

017913

REPORT ON THE  
ISLA MIST PROPERTY  
BANKS ISLAND, BRITISH COLUMBIA  
SKEENA MINING DIVISION

CLAIMS

ISLA 1,2,3, 14 AND ISLA MIST CLAIMS  
Record #'s 4322, 4289, 4290, 4299, 5824

LOCATION

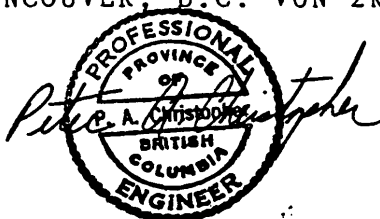
N.T.S.: 103G-8E  
LATITUDE: 53° 24'  
LONGITUDE: 130° 08'

FOR

CLAW RESOURCES LTD.  
SUITE 600-890 WEST HASTINGS STREET  
VANCOUVER, B.C. V6C 1K4

BY

Peter A. Christopher Ph.D., P.Eng.  
PETER CHRISTOPHER & ASSOCIATES INC.  
3707 WEST 34TH AVENUE  
VANCOUVER, B.C. V6N 2K9



FEBRUARY 28, 1987  
REVISED FEBRUARY 1, 1988

7. RELATED TRANSACTIONS

Office expenses totaling \$2,997 were paid or are partially payable to a corporation controlled by the Secretary of the subject company during the current period, a total of \$11,247 has been paid or is payable since incorporation.

8. ADDITIONAL INFORMATION

The company plans to offer to the public a financing consisting of a minimum of 350,000 shares and a maximum of 600,000 shares at a price of \$ .35 per share to net the corporate treasury a minimum of \$105,000 and a maximum of \$180,000.

9. SUBSEQUENT EVENT

The share subscription receivable was collected by a deposit to the subject company's bank account.

## TABLE OF CONTENTS

	PAGE
SUMMARY	i
INTRODUCTION	1
LOCATION AND ACCESS	1
PROPERTY DEFINITION	2
HISTORY	2
REGIONAL GEOLOGY	4
DISCUSSION OF BANKS ISLAND GOLD BELT	4
PROPERTY GEOLOGY AND MINERALIZATION	5
DISCUSSION OF RESULTS	7
CONCLUSIONS AND RECOMMENDATIONS	7
COST ESTIMATES	8
BIBLIOGRAPHY	10
CERTIFICATE	11
CONSENT LETTER	

## TABLES

TABLE 1.	PERTINENT CLAIM DATA	2
TABLE 2.	ANALYTICAL RESULTS FROM BOUTWELL VEIN	6
TABLE 3.	ANALYTICAL RESULTS FROM TUNGSTEN ZONE	7

## LIST OF FIGURES

FIGURE 1.	LOCATION MAP
FIGURE 2.	CLAIM MAP ISLA MIST PROPERTY
FIGURE 3.	PROSPECT LOCATIONS AND REGIONAL GEOLOGY
FIGURE 4.	PROPERTY GEOLOGY AND ANOMALY MAP
FIGURE 5.	PLAN OF BOUTWELL VEIN
FIGURE 6.	PLAN OF TUNGSTEN VEIN
FIGURE 7.	PLAND OF PETE'S VEIN

## SUMMARY

The Isla Mist Property, consisting of the Isla 1-3, Isla 14, and Isla Mist claims, totalling 70 units is situated in the central part of Banks Island, between 100 and 115 kilometers south of Prince Rupert, British Columbia. The claim block is being explored by Claw Resources Ltd., under a joint venture agreement with the owner Golden Eye Minerals Ltd.

Banks Island is accessible by boat or plane from Prince Rupert, and the individual claim blocks are presently reached by helicopter or by walking from camps on East Banks Lake or one of the chain of Waller Lakes. A temperate climate for lower elevations on Banks Island allows a twelve month prospecting and exploration season.

The property adjoins the Yellow Giant Property of Trader Resource Corp., and joint venture partners. The Yellow Giant Property is situated in the center of a gold belt which encompasses most of Banks Island. Trader Resources Ltd. has aggressively explored their property since 1983 with current gold reserves exceeding 315,000 ounces (June 9, 1986 News Release).

In 1984, a basic Stage I prospecting and reconnaissance mapping program was completed on the Isla Mist Property for Golden Eye Minerals Ltd. A stockwork vein zone of porphyry type mineralization with pyritic quartz veins similar to some of Trader Resources low-grade zones (Kim Deposit etc.) was discovered on the Isla 2 and 3 claims, and several rock geochemical samples gave anomalous gold values. A limited program of hand trenching and sampling completed by Golden Eye Minerals early in 1986 revealed areas with significant copper-silver mineralization in a strong quartz vein and tungsten and gold values in a stockworks near Banks Lake.

In 1987, work financed by Claw Resources Ltd. included line cutting and grid preparation (28 kilometers), soil sampling (608 samples), and rock sampling of the numerous copper-molybdenum bearing stockworks and veins (130 samples). The program extended the area of known stockworks mineralization, generated anomalous geochemical results for tungsten, molybdenum, silver and gold and provided prospecting and geological coverage for areas of known mineralization. The stockwork vein zone has strong geochemical expression for molybdenum with values to 536 ppm and an area 1000 meters by 500 meters with values mainly over 20 ppm molybdenum. The 15 unit Isla Mist claim was added to the property to protect possible northerly extensions of the stockwork mineralized area. Anomalous gold values to 93 ppb were detected in soils at the northeast edge of the sampled area.

