

KILLICK GOLD COMPANY LTD.

005007

Box 3188
Salmon Arm, B.C. V0E 2T0

Telephone:
(604) 832-9396

KILLICK GOLD COMPANY LTD.

DESCRIPTION OF ACTIVITIES AND MINERAL CLAIM HOLDINGS

SUMMARY

82M 138-05 PS # 1

Based in Salmon Arm, British Columbia, Canada, Killick Gold Company Ltd. is a North American resource exploration and development company. Ore that has precious metals with base metal values has been sought. Exploration has been undertaken in areas that have regional economic characteristics that would keep production costs low. This has kept the exploration expense very reasonable. After formation in 1969, claims were staked and explored in the Adams Plateau area of British Columbia. In 1980, lode claims were staked and explored in Alaska. Systematic exploration has enhanced each property as independent consulting engineers continue to recommend further exploration and development of both claim holdings.

In 1985, a Consulting Mining Engineer recommended pilot milling be undertaken on the Adams Plateau claims. A pilot portable 50 ton silver-lead-zinc-gold flotation concentrator was constructed. Testing of the plant in early 1987 established that the iron zone overlying the mineral bed contained appreciable values in gold and silver. During 1987, 1800 tons of ore were mined and hauled that had good assays in gold, silver and base metals. A process was found to recover the sulphides from the ore. A procedure to recover the precious metals from the sulphides was close to a solution when the concentrator was shutdown for the winter months. Earlier processing had established a method of recovering silver, lead and zinc from the ore. It is proposed to complete the metallurgy of the sulphides by jigging a sufficient sample to allow testing to determine a process for the recovery of any precious metals. The pilot plant was officially commissioned on November 5, 1987, the date of the Waste Management Permit. It will now be used for processing ore that has been stockpiled.

A Consulting Engineer has recommended a 18,000 foot diamond drilling program be undertaken on the Adams Plateau Mineral Claims. Discussions on optioning these Claims are taking place with several mining companies. While the possibility of an option is likely, it is proposed to maintain an exploration initiative on the claims by undertaking 2250 feet of diamond drilling in areas of good precious metal values.

The Alaska Claims have been optioned to Camber Exploration Co. Ltd.

The Company is managed by President and prospector, Cec Kane, C.G.A. The assembling of a management team is to be undertaken in 1988 to enable a broader exploration program to be undertaken.

PROPERTY FILE

KILLICK GOLD COMPANY LTD.

82 M 138-03 P5 #2

HEAD OFFICE
 P.O. Box 3188, 4161 45th Street SE
 Salmon Arm, British Columbia, V0E 2T0
 Telephone: (604) 832-9396
 Trading Symbol: KLK-V

CORPORATE INFORMATION

DIRECTORS AND OFFICERS

Cyril C. Kane, CGA, President & Director
 Sally M. Kane, Secretary-Treasurer & Director
 Dr. Don Nixdorf, Director
 Norman R. Allen, Director

SHARE CAPITAL

Authorized: 10,000,000 Common
 10,000,000 Preferred
 Issued: 3,930,949 Common

AUDITORS

Manning Jamison Chartered Accountants
 Suite 300 - 1195 W. Broadway
 Vancouver, B.C. V6H 3X6

SOLICITORS

Sikula Werbes & Brown
 Suite 708 - 1111 W. Hasting Street
 Vancouver, B.C. V6E 2J3

