

521011

REPORT

ON THE

B.J. MINERAL CLAIM GROUP (97 UNITS)

BEE, JAY, BJ, WINDY, GREY, RAINY, DAY, VALLEY, WISH MINERAL CLAIMS

RECORD NOS. 1478(7), 1479(7), 1480(7), 1556(8), 1557(8),

1558(8), 1559(8), 1626(9), 2065(9)

MESS CREEK - ARCTIC LAKE - MT. HICKMAN AREA

LIARD MINING DIVISION

TELEGRAPH CREEK, BRITISH COLUMBIA

N. Lat. 57°08'

W. Long. 130°57'

NTS 104-G-2W

for

ISKUT GOLD CORPORATION
Suite 780
885 Dunsmuir Street
Vancouver, British Columbia
V6C 1N8

by

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August 31, 1987

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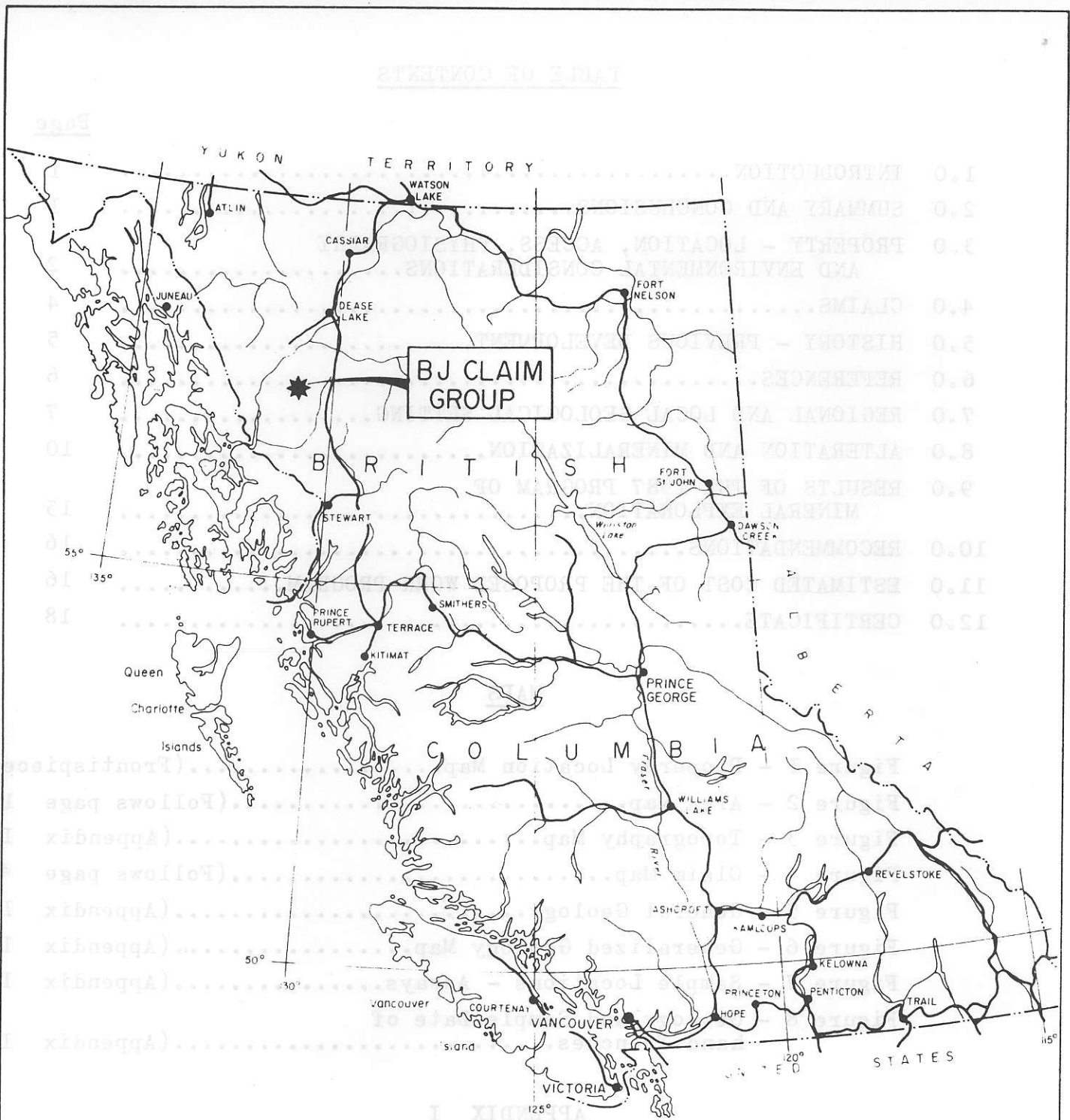
Maps 3, 5, 6, 7, 8

APPENDIX II

Assay Certificate File #87-2542

87-2885 (2 pages)

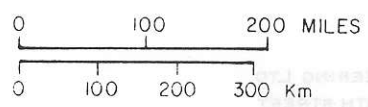
8708 - 2054(B)



Donald W. Tully

FIGURE I.

PROPERTY LOCATION MAP
ISKUT GOLD CORPORATION
SCALE AS SHOWN
AUGUST 31, 1987
DONALD W. TULLY, P. ENG.



1.0

INTRODUCTION

- 1.1 This report was prepared pursuant to a request from the Directors of ISKUT GOLD CORPORATION, Suite 780, 885 Dunsmuir Street, Vancouver, British Columbia V6C 1N8.
- 1.2 The purpose of this report is to summarize the results of the previous development on the B.J. Mineral Claim Group and assess the mine-making potential of the property.
- 1.3 This report is based upon a field examination of the hand trenchings on the WINDY claim on August 14, 1987 in company with Mr. W. Meyer, P.Eng. Valuable assistance is gratefully acknowledged to Mr. Meyer and Teck Corporation for the information provided to construct this report.
- 1.4 A program of mineral exploration is recommended.

2.0

SUMMARY AND CONCLUSIONS

- 2.1 The B.J. Mineral Claim Group consists of nine contiguous claims comprising ninety-seven claim units located some 80 kilometres (50 miles) south-southeast of Telegraph Creek, in the headwaters area of Mess Creek in Northwestern British Columbia.
- 2.2 Access to the property is best by helicopter.
- 2.3 The claim group covers an area of \pm 2,425 hectares (\pm 5,992 acres) subject to survey.
- 2.4 The property was staked in 1980 as a result of finding significant gold values in stream sediments in the claim area. Subsequent prospecting and geological mapping has revealed many gold-bearing quartz veins in quartz-carbonate zones and horizons of quartz-sericite schists over the

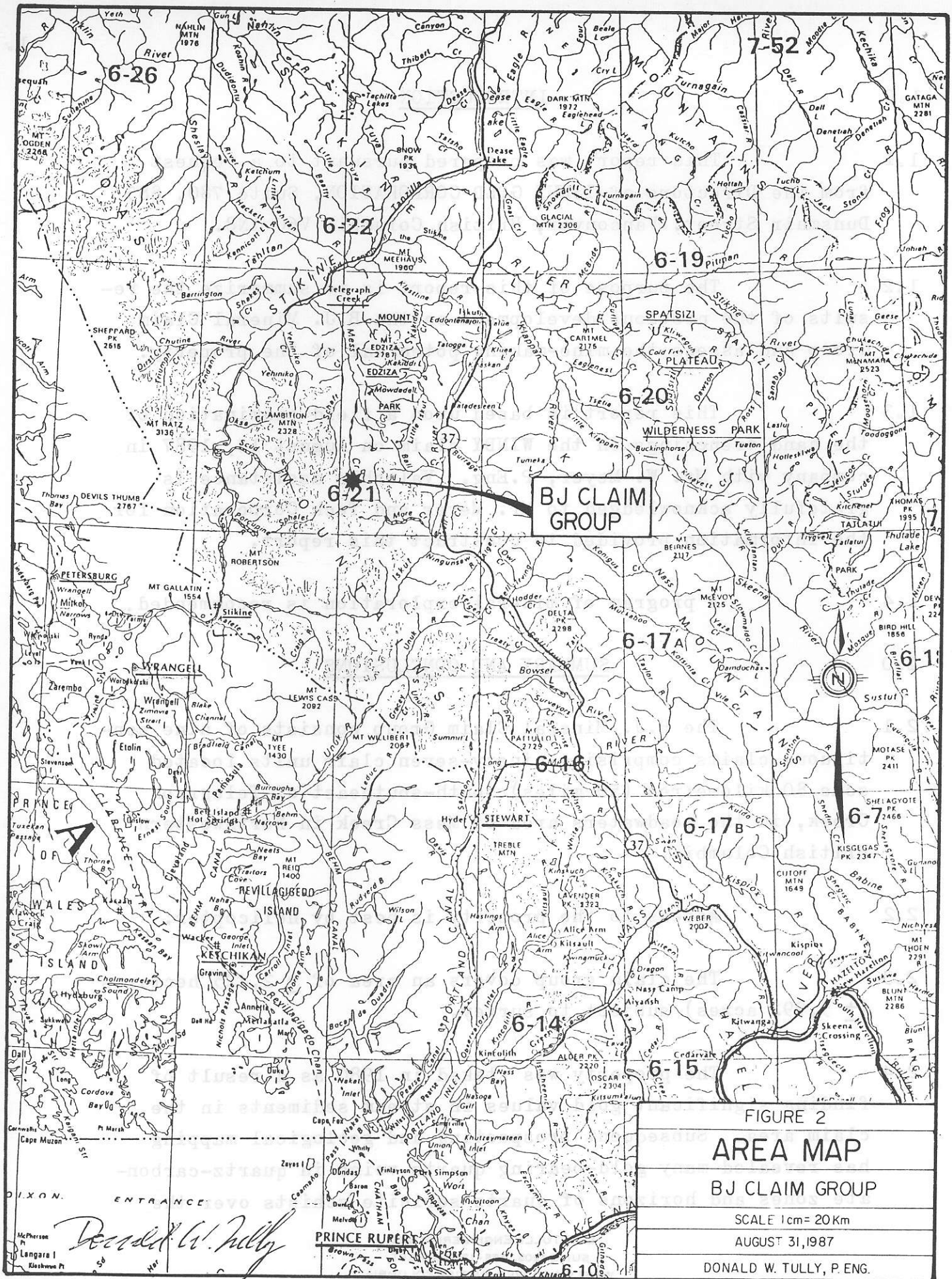


FIGURE 2
AREA MAP
 BJ CLAIM GROUP
 SCALE 1cm = 20Km
 AUGUST 31, 1987
 DONALD W. TULLY, P. ENG.

claimed ground.

2.5 Prospecting and hand trenching have been successful in developing the many mineral discoveries on the B.J. claim area. A recently discovered zone of quartz veins on the WINDY claim occurs along an east trending contact between quartz-sericite schist and metavolcanics has been hand trenched. Values in gold up to 0.883 opt across 1.5 metres have been found in channel samples taken on this zone which has been opened up by trenching for some 120 metres. This zone is reported to have been traced for a strike length of 450 metres. Other mineral occurrences having apparent significant values in gold that require further development have been found on the claim group.

2.6 It is concluded the B.J. Claim Group is an excellent exploration bet in a favourable geological environment and warrants further mineral development.

