONI property. The purpose of the program was to delineate potential structures which may be integral in geological controls to potentially economic mineral zones that may occur on Tenures 520759 and 520759 or other claims of the Toni 520759 property.

Information for this report was obtained from sources as cited under Selected References.

Figure 1. **Location Map**

**PROPERTY LOCATION and DESCRIPTION****Location**

The Property is located within BCGS Map 092H.088/.098 of the Nicola Mining Division, 204 direct kilometres northeast of Vancouver, 29 direct kilometres southeast of Merritt and 15 kilometres northwest of the past productive ELK (Siwash) deposit presently owned and under development by Gold Mountain Mining Corporation. The centre of the work area is at 5,537,130N, 677,817E (NAD 83)

Description

The Property is comprised of 12 claims covering an area of 3885.8437. Particulars are as follows:

Property Location and Description (cont'd)

Table 1. Toni 520759 Claim Group Tenures
(from MtOnline)

<u>Tenure Number</u>	<u>Type</u>	<u>Claim Name</u>	<u>Good Until</u>	<u>Area (ha)</u>
520757	Mineral	WEN	20140915	499.041
520759	Mineral	LUCKY GOLD	20140915	83.146
582313	Mineral	NEW WEN 2	20140915	166.3116
585153	Mineral	NORTH 1	20140815	124.7025
589849	Mineral	TONI 1	20150124	520.1029
589853	Mineral	TONI 4	20140915	520.0423
591361	Mineral	WIN 8	20140915	519.8243
633143	Mineral	WENA	20140915	415.8861
633144	Mineral	WENB	20140915	415.8874
633183	Mineral	WEND	20140915	394.9934
1015179	Mineral	TC1282	20141130	332.941
1015252	Mineral	TC1211	20141130	187.2796

*Upon the approval of the assessment work filing, Event Number 520759.

ACCESSIBILITY, CLIMATE, LOCAL RESOURCES, INFRASTRUCTURE AND PHYSIOGRAPHY

Access

Access to the Property is southward and eastward from Merritt via Highway 5A/97C for 27 kilometres to the Aspen Grove junction thence eastward on Highway 5A or the Coquihalla Connector Highway for seven kilometres to the northwestern corner of Tenure 589853 of the Tony 520759 Claim Group.

Climate

The region is situated within the dry belt of British Columbia with rainfall between 25 and 30 cm per year. Temperatures during the summer months could reach a high of 35°C and average 25°C with the winter temperatures reaching a low of -10 °C and averaging 8°C. On the Property snow cover on the ground could be from December to April and would not hamper a year-round exploration program.

Local Resources and Infrastructure

Merritt and/or Kamloops, historic and a present centres for employees of the nearby Afton and Afton mining projects within 13 kilometres of Kamloops soon to be in production, in addition to employees of the producing Highland Valley mine 65 kilometres northwest, could be a source of experienced and reliable exploration and mining personnel.

Kamloops is serviced daily by commercial airline and is a hub for road and rail transportation. Vancouver, a port city on the southwest corner of, and the largest city in, the Province of British Columbia is four hours distant by road and less than one hour by air from Kamloops.

Accessibility, Climate, Local Resources, Infrastructure and Physiography (cont'd)

Figure 2. Claims Location

(From MapPlace & Google)

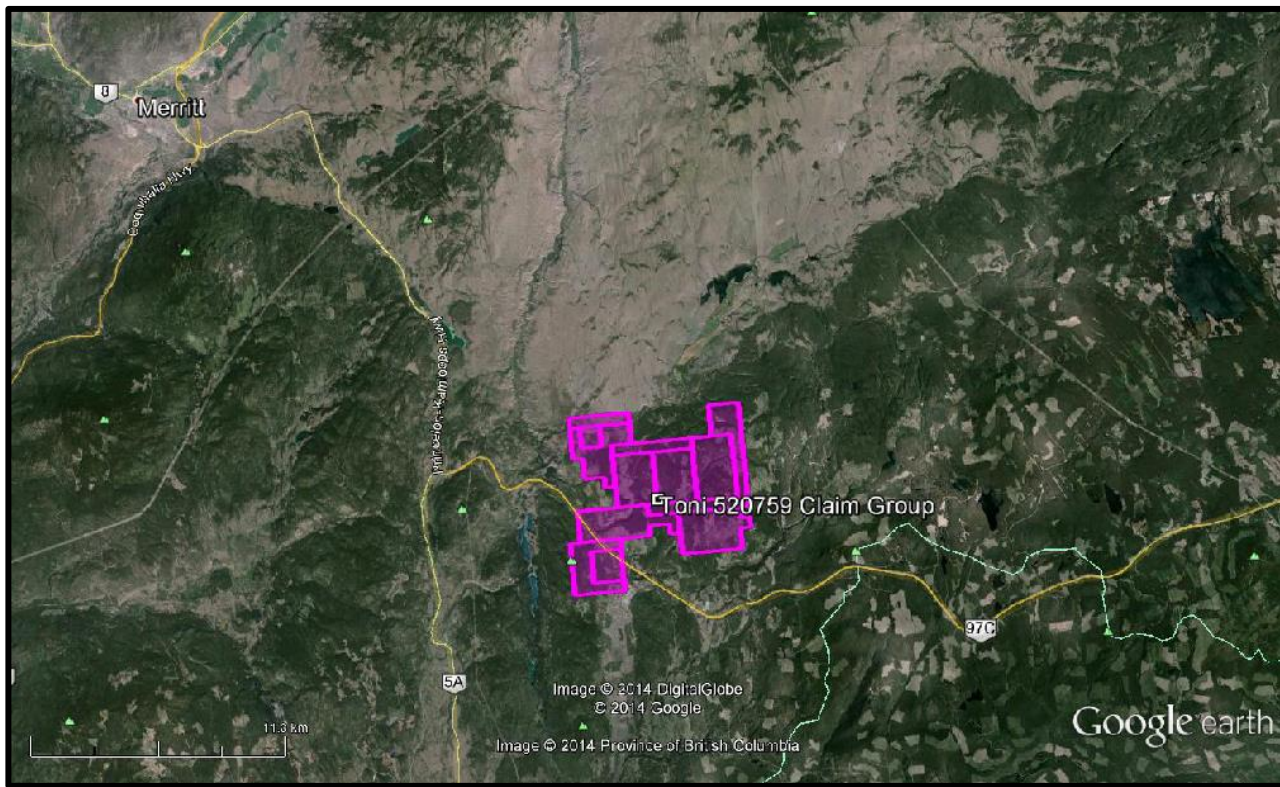
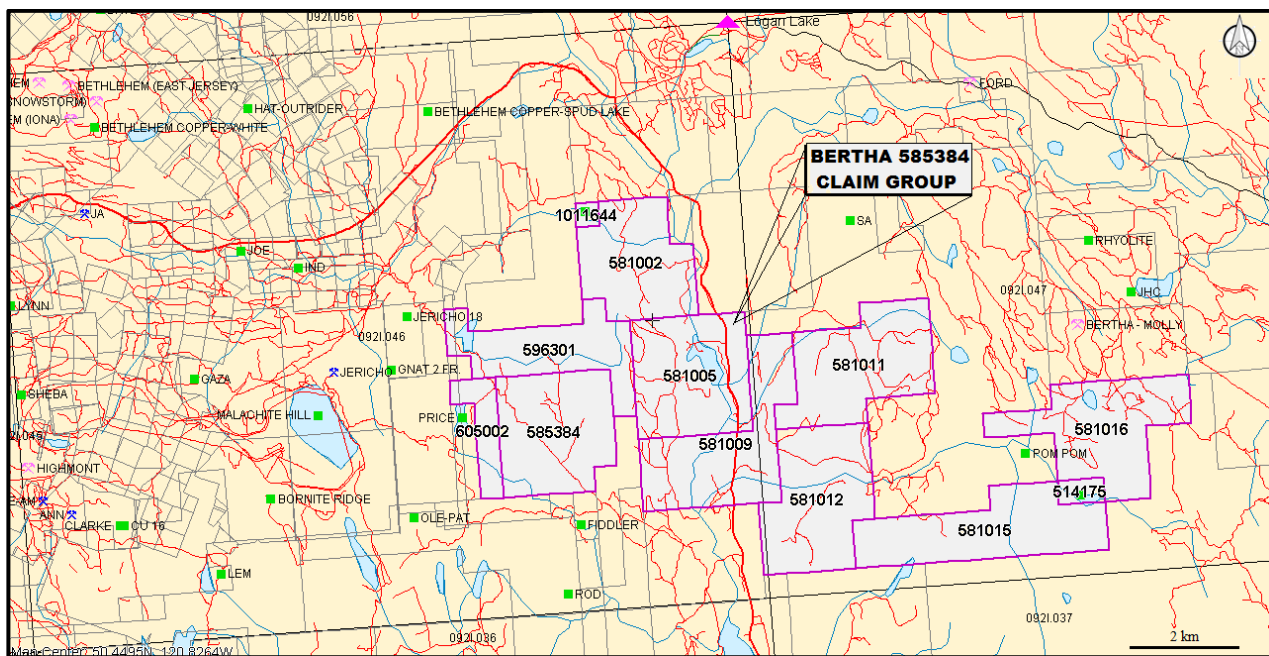


