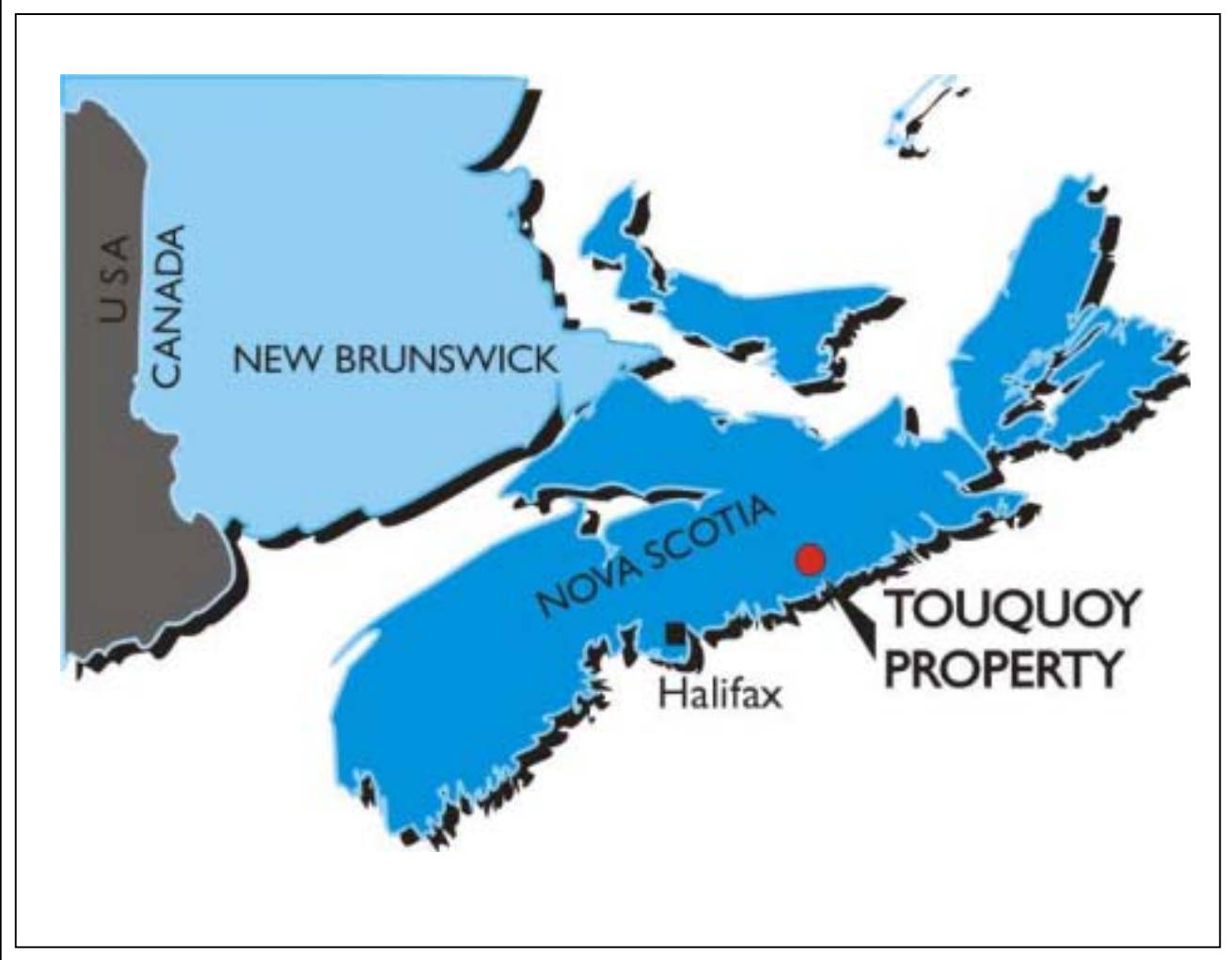




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TOUQUOY PROJECT SCOPING STUDY UPDATE

ACTIVITIES SINCE ACQUISITION

- Due diligence
- Drilling
- Non-technical
- Scoping study

TOUQUOY PROJECT

ACTIVITIES SINCE ACQUISITION

DUE DILIGENCE

- Check sampling and assaying
- Resource confirmations
- Metallurgical review
- Meetings with Government and others

