1997:

KNOB HILL: FIRST CHOICE INDUSTRIES: Peter Dasler: (#505-1155 Robson St.; 940-1591);

- Drill program planned for the spring.
- Looking for funds CS25March.
- Peter expects to spend around \$500,000 drilling the property over the next three months. (15Apr).
- NOW for 21 drill holes overlapping and the NW of last years drilling. Holes at 100 m centres. Helicopter moves. Also 10 km line geochem/geophys. Program to start in mid April (2May).
- \$400,000 private placement for Knob Hill. Website www.senategroup.com/fsd CS14May.
- Crystallex International Corp forming "strategic alliance with First Choice". Company will purchase 30% of Knob Hill. fund \$400,000, 3000 metre drill program this summer. Geochem anomaly Au,As,Pb,Zn,Cu 1200 m long and 700 m wide over rhyolite dome complex. Polymetallic vein and breccia mineralization. Two large geophysical targets. One 500 m x 200 m high sulphide (chargeability). One 500 m x 500 m high silica (resistivity) in core of area has high Cu,Au soils. CS27May.
- Money in place. Plans to drill July/August. Visit mid/late August. First Choice and Jordex plan to fly a joint Airborne geophysical survey over the Red Dog Knob Hill area.
- Approval for airborne survey. 27June.
- Crystallex purchases 30% of Knob Hill, 40 km west of Island Copper. Large gold-bearing polymetallic sulphide alteration zone within rhyolites. Airborne survey completed. At conclusion of option First Choice will have 53.75%, Crystallex 30% and Kamaka 16.25%. A 21 hole, 2500 metre drill program proposed by D.G. Leighton. Program will continue through August into September. CS31Jul.
- Porphyry copper mineralization overlain by epithermal gold. Gold in large rhyolite breccia dome complex affected by strong acid sulphate alteration. Circular silicified structure with outer sulphide alteration halo. Drilling in will test both. 21 holes, 2,500 metre program run by D.G. Leighton. Targets from soils, ground and airborne geophys. (CS19Aug.
- Drilling hole 6. Good results so for. Strong chargeability correlates with high py/po. High resistivity correlates with high silicification. Presence of Cu/Mo mineralized diorite dikes and good chalco veinlets in silicified rock in hole 6!. Pdasler. 27thAug.
- Seven holes. Awaiting results and ground geophysics over 1.0 km long sulphide mineralized airborne em response adjacent to a large area of magnetite hornfels alteration. Main target is circular structure in rhyolite/breccia. Drill core shows extensive extensive copper sulphide. CS3Sept.
- Still awaiting assays GCNL10Sept.
- Drilling restarted. 2,900ft out of a 8,200ft program completed. Increase in copper to

found last year. Awaiting assays. CS11Sept.

- Preliminary results. Sniffs of copper and gold mineralization but little continuity. CS 6Oct.
- Vancouver Island Helicopters 250-949-6605;
- Visited. Doug Leighton geologist. Disappointing results. Early holes encountered felsic polylithic breccia (possible near-vent tuff or epiclastic breccia) with dry fractures but very little mineralization. Similar to last year, traces of arseno, pyrite, pyrrhotite and chalco but low gold. Holes 6,9-12 drilled through a NE/SW oriented silicious stockwork zone (single event, no crack seal or ribboning) in andesite. Possibly fault controlled. Some evidence for hydrothermal biotite at depth. Veins contain copper but no gold. No porphyry found. Two holes drilled near old Chevron drill sites to NW of stockwork, nothing much found except skarn like alteration.

Airborne EM, Mag and radiometric survey over Knob Hill (365 line km) and Hushamu (135 line Km). Total cost \$45,000. Followed by infill grid soils & VLF geophysics to locate anomalies on the ground etc. Located anomaly in northwest corner. Drilled 7 holes in the main zone with mixed results. Ultimately completed 20 holes to a maximum depth of 300 feet for aggregate depth of 6249 feet. Program cost \$400,000. Last hole on NW corner anomaly. Inconclusive results. sniffs but no sign of big system and running out of room for a pit. Oct3rd.

- 18 holes drilled for 2,175 metres. Tested number of geochem and geophysical targets. Found "promising mineralized intervals" with replacement sulphide and vein. Some recent holes cut "porphyry style" mineralization. CS23Oct.
- Drilled 20 holes for 1,905 metres (6,249ft). !7 in main Obling area and 3 on outside airborne geophysical anomalies. Main zone py, arseno, pyhrr, sphal & chalc. sulphide present in all rocks (rhyolites, breccia, intrusives) as veins and dissem but LOW gold values. Cu,Ag,Au correlation found last year not supported. No defined gold zone at Obling. However 0.17%Cu & 0.99 g/t Ag over 67 metres in biotite alteration in linear structure. Therefore a large polymetallic alteration zone within rhyolites with spotty gold values in porphyry type environment. Staked additional ground to south covering alteration and sulphide zone copper zone with Jordex for its porphyry potential. CS6Nov, GC10 Nov.

KOKISH CLAIMS: ISLAND MINING LTD. DEREK WEATHERBEE: 604- 922-9128

- NOW for test pitting immediately south of Beaver Cove at Telegraph Cove. 29July.

KUKUT CLAIMS: EFREM SPECOGNA: 250-753-7819

- Now for Winkie drill sampling alond Muchalat River. 16 Sept.