Figure 3. Claim Map



Accessibility, Climate, Local Resources, Infrastructure and Physiography (cont'd)**Physiography**

The topography on Tenures 520759 and 585153 is of gentle mostly barren to forested slopes with an east-west watercourse depression. Relief is in the order of 88 metres with elevations ranging from 1,029 metres within a creek valley in the northwest corner to 1,107 metres at the mid north boundary of Tenure 585153.

WATER & POWER

Sufficient water for all phases of the exploration program could be available from the many lakes and creeks, which are located within the confines of the property. Water may be scarce during the summer months and any exploratory water requirements would be transported.

HISTORY: PROPERTY AREA

The history on some of the more significant mineral MINFILE reported occurrences, prospects, and past producers on and peripheral to the Toni 520759 Claim Group are reported as follows. The distance to the Minfile properties is relative to Tenures 520759 and 585153 of the Toni 520759 Claim Group which are the subjects of the Structural Analysis.

ECHO *showing (Volcanic redbed Cu)*

MINFILE 092HNE059

Within Tenure 567126

The Echo occurrence is hosted in the Upper Triassic Nicola Group, which regionally consists of alkalic and calcalkalic volcanics and intrusions of island arc origin, and which is the principal component of the Quesnel Terrane in southern British Columbia (Geological Survey of Canada Maps 41-1989, 1713A). This belt has been of major economic interest because of its potential for porphyry copper-gold mineralization.

The occurrence lies in the northern assemblage of the Eastern belt of the Nicola Group (after Preto, Bulletin 69). This assemblage mainly consists of well-bedded submarine volcanoclastic rocks and volcanic flows. The main Aspen Grove copper camp lies several kilometres to the west in the Central belt, separated by the north-striking Kentucky-Alleyne fault system (Bulletin 69).

The area of the occurrence is underlain by augite porphyritic volcanic flows of andesitic to basaltic composition, and volcanic tuff and breccia (Assessment Report 1586; Geological Survey of Canada Map 41-1989). The volcanics may be affected by low grade propylitic and chloritic alteration. Less than 1 kilometre to the north of the occurrence is the east-striking contact of the Early Jurassic Pennask batholith, a large intrusion of medium-grained granodiorite to quartz diorite.

BIG SIOUX past producer (Volcanic redbed Cu; Alkalic porphyry Cu-Au)

MINFILE 092HNE073

Five kilometres west-southwest

This deposit was one of the first showings to be explored in the Aspen Grove copper camp. It was staked in 1899, and investigated periodically by H.H. Schmidt up to 1914. One shaft, 10 metres deep, an adit, 46 metres long, and numerous pits and trenches were excavated during this time. Forty-four tonnes of ore were shipped in 1918 grading 9.78 per cent copper and 67.9 grams per tonne silver. David Minerals Ltd., Amax Exploration Inc. and Norranco Mining and Refining completed soil and rock geochemical and geophysical surveys over the deposit between 1968 and 1978. The occurrence was restaked in 1989 after copper mineralization was exposed in a roadcut along the north side of the recently completed Coquihalla Highway (Phase 3 – Okanagan Connector). The deposit was subsequently mapped and sampled by Amex Exploration Services Ltd. in 1990, Northair Mines Ltd. in 1991 and Placer Dome Inc. in 1992.

History: Property Area (cont'd)**PAYCINCI** developed prospect (Volcanic redbed Cu)

MINFILE 092HNE084

Ten kilometres northwest

The Cincinnatti deposit was first explored by the Bates brothers in the early 1900s. A number of trenches, and one adit 120 metres long, were excavated between 1899 and 1913. Payco Mines Ltd. and Alscope Consolidated Ltd. conducted geological and geophysical surveys, trenching and diamond and percussion drilling between 1963 and 1967. An additional 15 holes totalling 1000 metres were drilled by Gold River Mines and Enterprises Ltd. in 1973 and Sienna Developments Ltd. in 1979. The deposit was most recently sampled by Pacific Copperfields Ltd. in 1992.

In 1998, Christopher James Gold Corp. optioned the property. Reserves are estimated at 1.8 million tonnes grading 1 per cent copper (Tom Schroeter, 1998).

ELK past producer (Intrusion-related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn

+/-Au; Au-quartz veins)

MINFILE 092HNE096

Nineteen kilometres southeast

From 1992 and 1995 (inclusive), 16,570 tonnes of ore were mined and milled and 1,518,777 grams (48,830 ounces) of gold and 1,903,000 grams (61,183 ounces) of silver recovered.

In 1996, Fairfield shipped all remaining stockpiles, estimated to contain 2700 tonnes and grading greater than 12 grams per tonne (Information Circular 1997-1, page 21). A total of 994 metres of ramp access and three development levels exist underground. Reverse circulation drilling, underground diamond drilling, reclamation, road construction, water sampling and aerial photography were also undertaken during this period. Surface and underground diamond drill programs were carried out in the Siwash Mine area from 1994 to 1996 to define the resource. Exploration surface drilling was also carried out during the 1995 and 1996 field seasons to test trench targets between the Siwash mine site and the South Showing area 2.5 kilometres to the south. Limited prospecting and environmental monitoring was undertaken from 1997 to 1999.

In 1995, Fairfield Minerals with the support from the Explore B.C. Program carried out an extensive program including geochemistry, 13,972 metres of surface and underground diamond drilling in 315 holes and reserve calculations.

In 2003, Christopher James Gold Corp. drilled 9 holes and dug three trenches to test alkalic porphyry hosted by the Big Kidd breccia. Broad intervals of low-grade mineralization were encountered.

SNOWFLAKE 7 showing (Volcanic redbed Cu)

MINFILE 092HNE268

Five kilometres west

The Snowflake 7 showing is 400 metres southwest of Quilchena Creek and 5.5 kilometres northeast of Aspen Grove.

HISTORY: PROPERTY**HN-WEN** prospect (Volcanic redbed Cu)

MINFILE 092HNE058

Within Tenure 520757

Adits and trenches were initially cut around 1900; later work included diamond drilling and trenching in the 1960s and 1970s.

History: Property (cont'd)

AU-WEN prospect (Intrusion related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn+/-Au)
MINFILE 092HNE144
Within Tenure 633163

Work on this showing dates back to the 1930s when visible gold was discovered in soil.

POT 1 showing (Volcanic redbed Cu)
MINFILE 092HNE204
Within Tenure 633183

The Pot 1 occurrence is a showing of gold-silver-copper mineralization, just east of the historical Aspen Grove copper camp, between Merritt and Princeton. The occurrence is located 1.1 kilometres northeast of Pothole Lake, between Quilchena and Pothole creeks, 7 kilometres east-northeast of the community of Aspen Grove.

KIT showing (Alkalic porphyry Cu-Au; Porphyry Mo (Low F type))
MINFILE 092HNE270
Within Tenure 520759

The Kit showing is exposed on the north bank of Quilchena Creek, 2.0 kilometres east-northeast of the creek's confluence with Pothole Creek and 7.8 kilometres northeast of Aspen Grove.

