

Assessment Report on the
2011 SOIL GEOCHEMICAL SURVEY
on the
SESSENTA PROPERTY, YUKON

Grant Number	Claim Name
YD64352, YD64354	BHC 252, BHC 254
YD64356, YD65224	BHC 256, BHC 24
YD65201 - YD65206	BHC 1 - BHC 6
YD65209 - YD65222	BHC 9 - BHC 22
YD65226 - YD65245	BHC 26 - BHC 45
YD65249 - YD65274	BHC 49 - BHC 74
YD65276 - YD65306	BHC 76 - BHC 106
YD65308, YD65381	BHC 108, BHC 181
YD65310 - YD65343	BHC 110 - BHC 143
YD65346 - YD65379	BHC 146 - BHC 179
YD65383 - YD65413	BHC 183 - BHC 213
YD65416, YD65425	BHC 216, BHC 25
YD65430 - YD65441	BHC 230 - BHC 241
YD65443, YD65444	BHC 221, BHC 244
YD65446 - YD65451	BHC 246 - BHC 251
YE27209, YE207210	BHC 218, BHC 220
YE27211 - YE27218	BHC 222 - BHC 229

DAWSON MINING DISTRICT
Date(s) Worked: August 24 – 26, 2011

NTS Map 115O12
UTM 558,000E; 7,052,000N (NAD 83, Zone 7)

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March 15, 2012

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SUMMARY

The Sessenta property owned by Silver Quest Resources Ltd. (Silver Quest) is an early stage exploration project, being explored for gold mineralization. Sessenta is located in west-central Yukon west of the Yukon River, north of the Sixty Mile River and approximately 65 kilometres (km) south of Dawson City (Figure 1). A total of 115 soil geochemical samples were collected over eight man days on the Sessenta property. Sampling in this area is too sparse to conclusively identify anomalous zones of mineralization; however several encouraging point sources have been identified and require further follow-up work.

INTRODUCTION

This report describes a reconnaissance soil geochemical survey conducted on the Sessenta property by a two to four person crew between August 24-26, 2011. Work on the Sessenta property was completed for Silver Quest by Silver Quest employees. The author participated in the program and the Statement of Qualifications is contained within this report.

The objective of the geochemical survey was to further evaluate the mineral potential of the Sessenta Property by following-up anomalous geochemical soil samples collected during the 2010 exploration program.

CLAIM DATA AND OWNERSHIP

Silver Quest Resources Ltd. acquired the Sessenta property by staking in 2010. Staking was completed by a local contracting company. Applications to have the claims transferred to Silver Quest and then to Independence Gold Corp. are pending. The Sessenta property comprises 234 contiguous quartz claims and covers a total area of 4,800 hectares (ha). The claim block centres on 558,000E and 7,052,000N (NAD 83, Zone 7) on NTS map sheet 115O12 as shown on Figure 2. Quartz claims are registered with the Dawson Mining Recorder. Claim data is listed below.



Figure 1 – Location Map

Table 1 – Claim Data

Grant Number	Claim Name	Registered Owner	Expiry Date
YD64352, YD64354	BHC 252, BHC 254	Neil Chambers	March 21, 2014
YD64356, YD65224	BHC 256, BHC 24	Neil Chambers, Brandon Duncan	March 21, 2014
YD65201 - YD65206	BHC 1 - BHC 6	Chad Niddery	March 21, 2014
YD65209 - YD65222	BHC 9 - BHC 22	Brandon Duncan	March 21, 2014
YD65226 - YD65245	BHC 26 - BHC 45	Declan O'Donovan	March 21, 2014
YD65249 - YD65274	BHC 49 - BHC 74	Conor O'Donovan	March 21, 2014
YD65276 - YD65306	BHC 76 - BHC 106	Mark Hockley	March 21, 2014
YD65308, YD65381	BHC 108, BHC 181	Mark Hockley, Chad Niddery	March 21, 2014
YD65310 - YD65343	BHC 110 - BHC 143	Neil Chambers	March 21, 2014
YD65346 - YD65379	BHC 146 - BHC 179	Declan O'Donovan	March 21, 2014
YD65383 - YD65413	BHC 183 - BHC 213	Chad Niddery	March 21, 2014
YD65416, YD65425	BHC 216, BHC 25	Conor O'Donovan	March 21, 2014
YD65430 - YD65441	BHC 230 - BHC 241	Mark Hockley	March 21, 2014
YD65443, YD65444	BHC 221, BHC 244	Neil Chambers	March 21, 2014
YD65446 - YD65451	BHC 246 - BHC 251	Neil Chambers	March 21, 2014
YE27209, YE207210	BHC 218, BHC 220	Silver Quest Resources Ltd.	March 21, 2014
YE27211 - YE27218	BHC 222 - BHC 229	Silver Quest Resources Ltd.	March 21, 2014

*Note: Expiry date assumes the acceptance of the work reported herein.

PROPERTY DESCRIPTION

LOCATION

The Sessenta property is located at the confluence of the Yukon River and the Sixty Mile River in west-central Yukon about 65 km south of Dawson City (Figure 1).

INFRASTRUCTURE

Access to the Sessenta property in 2011 was via a Bell 206 Long-Ranger helicopter operated by Trinity Helicopters of Yellowknife and based out of Silver Quest's 2011 Independence Camp, located on Independence Creek. Alternatively, several boat operators in Dawson City and a barge operating out of Minto Landing are available for hire to transport supplies to points along the Yukon River where they can be subsequently mobilized by helicopter to the property. There is no road access to the Property.