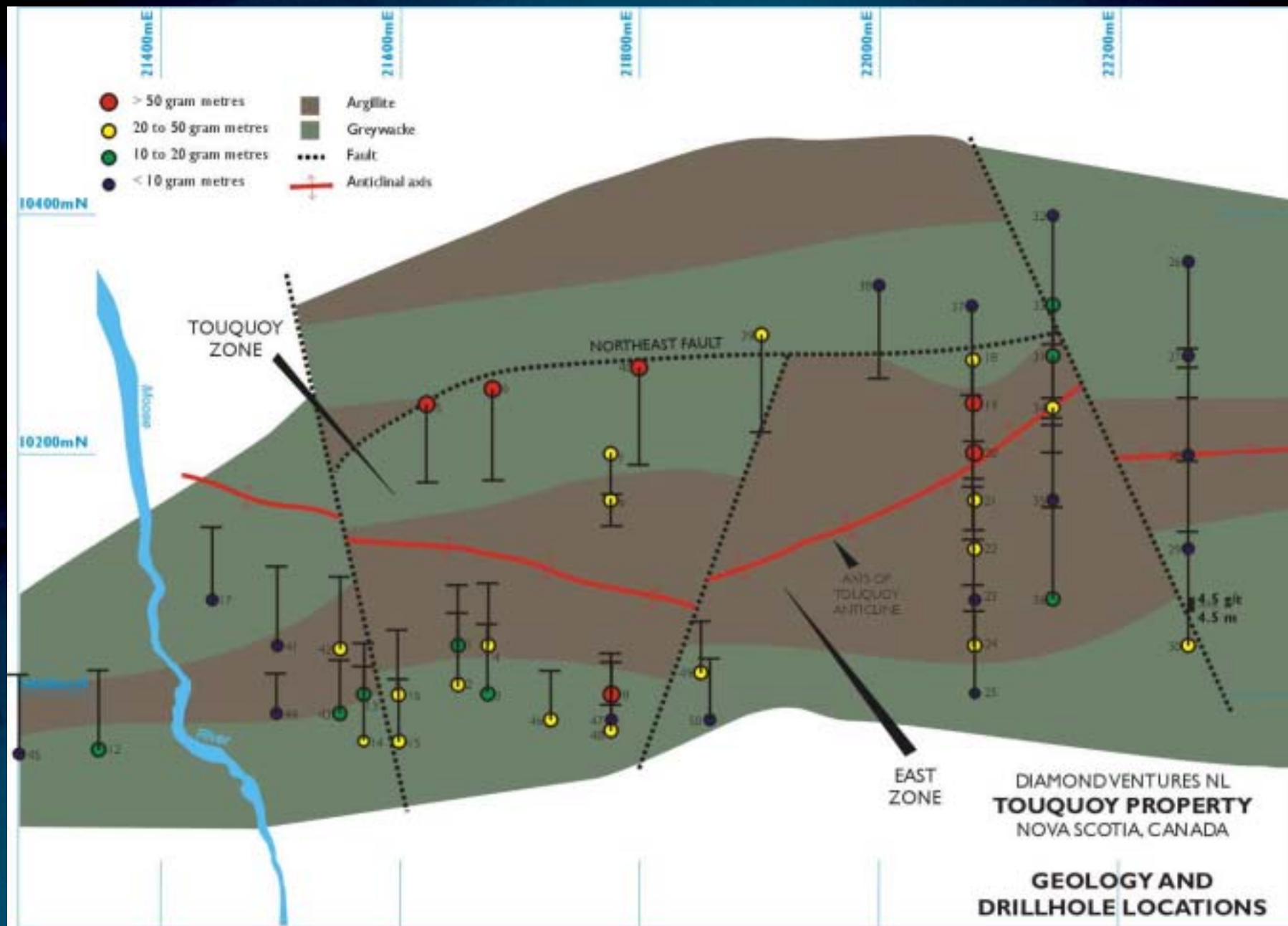
TOUQUOY PROJECT

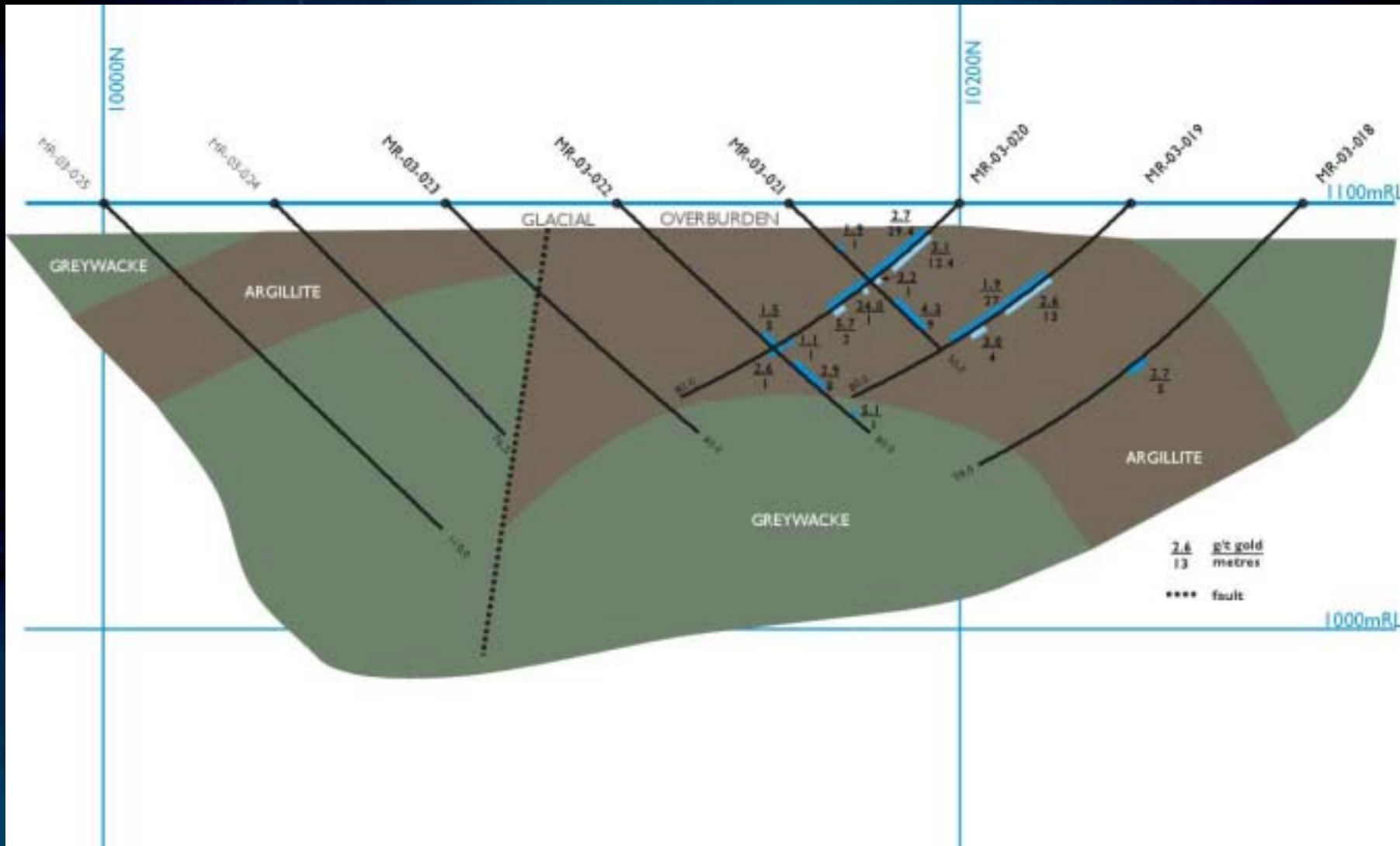
ACTIVITIES SINCE ACQUISITION

DRILLING

- Drilled 50 diamond core holes
- Increased resource
- Further resource definition required
- Historic core sampled and assayed
- Commenced property-wide percussion drilling







TOUQUOY PROSPECT SECTION 22075mE







TOUQUOY PROJECT

ACTIVITIES SINCE ACQUISITION

TOUQUOY MINERAL RESOURCES

	million tonnes	grade g/t	contained ounces gold
Indicated Resource	4.44	2.1	300,000
Inferred Resource	2.47	2.2	172,000
<hr/> Total Mineral Resource	6.91	2.1	472,000