The intrusive was first prospected for molybdenum by J.E. Bate in 1915. Marengo Mines Ltd. excavated one trench, 60 metres long, and drilled two holes in 1967

GEOLOGY: REGIONAL

The Aspen Grove geological district is located within the regional Quesnel Trough, a 30 to 60, km wide belt of Lower Mesozoic volcanic and related strata enclosed between older rocks and much invaded by batholiths and lesser intrusions (Campbell and Tipper, 1970). The southern part is the well-known Nicola belt, continuing nearly 200 km to its termination at the U.S. border and containing the important copper deposits of Highland Valley, Craigmont, Copper Mountain, Afton, Brenda, in addition to the historic Hedley gold camp.

The Nicola Group has been divided into western, central, and eastern belts on the basis of lithology and litho-geochemistry and by major fault systems. Variation from calc-alkaline to shoshonitic compositions from west to east has been interpreted to reflect eastward dipping subduction in the Nicola arc. The Property is situated within the eastern belt of the Nicola Group which is bounded on the west by the northerly striking Kentucky-Alleyne fault zone.

GEOLOGY: PROPERTY AREA

The geology on some of the more significant mineral MINFILE reported occurrences, prospects, and past producers on and peripheral to the Toni 520759 Claim Group are reported as follows. The distance to the Minfile properties is relative to Tenures 520759 and 633163 of the Toni 520759 Claim Group which are the subjects of the Structural Analysis.

ECHO showing (Volcanic redbed Cu)
MINFILE 092HNE059
Within Tenure 567126

The Echo occurrence is hosted in the Upper Triassic Nicola Group, which regionally consists of alkalic and calcalkalic volcanics and intrusions of island arc origin, and which is the principal component of the Quesnel Terrane in southern British Columbia (Geological Survey of Canada Maps 41-1989, 1713A). This belt has been of major economic interest because of its potential for porphyry copper-gold mineralization.

Geology: Property Area (cont'd)**ECHO** showing (cont'd)

The occurrence lies in the northern assemblage of the Eastern belt of the Nicola Group (after Preto, Bulletin 69). This assemblage mainly consists of well-bedded submarine volcanoclastic rocks and volcanic flows. The main Aspen Grove copper camp lies several kilometres to the west in the Central belt, separated by the north-striking Kentucky-Alleyne fault system (Bulletin 69).

The area of the occurrence is underlain by augite porphyritic volcanic flows of andesitic to basaltic composition, and volcanic tuff and breccia (Assessment Report 1586; Geological Survey of Canada Map 41-1989). The volcanics may be affected by low grade propylitic and chloritic alteration. Less than 1 kilometre to the north of the occurrence is the east-striking contact of the Early Jurassic Pennask batholith, a large intrusion of medium-grained granodiorite to quartz diorite.

BIG SIOUX past producer (Volcanic redbed Cu; Alkalic porphyry Cu-Au)
MINFILE 092HNE073

Five kilometres west-southwest

The Fairweather Hills region is underlain by the Central volcanic facies of the Upper Triassic Nicola Group, comprising intermediate, feldspar and feldspar augite porphyritic pyroclastics and flows, and associated alkaline intrusions. The intrusions vary from diorite to monzonite in composition and are thought to be comagmatic with the Nicola Group, ranging in age from Late Triassic to Early Jurassic.

Locally, the area is underlain by red and green laharc breccias, augite andesite porphyry and minor sediments of the Nicola Group (Central belt, Bulletin 69). The units generally strike north-northwest and dip east. This sequence is broken up into a series of tilted fault blocks trending north.

The occurrence is hosted in variably amphibole, augite and feldspar porphyritic basaltic andesite, subjected to extensive fracturing, shearing and faulting. Alteration minerals include abundant epidote, and minor silica and chlorite. Some microdiorite and diorite are also present.

PAYCINCI developed prospect (Volcanic redbed Cu)

MINFILE 092HNE084

Ten kilometres northwest

The deposit is located in the southern portion of an area of hilly upland situated in the centre of the Aspen Grove copper camp, known as the Fairweather Hills. The Fairweather Hills region is underlain by the Central volcanic facies of the Upper Triassic Nicola Group, comprising intermediate, feldspar and feldspar augite porphyritic pyroclastics and flows, and associated alkaline intrusions.

The intrusions vary from diorite to monzonite in composition and are thought to be comagmatic with the Nicola Group, ranging in age from Late Triassic to Early Jurassic.

Locally, the area is underlain by red and green laharc breccias, augite andesite porphyry and minor sediments of the Nicola Group (Central belt, Bulletin 69). The units generally strike north-northwest and dip east. This sequence is broken up into a series of tilted fault blocks trending north.

Geology: Property Area (cont'd)

ELK past producer (Intrusion-related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn +/-Au; Au-quartz veins)

MINFILE 092HNE096

Nineteen kilometres southeast

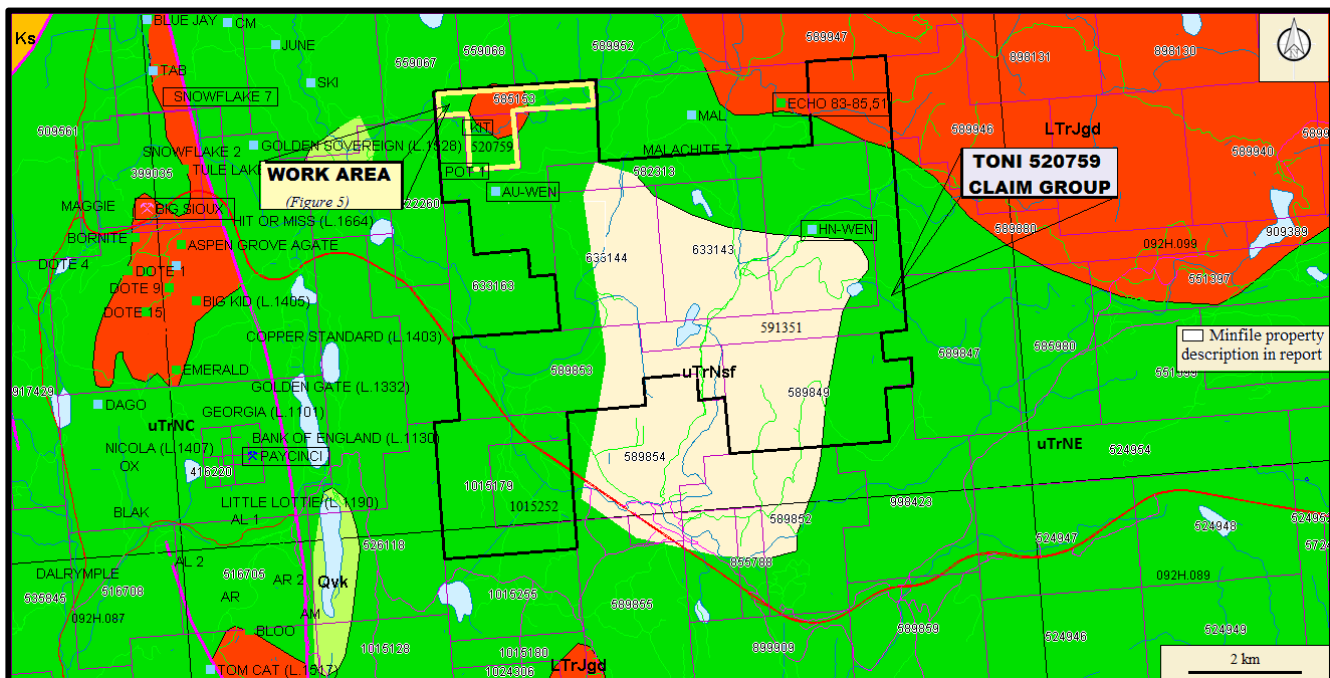
The Elk property is underlain by Upper Triassic volcanics and sediments of the Nicola Group and by Middle Jurassic granites and granodiorites of the Osprey Lake batholith. The contact between these units trends northeasterly across the property

Early Tertiary feldspar porphyry stocks and dikes of the Otter intrusions occur throughout the property. The western property area is underlain by steeply west-dipping andesitic to basaltic flows, agglomerates, tuffs and minor siltstone and limestone units of the Nicola Group. The eastern half of the property is underlain by granitic rocks of the Osprey Lake batholith. Early Tertiary feldspar porphyry and quartz feldspar porphyry stocks and dikes of the Otter intrusions cut both of the above.

