

ARCHER, CATHRO & ASSOCIATES (1981) LIMITED
1016 - 510 West Hastings Street
Vancouver, B.C. V6B 1L8

Telephone: 604-688-2568

Fax: 604-688-2578

ASSESSMENT REPORT

describing

BULLDOZER ROAD CONSTRUCTION

on the

GRANITE PROPERTY

Granite 1-23 YC11769-YC11791

located at

NTS 105M/14

Latitude 62°52'N; Longitude 135°07'W

in the

Mayo Mining District
Yukon Territory

prepared by

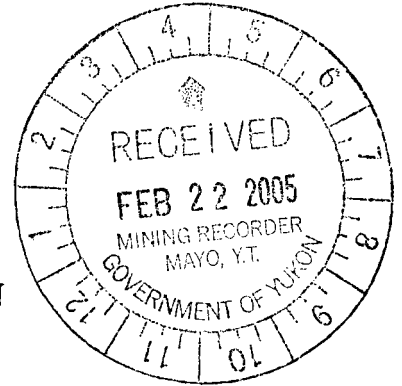
Archer, Cathro & Associates (1981) Limited

for

YUKON GOLD CORPORATION, INC.

by

R.C. Carne, M.Sc., P.Geo.
February 2005



094548

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Location

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INTRODUCTION

Archer, Cathro & Associates (1981) Limited was retained by Yukon Gold Corporation, Inc. to supervise bulldozer road construction on the Granite property in central Yukon in August 2004. Heavy equipment was supplied and operated by Ewing Transport Ltd. of Mayo. The author supervised the 2004 program and prepared this report.

PROPERTY, LOCATION AND ACCESS

The Granite property consists of 23 contiguous, unsurveyed mineral claims located in central Yukon Territory, immediately southeast of Keno City at latitude 62°52'N and longitude 135°07'W on NTS 105M/14 (Figure 1). The claims were staked under the Yukon Quartz Mining Act and are registered in the Mayo Mining District in the name of Yukon Gold Corp. The claims are part of the larger Mount Hinton property (Figure 2). Detailed claim locations are shown on Figure 3. Claim tenure information is summarized below:

<u>Claim</u>	<u>Grant Numbers</u>	<u>Expiry Date*</u>
Granite 1-23	YC11769 – YC11791	March 09, 2010

*Expiry date includes 2004 work filed for assessment credit but not yet accepted.

