

To: All Geological Staff/Mineral Policy

Date: 3 April 1986

Our File:

005676

Re: MEG TALK - LARA PROJECT - Wednesday, March 26, 1986

The following are a few brief comments gleaned from an excellent talk by Rick Bailes.

OWNERS: Albermin Corp./Laramide Res.

OPERATOR: Albermin

Rick gave particular praise to Gary Belik (Consultant), Gerry McArthur, Barry Smee and Don Blackadore for bringing the LARA property to Albermin's (at the time Aberford) attention and for following up on the project to bring it to the advanced stage to date.

HOST ROCKS: Sicker volcanic rocks (à la Buttle Lake) with syn-volcanic dioritic intrusive rocks (which may have been responsible for the hydrothermal solutions). Interbedded sedimentary interals (e.g. buff mudstone, argillite) may be used as marker horizons). A sequence of andesites overlies 'rhyolites' which includes quartz porphyry rhyolite and quartz-sericite schists.

MINERALIZATION: The mineralized zone has been traced over a distance > 1 km with the Coronation Zone being the most important to date. The zone ranges from 3 to 10 metres in thickness and averages 6 metres. It dips 60° to the North. Polymetallic mineralization (pyrite-sphalerite-chalcopyrite-galena plus gold-silver values) is classified as being stratabound (cf. classic volcanogenic massive sulphide deposit). Some cross cutting, epigenetic relationships exist. Apparently fifty percent of ore values are contained within the precious metals. Mineralization discovered to date occurs in the rhyolite sequence below the contact with overlying andesite. Locally, the footwall rhyolite is called a coarse, quartz porphyry rhyolite which is tentatively interpreted by Albermin as possibly representing a paleotopographic high (i.e. felsic dome!). Sedimentary interbeds within the rhyolite sequence may offer some potential for correlation using marker horizons. In areas of mineralization the host rhyolite has undergone intense cataclastic deformation, including quartz 'eyes' stretched 3 to 1.

LOG NO: 86 7.3 K 2
ACTION: w attack

FILE NO:

92B110(13W) LARA
PROPERTY FILE

The average total sulphide content of ore is estimated at 20-25% (i.e. low). Sphalerite is a light brown, low iron variety.

One of the better diamond drill intersections to date is:

DDH#62 - 8.2m @ 0.7% Cu, 0.7% Pb, 4.7% Zn, 3.34 oz/T Ag and 0.136 oz/T Au.

GEOCHEMISTRY:

A clay horizon was recognized below the B Horizon. As a result, Barry Smee (Albermin geochemist) developed a technique of sampling the humus and generating CuZn humus anomalies. A great number of such anomalies remain to be tested. Locally, the overburden is 15 metres deep. Barium is present.

GEOPHYSICS:

VLF (Fraser-filtered) worked well. Several anomalies remain to be tested).

PHYSICAL WORK:

Use of backhoe trenching proved successful.

CORRELATION:

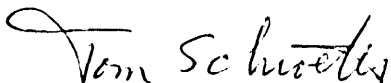
Several references (correlations?) made to Westmin's ore bodies at Buttle Lake (Note: Bailes just returned from a 2-day visit to same). Rick suggest that the high gold content of the deposit(s) is the result of slowly rising hydrothermal fluids in a high level environment (à la Jim Franklin, March 19, 1986 MEG talk).

WORK PLANNED:
(1986)

- 1) Drill known zones along strike and down dip
- 2) Test other anomalies: and,
- 3) Drill through the footwall rhyolite to test for H-W type mineralization.

COMMENT:

Good looking project - lots of potential along strike between Mt. Sicker and IARA.



Tom Schroeter, P. Eng.,
Senior Regional Geologist,
Vancouver.

TS/ek

PROPERTY FILE

To: All Geological Staff/Mineral Policy

Date: 3 April 1986

Our File:

Re: MEG TALK - LARA PROJECT - Wednesday, March 26, 1986

The following are a few brief comments gleaned from an excellent talk by Rick Bailes.

ALBERMIN

OWNERS: Albermin Corp./Laramide Res.

OPERATOR: Albermin

Rick gave particular praise to Gary Belik (Consultant), Gerry McArthur, Barry Smee and Don Blackadore for bringing the LARA property to Albermin's (at the time Aberford) attention and for following up on the project to bring it to the advanced stage to date.

HOST ROCKS: Sicker volcanic rocks (à la Buttle Lake) with syn volcanic dioritic intrusive rocks (which may have been responsible for the hydrothermal solutions). Interbedded sedimentary interals (e.g. buff mudstone, argillite) may be used as marker horizons). A sequence of andesites overlies 'rhyolites' which includes quartz porphyry rhyolite and quartz-sericite schists.

