TSX VENTURE: PPG | www.prosperitygoldfields.com
#800 – 789 W. Pender St., Vancouver BC, V6C 1H2
info@prosperitygoldfields.com
Toll free: 855 237 6274
Direct: 604 662 3380

Kiyuk Lake Gold Project: Project Description for Amendment of Land Use Permit N2011C0011

Introduction

The Kiyuk Gold Project is located in the Kivalliq region of Nunavut near the Manitoba border. The project extents are defined by the following boundaries. The minimum and maximum latitude/longitude coordinates of the property boundary are as follows:

North	60°28'42"	West	100°30'58"
South	60°23'15"	East	100°16'51"

The Kiyuk Lake Gold Project property consists of 50 minerals claims covering 42,912 hectares and lies on NTS map sheets 065C07, 08 and 09.

Camp Location:

60° 27' 49" N
101° 23' 05" W

Current Permits and Regulatory screenings

N2011C0011 – Class A Land Use permit

11NE019 – NIRB screening decision

2BE-KLG116 – Type B Water License Screening

Nunavut Planning Commission – Positive Conformity

Exploration Activities for 2013

In addition to the previously described and permitted activities, including drilling, the following provides a description of activities that are planned for the winter and summer program.

Preparations for Air Strip Construction

The necessary equipment for future construction of an airstrip will be transported to camp on a Hercules plane, which will land on an ice airstrip on Kiyuk Lake during the winter. The equipment will consist of a D5M

LGP Caterpillar bulldozer, a 315 CL Caterpillar track excavator, and a tip-trailer. The location of the proposed airstrip can be seen in Figures 1 and 2.