GEOLOGY: PROPERTY

As indicated by the BC government supported MapPlace geological maps, the Property is predominantly underlain by the upper Triassic Nicola Group of basaltic volcanic rocks (uTrNE) with a central capping of upper Triassic Nicola Group mudstone, siltstone, shale, and fine clastic sedimentary rocks (uTrNsf). In the northeast corner, a contact between the Nicola rocks and the Pennask granodiorite intrusive trends northwesterly. In the northwest corner, a relatively small granodiorite stock intrudes the Nicola basaltic rocks where the KIT mineral showing is located.

Figure 4. Geology, Claim, Index, & Minfile



GEOLOGY MAP LEGEND

Pleistocene to Recent

PIRal

Unnamed alluvial till

PIRvk

Unnamed alkalic volcanic rocks

Upper Triassic

Eastern Volcanic Facies

uTrNE

basaltic volcanic rocks

uTtNsf

mudstone, siltstone, shale, fine
clastic sedimentary rocks

uTrNMI

lower amphibolite/kyanite
grade metamorphic rocks

uTrJum

unnamed ultramafic rocks

Central Volcanic Facies

uTrNc

andesitic volcanic rocks

Late Triassic to Early Jurassic

LTrJgd

unnamed granodiorite intrusive
rocks

LTrJdr

dioritic to gabbroic intrusive rocks

Geology Property (cont'd)

HN-WEN prospect (Volcanic redbed Cu)

MINFILE 092HNE058

Within Tenure 520757

The HN-WEN occurrence is hosted in the Upper Triassic Nicola Group, which regionally consists of alkalic and calcalkalic volcanics and intrusions of island arc origin, and which is the principal component of the Quesnel Terrane in southern British Columbia (Geological Survey of Canada Maps 41-1989, 1713A). This belt has been of major economic interest because of its potential for porphyry copper-gold mineralization.

The occurrence lies in the northern assemblage of the Eastern belt of the Nicola Group (after Preto, Bulletin 69). This assemblage mainly consists of well-bedded submarine volcanoclastic rocks and volcanic flows. The main Aspen Grove copper camp lies several kilometres to the west in the Central belt, separated by the north-striking Kentucky-Alleyne fault system (Bulletin 69).

The area of the occurrence is underlain by augite porphyritic volcanic flows of andesitic to basaltic composition, fragmental rocks including tuff and breccia, and argillites (Assessment Reports 1586, 4230). The argillites are dark grey to black, well bedded, and locally limy. They are somewhat carbonaceous and pyritic. Minor rock types present include feldspar porphyry and locally lenses of diorite. About 2.5 kilometres to the northeast is the contact with the Early Jurassic Pennask batholith, a large intrusion of medium-grained granodiorite to quartz diorite.

The contact between the volcanic rocks and the argillites passes through the centre of the mineralized area.

AU-WEN prospect (Intrusion related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn+/-Au)

MINFILE 092HNE144

Within Tenure 633163

The occurrence lies in the northern assemblage of the Eastern belt of the Nicola Group (after Preto, Bulletin 69). This assemblage mainly consists of well-bedded submarine volcanoclastic rocks, ranging from tuffaceous volcanic siltstones characteristic of the lower part, to coarse volcanic conglomerate and laharic breccias in the upper part.

Geology Property (cont'd)**AU-WEN prospect (cont'd)**

The AU occurrence is centred on the main gold showing, a small stripped, drilled and trenched area just off a gravel road south of Quilchena Creek (Assessment Reports 5766, 16008). This and most of the surrounding area is underlain by andesitic to dacitic tuff, cherty tuff, black argillite, and volcanic sandstone and siltstone. The rocks are strongly fractured in a variety of orientations. Bedding in the tuff has been measured to strike 060 degrees and dip 54 degrees northwest, but it varies.

About 1 kilometre to the north of the main showing is biotite hornblende granodiorite and quartz monzonite of the Early Jurassic Pennask batholith, and about 500 metres to the west are porphyritic andesitic and basaltic volcanic rocks (Bulletin 69; Assessment Report 16008). Small bodies of diorite and micromonzonite, possibly subvolcanic, are quite common in the area, on the surface and in drill core (Assessment Report 16008). Some of the volcanics have sustained carbonate and epidote alteration, and locally they have pervasive hematite (Assessment Report 16008).

POT 1 showing (Volcanic redbed Cu)

MINFILE 092HNE204

Within Tenure 633183

The Pot 1 occurrence is hosted in the Upper Triassic Nicola Group, which regionally consists of alkalic and calcalkalic volcanics and intrusions of island arc origin, and which is the principal component of the Quesnel Terrane in southern British Columbia (Geological Survey of Canada Maps 41-1989, 1713A). This belt has been of major economic interest because of its potential for porphyry copper-gold mineralization.

The occurrence lies in the northern assemblage of the Eastern belt or facies of the Nicola Group (after Preto, Bulletin 69). This assemblage mainly consists of alkalic volcanic flows and well bedded submarine volcanoclastic rocks, ranging from tuffaceous volcanic siltstones characteristic of the lower part, to coarse volcanic conglomerate and laharc breccias in the upper part. The assemblage is characterized by a paucity of intrusive rocks in comparison to the main Aspen Grove copper camp in the Central belt a few kilometres to the west, separated by the Kentucky-Alleyne fault system (Bulletin 69).

KIT showing (Alkalic porphyry Cu-Au; Porphyry Mo (Low F type))

MINFILE 092HNE270

Within Tenure 520759

A small body of granodiorite of Late Triassic to Early Jurassic age intrudes volcanics of the Upper Triassic Nicola Group. The granodiorite is cut by narrow, steeply-dipping shears striking north and northeast, near the faulted contact with slightly pyritic Nicola Group greenstone to the northwest.

MINERALIZATION: PROPERTY AREA

The mineralization on some of the more significant mineral MINFILE reported occurrences, prospects, and past producers on and peripheral to the Toni 520759 Claim Group are reported as follows. The distance to the Minfile properties is relative to Tenures 520759 and 633163 of the Toni 520759 Claim Group which are the subjects of the Structural Analysis.

Mineralization: Property Area (cont'd)**ECHO** showing (Volcanic redbed Cu)

MINFILE 092HNE059

Within Tenure 567126

The Echo occurrence refers to a group of minor copper showings in an area east of the historical Aspen Grove copper camp, between Merritt and Princeton. The occurrence is centred on the northernmost of three showings which were worked on in the 1960s, in a small area (less than 0.5 square kilometre) located southeast of Quilchena Creek, 8.5 kilometres west-northwest of Boot Lake, and 13 kilometres east of the community of Aspen Grove (Assessment Report 1586).

BIG SIOUX past producer (Volcanic redbed Cu; Alkalic porphyry Cu-Au)

MINFILE 092HNE073

Five kilometres west-southwest

Pyrite, pyrrhotite, chalcopyrite and arsenopyrite are disseminated sporadically in the tuffaceous rocks and argillite, up to about 1 per cent, and also occur in fractures (Assessment Reports 11241, 16008). Native gold is associated with the sulphides in narrow quartz-filled fractures in these rocks (Assessment Report 16008). Minor malachite occurs in volcanics.

The overall extent of the mineralization has not been determined, although diamond drilling has demonstrated that minor pyrite, pyrrhotite and chalcopyrite, disseminated or associated with quartz or calcite fracture veinlets, does persist below the surface (Assessment Reports 11241, 16008).

Gold values in the area are generally low, but high values have been obtained from trench sampling and drill core at the main showing. Significant gold assays in chip samples range from 6.8 grams per tonne over 5.1 metres to 10.8 grams per tonne over 4.9 metres (Assessment Report 16008).

PAYCINCI prospect (Volcanic redbed Cu)

MINFILE 092HNE084

Seven kilometres southwest

Hypogene and supergene copper mineralization occurs in green laharic breccia, near the contact with red laharic breccia to the east. This mineralization consists primarily of disseminated and fracture controlled chalcocite and native copper, accompanied by lesser malachite and azurite, and minor chalcopyrite, bornite, cuprite and pyrite. Drilling indicates chalcopyrite becomes more abundant at depth at the expense of chalcocite. This mineralization is exposed along the crest and east flank of a small northerly trending ridge, over a north-south distance of 400 metres.

