520989 (1)

PROJECT — YELLOWJACKET

LOCATION — ATLIN AREA, EASY ACCESS by road 9 km east of the town of Atlin.
NTS 104-N-12

(2) Underlying Vendors — Terms (under negotiation)

	CASH	SHARES	WORK	NSR
Signing	$ 20,000	50,000	100,000	2%
YR 1	30,000	50,000	300,000	
YR 2	50,000	50,000	400,000	
YR 3	50,000	50,000	500,000	
YR 4	50,000		1,000,000	
	$ 200,000	200,000	$ 2,300,000	

(3)

HISTORY:

Claims cover ~~Pine Creek~~ portion of the Pine Creek valley where intermittent placer activity has produced 140,000 ounces of gold within the Atlin district which has historic production of ~~of~~ over 750,000 ounces.

During placer activity in Pine Creek, several shallow shafts were sunk on quartz veins containing "spectacular gold".

A summary follows:

~~The most significant aspects on the property history are listed~~

1899	Bedrock zone discovered, 14 metre shaft sunk
1902	35 metre trench completed on the zone. "low values in free gold" reported
1903	Shaft extended to a final depth of 30 metres. "high values reported"
1983	Canova optioned the property from local title holders,
1984	Geophysics and 5 diamond drill holes
1985	10 reverse circulation holes (Total Canova expenditures - $0.54 million)
1986	Homestake Option; airborne and ground geophysics, 14 drill holes metallurgical testwork
1987	15 drill holes
1988	23 drill holes detailed geophysics (Total Homestake expenditures ($1.66 million)

CAPSULIZED GEOLOGY

Bonanza 'motherlode-type' gold mineralization is associated with a stockwork veining system within and adjacent to a major thrust or detachment fault. Gold is associated with quartz and quartz-carbonate veins and vein stockwork and commonly occurs a spectacular coarse free gold often associated with pyrite, chalcopyrite, arsenopyrite and tetrahedrite.

Mineralization on the Yellowjacket property appears to be confined to quartz stockworks within quartz-carbonate ± mariposite ± sericite altered zones controlled by thrust faulted contacts between ultramafic and volcanic rocks, and the subvertical Pine Creek fault system ~~(Fig 3)~~. The ~~intersection of these two~~ fault ~~zones~~ appears to be a key ore control. Numerous good, untested, exploration targets of a similar geological but blind nature occur along the entire strike length of the Pine Creek fault. Some of these are located on the Beama claim, the Reef claim and the Pictou property.

detachment

EXPLORATION POTENTIAL

Prior exploration has partially tested the detachment fault for a length. At 300 meters ~~along the~~ Good exploration potential exists along a 5 kilometer length of the zone that has not seen drilling.