

INDEPENDENT REVIEW
OF THE
ATLANTIC CANADA PROJECT
NEWFOUNDLAND & LABRADOR, NEW BRUNSWICK, AND NOVA SCOTIA
FOR
CAPELLA RESOURCES LTD.,
Vancouver, British Columbia, Canada

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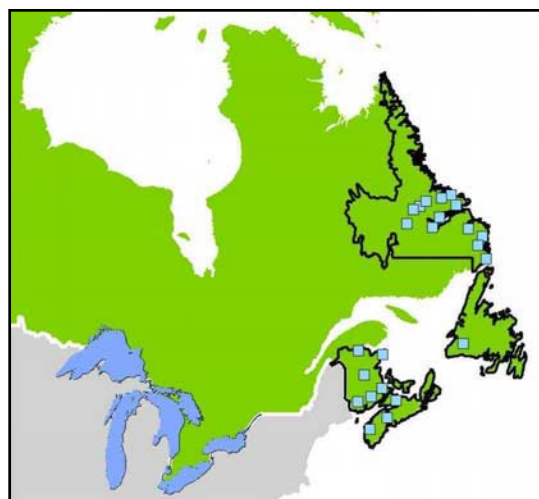
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1 OVERVIEW

Capella Resources Ltd. (the “Company”) is an exploration and mineral development company listed on the Canadian TSX Venture Exchange (symbol CPS:TSX-V) that performs mineral exploration in the United States, Chile, and now Canada.

The Company has recently acquired extensive land positions in Atlantic Canada: Newfoundland and Labrador, New Brunswick, and Nova Scotia. The claims were secured by way of share exchange with Tripple Uranium Resources Inc (“Tripple U”), a privately held company. A total of 265 mineral exploration licences have been acquired comprising a cumulative total of over 19,750 claims. This represents aggregate land area coverage of over 407,700 hectares. Although the land positions are in geologically sound areas to explore for uranium, all properties are grassroots in nature, except for the Millet Brook Claim Group in Nova Scotia, which is brown field. A sustainable robust uranium price and recent discoveries and development projects by other companies exploring the same metallogenic belts adds credence to the Company’s impetus to explore in these areas. The Company’s Snegamook Lake property in central Labrador partially surrounds the drill hole discovery by Universal Uranium Ltd and its joint venture partner Silver Spruce Resources. These property holdings are situated along the same mineralization trends that host the previously discovered uranium occurrences held by Aurora Energy, Crosshair Exploration and the Santoy/Monster Copper joint venture.



The authors find the Atlantic Canada project is one of grassroots nature in its purest form. The rationale of Tripple U was simplistic but effective and that was to acquire by staking any ground over or nearby to any available known uranium occurrence. Some of this property may be of no further interest after the opportunity for a more critical review, but most importantly, the ground is secure for a one-year tenure in the meantime. The Company maintains a large and enviable land position, albeit a significant work commitment to maintain all their property acquired in good standing.

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