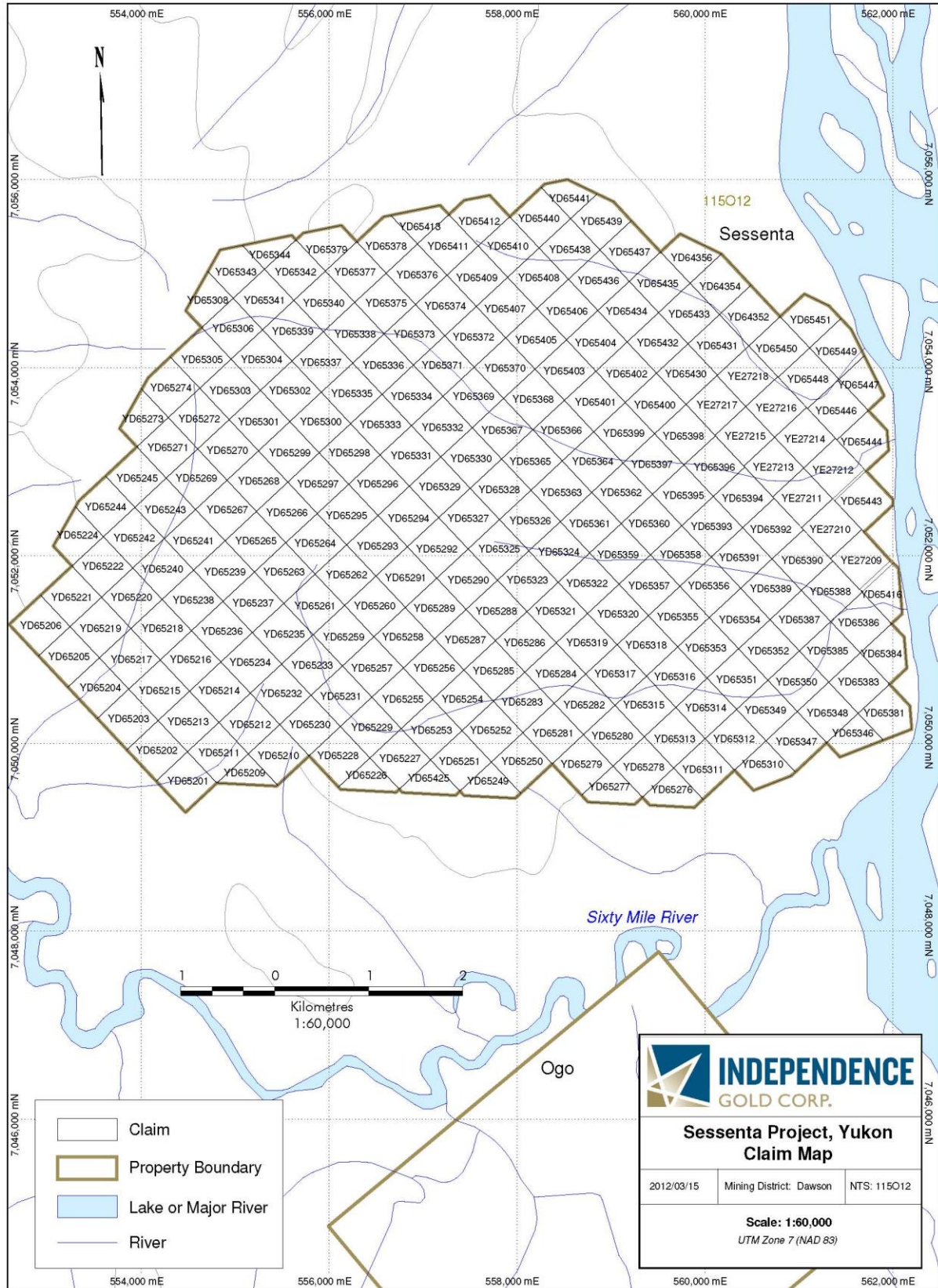


Figure 2 – Claim Map

CLIMATE AND GEOMORPHOLOGY

The Sessenta property lies within the Dawson Range and centres on an unnamed peak rising 3,000 metres (m) above the north slope of the Sixty Mile River. Generally the Dawson Range area can be characterized by its gentle undulating relief. Local elevations range from 330 to 900 m above sea level. The higher parts of the property are thinly vegetated with stunted, aspen and spruce trees, scrub brush and thin moss cover. Lower elevations support a mixed forest of aspen and spruce with thick brush, willows and moss-covered slopes.

The Dawson Range remained unglaciated during the Pleistocene making outcrops rare, the few outcrops that are present are located along sparsely vegetated ridges and in the main creek drainages. The property is drained by tributaries which flow into the Sixty Mile and Yukon rivers. Climate in the region is described as sub-arctic with short mild summers and long cold winters. Permafrost was discontinuous but present while conducting the soil survey on the property.

HISTORY

PREVIOUS WORK

No historic work or Minfile occurrences are documented on the Sessenta property. However, the Sixty Mile River and many of its tributaries to the west of the property have been extensively mined for placer gold.

RECENT HISTORY

In 2006, Rimfire Minerals and Northgate Minerals carried out a regional silt sampling program across various areas in the Dawson Range, looking for Pogo-style intrusion-related gold targets (Roberts and Baker, 2007). During this program approximately 25 silt samples and 3 rock samples were collected from areas that are now covered by the Sessenta property. Three silt samples returned weakly anomalous gold values. Silver Quest purchased this database from Rimfire and Northgate in 2009.

Silver Quest staked the Sessenta property in June 2010 and subsequently collected approximately 375 soil and rock samples.

