

AZELA 727 18W (092ISE032)
JENNY LONG 031
GARDEN, BRIAN, DOROTHY, PARKVIEW
SCOTIA, WREN, BLUEBIRD, CLARA B.

NO SECURITIES COMMISSION OR SIMILAR AUTHORITY IN CANADA HAS IN ANY WAY PASSED UPON THE MERITS OF THE SECURITIES OFFERED HEREUNDER AND ANY REPRESENTATION TO THE CONTRARY IS AN OFFENCE.

Min Jmr

010425

PROSPECTUS

OF

CHEROKEE DEVELOPMENTS LTD.

#202 - 900 West Pender Street
Vancouver, British Columbia

NEW ISSUE

250,000 COMMON SHARES

20¢ PER SHARE

RECEIVED
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9275E031,032-05
PROPERTY FILE

	PRICE TO PUBLIC	UNDERWRITING DISCOUNTS OR COMMISSIONS	PROCEEDS TO COMPANY IF ALL SHARES SOLD
Per Unit	20¢	5¢	15¢
Total	\$50,000	\$12,500	\$37,500 (i)

(i) Before deduction of legal, audit and printing expenses payable by the Company estimated not to exceed \$5,000.

THE SHARES OF THE COMPANY MUST BE CONSIDERED SPECULATIVE SECURITIES AS THE COMPANY'S MINING PROPERTIES ARE IN THE EXPLORATION AND DEVELOPMENT STATE AND THERE IS NO KNOWN BODY OF COMMERCIAL ORE.

THERE IS NO MARKET FOR THE SHARES OF THE COMPANY.

A MINIMUM SUBSCRIPTION OF \$50,000 OR 250,000 SHARES MUST BE SOLD UNDER THE TERMS OF THIS PROSPECTUS: REFERENCE IS MADE TO THE SECTION "USE OF PROCEEDS" ON PAGE 7 HEREIN.

REFERENCE IS MADE TO THE HEADING "SHARE OFFERING AND PLAN OF DISTRIBUTION" ON PAGE 6 HEREIN AND THE COMPARISON OF THE PERCENTAGE OF SECURITIES BEING OFFERED TO THE PUBLIC FOR CASH AND ALREADY ISSUED BY THE COMPANY TO PROMOTERS, DIRECTORS, OFFICERS AND CONTROLLING PERSONS.

THERE IS NO LAND SURVEY OF THE COMPANY'S LOCATED MINERAL CLAIMS AND UNTIL SUCH LAND SURVEY IS COMPLETED THE BOUNDARIES OF THESE CLAIMS COULD BE IN DOUBT.

REGISTRAR AND TRANSFER AGENT

YORKSHIRE TRUST COMPANY

900 West Pender Street
Vancouver, British Columbia

THIS PROSPECTUS IS DATED THE 12th DAY OF AUGUST , A.D., 1976.

TABLE OF CONTENTS

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	<u>PAGE NO.</u>
THE COMPANY.....	1
THE BUSINESS.....	1
THE PROPERTY.....	1
SHARE OFFERING AND PLAN OF DISTRIBUTION.....	6
USE OF PROCEEDS.....	7
SHARE AND LOAN CAPITAL.....	9
DESCRIPTION OF SHARES.....	10
PROMOTERS.....	10
ESCROWED SHARES.....	11
DIRECTORS AND OFFICERS.....	12
REMUNERATION OF DIRECTORS AND SENIOR OFFICERS AND INTEREST OF MANAGEMENT IN MATERIAL TRANSACTIONS.....	13
PRINCIPAL SHAREHOLDERS.....	14
PRIOR SALES.....	15
AUDITORS.....	16
TRANSFER AGENT AND REGISTRAR.....	16
MATERIAL CONTRACTS.....	16
PURCHASER'S STATUTORY RIGHT OF WITHDRAWAL AND RESCISSION.....	17
FINANCIAL STATEMENTS.....	19
ENGINEERING REPORT.....	24
CERTIFICATE.....	41

THE COMPANY

CHEROKEE MINES LTD. ("the Company") was incorporated on 8 April 1975 under the Companies Act of the Province of British Columbia by registration of its Memorandum and Articles of Association. By Certificate dated 5 March 1976, the Company's name was changed to CHEROKEE DEVELOPMENTS LTD. At the date hereof, the Company is a Reporting Company under the Companies Act.

The head office and the registered and records office for the Company is #202 - 900 West Pender Street, Vancouver, British Columbia.

THE BUSINESS

The Company is a Development Company engaged in the acquisition, exploration and development of mining and other properties. The Company owns or has interests in the properties described under "the Property" and intends to seek and acquire additional properties worthy of exploration and development.