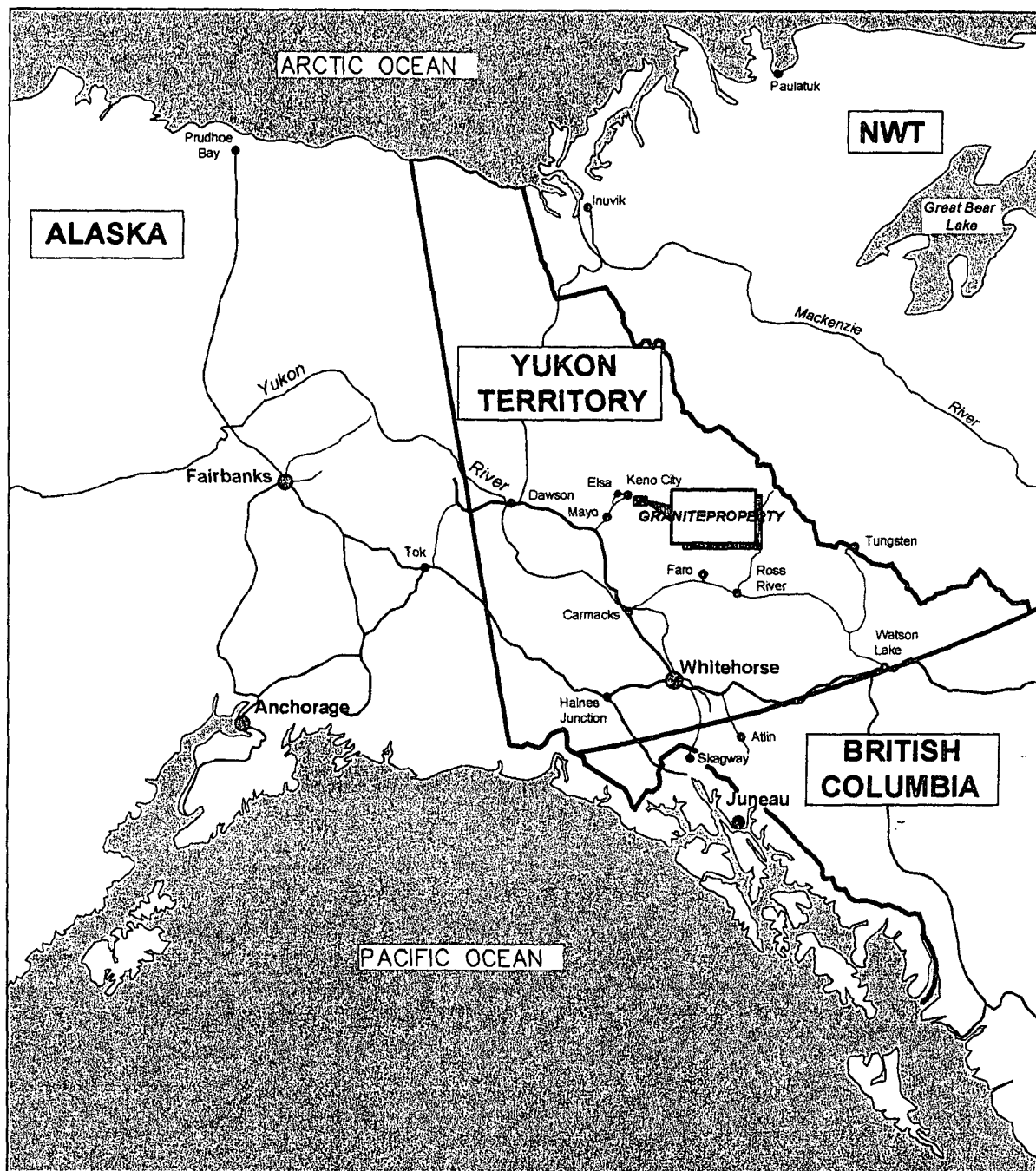
Claims have not been surveyed. The claim locations shown on Figures 2 and 3 are derived from government claim maps.

Access to the property is by 4x4 road from the upper Duncan Creek valley which is connected by all weather road to the Yukon highway system at Keno City.

TOPOGRAPHY, VEGETATION AND CLIMATE

The Granite property lies along a moderately steep south facing slope at the headwaters of Keystone Creek. Elevations on the property range from 1100 to over 2100 m on the ridge crest at the northernmost part of the claim block. Tree line is locally about 1500 m elevation and below this black spruce and willow thickets predominate. Above treeline buckbrush (arctic black birch in drier areas and willow in wet areas) predominates with scattered clumps of alpine fir. Higher elevations on the property are unvegetated. Continuous permafrost probably underlies the entire property.

Higher elevations on the claim block are snow free from late June to late September. The area climate is typical of northern continental regions with long, cold winters and relatively temperate summers. Average temperatures in January are about -20°C and in July about 10°C. Total annual precipitation is approximately 90 cm, mostly occurring as rain in the summer months. Maximum snow pack averages less than 100 cm. Although summers are temperate, arctic cold fronts often cover the area and snowfall can occur in any month at higher elevations. Sunlight ranges from about 20 hours per day in late June to approximately 4 hours per day in late December.