TOUQUOY PROJECT

ACTIVITIES SINCE ACQUISITION

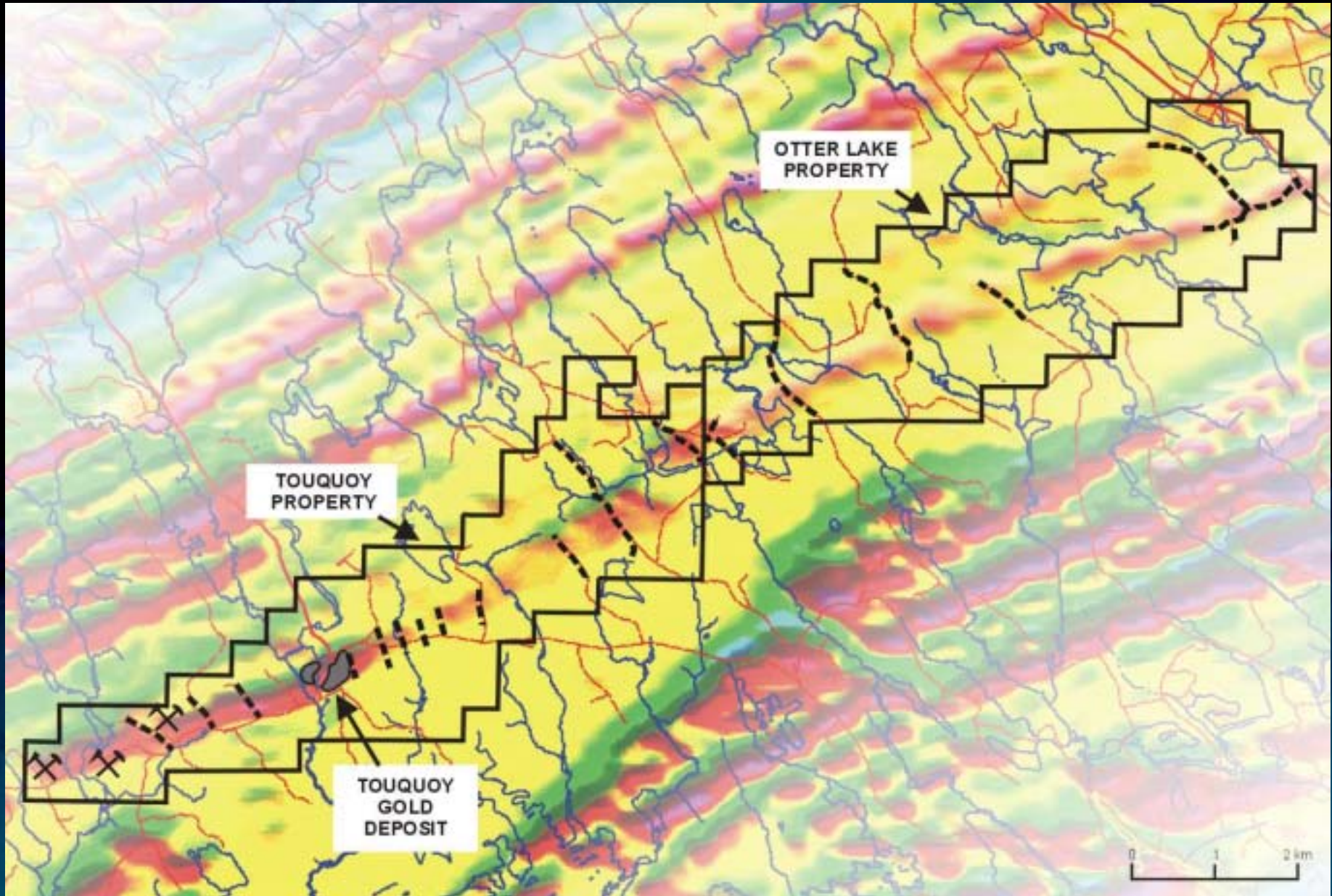
NON-TECHNICAL

■ Political and technical meetings

- Minister of Natural Resources
- Local MLA
- Minerals Resources Branch
- Halifax Regional Development Agency
- Nova Scotia Business Inc.
- Local residents
- Various consultants

■ Option on adjoining ground





TOUQUOY PROSPECT

TOUQUOY PROJECT

ACTIVITIES SINCE ACQUISITION

SCOPING STUDY

- Updated resource estimate – WA consultants
- Pit optimisation – WA consultants
- Optimised mining schedule – WA consultants

TOUQUOY PROJECT

SCOPING STUDY

- Obtained capital equipment list and costs $\pm 30\%$ – WA consultants
- Obtained operating cost estimates $\pm 30\%$ – Australian and Canadian consultants
- Detailed financial modelling including tax – Australian and Canadian consultants