## INTRODUCTION:

The Isla Mist Property, consisting of 5 metric claims totalling 70 units, covers about 1750 hectares within the Banks Island 'gold belt'. Initial prospecting programs conducted for Golden Eye Minerals Ltd. and Claw Resources Ltd. have been successful in locating copper, molybdenum and tungsten showings with anomalous precious metal values. The writer was initially retained by directors of Golden Eye Minerals Ltd. in August 1984 to examine the Isla Mist Property in order to establish the claim locations, evaluate the geological setting of the property and recommend a program for further exploration of the mineral potential of the property (Christopher, 1984). The initial program recommended by the writer has been successfully completed by Golden Eye Minerals in 1984 and 1986 and by Claw Resources Ltd. in 1987. The writer was retained by the management of Claw Resources Ltd. to review the results of the exploration programs (Price, 1985; Price, 1987). The writer examined the property with project geologist B. J. Price on February 1, 1987.

This report is based on a review of government and company reports on Banks Island, and on field examinations conducted on Banks Island during July 1984, August 1984 and February 1987. The Isla Mist Property was examined on August 31, 1984 and February 1, 1987. A staged program is outlined for further exploring the mineral potential of the Isla Mist Property.

## LOCATION AND ACCESS (Figures 1 & 2)

Banks Island is situated between 80 and 130 kilometers south of Prince Rupert with the Isla Mist Property located between 100 and 115 kilometers south of Prince Rupert. Banks Island, a northwesterly trending land mass about 70 kilometers long by 20 kilometers wide is situated 26 kilometers west of the mainland and 97 kilometers east of the Queen Charlotte Islands (see Figure 1). The island has no permanent inhabitants but Trader Resource Corp. has maintained an exploration camp on Hepler Lake since 1984 and several camp sites and cabins have been constructed on the island.

The Isla Mist Property is in claim sheet N.T.S. 103G-8E and centred at geographic coordinates  $53^{\circ} 22'N$ . latitude and  $129^{\circ} 51'W$ . longitude. Field locations of legal corner posts are close to the locations shown on the government claim maps.

Access to the claim groups is by float plane or helicopter from Prince Rupert. Heavy supplies can be brought in by boat or barge and ferried by helicopter to the property.

Elevations on Banks Island Range from sea level to 655 meters with areas of interest mainly below 200 meters. The climate is temperate with wet winters. Snowfall is generally light or nonexistent with a year round exploration season.

Additional work recommended on the property includes follow-up soil sampling, blasting trenches for sampling of fresh quartz veins and quartz stockworks, and an I.P. survey. Diamond drill sites should be selected after completion of follow-up geochemical and geophysical surveys. A Staged exploration program is recommended with the Stage I program of geochemical and geophysical follow-up, trenching and diamond drilling estimated to cost \$90,000. Stage II and III programs of extending geochemical and geophysical coverage and additional diamond drilling are contingent on the results of the Stage I program.



FIGURE 1.

CLAW RESOURCES LTD.

INDEX MAP

ISLA MIST PROPERTY

P.A. Christopher & Associates Ltd.







PROPERTY DEFINITION (Figure 2)

The property owned by Golden Eye Minerals Ltd. originally consisted of the Isla 1, 2, 3, and 14 claims. The claims were staked using the modified grid staking system with an original total of 75 units or 1875 hectares reduced to 55 units in 1986. The 15 unit Isla Mist claim was added to the property in 1987 to expand the property to 70 units or about 1750 hectares.

The Isla 1, 2, 3, and 14 claims were staked for and by Victor Guinet in January 1984 and sold for staking costs to Golden Eye Minerals Ltd. The Isla Mist claim was staked by Barry Price in January 1987 and sold to Golden Eye Minerals Ltd. on February 11, 1987. Figure 2 shows the approximate location of claims as confirmed in the field on August 31, 1984 and during the 1987 field program. The legal corner posts for the Isla 1 and 2 were located by following claim lines by helicopter. The Isla Mist claim has a common legal corner post with the Isla 2 claim. Table I summarizes pertinent claim data obtained from copies of Form G.

TABLE I - PERTINENT CLAIM DATA

Claim Name	Rec. Units/Dist.	Date Staked	Record Date	Expiry**
Isla 1	4322 20/5S-4E	Jan. 12/84	Jan. 30/86	1988
Isla 2	4289 15/3N-5W	Jan. 12/84	Jan. 30/86	* 1988
Isla 3	4290 10/2N-5W	Jan. 15/84	Jan. 30/86	* 1988
Isla 14	4299 10/2E-5S	Jan. 15/84	Jan. 30/86	* 1988
Isla Mist	5824 15/3N-5E	Jan. 24/87	Feb. 11/87	1988
Total 70 Units * - CLAIMS REDUCED				
** Before filing 1987 work programs.				

HISTORY

The Yellow Giant Property in the Banks Island gold belt was discovered in 1960 by prospecting crews employed by Ventures Ltd. which later merged with Falconbridge Nickel Mines Ltd. The initial prospect proved to be only weakly mineralized but prospectors located a gold-bearing vein ("Discovery Zone") and staked four "Banks" mineral claims. Prospecting during the following two years resulted in the discovery of ten additional gold-bearing zones and staking of the "Banker" group of mineral claims. The Kim and Bob zones were found in the area of the Banker claims. Prospectors for McIntyre-Porcupine Gold Mines Ltd. exploring to the west discovered several outcrops collectively known as the "Tel Zone". After initial drill testing of the Tel claims, McIntyre Mines Ltd. sold their holding to Sproatt Silver Mines Ltd. By the end of 1976 about 200 surface diamond drill holes totaling 30,000 feet had been completed on the gold belt by Falconbridge, Ventures, McIntyre and Sproatt.

The Falconbridge and Sproatt Silver holdings were optioned to Hecate Gold Corp. which established a 1,300 foot spiral trackless decline on the Bob Deposit in 1977 and 1978. By 1978 Falconbridge's interest was reduced to 10% carried and Hecate Gold Corp. amalgamated into Host Ventures Ltd (now Hot Resources Ltd.). In 1983 United Mineral Services Ltd. optioned the property from Host Ventures and in turn assigned its agreement with Host to Trader Resource Corp. A major exploration program has been completed by Trader Resource Corp. to satisfy a 1.6 million dollar work commitment. The Yellow Giant Property has over 10 known mineral deposits with combined reserves of over 315,000 ounces of gold (Trader Resource Corp., June 9, 1986 News Release).

