

FILE NO. (082FNW212)

NAME

L.H.

PROPERTY FILE

SUBJECT

CLIPPINGS

82FNW212 L.H.

002494

PROPERTY FILE

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N MINER 17 FEB 1986

Gold deposit for Andaurex

Andaurex Resources, a well-heeled VSE listing with a treasury of over \$1.3 million, has signed an option to acquire a gold deposit 40 miles northwest of Geraldton in northwestern Ontario. Under the terms of the agreement it can acquire a 100% interest by spending \$450,000 and option payments of \$60,000 by Dec. 31, 1990, subject to a 15% royalty on net production proceeds.

"We believe that this is an acquisition of merit warranting a substantial exploration program," says President Paul Hammond. Work is scheduled to commence in May and will include geophysical surveys and diamond drilling," he says.

The gold appears to be occurring with pyrite in sericitic tuffs and porphyry dykes. Values obtained from sampling include 10 ft. of 0.60 oz. gold per ton, 3.0 ft. of 0.26 oz. and 7.3 ft. of 0.16 oz.

As previously reported **Noranda Inc.** carried out a program on the company's L.H. gold property near Silverton, B.C., with encouraging results. It is anticipated that a substantially expanded program will be undertaken this year.

Due to the drastic decline in zinc prices, no work was done on the Scotia zinc property during the year.

103I/4E
(103I-1007)

82F/14

*George Cross News Letter*NO. 14 (1982)
JANUARY 21, 1982

GENL #14 21 JAN 82

ANDAUREX RESOURCES INC..082 FAW 212
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HUDBAY HAS PLANNED FURTHER WORK FOR OPTIONED SILVERTON B.C. CLAIMS - W.P. Hammond, president of Andalex Resources Inc., has reported that on the L.H. gold property near Silverton, B.C. a substantial exploration program was performed by Hudson's Bay Oil and Gas Company Limited. Work consisted of geological mapping, geochemical surveys, sampling, a boundary survey and airborne geophysical surveys. Seven hundred soil and silt samples and 240 rock samples were collected along contour traverses at 60-metre elevation intervals. Detailed sampling was done in the areas of the known gold deposits. Another area of gold mineralization was discovered to the west which will require further work to evaluate.

The access road was improved and extended upslope beyond the main showings. Five helicopter sites were constructed to provide access to other areas of the property.

The option on the property has been exercised through payment by Hudbay of \$50,000 on January 15, 1982, and an expanded program is planned for 1982. Final reports on the project are expected in about a month.

Under the direction of Northair Mines Limited, major exploration was carried out on the Thanksgiving Tungsten property north of Revelstoke, B.C. Work consisted of 5,580 feet of diamond drilling, 9115 feet of percussion drilling, 550 cubic metres of rock trenching, soil sampling, geophysical surveys and geological mapping. Results are now being compiled and preliminary interpretations suggest several tungsten-bearing zones associated with folds and fault zones in a calcareous sedimentary horizon that has been traced for at least 300 meters. Northair spent approximately \$500,000 on the property.

Mr. Hammond said that the company is in a strong financial position.

GCNL # 70 10 APR 81 ANDAUREX RESOURCES INC. (Formerly ANDERADO RESOURCES)

NEW HIGH GRADE TUNGSTEN
PROPERTY TO BE EXPLORED

W. Paul Hammond, president, announces that Andaurex Resources Inc. have, subject to regulatory approval, acquired the Thanksgiving tungsten property 20 km north of Revelstoke, B.C. for 225,532 treasury shares and a royalty of 2 3/8% of net smelter returns from production. The property comprises 4 contiguous staked claims totalling 56 units. High grade tungsten mineralization in 5 locations was discovered by a group of Revelstoke residents last fall. Mr. Hammond says a major exploration program is to start shortly with the first phase estimated to cost \$550,000. 82M/1

