

## CMQ Resources Inc. Is Well Positioned To Find Gold Deposits In Nevada

**Resources**  
**Gold Exploration**  
**(NV-TSXV)**



**John Hogg**  
**CEO and Vice President, Exploration**

**BIO:**

John Hogg has over 40 years experience in mineral exploration, including 35 years in Nevada. Over 4 million ounces of gold were discovered at W. Leeville, Four Corners and Hardie Footwall during his tenure as VP Exploration for High Desert Mineral Resources of Nevada, Inc. Mr. Hogg also found the first proven diamondiferous kimberlites identified in Australia. He is a Chartered Geologist and European Geologist and a Qualified Person for NI 43-101 evaluations.

**Company Profile:**

CMQ Resources Inc. is a Canada-based mineral exploration company. CMQ has three gold projects in Nevada situated at

Red Canyon, South Sleeper (RO), and North Sleeper. In August 2008, the Company commenced exploration on the Red Canyon property in the Tonkin Springs area of Nevada. The Red Canyon gold project consists of 237 lode claims covering 7.7 square miles (19.9 square kilometers) along the Battle Mountain-Eureka Gold Trend in Eureka County, Nevada. The South Sleeper property is located 2.4 kilometers south-southwest of the Sleeper gold deposit and approximately 41.8 kilometers northwest of Winnemucca, Nevada, on the west flank of the Slumbering Hills in Humboldt County. It consists of 60 claims covering 4.53 square kilometers of federal land. The North Sleeper property is located approximately 2 kilometers north of the Sleeper gold deposit and consists of 50 lode claims covering 4.53 square kilometers of federal land.

**Interview conducted by:**  
**Lynn Fosse, Senior Editor**  
**CEOCFOinterviews.com**

**CEOCFO:** Mr. Hogg, you have a long history in the industry; why are you with CMQ today?

**Mr. Hogg:** I am with CMQ because of the opportunity they give me to do good solid geological exploration in areas where we are likely to find major gold deposits.

**CEOCFO:** Where are you looking now and what are you working on currently?

**Mr. Hogg:** CMQ has three projects. We have the Red Canyon Project, which is down near Tonkin Springs, US Gold Corporation's mine in Eureka County, Nevada. We have two smaller properties, one of which is immediately to the south of the Sleeper Mine, and another one immediately to the north of the Sleeper Mine in Humboldt County.

**CEOCFO:** What do you like about these projects?

**Mr. Hogg:** The Red Canyon project is on the Battle Mountain-Eureka Gold Trend. It is twelve miles southeast of Cortez Hills and adjoins US Gold Corporation's Tonkin Springs mine. We have a large property position with 237 claims covering 7.7 square miles. The geology is very favorable; the rocks are age equivalent to those at the Cortez Hills deposit and the Gold Bar District. The two Sleeper projects are adjacent to the Sleeper Mine in a district I believe is underexplored and provide possibilities of finding very high grade gold deposits.

**CEOCFO:** Where are you in the process?

**Mr. Hogg:** On the Red Canyon project we are still early-stage. We have remapped the entire project geologically in detail. We have carried out a significant amount of soil and rock-chip geochemistry, and we have added airborne magnetic surveying at high resolution and a CSAMT survey in significant detail to a previous operator's gravity survey. We have now integrated all of the geology, the geochemistry, the geophysics, and previous drilling on the property into a detailed model. We have put in a total of six drill holes so far, of which three were core holes. There had been no core drilling on the project in 20 previous years of exploration and I felt it was very necessary to understand the nature of the mineralization found there. An early hole drilled by Kennecott about twenty years ago had some significant grades in it, 95 feet of 0.117 gold ounces per ton from 20 to 115 feet, so essentially at the surface. I wanted to verify the historic drill assays and observe directly the type of alteration, structure and lithologic character of the gold-bearing host rocks prior to initiating a more significant campaign of drilling.

**CEOCFO:** Do the results meet your expectations?

**Mr. Hogg:** We are very happy with what we found. We ended up with an increase in grade from 0.117 to 0.152 ounces per ton over an interval of 119 feet. An interval of 11 feet in the middle of that high grade had no core recovery. Not only was the grade increased, but also the thickness of the interval. However, the most significant thing we saw was that the gold was in decalcified limestone, which had been altered essentially to clays. All the previous work had been focused on the narrow silicified outcrops, and it was encouraging for us to see that the drilling showed the higher grades of gold were in the decalcified limestone, potentially providing us with a much larger deposit.

**CEOCFO:** What are the next steps going forward and the timetable over the next year or two?

**Mr. Hogg:** Going forward we have already permitted eight drill holes under a Notice, which takes us up to our five-acre limit of disturbance allowed by the Bureau of Land Management. We are so encouraged by what we have found so far that we have initiated work on a Plan of Operations, which will allow us to drill significantly more holes.

**CEOCFO:** What is your philosophy on partnering?

**Mr. Hogg:** We have an Exploration Agreement with Option to form Joint Venture with Miranda U.S.A., Inc. We have to spend a total of \$4 million over a five-year period to earn 60% and then we have the option of earning an extra 10% by completing a bankable Feasibility Study.

**CMQ has three properties that I believe can turn into multi-million ounce projects. I spent over a year looking for projects that I felt were potential multi-million ounce producers and chose Red Canyon and a property south of the Sleeper mine. We were also able to acquire the North Sleeper property. Those areas could provide us with high-grade and/or large-tonnage deposits. Red Canyon could provide us with large tonnage and high grades. In the Sleeper area we would expect smaller tonnage and very high grades. I think we have people in the company that are capable of finding those. We hire very highly qualified consultants in the fields of geology, geochemistry and geophysics. We work very closely with Miranda, who have very competent geologists. I believe we are ideally set to make a discovery. - John Hogg**

**CEOCFO:** What is the financial picture like today at CMQ?

**Mr. Hogg:** A press release was issued on January 26 with some of our recent results and discussing our financial situation. We are being funded by Matco

Capital Ltd., and CMQ is in default under its existing funding agreement. We are indebted to Matco for \$1.57 million including unpaid interest. Matco can enforce its security over CMQ's assets and the exploration properties. However, CMQ is attempting to negotiate a forbearance agreement with Matco, and we are looking at other financing alternatives.

**CEOCFO:** In closing, why should potential investors look at CMQ Resources?

**Mr. Hogg:** CMQ has three properties that I believe can turn into multi-million ounce projects. I spent over a year looking for projects that I felt were potential multi-million ounce producers and chose Red Canyon and a property south of the Sleeper mine. We were also able to acquire the North Sleeper property. Those areas could provide us with high-grade and/or large-tonnage deposits. Red Canyon could provide us with large tonnage and high grades. In the Sleeper area we would expect smaller tonnage and very high grades. I think we have people in the company that are capable of

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