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March 21, 2011
REPORT ON FIELD EXAMINATION
SPOONER MINES AND OILS LIMITED
SULPHUR PROSPECTING PERMIT NO. 35
NORTHERN ALBERTA
REPORT ON FIELD EXAMINATION
SPOONER MINES AND OILS LIMITED
SULPHUR PROSPECTING PERMIT NO. 35
NORTHERN ALBERTA

Prepared For
Spooner Mines and Oils Limited
November, 1968

J. C. SPROULE AND ASSOCIATES LTD.
OIL AND GAS ENGINEERING AND GEOLOGICAL CONSULTANTS
1009 FOURTH AVENUE S.W.
CALGARY - ALBERTA
The field work on this project has been carried out at the request of Mr. Dale Corman acting for Spooner Mines and Oils Limited. The work was authorized under our letter agreement of July 15, 1968 and the request made was that J.C. Sproule and Associates Ltd. should collect representative near-surface samples as described in the pertinent paragraph of our July 15th letter. We quote:

"In Phase II, the field party would, upon arrival in the field, immediately check points of indicated interest on the basis of the photogeological study. More specifically, we think that the preliminary study will give us a good idea of all those areas that are likely to contain sulphur. All points where sulphur is likely to occur will be checked by the helicopter reconnaissance crew and hand specimens and/or auger samples taken to determine the presence or absence of sulphur. We might call this preliminary part of the field program Step 1 of Phase II. The cost of Step 1 for your permit would be $800."

The field work has been conducted by Mr. Norm Soul. The field notes describing the samples taken are as follows. We quote:
"Permit No. 35 - 84-J-16 and 84-J-9

Area No. 1 - Checked muskegs. Improbable for sulphur occurrence.

Area No. 2


Hole No. 2 - N.W. 3-113-3 W. 5 M. Depth, 8 feet.

<table>
<thead>
<tr>
<th>Sample No.</th>
<th>Depth (Ft.)</th>
<th>Sulphur %</th>
<th>Sample</th>
</tr>
</thead>
<tbody>
<tr>
<td>35-2-2</td>
<td>4</td>
<td>(N.A.)</td>
<td></td>
</tr>
<tr>
<td>35-2-2</td>
<td>8</td>
<td>Trace</td>
<td>Muskeg and lacustrine.</td>
</tr>
</tbody>
</table>

Hole No. 3 - S.W. 11-113-3 W. 5 M. Depth, 8 feet.

<table>
<thead>
<tr>
<th>Sample No.</th>
<th>Depth (Ft.)</th>
<th>Sulphur %</th>
<th>Sample</th>
</tr>
</thead>
<tbody>
<tr>
<td>35-2-3</td>
<td>4</td>
<td>(N.A.)</td>
<td>Muskeg and lacustrine.</td>
</tr>
<tr>
<td>35-2-3</td>
<td>8</td>
<td>Trace</td>
<td>Black muck.</td>
</tr>
</tbody>
</table>

Area No. 3

Hole No. 1 - N.W. 8-113-3 W. 5 M. Depth, 8 feet.

<table>
<thead>
<tr>
<th>Sample No.</th>
<th>Depth (Ft.)</th>
<th>Sulphur %</th>
<th>Sample</th>
</tr>
</thead>
<tbody>
<tr>
<td>35-3-1</td>
<td>4</td>
<td>Trace</td>
<td>Muskeg and lacustrine.</td>
</tr>
<tr>
<td>35-3-1</td>
<td>8</td>
<td>Trace</td>
<td>Muskeg and lacustrine.</td>
</tr>
</tbody>
</table>

The locations of the sample localities are given on the accompanying Figure 1 and the related analyses by Chemical and Geological Laboratories Ltd. constitute Appendix I attached hereto.

With reference to these results, it will be observed that analyses made at depths of four to eight feet show only traces of sulphur. The material penetrated was in all cases muskeg debris and related sediments which is normally very high in sulphur in lake or depressional areas where sulphur is known. That
being the case, it can be assured that this particular sedimentary trough area does not contain interesting occurrences of native sulphur.

Under the circumstances, we recommend that this Permit be abandoned and that the Company request a return of their deposit.

V.A. Farley.

J.C. Sproule, P. Geol.

1009 Fourth Avenue S.W.,
Calgary 2, Alberta.
November 6, 1968.
VAF:JCS:1d1
Kind of Sample: Soil for Sulphur Analysis.

<table>
<thead>
<tr>
<th>LABORATORY NUMBER</th>
<th>SAMPLE NUMBER</th>
<th>DEPTH (Feet)</th>
<th>SULPHUR (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>C68-4062-1</td>
<td>35-2-2</td>
<td>8</td>
<td>Trace</td>
</tr>
<tr>
<td>C68-4062-2</td>
<td>35-2-3</td>
<td>8</td>
<td>Trace</td>
</tr>
<tr>
<td>C68-4062-3</td>
<td>35-3-1</td>
<td>4</td>
<td>Trace</td>
</tr>
<tr>
<td>C68-4062-4</td>
<td>35-3-1</td>
<td>8</td>
<td>Trace</td>
</tr>
</tbody>
</table>
LEGEND

SURFICIAL DEPOSITS
- Muskeg

BEDROCK FORMATIONS
- Cretaceous (undifferentiated)
- Devonian (undifferentiated)

PHOTOGEOLOGICAL SYMBOLS

- Approximate erosional edge of Cretaceous
- Alignment interpreted to indicate faulting or fracturing in bedrock
- Alignment of probable geological significance

AREA 1,2 mi²
- Areas of interest discussed in report
- Sulphur prospecting permit outline
- Sample Location

PHOTOGEOLOGICAL MOSAIC

SULPHUR PROSPECTING PERMIT
No. 35
FORT VERMILION AREA
ALBERTA

PREPARED FOR
SPOONER MINES & OILS LTD.

APPROXIMATE SCALE IN MILES

THIS IS A SEMICONTROLLED MAP-MOSAIC AND SHOULD NOT BE MISTAKEN FOR AN ACCURATE GEOGRAPHIC BASE

J.C. SPROULE AND ASSOCIATES LTD. CALGARY, ALBERTA