

**Major General Resources Ltd.
Diamond Exploration Program Summary
Victoria Island, Tahoe Lake Area**

Major General Resources in conjunction with several partners (Ascot Resources, Monopros Limited, DiaMet Minerals) has been exploring for diamonds in the Tahoe Lake area since 1993. The program planned for 2001 to 2003 is a continuation of previous work.

More than 20 targets have been identified as possible kimberlite pipes within an area in excess of 300 km². Prior to testing the targets by diamond drilling, local ground magnetic surveys will be completed in order to verify and prioritize the targets. Selected targets will be tested using a diamond drill to retrieve core for diamond analyses. All drill setups will be land based. Drill holes will be shallow. Vertical holes are expected to be 100 to 200 m long and angled holes 200 to 300 m long. Time to complete each hole is estimated at 3 to 4 days and 1 or 2 days to mobilize the drill rig to and from the site. A helicopter will be used to move the drill between sites.

A series of kimberlite dykes have been identified on the east portion of the project area. In order to collect samples for diamond analyses, small pits will be dug at selected locations along the dykes. A very small, self-propelled excavator will be used to dig the pits.

Regional exploration will be completed as follow-up to our previous surveys. This work will involve till sampling and airborne helicopter surveying. As time permits, local ground surveys may be completed to confirm any anomalies found by the airborne surveying.

We are requesting permission to have a temporary campsite central to the area of drilling. An existing permitted campsite is available roughly 50 km southeast of the work area but daily mobilization of crews would be much more costly and hazardous.

Experienced, northern contractors will be hired to supply and service the camp. Drilling will be completed by a reputable drilling company experienced in working in the arctic. All phases of the work and camp operation will be completed in a professional and environmentally sensitive manner. Regional work can be expected to result in very minimal environmental disturbance. Drilling at each target will be very short term. Mobilization of the excavator between pits will be over flat, rocky terrain and can be expected to result in minimal disturbance. Every effort will be made to occupy a small footprint at each site. All pits will be backfilled. At the end of the program all equipment and materials will be back hauled to Cambridge Bay and /or Yellowknife and a best effort will be made to return the occupied areas to a natural condition.

Respectfully submitted,
MAJOR GENERAL RESOURCES LTD.

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Lynn Grexton (Geologist)
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