

KENNECOTT CANADA EXPLORATION INC.
YEAR 2005 -2007 EXPLORATION PROGRAM
LAUGHLAND

Non-Technical Program Summary

Kennecott Canada Exploration Inc. (Kennecott) plans to conduct surface mineral exploration for diamonds in the Kitikmeot District of Nunavut from approximately April 2005 to April 2007. Kennecott has been granted 162 mineral claims in the area by the department of Indian and Northern Affairs. The program will cover an area of approximately 1,473 sq km contained by Latitude 66°00'00" and 66°17'00" N and Longitude 92°36'00" and 94°28'00" W

Kennecott plans to conduct mineral exploration consisting of soil sampling of tills, beaches and eskers in order to locate minerals related to diamond exploration. The company may also carry out airborne and ground geophysical surveys based on the results of the surface exploration. Diamond drilling of places of interest identified from the exploration surveys may be undertaken to check the source from the surface to beneath the ground.

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 using personnel and suppliers from communities in Nunavut, including Qamanittuaq (*Baker Lake*), Talurquaq (*Taloyoak*) and Kugaaruk (*Pelly Bay*).

The work will be based out of a 20 person camp east of Snow Bunting Lake, at about the location shown in the map. The camp will be made up of 10-12 tents. A fuel cache of about 100 drums of Jet A or B, 100 drums of diesel, 2 drums of gasoline and 50 tanks of propane will be established.

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.

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