

INSIDER REPORT

(See instructions on the back of this report)

BOX 1. NAME OF THE REPORTING ISSUER (BLOCK LETTERS)

LIMA EXPLORATION INCORPORATED

BOX 2. INSIDER DATA

RELATIONSHIP(S) TO REPORTING ISSUER

4 1 1 1 1

DATE OF LAST REPORT FILED

DAY MONTH YEAR 1 3 10 9 10 4

OR

IF INITIAL REPORT, DATE ON WHICH YOU BECAME AN INSIDER

DAY MONTH YEAR

CHANGE IN RELATIONSHIP FROM LAST REPORT YES NO

129 82-3263

Notice - Collection and Use of Personal Information: The personal information required under this form for purposes of the administration and enforcement of certain provisions of the securities legislation in British Columbia, Quebec, Nova Scotia and Newfoundland will remain confidential and will not be disclosed to any person or company except to any of the securities regulatory authorities or their authorized representatives.

04045212

BOX 3. NAME, ADDRESS AND TELEPHONE NUMBER OF THE REPORTING ISSUER

FAMILY NAME OR CORPORATE NAME

GROSSO

JOE NICOLA

NO. 3860 HOSCEP STREET

CITY VERNADY

PROV. BC

POSTAL CODE V5G 2A9

BUSINESS TELEPHONE NUMBER 604-687-1182

BUSINESS FAX NUMBER 604-687-1185

CHARGE IN NAME, ADDRESS OR TELEPHONE NUMBER FROM LAST REPORT YES NO

RISDICTIONS WHERE THE ISSUER IS A REPORTING ISSUER OR THE EQUIVALENT

☐ ALBERTA☐ ONTARIO☒ BRITISH COLUMBIA☐ QUÉBEC☐ MANITOBA☐ SASKATCHEWAN☐ NEWFOUNDLAND☐ NOVA SCOTIA

V SEC

BOX 5. INSIDER HOLDINGS AND CHANGES (IF INITIAL REPORT, COMPLETE SECTIONS A, D, E AND F ONLY. SEE ALSO INSTRUCTIONS TO BOX 5)

A

DESIGNATION OF CLASS OF SECURITIES

OPTIONS

397500

PRIVATE OPTIONS

(100000)

COMMON

393124

COMMON

1152313

B

BALANCE OF CLASS OF SECURITIES ON LAST REPORT

NUMBER VALUE ACQUIRED

NUMBER VALUE DISPOSED OF

UNIT PRICE/ EXERCISE PRICE

US

397500

(100000)

393124

1152313

2.90

2000

OCT 11 2004

THOMSON

FINANCIAL

C

TRANSACTIONS

D

PRESENT BALANCE OF CLASS OF SECURITIES HELD

DIRECT/INVERSE OWNERSHIP/ CONTROL OR DIRECTION

IDENTIFY THE REGISTERED HOLDER WHERE OWNERSHIP IS ACQUIRED OR WHERE CONTROL OR DIRECTION IS EXERCISED

E

F

ATTACHMENT

☐ YES☒ NO

This form is used as a uniform report for the insider reporting requirements under all provincial securities Acts. The terminology used is generic to accommodate the various Acts.

CORRESPONDENCE

☒ ENGLISH☐ FRENCH

KEEP A COPY FOR YOUR FILE

BCSC 55-102F6 Rev. 2001/6/25

VERSION FRANÇAISE DISPONIBLE SUR DEMANDE

BOX 7. SIGNATURE

NAME (BLOCK LETTERS)

JOE GROSSO

SIGNATURE

DATE OF THE REPORT

DAY MONTH YEAR

29 10 9 10 4

The undersigned certifies that the information given in this report is true and complete in every respect. It is an offence to submit information that, in a material respect and at the time and in the light of the circumstances in which it is submitted, is misleading or untrue.

BOX 6. REMARKS

Of the 393124 Indirect Common: Oxbow - 348448
Threadco - 9612
Joenevyn - 27564
Beauregard - 7500

I own 50% of all companies.