Project Overview

- The Morrison copper/gold Project is located 65 km north-east of Smithers and 35 km north of the Village of Granisle within the Traditional Territory of the Lake Babine Nation.
- The Morrison deposit lies 22 km north of the Bell mine and 29 km north of Granisle mine, two formerly producing open pit copper/gold porphyry deposits and is geologically similar to both deposits.
- PBM owns 100% interest in the Morrison Property claims with no royalties on the NI 43-101 compliant resource of approximately 86 million tonnes grading 0.45% Cu & 0.26gpt Au.
- It is anticipated that Morrison will be an open pit mining operation with an ore production rate of 25,000 tpd or 9,000,000 tonnes per year is anticipated. The treatment process will likely be a conventional crushing, grinding and flotation system. Annual production of concentrate will be about 130,000 tonnes. Open pit mining will be completed in 10 years, while processing low grade stockpile could extend the mine life to 15 years.

Project Highlights

- The proximity of the Morrison project to the Village of Granisle, Highway 16, the CNR main line, nearby power hook-up and availability of a local labour pool will result in relatively low infrastructure costs.
- The project is accessed by an all-season transportation system that includes a barge (which can transport up to 10 fully loaded logging trucks) across Babine Lake and logging roads. Concentrate will be trucked to Stewart as currently practiced by other producers.
- Grade zonation within the deposit is such that higher-grade material could be mined in the earlier stage of mining which would help reduce the payback period.
- The property has excellent exploration potential for more porphyry deposits. This is indicated by known deposits and mineral showings within the claim block.

Property History

- The Morrison deposit was discovered by Noranda Exploration in 1962. Noranda completed six drilling programs totalling 13,893 metres in 95 holes to an average depth of 150 vertical metres from 1963 to 1973.
- No further drilling was done until PBM optioned the property in Oct. '97 and completely redrilled the Morrison Property between 1998 and 2002. This resulted in a 20% improvement in resource calculations.
- Beacon Hill Consultants state in their report that "it can be concluded from the results of this preliminary assessment that there is potential for a viable open pit operation at the Morrison Project".

Current Status of Operations

1. The Company has commenced a feasibility study as recommended in the August 01, 2004 Preliminary Assessment Report prepared by Beacon Hill Consultants.
2. Environmental base line studies are ongoing.
3. Metallurgical lab tests are in progress. Purpose of this work is to determine optimum recoveries and provide the data for process plant design.
4. A Fall 2005 drill program is scheduled to complete delineation and geotechnical drilling. This program will also include drilling of the waste disposal area and condemnation drilling.
5. Develop criteria for the mine plan, including, but not limited to, open pit design, production rate, haulage system and equipment selection.
6. Design a secure and environmentally sound waste disposal system that will provide sufficient capacity to deposit the waste rock and tailings expected to be produced during the life of the mine.
7. Complete all environmental studies to allow for permitting of the project in conjunction with the prevailing regulations and in cooperation with the regulators.
8. Develop an Environmental Impact Assessment (EIA) for permitting.
### 0.3% Cu CoG

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<th>Phase 2 Pit</th>
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<td>g/t Au</td>
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</tbody>
</table>

### Strip Ratio

- Phase 1 Pit: 1.43 : 1
- Phase 2 Pit: 1.46 : 1
- Combined Phase 1 and 2: 1.44 : 1

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**Proposed Mine Layout**