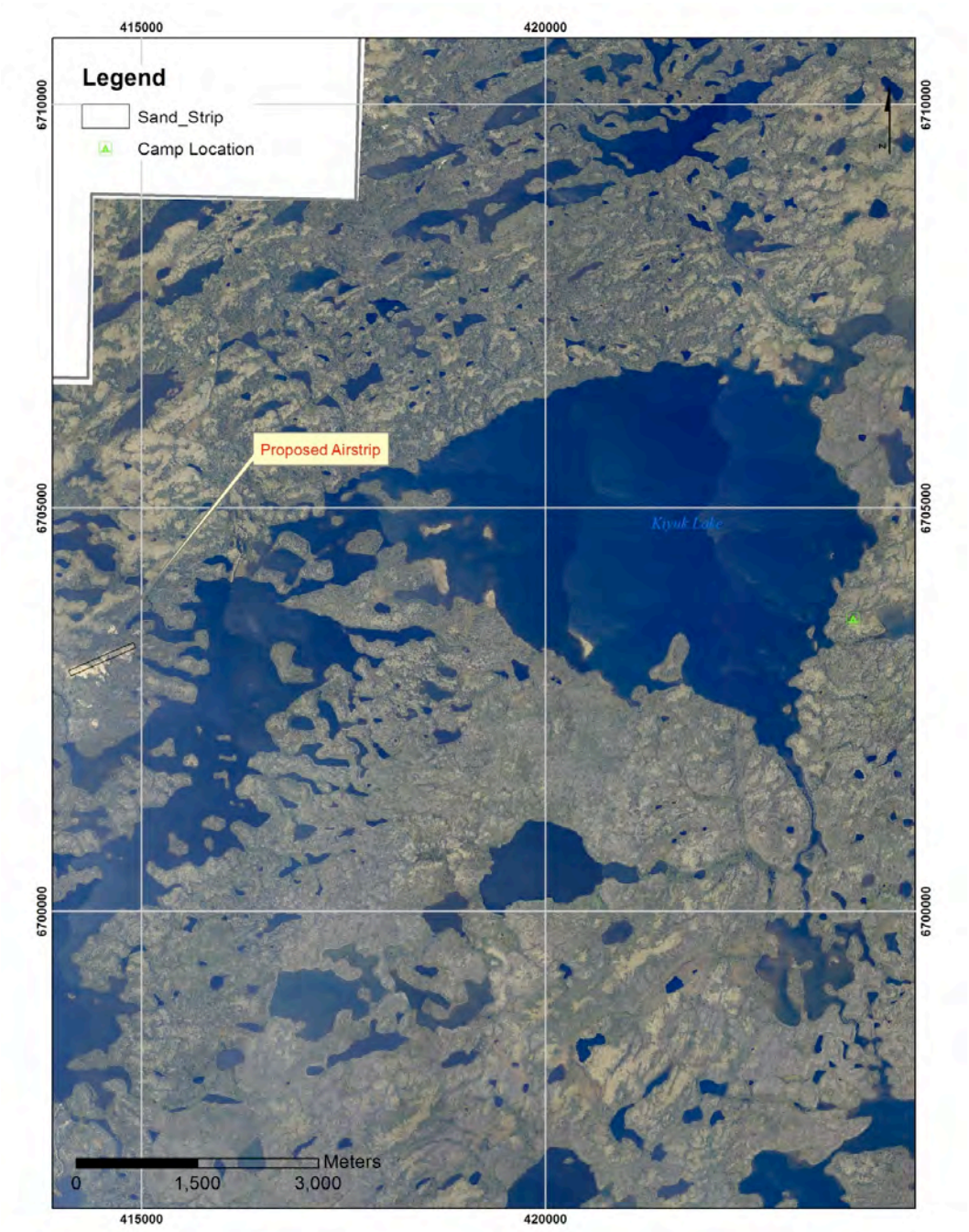


Figure 1– Proposed on land summer airstrip location located on a sand deposit.

Figure 2 - Sand deposit at proposed airstrip location.

The proposed airstrip will be approximately 800 metres long and built on a large sand deposit (less than the length of the deposit) by leveling the sand deposit. This airstrip will provide on-land access during the summer season.

Environmental Studies

Environmental studies will be conducted to establish any early baseline of data and to monitor current conditions. An Environment Canada standard climate station has been installed by Hemmera Envirochem Inc. to monitor temperature, wind speed, wind directions, gust speed, precipitation, relative humidity and solar radiation. The data from the climate station will be recorded in order to inform future project design and environmental studies. A water quality program will be established by Hemmera to monitor water quality and to establish baseline conditions, particularly in areas where drilling will take place. See Figure 3 for proposed water sample locations. The Caribou protection measures, as described in Land Use Permit N2011C0011, will be maintained.

