

**FINAL ABANDONEMENT AND RESTORATION REPORT – Regan Lake Project, NU
NUNAVUT WATER BOARD LICENSE TYPE “B” 2BE-REG0608**

Water License Term: Issued – Aug. 1, 2006 Expired - July 31, 2008 (2 years)

The Regan Lake Project is located approximately 170 kilometres south of Bathurst Inlet and 430 kilometres southeast of Kugluktuk. The Regan Lake Project consists of Inuit-Owned Lands (surface and subsurface rights) Parcel BB-07.

Strongbow Exploration Inc. (“Strongbow”) and North Arrow Minerals Inc. (“North Arrow”) are mineral exploration companies dedicated to exploring for economic mineral deposits in Canada. Both North Arrow and Strongbow conduct extensive exploration programs within Nunavut and the Northwest Territories. We recognize the importance of our role in discovering mineral deposits and that our exploration programs must be conducted in the most socially and environmentally responsible fashion possible.

In March 2003, Strongbow Resources Inc., (a predecessor company of Strongbow Exploration Inc. – “Strongbow”) and Nunavut Tungavik Inc. signed a Mineral Exploration Agreement (MEA) to explore over all or parts of 28 parcels of Inuit Owned Lands (IOL) in the West Kitikmeot Region of Nunavut. These areas contain geological environments considered prospective for deposits of gold, base metals, and diamonds. In 2007 Strongbow signed a Memorandum of Understanding with North Arrow whereby Strongbow assigned its interests in most of its northern properties to North Arrow. North Arrow is now in the process of transferring Strongbow’s interests in these properties transferred to it.

Strongbow carried out early-stage exploration work on the Regan Lake Project including prospecting and geological mapping during 2004 and 2005. North Arrow carried out ground geophysics and diamond drilling during 2008. Float and/or ski planes and helicopters were utilized for mobilization and demobilization. Work programs generally took in the order of between two and six weeks from start to completion.

An exploration camp (“Musk Camp”) was originally established under the original water licence 2BE-REG0406 at 65° 19' 26"N, 107° 38' 07"W and consisted of nine 14'x16' wooden floors and frames which would be used with Jutland-style tents (1 kitchen, 1 dry, 1 office, 6 sleeping tents). Personnel capabilities for the camp consisted of between 14-16 persons. During programs that were conducted during the term of water licence 2BE-REG0406, personnel were housed at this camp.

During the 2008 exploration program the Musk Camp was not utilized and instead an exploration camp that was located on Strongbow’s nearby Silvertip property was utilized for the personnel working on the Regan Lake property. During the summer of 2008 the Musk Camp was removed in its entirety and the site was left in a clean manner. Photographs of the original Musk Camp and photos of the cleaned site are included in the appendix below.

Background

Strongbow was the holder of water licence NWB2BE-REG0406 from 5 August 2004 until 31 July 2006. An application for a renewal water licence was submitted in May 2006 to the Nunavut Water Board and water licence NWB2BE-REG0608 was issued 1 August 2006 with a two-year term to 31 July 2008.

Year One (2006)

Exploration Program Description

No exploration work was conducted on the Regan Lake Property during 2006.

Year Two (2007)

Exploration Program Description

No exploration work was conducted on the Regan Lake Property during 2007.

Year Three and Final (2008)

Exploration Program Description

During 2008, North Arrow conducted a small exploration program on the Regan Lake Property that included ground geophysical surveys and a one-hole diamond drilling program.

Ground Geophysics

From May 23 to June 5, 2008, a ground geophysical program consisting of a horizontal loop electromagnetic survey and a total field magnetic survey was carried out on the Regan Lake Property. The work was conducted from the Silvertip camp located 38 km to the south southwest. Transportation was via helicopter from the Silvertip camp with four field workers involved in conducting the surveys.

For the horizontal loop electromagnetic survey, the establishment of 24.12 km of grid was required. Subsequently 24.12 line-kilometres of Horizontal Loop Electromagnetic surveying was completed on the grid. As well, a 29 line-kilometre total field magnetic survey was completed with 23 line-kilometres surveyed using the established grid for reading location control and an additional 6 line-kilometres of infill lines using GPS for reading location control.

Drilling

Between June 18 and 21, 2008, one diamond drill hole was completed on the Regan Lake property. Drill hole RL-01-08 was collared at easting 372850, northing 7223523 (NAD83 UTM Zone 13) and was drilled to a depth of 278 metres at an azimuth of 215°, dipping at 45°.

