

**ALLAN BARRY REPORT ON**  
**PRECIOUS AND BASE METALS EXPLORATION**  
**7<sup>th</sup> EDITION**

**Kodiak Exploration Ltd.**

Kodiak also came to our attention at the recent PDAC conference in March in Toronto. There was a lot of buzz at the conference regarding this company and we took the opportunity to try and learn about their project. We are not currently shareholders but will be buying shares in the future.

What had created a great deal of interest about this company was a large geophysical target and high grade surface sample results. In fact this project was presented as a Voisey's Bay type of target. For our readers that aren't familiar with Voisey's Bay, it was a large base metal discovery that was made by Diamond Fields Resources and turned the company into a huge winner in the 1990's. When we hear that a project has the potential of being a huge winner like this, we normally take it with a grain of salt.

However, upon further investigation, we found that this view might not be wishful thinking after all. What we found was that they have a large geophysical anomaly. If that was all they had we would have continued to be highly skeptical but in addition to that they had completed a significant amount of surface sampling. The surface sampling returned extremely high grades of copper and nickel.

When the company drilled they found that they had intersected massive sulphides. The stock took off after these developments and reached a high over \$3.00 per share. It would be fair to say that at that price they were fully priced for perfection. Then they announced the lab results and in our opinion they were very interesting but the market wasn't looking for "interesting", they were looking for extremely high grades. When they didn't see those extremely high grades the stock was hammered and they are currently trading at under \$1.00.

We feel the market got way overheated on the potential and is currently most likely overly negative. The geophysical anomaly is still large and they have only really drill tested a small portion of that anomaly. They have drilled into attractive grades that are near surface.

The bottom-line is that this project needs a great deal more drilling to figure out what they have. The potential is still there and we look forward to further drilling to understand the realistic potential of this project. Stay tuned – maybe this project still has Voisey's Bay type of potential; only time and further drilling will reveal the answer to this question.

Kodiak's stock symbol is KXL and the shares trade on the Toronto Stock Exchange Venture Market. Their website is [www.kodiakexp.com](http://www.kodiakexp.com). Their website contains past news releases and additional information to do your own due diligence.