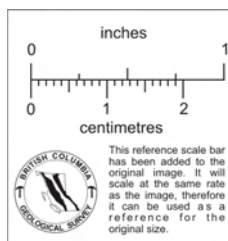
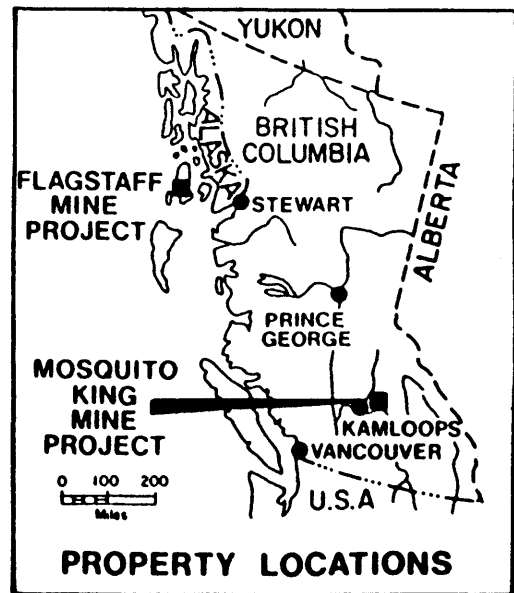
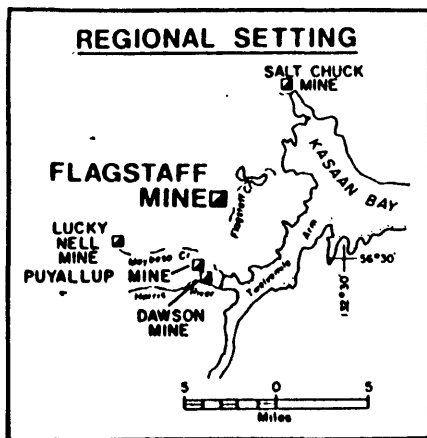
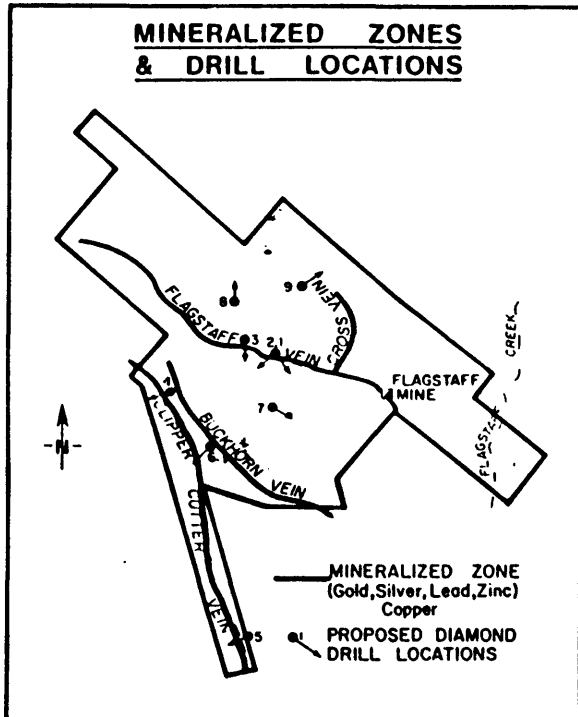
TRANSFER AGENT

Canada Trust Co. Ltd.
 5th Floor - 1055 Dunsmuir Street
 Vancouver, B.C. V7X 1P3

LISTING

Vancouver Stock Exchange
 Trading Symbol: KLK

FLAGSTAFF MINE PROJECT



MINERAL PROPERTIESADAMS PLATEAU AREA, BRITISH COLUMBIA, CANADA

The claims contain silver, lead, zinc, copper and gold values. Exploration has exposed several zones containing good grade ore. A bulk sample of 161 tons was shipped in 1979 to the smelter which returned values of 7.09 ozs/T silver; 10.1% lead; 8.5% zinc; and .057 ozs/T gold. On December 31, 1986, 90 units were optioned from Camber Exploration Company Ltd. which are contiguous to the northern boundary. On December 1, 1987, 29 units were optioned from Chatwood Resources Ltd. which are contiguous to the southern boundary of the Mosquito King Claims and the Northern Boundary of the Bowler Creek Claims. This brings the total claim holdings to in excess of 18,000 acres on the Adams Plateau.

The Company's Consulting Engineer, J.J. McDougall, P.Eng., in a report dated June 19, 1987 has recommended a \$527,000 diamond drilling program. It is proposed to diamond drill 2250 feet from 10 locations to test the areas containing good values in precious metals.

Sample #7576-Q03 assayed by Quanta Trace Laboratories Inc. (Quanta) is a grab sample from the North West Spar Grid where two (2) diamond drill holes are proposed. It returned values of Zinc, 17.00%; Lead, 10.20%; Silver 0.45 Uzs/t; Gold, 0.006 Uzs/T. Trench #2 of Noranda returned anomalous values in arsenic and gold and is 700 meters due east of this sample.