MINERALIZATION: The mineralized zone has been traced over a distance > 1 km with the Coronation Zone being the most important to date. The zone ranges from 3 to 10 metres in thickness and averages 6 metres. It dips 60° to the North. Polymetallic mineralization (pyrite-sphalerite-chalcopryrite-galena plus gold-silver values) is classified as being stratabound (cf. classic volcanogenic massive sulphide deposit). Some cross cutting, epigenetic relationships exist. Apparently fifty percent of ore values are contained within the precious metals. Mineralization discovered to date occurs in the rhyolite sequence below the contact with overlying andesite. Locally, the footwall rhyolite is called a coarse, quartz porphyry rhyolite which is tentatively interpreted by Albermin as possibly representing a paleotopographic high (i.e. felsic dome!). Sedimentary interbeds within the rhyolite sequence may offer some potential for correlation using marker horizons. In areas of mineralization the host rhyolite has undergone intense cataclastic deformation, including quartz 'eyes' stretched 3 to 1.

92B110 LARA

PROPERTY FILE

The average total sulphide content of ore is estimated at 20-25% (i.e. low). Sphalerite is a light brown, low iron variety.

One of the better diamond drill intersections to date is:

DDH#62 - 8.2m @ 0.7% Cu, 0.7% Pb, 4.7% Zn, 3.34 oz/T Ag and 0.136 oz/T Au.

GEOCHEMISTRY:

A clay horizon was recognized below the B Horizon. As a result, Barry Snee (Albermin geochemist) developed a technique of sampling the humus and generating CuxZn humus anomalies. A great number of such anomalies remain to be tested. Locally, the overburden is 15 metres deep. Barium is present.

GEOPHYSICS:

VLF (Fraser-filtered) worked well. Several anomalies remain to be tested).

PHYSICAL WORK:

Use of backhoe trenching proved successful.

CORRELATION:

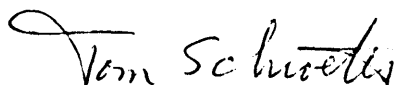
Several references (correlations?) made to Westmin's ore bodies at Buttle Lake (Note: Bailes just returned from a 2-day visit to same). Rick suggest that the high gold content of the deposit(s) is the result of slowly rising hydrothermal fluids in a high level environment (à la Jim Franklin, March 19, 1986 MEG talk).

WORK PLANNED:
(1986)

- 1) Drill known zones along strike and down dip
- 2) Test other anomalies: and,
- 3) Drill through the footwall rhyolite to test for H-W type mineralization.

COMMENT:

Good looking project - lots of potential along strike between Mt. Sicker and LARA.



Tom Schroeter, P. Eng.,
Senior Regional Geologist,
Vancouver.

TS/ek

LARA 092B - 110

DL
103 I 12
Property File
103 I 621-05

FORM 24

SUPERINTENDENT OF BROKERS
AND
VANCOUVER STOCK EXCHANGE

STATEMENT OF MATERIAL FACTS

EFFECTIVE DATE: MAY 29, 1987

#78/87

Laramide Resources Ltd., 904 - 675 West Hastings Street,
Vancouver, British Columbia, V6B 1N2, 688-3584

NAME OF ISSUER, ADDRESS OF HEAD OFFICE AND TELEPHONE NUMBER

3000 - 1055 West Georgia Street, Vancouver, British Columbia, V6E 3R3

ADDRESS OF REGISTERED AND RECORDS OFFICES OF THE ISSUER

The Canada Trust Company, 1055 Dunsmuir Street,
Vancouver, British Columbia, V7X 1P3

NAME AND ADDRESS OF REGISTRAR & TRANSFER AGENT FOR ISSUER'S SECURITIES IN
BRITISH COLUMBIA

OFFERING: Fixed Price Agency Offering - 300,000 Common Shares

	Estimated Price to Public(1)	Estimated Agent's Commission	Estimated Proceeds to be Received by Company
Per Share.....	\$1.79	\$0.1335	\$1.6565
Total.....	\$537,000	\$40,050	\$496,950

(1) The Agent has agreed with the Issuer that the price will be established on the Effective Date in accordance with the rules of the Vancouver Stock Exchange.

Agent
Canarim Investment Corporation Ltd.
2200 - 609 Granville Street
Vancouver, B.C.
V7Y 1H2

The securities offered hereunder are speculative in nature. Information concerning the risks involved may be obtained by reference to this document; further clarification, if required, may be sought from a broker.