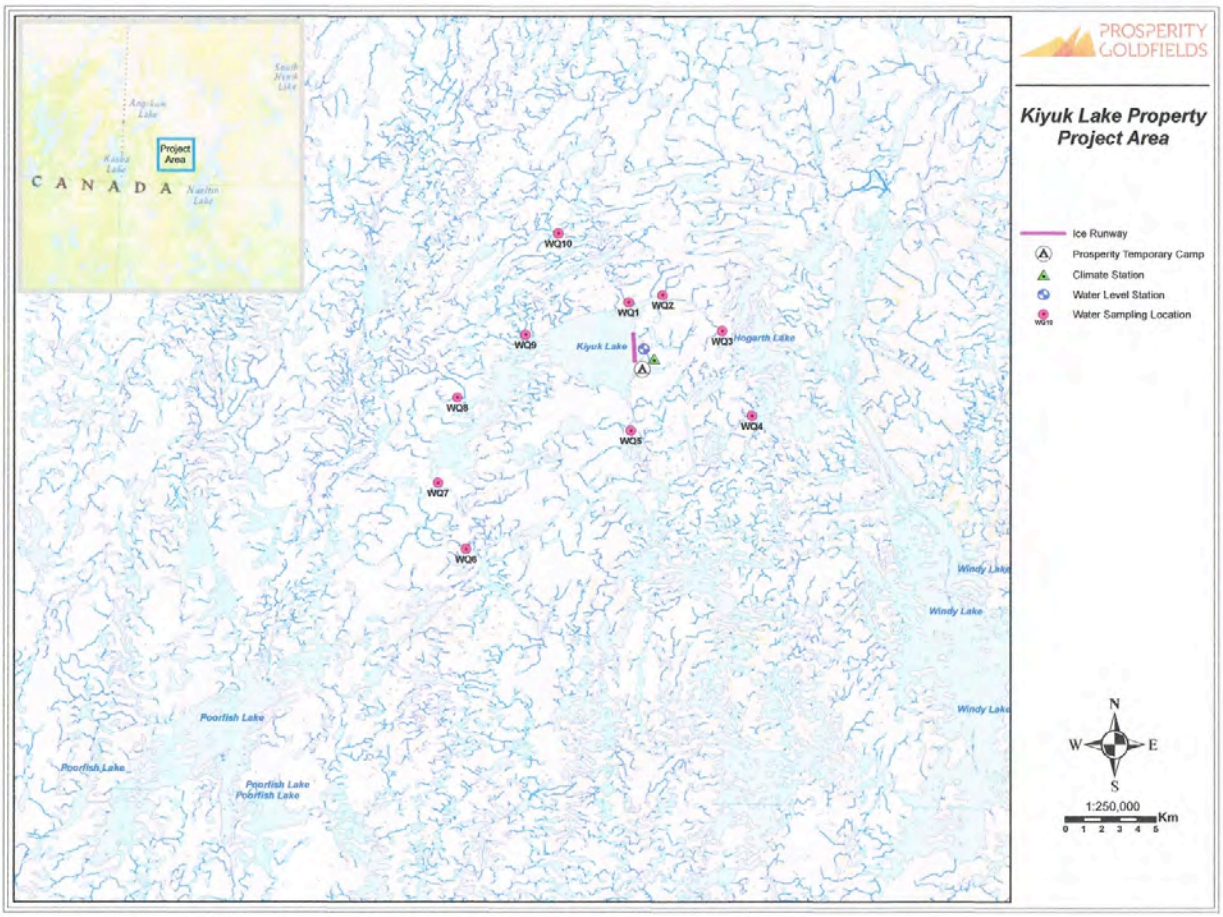


Figure 3 – Hemmera Water Sample Locations

Drilling

Drilling will be increased to include an additional LF-70 or equivalent heli-portable drill for a total of three diamond drills. Drilling will also take place on the ice in the winter months. Poly drill recovery system will be used to collect the cuttings and any waste from drilling and water will be run through a water recirculation system. Ice thickness will be confirmed before locating a drill on a proposed site. Once the proposed drill hole is complete the drill will be removed along with any waste or debris. Only the amount of fuel necessary to sustain the drill for 24 hours will be kept at the drill site. For locations of drill targets see Figure 4.