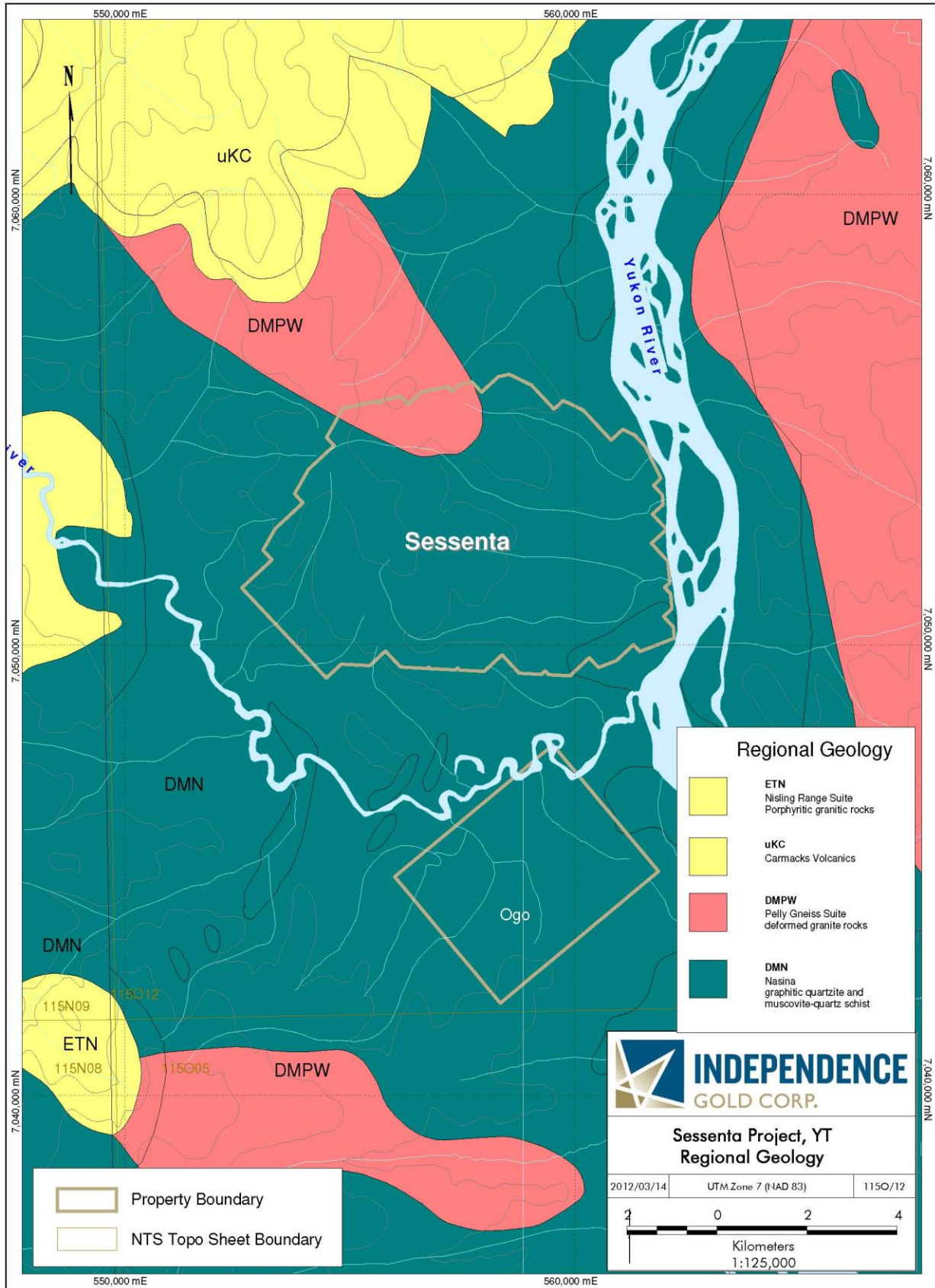


Figure 3 – Regional Geology

GEOLOGICAL SETTING

REGIONAL GEOLOGY

The Sessenta property is situated within the Yukon-Tanana Terrane approximately 70 km southwest of the Tintina Fault in west-central Yukon. This area is characterised by various pericratonic terranes that were accreted to the ancestral continental margin of North America in the early Jurassic. During the mid-Cretaceous the pericratonic terranes were intruded by a northwest-southeast trending plutonic suite known as the Dawson Range plutonic belt (Hart et al. 2004).

PROPERTY GEOLOGY

The property is predominately underlain by Devonian-Mississippian Nasina (DMN) Assemblage which is characterized by banded to massive, grey to white quartzite and quartz-muscovite-schist. This unit was later intruded by both the Pelly Gneiss Suite (DMPW), characterized by deformed granitic rocks and the upper Cretaceous Carmacks volcanics (uKC), characterized in this area by pebble conglomerates and rhyodacite (Gordey and Makepeace, 1999).

No prospecting or mapping was undertaken on the Sessenta property during the 2011 program.

GEOCHEMISTRY

SOIL GEOCHEMISTRY

The 2011 exploration program at Sessenta consisted of 8 mandays. A total of 115 soil samples were collected from one north/south sample line which zig-zagged across the property. Sample spacing along this sample line was 50 m (Figure 4).

All samplers were trained to use the same sampling procedures when collecting the B-horizon soil samples. Sampler began by removing a 30 centimetre (cm) by 30 cm section of moss matt or vegetative cover. Second, a soil pit of similar dimensions was hand excavated exposing "A" and "B" soil horizon boundaries, reaching the top of the "C"-horizon where feasible. The depth of the pit varied from 20 cm to 60 cm, depending on horizon thicknesses and sampling conditions. Soil material (300 grams to 400 grams) was collected from the walls of the pit utilizing a clean plastic trowel. Samples were collected and stored in standard KRAFT soil sample bags and transported

to the 2011 Independence Camp in polyurethane bags for drying and subsequent analysis by a hand held X-Ray Fluorescence (XRF) device.

All sample locations were rehabilitated; by back-filling the soil pit and replacing the moss mat or vegetative cover. This was done to minimize the environmental impact. Locations with permafrost or areas lacking mineral soils were not sampled. Equipment such as shovels and trowels were cleaned between samples and waterlogged samples were stored in separate polyurethane bags to minimize cross-contamination. All sample locations were recorded using a hand-held GPS. All maps and UTM coordinates are referenced to the 1983 North American Datum (NAD 83), Zone 7. A complete description of soil type, depth, thickness of the sample and surrounding environment and terrain was recorded at each location.

Samples were submitted to the ALS Laboratory Group preparation facility in Whitehorse, an ISO9001 certified preparation facility. Samples were analyzed by aqua-regia digestion and a combination of inductively coupled plasma with atomic emission spectroscopy or mass spectroscopy (ICP-AES and ICP-MS) analysis for 51-elements including gold. Gold was also analyzed by fire assay and atomic absorption spectroscopy (Au-AA23) for more accuracy. Assay certificates of analysis are presented in Appendix I at the end of this report. Assay statistics for the 2011 geochemical soil survey are listed below (Table 2), values denoted with a 'less than' symbol indicate samples are below detection limit for the given element.

