

KENNECOTT CANADA EXPLORATION INC.

YEAR 2001 EXPLORATION PROGRAM

Non-Technical Project Summary

Brodeur Peninsula, Baffin Island, Qikiqtani Region

Kennecott Canada Exploration Inc. (Kennecott) plans to conduct surface mineral exploration for diamonds on the Brodeur Peninsula, Baffin Island, Nunavut from approximately June 1, through to the end of the summer field season during the year 2001. The program is regional in scope, and will cover an area contained by Latitude 72°15'00" and 74°00'00" and Longitude 86°00'00" and 90°00'00". Kennecott has ten (10) Prospecting Permits upon which most of the work will be done.

During 2001, Kennecott would conduct surface exploration consisting of geochemical soil sampling (tills and eskers) in order to locate anomalies related to diamond exploration. The company may also plan staking activities as the result of such surface exploration.

Planned surface exploration will include work on the following concession areas:

AB-17,18,19,23,26,27,35,36,39,50,57,58,59, 60, 61, 62, 63, 64, 65, 66, 67, 68

The field survey crews will consist of a Kennecott Canada Exploration project geologist with seasonal field assistants. It is our hope to employ residents of Nunavut on these field crews, as we have on other exploration programs within Nunavut. We anticipate basing this program out of communities in Nunavut, including Arctic Bay/Nanisivik.

Kennecott Canada Exploration is committed to developing and maintaining excellent relationships with the communities affected by our exploration activities. Our company also has strict environmental policies for our own employees as well as for contractors who report to us. Protection of the land is an essential part of our exploration programs.