Drill indicated reserves are 54,000 tonnes grading 0.876 per cent copper (Assessment Report 7654, page 1). Precious metal values are generally low. Six rock samples analysed 1.1 to 2.4 per cent copper, 0.005 to 0.010 gram per tonne gold and 1.3 to 5.7 grams per tonne silver (Assessment Report 14108, Figure 5, samples 2051 to 2056). One chip sample taken along a trench yielded 0.89 per cent copper over 49 metres (George Cross News Letter No. 90 (May 8), 1992).

ELK past producer (Intrusion-related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn +/-Au; Au-quartz veins)

MINFILE 092HNE096

Nineteen kilometres southeast

Gold-silver mineralization on the Elk property is hosted primarily by pyritic quartz veins and stringers in altered pyritic granitic and, less frequently, volcanic rocks. Crosscutting relationships indicate that the veins are Tertiary in age; they may be related to Tertiary Otter intrusive events.

Mineralization: Property Area (cont'd)**ELK past producer (cont'd)**

To date, mineralization has been located in four areas on the Elk property: Siwash North, South Showing (092HNE261), North Showing (092HNE281) and Siwash Lake (092HNE041, 295). The Siwash Lake zone is 800 metres south of the Siwash North deposit; the North Showing and South Showing areas are 2 and 3 kilometres south of Siwash North respectively.

In the Siwash North area, gold occurs in veins measuring 5-70 centimetres wide, hosted by a zone of strongly sericitic altered granite and, in the west, volcanic rocks. In general, the mineralized zone trends east-northeast with southerly dips from 20-80 degrees (from east to west), and appears to be related to minor shearing. Quartz veining occurs in a number of parallel to subparallel zones. Each zone consists of one or more veins within an elevation range of 5 to 10 metres that can be correlated as a group to adjacent drillholes.

In the eastern parts of the area, up to six subparallel zones occur. Five of these zones are consistent enough to be labelled the A, B, C, D and E zones.

Mineralization in the west has been identified in one or locally two zones (the B and C zones). The main mineralized zone (B) is consistent, with only minor exceptions, across the entire drill grid. The Siwash North structure has been tested to 335 metres downdip and along a strike length of 925 metres. The zone remains open to depth and along strike.

At surface, supergene alteration has leached out most of the sulphides with some pyrite and chalcopyrite remaining. Mineralization occurs primarily as native gold, occasionally as spectacular aggregates of coarse flakes in frothy quartz (strong pyrite boxwork) or in fractures in the vein. Electrum was noted in one area as very coarse-grained flakes associated with strong manganese staining. Gold is rarely seen in boxworks in sericitic (phyllic) alteration.

In drill core, mineralization has not been affected by supergene processes. Metallic minerals in drill core include pyrite, chalcopyrite, sphalerite, galena, tetrahedrite, maldonite ? pyrrhotite and native gold in order of decreasing abundance).

Gold is strongly associated with pyrite and with a blue-grey mineral. Photomicrographs show the gold commonly in contact with this mineral, which may be a gold-bismuth alloy (maldonite?) or a copper-bismuth- antimony sulphosalt.

Gangue mineralogy consists primarily of quartz and altered wallrock fragments. Ankerite is commonly present, with lesser amounts of calcite. Minor barite is also present. Fluorite was noted in one vein as very small (less than 1 millimetre) zoned purple cubes scattered in the quartz.

Stronger alteration generally accompanies higher grade gold mineralization. Seven main types of alteration were recognized in the granitic rocks throughout the property: propylitic, argillic, sericitic, potassium feldspar stable phyllic, phyllic, advanced argillic and silicic. Locally, potassic alteration, skarnification and silicification are evident, but are relatively minor and do not appear to be related to mineralization.

Propylitic alteration is generally light green with biotite and hornblende altered to chlorite, and plagioclase is saussuritized. In volcanics, the colour is generally olive green, and the rock is soft.

Argillic alteration is exemplified by bleached rock, with plagioclase white and clay-altered; potassium feldspar is slightly altered.

Mineralization: Property Area (cont'd)**ELK past producer (cont'd)**

Volcanics are bleached to light green or grey. Sericitic alteration is typically pale green with a micaceous sheen, with plagioclase altered to sericite; trace disseminated pyrite may be present. This type of alteration is often associated with quartz veins and appears to be the lowest grade alteration associated with gold mineralization. It is not recognized in volcanics.

Potassium feldspar stable phyllic alteration is light pink, green or yellowish with potassium feldspar fresh and pink and blocky. Plagioclase and mafic minerals are altered to fine-grained quartz-sericite-pyrite. It often occurs with veins and is associated with gold mineralization; it is not recognized in volcanics.

Phyllic alteration is generally grey, fine-grained quartz-sericite-pyrite alteration usually associated with veins and often gradational to quartz and often auriferous. Advanced argillic alteration is exemplified by most or all of feldspar being destroyed, quartz is "free-floating". The alteration is often sheared and white in colour and is often associated with quartz veins. Volcanics are white or blue coloured.

Silicic alteration is quartz veining or replacement that is hard with moderate conchoidal fracture. There is a strong symmetrical zoning of alteration around the quartz veins: vein-advanced argillic-phyllic-potassium feldspar stable phyllic-argillic-propylitic.

Measured geological reserves of the Siwash North deposit are 308,414 tonnes grading 22.17 grams per tonne gold and 24.68 grams per tonne silver using a cutoff grade of 10 grams per tonne gold. Reserves are based on results from 107 drillholes at 50-metre grid spacings along 804 metres of strike length to 304 metres downdip. All veining intercepts have been adjusted for true width and assays diluted to 2-metre mining widths (George Cross News Letter No. 223 (November), 1991).

The revised drill indicated reserve, based on more realistic open pit and underground mining widths of 0.39 to 0.79 metre with a 20.5 grams per tonne gold cutoff grade, is 122,458 tonnes averaging 54.5 grams per tonne gold (George Cross News Letter No. 65 (April 2), 1993).

From 1992 and 1995 (inclusive), 16,570 tonnes of ore were mined and milled and 1,518,777 grams (48,830 ounces) of gold and 1,903,000 grams (61,183 ounces) of silver recovered.

In 1996, Fairfield shipped all remaining stockpiles, estimated to contain 2700 tonnes and grading greater than 12 grams per tonne (Information Circular 1997-1, page 21). A total of 994 metres of ramp access and three development levels exist underground.

Reverse circulation drilling, underground diamond drilling, reclamation, road construction, water sampling and aerial photography were also undertaken during this period.

Surface and underground diamond drill programs were carried out in the Siwash Mine area from 1994 to 1996 to define the resource. Exploration surface drilling was also carried out during the 1995 and 1996 field seasons to test trench targets between the Siwash mine site and the South Showing area 2.5 kilometres to the south. Limited prospecting and environmental monitoring was undertaken from 1997 to 1999.

In 1995, Fairfield Minerals with the support from the Explore B.C. Program carried out an extensive program including geochemistry, 13,972 metres of surface and underground diamond drilling in 315 holes and reserve calculations. Surface drilling was done on fences 10-50 metres apart, underground drilling on fences 10 metres apart. Reserve calculations by the company and consultant Roscoe Postle gave the following results (Explore B.C. Program 95/96 – A38):

Mineralization: Property Area (cont'd)**ELK past producer (cont'd)**

Probable (undiluted) 16,991 tonnes at 28,200 tonnes at 50.2 g/t gold 26.6 g/t gold

Possible (undiluted) 50,260 tonnes at 66,400 tonnes at 42.0 g/t gold 31.4 g/t gold.

The 1996 exploration program consisted of 6873 metres of drilling in 91 holes. The Siwash zone has been traced along a 914 metre strike length and downdip to 245 metres. Reserves estimated by the company at January 1, 1996 were 121,350 tonnes grading 25.4 grams per tonne gold and 35.3 grams per tonne silver. These include a diluted, probable open-pit resource of 11,340 tonnes grading 58.97 grams per tonne gold, an underground probable resource below the open pit of 20,225 tonnes grading 26.74 grams per tonne gold, and a further possible underground resource of 89,790 tonnes grading 23.66 grams per tonne gold (Information Circular 1997-1, page 21).