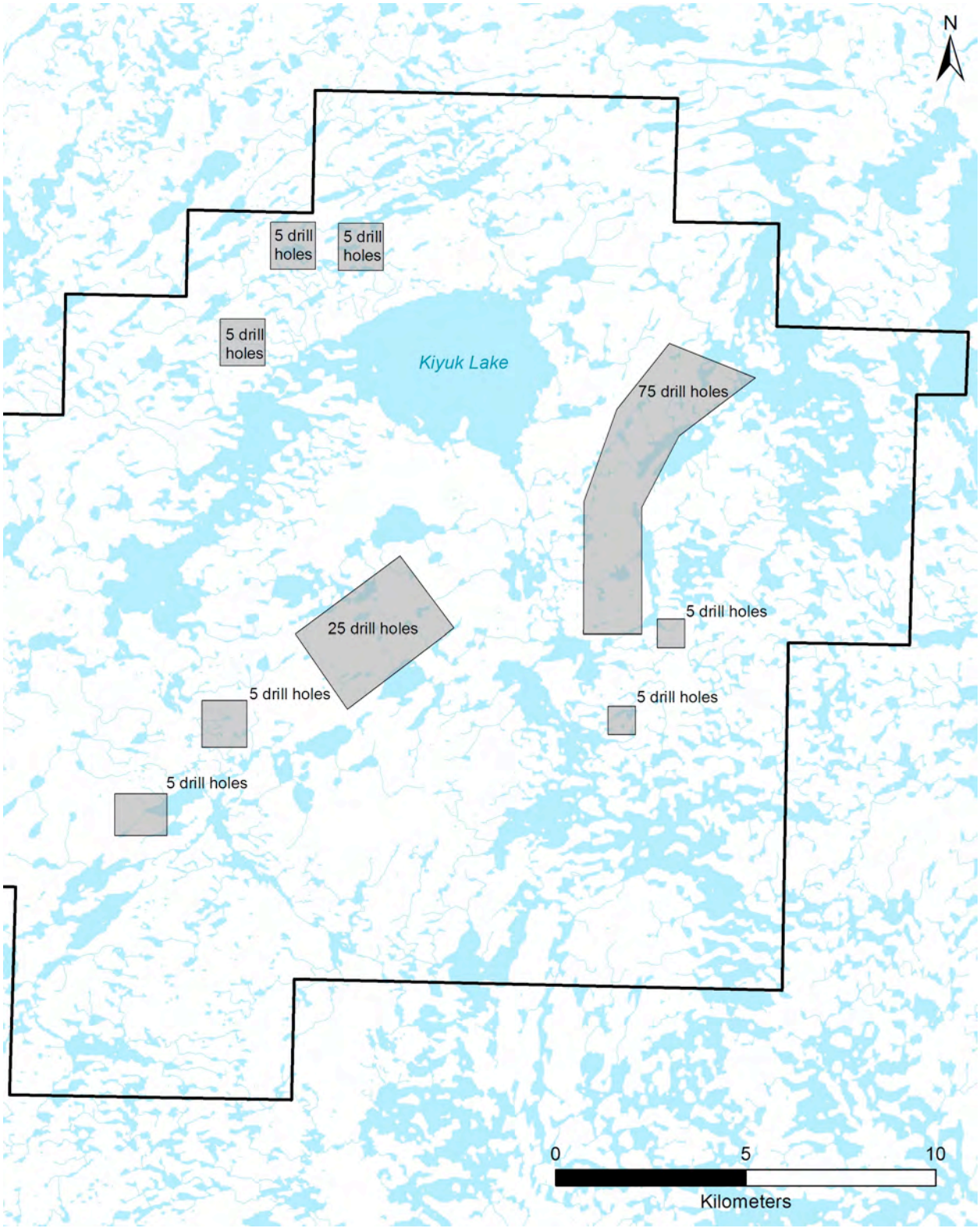


Figure 4 – Areas where drilling will be focused over the two programs.

Soil Sampling

Soil sampling activities will continue as described in the previous amendment. Approximately 5000 soil/till samples will be collected in a grid pattern and over specific areas at 100 metre spacing, as illustrated in Figure 3. These samples will be collected from small holes dug to the appropriate sample depth (< 1m). Approximately 2 kg of material will be taken from the hole and the hole will be back filled and vegetative matt replaced. Each sample site is marked with a 1 x 3 cm metal tag and flagging tape.

Figure 5– An example of a hole dug for soil or till sampling. Hole is approximately 50cm across and 40cm deep. Holes are backfilled after the sample has been collected.

Geophysical Surveys

Ground geophysical surveys including passive magnetic or electrical (IP and EM) for up to 700 km will be conducted across the property. Where necessary 1-1.5 meter wide paths will be cleared of brush and trees along the lines illustrated in Figure 6. Likely not more than 20% of the proposed survey lines will require clearing. The cleared brush and trees will not block any animal paths.