Table 2 – Soil Geochemical Survey Percentile Values

Values	Au (ppb)	Ag (ppm)	As (ppm)	Cu (ppm)	Sb (ppm)
Max	21.0	0.48	11.40	118.00	2.59
98th	20.5	0.24	10.17	51.97	1.91
95th	18.8	0.16	9.58	33.56	1.04
90th	13.6	0.12	8.84	29.00	0.67
75th	8.5	0.10	7.90	24.00	0.55
50th	6.0	0.08	6.90	20.20	0.48

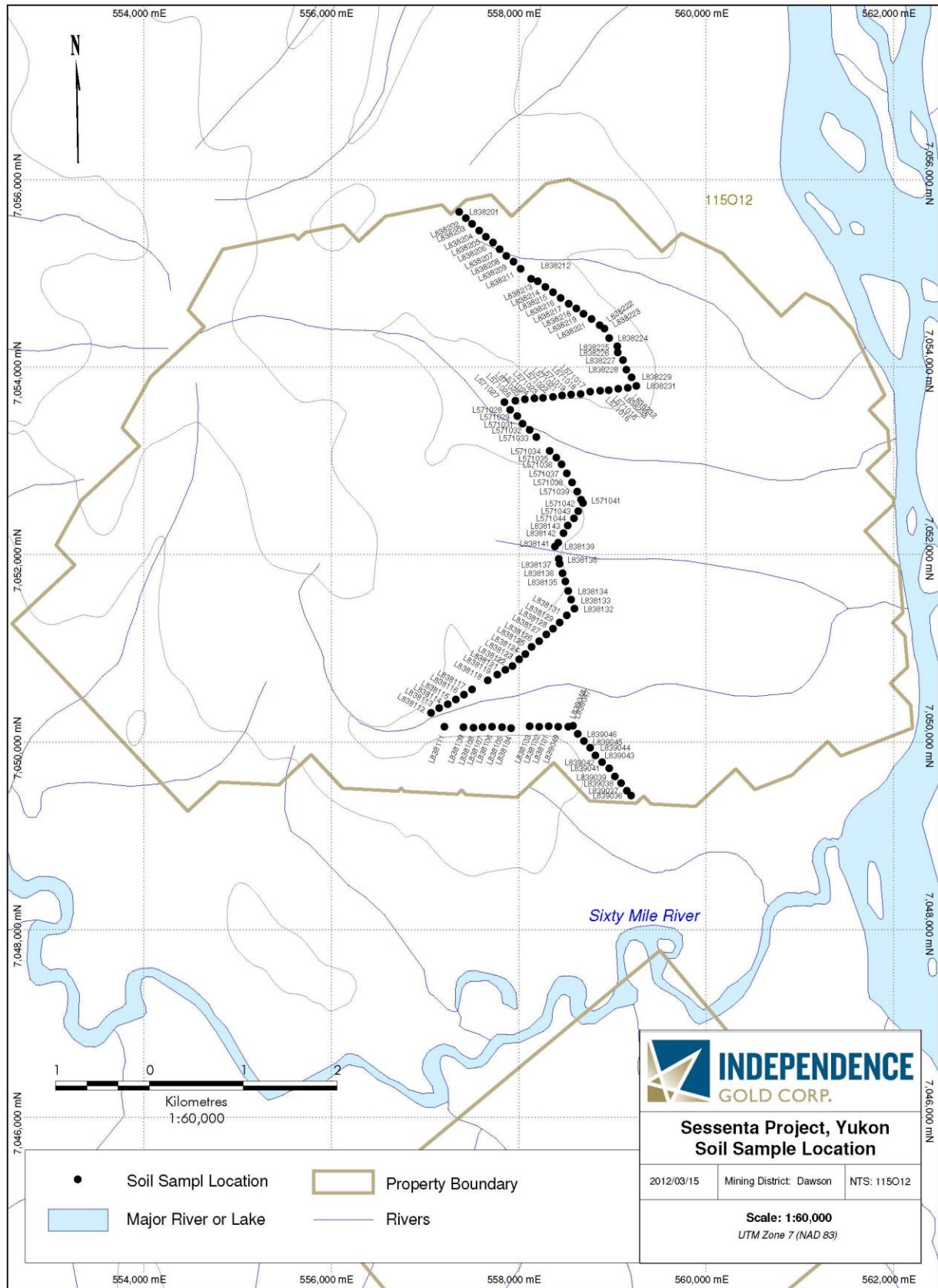


Figure 4 – Soil Geochemical Sample Locations

QUALITY ASSURANCE/QUALITY CONTROL

For Quality Assurance-Quality Control (QAQC) purposes, field check samples were inserted into the sample stream every 10 samples. Blanks, comprised of silica sand, were inserted on odd sample identification numbers (i.e. numbers ending in 10, 30, 50, 70, 90); while duplicates were inserted on even sample identification number (i.e. numbers ending in 20, 40, 60, 80, 100). Duplicates were acquired from the same soil pit, or from a separate pit at the same location. The field sample checks were analysed with the rest of the soil samples and resulting values were used to check the consistency of our sampling procedures and the analytical procedures used by ALS Laboratory Group. ALS Laboratory Group blanks, duplicates and standards were also used to confirm results.

A classification system was applied for QAQC samples. Field blanks for main pathfinder elements were flagged when above the 20th percentile mark for the sample population for each project area. Field duplicates past when less than a 20% variance was noted. ALS Laboratory Group standards did not pass when recorded results exceeded two standard deviations or what was deemed above thresholds by ALS Laboratory Group. Erroneous QAQC results were investigated and appropriate re-analysis undertaken when necessary.

Quality Assurance-Quality Control (QAQC) samples for Sessenta passed without significant concerns.

