

Section A-4 (i)- "Exploration State"- The company is in the Exploration Stage.

Section b(1)- Location and Access:

The mine is located 47 km south of Dryden, 400 m east of Carleton Lake, on the south side of a broad swamp. The property is accessible from the Manitou Straits, by boat.

Section b(2)- Brief Description of Titles, Lease or Option:

Cannon has been granted an "option" to purchase up to 100% interest in the group of claims. The option consists of a blend of hard and soft dollars. Cannon is required to make cash payments to the vendor on the anniversary date of the option agreement; hard dollar financing requires that Cannon, on or before May 31, 2009 a cash payment of \$10,000, May 31 2010 a cash payment of \$10,000 and the final payment due on or before May 31 2011 of \$150,000 cash.

Exploration Expenditure requirements; On or before May 31, 2009 expend a total of \$20,000, on or before May 31, 2010 expend a total of \$50,000, and on or before May 31, 2011 expend a total of \$150,000 in exploration.

The property has a total of 32 claim units that cover an area of approximately 550 hectares.

Section b(3)- Brief History of Previous Operations:

In 1904 an English syndicate (name unknown) sunk a shaft 85 feet, and milled 18 tons of ore, producing gold valued at \$16 to the ton (16.6 ounces of gold) (Carter 1905; Thomson 1933.

Section b4(i)- Property Description:

The Queen Alexandra mine consists of one shaft and one exploration pit, 65 metres apart, and seven trenches. The occurrence exposes two conjugate quartz veins.

The property has had limited ground geophysics performed to date, which include establishment of a grid, conducting of an Electro Magnetic (EM) survey across the conductor zone, and recon of the property to locate any old working existing on the property. Grab samples have also been collected and assayed for gold mineralization.

The property is in the exploratory phase and work will continue as required, with additional geophysics, mapping, and sampling all proposed pending and depending on the ability of the company to arrange financing.

Section b(5)- Description of Rock Formation:

The mine is underlain by mafic volcanic rocks of the Blanchard Lake group (Blackburn 1976, 1982).

Structure and Alteration: Shearing at the shaft strikes OSO 0 , whereas shearing at the exploration pit strikes O30 0 . Both shears contain a quartz vein. The sheared rocks are weakly schistose and altered to chlorite-carbonate schists. Both shears are of unknown width, and dip vertically. Kinematic indicators, such as the Z-shape of the vein 2, suggests a dextral strike-slip component of movement on the shear at the exploration pit. The differing strike of the two shears suggests conjugate shearing

Mineralization

The quartz carbonate vein (vein 1) at the shaft is 10 cm wide and exposed over a 2 m length, is pale to dark grey, opaque, and contains ribbons of pyrite and chlorite. Patches of pink calcite and chlorite occur in the vein material. 2-57, very fine to coarse grained pyrite is present in the vein. The amount of quartz material in the dump suggests that the quartz vein is probably wider at depth in the shaft. The quartz vein (vein 2) at the exploration pit pinches and swells, but averages 45 cm in width and can be traced over 23 m in length. The quartz is white to pale grey, is opaque, and fractures are filled with calcite. The vein has a laminated and wispy texture due to ribbons of pyrite and chlorite.

There are no reserve estimates. There has been no decision made on "open pit" vs. "underground" as the property is at the "exploration" phase.

Gold is the primary mineralization being explored for.

Section b(7)- Detailed Geographic Maps and Reports: See Attached MMES document.