In 1983, Golden Eye Minerals Ltd. acquired by staking 194 claim units in the "Banks Island Gold Belt". The Isla 1-3 and 14 claim blocks adjoined the Yellow Giant property owned by Trader Resource Corp and partners.

The writer was retained by directors of Golden Eye Minerals Ltd. early in 1984 to examine posts that establish the claim locations, to investigate the geological setting of the claim block, and to recommend a prospecting and exploration program for exploring the precious metal potential of the claim blocks.

In January 1985, V. Guinet, president of Golden Eye Minerals Ltd. was accompanied by Mr L. Solkoski, B.Sc., Geologist and a brief program of mapping and sampling was done. A stockworks of narrow quartz veins with pyrite was discovered over a strike length of 1500 feet on the Isla 1 and 2 claims (Price, 1985).

In early 1986, physical work was done on the Isla 2 and 3 claims by prospectors John Boutwell and Ian Hayton discovered an area of scheelite mineralization on Isla 2 claim near East Banks Lake and a significant molybdenum-copper-silver bearing quartz vein, the 'Boutwell Vein', in the central part of Isla 3 claim.

In December 1986, Claw Resources Ltd. acquired an option on the Isla 1, 2, 3 and 14 claims from Golden Eye Minerals Ltd. A basic ground exploration program was directed toward areas of known mineralization and favourable geology. The Isla Mist claim was staked by B.J. Price to cover possible extensions of known stockwork veining and favourable geology. Over 28 line kilometers of grid was constructed and selectively examined with prospecting, geological, magnetic, and VLF-EM surveys. The results of the 1987 survey are summarized on maps compiled by B.J. Price (1987). Anomalous conditions for molybdenum, copper, zinc, silver and gold have been defined by the 1987 surveys. The 1987 surveys define an area over 1000 meters by 500 meters with strongly anomalous molybdenum values and some areas of coincident anomalous copper, zinc, molybdenum, silver and gold. Strongly anomalous results occurs from 15+50N to 16+50N on Line 19E with intermediate lines and additional sampling required on lines 18E, 21E and 22E for anomaly definition.

### REGIONAL GEOLOGY (Figure 3)

Banks Island is situated near the western margin of the Coast Crystalline Complex. The island is underlain by a granitic complex of probable Mesozoic age that varies from gabbro to quartz monzonite in composition. The granitic rocks host roof pendants of metamorphosed, calcareous and pelitic sedimentary rocks of probable Paleozoic age (see Figure 3). Geological Survey of Canada mapping (GSC Map 23-1970) indicates a zoned granitic complex with a more acidic core and basic margin. A potassium argon age of  $144 \pm 6$  Ma has been obtained from the granitic complex (Roddick, 1970).

Banks Island is situated between splays of the Principe-Laredo fault system with movement along the faults resulting in compressive strain and regional conjugate fracture sets. Major fractures and faults trend about  $090^{\circ}$  and between  $305^{\circ}$ - $315^{\circ}$  with cleavage fractures at  $035^{\circ}$  to  $045^{\circ}$  and tension fractures at  $0^{\circ}$  to  $010^{\circ}$  (McClaren and McDougall, 1983). McClaren and McDougall stated that, "Ore mineralization on the Yellow Giant Property predominantly parallels the  $090^{\circ}$  and  $305^{\circ}$ - $315^{\circ}$  structural trends, but sets of fracture-controlled veins (within these) may occur at variance with these trends."