THE PROPERTY

STUMP LAKE PROPERTY

By Agreement dated 29 June 1976 between Charles F. Graham, of P.O. Box 910, Merritt, British Columbia, and the Company, the Company acquired the JENNY LONG Group of

Mineral Claims, situate in the Nicola Mining Division of the Province of British Columbia, more particularly described as follows:

<u>NAME OF CLAIM</u> <u>=====</u>	<u>RECORD NUMBER</u> <u>=====</u>	<u>EXPIRY DATE</u> <u>=====</u>
AZELA	59340	August 2/77
THE GARDEN NO.5	59341	August 2/77
SCOTIA	59342	August 2/77
THE GARDEN NO.4	59343	August 2/77
WREN	59344	August 2/77
GARDEN NO.3	59345	August 2/77
BRIAN	59346	August 2/77
THE GARDEN NO.2	59347	August 2/77
DOROTHY	59348	August 2/77
BLUEBIRD	59349	August 2/77
THE GARDEN NO.1	59350	August 2/77
CLARA B	59351	August 2/77
PARKVIEW NO.3	59352	August 2/77
JENNY LONG	59353	August 2/77

in consideration of SEVEN HUNDRED FIFTY (\$750) DOLLARS and the allotment and issuance of ONE HUNDRED FIFTY THOUSAND (150,000) SHARES in the capital of the Company.

The JENNY LONG Group of Mineral Claims were acquired by Charles F. Graham, the cost of which is unknown to the Company. The JENNY LONG Group consists of 14 reverted Crown Granted claims located in the Stump Lake Area, approximately

28 miles north of Merritt, British Columbia. Access to the Property is via Highway No.5, north from Merritt and then by the Peterhope Lake road and old logging roads which cross the area. The average elevation of the claims is approximately 3,000 feet.

With respect to the history of the Property, the British Columbia Minister of Mines Reports disclose that exploration in the Stump Lake Area started around 1887, when a number of claims were staked by individual prospectors. Very little development work appears to have been done until the 1920's, when the northern part of the area was explored by Nicola Mines and Metals Ltd. The southern group of claims now known as the JENNY LONG Group was worked by Kooteny Nevada Mines Ltd. A 35 ton mill was erected on the JENNY LONG claim which operated during 1935 with a recorded production of 700 tons. Both the north and south properties were combined under Consolidated Nicola Gold Fields Ltd., which operated until 1942. Results of the total recorded production between 1916 and 1942 are contained in the Engineering Report of J.P. Elwell, P. Eng., dated 25 June 1976, which is attached hereto. In 1974, the JENNY LONG Property was optioned by Juniper Mines Ltd., and according to the Minister of Mines Reports, this Company carried out geological mapping, line cutting, and rock sampling for assessment work purposes.

Workings are confined to the JENNY LONG

claim and the Azela claim with the exception of a few prospect trenches. At the present time, all underground workings are inaccessible.

The JENNY LONG workings consist of an inclined shaft sunk at a -56° in the footwall of two roughly parallel quartz veins which strike north-south and are joined to the north of the shaft by a northwest-southeast striking vein. Levels were opened up at 65 feet and 165 feet, with most of the development and stoping being done on the 65 foot level. The shaft is reported to be sunk to the 265 foot level and a station has been cut, but no development has been done on the vein.

For a more complete description of the vein system and workings, reference is made to the Engineering Report of J.P. Elwell, P. Eng., dated 25 June 1976, which is attached hereto.

There is no surface plant or equipment on the Property.

Previous exploration in the Stump Lake Area has disclosed a large number of fissure type quartz veins enclosed by the Nicola Group volcanics. These veins pinch and swell from a few inches to over 6 feet in width and contain erratic ore shoots along strike of fairly high grade gold, silver, copper, lead and zinc mineralization. The trend of the veins is generally north-south, with a dip to the east, and they have been developed to at

least 900 feet in depth in certain areas with the mineral values persisting.

All previous attempts to mine these veins have been on the basis of a small scale, high grade operation, mining only the narrow quartz veins where the ore shoots occurred.

In his Report dated 25 June 1976, J.P. Elwell, P.Eng., recommends an exploration program to determine if the metal value in the veins plus the surrounding mineralized wall rock would constitute low grade ore which could be mined cheaply by open pit methods.

No work has been done on the JENNY LONG Group by the Company.

By Agreement dated 30 June 1976, between John A. McAskill (a Director of the Company) of 1001-1011 Beach Avenue, Vancouver, British Columbia, and the Company, the Company purchased the DOT Mineral Claim, Record No. 126, situated in the Nicola Mining Division of the Province of British Columbia, in consideration of THREE HUNDRED (\$300) DOLLARS and the allotment and issuance of THREE HUNDRED THOUSAND (300,000) SHARES in the capital of the Company. The expiry date of the DOT Claim is June 28th, 1977.

The DOT Claim consists of eight units and adjoins the JENNY LONG Group and was staked on the recommendations

of J.P. Elwell, P. Eng., as included in his Report of 25 June 1976.

THE PROPOSED PROGRAM ON THE COMPANY'S PROPERTY IS AN EXPLORATORY SEARCH FOR ORE AND THE PROPERTY IS WITHOUT A KNOWN BODY OF COMMERCIAL ORE.