TOUQUOY PROJECT

SCOPING STUDY

FALLBACK CASE

- Conversion of Inferred Resources
- 5 year mine life
- 1.5 mtpa treatment plant
- Annual production 88 koz

TOUQUOY PROJECT

SCOPING STUDY

TARGET CASE

- Anticipates additional 2-year mine life from new reserves

Exploration potential is high because:

- Mineralisation along strike – Higgins & Lawlor
- Property is covered by a veneer of glacial till
- Little drilling to bedrock
- Minimal exploration for Touquoy style
- Lookalikes have incremental resource growth

TOUQUOY PROJECT

SCOPING STUDY

RESULTS

C\$ 100% basis		Fallback	Target
Mine life	years	5	7
Plant	mtpa	1.5	1.5
Grade	g/t	2.0	2.0
Total production	koz	440	630
Annual production	koz	88	90
Cash costs / oz	C\$	318	324
	US\$	228	232

TOUQUOY PROJECT

SCOPING STUDY

RETURNS

C\$ 100% basis		Fallback	Target
Gold price	forward	555	555
	spot	530	530
Total costs / oz	C\$	446	421
	US\$	320	302
Capital initial	C\$M	50	50
Profit (after tax)	C\$M	36	58
Payback	years	2.4	2.4
8% NPV (after tax)	C\$M	19	33
IRR (after tax)		25%	30%

TOUQUOY PROJECT

FUTURE ACTIVITIES

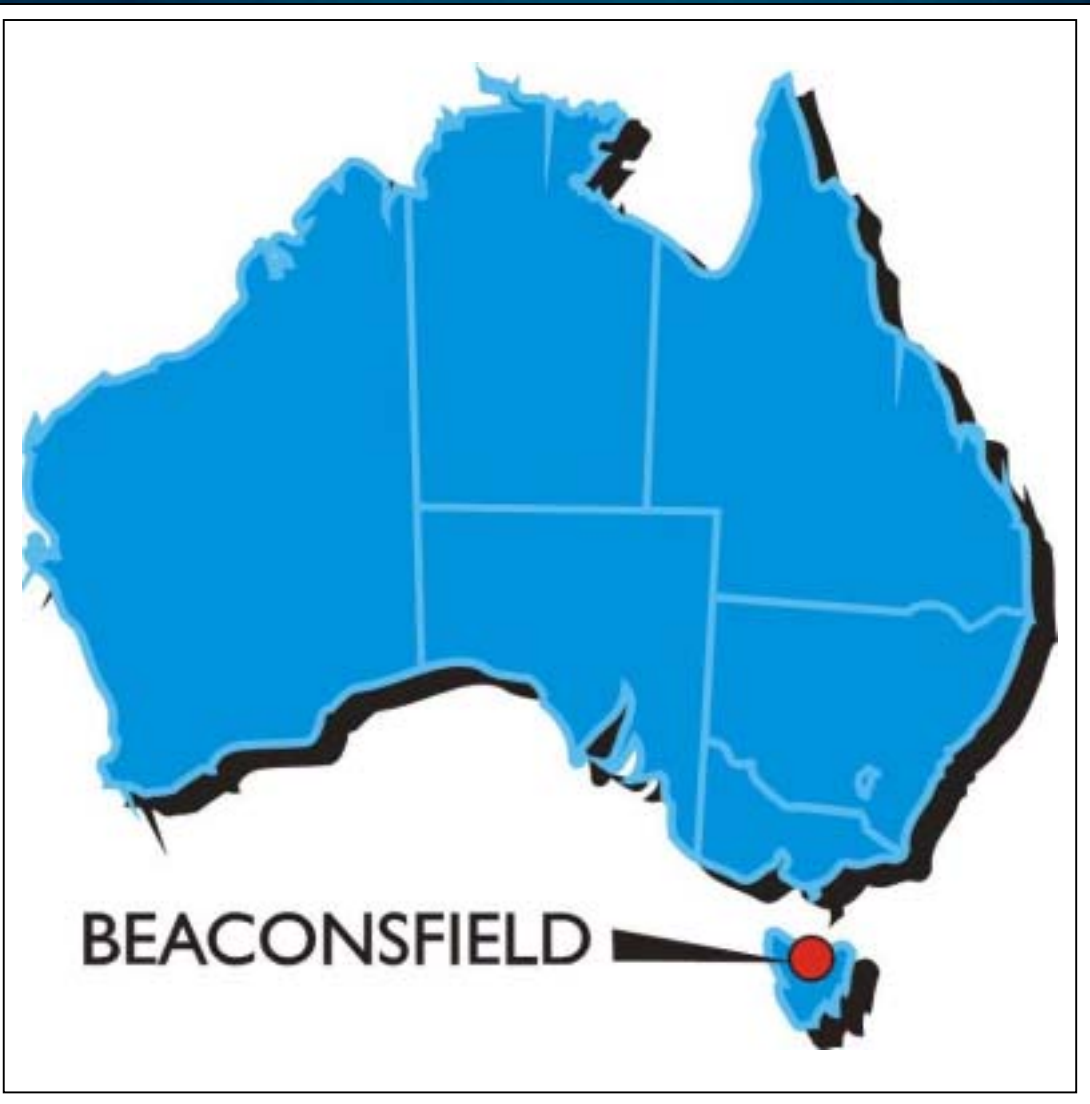
- Resource definition
- Capital and operating costs to $\pm 10\%$
- Permitting and environmental
- Bankable feasibility study
- Financing and construction