Water Usage

Water was required for the diamond drilling program. All information relating to the water usage is included in the attached Annual Report.

No other water was utilized for the 2008 program on the Regan Lake Property.

Waste Details

Drill cuttings from the diamond drilling program were contained and deposited in a natural depression as detailed in the attached Annual Report.

CURRENT STATUS

Subsequent to the drilling program the site was cleaned up, meaning all non-combustible materials were removed and all combustibles (i.e. tent frames) were disassembled and burnt (see figure below). No casing was left above ground level.

FIGURES

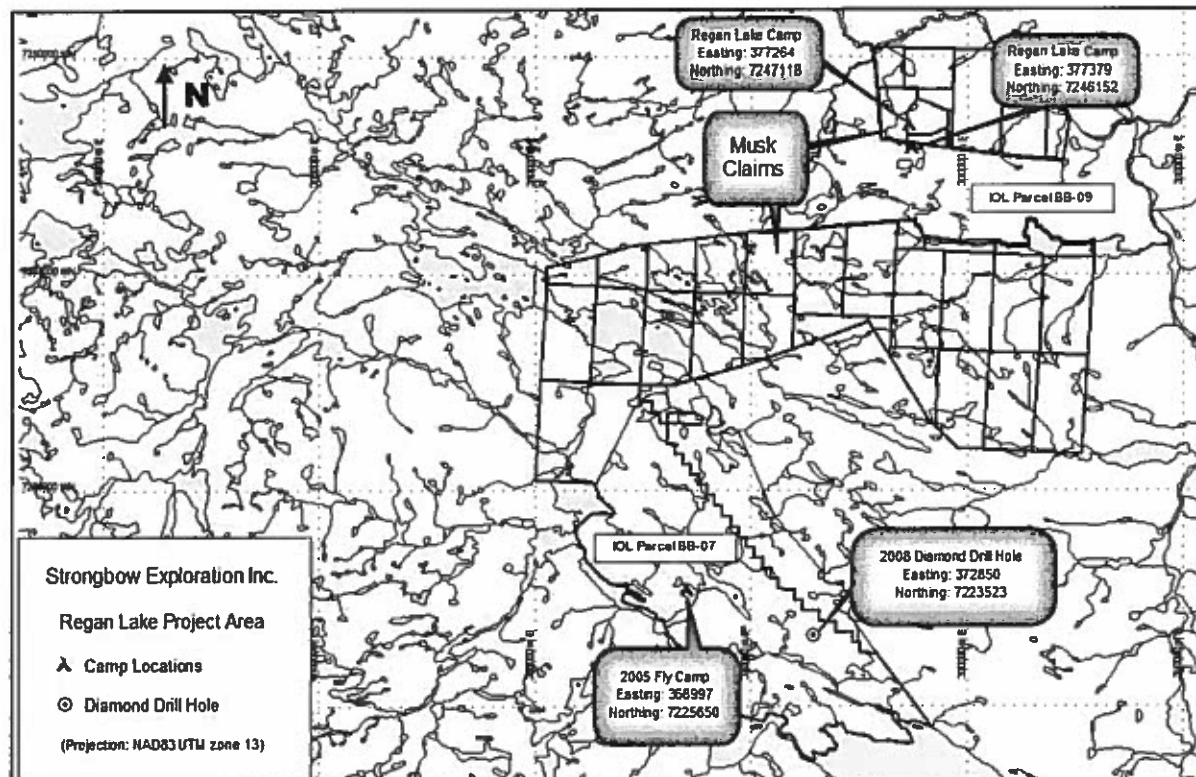


Figure 1: Regan Lake project area with camp and 2008 drill-hole location.