### DISCUSSION OF THE BANKS ISLAND GOLD BELT

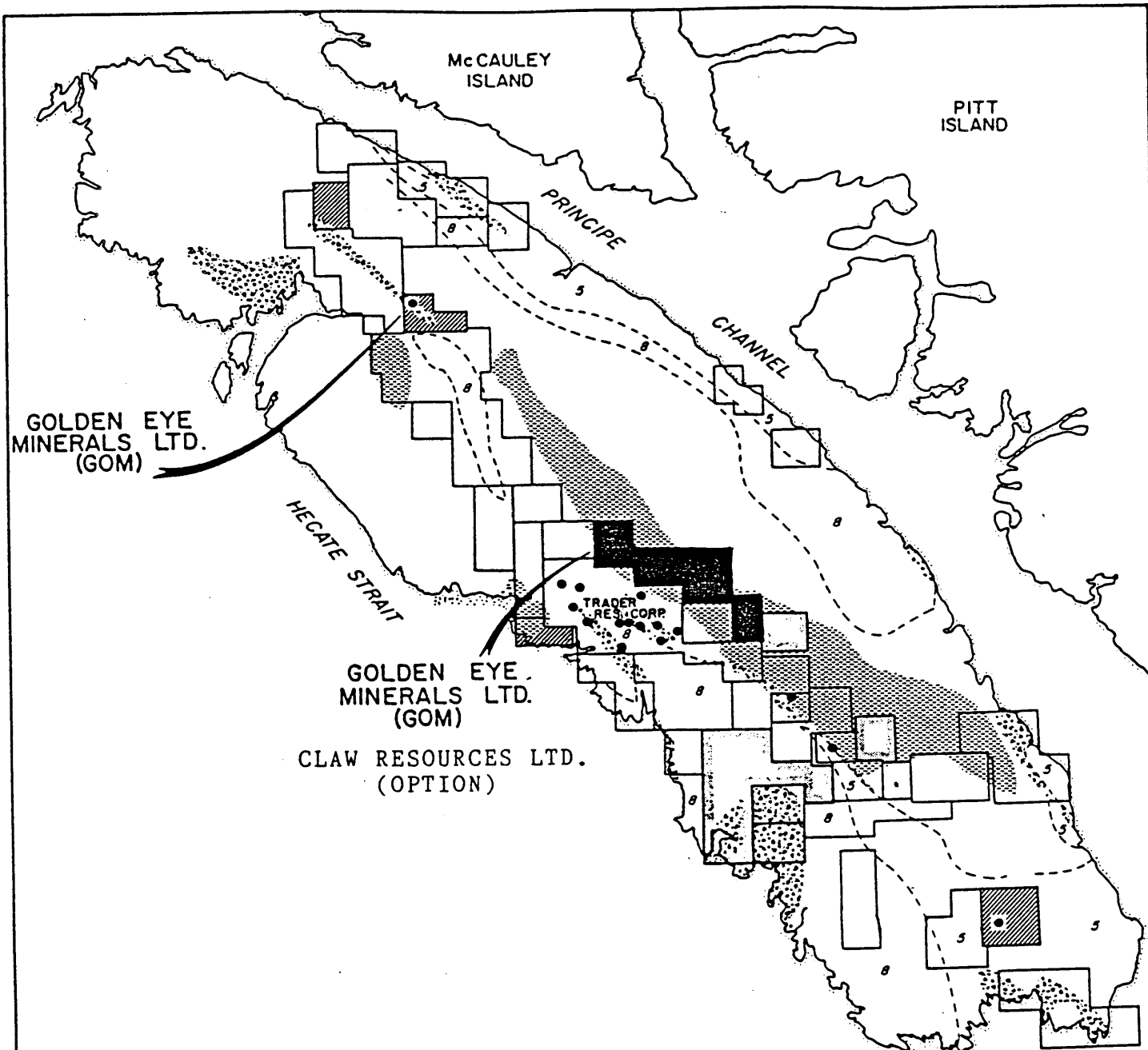
Gold mineralization on Banks Island is structurally localized in both the granitic rocks and metasedimentary rocks near an intrusive contact (Figure 3). Precious metal mineralization is associated with pyrite, sphalerite, arsenopyrite, chalcopyrite, pyrrhotite, galena, and molybdenite. Prospects have epidote, garnet and amphibole gangue in skarnified metasediments or quartz and carbonate gangue in altered granitic rocks. The deposits on the Yellow Giant Property have been categorized by McClaren and McDougall (1983) as disseminated and lode deposits. Disseminated deposits occur mainly as disseminated and stockwork gold-silver mineralization in intrusive bodies while lodes are tabular bodies developed mainly in metasedimentary rocks. Trader Resource Corp. has reported reserves of over 315,000 oz. gold for drill tested parts of the Kim, Discovery, Tel and Bob deposits (Trader Resource Corp., June 9, 1986 News Release).

Descriptions of the Yellow Giant Property deposits follow (1984 and 1985 Company Pamphlets and June 9, 1986 News Release):

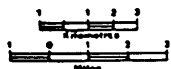
#### KIM DEPOSIT:

1036 021

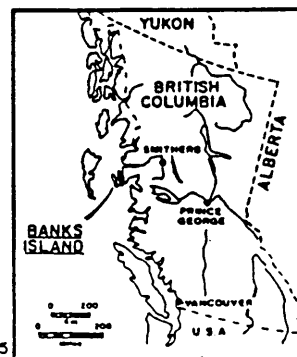
"The bulk tonnage Kim Deposit has been drilled along the first 1,000 feet of a 4,000 foot long structure. The deepest drill test intersected the zone down to 525 feet below surface. The deposit has an average width of 60 feet and is open to depth and along strike. After 1984 drilling (10 holes), new reserves are 1,100,000 tons grading 0.07 ounces of gold per ton."



**FIG.3**  
**BANKS ISLAND GOLD CAMP**  
**BRITISH COLUMBIA**



- GOLD OCCURRENCES
- ▨ QUARTZ MONZONITE
- ▩ METASEDIMENTS
- 8--- QUARTZ DIORITE    ---5--- BASIC COMPLEXES



This map has been compiled from information believed reliable, actual locations of claims and ownership are not guaranteed.

MERIDIAN MAP DRAFTING LTD. NOV '85

TEL DEPOSIT: 1036 026

"The Tel Deposit, drilled to 150 feet below surface, is a gold lode having a width of 8.5 feet. It lies within a 1,000 foot long structure and is open to depth." "Mineable reserves for the Tel portion of the Company's Banks Island, British Columbia holdings were derived from reserves lying within 500 feet of surface and totalled 206,400 tons grading 0.64 ounces of gold and 1.28 ounces of silver per ton."

DISCOVERY DEPOSIT: 1036 025

"The Discovery Deposit has been drilled to a vertical depth of 1,150 feet. It is a gold lode deposit having a known strike length of 250 feet, an average width of 9 feet and is open to depth. Current reserves are about 100,000 tons of grade 0.46 ounces of gold per ton. The four recent holes may triple the reserves, but average grade must be confirmed by further drilling."

BOB DEPOSIT: 1036 024

"The Bob Deposit, a gold lode, has been developed by a decline to a vertical depth of 150 feet. It has a strike length of 100 feet, an average width of 5.5 feet and is open to depth. In 1983, reserves were 28,000 tons with an average grade of 2.12 ounces of gold per ton. Three holes drilled in 1984 in the deposit increased the reserves to 50,000 tons averaging 1.17 oz./ton gold with reserves open to expansion in all directions."

PROPERTY GEOLOGY AND MINERALIZATION

The Isla Mist Property has been mapped by Price (1987). He shows the property to be underlain by granodiorite and quartz monzonite phases of the Kim Granite. Price mapped four northwest trending units with a fault bounded granodiorite and pegmatite unit in the northern part of the Isla 2 and Isla Mist claims, coarse biotite granodiorite south of the fault, an altered fine quartz monzonite and felsite dyke unit, and massive blocky quartz monzonite.

