

PROTECT

YELLOWJACKET

LOCATION

Atlin Area, Easy Access by road 9 km east
of the town of Atlin
NTS - 104 - N - 12

Underlying Vendors
(Terms under
Negotiation)

	<u>Cash</u>	<u>Shares</u>	<u>Work</u>	<u>NSR</u>
Signing	\$10,000	50,000	100,000	2%
YR1	\$20,000	50,000	300,000	
YR2	\$30,000	50,000	400,000	
YR3	\$40,000	50,000	500,000	
YR4	\$50,000		1,000,000	
	\$150,000	200,000	\$2,300,000	

HISTORY:

Claims cover 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 over 750,000 ounces.

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

A summary follows:

- 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 as 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. The fault appears to be a key control of mineralization.

EXPLORATION POTENTIAL

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