SHARE OFFERING AND PLAN OF DISTRIBUTION

The Company, by this Prospectus, offers to sell 250,000 of its common shares as fully paid and non-assessable at a price of 20¢ per share subject to an underwriting discount or commission in respect of some or all of such shares, not exceeding 5¢ per share. The shares will be sold through securities dealers and salesmen who will receive a commission and by trading directors of the Company who will not receive a commission. The Company reserves the right to accept applications for these shares in whole or in part.

If all the shares offered by this Prospectus are sold to the public, this issue will represent 27.77% of the shares then outstanding as compared to 43.87% that will then be owned by directors and promoters issued for cash and property.

CHEROKEE DEVELOPMENTS LTD.

STATEMENT OF CHANGES IN FINANCIAL POSITION

FOR THE PERIOD FROM DATE OF INCORPORATION, APRIL 8, 1975 TO JUNE 30, 1976

SOURCE OF WORKING CAPITAL			
Share capital issued for cash.			\$ 20,001
Share capital issued for mining properties	\$ 22,500		
Cost of mining properties (share portion)	<u>22,500</u>		
			-
Advance from shareholder			<u>300</u>
			20,301
APPLICATION OF WORKING CAPITAL			
Mining properties - cash payments		1,050	
Incorporation costs		504	
Deferred exploration		1,316	
Amounts written off to deficit			
Sundry property exploration	\$ 7,911		
Other developments	7,495		
Administration	<u>836</u>		
		<u>16,242</u>	
			<u>19,112</u>
WORKING CAPITAL AT JUNE 30, 1976			\$ <u>1,189</u>

CHEROKEE DEVELOPMENTS LTD.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1976

1. Accounting policies
The company defers exploration costs of mineral properties in which it has a continuing interest to be eventually amortized against production revenue if the property reaches that stage. When the company abandons its interest in a property accumulated deferred costs are charged to deficit.
2. The company holds a group of mineral claims in the Stump Lake area of the Nicola Mining Division of the Province of British Columbia which it has acquired outright for a total of \$ 1,050 cash and the allotment of 450,000 treasury shares at an attributed value of \$ 22,500.
3. Since incorporation the company has paid or incurred liabilities to a company with which a director is associated for fees and expenses aggregating \$ 16,021 for investigation of various proposed projects for the company. The company has also purchased from a director a mineral claim (part of the claim group referred to in Note 2) for \$ 300 cash and 300,000 treasury shares.

REPORT ON
THE
JENNY LONG GROUP
Stump Lake Area, Nicola
Mining Division, B.C.

for

CHEROKEE DEVELOPMENTS LTD.
202 - 900 West Pender Street
Vancouver, B.C.

by

J.P. Elwell, P.Eng.
Consulting Mining Engineer

June 25th 1976

TABLE OF CONTENTS

	Page
SUMMARY	1
INTRODUCTION	3
LOCATION AND ACCESS	3
TOPOGRAPHY, TIMBER, WATER, ETC.	3
PROPERTY	4
GENERAL AND ECONOMIC GEOLOGY	5
HISTORY OF THE AREA	5
DESCRIPTION OF THE PROPERTY	6
CONCLUSIONS	9
RECOMMENDATIONS	10
ESTIMATE OF COSTS	11

MAPS

Location Plan of Jenny Long Group	follows page 4
Plan of Jenny Long Workings	follows page 7

REPORT ON THE JENNY LONG
GROUP, STUMP LAKE AREA, NICOLA
MINING DIVISION, B.C.

SUMMARY

The Jenny Long group of 14 reverted Crown Granted claims is located in the Stump Lake area, about 28 miles north of Merritt, B.C. in the Nicola Mining Division. Access to the property is via highway #5 north from Merritt and then by the Peterhope Lake road and old logging roads which cross the area. The average elevation of the claims would be about 3,000 feet. The lower elevations are grass lands with second growth timber covering the higher ground.

Geologically, the area is underlain by the Nicola Group of volcanics with lenses and bands of sedimentaries and tuffs. These rocks have been intruded by the Coast Range batholith of granitic and related rock types which has produced alteration and fracturing of the volcanics and is believed to be responsible for the mineralization of the area.

Occurrences of mineralization in the Nicola Group volcanics are widespread. Copper occurs in shear zones and disseminations and also in lenses in the sedimentaries. Lead and zinc mineralization with varying amounts of gold and silver values occurs in quartz veins and silicified breccia zones.

In the Stump Lake area there are a large number of quartz fissure veins carrying galena, sphalerite, chalcopryrite and tetrahedrite. High gold and silver values associated with the sulphides resulted in the

exploration and development of these veins in the late nineteenth century and, up to 1942, a large amount of underground development had been done and a fair amount of production is reported from several properties.

The dumps of the Jenny Long and Azela shafts showed quartz vein material carrying lead, zinc, and copper mineralization as described in previous reports, but the andesite wallrock also showed appreciable amounts of chalcopryrite and pyrite mineralization as disseminations and associated with a stock work of quartz veinlets.

