

Report on the Duggan Property
Knight and Tyrell Townships
Shiningtree District, Ontario

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By

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1.0 Summary

Creso Resources Inc. has retained the services of Michael V. White to provide a technical report on the Duggan Property located in Knight and Tyrell townships in the Shiningtree district of Northern Ontario, that would fulfill the requirements of National Instrument 43-101. The property lies within the South-West part of the Abitibi Greestone belt (Fig: 1) bordering on Proterozoic Sediments of the Cobalt Embayment.

The Duggan property comprises 5 claims encompassing 1.68 sq.km, Acquired in 2007 the property is 100% owned by Creso Resources Inc with a 2 % NSR interest retained by Anglo Pacific Inc.

Previous surface exploration and diamond drilling outlined a gold zone with a N10degreeW structural trend. The main stripped/trench zone originally discovered in 1938 comprises a 100m x 250m alteration zone with anomalous gold content (>100ppb) (Fig: 6). Sporadic high gold values over narrow widths, associated with sulphide and visible gold (up to 5.93oz.ton) have been intersected in drilling and trenching.

In 2007 an 8 hole drill program was completed by Creso on the Duggan claims and 4 holes on the MacMurchy and Churchill claims. An Airborne Magnetic, EM and Radiometric survey covering the property and vicinity was completed in Feb. 2008 (results pending). Current drilling has confirmed historic results and extended the zone North and South for 700 metres. Current drilling has also indicated several new zones of anomalous gold. Also the association of anomalous Ni to 2700 ppm with Ultramafic units has also been indicated. On the other properties (Churchill and MacMurchy, assessment pending) sporadic anomalous Au associated with quartz veins(Bennett showing) in diabase and a 1m section of 7.43% Ni and 2.1 gms Pt, Pd, Au on the MacMurchy claims. This zone occurs within a carbonate-graphite-sulphide breccia/schist contacting carbonate/green to beige ultramafic volcanics at 300m in Hole D6-07.