The gridded area is mainly underlain by fine-grained, light colored, equigranular biotite quartz monzonite or granodiorite. This unit is the host for abundant quartz veins filling a strong fracture pattern. Many light-colored dykes, characterized by muscovite, quartz and white feldspars, cut the fine quartz monzonite unit.

Previous workers have demonstrated the structural controlled nature of mineralization in the Banks Island gold belt. On the Isla Mist Property the major fault directions mapped are 295° and 040° to 050°, with extensive fracturing controlling sheeted and stockwork veining.

The initial exploration programs on the Isla Mist Property has located stockwork zones of quartz veining which resemble the "Kim" disseminated gold deposit. The fine quartz monzonite unit is the main mineralized unit and hosts all known showings. The unit has associated silica-sericite alteration with stockwork and sheeted veining. Price (1985) described three types of quartz veins: "smoky quartz, bull quartz and sacharoidal-textured quartz with vuggy appearance and rusty limonite discoloration." The majority of the veins strike between 110° and 140° but the strong "Boutwell Vein", which varies from several centimeters to about 1.5 meters and has been traced for over 100 meter, strikes from 080° to 090°. The "Boutwell Vein" subparallels the 090° structural trend that hosts mineralization on the Yellow Giant Property (McClaren and McDougall, 1983).

Veins vary from 1-2 cm to over 1 meter and several generations of veins are present. Early veins are barren and latest veins have chalcopyrite, pyrite and molybdenite with local scheelite concentrations. Chalcopyrite is characteristic of the centers of the larger veins and molybdenite is mainly on slickensided vein margins. Oxidation of larger veins extends to over 30 cm with blasting required to expose fresh sulphides. Mineralization in the Boutwell vein is exposed in a 1985 blast pit near the east end of the vein. A chip sample collected by the writer (Figure 5) across 1.2 meters assayed 367 ppm molybdenum, 16,000 ppm copper, 1085 ppm zinc, 40.4 ppm silver and 80 ppb gold. Six samples collected by B.J. Price in 1987 from the 'Boutwell Vein' pit are summarized in Table 2.

TABLE 2. ANALYTICAL RESULTS FROM BOUTWELL VEIN PIT.

SAMPLE	DESCRIPTION	MoS2 ppm	Cu ppm	AG (G/t)	AU (ppb)
R87-14A	3cm. vein	286	1158	14.6	29
R87-15	Select	2354	1429	22.9	92
R87-16	8 cm, Cp, Mo.	949	623	51.8	215
R87-23	Grab	14	2.48%	58.5	215
R87-24	Grab	12	2.13%	45.7	67
R87-25	Grab	11	1.22%	28.3	84
PC87-1	1.2 m. chip	360	16000	40.4	80

A tungsten prospect (Figure 6) consisting of scheelite bearing quartz stringers and stockwork mineralization was discovered in 1985 and a trench was blasted at present grid location 18N L13E. The zone is up to 4 meters wide, trends at about 120° and can be traced on surface for about 55 meters. Mineralization consists of pyrite and rare blobs of dark brown sphalerite with scheelite visible under ultraviolet light. Silicification, sericite, chlorite and pink feldspar alteration occur with the mineralized stringers. Analytical results for three samples collected by Price in 1987 are summarized in Table 3.

Grab samples collected by prospector Peter Newman near station 23 + 50 E are summarized on a plan of Pete's Vein (Figure 7). Values up to 44.5 ppm silver, 7100 ppm copper, 211 MoS<sub>2</sub> and 539 tungsten were obtained from vein crop outs with higher grades obtained from float.