In order to determine the width and grade of this wallrock mineralization and to evaluate its economic importance in conjunction with the vein material, a program of percussion drilling is recommended, along with an E.M. and geochemical survey to trace extensions of the known vein systems and possible other structures.

The total cost of this initial program is estimated at
\$27,000.00

INTRODUCTION

On June 17th 1976 the writer examined the mineral showings and old workings on the Jenny Long group of reverted Crown Granted claims situated in the Stump Lake area near Merritt, B.C. in the Nicola Mining Division. The purpose of the examination was to assess the possible potential of the claims as a mining property in the light of present day mining economics.

This report was prepared for Cherokee Developments Ltd., #202 - 900 West Pender Street, Vancouver, B.C.

LOCATION AND ACCESS

The Claims are located about 28 miles north of the town of Merritt just to the east of the Merritt - Kamloops highway, and about 3 miles south of Stump Lake. The geographic centre of the group is approximately Lat. 50° 20' North, Long. 120° 17' West.

Access to the property from Merritt is by way of Highway #5 north for 28 miles, and then for about 1.5 miles up the all weather gravelled road leading to Peterhope Lake. From this point there are a number of old logging roads to different parts of the property including the principal old workings.

TOPOGRAPHY, TIMBER, WATER, ETC.

The topography of the area consists of rolling, grassy hills rising moderately to the east from the Moore Creek valley. Elevations range from about 2,800 feet at the Jenny Long shaft to just over 3,000 feet on the Azela claim. The lower elevations are open range land, but second growth pine and fir timber covers the higher ground.

Year round water for exploration purposes is available from Peterhope Creek.

PROPERTY

The Jenny Long group consists of 14 reverted Crown Granted mineral claims in the Nicola Mining Division. The names and lot numbers are as follows -

<u>Name</u>	<u>Lot No.</u>	<u>Area (acres)</u>
Jenny Long	718	20.66
Garden #1	5046	34.79
" #2	5093	49.83
" #3	5094	42.80
" #4	5095	50.95
" #5	5096	51.65
Scotia	5092	49.83
Wren	5043	51.57
Brian	5091	49.81
Dorothy	5047	31.15
Bluebird	5042	44.30
Clara B.	5045	24.81
Parkview 3	5041	32.39
Azela	692	20.66
	Total	555.20

A location map accompanies this report.

GENERAL AND ECONOMIC GEOLOGY

The Stump Lake area is underlain by a peninsula of the Nicola Group of Upper Triassic rocks consisting mainly of varicolored volcanics ranging from dacite to basalt, but predominantly andesitic. Bands and lenses of limestone, tuffs, argillites, etc., occur within the volcanics.

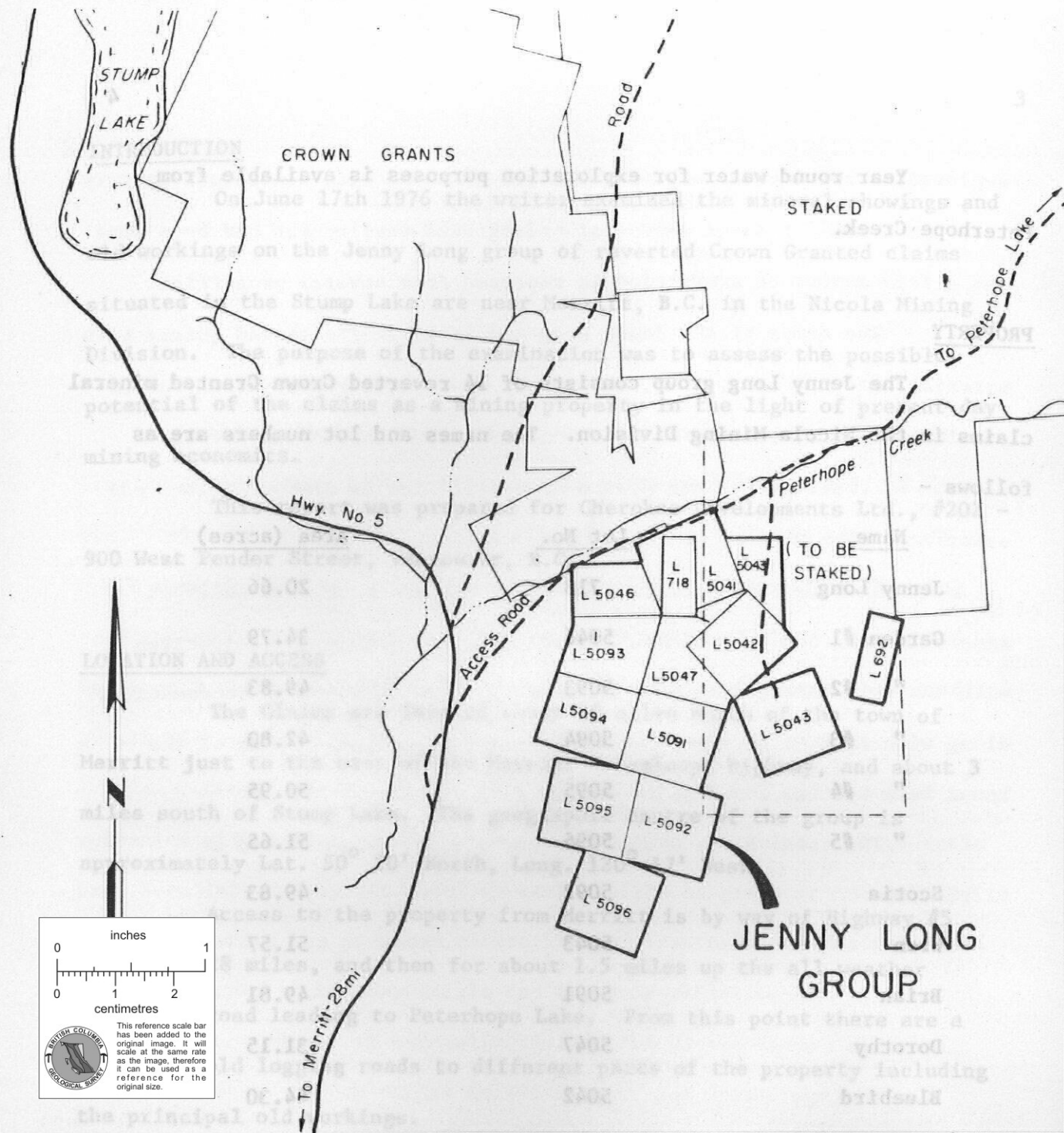
The Nicola group has been intruded by plutonic rocks of the Coast range batholith, considered to be Jurassic or earlier in age. These intrusive rocks vary from acid to basic types, the commonest being monzonites, granites and granodiorites. G.S.C. Map 886 A (Nicola) shows the intrusives to the west of Moore Creek, about 3 miles west of Stump Lake, and also to the northeast and southeast of the lake.