DISCUSSIONS AND CONCLUSIONS

Soil geochemical survey results from the Sessenta property were compared to the Independence Gold's soils database, which contains sample values collected between 2008 and 2011 within the Dawson Range. Anomalous value ranges were identified and applied to the thematic maps represented in this report (Figure 5-9). Historic sampling displayed on thematic maps may show a higher or lower range of values of various elements; this could be attributed to an alternative soil sampling procedure.

Results from the 2010 and 2011 soil geochemical sampling indicated an anomalous zone of coincident silver and copper concentrated on the eastern portion of the property, and a highly

anomalous zone on the west-central part of the property (Figure 6 and 7). In general, sample values tend to be elevated along ridge tops and in the lower slopes, lower values seem to dominate the mid slope area where sampled.

Gold and Arsenic appear to be coincident and inversely related to antimony. Antimony increases on the eastern side of the property (Figure 8), where as arsenic is elevated on the western side of the property (Figure 9). Gold values that are above detection seem to match up well with the highly anomalous arsenic areas (Figure 5). A moderately elevated gold value of 21 ppb was reported as the highest gold values of the 2011 survey.

RECOMMENDATIONS

No further work is recommended at this time. However, the property has not been fully evaluated and could benefit from further geochemical soil sampling and basic geological mapping.