2.7 A two-phase program of mineral exploration is recommended at an estimated total cost of \$229,530.

3.0 PROPERTY - LOCATION, ACCESS, PHYSIOGRAPHY
AND ENVIRONMENTAL CONSIDERATIONS

3.1 The B.J. property comprises nine mineral claims named the BEE, JAY, BJ, WINDY, GREY, RAINY, DAY, VALLEY and WISH containing a total of ninety-seven claim units having a calculated area of 2,425 hectares. Glaciers cover a significant portion of the west sector of the claim area.

3.2 The latitude of the B.J. Claim Group is 57°08' north and the longitude is 130°57' west. The area is covered by NTS map sheet 104-G-2.

- 3.3 The B.J. Claim Group is located on the east flank of the Coast Range Mountains of Northwestern British Columbia. The town of Telegraph Creek on the Stikine River, is situated some 80 km to the north of the claim group, near the mouth of Mess Creek. The valley of Mess Creek is a north-south topographic feature of the area. Dease Lake, located on the Stewart-Cassiar Hwy, is the largest town in this part of British Columbia and is situated some 210 km northeast of the property.
- 3.4 Access is best by helicopter from the airstrip at Iskut, a highway maintenance depot, on the Stewart-Cassiar Hwy at the north end of Eddontenajon Lake, some 90 km to the northeast of the B.J. Claim Group. Alternate accessibility is possible from the Schaft Creek airstrip, located on Schaft Creek, a tributary of Mess Creek, some 15 km north of the B.J. property. Float-equipped aircraft can be landed on Arctic Lake situated about 8 km to the northeast of the B.J. ground. Also, a temporary helicopter base at Bob Quinn Lake on the Stewart-Cassiar Hwy can provide closer access (± 50 km).
- 3.5 The main topographic features of the area are Mount Hickman and Hankin Peak, located about six km to the northwest and due east respectively, of the B.J. claim group. Mount Hickman rises to ± 9,250 feet and Hankin Peak rises some 8,386 feet above sea-level. The topography over the claim area is relatively rugged. Elevations over the property range from around 2,700 feet in the valley of Mess Creek in the northeast sector of the Windy claim to some 5,800 feet in the western portion of the ground on the common boundary area of the B.J. and Rainy claims. The ground is drained north-northeasterly by the valley of Mess Creek.
- 3.6 Groves of small spruce and balsam occur along the valley slopes below the 5,000-foot elevation. The treeline

is about 4,800 feet above sea-level. Snow covers the claim area for some eight to nine months of the year.

3.7 Mount Edziza Provincial Park is located about 25 km north and east of the B.J. Claim Group.

3.8 Although mountain terrain is relatively fragile, in the environmental sense, the B.J. property is considered to be only moderately sensitive.

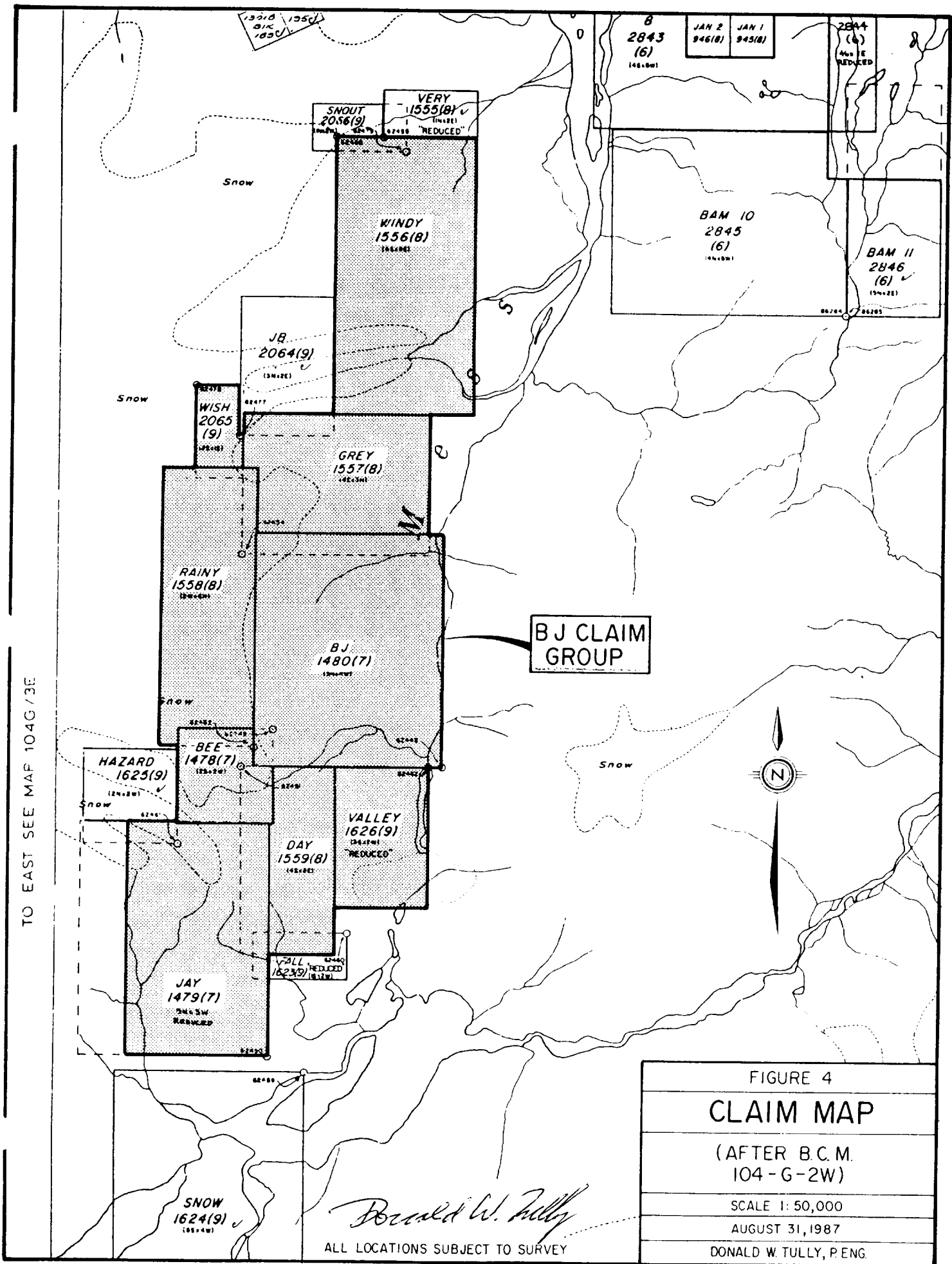
4.0 CLAIMS

4.1 Nine contiguous mineral claims comprising ninety-seven mineral claim units are located near the headwaters of Mess Creek, Liard Mining Division, British Columbia.

4.2 Information with the Gold Commissioner for the Liard Mining Division, Victoria, British Columbia on August 28, 1987 was as follows:

<u>Claim Name</u>	<u>Record No.</u>	<u>Units</u>	<u>Record Date</u>	<u>Recorded Owner</u>
BEE	1478(7)	2W x 2S = 4	July 29, 1980	Teck Corporation
JAY	1479(7)	3W x 5N = 15	July 29, 1980	Teck Corporation
BJ	1480(7)	4W x 5N = 20	July 29, 1980	Teck Corporation
WINDY	1556(8)	3E x 6S = 18	Aug. 29, 1980	Teck Corporation
GREY	1557(8)	3N x 4E = 12	Aug. 29, 1980	Teck Corporation
RAINY	1558(8)	2W x 6N = 12	Aug. 29, 1980	Teck Corporation
DAY	1559(8)	2E x 4S = 8	Aug. 29, 1980	Teck Corporation
VALLEY	1626(9)	3S x 2W = 6	Sep. 22, 1980	Teck Corporation
WISH	2065(9)	1E x 2S = 2	Sep. 22, 1981	Teck Corporation
		TOTAL		<u>97 units</u>

4.3 The claims are shown on British Columbia Mineral Titles Map M104-G-2W (Figure 4).



TO EAST SEE MAP 104G/3E

BJ CLAIM GROUP



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ALL LOCATIONS SUBJECT TO SURVEY

FIGURE 4
CLAIM MAP
(AFTER B.C.M. 104-G-2W)
SCALE 1: 50,000
AUGUST 31, 1987
DONALD W. TULLY, P.ENG.

4.4 The total claim area is calculated to contain + 2,425 hectares (+ 5,992 acres) subject to survey.

5.0 HISTORY - PREVIOUS DEVELOPMENT

5.1 The discovery of fine gold in the gravel bars of the Stikine River brought a rush of prospectors to the Telegraph Creek area in 1873. The Klondike Rush of 1896 - 1900 also brought an influx of mine-seekers. During the Klondike Rush, Telegraph Creek and the nearby town of Glenora housed more than 5,000 persons bound for Dawson via the Telegraph Trail. The Telegraph Trail and the telegraph line which connected Dawson with the outside world in 1901 extended northwestward east of the B.J. Claim area through Telegraph Creek to Atlin. Boat access to the area was also available in the early days from the coast along the Stikine River.

5.2 Mineral activity has been active in the Telegraph Creek area since the mid-1950's. It is reported there is no record of claims having been previously staked in the B.J. Claim Group area although evidence of prior prospection has been found. Undoubtedly, prospectors traversed this area during the Klondike Rush years and later during the 1950's when the Galore Creek and Liard Copper mineral discoveries were made.

5.3 All the claims in the B.J. Claim Group excepting the WISH claim were staked in 1980 as a result of positive prospecting and geochemical assay results during the field season. During 1981, geological mapping, geochemical soil sampling and hand trenching was carried out on the WINDY and B.J. claims and the WISH claim was staked. Peter Holbeck, B.Sc. did preliminary geological mapping and geochemical soil sampling during the 1981 field season and completed his assignment in 1982 over the total claim area.

5.4 A program of prospecting, hand trenching and geochemical soil sampling was commenced during the 1986 field season and resulted in the discovery of a new gold zone in the central area of the WINDY claim (Figures 6, 7 and 8).

5.5 A joint venture to further explore the B.J. Claim Group was undertaken with Iskut Gold Corporation and the initial results of the 1987 field work program are shown on Figure 8.

6.0

REFERENCES

6.1

A partial list of publications and private reports containing information on the B.J. Claim Group are as follows:

Souther, J.A. (1971)

- Geological Survey of Canada Paper 71-44 and Map 11-1971

Operation Stikine (1956)

- Geological Survey of Canada Map 9-1957
- Geological Survey of Canada Aeromagnetic Map 9226G
- BCMEMPR Assessment Reports Nos. 9040, 10,917, 14,982
- National Topographic System (NTS) Map 104-G-2

Polk, Peter, P.Eng. (March 1981)

- Geological and Geochemical Report on the BJ Gold Claims, Schaft Creek Area, Liard Mining Division, for Teck Explorations Limited

Polk, Peter, P.Eng. (March 1981)

- Report on Rock and Soil Geochemical Surveys and Physical Work on the BJ, BEE, JAY, WINDY, GREY, RAINY, DAY claims, for Teck Explorations Limited

Holbeck, Peter, B.Sc., (January 1982)

- Report on the Geology and Soil Geochemistry of the BJ, BEE, JAY, WINDY, GREY, RAINY, DAY, VERY, FALL and VALLEY claims, for Teck Explorations Limited

Holback, Peter, B.Sc., (December 1982)

- Geology, Geochemistry and Litho-geochemistry of Mineralization and Alteration - BJ Groups 1 and 2, for Teck Explorations Limited.

Polk, Peter, P. Eng. (July 1986)
 - Report on the Geology and Geochemistry of the BEE JAY Group of Claims (B.J., BEE, JAY, WINDY, GREY, RAINY, DAY, VALLEY, WISH Claims), for Teck Explorations Limited.