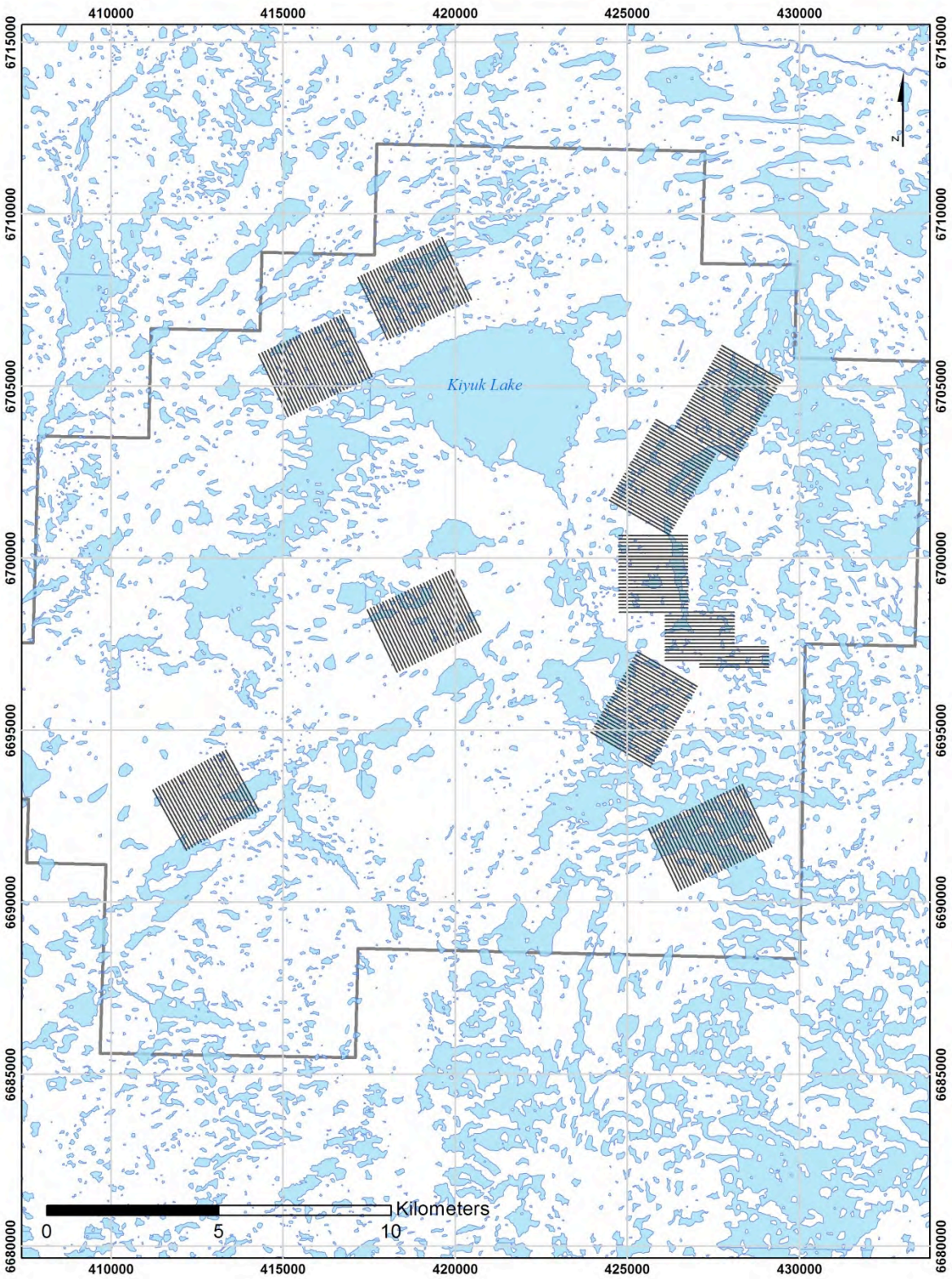


Figure 6 Map showing proposed cut lines for ground based geophysical surveys and till grid lines.

Purpose of Amendments

Exploration activities in the Kiyuk Lake area have resulted in the discovery of four gold zones. The purpose of these amendments are: to increase the size of the existing temporary camp to accommodate better facilities required for camp and exploration support; to expand the scope of exploration activities; to prepare for the construction of an air strip; and to increase fuel storage capacity.

