

MCQUESTEN (AU)



THE MCQUESTEN PROPERTY, formerly known as the "Wayne", consists of 51 quartz mining claims (2550 acres) that are accessed by the all-weather Yukon Silver Trail highway. The property is adjacent to a hydro-electric transmission line and an airstrip. The McQuesten is 120km southeast of Viceroy Resource Corporation's Brewery Creek gold deposit, and 35 kilometres south of the Dublin Gulch gold deposit. The village of Elsa is situated 5km northeast of the property.

West Zone Trenching

A 100% interest (less 2% NSR) in the property as purchased from B. Kreft in April 1997 for a total cash consideration of \$250,000. **Eagle Plains** subsequently entered into an option agreement with **Viceroy Exploration Canada (VOY:TSE)** in 1997. In 1999 **NovaGold Resources (TSE:NRI)**, purchased from Viceroy Exploration Ltd. the right to earn a 70% interest in the property from Eagle Plains by making exploration expenditures of C\$1,000,000 on the property and assuming cash payments totalling C\$320,000. To date all cash payments relating to the option agreement have been settled. In 2003 the NovaGold option was acquired by **SpectrumGold Inc**, a subsidiary of NovaGold Resources. In August 2003, SpectrumGold completed a 10000 foot diamond drill program to complete the terms of its 70% earn in. It is anticipated the drill results will be released in late fall 2003.

Reverse-circulation drilling was carried out by Eagle Plains in June, 1997 and yielded encouraging results including 21.3m grading 3.23 g/t Au (including 6.1m @ 8.68 g/t Au) and 35.3m grading 1.77 g/t Au. During 1997 and 1998, Viceroy completed geological and geochemical studies and an extensive trenching program to further test mineralization on the property. No significant exploration activity was carried out on the property during 1999. In 2000, **Newmont Exploration** on behalf of Novagold, completed a 5-hole, 2800' (880m) drilling program, with encouraging gold mineralization encountered in all holes. No work was completed on the property during the 2001 or 2002 field seasons.

Drilling and trenching on the McQuesten property indicates the presence of a large mineralized system hosted within calcareous meta-sediments and intrusive rocks. Mineralization consists of disseminated and semi-massive sulphides (pyrrhotite, pyrite and arsenopyrite) in quartz-sericite and skarn alteration packages of sedimentary rocks. Felsic sills and dikes intrude along a low angle shear zone. Two major zones have been identified in the McQuesten Mineralized Structural Zone: the West and East Zones.

Drill holes in the West Zone contain up to 18.3 m of 3.74 g/t and 24.4 m of 2.16 g/t Au. Trenches include 16.0 m of 2.67 g/t and 27.0 m of 1.62 g/t Au. Drill holes in the East Zone contain up to 16.3 m of 2.19 g/t and 9.6 m of 2.87 g/t Au. Trenches include 9.2 m of 4.94 g/t and 8.3 m of 2.72 g/t Au. Both zones remain open along strike. (see also NEWS RELEASE March 08 2002)

Induced polarization geophysical surveys reveal additional untested anomalies outside of the currently defined East and West Zones. Ground and airborne magnetic data suggest that the East Zone and Southeast Anomaly are part of a mineralized trend: the McQuesten Mineralized Structural Zone that is continuous for over 3 kilometers in strike length.

In October 2007, Eagle Plains Resources sold its' remaining 30% interest in this project to Alexco Resource Corp. who had previously earned a 70% interest in the project through a Joint Venture arrangement. Eagle Plains retains a 1-2% NSR (Net Smelter Royalty) on any future production from this project.

Updated January 13, 2009