Sample #7576-001 assayed by Quanta is a grab sample from the South East Spar Grid where four (4) diamond drill holes are proposed. It returned values of Zinc, 0.76%; Lead, 5.76%; Silver, 2.90 Uzs/T; Gold, 0.178 Uzs/T and Arsenic, 23.40%. This sample is taken from an Induced Polarization Survey anomaly of Hunttec outlined in 1966 and is 500 meters due north of where mining took place in 1987. The Hunttec anomaly is 750 meters SW to NE, and 250 meters in width. Sampling by our Consulting Engineer of proposed SE Spar Grid drill sites returned values in gold and silver of 0.15 Uzs/T Gold and 0.87 Uzs/T Silver.

Sample #7576-004 assayed by Quanta is a grab sample from the Gash Grid where four (4) diamond drill holes are proposed. It returned values of Zinc, 4.40%; Lead, 3.87%; Silver, 1.52 Uzs/T; Gold; 0.009 Uzs/T. The Gash Grid is due east of the A1 and A2 Mineral Claims where the sulphides zone assayed values in gold and silver. See sample #6574 below. The grab sample is from the mineral bed lying underneath the sulphides zone. Assaying of the sulphides zone encountered in the diamond drilling is to be done.

The grab samples were from exposures of bedrock in preparing access roads to proposed drill sites.

During 1987, running in testing of the Pilot Flotation Concentrator processed ore from various locations on the Mineral Claims. Sample #6574 assayed by Quanta Trace Laboratories Inc. returned values in Silver (1.57 ozs/t) and Gold (0.14 ozs/t) from a sulphides zone on the A1 and A2 Mineral Claims. This zone also contained values in Zinc (7.19%) and Lead (7.26%). The ore had been mined in 1981 and had oxidized causing problems in the flotation system. However, it is expected that jigging will recover the precious metal values. Sample #7576-002 is from the mineral bed underlying the sulphides zone where mining took place in 1987. It is a grab sample and returned values of Zinc, 9.00%; Lead, 3.16%; Silver, 1.08 Ozs/T; Gold, 0.019 Ozs/T. A .5 Meter Chip Sample by Noranda of the sulphides zone overlying this mineral bed returned an assay of 0.27 ozs/t gold. An concentrate has been recovered from this sulphides zone and is to be jigged prior to further testing for recovery of precious metals.

FLAGSTAFF CLAIMS, PRINCE OF WALES ISLAND, ALASKA

The claims have produced gold/silver from quartz veins. The last record of production was 1941. Exploration has established quartz veins containing precious metal values over a wide area. The precious metals appear to be disseminating into the surrounding wall rock. A Consulting Engineer has recommended drilling the claims to test the down dip of the veins and whether dissemination into the wall rock has occurred.

By agreement dated December 31, 1987, the Claims have been optioned to Camber Exploration Company Ltd. for a period of four (4) years.

Camber is to make payments as follows:

(i) December 31, 1988	\$15,000.00
December 31, 1989	15,000.00
December 31, 1990	<u>15,000.00</u>
	\$45,000.00
	=====

Camber is also required to incur exploration expenditures as follows:

(ii) By December 31, 1988	\$ 75,000.00
By December 31, 1989 a further	100,000.00
By December 31, 1990 a further	100,000.00
By December 31, 1991 a further	<u>100,000.00</u>
	\$375,000.00
	=====

Camber is to transfer 200,000 of its shares to Killick as a down payment on the option. The transfer of shares is subject to regulatory approval.

Upon making the payments and incurring the expenditures, Camber may acquire a 60% interest in the claims. At that time, Killick must make its proportionate share of expenditures or get diluted to a 25% net proceeds of production royalty.

Camber is preparing a prospectus to raise the necessary funds to carry out the option.