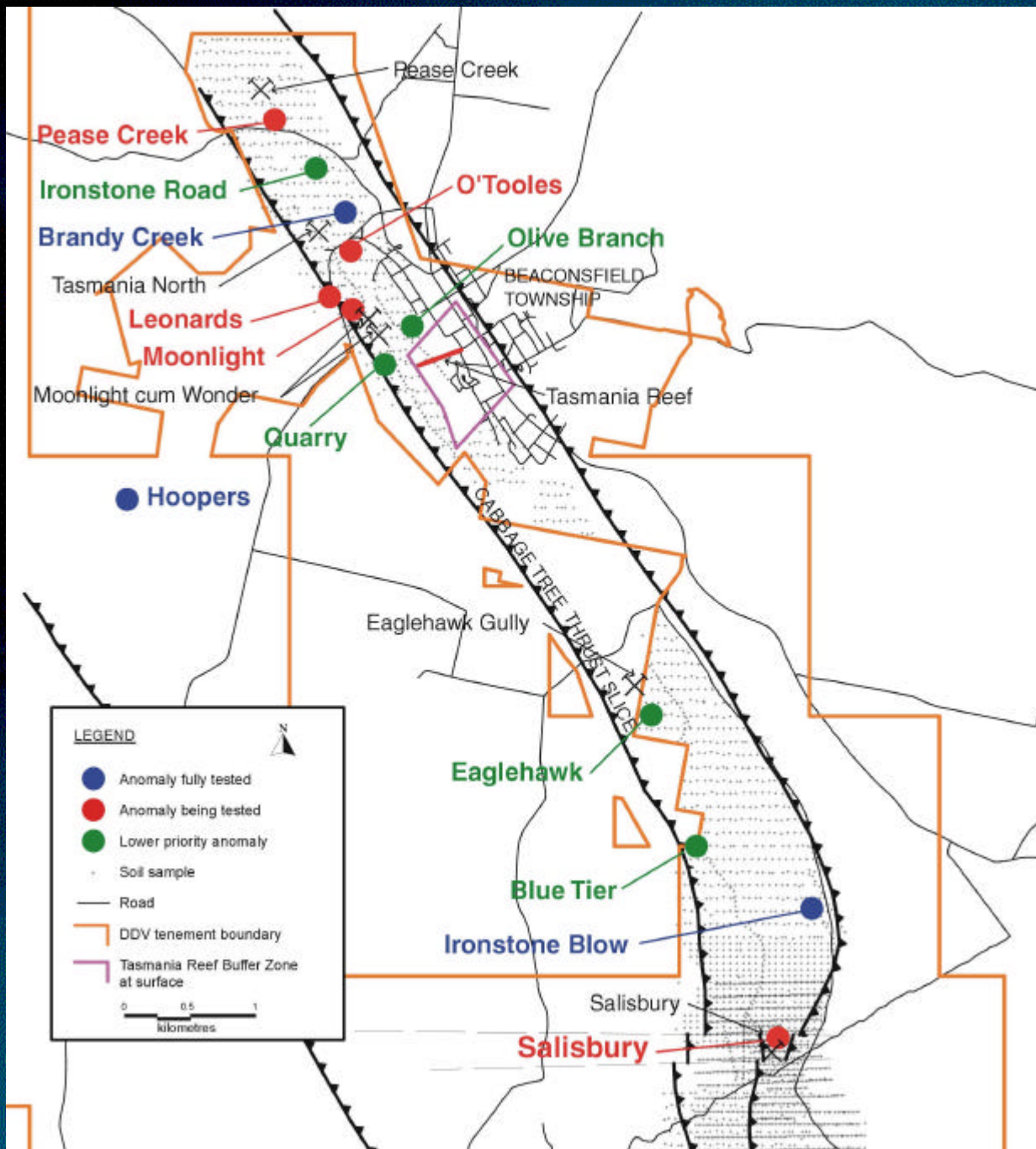
TOUQUOY PROJECT

FUTURE ACTIVITIES

RESOURCE DEFINITION

- Incomplete at present
- Approximately 140 holes required
- Resource estimation
- Time to complete – 4 months
- Cost to complete – C\$1.25 million