Additional Offering

The Agent will receive share purchase warrants entitling it to purchase up to 100,000 Common shares of the Issuer in return for guaranteeing the sale of the Shares offered hereby. These shares are qualified for sale through the facilities of the Vancouver Stock Exchange pursuant to this Statement of Material Facts, as described in Item 1 under the heading "Additional Offering".

Neither the Superintendent of Brokers nor the Vancouver Stock Exchange has in any way passed upon the merits of the securities offered hereunder and any representation to the contrary is an offence.

TABLE OF CONTENTS

<u>Item</u>		<u>Page</u>
1	PLAN OF DISTRIBUTION.....	1
2	HOW THE NET PROCEEDS OF THE ISSUE ARE TO BE SPENT.....	3
3	MATERIAL NATURAL RESOURCE PROPERTIES.....	4
4	PARTICULARS OF NON-RESOURCE ASSETS.....	11
5	CORPORATE INFORMATION.....	11
6	DIRECTORS, OFFICERS, PROMOTERS AND PERSONS HOLDING MORE THAN 10% OF THE ISSUED VOTING SHARES.....	12
7	OPTIONS TO PURCHASE SECURITIES OF THE ISSUER.....	15
8	SECURITIES OF THE ISSUER HELD IN ESCROW, IN POOL OR SUBJECT TO HOLD RESTRICTIONS.....	16
9	PARTICULARS OF ANY OTHER MATERIAL FACTS.....	17
10	STATUTORY RIGHTS OF RESCISSION.....	18
	AUDITED FINANCIAL STATEMENTS TO DECEMBER 31, 1986.....	19
	UNAUDITED FINANCIAL STATEMENTS TO FEBRUARY 28, 1987...	29
11	CERTIFICATES.....	36

ITEM 1 PLAN OF DISTRIBUTION

Offering

Laramide Resources Ltd. (the "Issuer") by its Agent hereby offers (the "Offering") to the public through the facilities of the Vancouver Stock Exchange (the "Exchange") 300,000 Common shares (the "Shares") of its capital stock. The Offering will take place on a day (the "Offering Day") within the period of 30 business days following the effective date of this Statement of Material Facts (the "Effective Date"), being the date of acceptance of this Statement of Material Facts by the Exchange and the Superintendent of Brokers as noted on the cover page at a fixed price.

The Shares will be sold at a fixed price to be agreed upon by the Issuer and the Agent, provided that such offering price shall not be fixed at a discount of more than 10% below the average market price determined by the Exchange in accordance with its rules.

The purchaser of any Shares will be required to pay regular commission rates as specified in the rules and by-laws of the Exchange.

Appointment of Agent

The Issuer, by an agreement (the "Agency Agreement") dated April 16, 1987, appointed Canarim Investment Corporation Ltd. as its agent to offer the Shares to the public. The Issuer shall pay the Agent a commission of 7.5% of the selling price of the Shares.

The Agent reserves the right to offer selling group participation in the normal course of the brokerage business to selling groups of other licenced broker-dealers, brokers and investment dealers, who may or who may not be offered part of the commissions or bonuses from this Offering.

The obligations of the Agent under the Agency Agreement may be terminated at any time prior to the opening of the market on the Offering Day, at the Agent's discretion, on the basis of its assessment of the state of the financial markets and upon the occurrence of certain stated events.

The directors, officers and other insiders of the Issuer may purchase Shares from this Offering.

There are no payments in cash, securities or other consideration being made, or to be made, to a promoter, finder or any other person or company in connection with this Offering.

Persons Holding, Directly or Indirectly,
Shares in the Capital Stock or Partnership
of the Agent in Excess of 5% Thereof

The persons or companies owning more than 5% of the issued capital of the Agent are Michael W. Murphy and Intercan Holdings Ltd. The persons beneficially owning a 5% or greater interest in Intercan Holdings Ltd. are Alfred E. Turton, Peter M. Brown, Brian D. Harwood and C. Channing Buckland.

As at the date hereof, the Agent does not beneficially own, directly or indirectly, any shares of the Issuer.

Agent's Warrants

The Agent has agreed to purchase any Shares not sold at the conclusion of the Offering. In consideration therefor, the Issuer has agreed to issue to the Agent immediately following the conclusion of the Offering, non-transferable share purchase warrants (the "Agent's Warrants") entitling it to purchase up to 100,000 Common shares of the Issuer at a price which is determined in accordance with the rules and policies of the Exchange, at any time up to the close of business 180 days from the Offering Day.

The Agent's Warrants will contain, among other things, anti-dilution provisions and provisions for appropriate adjustment of the class, number and price of shares issuable pursuant to any exercise thereof upon the occurrence of certain events including any subdivision, consolidation or reclassification of the Shares or the payment of stock dividends.