The Nicola Group is noted for widespread occurrences of base metal mineralization, many of which carry values in gold and silver. Copper, as chalcopyrite, bornite, chalcocite, and occasionally as native copper is associated with shear zones and also disseminations within the volcanics. Galena and sphalerite, often carrying gold and silver values occur in numerous quartz veins in the Stump Lake area, and in silicified breccia zones in the Swakum Mountain area to the west.

The origin of the mineralization is believed to be from the plutonic intrusives, the quartz and metallic minerals being deposited from hot solutions emanating from the magma and filling shear zones and fractures resulting from the intrusive action.

HISTORY OF THE AREA

According to the B.C. Minister of Mines Reports, exploration in the Stump Lake area started around 1887 when a number of claims were staked by individual prospectors. The 1887 report mentions the Jenny Long claim having ore on the dump "worth \$80.00 per ton", and in 1888 shaft sinking is reported



CHEROKEE DEVELOPMENTS LTD.

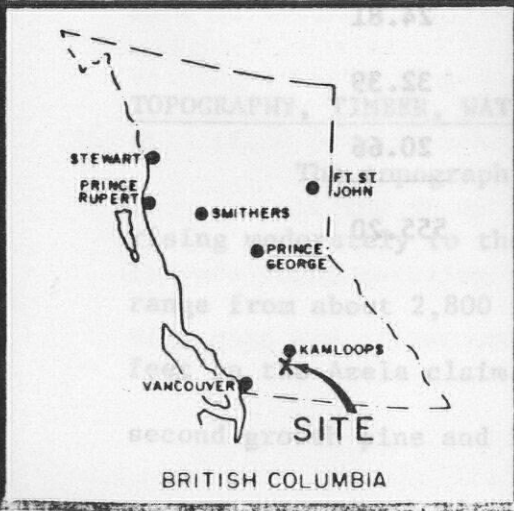
LOCATION MAP

JENNY LONG GROUP

STUMP LAKE AREA — NICOLA MINING DIVISION, B.C.

SCALE IN MILES

J P ELWELL, P Eng. JUNE 22, 1976



in "ore assaying over \$3,000.00 per ton".

Very little development work appears to have been done from this period until the 1920's when the northern part of the area was explored by Nicola Mines and Metals Ltd. and development was carried out on the King William, Enterprise, Tubal, Cain, and Joshue claims. The southern group of claims now known as the Jenny Long group was worked by Kooteny Nevada Mines Ltd. A 35 ton mill was erected on the Jenny Long claim which operated during 1935 with a recorded production of 700 tons yielding 186 oz. Au., 3,416 oz. Ag., 18,263 lbs. Pb., and 5,737 lbs. Zn.

Both properties were combined under Consolodated Nicola Gold Fields Ltd. which operated until 1942. The total recorded production for the period 1916-1942 is 77,605 tons yielding 8,494 oz. Au, 253,939 oz. Ag., 40,822 lbs. Cu., 2,205,444 lbs. Pb., and 367,869 lbs. Zn.

