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Number of Volumes: ________________

Digital Copy Only ✔

Enclosures (indicate number of each):

CD: _______ DVD: _______ Flash drive: _______ Paper Maps: _______

Other: ____________________________

Received: 2012-02-29

Comments: Emailed to first floor 2012-03-06

Signed: __________________________

Date: 2012-03-06
1st Year Assessment Report on
Prospecting, Rock and Soil Sampling and Radiometric Survey
Rencontre Brook, Moly-Uranium Property, Southern Newfoundland

Lin. # 018303M (One Blocks)
Lin. # 018304M (Four Blocks)
Lin. # 018306M (Three Blocks)

Map Sheet 01M/11

Submitted by:

Gary Lewis

for:

Unity Resources Inc.

February 20, 2012

Work year: 2011

Lin. # 018304M (One Blocks) Total expenditures: $631.06
Lin. # 018303M (Four Blocks) Total expenditures: $2,524.25
Lin. # 018306M (Three Blocks) Total expenditures: $1,893.19

Total Claims Eight
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FIGURES

Fig. I.   Property Location                          2
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APPENDICES
Introduction

The Renonctre Lake, Ackley Granite Properties were stake to determine the concept that the contact of the granite and the volcanic rock may host Molly and or Uranium deposits.

Location and Access Lic018303m

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The Ackley City showing is on the west side of Renonctre Lake in an embayments of the granite into the rhyolite.

The property can be accessed by four means. Via helicopter from Conne River, Snow machine from the local highway in the late winter, or Via ferry service from Pool’s Cove and by float plane.

PHYSIOGRAPHIC SETTING

The area is characterized be an extensive plateau that is relatively treeless. Numerous bogs and ponds dot the area.

Both areas are set on the slope of a large plateau. It is characterized by a treeless terrane. The area is well drained with numerous streams running into Renonctre Lake.
Figure 1
(Property Location)

Page 2
Figure II

(Claims Location)
FIG III
(Geology and Contact Map)

Page 4
Previous Work

HISTORY OF EXPLORATION AND DEVELOPMENT

Molybdenite was discovered near Rencontre East previous to 1882 for in that year it is reported that Mr. Brocton, a mining captain of St. John's, and Mr. Tilley of Kelligrews, examined and sampled the showings for Steers Limited. In 1900, Blackwell and Company of England sent Mr. Wesley and Mr. Holiday to examine and develop the deposit. They did hand drilling and opened a few shallow pits from which a small amount of fairly high grade ore was recovered and taken away.

In 1908, the Butler Brothers of Topsail, former owners of the iron deposits on Bell Island, Conception Bay, visited the deposits and staked some claims in 1910. They did some hand drilling, blasting and sampling.

In 1915, an American mining engineer from New York examined the property and made a contract with the owner. No work was done, for the government prohibited the exploration of molybdenite to neutral countries.

In 1926, F. Turner of, St. John's visited the deposit on behalf of the government. He drilled and blasted a few holes to obtain samples. In 1934, the deposit was examined by C.K. Howse of the Department of Natural Resources. In 1934, Leonard Mullins and other associates of Rencontre staked the deposit for the Lucky Strike Syndicate of St. John's but no assessment work was done and the claims lapsed.

In 1935, J. R. Wylie, Jr. mapped the Rencontre, Crow Cliff and Wylie Hill deposits for Dana and Company of New York. The result of his work was so encouraging that, in 1936, the same company sent Dr. W. S. Smith and Henry Cornwall to map the contact of granite and rhyolite, along which the molybdenite occurs, from Belle Bay on the west to Wylie Hill on the east. Cornwall made a geological map of the contact from Belle Bay on the west to Wylie Hill on the east. On a scale of 500 feet to 1 inch. He also prepared contoured geological maps of the Rencontre and Wylie Hill deposits on a scale of 100 feet to 1 inch. As the surface sampling showed the Rencontre (Ackley City) deposit to have the best combination of area and grade, underground development started from the fall of 1936 until the summer of 1938. A 54.8 m adit was driven at an elevation of 6 m above lake level. A shaft was sunk to a depth of 19.8 m. About 200.5 m of lateral work were carried out on the two levels. The result of the development indicated 113,375 tonnes of ore averaging 0.31 percent Mo.

In 1937-38, D.E. White did a Ph.D. thesis in and around the area of the molybdenite occurrences. In 1936, a portion of the property (Fee Simple lots 1 to 7) was acquired by Newfoundland Molybdenum Limited.