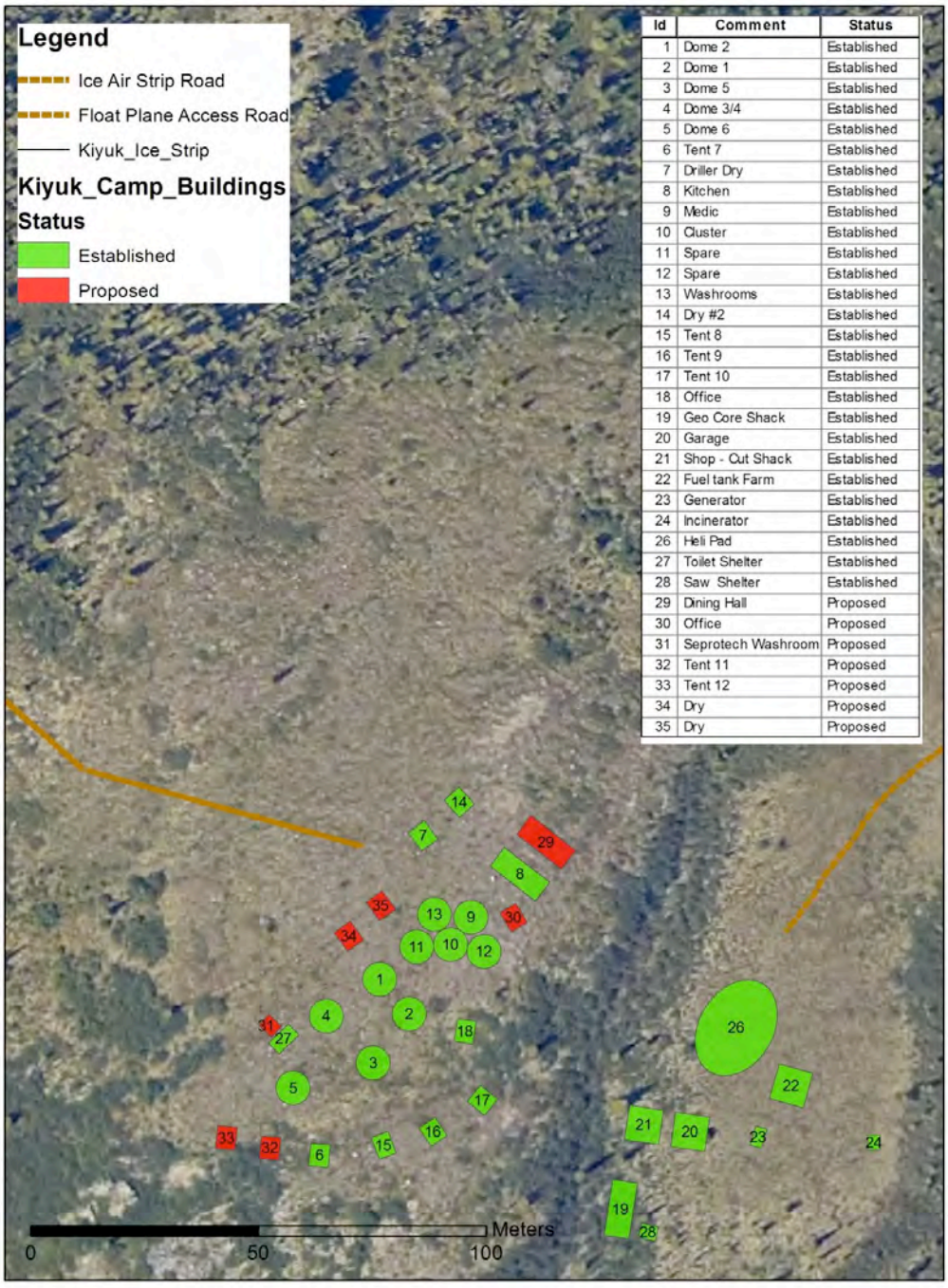
Two 30 000L double walled bulk fuel tanks, to be placed at the site of the future airstrip (see Figure 1) or near the current fuel tank farm (see Figure 7), are required in order to accommodate fixed wing air traffic on the future airstrip. The existing bulk fuel cache is located next to camp and does not have the capacity to support additional air traffic. In order to transport fuel from aircrafts with bulk fuel transportation capabilities to the bulk fuel tanks, a second set of transport tanks for bulk fuel will be added.