In 1973 the Jenny Long property was examined by R. E. Renshaw, P.Eng. His report recommended geological mapping, a geochemical and E.M. survey over the claim area, together with diamond drilling near the Jenny Long shaft to trace the continuation of the developed veins. Additional diamond drilling would be carried out on anomalies resulting from the geochemical and E.M. surveys.

In 1974 the property was optioned by Juniper Mines Ltd. According to the Minister of Mines reports this company carried out geological mapping, line cutting, and rock sampling for assessment purposes.

DESCRIPTION OF THE PROPERTY

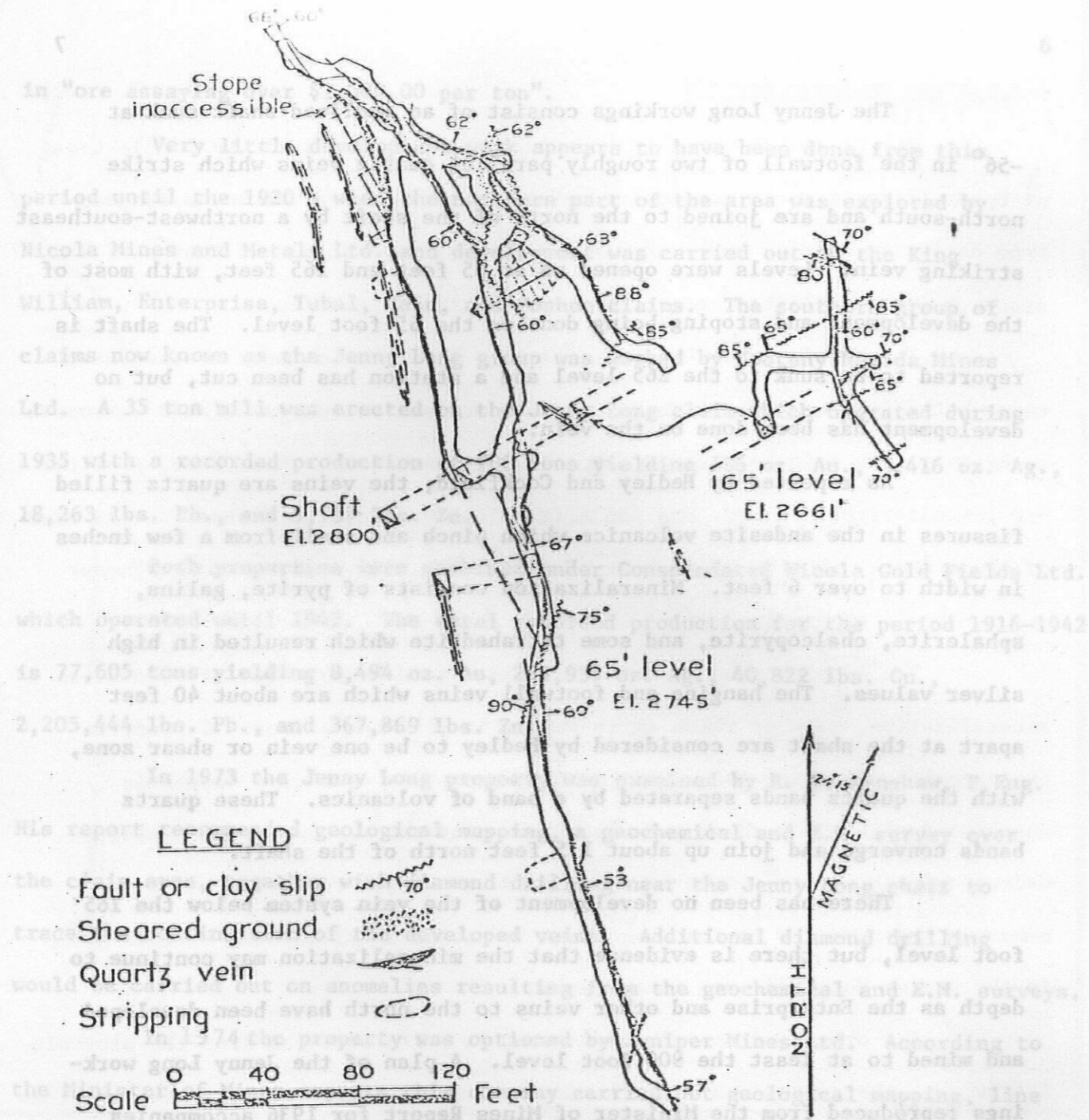
On the Jenny Long group, workings are confined to the Jenny Long claim and the Azela claim with the exception of a few prospect trenches. At the present time all underground workings are inaccessible so the examination was limited to the open cuts and old dumps, and the description of the vein systems is based on old reports which are noted under "References".