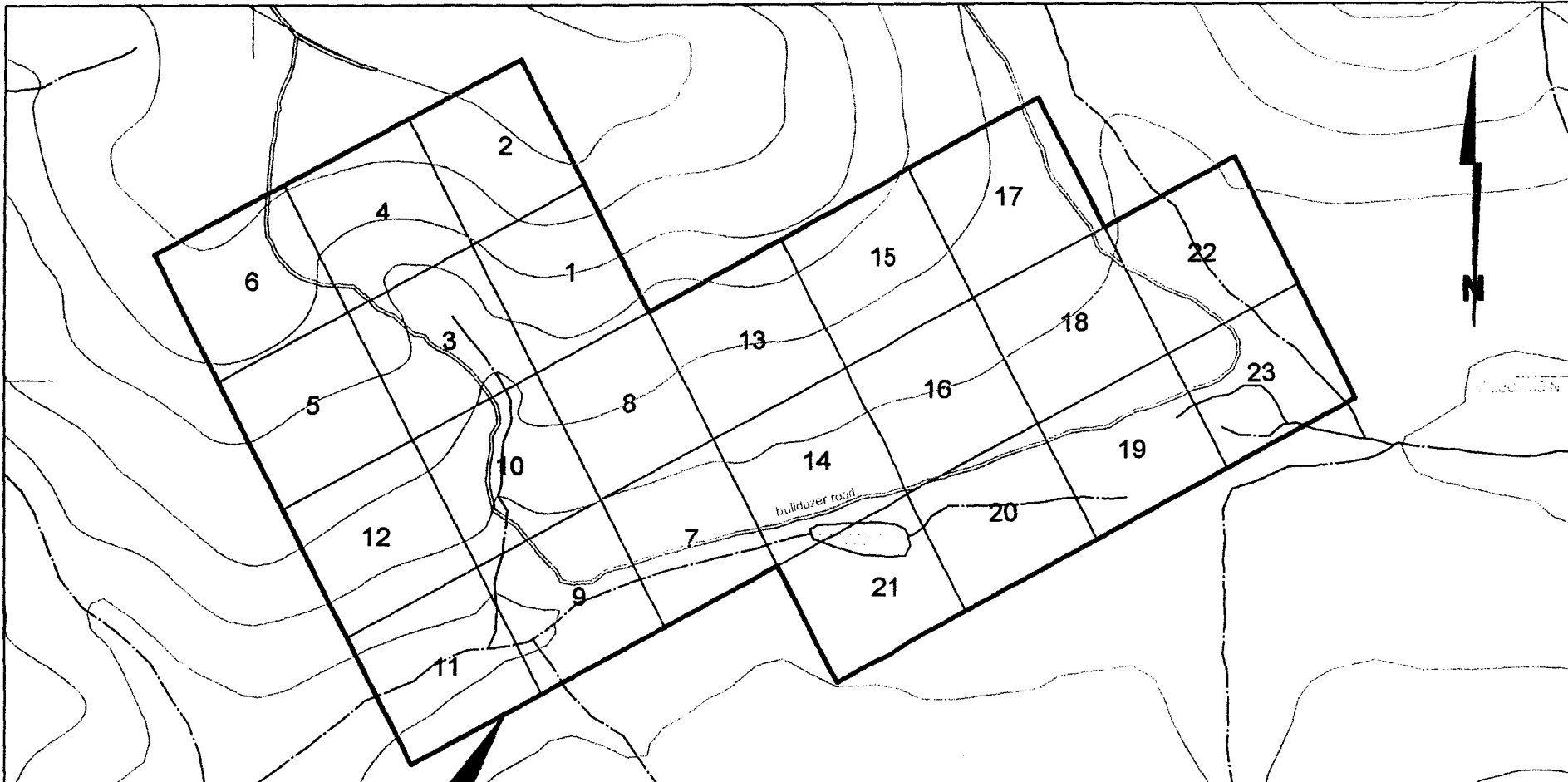


YUKON GOLD CORPORATION, INC.

Figure 1
 ARCHER, CATHRO & ASSOCIATES (1981) LIMITED

LOCATION
GRANITE PROPERTY

Drawn By: RCC	Project: Mount Hinton
File: location.dwg	Date: January 2005



GRANITE CLAIMS

YUKON GOLD CORPORATION, INC.

FIGURE 3
 ARCHER, CATHRO & ASSOCIATES (1981) LIMITED
CLAIM MAP
GRANITE PROPERTY



UTM ZONE 8, NAD83

DRAWN / REVISED BY: MRD	PROJECT: GRANITE
FILE: ...2004/GRANITE/CLAIMS.dwg	DATE: JANUARY 2005

484-002 E

2004 ROAD CONSTRUCTION

The 2004 exploration was funded by Yukon Gold. Road construction was carried out with a D7G bulldozer operated by Ewing Transport employee Bob Wagner of Keno City. Road alignment was established and supervised by the author. All work was carried out under provisions of Land Use Permit LQ00106. The Author's Statement of Qualifications is included as Appendix I.

Approximately 5 km of rough bulldozer trail was constructed to connect an existing network of bulldozer trails in the Duncan Creek valley and along the west flank of Mount Hinton with the headwaters of Granite Creek. A bulldozer-supported diamond drill program is proposed for the upper Granite Creek area in 2005. The work was carried out on consecutive days between, and including, July 15 to 18 and totalled 48 hours of equipment time.