Monger, J.W. (1977)
 - Upper Paleozoic Rocks of the Western Cordillera and their bearing on Cordilleran Evolution, Canadian Journal of Earth Science, Vol. 14, pp. 1832-1859

7.0 REGIONAL AND LOCAL GEOLOGICAL SETTING

7.1 The general geology of the area of the B.J. Claim Group is shown on Figure 5.

7.2 Late Paleozoic sediments, volcanics and volcani-clastic rocks underlie the claim area and the immediate environs. In the area immediately north and east of the property Upper Triassic volcanoclastics have been mapped unconformably overlying the late Paleozoic rocks.

7.3 P. Holbeck recognized seven main lithological units on the B.J. Claim Group. In addition, he reported another six units in the general map-area (Figure 6).

7.4 A tentative geologic timetable of the general area of the B.J. Claim Group constructed according to Peter Holbeck's report dated January 1982 and Figure 6 is as follows:

<u>Formation</u>	<u>Description/Event</u>	<u>Age</u>
Sand, gravel, silt and glacial debris	Unconsolidated	Quaternary
	(Erosional unconformity)	

<u>Formation</u>	<u>Description/Event</u>	<u>Age</u>
Mineralization, quartz veining and metamorphism	Gold, silver, oxides and sulphides of iron, cop- per, lead, zinc arsenic and tellurium (Folding, faulting, shear- ing and related tectonic activity)	Tertiary (?)
Lamprophyre and dykes, sills masses (Unit 10)	Biotite-rich (Folding, faulting, shear- ing and related tectonic activity)	Tertiary (?) (may be post mineralization in part ?
Quartz-sericite schist (Unit A)	Meta-equivalents of felsic tuffs and volcaniclastics	(?)
Ferruginous car- bonate and breccia (Unit B)		(?)
Serpentine (Unit C)	(Probably several periods of folding, faulting, shearing and related tec- tonic activity)	(?)
Granodiorite (Unit 9)	Medium-grained, chlori- tized (may be related to the Hickman batholith) (Folding, faulting, shear- ing and related tectonic activity)	Triassic (?) and later
Sediments (Unit 8)	Conglomerate, pelite, chert, argillite	Triassic
Volcanics and volcaniclastics (Unit 7)	Undifferentiated (Folding, faulting, shear- ing and tectonic activity related to vulcanism) (Unconformity)	Triassic

<u>Formation</u>	<u>Description/Event</u>	<u>Age</u>
Greenstone (Unit 6)	Coarse-grained phases of peridotite reported in association with foliated greenstone (May be related to Unit C above?)	Permaaan (?) and earlier
Felsic tuffs and breccias (Unit 5)	Quartz-sericite and chlorite schists	Paleozoic
Greenschist facies (Unit 4)	Purple and green schists, tuffs and pyroclastics	Paleozoic
Chlorite schist (Unit 3)	Massive horizons interbedded and folded in paleozoic units	Paleozoic
Argillite (Unit 2)	Horizons of intercalated graphitic schist	Paleozoic
Limestone (Unit 1)	Ferruginous phases	Paleozoic

7.5

Holbeck described the geologic structure over the B.J. Claim Group on page 8 of his report as follows:

" Four distinct phases of folding are evident. Two early phases of isoclinal folding have colinear fold axes, trending north, northwest. Axial planes were nearly perpendicular resulting in crenulation cleavage and Ramsey type 2 interference patterns. Metamorphism and metasomatism took place prior to the onset of the second deformational phase. The extreme ductility contrast between lithologies resulted in most of the strain being taken by units 4 and A.

The third phase of folding is related to north-south compression and has produced kinkbanding, chevron folds and broad open warps in well developed foliation. It is likely that this phase was coincident with north-south strike slip faulting.

A final phase of east-west compressional stress produced a northeasterly trending, vertical, open fold which flattens to the north. This phase dramatically intensifies to the west, where upright tight folds with amplitudes of 1 km can be seen. The great variation of fold style over short distances during this phase was probably due to forceful emplacement of plutonic rocks. "

8.0

ALTERATION AND MINERALIZATION

8.1

P. Holbeck, B.Sc., has described the several geological settings of the gold mineralization on the B.J. Claim Group on pages 25 - 33 in his report dated December 1982 as follows:

" Rocks containing elevated precious metal values occur in several distinct settings. Occurrences can be divided into silica or carbonate dominated systems. Further subdivisions can be made on the basis of morphology, textures and mineral assemblage. In the order of paragenetic sequence the subdivisions are: 1) metamorphogenic quartz-pyrite veins; 2) disseminated sulphides in carbonate alteration zones; 3) carbonate-sulphide veins; 4) quartz-chalcopyrite veins; and 5) quartz breccia veins. Superimposition and gradations between groups often make strict classification difficult. Details of the various groups are given below.

1) Metamorphogenic quartz-pyrite veins


These veins are ubiquitous to the property and surrounding area. Dimensions are highly variable, but irregular, sub-continuous, lenticular morphology is standard. Silica-potassic alteration peripheral to veins is common. Most veins are concordant, either lying along foliation planes or concentrated in zones of dilation such as fold noses. Veins are synchronous with the first phase of deformation and have been deformed by subsequent phases.

Veins consist of coarse grained, milky quartz with coarse euhedral pyrite. Chalcopyrite is associated, but other sulphides are scarce. Gold values are generally low, ranging from mildly anomalous to potentially ore grade in rare sulphide rich pods.

The only significant showing in this group is the telluride vein in the central area of the Jay chain. The vein is conformable, exposed over a distance of 180 m and hosts a mineral assemblage including: gold, hessite, tetradymite, tellurobismuthite, galena, tetrahedrite, sphalerite, chalcopyrite and pyrite. The gold assay was disappointing, yielding only 0.014 oz/t. Vein margins are indistinct showing gradually increasing silicification of wall rocks. Faint outlines of ghost fragments, which still maintain structural conformity with wall rocks, indicate passive emplacement.

" 2) Quartz breccia veins

These veins are easily distinguished by their cross-cutting relationships and breccia textures. Breccia fragments are angular to subrounded chunks of wall rock in varying stages of silification; suggesting forceful emplacement of veins. Mineralization consists of pyrite, galena, sphalerite and gold hosted by fine grained, grey, glassy quartz and minor barite. Grades of up to 0.412 oz/t Au, with an Ag:Au ratio of 8:1 have been obtained within this type of mineralization.




3) Quartz-chalcopyrite veins in carbonate alteration zones

These veins are likely synchronous to the quartz breccia veins. Veins are commonly dark to light grey and glassy but can be milky and occur exclusively within iron-carbonate alteration zones in greenstones. Coarse ameboid chalcopyrite with lesser tetrahedrite is characteristic. In general, veins are narrow and sinuous, and do not constitute an appreciable tonnage. The best showing of this type is on the Wish claim.

4) Carbonate-sulphide veins

Steeply dipping and fracture controlled, these veins have sharp contacts with their wall rocks which are usually altered to fuchsite, sericite, carbonate, quartz schists. Breccia textures, with both wall rock and vein fragments indicate multiple stages of formation. Sulphides range from massive to granular pyrite and arsenopyrite through to scattered coarse blebs of sphalerite, chalcopyrite and galena in a matrix of mangosiderite. Frieberigite commonly occurs between carbonate bands or breccia fragments. Gold distribution is erratic with the same location giving samples of > 2.0 oz/t and > 0.2 oz/t. Carbonate sulphide breccia veins are located on the Snout, Grey and Jay claims.



5) Carbonate alteration zones

Restricted to massive chlorite schists and greenstones, these conspicuous zones of oxidation and carbonization are common over much of the property area.

Zones may be related to either carbonate-sulphide breccia veins or small stock works of quartz-chalcopyrite veins. Sulphides are typically medium grained disseminated pyrite and lesser arsenopyrite. Grades in these zones range from 0.03 oz/t Au to 0.09 oz/t Au. Gold occurs as micro grains within the pyrite and along hairline silica fracture fillings. Although sub-economic, these zones occur

" in sufficient quantity and size to account for wide-spread anomalous gold geochemistry. "

8.2 Peter Polk, P.Eng. has described the alteration and mineralization on the WINDY claim on pages 7 and 8 of his report dated March 1981 as follows:

" At least three ages of quartz are present:

1. Concordant Quartz - Formed during metamorphism, this unmineralized quartz is ubiquitous. It forms lenses and stringers parallel to the foliation.
2. Semi-concordant Veins - These carry some pyrite and minor other sulphides. The veins cut the foliation locally but are concordant in a general sense. Where the veins are not concordant, the axial planes of folds or the direction, approximately 75 degrees, are important.
3. Discordant Veins - Later quartz-ankerite veins and shear breccias with or without mariposite cut all other structures. Where displacements have been observed they have been normal in character. Widths vary between 1 and 4 feet.

These structures occupying topographic lows and creek valleys are fairly consistent and contain sulphides as disseminations and more massive material. Pyrite, siderite, an unidentified possibly copper bearing sulphide, chalcopyrite and galena have been observed. These veins are completely independent of stratigraphy or rock type.

Generally the structural base of the massive greenstone is associated with an increase in quartz, especially where folding is prominent. On the other hand, semi-concordant quartz-carbonate veining in schists is abundant in other locations. Within any one rock type 6 to 10 foot vein thicknesses are not uncommon.

The discordant veins have an envelope of carbonate (ankerite) and pyritic alteration for a short distance into the walls. This is particularly noticeable where the structures cut the massive greenstone unit. Mariposite, where it occurs, is spatially related to the discordant veins and fault breccias.

" Semi-concordant veins have similar envelopes and in areas where there are numerous veins the country schist is bleached and stained brown from fine limonite along the foliation planes. The effect is to produce rocks which appear to be, if they are not in fact, brown quartz-sericite schists. "

8.3 Peter Polk, P.Eng., has further described the alteration and mineralization on the WINDY Claim on page 3 of his report dated July 1986 as follows:

" Upper greenschist to lower amphibolite grade metamorphism has produced metamorphogenic quartz veining and an assemblage of muscovite, chlorite, talc, tremolite and secondary biotite. Most of the metamorphogenic quartz veins even though weakly pyritized are usually barren of gold mineralization. A later event of hydrothermal alteration has produced cross-cutting quartz veins and Fe carbonate breccia zones in structural traps. Pyrite is the most abundant sulfide with lesser arsenopyrite and trace amounts of tetrahedrite, chalcopyrite, sphalerite and galena. Colors of gold can be found in some of the streams draining the claim group and have been found in the soil below a vein at about 600 S, 450 E on the grid. Distinctive brown, limonitic iron carbonate alteration envelopes are associated with fault controlled veining and carbonate breccia zones. Up to 20% epidote with minor disseminated pyrite was found solely within Unit 6A. Semi-conformable quartz veining is well developed at the Greenstone-Schist contact on the WINDY and BJ claims but gold values are rare. "

8.4 In addition to widespread gold values in soil and stream silt samples as well as rock float samples, rock chip samples in situ have indicated significant values in gold over the claim group at the following locations noted on Figure 7:

- a) 0.49 opt gold over a width of 1.8 feet is indicated in the west central area of the GREY claim.

