

Weekly Land Use Progress Report to Indian and Northern Affairs Canada

Report to: Steve Deschene
Land Use Inspector
Department of Indian and Northern Affairs
Norman Wells, NWT

Date: June 10, 2011

Company: TerraLogic Exploration Inc.

Land Use Permit: S07C-005 and S07C-006

Reporting Period: Start: June 2, 2008; End June 10 (Midnight), 2011

Base Camp and fuel storage area: Willow Handle Lake Airstrip

Base Camp and fuel storage area Location: 64° 0 6' 12" N Latitude, 129° 49' 15" W Longitude

Persons Responsible: Aaron Higgs, Project Manager, TerraLogic Exploration Inc.
Glen Hendrickson, Camp/Logistics Manager, TerraLogic Exploration Inc.
Jesse Campbell, President, TerraLogic Exploration.

Contact Phone Numbers: Willow Handle Lake Camp: 1-778-786-0734
TerraLogic Office – Cranbrook BC: 1-778-520-2000

Weekly Report:

Operations at the camp on Willow Handle Lake began for the season. A construction crew flew in from Faro while 2 members of the regular crew flew in from Norman Wells on June 2nd. Three more crew members arrived from Norman Wells on the 6th as well as the contract helicopter including a pilot and engineer. The construction crew left on the 7th and 5 more crew members arrived from Norman Wells that day. The construction crew flew back into the Yukon on June 7th, while 5 more regular crew members arrived into camp the same day. Another 5 crew members arrived on the 8th, to bring our total numbers up to 17 people.

Field work began on the 8th of June supported by a Bell A-star helicopter in camp. The field work consists of rock, soil and silt sampling for geochemical analysis on top of regional reconnaissance style evaluation of broad based target areas.

All camp and field activities were routine and all conditions attached to Land Use Permit Numbers S07C-005 and S07C-006 were complied with.

Wildlife / Environment Monitor on site:

Peter Horassi. (Tulita Renewable Resources Council).

Wildlife activity was monitored by the Wildlife / Environmental monitor based at the camp. A wildlife log is kept at camp and is updated daily by all project personnel.

Fuel Management:

All fuel is stored in 205 litre teflon-lined steel drums. The jet fuel is stored at the Willow Handle Lake airstrip and diesel is stored at the camp site for the oil stoves used for heating. Gasoline is

stored at the campsite and used for small gas powered appliances and generators. The barrels at camp are checked daily for leaks. The fuel inventory is given in the following list:

Location	Lat	Long	Total Jet	Full Jet	Total Gas	Full Gas	Total Diesel	Full Diesel
Gayna River	64° 56' 41"	130° 41' 15"	0	0	0	0	12	12
Bronco	63° 55' 53"	130° 26' 25"	4	0	0	0	9	9
Dudley Lake	64° 24' 00"	131° 00' 34"	2	2	0	0	0	0
Willowhandle Lake	64° 06' 12"	129° 49' 15"	27	25	2	1	20	9

The totals at Bronco and Gayna River have not changed since the land use permits were last operational in 2008.

Empty barrels are back hauled to Norman Wells to the fuel distributor for disposal, on each returning supply flight.

Garbage Disposal:

Food and burnable waste are incinerated daily in camp. Non-burnable items such as metal, juice cans and wet organic garbage, are stored in a bear-proof steel container then sent to Norman Wells for disposal in the land fill on each return flight from the Willow Handle camp.

Transportation:

One A-start helicopter operated by Fireweed/Bighorn Helicopters is resident on site based at the Willow Handle Lake camp. Supply flights are arriving in camp via North Wright Aviation, from Norman Wells. The float-equipped Twin Otter is the main aircraft used for servicing the camp.

Reported By,

Aaron Higgs
 Project Manager
 Selwyn Recce Program
 TerraLogic Exploration Inc.
 June 10, 2011