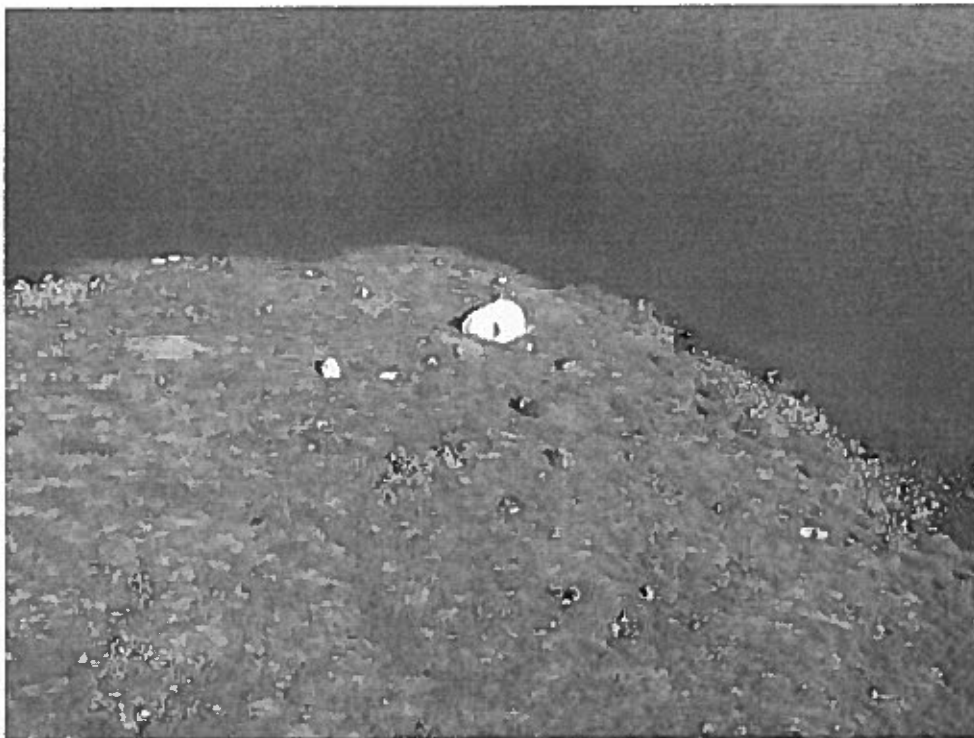


Figure 2: Fly Camp during operations

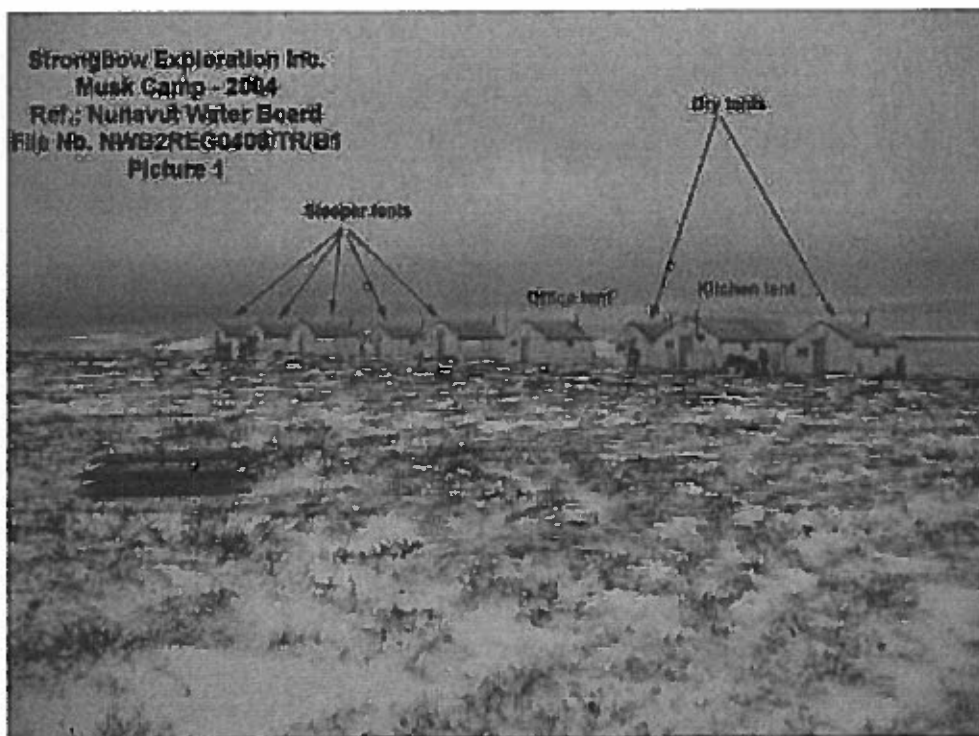


Figure 3: Musk Camp during operations

