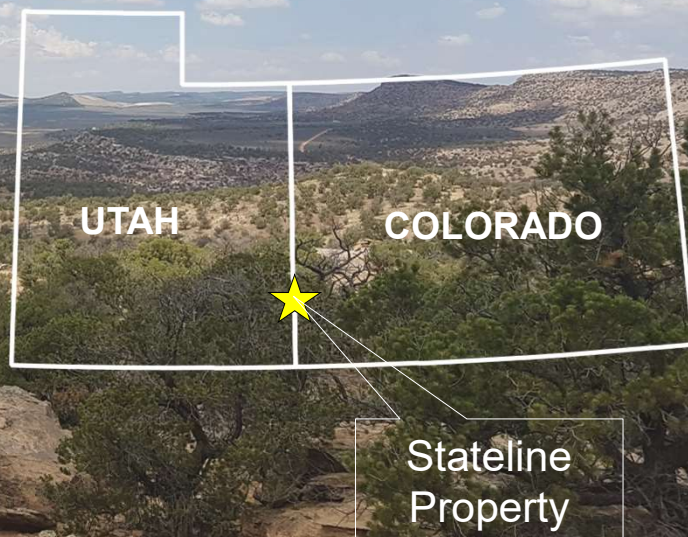


STATELINE CU PROJECT

The Stateline property is comprised of 22 unpatented mining claims located in San Miguel County, Colorado, straddling the border with Utah.

Project Highlights:

- Property is 148 ha and road accessible, located approximately 30 km southwest of Naturita, Colorado, and 70 km southeast of Moab, Utah.
- Favourable stratigraphy for sediment-hosted copper deposits in the emerging Paradox Copper Belt.
- Located in the Lisbon Valley along trend of the Flying Diamond copper deposit and less than 10km southeast of the Lisbon Valley Mining Complex.



PROJECT HISTORY

Copper mineralization has been recognized in the Lisbon Valley since the 1890's. Early modern exploration programs done by Noranda (1970's) and Kennecott (1990's) focussed on bulk-tonnage deposits, although it is now apparent that a lack of understanding of the stratigraphy impeded many of these efforts. More recent work by Constellation Copper Corp. and, later Lisbon Valley Mining Company (LVMC), identified a series of near-surface deposits in the Lower Lisbon Valley. Regional programs as part of this work included sampling over the Stateline claims and is highlighted by results of 1.6% Cu and 1.7 g/t Ag from rock sample, and 0.47% Cu and 2.1 g/t Ag across a 12 ft chip sample.

STATELINE PROPERTY
Malachite and azurite in
outcrop, both as
disseminated and fracture fill



GEOLOGY & MINERALIZATION

Lower Lisbon Valley is the collapsed crest of a salt-cored anticline, bounded to the SW and NE by normal faults. The Stateline property is located along the NE bounding fault of the collapse structure. Outcropping formations on the property include sandstone belonging to the Dakota and Burro Canyon Fms., currently the productive mining horizons in the South Lisbon District.

Copper is spatially associated with bleached and altered zones adjacent to the faults. Mineralization in outcrop includes malachite, azurite, chalcocite and black copper oxides. Mineralization may be amenable to modern open pit mining with Solvent Extraction Electro Winning ("SXEW") processing similar to the Lisbon Valley Mine. The mineralization noted to date is interpreted to be the southeast extension the Flying Diamond mineralization.

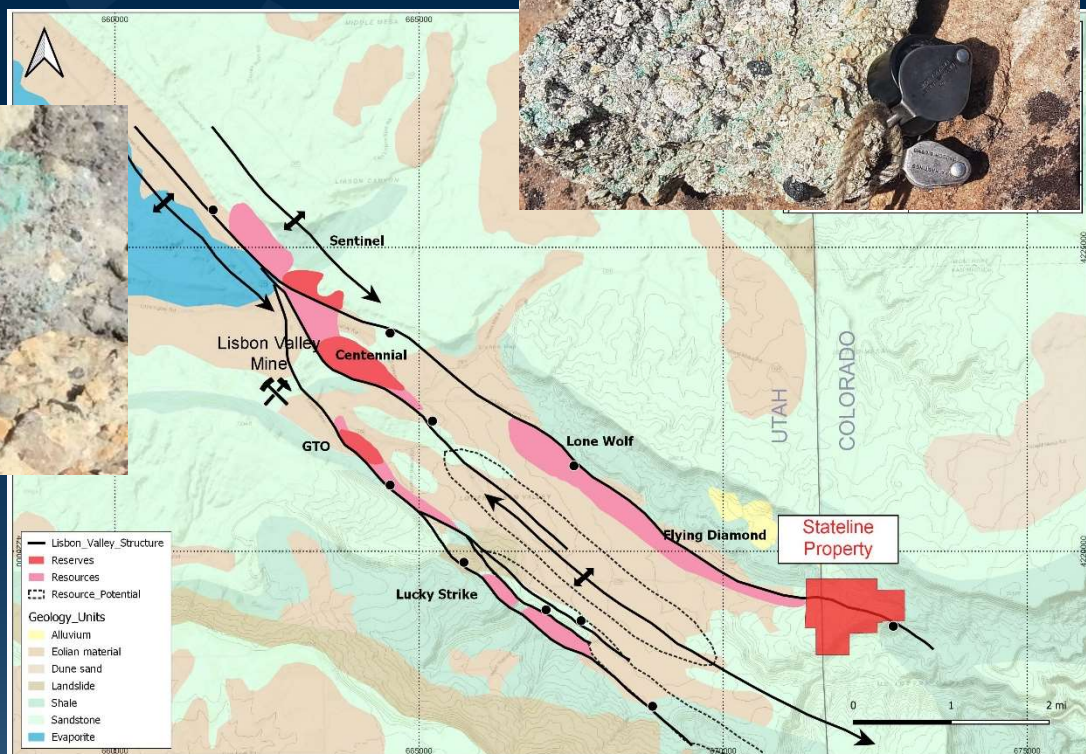
STATELINE PROPERTY

Malachite-cemented pebble conglomerate



LISBON VALLEY MINE

Sample of ore from LVMC's GTO pit, consisting of Malachite-cemented pebble conglomerate.



PATH FORWARD

The project is accessible via a network of roads and trails that allow for year-round exploration programs. Immediate work will include permitting an initial drill program on near-term targets, and more detailed geological mapping, soil and rock sampling, and geophysics with the goal of identifying additional targets in the Burro and Dakota Canyon Fms. on the property.



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Technical information contained in this disclosure has been reviewed and approved by C. Bartsch, P. Geo., a "Qualified Person" as defined by National Instrument 43-101 – Standards of Disclosure for Mineral Projects.