

KENNECOTT CANADA EXPLORATION INC.**YEAR 2002 EXPLORATION PROGRAM****KITIKMEOT INUIT ASSOCIATION ADMINISTRATIVE DISTRICT****Non-Technical Program Summary**

Kennecott Canada Exploration Inc. (Kennecott) plans to construct a 70-person capacity exploration camp in the Kitikmeot District of Nunavut. Construction is anticipated to start approximately February 1, 2002. The camp would be located at Latitude 66°33'8.48" and Longitude 112°55'3.87" on surface IOL CO-45.

Subsequent to construction, Kennecott would use the camp as a base to conduct exploration consisting primarily of diamond drilling. The camp would be at its fullest capacity seasonally from February to September each year and would either remain closed or with minimal activity during the remaining months.

The camp crews will consist of Kennecott Canada Exploration geologists and support staff, 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 resources from communities in Nunavut, including Kugluktuk. Contractors who may occupy the camp include diamond drillers, fixed-wing and helicopter pilots and, potentially, heavy equipment operators.

The camp will consist mainly of wooden (plywood) structures and wood and aluminum frame tents. A digester would be used for sewage handling. If activity continues beyond the year 2004, new permits or permit extensions will be applied for. The camp will be accessible by fixed wing aircraft.

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.