- b) An iron carbonate zone on the B.J. claim has been described by Peter Polk, P.Eng. on page 4 of his report dated July 1986 as follows:

" On the BJ claim an extensive Fe carbonate breccia zone contains gold values in the 0.01 to 0.06 oz/t range within its pyritic sections. "

- c) 0.11 opt gold is indicated over a width of 5 feet in the north boundary area of the DAY claim.
- d) 0.320 opt gold is indicated over a width of 5 feet in the central sector of the JAY claim.
- e) 0.292 opt gold is indicated over a width of one foot on the RAINY claim.
- f) A study of Figure 8 shows a horizon of vein structures varying up to four metres in width in a zone of hand trenches trending along a strike of $\pm 100^{\circ}$ for a length of some 120 metres. This north-dipping zone occurs along a contact area of quartz-sericite schist and meta-volcanics. Values up to 0.883 opt/gold and 0.61 opt/silver across a width of 1.5 metres has been obtained. All the samples taken as shown assayed in gold. The gold values appear to be related to late cross-cutting structures.
- g) The writer took a chip sample across a one metre width in the second last hand trench to the west (3 + 55E) on this zone numbered 0065. A grab sample numbered 0066 was taken from the same vein structure in the next trench about 7 metres to the west (3 + 50E).

The assay results were as follows:

<u>Sample No.</u>	<u>Width (m)</u>	<u>Gold (opt)</u>	<u>Silver (opt)</u>	<u>Copper %</u>	<u>Arsenic %</u>
0065	1.0	0.076	0.10	0.006	0.02
0066	Grab	0.026	0.05	0.004	2.46

9.0 RESULTS OF THE 1987 PROGRAM OF MINERAL EXPLORATION

9.1 At the time of the writer's examination prospecting was underway and channel sampling had been carried out on the zone of hand trenches on the WINDY claim shown on Figure 8. The results of the channel sampling showed the following significant gold values.

<u>Sample No.</u>	<u>Gold (opt)</u>	<u>Silver (opt)</u>	<u>Width (m)</u>	<u>Remarks</u>
30501	0.148	0.31	0.3	Trench near 4 + 45E
30512	0.252	0.53	1.5	Trench near 3 + 50E
30517	0.883	0.61	1.5	Trench near 3 + 55E

9.2 Gold values ranging from 0.001 through 0.883 opt were found in all the fifty channel samples taken. The values occur in a zone of quartz veins along a contact between quartz-sericite schist and metavolcanics. The trend of this north dipping zone is $\pm 100^{\circ}$ and is open both east and west. It is reported this zone has been found along a strike length of 450 metres. Extension by hand trenching is underway.

9.3 Visible gold has been noted in this zone. Arsenic is present in sample #0066. The ICP analysis shows significant barium.

9.4 The GSC aeromagnetic Map 9226G does not show any significant magnetic anomalies in the B.J. claim area.

10.0 RECOMMENDATIONS

10.1 A two-phase program of mineral exploration is proposed to further explore the 97-claim unit property and further define the indicated gold-bearing zones for diamond drill testing.

10.2 Phase 1

Hand trenching and chip sampling on the indicated gold-bearing zones on the WINDY, GREY and BJ claims to prepare these zones for diamond drilling.

10.3 Phase 2

Contingent upon the results of the Phase 1 program and a recommendation to further explore the property, it is proposed to diamond drill test those zones that are deemed to have economic potential.

10.4 The WINDY claim zone, shown on Figure 8 and described in sections 9.1 and 9.2 herein, is recommended for diamond drill exploration.

11.0 ESTIMATED COST OF THE PROPOSED WORK PROGRAM

11.1 Phase 1

Hand trenching (4 men - one month	\$18,750	
Camp and accommodation	8,600	
Land transportation, assaying, maps, reports and communications	9,050	
Helicopter (20 hours x \$650/hour)	13,000	
Contingency @ 20% of above costs	<u>9,880</u>	
Total estimated cost		
Phase 1 (Carried Forward)		\$59,280

Brought Forward

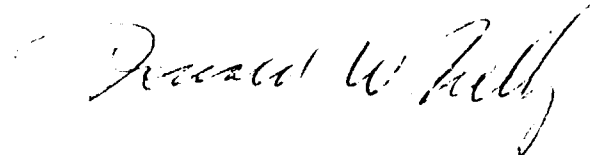
\$ 59,280

11.2 Phase 2

Contingent upon the results of the Phase 1 program and a recommendation to further test the property, a program of diamond drilling is proposed as follows:

Diamond drilling (2,500 feet BQ core size @ \$30/foot)	\$ 75,000	
Mobilization and demobilization	10,000	
Wages (geologist and helper)	13,500	
Camp and accommodation (45 days)	13,050	
Land, transportation, assaying, maps, reports and communications	7,575	
Helicopter (35 hours x \$650/hour)	22,750	
Contingency @ 20% of above costs	<u>28,375</u>	
Total estimated cost of Phase 2		<u>170,250</u>
Total estimated cost of Phases 1 and 2		<u><u>\$229,530</u></u>

Respectfully submitted,



August 31, 1987

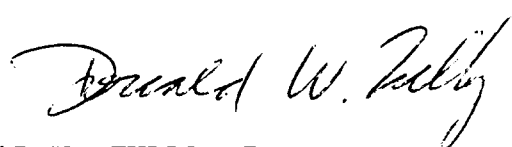
Donald W. Tully, P. Eng.

12.0

CERTIFICATE

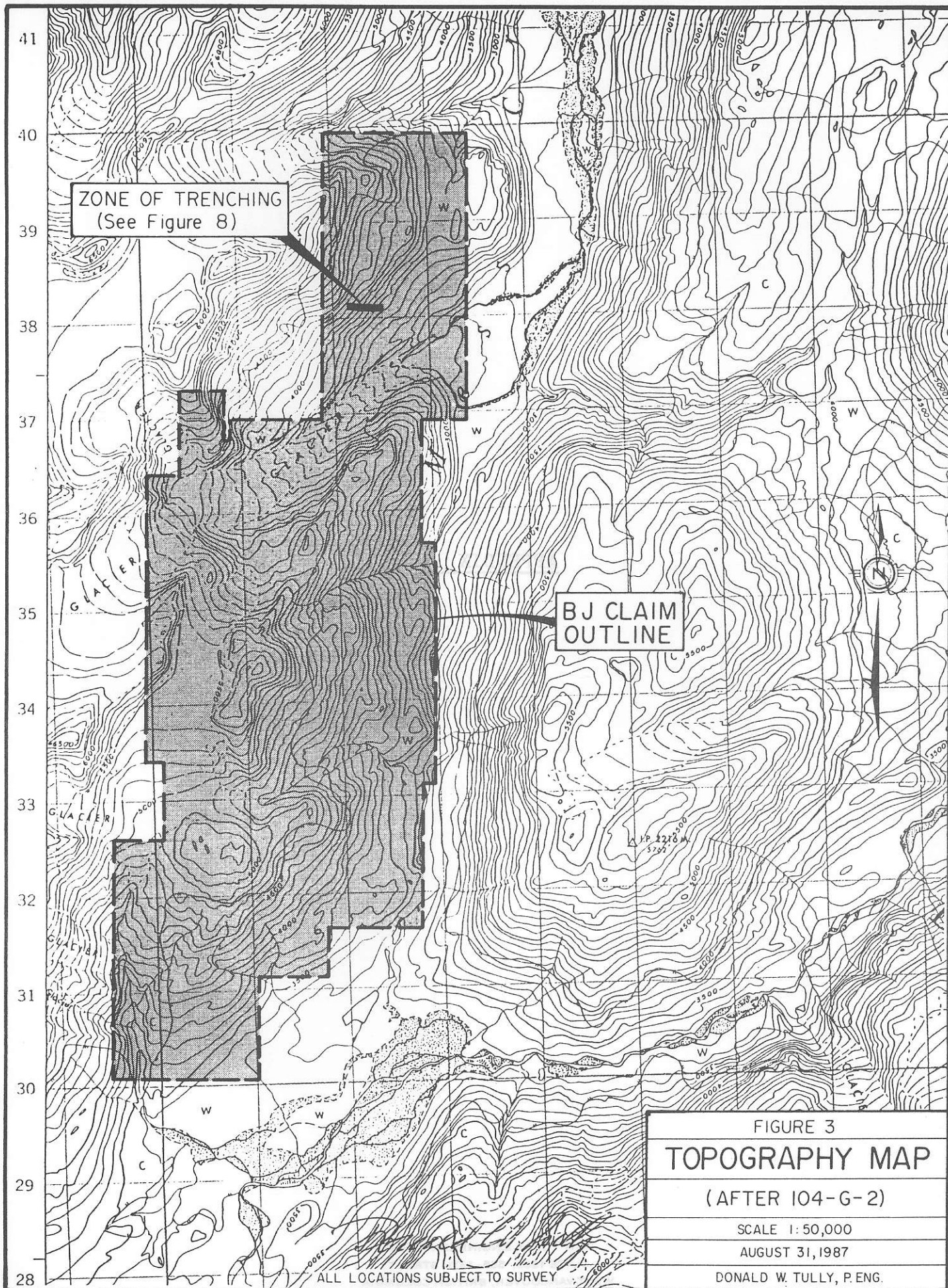
I, DONALD WILLIAM TULLY, of the Corporation of West Vancouver, Province of British Columbia, hereby certify as follows:

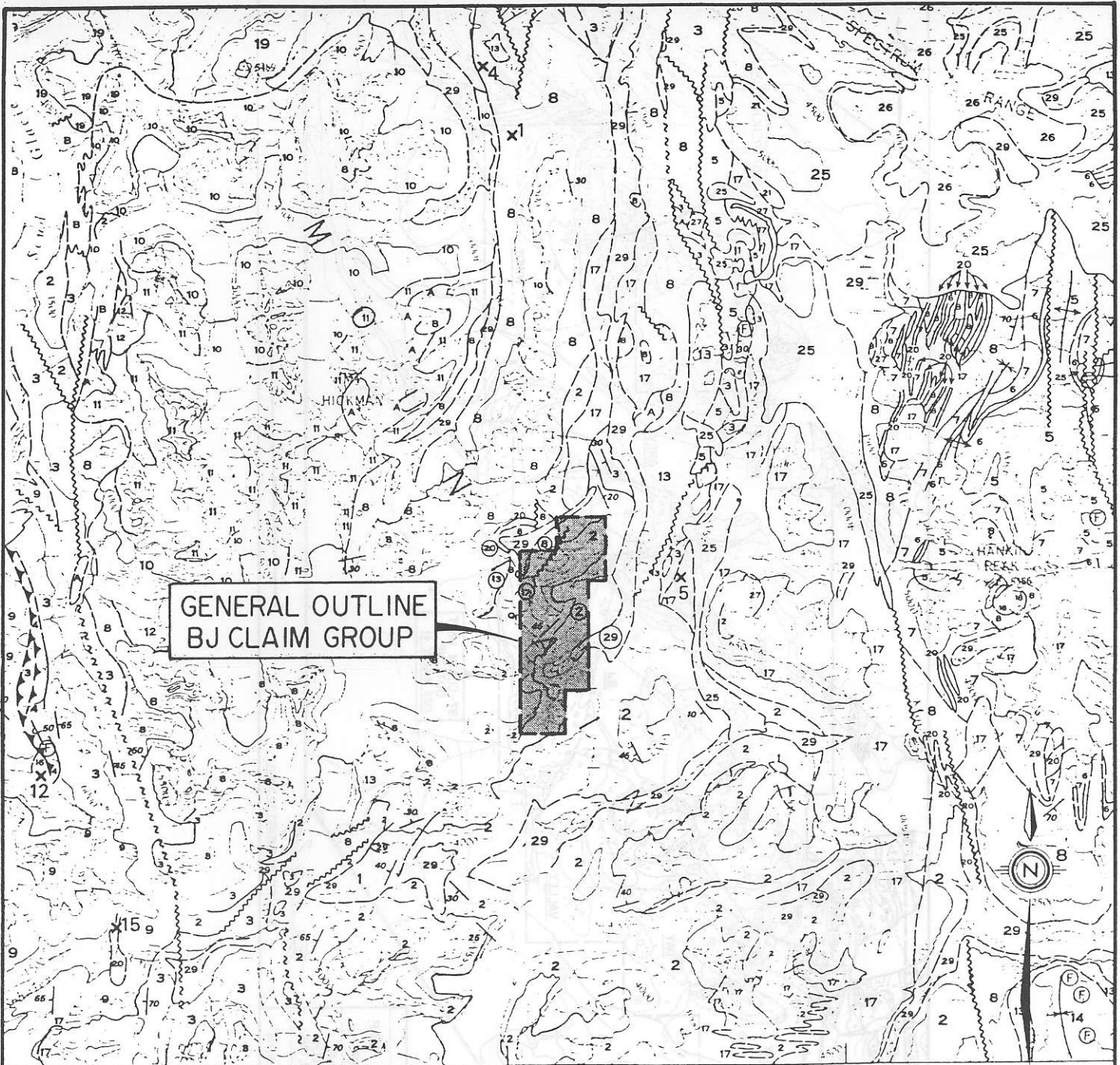
- 12.1 I am a Consulting Geologist with an office at Suite 1205, 555 - 13th Street, West Vancouver, B.C.
- 12.2 I am a registered Professional Engineer of the Provinces of British Columbia and Ontario and a Charter Member F.G.A.C.
- 12.3 I graduated with a degree of Bachelor of Science, Honours Geology, from McGill University in 1943.
- 12.4 I have practiced my profession for forty-two years.
- 12.5 I have no direct, indirect, or contingent interest in the securities of Iskut Gold Corporation or the BJ mineral claim group, subject of this report, nor do I intend to have any interest.
- 12.6 This report dated August 31, 1987, is based on a field examination I made on the property on August 14, 1987 and from information gathered from available maps and reports.
- 12.7 I have not examined any mineral properties which are located within ten kilometres of the subject claim group, during the past five years.
- 12.8 Written permission from the author is required to publish this report dated August 31, 1987 in any Prospectus or Statement of Material Facts.
- 12.9 DATED at West Vancouver, Province of British Columbia, this 1st day of September, 1987.



DONALD W. TULLY, P. ENG.,
Consulting Geologist

APPENDIX I

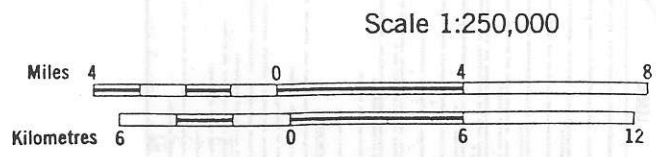




- 15° 131°00' 45'
- | LEGEND | |
|--------|------------------------|
| 29 | OVERBURDEN |
| 20 | FELSITE DYKES |
| 17 | GRANODIORITE |
| 13 | SEDIMENTS |
| 8 | VOLCANICS |
| 2 | QUARTZ-SERICITE SCHIST |

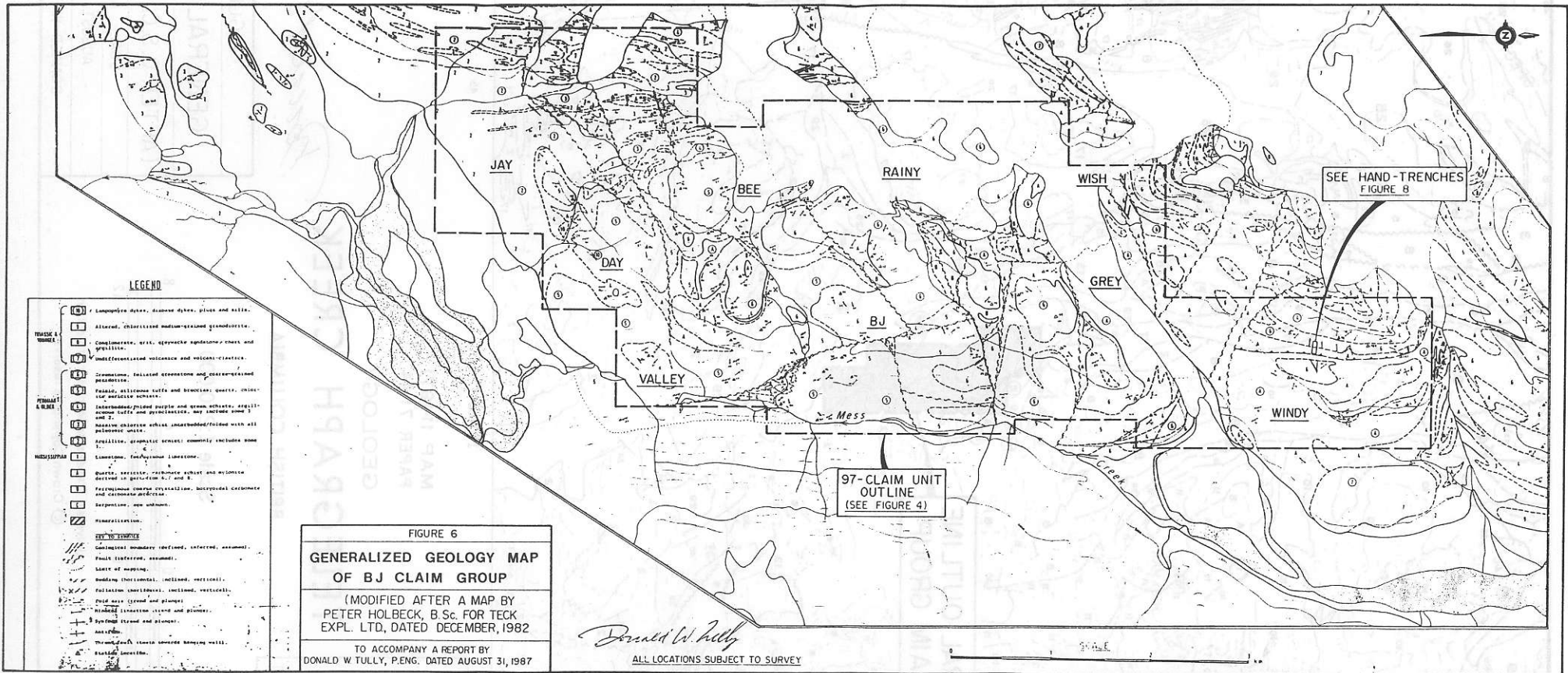
MAP 11-1971
 PAPER 71-44
 GEOLOGY
TELEGRAPH CREEK
 BRITISH COLUMBIA

Donald W. Tully



Universal Transverse Mercator Projection
 © Crown Copyrights reserved

FIGURE 5
GENERAL GEOLOGY
(AFTER G.S.C. MAP 11-1971)
SCALE AS SHOWN
AUGUST 31, 1987
DONALD W. TULLY, P. ENG.



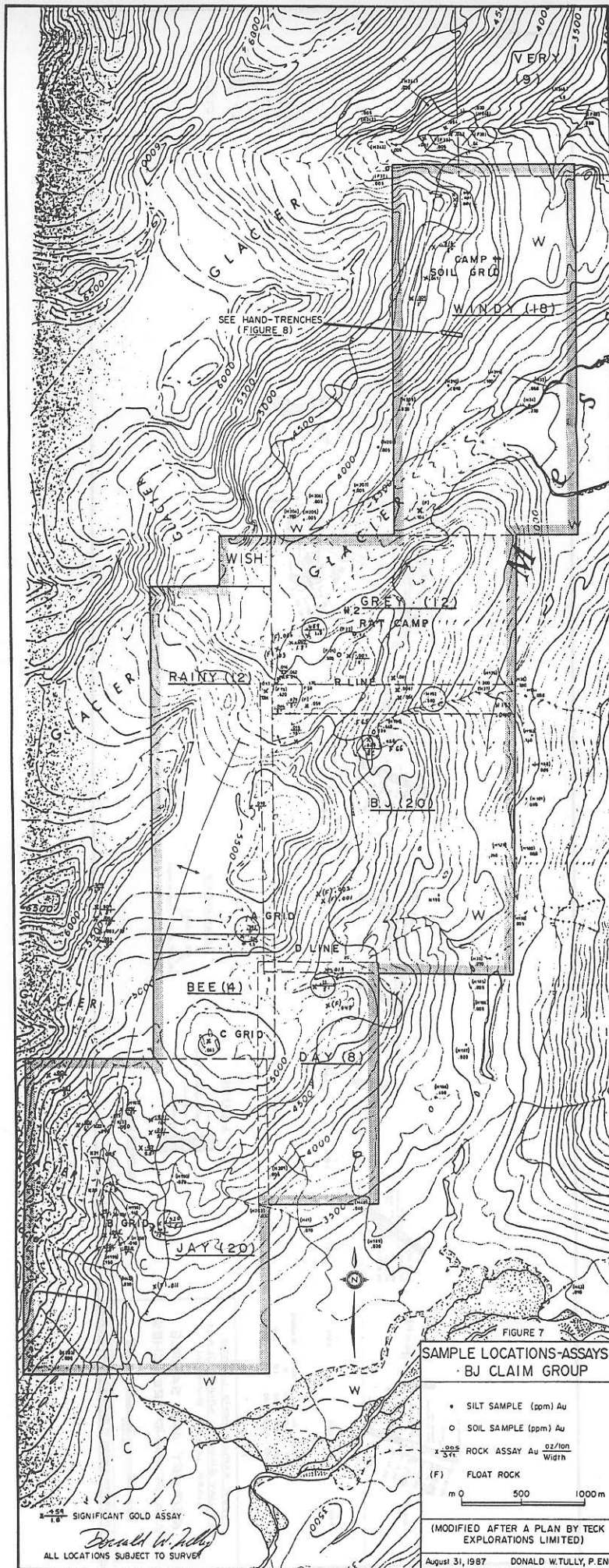


FIGURE 7
 SAMPLE LOCATIONS-ASSAYS
 BJ CLAIM GROUP

- SILT SAMPLE (ppm) Au
 - SOIL SAMPLE (ppm) Au
 - x --- ROCK ASSAY Au $\frac{oz}{ton}$
Width
 - (F) FLOAT ROCK
- m 0 500 1000m

(MODIFIED AFTER A PLAN BY TECK
 EXPLORATIONS LIMITED)
 August 31, 1987 DONALD W. TULLY, P. ENG.

