

004333

GCM #206

25 OCT 1984
NAKUSP RESOURCES LTD. (NKU-V)

FALCONBRIDGE LIMITED (FL-V, M.T.)

82K/4E

(082Ksub5)

TILlicum MT. CLAIMS - Nakusp-Resources-Ltd. holds interests in over 300 claims units in the Tillicum Mountain gold

ARE BEING DRILLED camp, east of the village of Burton, SE B.C. In 1983, five gold targets were defined by
EUREKA, GRIZZLY, BIG SPRING anomalous geochemical responses and gold and silver values were discovered in surface outcrops.

John S. Brock, director, reports that, during the summer of 1984, Nakusp entered an exploration agreement whereby Falconbridge Limited may earn an interest in the properties by paying Nakusp \$150,000 and spending at least \$200,000 on them before 31Mar87. At which time Falconbridge may have spent \$1,000,000 on the properties, Nakusp may contribute pro-rata to a 40% interest in a joint venture. Alternatively, Nakusp may contribute pro rata to a 20% interest if Falconbridge has spent \$2,000,000. In the event of non-contribution, Nakusp's interest cannot be reduced below a 10% interest in a net proceeds of production royalty.

To date, Falconbridge has completed geological mapping and further detailed geochemical surveys on the property. Follow-up trenching to investigate anomalous gold in the soils in an area measuring about 5000 by 2000 feet uncovered sulphide bearing volcanic rocks. Diamond drilling is in progress. Further blasting, prospecting and sampling are continuing in the area.