

POSSIBLE SENARIO

APPENDIX A

~~Platinex Inc., a Canadian mineral exploration company, is actively searching for platinum group metals across North America. Platinex has staked mining claims over a portion of the unexplored Muskox Intrusion – a total of 34 claims covering 35 075 ha. Approximately half of this area is Inuit Owned Land – parcel CO-60/86-0 (See Map).~~

~~Because the mineral claims cover the area of the intrusion covered by the Dismal Lake sediments and Coppermine basalts, indirect methods of exploration will be employed to determine the location of economic mineralization at depth.~~

~~The first stage of exploration will involve a small group of geoscientists mapping the claim block in addition to carrying out ground geophysical studies. Airborne geophysics is a possible alternative to ground geophysics but the quality of information is not as good and it is very important to have the best information available prior to the drill testing of potential mineralization. The ground surface geological mapping and limited geophysical surveys will take approximately two months to complete.~~

A selection of the best potential sites for mineralization will occur after an analysis of the geological and geophysical data. These targets will be tested by diamond drilling. The initial drill program is projected to last two months. This part of the program will likely occur in the summer of 2002 but may be moved up to the fall of 2001 if the results warrant quicker action.

- 3)
 - (i) There are no existing lines, trails, rights of way or cleared areas in the area of the claim block.
 - (ii) The location of the base camp site used in this stage of exploration is shown on the map.
 - (iii) There are no manmade structures in the area that we wish to access. The initial phase of exploration will not affect areas of biological sensitivity.
 - (iv) There is no known carving stone or archaeological sites on the land we wish to access. The discovery of any site during our exploration will be left undisturbed and the appropriate Inuit authority will be immediately informed.

4) STRUCTURES ERECTED

A temporary camp will be erected consisting of 2 to 4 (12' x 16') shack tents with canvas covering and plywood flooring.

5) EQUIPMENT

- a) small 2 hp Honda water pump
- b) small 5 hp Honda generator
- c) 1 of Boyles 25-A diamond drilling rig
- d) 1 of Hughes 500 helicopter (for moving the drill)
- e) 4 skidoos for winter transportation
- f) 1 of quad trail bike for moving camp equipment.

The majority of the equipment and fuel will be used for the diamond drilling project in the second phase of exploration.

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|-------------------------------------|------------------------|
| 6) Propane for cooking and heating: | 38 – 100 lb. Bottles |
| Diesel: | 60 – 205 litre barrels |
| Gasoline: | 2 – 205 litre barrels |
| Aviation fuel: | 50 – 205 litre barrels |

7) Fuel Spill Contingency Plan:

All containers will be labeled with the company name. Any leaky drums will have their contents transferred. Absorbent material will be on hand to facilitate cleanup of any spills.

8) PROPOSED DISPOSAL METHODS:

All garbage will be burned and then flown out of the area for disposal at a disposal site in Yellowknife. No hazardous materials will be brought onto the property.

- 9) Equipment and supplies will be flown in via float or wheel/ski planes. The drill will be moved with a helicopter. Personnel will be transported via helicopter or skidoo.

- 10) We are not aware of any environmentally sensitive areas in the work area.

- 11) The first stage of exploration, which will be geological mapping and ground geophysical surveys, will not have an adverse environmental impact. The exploration base camp will operate following sound environmental practices. Activities associated with the diamond drilling will likewise adhere to established guidelines. Non-toxic drilling mud will be contained at the drill site. Drill locations will be at least 100 m away from the nearest water course.

12) N/A

13) The base camp will be removed after the project is completed.

14) Hopefully, a successful exploration program will lead to opportunities for Inuit companies. We are looking forward to working with the community of Kuglutuk.

The project budget is currently being formulated.

Non-Technical Project Summary

Platinex Inc. is a Canadian-owned mineral exploration company seeking to obtain permission to carry out exploration on Inuit Owned Land.

The company's exploration plan starts with geological mapping and geophysical surveys starting later this year. The company will need to erect a small shack tent camp on a suitable lake north of Melville Creek. This first stage of work will take about two months. The camp will be moved in from either Kugluktuk or Yellowknife depending on float plane availability at the time.

After the results of this work have been studied, the company hopes to have found promising mineral deposits which it will test by diamond drilling in 2002. The drill crew will be based in the same shack tent camp north of Melville Creek for about two or three months starting in the spring of 2002.