• 1.0 SIGNIFICANT GOLD ASSAY
Donald W. Tully
 ALL LOCATIONS SUBJECT TO SURVEY

Date: August 28, 1987
 File: 703-2024 (2)

CERTIFICATE OF ASSAY

SGS SUPERVISION SERVICES INC.
 General Testing Laboratories Division



FOR: DON TULLY ENGINEERING LTD.
 1205 - 555 13th Street
 West Vancouver, B.C.
 V7T 2N8

1001 East Pender Street
 Vancouver, B.C. Canada V6A 1W2
 Telephone: (604) 254-1847
 Telex: 0-507514

We hereby certify that the following are the results of assays on:

MARKED	GOLD	SILVER	COPPER		ARSENIC
			oz/ton	oz/ton	
	1.076	0.10	0.008	0.02	
	0.028	0.03	0.004	2.46	

APPENDIX II

ICP analysis

ALL REPORTS ARE THE CONFIDENTIAL PROPERTY OF CLIENTS. REPRODUCTION OR STATEMENT OF RESULTS FROM OR RESEARCHING OUR REPORTS IS NOT PERMITTED WITHOUT OUR WRITTEN APPROVAL. ATTACHED HERETO IS LIMITED TO THE FEE CHARGED.
 AND REPORTS WILL BE STORED FOR A MAXIMUM OF ONE YEAR.
 REPORTS RETAINED ONE MONTH PLUS RETAINED THREE MONTHS ON REQUEST PLUS AND

DON TULLY ENGINEERING LTD.

SUITE 1205, 555-13TH STREET
 WEST VANCOUVER, BRITISH COLUMBIA

V7T 2N8

PROVINCIAL ASSAYER
 I. Voss

CERTIFICATE OF ASSAY

Date: August 23, 1987

File: 3703-2054 (B)



SGS SUPERVISION SERVICES INC.
General Testing Laboratories Division

1001 East Pender Street,
Vancouver, B.C., Canada. V6A 1W2
Telephone: (604) 254-1647
Telex: 04-507514

TO: **DON TULLY ENGINEERING LTD.**
1205 - 555 13th Street
West Vancouver, B.C.
V7T 2J8

We hereby certify that the following are the results of assays on: **Ore samples**

MARKED	GOLD	SILVER	Copper	Arsenic	XXXXXXXXXXXXXXXXXXXXXXXXXXXX			
	oz/st	oz/st	Cu (%)	As (%)				
65	0.076	0.10	0.006	0.02				
66	0.026	0.05	0.004	2.46				
ICP analysis								

REJECTS RETAINED ONE MONTH. PULPS RETAINED THREE MONTHS ON REQUEST PULPS AND AND REJECTS WILL BE STORE FOR A MAXIMUM OF ONE YEAR.

ALL REPORTS ARE THE CONFIDENTIAL PROPERTY OF CLIENTS. PUBLICATION OF STATEMENTS, CONCLUSION OR EXTRACTS FROM OR REGARDING OUR REPORTS IN NOT PERMITTED WITHOUT OUR WRITTEN APPROVAL. ANY LIABILITY ATTACHED THERETO IS LIMITED TO THE FEE CHARGED.

L. Wong

PROVINCIAL ASSAYER

Analytical and Consulting Chemists, Bulk Cargo Specialists, Surveyors, Inspectors, Samplers, Weighers

MEMBER: American Society For Testing Materials • The American Oil Chemists Society • Canadian Testing association
REFEREE AND OR OFFICIAL CHEMISTS FOR: National Institute of Oilseed Products • The American Oil Chemists' Society
OFFICIAL WEIGHMASTERS FOR: Vancouver Board Of Trade



No 8708-2054
Date August 31, 1987

DON TULLY ENGINEERING


SGS Supervision Services Inc.
GENERAL TESTING LABORATORIES 1 .SION
1001 East Pender Street,
Vancouver, B.C., Canada V6A 1W2
Telephone: (604) 254-1647
Telex: 04-507514

We hereby certify that the following are the results of ICP analysis on :

SAMPLE NO.	Mo ppm	Cu ppm	Pb ppm	Zn ppm	Ag ppm	Ni ppm	Co ppm	Mn ppm	Fe %	As ppm	U ppm	Au ppm	Th ppm	Sr ppm	Cd ppm
65	2	50	164	92	4	5	15	--	**	*	1	ND	1	92	1
66	3	40	46	20	2	24	19	--	**	*	1	ND	1	51	1

SAMPLE NO.	Sb ppm	Bi ppm	V ppm	Ca ppm	P ppm	La ppm	Cr ppm	Mg ppm	Ba ppm	Ti ppm	B ppm	Al ppm	Na ppm	K ppm	W ppm
65	2	--	10	*	507	--	--	355	1589	26	--	*	--	--	1
66	2	--	5	*	316	--	--	1200	348	21	--	*	--	--	1

* greater than 1000
** greater than 5%


L. Wong
Provincial Assayer

ACME ANALYTICAL LABORATORIES
852 E. HASTINGS ST. VANCOUVER B.C. V6A 1R6
PHONE 253-3158 DATA LINE 251-1011

DATE RECEIVED: JULY 31 1987

DATE REPORT MAILED: *Aug. 7/87..*

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips

ASSAYER: *D. Toyne* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATION PROJECT-1283 File # 87-2885 Page 1

SAMPLE#	AG OZ/T	AU OZ/T
30510	.02	.006
30511	.23	.050
30512	.53	.252 ✓
30513	.10	.089
30514	.06	.015
30515	.22	.108
30516	.08	.002
30517	.61	.883 ✓
30518	.11	.011
30519	.13	.041
30520	.03	.008
30521	.24	.037
30522	.12	.048
30523	.24	.014
30524	.07	.068
30525	.06	.033
30526	.06	.049
30527	.02	.003
30528	.02	.006
30529	.06	.051
30530	.07	.035
30531	.04	.007
30532	.07	.013
30533	.02	.016
30534	.05	.021
30535	.36	.075
30536	.14	.004
30537	.07	.018
30538	.03	.002
30539	.03	.003
30540	.02	.006
30541	.04	.001
30542	.09	.002
30543	.12	.001
30544	.07	.001
30545	.04	.001

Aug 7/87

SAMPLE# AG AU
OZ/T OZ/T

30546	.03	.001
30547	.02	.004
30548	.12	.022
30549	.07	.016
30550	.06	.048
30651	.21	.002
30652	.17	.007
30653	.29	.440
30654	.22	.105
30655	.05	.086
30656	.48	.032
30657	.36	.033
30658	.19	.006
30659	.06	.003
30660	.15	.015
30661	.10	.001
NO NUMBER	.19	.540

30550	.03	.001
30551	.02	.004
30552	.12	.022
30553	.07	.016
30554	.06	.048
30555	.21	.002
30556	.17	.007
30557	.29	.440
30558	.22	.105
30559	.05	.086
30560	.48	.032
30561	.36	.033
30562	.19	.006
30563	.06	.003
30564	.15	.015
30565	.10	.001
30566	.19	.540

ADDENDUM TO A REPORT

ON THE

B.J. MINERAL CLAIM GROUP (97 UNITS)

BEE, JAY, BJ, WINDY, GREY, RAINY, DAY, VALLEY, WISH MINERAL CLAIMS

RECORD NOS. 1478(7), 1479(7), 1480(7), 1556(8), 1557(8),

1558(8), 1559(8), 1626(9), 2065(9)

MESS CREEK - ARCTIC LAKE - MT. HICKMAN AREA

LIARD MINING DIVISION

TELEGRAPH CREEK, BRITISH COLUMBIA

B. Lat. 57°08'

W. Long. 130°57'

NTS 104-G-2W

for

ISKUT GOLD CORPORATION
Suite 780
885 Dunsmuir Street
Vancouver, British Columbia
V6C 1N8

by

DONALD W. TULLY, P.ENG.

December 11, 1987

DON TULLY ENGINEERING LTD.
SUITE 1205, 555-13TH STREET
WEST VANCOUVER, BRITISH COLUMBIA
V7T 2N8

ADDENDUM TO A REPORT FOR ISKUT GOLD CORPORATION
DATED AUGUST 31, 1987 ON THE B.J. MINERAL CLAIM GROUP
(97 UNITS), LIARD MINING DIVISION, BRITISH COLUMBIA

This ADDENDUM is based upon a report by P.G. Folk, P.Eng., dated October 28, 1987. Mr. Folk's report is an update of the results of the 1987 program of mineral exploration on the B.J. claim group, which was in progress during the writer's visit to the property on August 14th last, and covered in the writer's report dated August 31, 1987.

The B.J. Claim Group consists of nine contiguous mineral claims comprising ninety-seven claim units located some 80 kilometres (50 miles) south-southeast of Telegraph Creek, in the headwaters area of Mess Creek in Northwestern British Columbia. The claim group covers an area of +2,425 hectares (+5,992 acres) subject to survey.

The B.J. property was staked in 1980 as a result of finding significant gold values in stream sediments in the claim area. Subsequent prospecting and geological mapping has revealed many gold-bearing quartz veins in quartz-carbonate zones and horizons of quartz-sericite schists over the claimed ground. Prospecting and hand trenching have been successful in developing the many mineral discoveries on the B.J. claim area. In 1986, P.G. Folk, P.Eng., discovered a gold-bearing quartz vein on the WINDY claim. Subsequent hand-trenching and sampling has shown substantial values in gold from channel samples taken on this vein zone. This zone has been traced for a strike length of some 550 metres. Mr. Folk has described the results of the 1987 program of mineral exploration on pages 2, 3 and 4 of his report dated October 28, 1987, as follows:

" Work Done

Prospecting in the vicinity of the vein discovered in 1986 located an additional six mineralized structures. Hand trenching to expose the veins was followed by chip sampling and mapping. A total of 45 trenches to bedrock were dug for a total of 398 linear metres. 344 rock chip samples were taken and assayed for gold and silver. "

" SAMPLING AND ASSAYING

Chip sampling was carried out with a moil and hammer and the samples were submitted to ACME ANALYTICAL LABS in Vancouver for analysis. Standard fire-assay techniques were utilized.

RESULTS

Chip sample results from the work completed in the 1987 season are plotted on figures 5 to 9. Figure 4 is an index map and shows the relative locations of the various veins. Assay certificates are included in the Appendix. Several potentially economic gold values were obtained up to a maximum of 1.2 oz Au/t over 0.3 m.

The main vein (figure 5, 6) discovered in 1986 has been located over a strike length of 550 m and is open to the east. Selected portions of the vein are of economic interest and are tabulated below:

<u>Assay</u> (oz/ton Au)	<u>Width</u> (metres)	<u>Location</u>	<u>Notes</u>
0.058	6.8	2+15E, 5+90S	Main vein
0.116	5.5	3+50E, 6+00S	Main vein
0.883	1.5	3+50E, 6+00S	Main vein
0.556	1.6	5+30E, 6+10S	Sulfide portion of vein

Six additional veins now partially exposed were located in 1987 and have produced encouraging results. All remain open to the east where they are obscured by overburden.

A vein which occurs about 60 m north of the main vein (figure 6) has been exposed in only four trenches and assays 0.142 oz Au/t over 2.8 m in one isolated trench and 0.302 oz Au/t over 1.0 m in another. A narrow split off this vein contains up to 1.125 oz Au/t over 0.3 m. Averaging the values in the most easterly four trenches yields 0.093 oz Au/t over an average width of 4.35 metres for a strike length of 35 m. Stibnite was noted in float material near this area but none was noted in outcrops.

" Thirty-five metres to the north another vein with the most consistent values discovered to date averages 0.276 oz Au/t over a 2.4 m average vein width and a strike length of 78 m. A narrower width of 1.3 metres averages 0.479 oz Au/t. Visible gold was panned from the soil in the trenches. Unfortunately, the vein is exposed by only three trenches and additional trenching and sampling will be required to confirm these results.

DISCUSSION AND CONCLUSIONS

Prospecting and hand trenching have discovered a series of at least seven quartz sulfide veins carrying gold values. The veins appear to split and narrow to the west but thicken to the east as they approach an area of overburden cover. It is thought that the veins may be mesothermal and could therefore have depth potential. Significant gold values over mining widths have been indicated at several locations.