To: KILLICK GOLD COMPANY LTD. P.O. BOX 3188 SALMON ARM, B.C. VOE 2T0 W/O: 7576

Sample type		Rock	Rock	Rock	Rock
Identification		ISE SparGrid	ISE SparGrid	INW SparGrid	Cash Grid
		Line 16400N	L 16200H	L 16200H	L 15000E
		Stn 9350E	Stn 9450 E	Stn 7525E	19875N
Lab Reference #		7576-001	7576-002	7576-003	7576-004
Analyzed by	Plasma Emission Spectroscopy (ICAP)				
Method used		laqua regia	laqua regia	laqua regia	laqua regia
		soluble	soluble	soluble	soluble
Aluminum	Al	828.	5970	8050	12800
Antimony	Sb	3500	3900	< 20	100
Arsenic	As	1234000	1500	310	80
Barium	Ba	4.2	29.8	2.2	20.3
Beryllium	Be	< 0.2	< 0.2	< 0.2	< 0.2
Boron	B	< 2.	< 2.	< 2.	< 2.
Cadmium	Cd	31.7	279.	2210	172.
Calcium	Ca	1700	79300	52600	7290
Chromium	Cr	44.6	23.8	25.1	75.1
Cobalt	Co	27.	3.	43.	31.
Copper	Cu	180	49.	837.	324.
Iron	Fe	1212000	42200	155000	72500
Lead	Pb	57600	31600	102000	38700
Lithium	Li	< 20	< 20	< 20	< 20
Magnesium	Mg	370	4630	3660	1200
Manganese	Mn	1060	8700	3790	2010
Mercury	Hg	< 20	< 20	< 20	< 20
Molybdenum	Mo	< 6.	< 6.	< 6.	< 6.
Nickel	Ni	36.0	13.	7.5	30.8
Phosphorus	P	50	320	250	200
Potassium	K	230	3060	100	2570
Selenium	Se	< 20	< 20	< 20	< 20
Sodium	Na	510	100	70	900
Strontium	Sr	8.2	312.	82.3	107.
Thorium	Th	< 10.	< 10.	< 10.	< 10.
Titanium	Ti	46.8	150.	37.4	336.
Uranium	U	< 60	< 60	< 60	< 60
Vanadium	V	5.8	3.9	9.3	13.
Zinc	Zn	7640	90000	170000	44000
Zirconium	Zr	2.	< 2.	3.	< 2.
Results in		PPM	PPM	PPM	PPM
Precious Metals					
Silver	Ag	2.90	1.08	0.45	1.52
Gold	Au	0.178	0.017	0.006	0.009
Palladium	Pd	< 0.0004	< 0.0004	< 0.0004	< 0.0004
Platinum	Pt	0.0006	0.0008	0.0005	0.0008
Rhodium	Rh	< 0.001	< 0.001	< 0.001	< 0.001
Results in		oz/T	oz/T	oz/T	oz/T
Total Sulfur	XS	17.4	9.40	25.5	9.54
Total Carbon	ZC	0.11	2.46	2.96	0.02

Assayer: *J. J. J.*

Figure 1

quanta trace laboratories inc.

401-3700 Gilmore Way, Burnaby, B.C., Canada V5G 4M1

Tel: (604) 438-5226

ANALYSIS OF GEOLOGICAL SAMPLES

To: Killick Gold Company Ltd.
 P.O. Box 3188
 Salmon Arm, B.C.
 VOE 2T0

82M138
 ps #6

Workorder: 6574
 Received: 05-Mar-87
 Completed: 26-Mar-87

Sample type	Concentration	Lab Reference #
Precious Metals by Fire Assay		6574-000
Silver Ag	1.57	
Gold Au	0.140	
Palladium Pd	0.0009	
Platinum Pt	0.003	
Rhodium Rh	0.002	
Results in	oz/T	
Majors as Oxides		
Silicon % SiO ₂	11.0	
Aluminum % Al ₂ O ₃	1.41	
Iron % Fe	30.8	
Calcium % CaO	1.03	
Magnesium % MgO	0.37	
Sodium % Na ₂ O	0.24	
Potassium % K ₂ O	0.1	
Barium % BaO	0.009	
Manganese % MnO	0.99	
Phosphorus % P ₂ O ₅	0.1	
Strontium % SrO	0.008	
Titanium % TiO ₂	0.12	
Zirconium % ZrO ₂	0.03	
Loss on Ignition	23.4	
Total Oxides %	69.8	
Total Carbon %C	0.42	
Total Sulfur %S	30.4	

Sample type	Concentration	Lab Reference #
Analyzed by Plasma Emission Spectroscopy (ICAP)		6574-000
Method used	Total	
Trace Elements		
Arsenic As	4950	
Boron B	1.	
Beryllium Be	0.1	
Bismuth Bi	20	
Cadmium Cd	222.	
Cobalt Co	54	
Chromium Cr	60.	
Copper Cu	1730	
Mercury Hg	10	
Molybdenum Mo	3	
Nickel Ni	87	
Lead Pb	72600	
Antimony Sb	40	
Selenium Se	10	
Thorium Th	5.	
Uranium U	30	
Vanadium V	26.	
Zinc Zn	71900	
Results in	ppm	

Remarks: The sample was an Iron Pyrite (FeS) Concentrate carrying some values in Lead, Zinc, Silver and Gold.