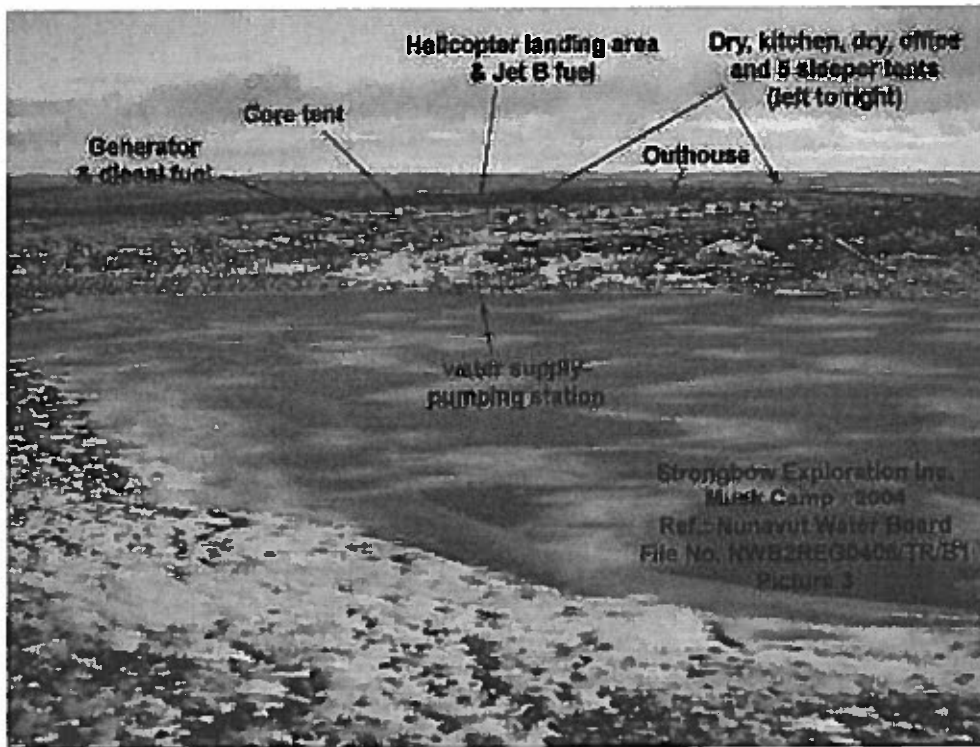


Figure 4: Musk Camp during operations

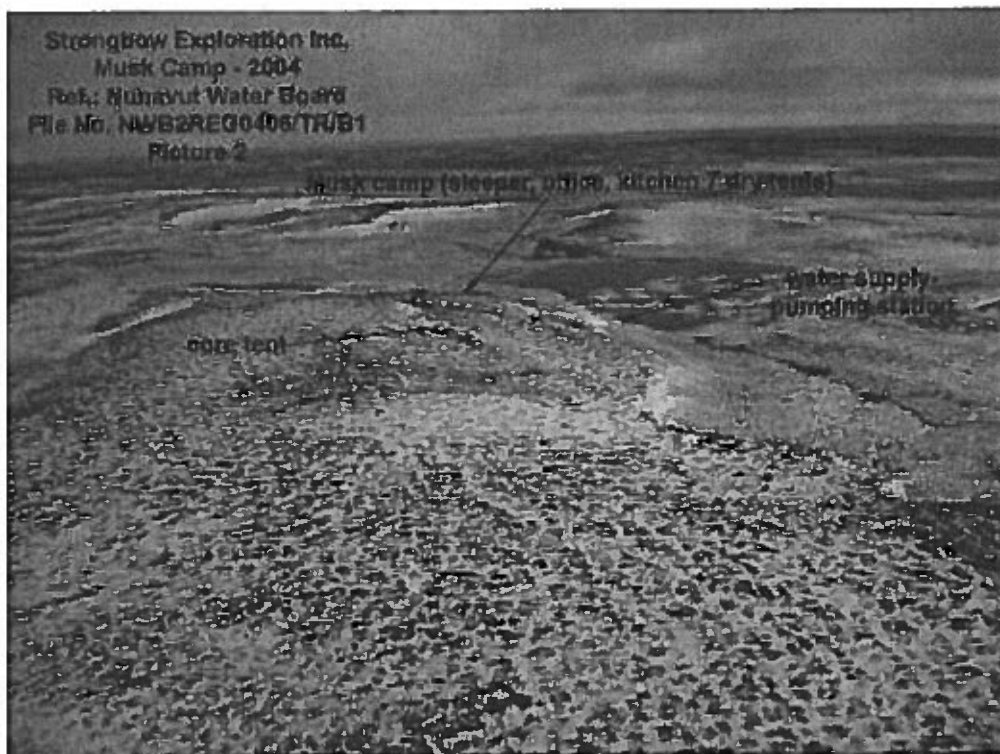


Figure 5: Musk Camp during operations

