APPENDIX C

REPORT ON SPECTROMETER SURVEY
NOVA SCOTIA DEPARTMENT OF NATURAL RESOURCES

PO Box 999 Stellarton, Nova Scotia B0K 1S0 Tel: 902-755-7033 Fax: 902-755-7186 Cellular: 902-759-0332

mculloch@north.nsis.com

May 3, 2001

Mr. Guy MacGillivray 13 Gilfoy Road, RR#7 Antigonish, Nova Scotia B2G 2L4

Dear Guy:

In response to your recent request regarding the results of the spectrometer survey that was carried out at the Flintstone Rock kaolin/silica property during my visit on September 21, 2000, please be advised that I did not detect any indications of anomalous radiation associated with potential uranium mineralization in the immediate vicinity of the property.

A Urtec Differential Gamma Ray Spectrometer, Model UG135, was used to examine representative drill core samples, exposed bedrock in the area of the excavation work, and float in the general vicinity of the property for potential uranium mineralization. The unit was set to read total count (full spectrum radiation above 80 keV). No anomalous readings were encountered in either the drill core or any of the bedrock or float material examined on the property. The silica and kaolinite/quartz breccias had very low background values and the results for the locally derived granitic float examined on the property carried typical background values for intrusive rocks in the area.

Please contact me if you have any additional questions regarding the spectrometer survey carried out on the CAG Enterprises property.

Yours very truly,

Paul D. McCulloch Exploration Monitor, Mineral and Petroleum Titles

cc. Rick Ratcliffe