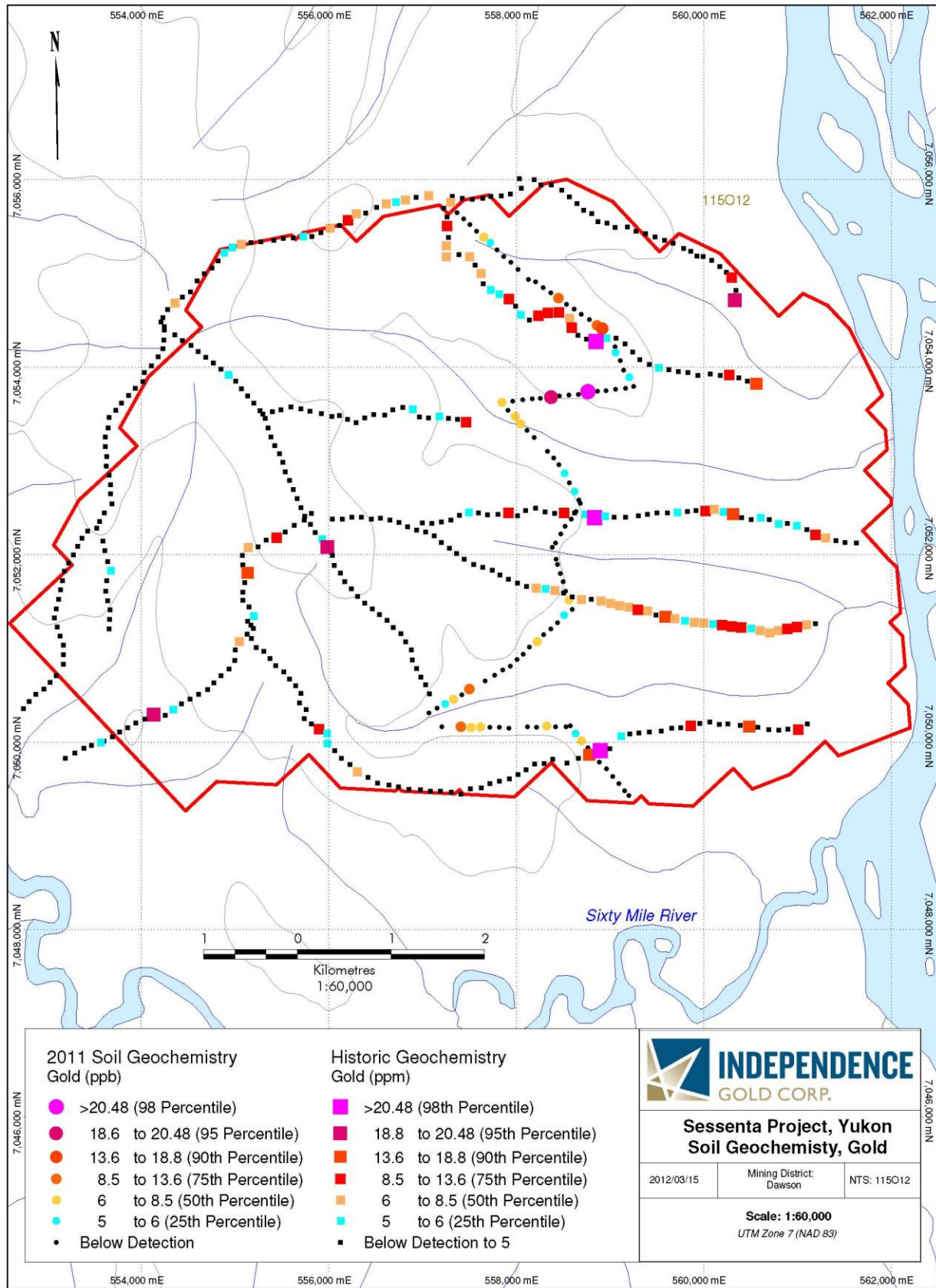


Figure 5 – Soil Geochemistry - Gold

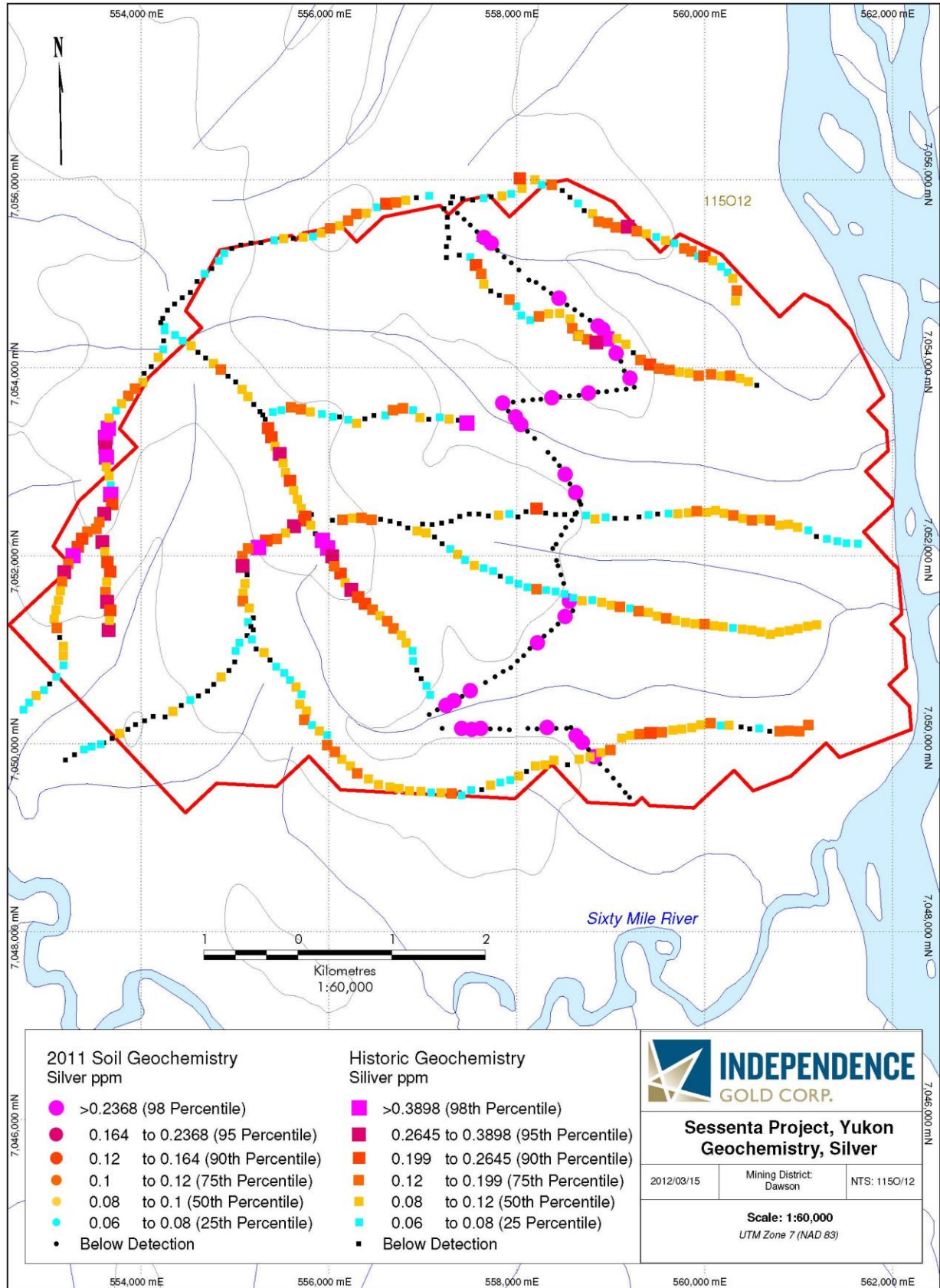


Figure 6 – Soil Geochemistry - Silver

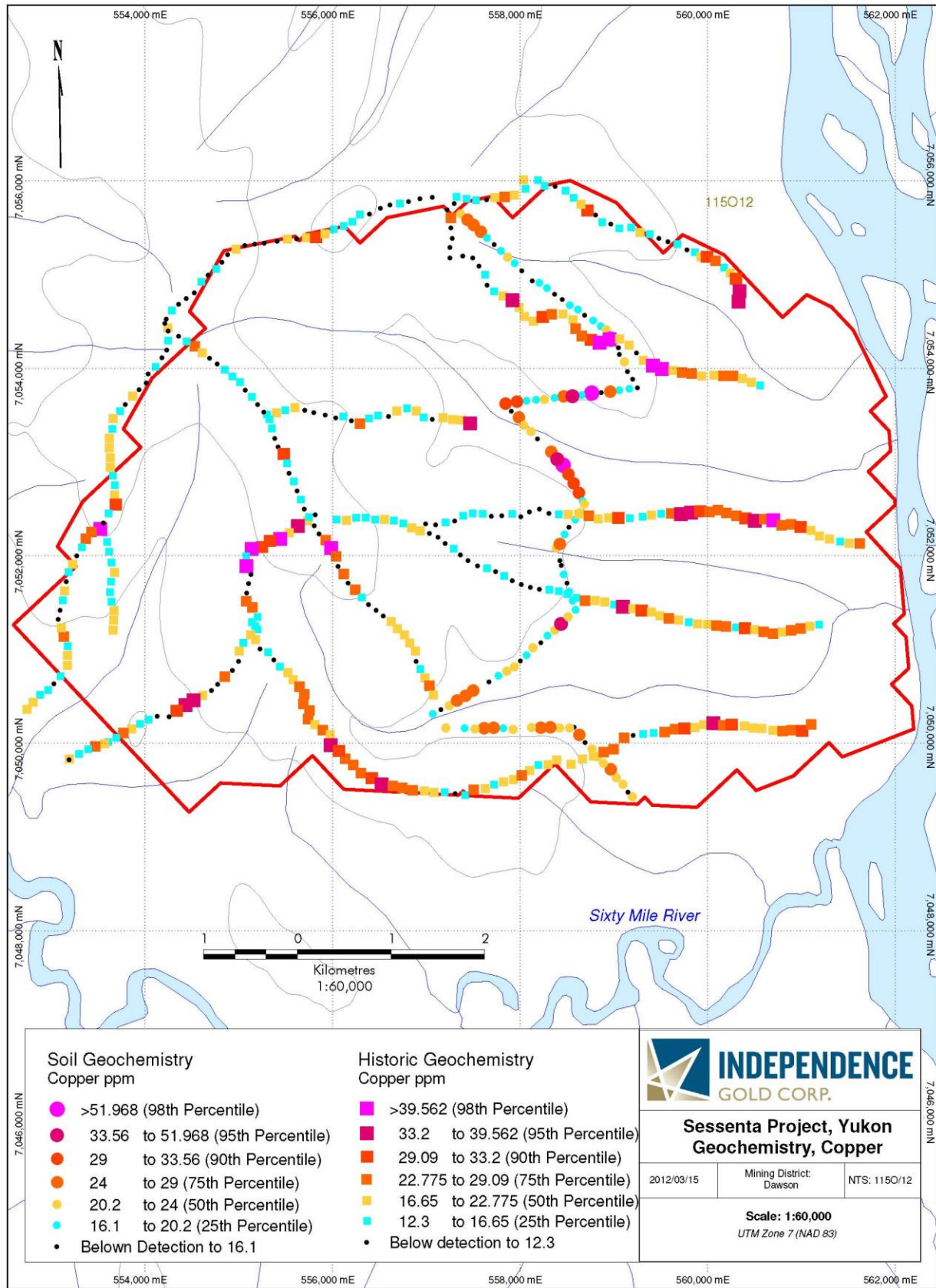


Figure 7 – Soil Geochemistry - Copper

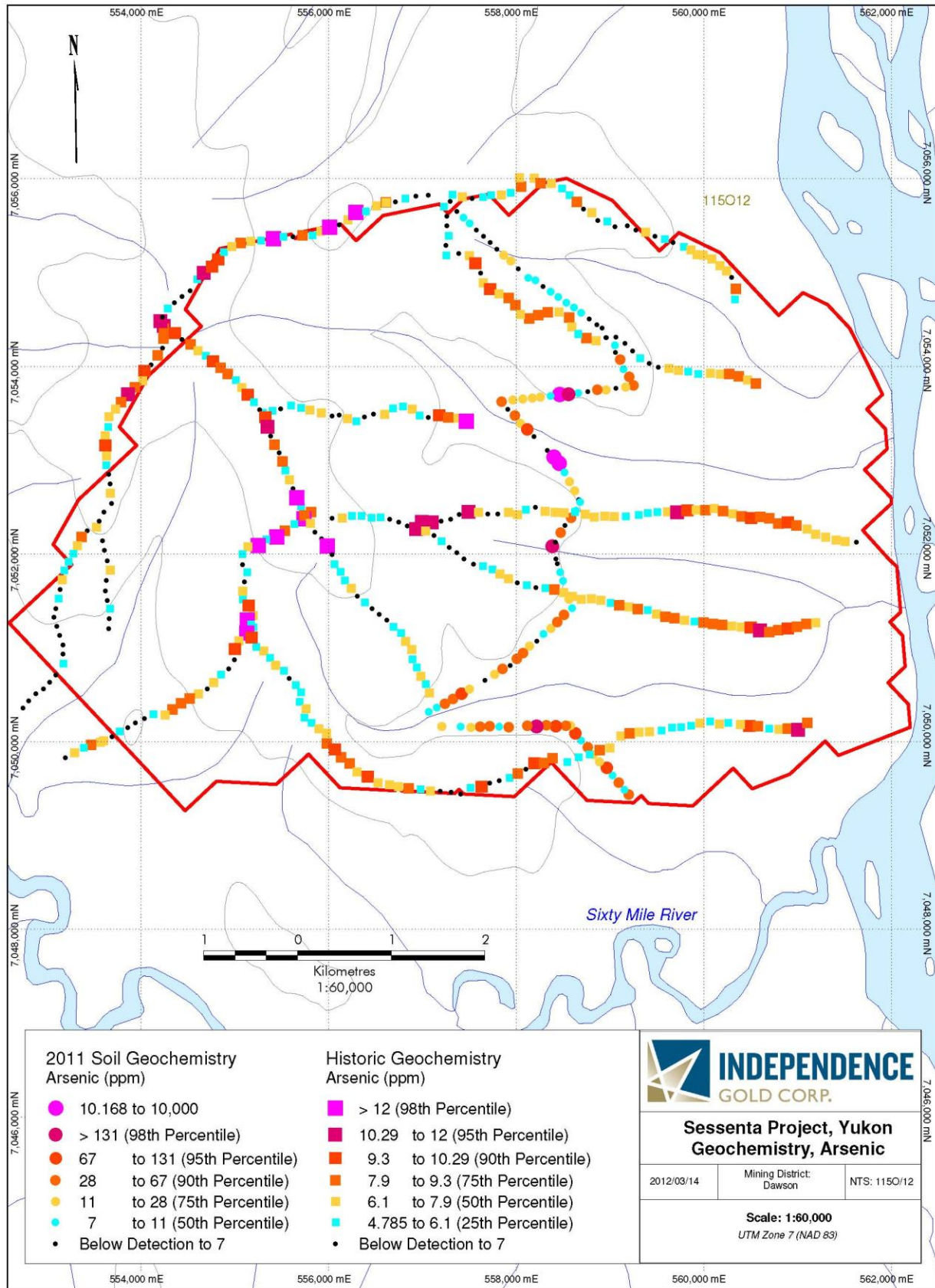


Figure 8 – Soil Geochemistry - Arsenic

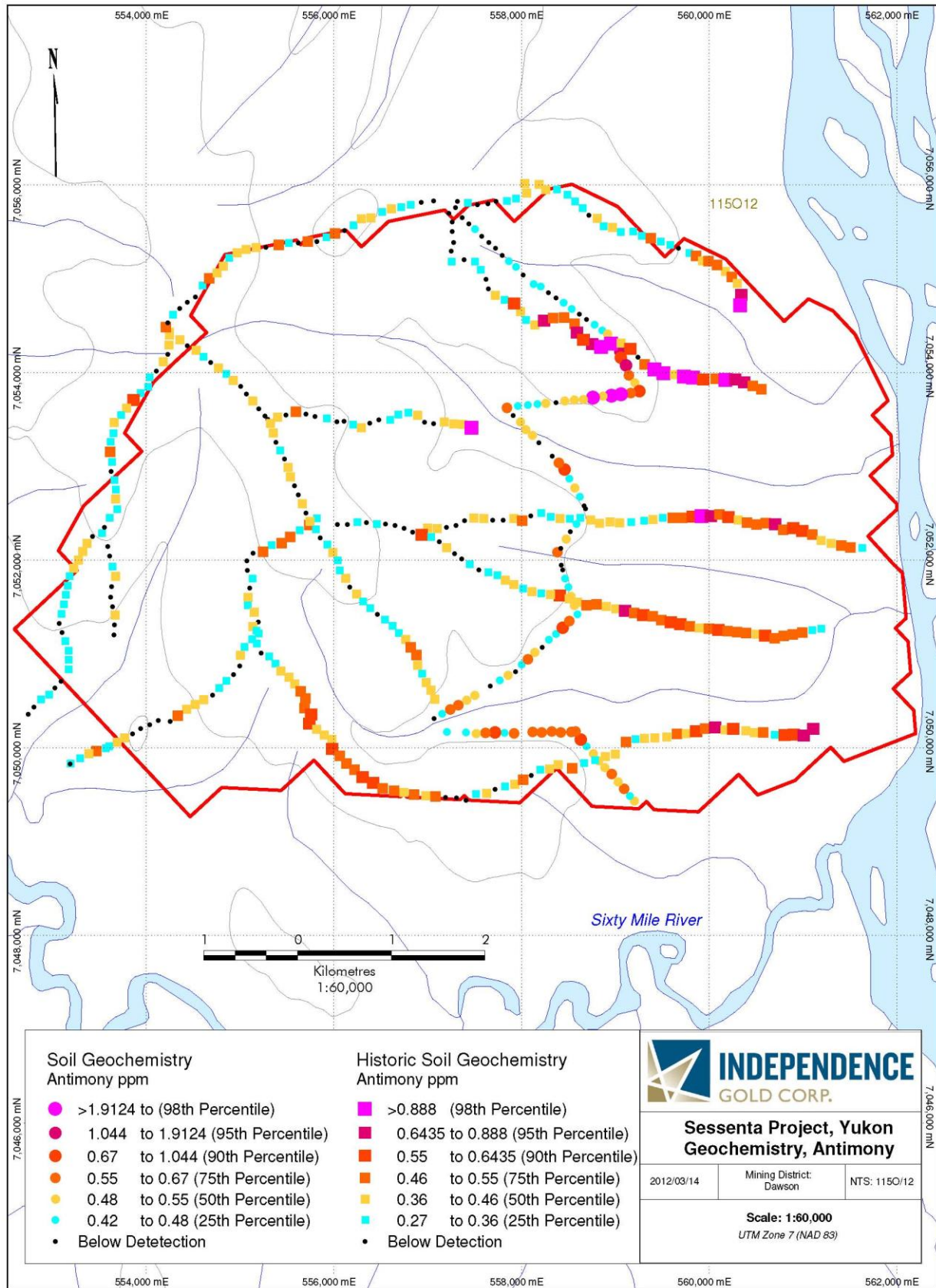


Figure 9 – Soil Geochemistry - Antimony

REFERENCES

Baker, D. and Voordouw, R. (2010), Silver Quest Resources Ltd. 2010 Geochemical Report on the Sessenta Property, Dawson Mining District, Yukon, Assessment Report

Gordey, S.P. and Makepeace, A.J. (comp.) 2003. Yukon digital geology, version 2.0; Geological Survey of Canada Open File 1749 and Yukon Geological Survey Open File 2003-9(D)

Hart, J. R., Goldfarb, R., Lewis, L. L., and Mair, J. L., 2004, The northern Cordilleran mid-Cretaceous plutonic province: Ilmenite/magnetite-series granitoids and intrusion-related mineralization: *Resource Geology*, v. 54, p. 253-280.

