

EASY CREEK

February /79

Silver Standard has optioned from a prospector 5 claims comprising 67 units in a very accessible area a few miles from Likely, B.C. The option is contingent upon the prospector obtaining expected title to some key units that are in dispute. The claims are adjacent to a former placer gold area.

Work to date consists of uncontrolled geochemical sampling and trenching. The trenches reveal fracture zones of untested and unknown extent. At several locations in the trenches fine gold can be recovered by panning. Typical sample results from such trenches are:

"Main" showing	- 12 ft.	-	0.18 oz. gold
700 ft. to east	- 12 ft.	-	0.162 oz.
North of main show	- 10 ft.	-	0.212 oz.
South of main show	- 16 ft.	-	0.196 oz.

It is proposed to do some additional trenching and to test at least the presently known targets by short drill holes, perhaps 1500 ft. in about 12 holes. The next stage, if any, would depend on results of this initial work.

Silver Standard would consider a partner who would make the payments due to the prospector (two \$3,000 payments in first year) and go firm on a \$50,000 program to be completed early in 1979. The partner could continue at his option, and earn some considerable interest by spending say \$400,000 over 3 years. Other types of arrangements are not ruled out.