The Jenny Long workings consist of an inclined shaft sunk at -56° in the footwall of two roughly parallel quartz veins which strike north-south and are joined to the north of the shaft by a northwest-southeast striking vein. Levels were opened up at 65 feet and 165 feet, with most of the development and stoping being done on the 65 foot level. The shaft is reported to be sunk to the 265 level and a station has been cut, but no development has been done on the vein.

As reported by Hedley and Cockfield, the veins are quartz filled fissures in the andesite volcanics which pinch and swell from a few inches in width to over 6 feet. Mineralization consists of pyrite, galina, sphalerite, chalcopryite, and some tetrahedrite which resulted in high silver values. The hanging and footwall veins which are about 40 feet apart at the shaft are considered by Hedley to be one vein or shear zone, with the quartz bands separated by a band of volcanics. These quartz bands converge and join up about 175 feet north of the shaft.

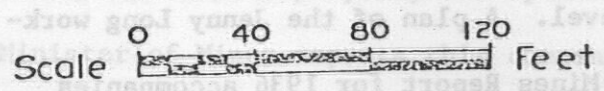
There has been no development of the vein system below the 165 foot level, but there is evidence that the mineralization may continue to depth as the Enterprise and other veins to the north have been developed and mined to at least the 900 foot level. A plan of the Jenny Long workings reproduced from the Minister of Mines Report for 1936 accompanies this report.

An examination of the old dumps around the Jenny Long shaft showed that they consisted of a mixture of white quartz vein material and a massive grey-green andesite wall rock. The vein material corresponded to that described in the old reports, having erratic mineralization as galina, pyrite chalcopryite and sphalerite in fracture fillings, small



LEGEND

- Fault or clay slip
- Sheared ground
- Quartz vein
- Stripping



Jenny Long Mines, Ltd. Plan of Workings. from Brunton Survey.

PLAN OF JENNY LONG WORKINGS

Reproduced from B.C. Min. of Mines Report 1936

To accompany report by
 J.P. Elwell, P. Eng.
 June 25th., 1976

poDS, and disseminations. A dump sample taken by the prospector in 1973 assayed 0.10 oz./ton Au., 15.05 oz./ton Ag. and 0.58% Cu. Another sample taken by Renshaw from what was considered dump ore assayed 0.425 oz./ton Au., 10.425 oz./ton Ag., 2.87% Pb., 0.65% Zn., and 0.89% Cu. The minister of Mines Report for 1936 quotes a channel sample from the 65 foot level as assaying 0.12 oz./ton Au., 6.0 oz./ton Ag., 1.0% Pb., and 1.1% Zn.

The andesite wall rock in the dumps also shows considerable mineralization, a fact which was never mentioned in the earlier reports. This mineralization consists of pyrite and chalcopryite as disseminations, fracture fillings, and in stockwork like quartz veinlets cutting the andesite at several angles, with width up to 1". Similar mineralization is visible in a bulldozer cut about 60 feet south of the shaft where a rusty, fractured zone of andesite has been opened up over a width of about 30 feet.

The full width of this wall rock mineralization cannot be determined from the superficial workings, but it may be assumed to extend for some distance from the walls of the quartz veins, and where there are several parallel veins fairly close together as in the Jenny Long area, the total width of mineralization could be of importance.

The second area of working examined was the Azela, also known as the Johannesburg. This claim lies about 4,500 feet southeast of the Jenny Long, at an altitude of about 3,200 feet. A shaft has been put down to an unknown depth on a north-south striking vein structure about 6 feet wide. The vein material is similar to that of the Jenny Long, except that the mineralization appears to be predominantly sphalerite and pyrite. The wall rock is a dark grey, almost basaltic type of volcanic which shows

considerable disseminated pyrite mineralization and some chalcopyrite. There are several old trenches along strike both sides of the shaft, but these have sloughed in so that the vein material could not be examined.

CONCLUSIONS

Exploration in the Stump Lake area since the initial discoveries in the 1880's has disclosed a large number of fissure type quartz veins enclosed by the Nicola Group volcanics. These veins pinch and swell from a few inches to over 6 feet in width and contain erratic ore shoots along strike of fairly high grade gold, silver, copper, lead, and zinc mineralization. The trend of the veins is generally north-south, with a dip to the east, and they have been developed to at least 900 feet in depth in certain areas with the mineral values persisting.

All previous attempts to mine these veins have been on the basis of a small scale, high grade operation, mining only the narrow quartz veins where the ore shoots occurred, and the recommendations in Renshaw's report, written in 1973, call for further exploration for development of this type of mine. This approach might have been practical in the past, but today, the cost of opening up and operating a small underground mine, and the difficulty of obtaining skilled mine workers makes the chances of success extremely remote even with the fairly high gross metal values indicated by sampling. A different approach to the property is therefore necessary, that is, an exploration program to determine if the metal values in the veins plus the surrounding mineralized wall rock would constitute low grade ore which could be mined cheaply by open pit methods.

Only the major mineralized veins have been developed to any extent

and there is reason to suppose that there are many more parallel or subparallel structures which have never been opened up but which, with the surrounding mineralized wall rock might represent a very substantial mining width. This will have to be determined by a program of drilling as outlined in the following section.

