

YEARLY PROGRESS REPORT – 2015

HOOD RIVER (HoodRiver-001 MEA) PROJECT

(As of March 25, 2015: & Required by March 31, 2015.)

Submitted To:

NIRB: - File No.:14EN033

KIA: - File No.: KTL 314C010

(Update is currently pending posting of required KIA Performance Bond by the Company.)

KIA: - File No.: KTL114B014

NWB: - File No.: 2BE- HRP1419

ENVIRONMENT CANADA

GOVERNMENT OF NUNAVUT-DOE

Submitted On Behalf Of:

WPC Resources Incorporated,
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As required, the proponent, **WPC Resources Incorporated** is submitting this annual report with copies provided to the NWB, NIRB, INAC, KIA, EC and the GN-DOE by March 31, 2015. As requested by the NIRB Screening Report (File 14EN033), this 2014 report contains the following information:

- a. **A detailed summary of activities undertaken for the year, including any progressive reclamation work undertaken, and to include site photos where relevant;**
 - No site work has been undertaken in the project area since the permits were issued on November 04, 2014. The initial program expected to begin in 2015, subject to acquiring financing. A short NI43-101 site visit was undertaken in the fall of 2014 under the auspices of Bonito Capital (2BM-ULU0914) and the Hood River KIA Access Permit KTL114B014 to confirm previous sampling results, to get an independent geologist on site as part of the requirements of a NI43-101 report for the acquisition of the property and to evaluate the condition/readiness of the Ulu Camp prior to re-opening in 2015. No site photos are available and no reclamation has been undertaken, nor at this point, is any required.
- b. **A work plan for the following year;**
 - The work plan scheduled for the 2015 field season, subject as always to available financing, is currently planned to consist of grid establishment, geochemical surveys, geologic mapping, prospecting and sampling and ground geophysical (Mag, EM and locally, IP). If results are encouraging, and time permits, a short program of diamond drilling will be initiated to test known mineralized areas. The proponent has arranged for the required archaeological surveys to be undertaken during 2015, prior to drilling.

- c. **An updated map which details the position of sensitive wildlife areas within the project areas (to include footprint of all claim blocks) such as denning sites, ungulate calving and post-calving areas, caribou crossing sites, and raptor nests within the project area, as well as an indication of the timing for use of these areas during critical life history events;**
- Although there has been no significant field work completed during 2014, the proponent has been in contact with government biologists (M. Dumond, C. Mallory & L. LeClerk) who have supplied the attached map of sensitive areas for caribou calving and post-calving activities. The restrictions identified on this attached map and all other avoidance requests/activities noted within the NRIB screening documents will be rigorously respected.
- d. **A log and record of wildlife observations which must include but is not limited to:**
- i Location (i.e. Latitude and longitude**
 - ii Species**
 - iii Number of animals present**
 - iv Description of activity**
 - v Description of gender and age where possible.**
- A Field Log Sheet has been prepared and was submitted to the NIRB during the project screening process. All field personnel will carry this log and report all wildlife activities. It has not been utilized to date as the field program has yet to be initiated. No animals were noted on the property during the short 2014 NI43-101 visit.
- e. **Results from the wildlife Mitigation and Monitoring Plan, including a description of potential impacts from the project, as well as an analysis of the effectiveness of mitigation measures for wildlife;**
- The wildlife Mitigation and Monitoring Plan has yet to be initiated.
- f. **The results from any environmental studies undertaken by or in co=ordination with the project, or any plans for future studies;**
- No environmental studies have been undertaken nor currently have any been planned.
- g. **A summary of any community consultations undertaken and the results;**
- As the Hood Project is a grass roots, low impact exploration program, no community consultations have been undertaken nor are any planned before winter 2015. WPC made initial contact with personnel in Kugluktuk and Cambridge Bay to begin the community consultation process prior to the company's acquisition of the Ulu and Lupin Properties. Once these acquisitions have completed, WPC is planning to arrange to visit the affected communities to discuss plans during winter/Spring of 2015/16.
- h. **A summary of site visits by inspectors with results and follow-up actions;**
- No site visits by inspectors have been undertaken nor have any been planned.
- i. **A summary of how the company has complied with NIRB conditions contained within the screening report.**
- None of the recommended terms of the screening report have been met as the program has yet to be initiated. It should be noted that WPC is in the process of Acquiring the Ulu Property from Mandalay Resources and as such (once the transaction has

completed) WPC will be responsible for the 2BM-ULU0914 licence. As stated in the 2BE-HRP1419 water licence, Part E, Item 2, a letter of agreement between WPC and the holder of Licence 2BM-ULU0914 is still required. We are currently working on acquiring this letter from Mandalay Resources as through the ongoing transitions, as at this moment, they currently own Elgin Mining/Bonito.

- Archaeologists (Points West Heritage Consulting Ltd.) have been contacted and have been requested to submit the required documentation for the Archaeological Permit that will be required prior to WPC initiating any drill program.
- All modifications requested by AANDC have been updated in the Fuel Spill Contingency Plan. All changes have been documented in the Amendment Record Form Appendix.
- For clarity, as requested by AANDC (Courtney Cox, July 24, 2014), initially the use of one drill rig is planned using an estimated 60m³ of water per day. If at some point in the future a second rig is warranted, it may be moved onsite which would increase the water consumption to an estimated volume of 120m³/day. Prior to a second drill is moved onsite, WPC will request an amendment to the current licence permitting it to draw 120m³ of water per day.

Respectfully submitted:



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