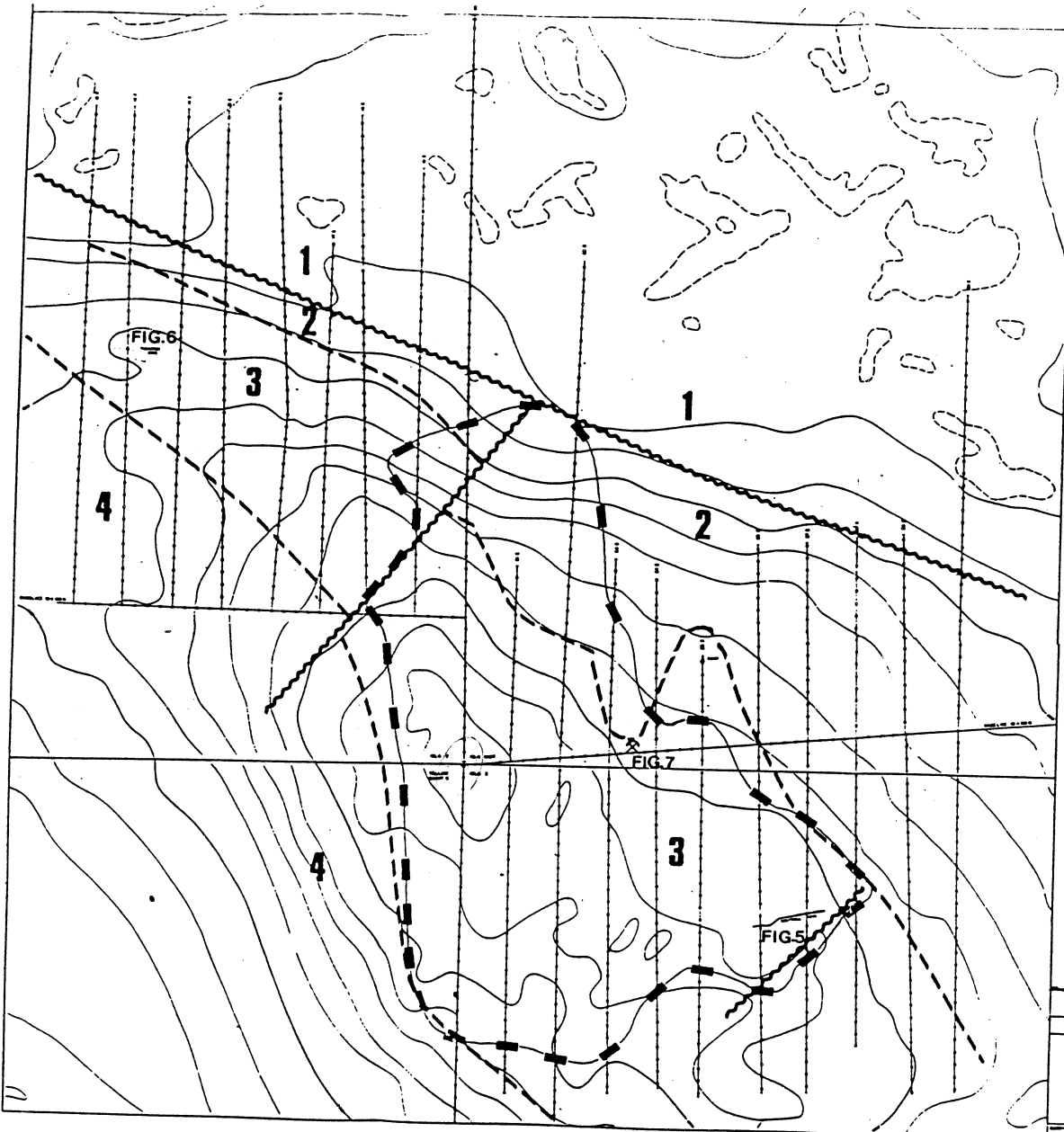


FIGURE 4.  
GEOLOGY & ANOMALY MAP

**LEGEND**

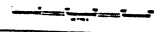
- 1. GRANODIORITE + PEGMATITE
- 2. COARSE BIOTITE GRANODIORITE
- 3. FINE QTZ. MONZONITE, FELSITE
- 4. MASSIVE QTZ. MONZONITE

- 75% > 20 PPM Mo
- ~~~~~ fault
- ~~~~~ contact

CLAW RESOURCES LTD.

GOLDER EYE MINERALS LTD

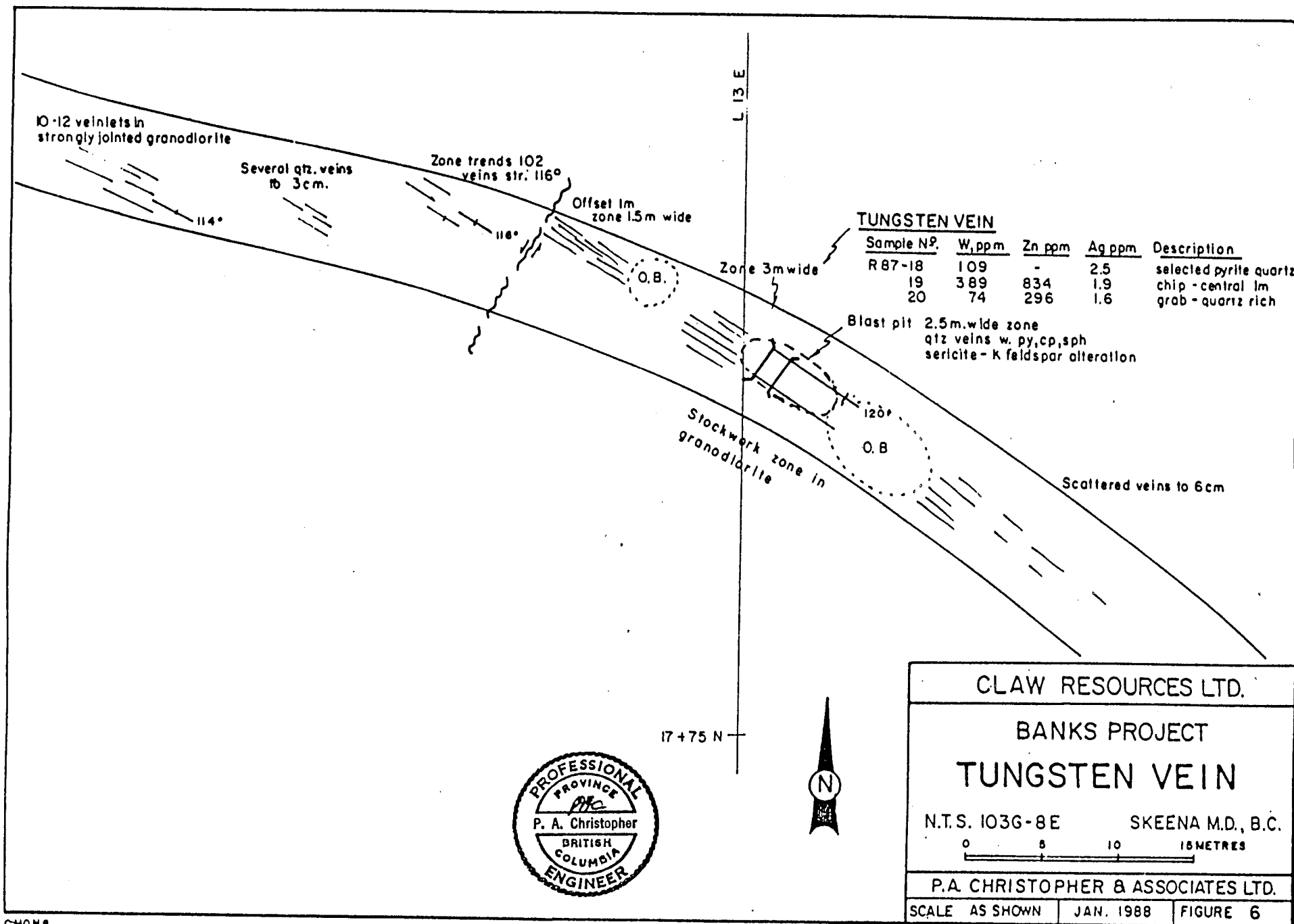
BANKS PROJECT



DATE: 1988-08-10  
DRAWN BY: J. B. [unreadable]  
CHECKED BY: P. A. CHRISTOPH  
SCALE: AS SHOWN







CLAW RESOURCES LTD.