Elsewhere, work will begin in May on the company's gold property in the Silverton area, F Slovan district, B.C., to further delineate the known gold deposits and to explore the southern portion of the property adjacent to a major gold discovery made last year by parties developing the adjoining claims. (See GCNL No.230, P.2 Nov28/80 for previous results). The 1,200,000 outstanding series "A" share purchase warrants expire 20Apr81. Two warrants entitle the holder to purchase 1 common share of the company at \$1. Funds from the exercising of the warrants will be used for the planned exploration programs. L.H. 82F/14W, 082FNVW212

THE NORTHERN MINER January 28, 1982

NMINER 28 JAN 82

The president of Andaurex Resources, Paul Hammond, reports Hudson's Bay Oil and Gas has exercised its option on the L.H. gold property near Silverton, B.C., and plans an expanded exploration program in 1982. 82F/14W, 082FNVW212

Last year Hudson's Bay completed some geological mapping, geochem, sampling, geophysics and a boundary survey and improved access to the property. The recent option payment amounted to \$50,000.

At the Thanksgiving tungsten property near Revelstoke, B.C., Northair Mines completed 5,580 ft. of diamond drilling and 9,115 ft. of percussion drilling together with trenching, soil sampling, geophysics and mapping. ~~82M/1~~
82L/E

Results are still being evaluated, says Mr. Hammond, although preliminary interpretations suggest "several tungsten-bearing zones associated with folds and/or fault zones in a calcareous sedimentary horizon that has been traced for at least 800 m." Approximately \$500,000 was spent by Northair on the property.

Mr. Hammond also reports that Andaurex examined several other properties during last year's field season, none of which warrant further work. He adds that Andaurex is in a strong financial position to meet current and future commitments.

Anderado Res. raises \$600,000 to drill two B.C. prospects

Anderado Resources, recently listed on the Vancouver Curb Exchange, is proceeding with an extensive exploration program on its two south-east British Columbia properties, fueled by a recent units offering. The company received \$600,000 in July from the issue of 600,000 units, each consisting of one common share and two Series A warrants.

The first property is a silver/lead/zinc prospect in the Kootenay Land District of B.C., 82 miles from Trail. Exploration has been carried out on the property since the mid-1890s and production from direct shipments to Trail and two attempts at milling, in 1915 and 1929, amounts to 88,000 tons with a recoverable grade of 6.6 oz. silver per ton, 3.5% lead and 5.5% zinc.

The property is underlain by granite with mineralization in a lode trending N 60° W and dipping about 50° to the north. There is a shaft to the 220-ft. level and underground workings at the 150-ft. level total about 800 ft. laterally.

Recent work to date includes a detailed pulse EM and VLF survey and geochemical sampling survey. The company plans 4,000 ft. of diamond drilling to locate the western extension of the lode and, if found, to drive an adit entry with about 300 ft. of back, below the present 150-ft. level.

W. P. Hammond, president of Anderado, told The Northern Miner he hopes the drilling can begin within a month's time.

The company also acquired 19 claims in January, 1980, called the L. H. property, south of Silverton, also in the Slocan mining division. Gold was discovered on the property in 1895 and it was worked intermittently since that time, with work concentrating on a silicified zone in metamorphosed sediments. Gold is associated with pyrrhotite and arsenopyrite in a zone up to 30 ft. wide striking 90° and dipping steeply to the south. work is confined to three adits between 5,300 and 5,632 ft. elevation exploring 500 ft. of strike length.

In 1945-6 Keutville Gold Mines drilled 18 holes for a total of 1,507 ft. and published an estimate of 60,000 tons grading 0.25 oz. gold per ton, with certain holes grading 1.44 and 2.22 oz./ton. A composite taken along 225 ft. of wall in one tunnel assays 0.34 oz. gold per ton confirmed by the arithmetic average of 14 samples grading 0.31 oz. Au.

Road access work is now complete, as is the I.P. surveying and geological work. Rock and soil sampling is under way.

At the request of the Vancouver Stock Exchange the company will hold a special shareholders' meeting in late November to change the company's name to **Andaurex Resources**.