Two additional snowmobiles (Skidoo, Skandic) will be brought in to eventually replace aging units.

Two additional ATVs (Honda Trax) will be brought in to eventually replace aging units.

Two MST 2200 Morooka track machines will be brought in to transport drill crews and supplies to the drill sites in winter.

The existing camp is permitted for a wooden core shed, two 24'x24' storage sheds, a wooden saw shelter, a 24'x58' wooden kitchen shed, ten dome structures engineered out of SIP panels and fibreglass that are 20' in circumference and 12' high, two wooden framed 8'x10' generator shacks, and eight 24'x12' prospector tents. The number of personnel on site will increase to 50 people. In order to accommodate the increased personnel, five 24'x12' prospector tents, one 34'x40' dining hall and recreation area, one 24'x16' prospector tent to serve as an office and one 14x20' and 14'x16' prospector tent to serve as a dry will be constructed. Figure 7 shows the new camp layout. A Seprotech washroom is being studied for 2014 and will not be installed this year.



Id	Comment	Status
1	Dome 2	Established
2	Dome 1	Established
3	Dome 5	Established
4	Dome 3/4	Established
5	Dome 6	Established
6	Tent 7	Established
7	Driller Dry	Established
8	Kitchen	Established
9	Medic	Established
10	Cluster	Established
11	Spare	Established
12	Spare	Established
13	Washrooms	Established
14	Dry #2	Established
15	Tent 8	Established
16	Tent 9	Established
17	Tent 10	Established
18	Office	Established
19	Geo Core Shack	Established
20	Garage	Established
21	Shop - Cut Shack	Established
22	Fuel tank Farm	Established
23	Generator	Established
24	Incinerator	Established
26	Heli Pad	Established
27	Toilet Shelter	Established
28	Saw Shelter	Established
29	Dining Hall	Proposed
30	Office	Proposed
31	Seprotech Washroom	Proposed
32	Tent 11	Proposed
33	Tent 12	Proposed
34	Dry	Proposed
35	Dry	Proposed

Figure 7– Proposed building amendments for existing camp.

The new restroom shelter that holds the four previously installed Pacto toilets will be expanded to add two new Pacto toilets. All waste is incinerated at camp with the ash is shipped off site and out of the territory for appropriate disposal.

In order to facilitate transportation between camp and the areas where aircrafts will be landing, two paths will be cleared. A path between camp and the ice strip will be cleared as illustrated in Figure 8. A path between camp and the temporary floatplane landing area will be cleared as indicated in Figure 8.

Figure 8 – Proposed access paths to ice strip (winter) and float plane dock (summer).

The summary table below outlines the project amendments:

Transportation

Type	Description	Use
Snow machines	2 Skidoo Scandics	Transport of crews between drill sites in winter and monitor water lines
Fixed wing aircraft	Hercules	Transportation of large equipment and bulk fuel tanks
ATV	2 Honda Trax	In camp use only
Track Machine	Morooka MST 2200	Transport of crews between drill sites in winter
Helicopter	Hughes 500 or Bell Jet Ranger or AStar	Transport of crews and drill moves.

Equipment

Type	Description	Use
Drill	LF-70 or equivalent heli-portable drill	Core drilling
Bulldozer	D5M LGP Caterpillar	Construction of future airstrip
Excavator	315 CL Caterpillar	Construction of future airstrip
Tip trailer	Benalu Tipping Trailer $65m^3$, 3 axle, 30' length	Construction of future airstrip
Transport tanks	Trailer mounted Weststeel transport tanks for fuel	Fuel transport

Fuel

Type	Size	Quantity
Diesel	30 000L double walled tank	1 tank
Jet B	30 000L double walled tank	1 tank

Consultation Activities

Please see attached Community Consultation spreadsheet.