BANKS PROJECT

**TUNGSTEN VEIN**

N.T.S. 103G-8E      SKEENA M.D., B.C.

0      5      10      15 METRES

P.A. CHRISTOPHER & ASSOCIATES LTD.

SCALE AS SHOWN      JAN. 1988      FIGURE 6

**PETE'S VEIN**

Sample N <sup>o</sup> .	W, ppm	MoS <sub>2</sub> , ppm	Cu, ppm	Ag, ppm	Au, ppb	Description
P87-36	96	134	7100	40.5	88	prior to blast
37	1	137	442	4.1	1	grab
37A	539	211	5472	28.6	44	"

P87-33	2	230	3640	43.1	35	grab
34	4	1701	4579	24.3	126	"
35	4	2163	1770	12.5	25	"

X Vein float to 10 cm wide  
(P 33 - 35)

Blast pit  
23+50E, 10+25N

MAIN VEIN ZONE - 1m wide, py cp MoS<sub>2</sub>

Minor veins 3-5cm wide on footwall  
Footwall & hangwall are coarse biotite diorite



CLAW RESOURCES LTD.

BANKS PROJECT  
**PETE'S VEIN**

N.T.S. 103G-8E

SKEENA M.D., B.C.

0 5 10 15 METRES

P.A. CHRISTOPHER & ASSOCIATES LTD.

SCALE AS SHOWN

JAN. 1988

FIGURE 7

TABLE 3. ANALYTICAL RESULTS FROM TUNGSTEN ZONE.

SAMPLE	DESCRIPTION	W ppm *	Zn ppm	Ag (G/t)	Au (ppb)
R87-18	Selected py & quartz	109	195	2.5	4
R87-19	Chip, 1 meter	389	834	1.9	4
R87-20	Grab, quartz-rich	74	296	1.6	1

\* ICP analyses only partial extraction for Tungsten. Assay req'd.

### DISCUSSION OF RESULTS

The Isla Mist Property under option to Claw Resources Ltd. adjoin the Yellow Giant Property, on which Trader Resource Corp. is presently exploring the extensions of over ten gold deposits and occurrences. The claims occur in the 'Banks Island Gold Belt' a zone of extreme fracturing with many structurally controlled gold occurrences.

A initial prospecting, mapping and soil, silt and rock sampling was successful in locating stockwork zones of quartz veining which resemble the disseminated gold deposit known as the Kim Deposit on the adjacent property. Rock samples obtained from the property in 1987 contain up to 8363 ppm molybdenum, 24819 ppm copper, 58.5 ppm silver and 215 ppb gold. Mapping and prospecting has extended previously known vein and stockwork mineralized zones and indicated a strong correlation between mineralization and the fine grained quartz monzonite unit. Soil sampling has outlined a zone at least 1000 meters long that averages over 500 meters wide with molybdenum values mainly over 20 ppm (Figure 4). The zone also contains strongly anomalous copper, silver, zinc and gold values.

Sampling of blast trenches on the 'Boutwell Vein' and tungsten zone has demonstrated that leaching and oxidization extend to about 30 cm. and rock trenches should exceed this depth. Plugger type drilling will be required to establish trenches that will allow sampling below the surface oxidation and leached zone.

### CONCLUSIONS AND RECOMMENDATIONS

Basic exploration programs conducted on the Isla Mist Property for Claw Resources Ltd. have been successful in defining a porphyry copper-molybdenum system with enhanced precious metal content. Soil geochemical results indicates that the zone extends for at least 1000 meters and averages about 500 meters. Geological mapping suggests that the favourable host rock is a fine grained quartz monzonite units with associated felsic dykes, quartz veining, sericitic alteration and silicification.

Considering the anomalous geochemical results, favourable geological and structural setting, and proximity of the Isla Mist Property to known gold deposits (Figure 3), a further staged program is highly recommended.

A Stage I program of geochemical and geophysical follow-up is recommended for anomaly definition. Rock samples should be collected from trenches which have been excavated below the leached and oxidized zone. Additional grid lines are required to define the area of strong geochemical response in the northern part of the geochemical anomaly (Figure 4). An induced polarization survey is recommended to define the mineralized porphyry system and set priorities to drill targets within the large anomalous zone. The Stage I program is estimated to cost \$90,000. Stage II and Stage III, mainly diamond drilling programs, are contingent on the results of the preceding program and are estimated to cost \$ 190,000 and \$235,000, respectively.

COST ESTIMATES

STAGE I. GEOCHEMICAL AND GEOPHYSICAL FOLLOW-UP

Project Preparation	\$ 2,000
Mobilization/Demobilization	8,000
Grid Extension	4,000
Plugger Drilling & Blasting 2 men @ \$500/day	10,000
Geologist, Geological Assistant 20 days @ \$500/day	10,000
IP Survey 10 days @ \$1000/day report included	10,000
Camp Costs 120 man days @ \$50ea.	6,000
Supplies: Blasting, Sampling, Flagging etc.	3,000
Rentals: Plugger, Radio etc.	1,500
Geochemical Costs:	
300 soils @ \$12.50ea.	3,750
200 rocks @ \$25.00ea.	5,000
Transportation:	
Helicopter, Fixed Wing	5,000
Truck Rental	1,000
Engineering & Consulting	3,000
Reporting	4,000
Work Filing \$150,000 @ 5%	7,500
Contingency	<u>6,250</u>
State I Total	\$ <u>90,000</u>