Assayer: Alvin

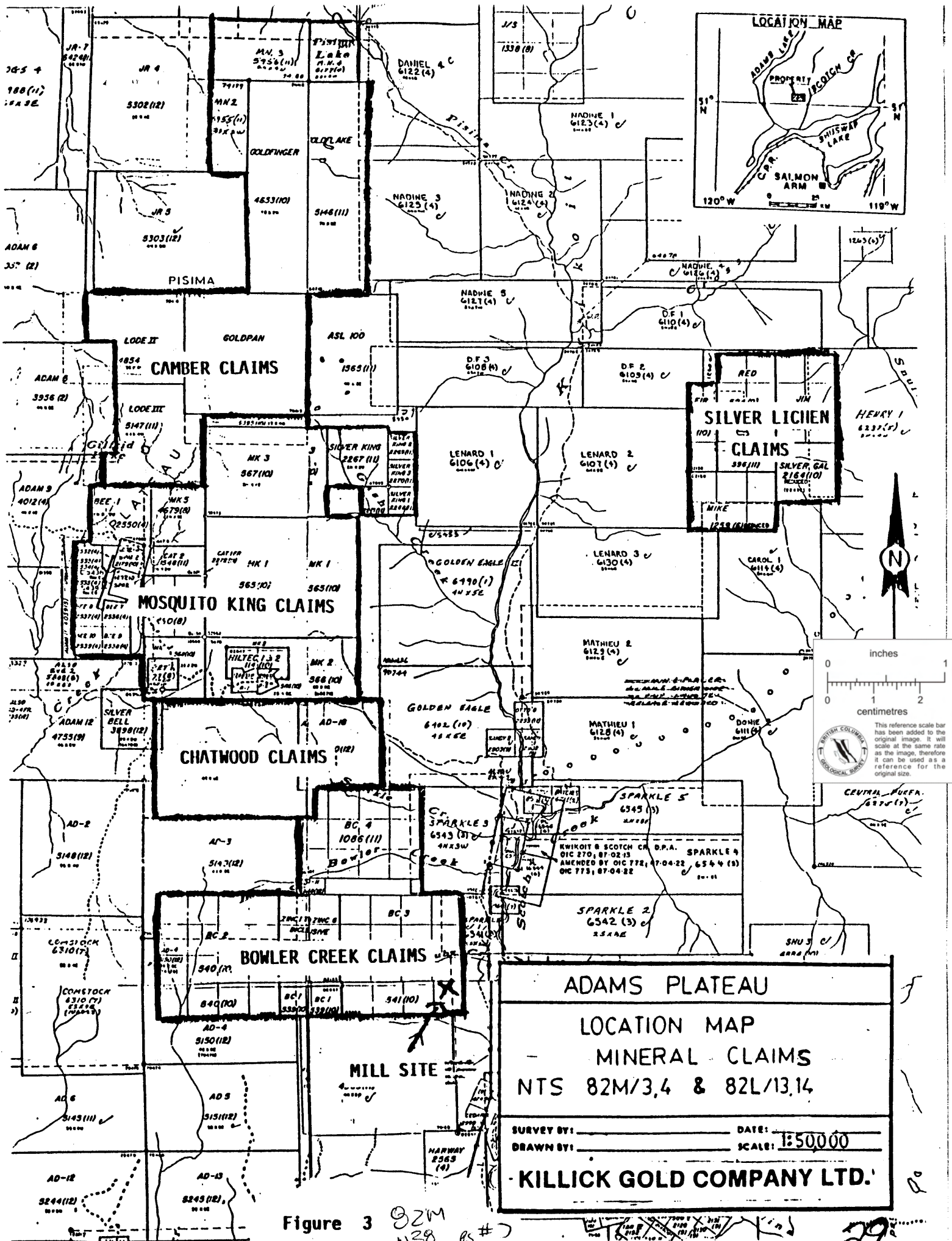


Figure 3 82M 138 AS #

This reference scale bar has been added to the original image. It will scale at the same rate as the image, therefore it can be used as a reference for the original size.