RECOMMENDATIONS

1. Three lines of percussion drill holes should be drilled in an east-west direction across the strike of the Jenny Long vein structures, line #1 being located 100 feet north of the shaft and extending 150 feet each side of the vein with holes on 25 ft. centers or 13 holes in total. Depth will vary depending on the results achieved but will probably average 150 feet or a total of approximately 2,000 feet for this line. An attempt should be made to put some holes on the hanging wall side down to at least 300 feet to probe the veins to this depth.

Lines #2 and #3 should be located 200 feet north and 150 feet south of the shaft respectively and drilled in the same manner but on 50 foot centers for a total 7 holes each, with approximately 1,000 feet per line.

2. The Azela structure should be tested with up to 1,000 feet of drilling in a similar manner to the above. As little is known about the underground structures of this zone, the location of the holes will be decided on site.

3. The open ground between the Azela and the other Crown Grants should be covered by located claim units. (See area proposed on Location Plan.)

4. In addition to the above test drilling, extentions to the known structures and additional structures should be traced by an E.M. and geochemical survey over the claim area. Lines should be run in an east-west direction on 400 ft. spacing with E.M. readings and soil samples taken at 200 ft. stations with detailed E.M. readings and sampling where anomalous conditions are indicated.

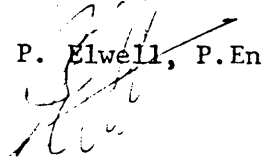
The results achieved from the above program will determine the further exploration justified.

ESTIMATE OF COSTS

Percussion drilling of Jenny Long and Azela zones, 5,000 feet at \$3.00/ft. all inclusive	\$ 15,000.00
Site Preparation with bulldozer	1,000.00
Grid lines, approximately 15 miles at \$100.00/mile	1,500.00
E.M. and geochemical survey including assays	4,500.00
Drill sample assays	1,500.00
Engineering	1,000.00
Administration and Contingencies	2,500.00
Total	\$ 27,000.00

June 25th 1976

J. P. Elwell, P.Eng.



REFERENCES

B.C. Minister of Mines Reports 1887, 1888, 1889, 1896, 1933, 1934, 1935, 1936, 1974.

G.S.C. Memoir 249 -- W. E. Cockfield.

Geological Report on the Jenny Long Group -- R. E. Renshaw, P.Eng. November 1973.

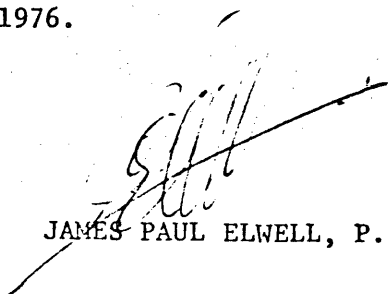
G.S.C. Map 886A (Nicola).

C E R T I F I C A T E

I, James Paul Elwell, of 4744 Caulfield Drive, West Vancouver, B.C., do hereby certify that:

1. I am a Consulting Mining Engineer residing at 4744 Caulfield Drive, West Vancouver, B. C., and with an office at 1030 - 510 West Hastings Street, Vancouver, B. C. V6B 1L8.
2. I am a graduate in Mining Engineering from the University of Alberta in 1940, and am a Registered Professional Engineer in the Province of British Columbia.
3. I have no personal interest, directly or indirectly in the properties examined or in Cherokee Developments Ltd. securities, nor do I expect to receive directly or indirectly any interest in such property or securities.
4. The findings in the report are from data obtained from the reports and maps referred to and from a personal examination made on June 17th 1976.

DATED at VANCOUVER, B. C. this 25th day of June 1976.

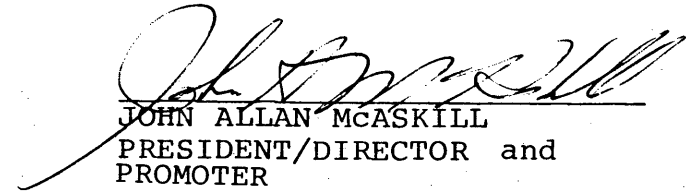


JAMES PAUL ELWELL, P. Eng.

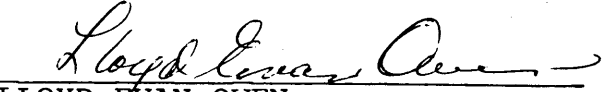
C E R T I F I C A T E

The foregoing constitutes full, true and plain disclosure of all material facts relating to the securities offered by this Prospectus as required by Part VII of the Securities Act (British Columbia) and the regulations thereunder.


DATED at Vancouver, British Columbia, this 12th day of AUGUST, A.D., 1976.



JOHN ALLAN McASKILL
PRESIDENT/DIRECTOR and
PROMOTER



LLOYD EVAN OWEN
SECRETARY/DIRECTOR



PAMELA BERTHA NOFTLE
DIRECTOR