STAGE II. DIAMOND DRILLING (CONTINGENT ON STAGE I)

Project Preparation	\$ 3,000
Mobilization/Demobilization	10,000
Site Preparation/Reclamation	3,000
Diamond Drilling 800 meters @ \$ 120/meter	96,000
Geochemical Analyses	5,000
Management/Supervision	20,000
Engineering & Consulting	4,000
Consumables	2,000
Camp Costs	5,000
Transportation:	
Helicopter Support	10,000
Truck Rental	2,000
Report Preparation	5,000
Contingency 15%	<u>25,000</u>

Stage II Total \$ 190,000

STAGE III. DIAMOND DRILLING (CONTINGENT ON INITIAL STAGES)

Project Preparation	\$ 3,000
Mobilization/Demobilization	10,000
Site Preparation/Reclamation	4,000
Diamond Drilling 1000 meters @ \$ 120/meter	120,000
Geochemical Analyses	6,000
Management/Supervision	25,000
Engineering & Consulting	5,000
Consumables	2,500
Camp Costs	7,500
Transportation:	
Helicopter & Fixed Wing Support	12,000
Truck Rental	3,000
Report Preparation	6,000
Contingency 15%	<u>31,000</u>

Stage III Total \$ 235,000

Stage I.	\$ 90,000	Recommended
Stage II.	190,000	Contingent
Stage III.	<u>235,000</u>	Contingent
Total	<u>\$515,000</u>	Stage I, II & III

  
*Peter A. Christopher*  
Peter A. Christopher, P.Eng.  
February 28, 1987  
Revised February 1, 1988

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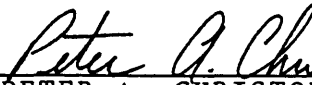
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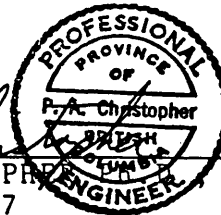
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CERTIFICATE

I, Peter A. Christopher, with business address at 3707 West 34th Avenue, Vancouver, British Columbia, do hereby certify that:

- 1) I am a consulting geological engineer registered with the Association of Professional Engineers of British Columbia since 1976.
- 2) I am a Fellow of the Geological Association of Canada and a member of the Society of Economic Geologists.
- 3) I hold a B.Sc. (1966) from the State University of New York at Fredonia, a M.A. (1968) from Dartmouth College and a Ph.D. (1973) from the University of British Columbia.
- 4) I have been practising my profession as a Geologist for over 20 years.
- 5) I have no direct or indirect interest, nor do I expect to receive any interest directly or indirectly in the properties or securities of Golden Eye Minerals Ltd. or Claw Resources Ltd.
- 6) I have based this report on a review of available geological data, on previous property examinations on Banks Island, and on a personal examination of the property on August 31, 1984 and February 1, 1987.
- 7) I consent to the use of this report by Claw Resources Ltd. in any Filing Statement, Statement of Material Facts or Prospectus issued by the Company.

  
PETER A. CHRISTOPHER, P.Eng.  
February 28, 1987  
Revised February 1, 1988



**Peter Christopher & Associates Inc.**  
GEOLOGICAL & EXPLORATION SERVICES  
3707 West 34th Ave., Vancouver, B.C. V6N 2K9

Office/Res: 263-6152

February 1, 1988

Claw Resources Ltd.  
Suite 600-890 West Hastings Street  
Vancouver, British Columbia  
V6C 1K4

Dear Sirs:

I, Peter A. Christopher, Ph.D., P.Eng., hereby consent to the use of my report dated February 28, 1987 and revised February 1, 1988 on the Isla Mist Property, Skeena Mining Division, British Columbia, in any Filing Statement, Statement of Material Facts or Prospectus to be issued by Claw Resources Ltd.

DATED at Vancouver, British Columbia, this 28th day of February, 1984.

  
Peter A. Christopher, P.Eng.



The seal is circular with the text 'PROFESSIONAL PROVINCE OF BRITISH COLUMBIA ENGINEER' around the perimeter. In the center, it reads 'P. A. Christopher' and 'P. Eng.'.



CERTIFICATE OF THE ISSUER

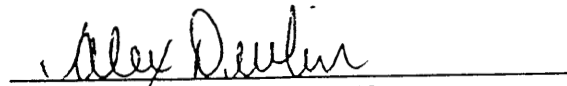
Dated: *May 9, 1988.*

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

**CLAW RESOURCES LTD.**



DARRELL KRELL  
President and Chief Executive  
Officer

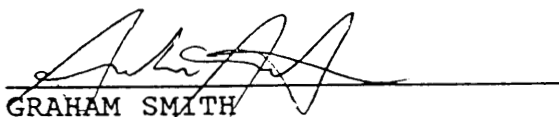


ALEXANDER J. DEVLIN  
Chief Financial Officer  
and Secretary

**ON BEHALF OF THE BOARD OF DIRECTORS**

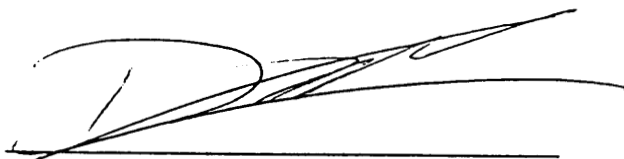


EDWARD KENNEDY



GRAHAM SMITH

**PROMOTER**



DARRELL KRELL

CERTIFICATE OF THE AGENT

To the best of our knowledge, information and belief, the foregoing constitutes full, true and plain disclosure of all material facts relating to the securities offered by this prospectus as required by the Securities Act and its regulations.

Dated the 9<sup>th</sup> day of *May*, 1988.

**CONTINENTAL CARLISLE DOUGLAS**

Per:

*DR Fay*  
\_\_\_\_\_  
Authorized Signatory