Further bedrock assays are required in known areas of good gold values and to the east where overburden precludes hand trenching. This can be accomplished by mechanized trenching and/or by diamond drilling. Further prospecting to locate vein extensions and detailed geology to define the ore controls is also warranted. "

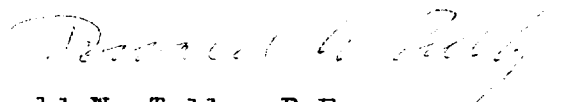
During the period July 9 - September 23, 1987, the cost of the work program was \$39,262.

Plans and assay certificates of the results discussed herein accompany this ADDENDUM.

The writer concurs with Mr. Folk's recommendations to further prospect the B.J. property by hand-trenching and in some locations of deeper overburden by mechanical earth-moving equipment and/or diamond drilling in conjunction with geological mapping and sampling.

A program of diamond drilling is recommended as indicated in the writer's report dated August 31, 1987.

Respectfully submitted,



Donald W. Tully, P.Eng.

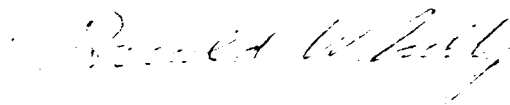
December 11, 1987

12.0

CERTIFICATE

I, DONALD WILLIAM TULLY, of the Corporation of West Vancouver, Province of British Columbia, hereby certify as follows:

- 12.1 I am a Consulting Geologist with an office at Suite 1205, 555 - 13th Street, West Vancouver, B.C.
- 12.2 I am a registered Professional Engineer of the Provinces of British Columbia and Ontario and a Charter Member F.G.A.C.
- 12.3 I graduated with a degree of Bachelor of Science, Honours Geology, from McGill University in 1943.
- 12.4 I have practiced my profession for forty-two years.
- 12.5 I have no direct, indirect, or contingent interest in the securities of Iskut Gold Corporation or the BJ mineral claim group, subject of this ADDENDUM, nor do I intend to have any interest.
- 12.6 This ADDENDUM dated December 11, 1987, is based on a field examination I made on the property on August 14, 1987 and from information gathered from available maps and reports.
- 12.7 I have not examined any mineral properties which are located within ten kilometres of the subject claim group, during the past five years.
- 12.8 Written permission from the author is required to publish this ADDENDUM dated December 11, 1987 in any Prospectus or Statement of Material Facts.
- 12.9 DATED at West Vancouver, Province of British Columbia, this 11th day of December, 1987.


DONALD W. TULLY, P.ENG.,
Consulting Geologist

ITEMIZED COST STATEMENT

(after a report by P. Folk, P. Eng.
of Teck Explorations Limited and
dated October 28, 1987)

ITEMIZED COST STATEMENT

PERIOD JULY 9 - 29 (Statement of Exploration and Development filed July 29/87)

P. Folk, P.Eng, Project Manager			
July 9 - 15, July 21 - 27	14 days @ \$230/D	=	\$ 3,220
J. Bacon, Prospector			
July 9 - 29	21 days @ \$132/D	=	\$ 2,772
D. Nikirk, Party Chief			
July 9 - 15	7 days @ \$132/D	=	\$ 924
R. Folk, Helper			
July 9 - 29	21 days @ \$100/D	=	\$ 2,100
R. Nikirk, Helper			
July 21 - 27	7 days @ \$ 93/D	=	\$ 651

Okanagan Helicopters, Jet Ranger from Bell II gas station.

July 11	5.3 hrs.		
14	0.4 hrs.		
21	0.4 hrs.		
27	1.1 hrs.		
28	<u>0.7 hrs.</u>		
	7.9 hrs. @ \$650/hr.		\$ 5,135

Assays @ ACME ANALYTICAL LABS, Vancouver			
	100 @ \$ 12	=	\$ 1,200

Camp materials, fuel, generator rental, radio rental, communications	\$ 1,900
---	----------

Truck rental	\$ 1,000
--------------	----------

Food	60 man-days @ \$ 15/D =	\$ 900
------	-------------------------	--------

\$19,802

PERIOD JULY 30 - SEPTEMBER 23

P. Folk, P.Eng, Project Manager Aug. 17, 18	2 days @ \$230/D	=	\$ 460
J. Bacon, Prospector July 30, 31; Aug. 1 - 5, Aug. 26 - Sept. 23	36 days @ \$132/D	=	\$ 4,752
R. Folk, Helper July 30, 31; Aug. 1 - 5,	7 days @ \$100/D	=	\$ 700
G. Lovang, Prospector Aug. 13 - Sept. 23	42 days @ \$187/D	=	\$ 7,854
R. Schneider, Prospector Aug. 13 - 26	14 days @ \$187/D	=	\$ 2,618

Helicopter, Northern Mountain Helicopters from Iskut River.

August	5	0.9 hr.
	13	3.0 hr.
	17	1.2 hr.
	18	2.1 hr.
	20	2.7 hr.
	25	3.8 hr.
	29	1.6 hr.
September	5	0.9 hr.
	14	1.4 hr.
	22	<u>2.3 hr.</u>

19.9 hr. @ \$650/hr = \$12,935

Food 101 man-days @ \$ 15/D = \$ 1,515

Assays @ ACME ANALYTICAL LABS
244 rock assays @ \$ 12 = \$ 2,928

Camp costs, fuel, generator rental,
radio rental, communications \$ 1,800

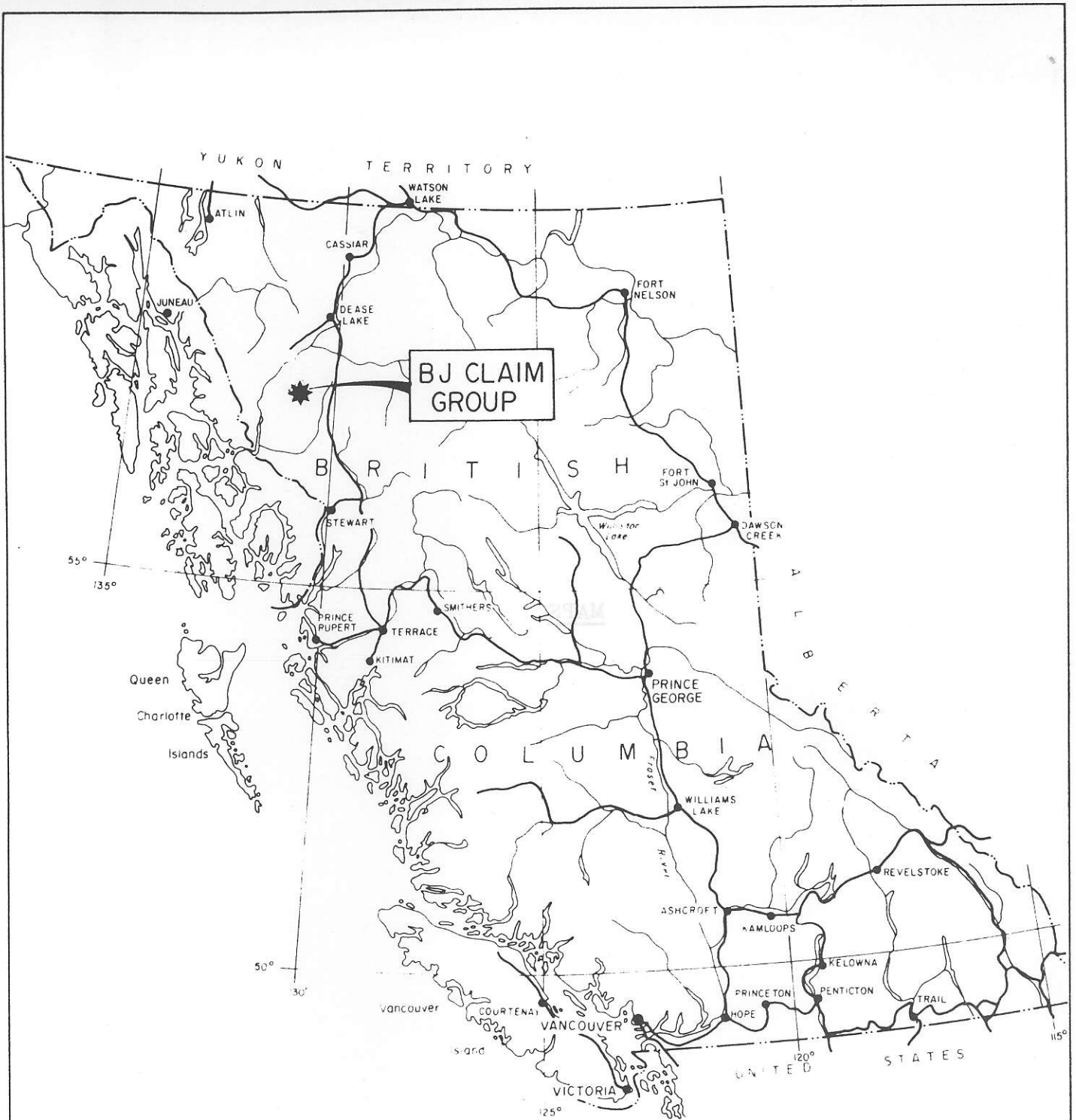
Truck rental, air transportation, freight \$ 2,800

Report preparation, drafting \$ 900

\$39,262

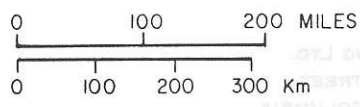
MAPS

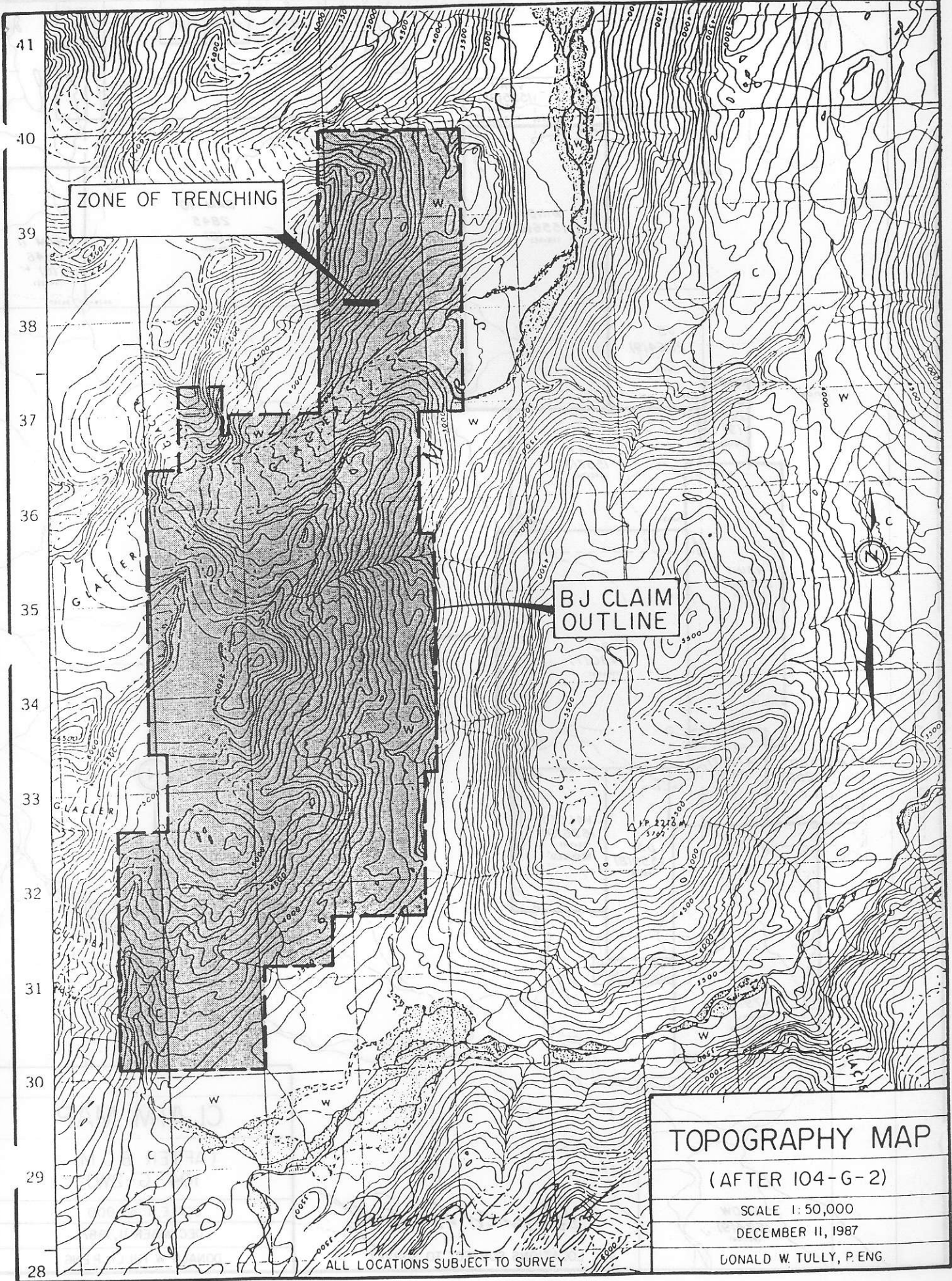
DON TULLY ENGINEERING LTD.
SUITE 1205, 555- 13TH STREET
WEST VANCOUVER, BRITISH COLUMBIA
V7T 2N8