Surface diamond drilling totaling 1413.96 metres in 12 holes was completed on the Siwash Mining lease during 2000 testing the B, WD and Gold Creek West (GCW) zones. A trenching program was carried out in 2001 in the Siwash East Area consisting of six trenches totaling 202 meters. Almaden Resources and Fairfield Minerals Ltd. merged into Almaden Minerals Ltd. in February, 2002.

In 2002, Almaden undertook a 26 hole surface diamond drill program for a total of 4995.67 metres testing the B, WD, GCW and Bullion Creek zones. During the 2003 field season a 6570 metre, 30 hole, diamond drill program was carried out by Almaden in the Siwash North area testing the WD zone. The WD vein system is located approximately 100 metres north of the Siwash B zone vein and has been tested over a strike length of 610m and down dip for 380m.

By the end of May 2004, a total of eight mineralized veins had been discovered on the property. Four vein systems had been drilled in the Siwash area: the B system with a strike length of 900 m has been tested down dip to 320 m; the WD zone with a strike length of 650 m has been tested to 370 m down dip; the GCW zone with a strike length of 300 m has been tested to 130 m down dip and the Bullion Creek (BC) zone which has been tested with two holes to a depth of 75 m. A new 43-101 compliant resource was calculated using drill data for the Siwash B and WD veins, just two of eight known mesothermal vein structures on the property.

Global (bulk-tonnage and underground mineable) measured and indicated resources were reported to total 668,300 tonnes grading 9.66 grams per tonne gold (207,600 ounces) plus an additional 1,317,200 tonnes grading 4.91 grams per tonne gold (207,800 ounces) in the inferred category (News Release, Almaden Minerals Limited, May 28, 2004).

Included in the global figures is a higher grade, underground-mineable resource totaling 164,000 tonnes grading 33.69 g/t gold in the measured and indicated category, plus another 195 200 tonnes grading 16.38 g/t gold in the inferred category.

In 2004 a diamond drill program consisting of 10,265 meters of NQ drilling in 44 holes was completed. As reported by Almaden in 2001, a possible extension to the B and WD vein systems was found roughly two kilometres along strike to the east, on the other side of an area of overburden cover and no outcrop, as part of a trenching program. Grab samples of the vein material taken at surface returned averaged analyses of 31.6 grams per tonne gold and 104.4 grams per tonne silver (News Release, Almaden Minerals Limited, March 4, 2005. This discovery added about two kilometres of prospective, unexplored strike length to the high-grade vein system.

Mineralization: Property Area (cont'd)**SNOWFLAKE 7** showing (Volcanic redbed Cu)

MINFILE 092HNE268

Five kilometres west

Chalcopyrite, pyrite and magnetite, with associated malachite, occur in massive green laharic breccia of the Upper Triassic Nicola Group (Central belt, Bulletin 69). A rock sample analysed 0.020 gram per tonne gold and 0.3 gram per tonne silver (Assessment Report 13714, Drawing No. 2, sample 922).

MINERALIZATION: PROPERTY**HN-WEN** prospect (Volcanic redbed Cu)

MINFILE 092HNE058

Within Tenure 520757

The mineralization is restricted to the volcanics. It is exposed in 3 adits and at least 8 trenches, and is marked by alteration, mainly epidotization, silicification, carbonatization, moderate chloritization and local pyritization.

Chalcopyrite is the only copper mineral: it is disseminated, or concentrated in quartz and calcite veins and veinlets between 0.3 and 30 centimetres thick, usually about 8 centimetres thick. Pyrite, pyrrhotite and rare specular hematite are also present in the veins. Locally oxidation has produced abundant malachite, azurite and limonite.

The mineralized zone measures 760 by 90 metres and has a depth of about 75 metres. Diamond drilling indicates that it strikes 160 degrees and dips vertically or steeply east, so it is not parallel to the volcanic-sedimentary contact, indicating that the contact is not the controlling factor. Rather, the veins hosting the mineralization are structurally controlled by numerous faults and fractures which consistently strike 160 degrees and dip 85 degrees east (Assessment Report 4230). Incidentally, the Echo occurrence (092HNE059) lies on this trend, 2 kilometres to the north-northwest, and the mineralization may also extend south-southeast of the HN-WEN occurrence (Assessment Report 4230).

Some significant copper and silver values have been obtained from the workings and diamond drill core. A 1.5-metre chip sample from Adit Number 1 was assayed at 4.39 per cent copper, 92.6 grams per tonne silver, and 0.7 gram per tonne gold (Assessment Report 4230).

A grab sample from here was assayed at 4.84 per cent copper, 46.6 grams per tonne silver and 0.7 gram per tonne gold (Assessment Report 4230). Both samples were from oxidized material and may not be representative of grade throughout the deposit (Assessment Report 4230). A drill core sample (hole HNS 72-1) assayed 1.12 per cent copper and 3.4 grams per tonne silver (Assessment Report 4230).

The average grade of the whole deposit has been estimated at 0.08 per cent copper, with a generally low gold and silver content (Assessment Report 4230).

AU-WEN prospect (Intrusion related Au pyrrhotite veins; Polymetallic veins Ag-Pb-Zn+/-Au)

MINFILE 092HNE144

Within Tenure 633163

Pyrite, pyrrhotite, chalcopyrite and arsenopyrite are disseminated sporadically in the tuffaceous rocks and argillite, up to about 1 per cent, and also occur in fractures (Assessment Reports 11241, 16008). Native gold is associated with the sulphides in narrow quartz-filled fractures in these rocks (Assessment Report 16008). Minor malachite occurs in volcanics.

Mineralization: Property (cont'd)**AU-WEN prospect (cont'd)**

The overall extent of the mineralization has not been determined, although diamond drilling has demonstrated that minor pyrite, pyrrhotite and chalcopyrite, disseminated or associated with quartz or calcite fracture veinlets, does persist below the surface (Assessment Reports 11241, 16008).

Gold values in the area are generally low, but high values have been obtained from trench sampling and drill core at the main showing. Significant gold assays in chip samples range from 6.8 grams per tonne over 5.1 metres to 10.8 grams per tonne over 4.9 metres (Assessment Report 16008).

Grab and select samples assayed between 14.4 and 91 grams per tonne gold (Assessment Reports 5766, 16008). The best drill core intersection assayed 4.97 grams per tonne gold over 1.5 metres (Assessment Report 16008).

Copper is associated with the gold mineralization; one rock sample from the main trench yielded 0.29 per cent copper (Assessment Report 7293). Another sample yielded 26 grams per tonne silver and 0.14 per cent lead (Assessment Report 7293). Silver in diamond drill core is generally under 1 gram per tonne (Assessment Report 11241).

POT 1 showing (Volcanic redbed Cu)

MINFILE 092HNE204

Within Tenure 633183

Mineralization comprises erratically disseminated chalcopyrite, malachite, azurite and pyrite (Preliminary Map 15; Assessment Report 13714). The copper minerals occur in narrow zones striking southwest, transverse to the regional strike but parallel to a fault 1 kilometre to the northwest (Bulletin 69).

Individual rock samples from the showing were analysed at up to 0.95 gram per tonne gold and 4.8 grams per tonne silver (Assessment Report 13714). A composite chip sample across the showing was analysed at 2.55 grams per tonne gold and 1.9 grams per tonne silver over 130 metres (Assessment Report 13714, Drawing No. 2, sample W301). Gold and silver values appear to be proportional to the degree of alteration and copper mineralization (Assessment Report 13714).

KIT showing (Alkalic porphyry Cu-Au; Porphyry Mo (Low F type))

MINFILE 092HNE270

Within Tenure 520759

Some of the shears are graphitic and they locally contain quartz lenses 2.5 to 5 centimetres wide with minor disseminated molybdenite. The intrusive is also fractured to some extent, with one prominent set striking 055 to 070 degrees and dipping steeply southeast. Some of the fractures contain quartz with minor chalcopyrite, malachite and molybdenite.