Additional Offering

This Statement of Material Facts also qualifies for sale to the public through the facilities of the Exchange at the market price prevailing for the shares at the time of sale for a period of 180 days from the Offering Day, any Shares purchased by the Agent and any shares acquired by it upon the exercise of the Agent's Warrants. The Issuer will not receive any proceeds from the sale of such shares by the Agent, all of which proceeds will, in such event, accrue to the Agent.

Market Maker

The Agent may be considered the Market Maker of the Issuer of the Shares during the period of primary distribution of this Offering and for 30 days thereafter. As of the date hereof, the Agent does not control any shares of the Issuer, directly or indirectly. Subject to the by-laws of the Exchange, the Agent may make purchases and sales of the Shares of the Issuer for the purpose of maintaining an orderly market for the Shares and assisting in the distribution of the offered Shares.

ITEM 2 HOW THE NET PROCEEDS OF THE
ISSUE ARE TO BE SPENT

Although it is not possible to determine the actual net proceeds which the Issuer will receive from this Offering, assuming all of the Shares are sold at a price of \$1.79 per share, the net proceeds to be received by the Issuer will be \$496,950 and will be applied as follows:

1. To pay the costs of the Issue (estimated)	\$ 20,000
2. To working capital	<u>\$476,950</u>
	<u>\$496,950</u>

The Issuer intends to continue its search for and acquisition of resource properties of merit and the exploration and development of properties which the Issuer owns or has interests in, either alone or through participation with others. After adding the working capital raised pursuant to this offering to the working capital of \$824,000 on hand as at April 30, 1987, the Issuer will have total working capital of approximately \$1,300,950.

Working capital as supplemented from time to time by flow through financing for Canadian Exploration Expenditures, will be used towards these objectives in compliance with the policies of the Vancouver Stock Exchange. The Issuer is subject to the general filing exemption of the Vancouver Stock Exchange Listing Policy No. 9/83, as amended. As a "Non-Development" company, if the Issuer enters into a transaction or series of transactions involving an acquisition or disposition of assets which is at arms' length to insiders of the Issuer,

prior acceptance by the Vancouver Stock Exchange is not required when:

- (i) the total cost or proceeds of the acquisition or disposition involving the issuance or acquisition of shares does not exceed \$150,000 and does not involve the issuance of more than 100,000 shares of the Issuer; or
- (ii) the cost or proceeds of the acquisition or disposition does not exceed \$500,000, and that the funds used are from unallocated working capital.

In addition, working capital will be used to defray normal administration costs and for general corporate purposes. The Issuer estimates that the administrative expenses for the next 12 months will be approximately \$150,000.

There are no provisions or any arrangement for holding any part of the net proceeds in trust or subject to the fulfillment of any conditions whatsoever.

ITEM 3 MATERIAL NATURAL RESOURCE PROPERTIES

A. Summary of Material Mining Properties

GROUP I Properties for which regulatory approval has been obtained under this Statement of Material Facts.

GROUP II Presently held properties which are currently producing or being explored, or upon which exploration is planned within the next year.

GROUP III Other presently held properties upon which the Issuer's acquisition and exploration costs to date exceed \$100,000.

<u>Group</u>	<u>Property Name</u>	<u>Issuer's Acquisition and Exploration Costs to February 28, 1987</u>	<u>Shares Issued to Date</u>	<u>Planned Expenditure from Funds Available Upon Completion of the Offering</u>
I	None			
II	Kitimat	\$ 61,000	nil	nil ⁽¹⁾

	Lara	\$613,020	nil	nil ⁽²⁾
	Sadim	\$153,857	nil	nil ⁽²⁾
	Allies	\$ 94,980	nil	nil
	Crow Lake	\$ 89,025	nil	nil ⁽²⁾
III	Snowflake	\$250,000	nil	nil

NOTES

1. 1987 exploration work on the Kitimat Property will be financed by BP Resources Canada Limited - Selco Division. (See narrative below).
2. The participation by the Issuer in 1987 exploration work on the Lara and Sadim Properties will be financed by the issuance of flow through shares. (See narrative below).

B. Narrative Information - Material Mining Properties

GROUP I - Not applicable.

GROUP II

KITIMAT PROPERTY

The Issuer has optioned its gold-base metals prospect near the Town of Kitimat, B.C. to BP Resources Canada Limited-Selco Division ("BP-Selco"), who has made a \$50,000 payment to the Issuer and holds the right to earn a 50% interest in the property by spending \$1 million on exploration before December 31, 1990. When BP-Selco has earned a 50% interest, the Issuer has the right to participate as to 25% when a production decision has been made or receive a net smelter return royalty that escalates to 3% over five years.