At the completion of the construction, all leaning or downed trees were bucked up and flattened. Water bars were built on steeper slopes to minimize erosion.

Respectfully submitted,

ARCHER, CATHRO & ASSOCIATES (1981) LIMITED




R.C. Carne, M.Sc., P.Geo.

APPENDIX I
AUTHOR'S STATEMENT OF QUALIFICATIONS

STATEMENT OF QUALIFICATIONS

I, Robert C. Carne, geologist, with business addresses in Whitehorse, Yukon Territory and Vancouver, British Columbia and residential address in Burnaby, British Columbia, hereby certify that:

1. I graduated from the University of British Columbia in 1974 with a B.Sc. and in 1979 with an M.Sc. majoring in Geological Sciences.
2. I am a Professional Geoscientist registered with the Association of Professional Engineers and Geoscientists of the Province of British Columbia (registration number 19868).
3. From 1974 to present, I have been actively engaged as a geologist in mineral exploration in British Columbia and Yukon Territory and on June 1, 1981 became a partner of Archer, Cathro & Associates (1981) Limited.
4. I have personally participated in or supervised the field work reported herein and have interpreted all data resulting from this work.



Robert C. Carne, M.Sc., P. Geo.


APPENDIX II
LIST OF FIELD PERSONNEL

LIST OF FIELD PERSONNEL

<u>Name</u>	<u>Date</u>	<u>Position</u>
Rob Carne	July 15 to 18	Supervision
Bob Wagner	July 15 to 18	Equipment Operator

R. Carne was employed by Archer, Cathro & Associates (1981) Limited with address at: 1016-510 West Hastings Street, Vancouver, B.C., V6B 1L8; while B. Wagner was employed by Ewing Transport Ltd. with address at: P.O. Box 61, Mayo, Yukon.

Costs associated with this report have been
approved in the amount of \$ 10,925
for assessment credit under Certificate of
Work No. Qm00547



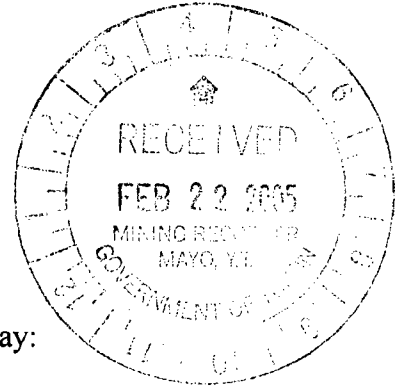
Mining Recorder
Mayo Mining District

ARCHER, CATHRO & ASSOCIATES (1981) LIMITED
1016 – 510 West Hastings Street
Vancouver, B.C. V6B 1L8

Telephone: 604-688-2568

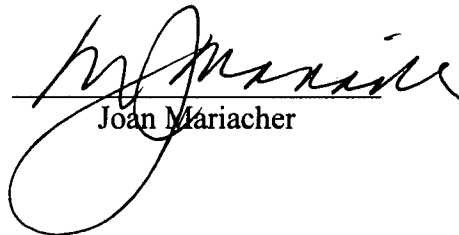
Fax: 604-688-2578

AFFIDAVIT




I, Joan Mariacher, of Vancouver, B.C. make oath and say:

That to the best of my knowledge the attached Statement of
Expenditures for exploration work on the Granite 1-23
mineral claims on Claim Sheet 105M/14 is accurate.


Joan Mariacher

Sworn before me at Vancouver, B.C.

this 8th day February 2005


Notary Public, Yukon Territory

Statement of Expenditures
Granite 1-23 Mineral Claims
February 4, 2005

Labour

R. Carne – geologist – July 15 to 18 – 32 hours at \$99.20/hr \$ 3,396.61

Expenses

Field room and board – 8 days at \$125/day 1,070.00

Ewing Transport D7-G cat – 48 hours at \$157.50/hr incl. operator 8,089.20

9,159.20

\$12,555.81

August 2, 2004

P.2
Ewing Transport Ltd.
Box 61
Mayo Yukon
Y0B 1M0

Archer Cathro
1016-510 West Hastings Street
Vancouver, B.C.
V6B 1L8

Mt Hinton Project

Date	D7-G	D7-G	Camp	325- L Excavator
July 16	12	12	\$200.00	0
July 17	12	12	\$200.00	0
July 18	12	12	\$200.00	0
July 19	12	12	\$200.00	0
July 20	0	7	\$200.00	3
July 21	0	11	\$200.00	1
July 22	0	12	\$200.00	10
July 23	5	11	\$200.00	6
July 24	12	12	\$200.00	0
July 25	10	12	\$200.00	2
July 26	12	12	\$200.00	0
July 27	10	12	\$200.00	0
July 28	11	11	\$200.00	0
July 29	0	12	\$200.00	0
July 30	0	12	\$200.00	0
July 31	0	12	\$200.00	12
Totals	108	184		34