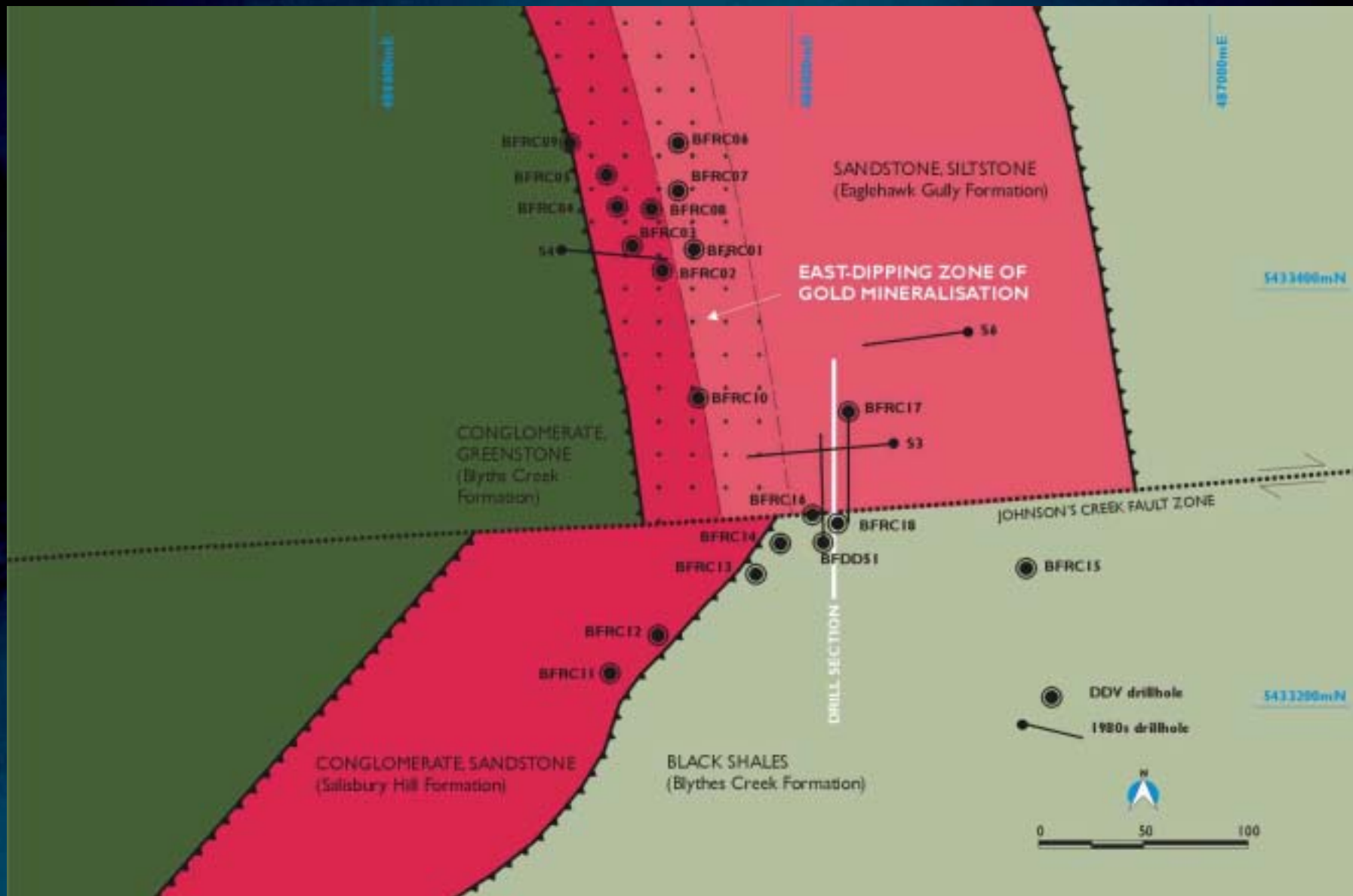




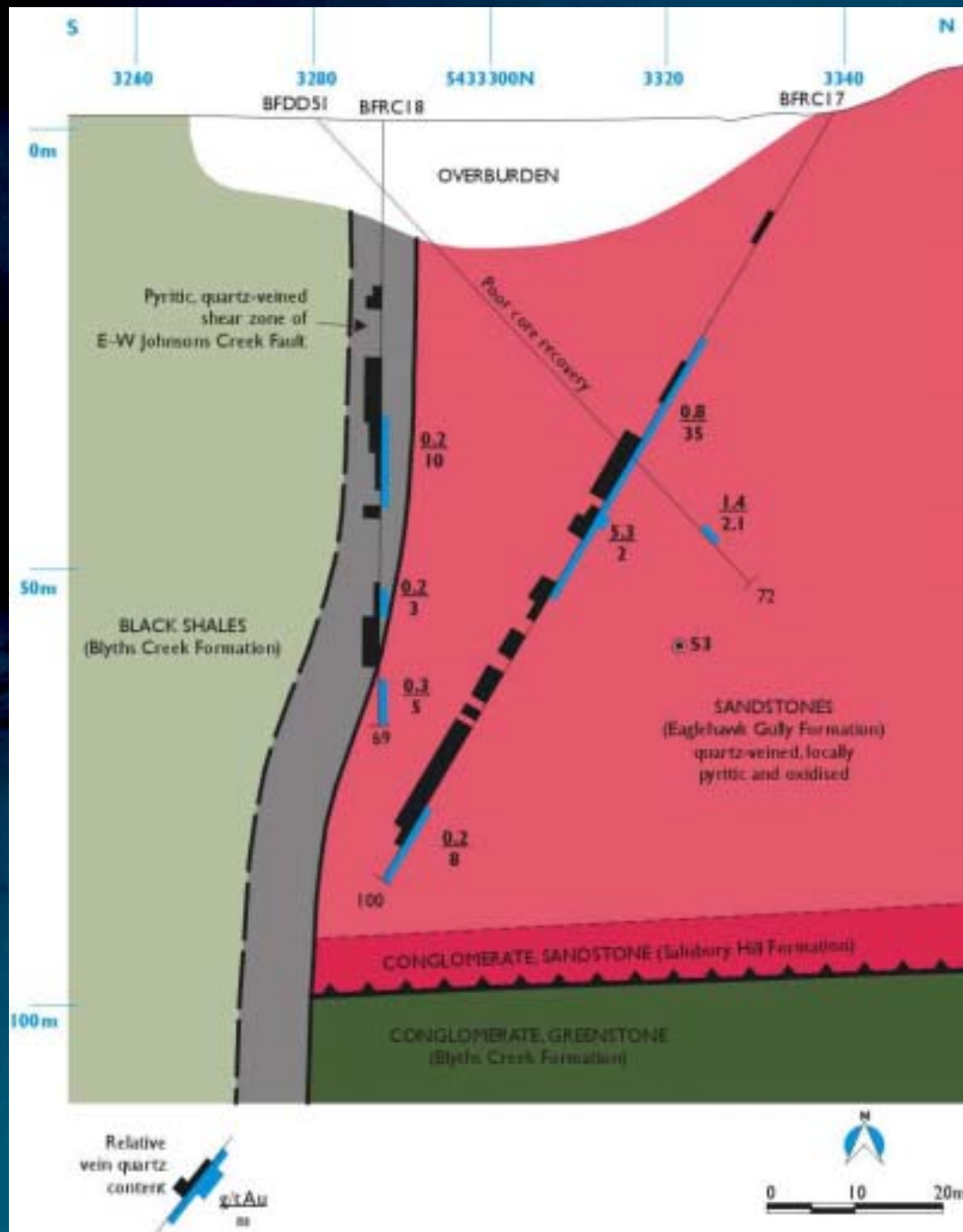
BEACONSFIELD PROJECT

GOLD-IN-SOIL ANOMALIES





SALISBURY HILL PROSPECT PLAN



SALISBURY HILL PROSPECT DRILL SECTION



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