Work done by the Issuer at a cost of approximately \$33,000 has traced a mineralized area along strike for at least four kilometres. It is composed of steeply dipping pyrite and barite bearing rhyolite beds within a sequence of volcanic fragmental rocks. Geochemical rock sampling has identified anomalous concentrations of copper, lead, zinc, gold and silver. Gold values up to .15 oz. per ton have been reported. This area is road accessible so that exploration work can proceed quickly and effectively in the spring. BP-Selco

intends to carry out an exploration program in 1987 to include mapping, sampling, geophysics and drilling at a cost estimated to be \$150,000.

LARA PROPERTY

The Issuer holds a 35% participating interest in the Lara Property, a polymetallic mineral prospect situate in the Victoria Mining Division, British Columbia, approximately 15 kilometres northwest of the town of Duncan on Vancouver Island under a Joint Venture Agreement with Abermin Corporation. The Lara Property consists of a total of 149 mineral claim units covering an area of approximately 9,200 acres.

Abermin Corporation is the operator of the Joint Venture and, as the holder of the majority interest, determines the exploration and development of the Lara Property and has the responsibility of keeping the Lara Property in good standing. In order to maintain its interest in the Lara Property, the Issuer is required to contribute 35% of the cost of exploration, development and operation of the Lara Property and is entitled to 35% of the proceeds from any production. Should the Issuer wish not to contribute to the cost of placing the Lara Property into production when the operator gives a notice of production, it has the right to convert its participating interest to a 10% Net Profits Interest as defined in the Joint Venture Agreement. If, as a result of non-contribution, either party fails to contribute to the exploration and development of the Lara Property, its interest will be diluted in accordance with a specified formula and if reduced to below 7.5%, is automatically converted to a 5% Net Profits Interest.

Abermin is a federally incorporated public company whose shares are listed on the Vancouver, Toronto and Montreal Stock Exchanges. Its head office and principal place of business is 15th Floor, 1075 West Hastings Street, Vancouver, B.C., V6E 3C9. The Joint Venture Agreement between Abermin and the Issuer was negotiated at arms' length.

Since 1984, 148 drill holes totalling 68,300 ft. have been bored on the Lara Property. Thirty-two holes have produced "ore class" intersections within the metal-bearing sulphide layer. These have averaged .13 opt gold, 3.25 opt silver, 5.79% zinc, .81% copper and 1.32% lead over an average true thickness of 12.7 ft.

Infill drilling on the Coronation Zone identified a highgrade trend that has been traced for 500 ft. It is 11 ft. thick and averages .24 opt gold, 6.7 opt silver, 14.9% zinc, 1.5% copper and 3.1% lead and demonstrates the possibility of achieving mining grades higher than those previously indicated by wide-spaced exploratory drilling.

The mineralized zones occur in a pyrite-rich rhyolite bed which trends ESE, dips about 60° to the north, and has been traced by drill holes for more than one mile. The Coronation Zone has been traced along strike for 1,300 ft. and to a maximum depth of 500 ft. The Coronation Extension Zone lies 1,000 ft. to the southeast and diamond drill intersections have identified the mineralization to a depth of 450 ft. and about 500 ft. along strike. Neither zone has been completely defined by exploration drilling; there is further potential at depth and around four isolated intersections which require detailed follow-up drilling.

A second metal-bearing sulphide layer was identified by drilling in 1986. It is parallel to the horizon which contains the Coronation Zone and is located 7,000 ft. to the north.

A diamond drilling programme of approximately 9,000 metres has been planned for 1987 along with geophysical surveys and a continuation of Stage I environmental studies at an estimated cost of \$1.07 million. Preliminary metallurgical test work has indicated that commercial flotation concentrates can be made from Lara ore without unusual difficulty. Further testing will be done as drilling and underground development proceeds.

The Issuer has elected to contribute its 35% cost share to the 1987 programme budget. This programme and budget has been reviewed by I.M. Watson, P.Eng. on behalf of the Issuer in his Report entitled "A Summary Review of the Lara Project, Mt. Sicker Area, Vancouver Island, B.C." dated April 15, 1987. The Issuer's cost share of the 1987 exploration programme on the Lara Property (namely \$376,002) is being funded by Deductible Opportunities Fund 1987 Mineral Limited Partnership through the issue of flow-through shares at \$2.34 per share (see Item 5 hereof).

SADIM PROPERTY

The Issuer has the right to acquire a 50% interest in the Sadim 1-5 mineral claims (68 units)