STRUCTURAL ANALYSIS

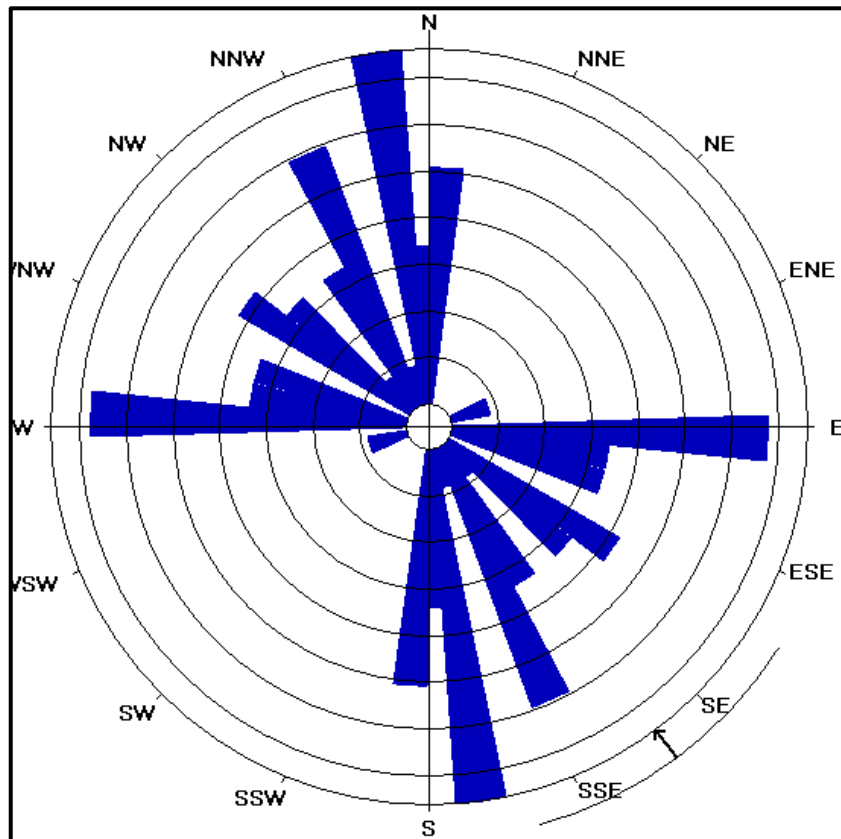
A DEM Image Hillshade map downloaded from MapPlace was utilized as the base map for the Structural analysis on Tenures 520759 & 585153. A total of 59 lineaments were marked (Figure 5), compiled into a 10 degree class interval, and plotted as a Rose Diagram as indicated on Figure 6.

Structural Analysis (cont'd)

Figure 5. Indicated Lineaments on Tenure 589584



Figure 6. Rose Diagram from lineaments of Figure 5.



Structural Analysis (cont'd)

STATISTICS (for Figure 5)

Axial (non-polar) data
 No. of Data = 59
 Sector angle = 8°
 Scale: tick interval = 2% [1.2 data]
 Maximum = 15.3% [9 data]
 Mean Resultant dir'n = 143-323
 [Approx. 95% Confidence interval = ±21.1°]
 (valid only for unimodal data)

kappa = 0.90
 (von Mises concentration param. estimate)

Resultant length = 24.33
 Mean Resultant length = 0.4124

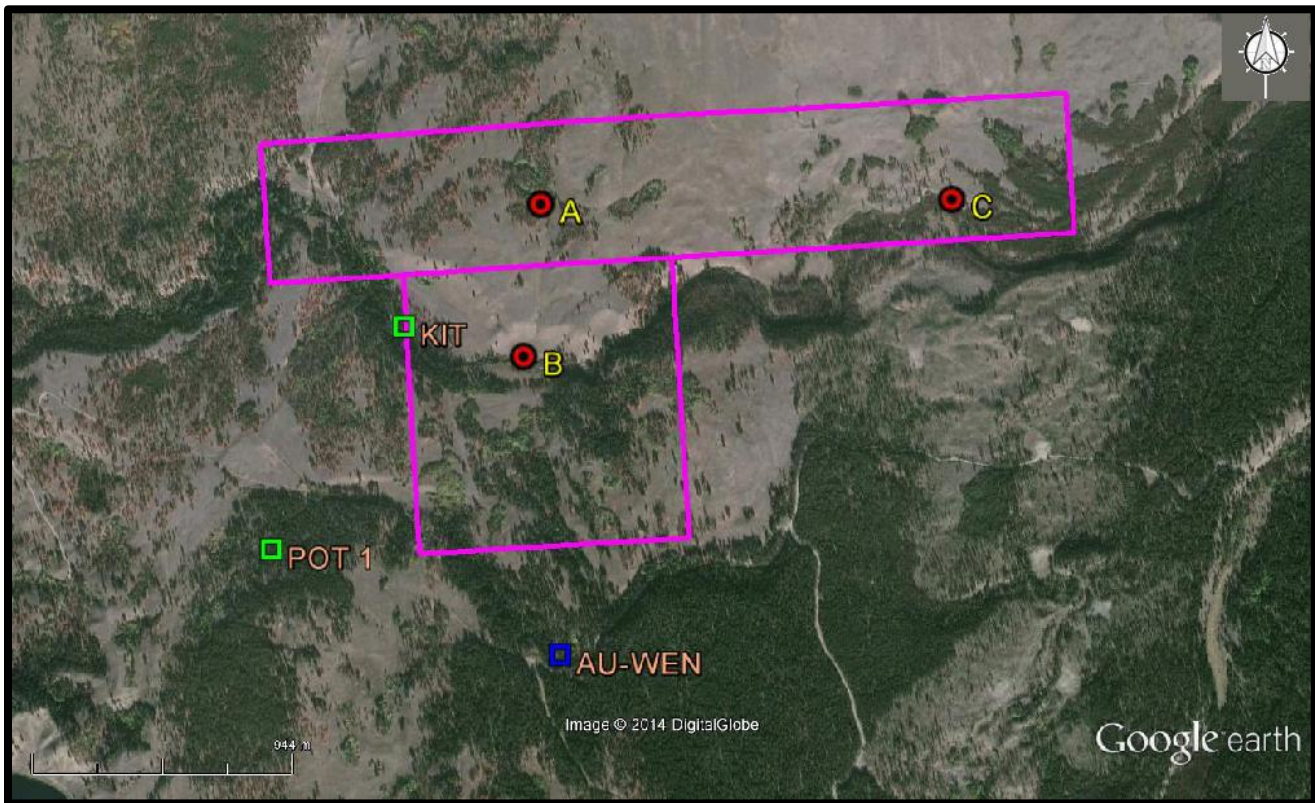
'Mean' Moments: Cbar = 0.1173; Sbar = -0.3954
 'Full' trig. sums: SumCos = 6.9202; Sbar = -23.3288
 Mean resultant of doubled angles = 0.3232
 Mean direction of doubled angles = 175

Mean Resultant dir'n = 143.3 - 323.3
 Circ.Median = 145.0 - 325.0
 Circ.Mean Dev.about median = 30.3°
 Circ. Variance = 0.20
 Circular Std.Dev. = 38.13°
 Circ. Dispersion = 1.99
 Circ.Std Error = 0.1836
 Circ.Skewness = 2.45
 Circ.Kurtosis = -16.52

(Usage references: Mardia & Jupp,
 'Directional Statistics', 1999, Wiley;
 Fisher, 'Statistical Analysis of Circular Data',
 1993, Cambridge University Press)
 Note: The 95% confidence calculation uses
 Fisher's (1993) 'large-sample method'

Structural Analysis (cont'd)

