

FINAL REPORT
GULLIKSTAD PROJECT

GULLIKSTAD CLAIMS 1-3
RØROS DISTRICT, NORWAY

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Copies to: Mining Directorate, Trondheim
 Drake Resources Ltd, Perth

EXECUTIVE SUMMARY

In mid-2011, the Drake Resources Ltd managed Nordgruva Joint Venture with Panoramic Resources Ltd flew a heliborne VTEM electromagnetic and magnetic survey over 8 of the 13 Hersjo Nordgruva claims.

The technique proved highly effective locating anomalism not previously detected in the Hummingbird EM survey flown by the NGU in 1999 on behalf of the Noranda Crewe Joint Venture.

Upon receipt of the preliminary results in August Sept 2011 Drake applied for a number of claims in the district, the 3 Gullikstad claims of which were to cover the western extensions of the Røros Mines stratigraphy in the Aursund Group.

The objective was to fly further VTEM to assess this highly prospective sequence of rocks and if warranted follow up with drilling.

Drake proposed a program of work including VTEM to the Joint Venture, which eventually was not approved. Drake could not fund the program in its own right and had no option but to relinquish the claims.

No work was conducted in the field and pre application work entailed collecting topo-cadastral plans, NGU mineral occurrence, and prior geophysical survey data outlines as well as reviewing the BV report database of DirMin acquired for the Hersjo Nordgruva Joint Venture.

Plan showing the Drake 100% Gullikstad claim applications (lower left) and claims submitted at the same time.

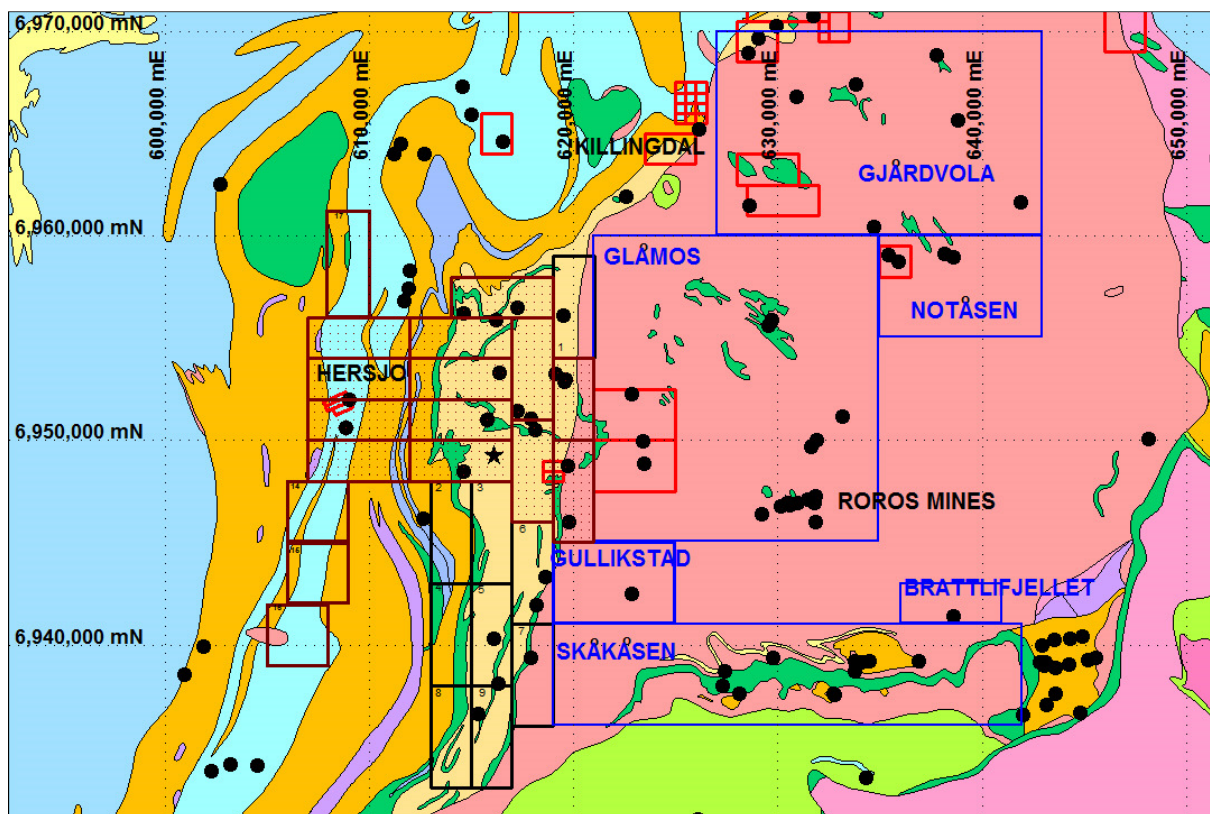
Location

The Gullikstad project claims are located within the Røros Kommune immediately north of the township of Røros in central Norway.

Objectives

Having flown the heliborne VTEM electromagnetic / magnetic survey over the Hersjo Mine and Kongens Mine areas in the adjoining 13 claims of the Nordgruva Joint Venture (Panoramic Resources Ltd and Drake Resources Ltd) during mid-2011, the joint venturers realised the potential of modern geophysical surveying in the area. They elected to protect the extensions of the Cambro-Ordovician Aursund Group calcareous meta-greywackes and quartz biotite phyllites and the gabbro sills and dykes that intrude them and that host the Røros mines of Storwartz, Olav's etc.

Following preliminary review of the VTEM survey data over the JV's Nordgruva claims covering, Drake applied for the 3 Gullikstad claims and proposed to the Joint Venture that they fly more extensive VTEM and to follow up anomalies as warranted with drilling.



Geological plan showing the Aursund Group (dark cream and pink), in particular the meta-greywacke and quartz biotite, phyllites in dark cream, calcareous meta-greywackes and quartz biotite phyllites (pink) and the later gabbro sills in darker green. Black dots are mineral occurrences, the more important being labelled. Brown claims are the Nordgruva joint venture claims and blue claims (outlines) are those referred to in the report.