D7-G Cats	292 hrs @ \$150.00 per hr	\$43,800.00
325-L Excavator	34 hrs @ \$150.00 per hr	\$5,100.00
Pick-up	half month pick-up rental	\$750.00
Fuel for Pick-up	420 litres	\$372.40 Invoice attached
Camp	16 days @ \$200.00 per day	\$3,200.00
Travel	19.5 hrs @ \$40.00 per hr	\$780.00
Administration Fee	5%	\$2,700.12
	Sub-Total	\$56,702.52
	GST	\$3,969.18
	Total	\$60,671.70

*and heavy 2004
#10*

EWING TRANSPORT LTD

DICK EWING

Est # 101707214

18571 996 2927
EWING TRANSPORT
03:00P
03 04 05 06 07 08 09

ARCHER, CATHRO & ASSOCIATES (1981) LIMITED

In Account With

Project **MOUNT HUNTON PROJECT**

Date **JULY 1-31, 2004**

LABOUR

Field	Description	Amount	
	R. COOKE - 144 HRS AT 99.20/HR	14284.80	
	D. EATON - 37 HR AT 70/HR	2590.00	
	M. PHILLIPS - 8 1/2 DAYS AT 480/DAY	4080.00	
	D. MORRIS - 31 DAYS AT 336/DAY	10416.00	
	S. EATON - 5 DAYS AT 256/DAY	1280.00	
	K. BRAND - 5 DAYS AT 224/DAY	1120.00	
	L. GILBRIDE - 14 DAYS AT 224/DAY	3136.00	
	B. LAKEY - 26 DAYS AT 224/DAY	5824.00	
	J. MANLEY - 18 DAYS AT 224/DAY	4032.00	
	E. NELSON - 14 DAYS AT 224/DAY	3136.00	
	B. HUNT - 11 DAYS AT 351/DAY	3861.00	
	J. SLATER - 13 DAYS AT 351/DAY	4576.00	

Accounting and Expediting	J. Mariacher - 31 1/2 hrs at \$58/hr	1827.00	
	EXPEDITING - L. COLBETT 52 HRS AT 40/HR	<u>2080.00</u>	62253.80

OTHER SERVICES

Room and Board in Whitehorse	14 days at \$90/day	1260.00	
Field equipment from AC stock	204 MANDAYS AT 50/DAY	10200.00	
Printing	Photocopies 108 @ .15	16.20	
Rentals from AC	JULY 1-31 ATX & TRAILER AT 80/DAY	2480.00	
LOOMIS COURIER	1 @ 13.85 + 6 @ 14.75 + 1 @ 20	<u>122.35</u>	14078.55

EXPENSES

Petty Cash	6.97 DI + 256.00 F (BRANITE CKS)	262.97	
Telephone	6.73	6.73	
SURGE SERVICE	152.35 F + 2.03	164.38	
GREYHOUND COURIERS		28.80	
JOAN M EXPENSES	2.95 DI + 1081.62 03	1084.61	
L. COLBETT EXPENSES		45.05	DI
AIR NORTH		165.32	
MAYO PETROLEUM		1266.10	
RIVINGTON SUPER A		296.76	
MILLS GASOLINE		10.03	
MAC'S FIREWOOD		15.21	
LITELL MOTOR SPORTS		53.60	
YUKON HONDA		10.24	
CHEMEX		6926.38	
MAYO HIGHWAY	1948 DI + 3627.77 0V	3647.25	
HOME HARDWARE		89.02	
OFFICE SUPPLY CENTRE		52.28	
D. EATON EXPENSES		21.36	DI
HOLTH 60 PETRO		785.78	DI
EWING TRANSPORT		<u>3198.50</u>	28131.37

Management	8% on Expenses	1687.88	
	on Field A/C	<u>6474.89</u>	8162.77

GST (R100247667)	7% on 112626.49	7883.85	
			<u>120510.34</u>