Figure 7. Cross-structural and Minfile locations on Google Earth



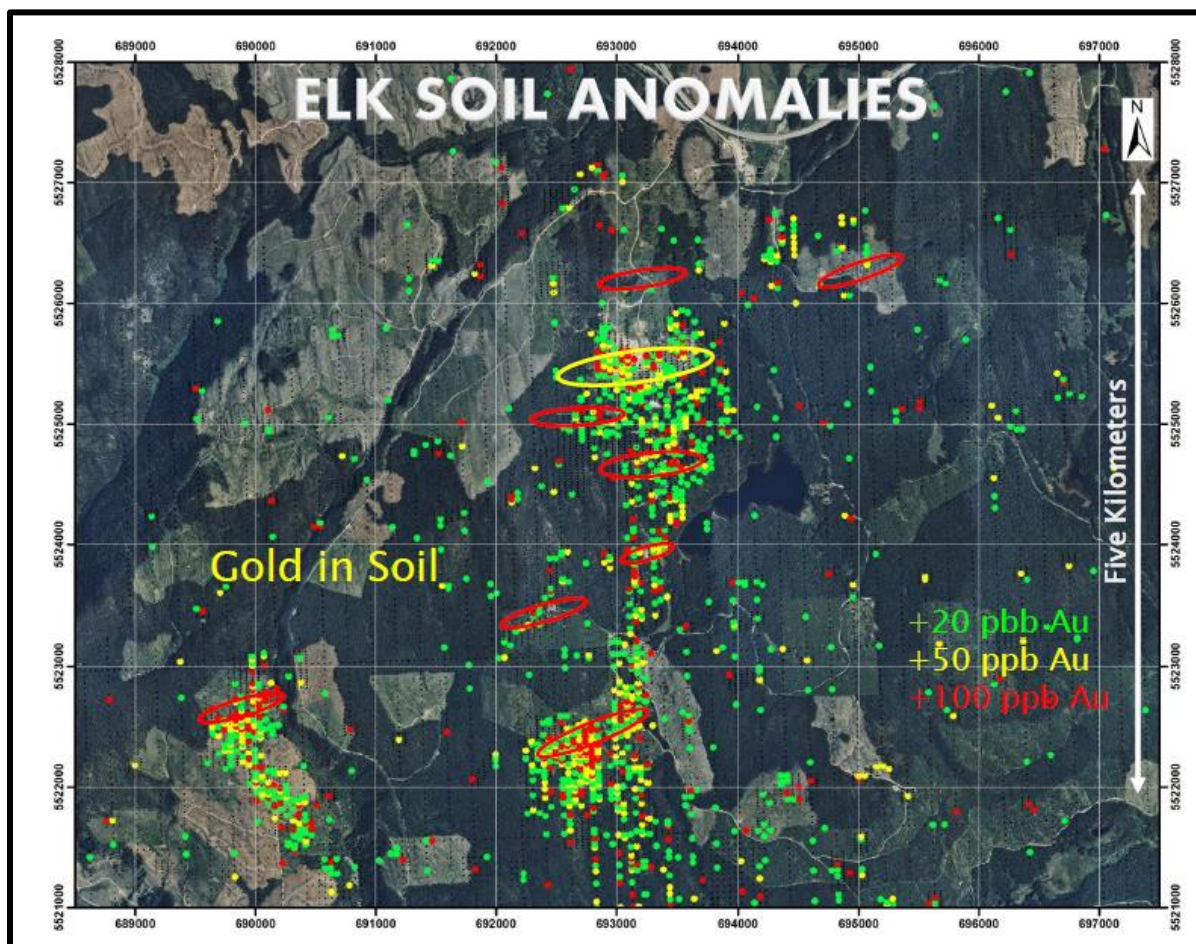
Structural Analysis (cont'd)

Table II. Approximate location of Figure 5 & 7 cross-structures & Minfile locations (UTM-NAD 83)

Area	UTM East	UTM North	Elevation (metres)
Cross-structure			
A	677,890	5,537,602	1,078
B	677,815	5,537,103	1,048
C	679,259	5,537,583	1,053
Minfile			
KIT	677,411	5,537,209	1,042
POT 1	676,956	5,536,483	1,078
AU-WEN	677,906	5,536,112	1,094

Figure 8. Elk Mineral Zones showing the indicated localized association to structural intersections of the major north trending Elk or Siwash fault with a subsidiary set of east northeasterly trending structures.

(Map from Gold Mountain Mining Corporation January 2012 Corporate Presentation)



INTERPRETATION & CONCLUSIONS

The Structural analysis on Tenures 585153 and 520759 of the Toni 520759 Claim resulted in the delineation of three cross structural locations between one primary S1 north-south trending and two east-west trending structures. The northerly structures are very obvious in the Kentucky-Alleyne fault system is the divisional structure between the Central Volcanic Facies (uTrNC) and the Eastern Volcanic Facies (uTrNw) of the Nicola volcanics and are topographically obvious and/or reported to the east as the Echo/HN-WEN structure and the Elk fault system.

The east-west structures are obscure but are reflected in the drainage and the geological contact pattern and most apparent in the structural control to the Elk mineral deposit and showings.

The cross-structures between primary structures are significant in that the intersection is depth intensive and would develop a greater degree of fracturing in preparing a favourable location for hosting mineralizing fluids. This structural preparedness is exemplified in two past producers in the immediate area.

At the BRENDA past producer (*Minfile 092HNE047*), the grade of the orebody is a function of fracture (vein) density and of the thickness and mineralogy of the filling material. Mineralization decreases outwardly from the most intensely fractured/mineralized rock and the centre of the main mineral zone. The centre well fractured zone could very well be the intersection of two major structures which would not only fracture the rock but also provide a conduit for the mineralizing fluids to surface.

At the Elk past producer, the main structure is the north trending Elk Fault which is intersected by numerous east-northeasterly trending faults. The cross-structural mineral controlling feature is obvious as the mineral zones are mostly adjacent to the Elk Fault and related to the cross fault intersection. Figure 8 shows this structural/mineral pattern

The Elk structure is indicated topographically over a distance of at least 20 kilometres from south of the Elk mineral zones to the SNOW (*Minfile 092HNE292*) mineral showing to the north where a drill hole intersected minor copper mineralization in weakly to moderately chloritized granite of the Pennask batholith. It appears to be the controlling structure to the many mineral zones of the Gold Mountain Elk property where one gold zone was previously mined.

Thus the three cross-structure locations determined in the structural analysis and indicated on Figures 5 & 7 would be prime locations to explore for surficial geological indicators of a potential economic deep-seated mineralized porphyry system. These geological indicators may be revealed as pathfinder minerals, minerals and/or alteration products that would be subject to interpretation as economic mineral indicators to follow-up exploration.

Excluding other variable geological conditions, the structures are essential in the localization of potentially economic mineralization within the Pennask granodioritic intrusive or the Nicola volcanics and/or sediments or a combination of both as at the Elk and the Brenda deposits.

Respectfully submitted
Sookochoff Consultants Inc.



Laurence Sookochoff, P.Eng

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MapPlace – Map Data downloads

MtOnline - MINFILE downloads.

092HNE058 – HN-WEN

092HNE059 – ECHO

092HNE073 – BIG SIOUX

092HNE084 – PAYCINCI

092HNE096 – ELK

092HNE144 – AU-WEN

092HNE204 – POT 1

092HNE270 – KIT

092HNE268 – SNOWFLAKE

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STATEMENT OF COSTS

The structural analysis of Tenures 520759 & 585153 was carried out from January 9, 2014 to January 12, 2014 to the value as follows.

Structural Analysis

Laurence Sookochoff, PEng; 3 days @ \$1,000.00 -----	\$ 3,000.00
Maps -----	500.00
Report -----	<u>3,000.00</u>
	\$ 6,500.00

CERTIFICATE

I, Laurence Sookochoff, of the City of Vancouver, in the Province of British Columbia, do hereby certify:

That I am a Consulting Geologist and principal of Sookochoff Consultants Inc. with an address at 120 125A-1030 Denman Street, Vancouver, BC V6G 2M6.

I, Laurence Sookochoff, further certify that:

- 1) I am a graduate of the University of British Columbia (1966) and hold a B.Sc. degree in Geology.
- 2) I have been practicing my profession for the past forty-eight years.
- 3) I am registered and in good standing with the Association of Professional Engineers and Geoscientists of British Columbia.
- 4) The information for this report is based on information as itemized in the Selected Reference section of this report and from work the author has performed on the Toni Property since 2006.
- 5) I have no interest in the Property as described herein.
- 6) I am a director of Victory Resources Corporation.

Laurence Sookochoff, P. Eng.