Roberts, M., and Baker, D. (2007), 2006 Geological and Geochemical Report on the Rimfire-Northgate Alliance; Stewart River area, Yukon, unpublished company report, p. 53.

STATEMENT OF QUALIFICATIONS

I, Kendra A. Johnston, BSc, of Suite 206-1550 Barclay Street, Vancouver, British Columbia, hereby certify that:

I am a graduate of the University of Victoria, British Columbia having obtained the degree of Bachelor of Science in Earth and Ocean Science, 2005.

I am a member of the Association of Professional Engineers and Geoscientist (APEG) of British Columbia (ID #141786).

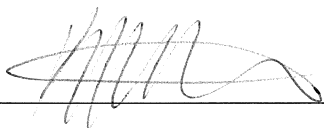
I have been continuously employed in the mineral exploration industry in Canada since 2005.

I am currently employed as a Project Geologist, GIT by Independence Gold Corp. Suite 1410-650 West Georgia Street, Vancouver, British Columbia, Canada, V6B 4N8.

I am the author of the report entitled "2011 Soil Geochemical Survey on the Sessenta Property" dated March 15, 2012.

I participated in the geological work reported herein.

Dated this 15th day of March, 2012.



Kendra A. Johnston, GIT, BSc

STATEMENT OF EXPENDITURES

	<u>Quantity</u>	<u>Rate</u>	<u>Cost</u>	
Soil Samples Collected	115	\$ 40.00	\$ 4,600.00	
Sampler day(s)	8	\$ 350.00	\$ 2,800.00	
Prospector day(s)	0	\$ 500.00	\$ -	
Planning and reporting day(s)	3	\$ 450.00	\$ 1,350.00	
Camp Costs (per man day)	8	\$ 450.00	\$ 3,600.00	
Helicopter Hour(s)	8.5	\$ 1,550.00	\$ 13,175.00	
Helicopter Fuel (drums)	10	\$ 700.00	\$ 7,000.00	
			<u>\$ 32,525.00</u>	
		Supervision: 12%	<u>\$ 3,903.00</u>	
		Total:	<u>\$ 36,428.00</u>	
		Claims Worked: 23	\$ 1,583.83	per claim worked
		Claims Grouped: 234	\$ 155.68	Per claim grouped

Date worked: August 24, 2011 - August 26, 2011

APPENDIX 1
Laboratory Certificates