

**KENNECOTT CANADA EXPLORATION INC.**

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March 6, 2002

NUNAVUT WATER BOARD  
P.O. Box 119  
Gjoa Haven, Nunavut  
X0B 1J0

VIA FACSIMILE ONLY TO: 1-867-360-6369

3 pages

Attention: Philippe di Pizzo, Executive Director

Re: Annual Report per Nunavut Water Licences NWB2TAK and NWB2JAM

Dear Sir:

The following is a summary of work in 2001 carried out under the above noted water licences which cover two properties: Rocking Horse and Hood River respectively.

Work was carried out on the Hood River property from approximately April 15- May 30, 2001, and on the Rocking Horse property from April-September, 2001. *dist Mar 7/02*

Hood River: All work was carried out on CO20 under NTI Exploration Agreements CO20-00-01 to -04.

➤ Core drilling: Twenty eight core holes (diamond drill holes) were drilled (see attached location list).

Rocking Horse: No exploration work was carried out on IOL CO44.


➤ core drilling on crown claims under DIAND LUP N2000C004 (see attached location list).

Two camps, Tak, on the Rocking Horse property at the northern end of Napatulik Lake, and Bigfoot, on the Hood River property northwest of CO-20 were used and both camps had up to 12 people in residence during field operations.

Water usage in both the drilling and camp operations did not exceed allowed amounts under these water licences.

Kennecott is conducting continued work on these properties in 2002.

Yours truly,  
KENNECOTT CANADA EXPLORATION INC.

  
Diane J. Gregory  
Land & Contracts Manager

## HOOD RIVER

Target	Easting	Northing	Zone_NAD_27_Ca	Drill_Hole
HR071b	503,178	7,423,127	12	3
HR072	510,625	7,423,696	12	4
HR196	503,677	7,417,321	12	6
HR263	502,568	7,411,570	12	5
HR467	504,977	7,416,448	12	7
HR468	506,889	7,416,497	12	8
HR468b	506,897	7,416,204	12	9
HR474	502,757	7,418,308	12	10
HR475	503,579	7,420,495	12	11
HR489	502,318	7,418,792	12	12
HR489b	502,358	7,418,837	12	13
HRTOP0001	504,625	7,417,326	12	14
HRTOP0002	505,586	7,416,586	12	15
HRTOP0003	505,838	7,416,825	12	16
HRTOP0004	504,111	7,416,261	12	17
HRTOP0005	503,593	7,417,407	12	18
HRTOP0006	505,237	7,417,838	12	19
HRTOP0007	504,904	7,418,292	12	20
HRTOP0008	504,517	7,419,717	12	21
HRTOP0009	503,438	7,419,467	12	22
HRTOP0010	506,687	7,416,204	12	23
HRTOP0011	503,493	7,417,086	12	24
HRTOP0012	504,997	7,416,759	12	25
HRTOP0013	502,488	7,421,290	12	26
HRTOP0014	500,770	7,413,986	12	27
HR464	505,256	7,415,664	12	28

September 12, 2001

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Kennecott Canada Exploration

LUP #N2000C00004/ KTL301C002

ROCKING HORSE

Target Drilled	Easting Zone 12 NAD 27	Northing
SW007	412701	7382798
LT494	412083	7383169
LT509	413160	7382929
LT624	412490	7384500
LT667	410125	7390750