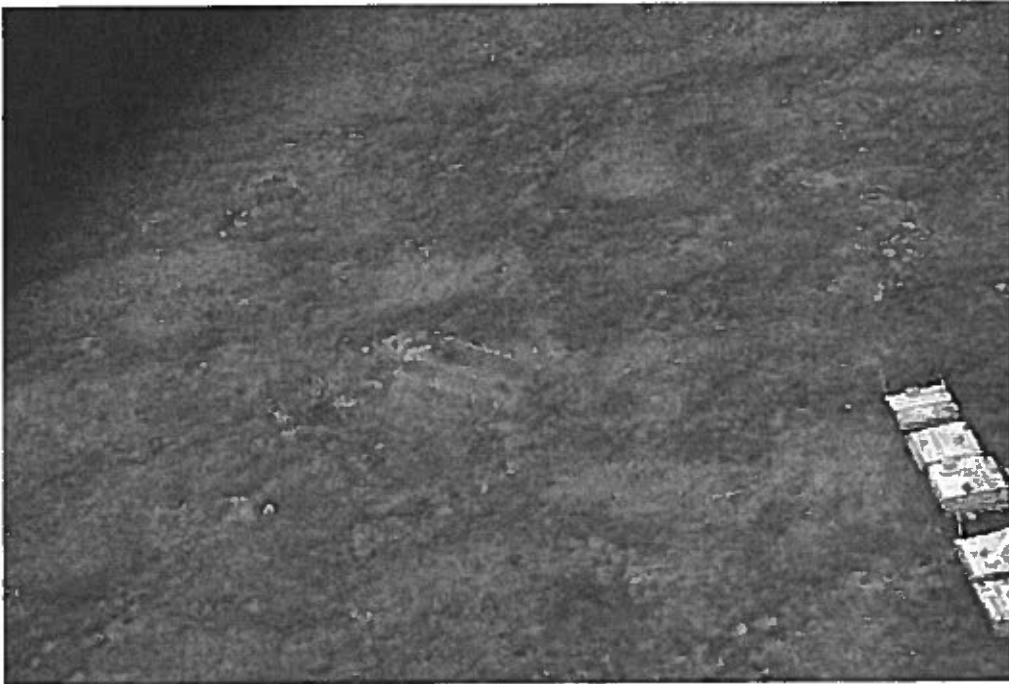


Figure 6: Camp after cleanup at Musk

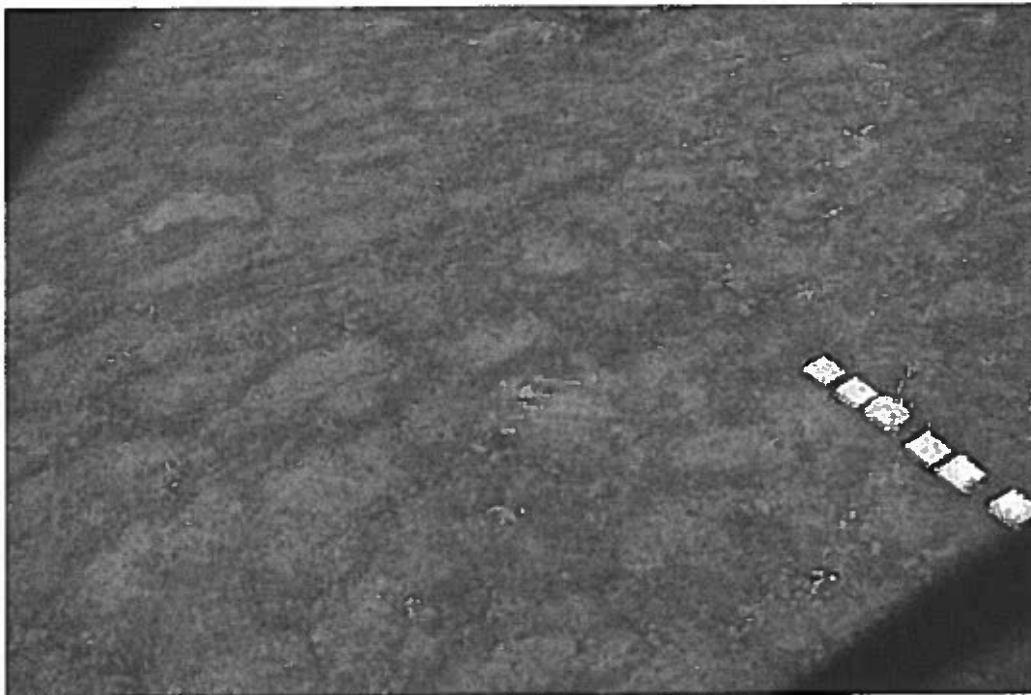


Figure 7: Camp after cleanup at Musk