In 1938, McKinstry, who examined the property for Lehman Brothers, New York, reported that the ore developed above the 18.3 m level is approximately 58,955 tonne averaging 0.35 percent Mo. This tonnage consists of 21,768 tonne of 0.52 percent Mo above the tunnel level, and 37,187 tonne of 0.225 percent below the tunnel level.
In 1943 the Newfoundland government commenced a drilling program on the Ackley City prospect. This program was halted due to other drilling commitments and only 6 holes for a total of 226.4 m were drilled. Five of the holes were collared in the hanging wall rhyolite, and only one reached granite. The only notable mineralization in the core was from hole no. 4 which collared in granite. In this hole a five-foot section assayed 0.85 percent Mo.

The property was considered for production by the Canadian government during World War II. However, because of its location, the low proven tonnage, and the fact that the LaCorne mine was alleviating the shortage of molybdenum to some extent, plans for further development were abandoned.

In 1953, the Newfoundland and Labrador Corporation Limited acquired a portion of the present property. Caledon Mineral Company Limited obtained an option in 1958 and in the succeeding year completed 20 short diamond drill holes on three of the prospects and carried out resistivity and bio-geochemical surveys over portions of the area.

It is believed that NALCO took over the Rencontre East prospects in the early 1960's from the previous owners. They tried to interest large North American molybdenum companies in the prospects but apparently failed. NALCO optioned the Rencontre properties to Nortex Mines Ltd. in 1968.

In 1968, Canadian Javelin acquired an interest in the property and by an agreement dated August 22, 1968 that company granted an option to Nortex Mines Limited. In September 1968, Nortex began a diamond drilling program to evaluate the economic possibilities of the Ackley City and Wylie Hill deposits. To the end of May 1969, 1221.5 m of drilling in 11 holes has been completed at Ackley City, and 1434.9 m in 14 holes at Wylie Hill. Results of Ackley City drilling failed to indicate the presence of an ore body. In the drilling at Wylie Hill, the second hole in the program returned an intersection of 19.7 m averaging 0.345 percent MoS2. Two other holes 60.9 m and 182.8 m to the northeast failed to reach the mineralized granite horizon.

Late in 1969 Nortex Mines Limited acquired the properties from Canadian Javelin and Nalco.

In 1981, L. Dickson and A. Howse collected samples for major element analysis in the Rencontre Lake and Sage Pond areas, on behalf of the Newfoundland Department of Mines and Energy.
Geology and Mineralization

REGIONAL GEOLOGY AND TECTONIC SETTING

**Geological Province:** Appalachian

**Tectonic Zone:** Post-Ordovician Intrusions

**Stratigraphic Unit:** Ackley Granite

**Geological Age:** Upper Devonian

**Rock Type(s):** Aplite

The dip of the contact between the Ackley Granite and Belle Bay Formation is 25 to 45 degrees outward from the batholith. Aplite is present as the border phase along the contact and concentrated mainly in three broad embayments of the batholith into the volcanics, namely Wylie Hill, Rencontre Lake and Motu areas.

The predominant joint system, believed to have occurred during the lava stage of the mineralization are N80oE/80° N and 70o W.

The joint systems of N70o-90°E and N120-200E are predominant both in the batholith and in the volcanics.

The Devonian - Carboniferous Ackley City Batholith of southeastern

MINERALOGICAL COMPOSITION

**Ore Minerals:** Molybdenite, Sphalerite, Chalcopyrite, Barite, Fluorite

**Gangue Minerals:** Pyrrhotite, Pyrite, Quartz, Calcite, Chlorite
Fig. IV
Geology, Sample and Reading Locations

Page 8
Prospecting 2011

A total of four man days were spent accessing and prospecting the property for Uranium and moly mineralization. Traverses were carried out on the property. Scintolometer were carried and spot checks were carried out to test the property for its uranium potential.

No readings above 500 cps were recorded so no samples were assayed for uranium and the existing showing have been sampled.

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Conclusions and Recommendations

An Air born survey needs to be flown for uranium, potassium and Thorium to locate alteration zone and a Mag survey to located the contact at depth.

Detail ground follow up to truth the key areas for U, Th, K Ratios. This contact area has the potential to host a large multi deposit for Mo and Uranium.
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**SUMMARY OF WORK 2011**

*(Expenditures)*

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**Licence 018304M**

**Licence 018306M**

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Claims charge rate $5,048.5/8 = $631.06/Claim