Donald W. Tully

PROPERTY LOCATION MAP
ISKUT GOLD CORPORATION
SCALE AS SHOWN
DECEMBER 11, 1987
DONALD W. TULLY, P. ENG.





ZONE OF TRENCHING

BJ CLAIM OUTLINE

TOPOGRAPHY MAP

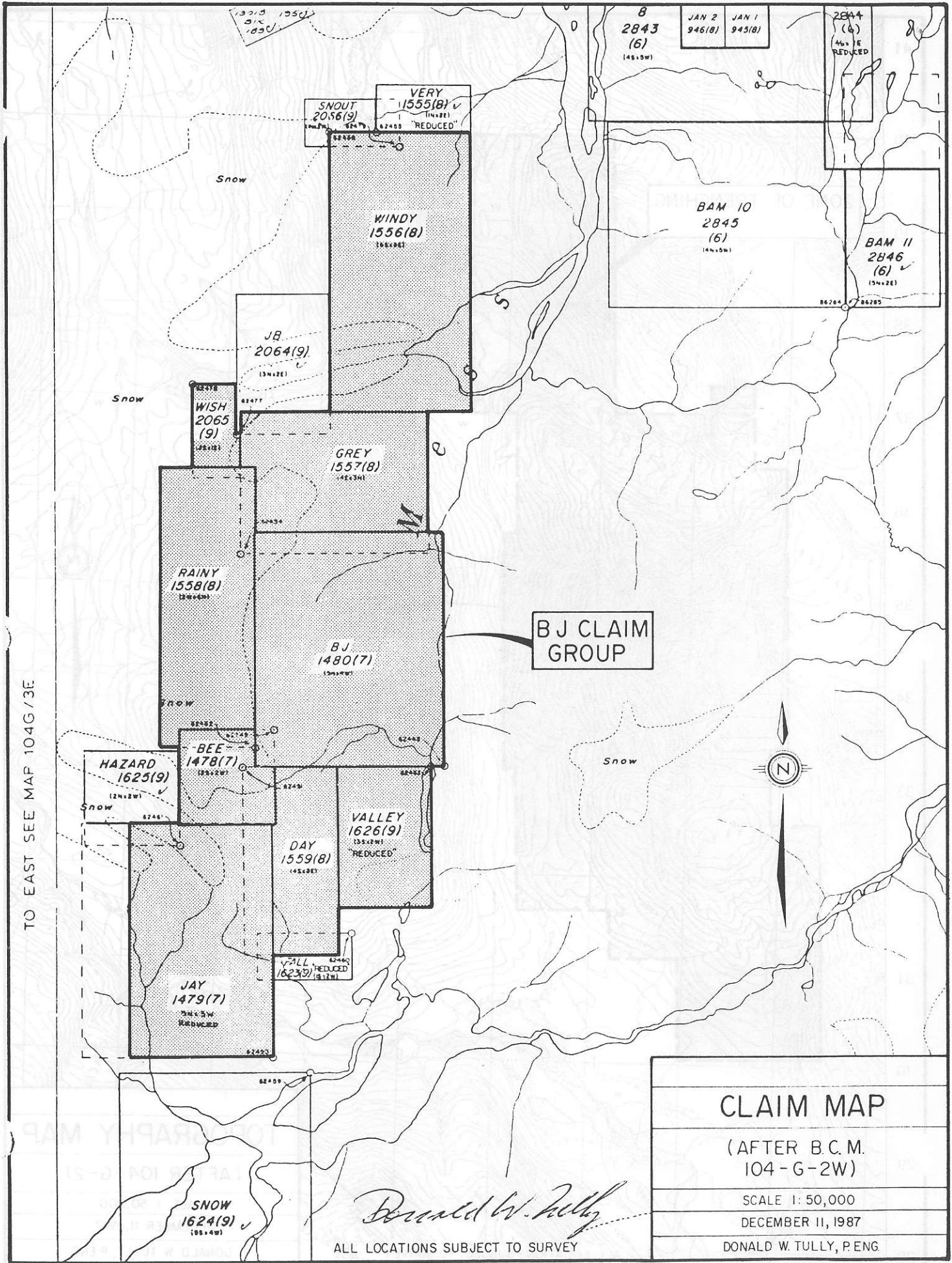
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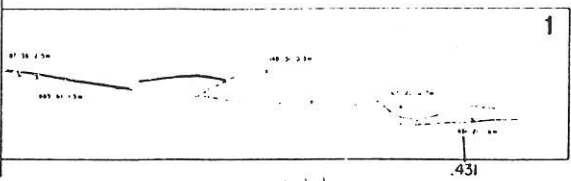
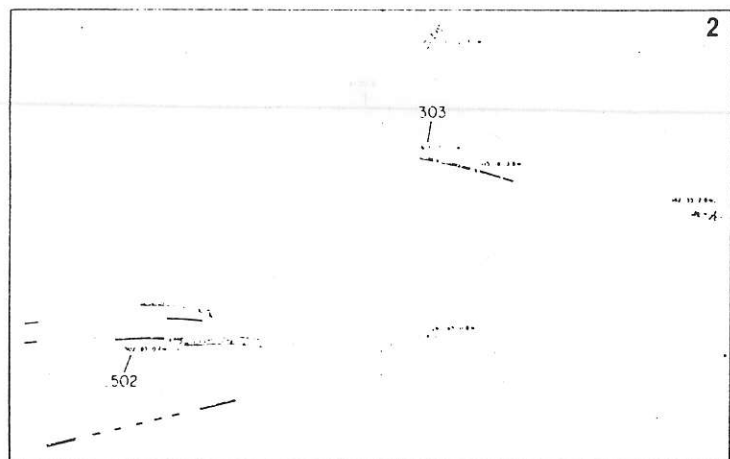
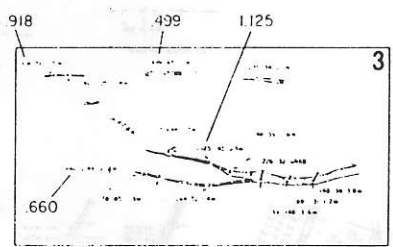
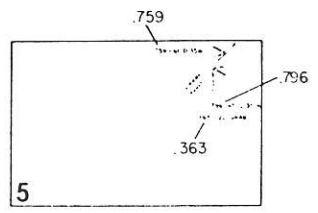
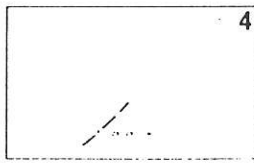
SCALE 1:50,000

DECEMBER 11, 1987

DONALD W. TULLY, P. ENG

ALL LOCATIONS SUBJECT TO SURVEY





TO ACCOMPANY AN
ADDENDUM
BY DONALD W. TULLY, P. ENG.
DATED DECEMBER 11, 1987

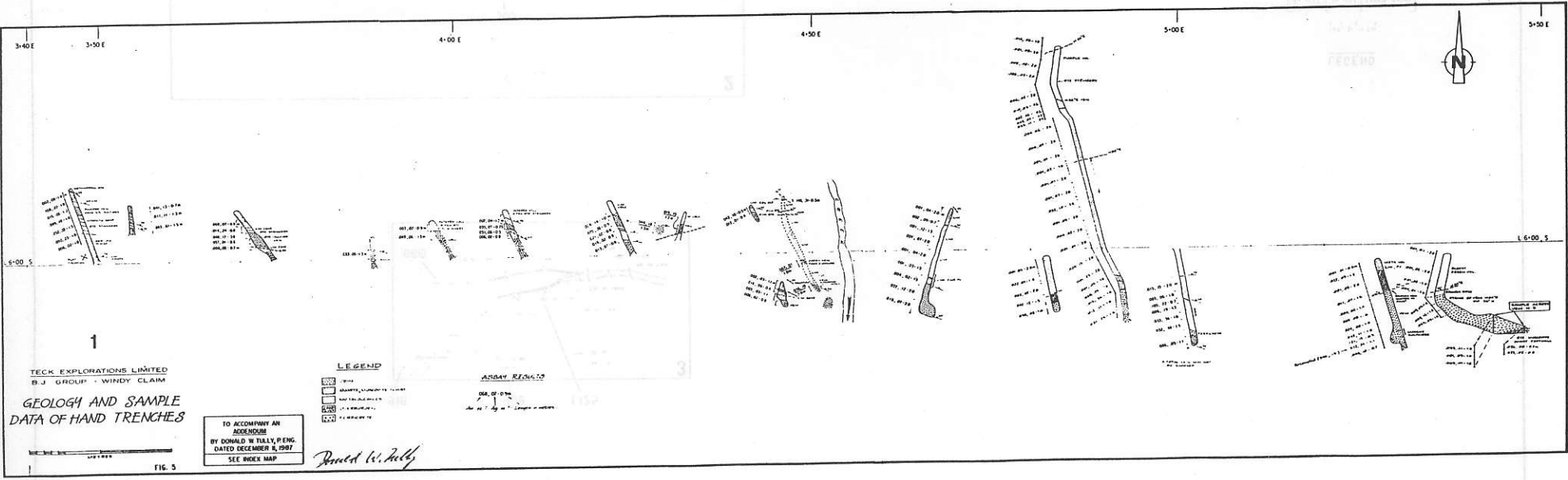
TECK EXPLORATIONS LIMITED
B. J. GROUP - WINDY CLAIM

**COMPILATION AND
INDEX MAP**

Donald W. Tully

INDEX MAP
COMBINATION AND
BY DONALD W. TULLY, P. ENG.
TECK EXPLORATIONS LIMITED
MONTREAL
1987

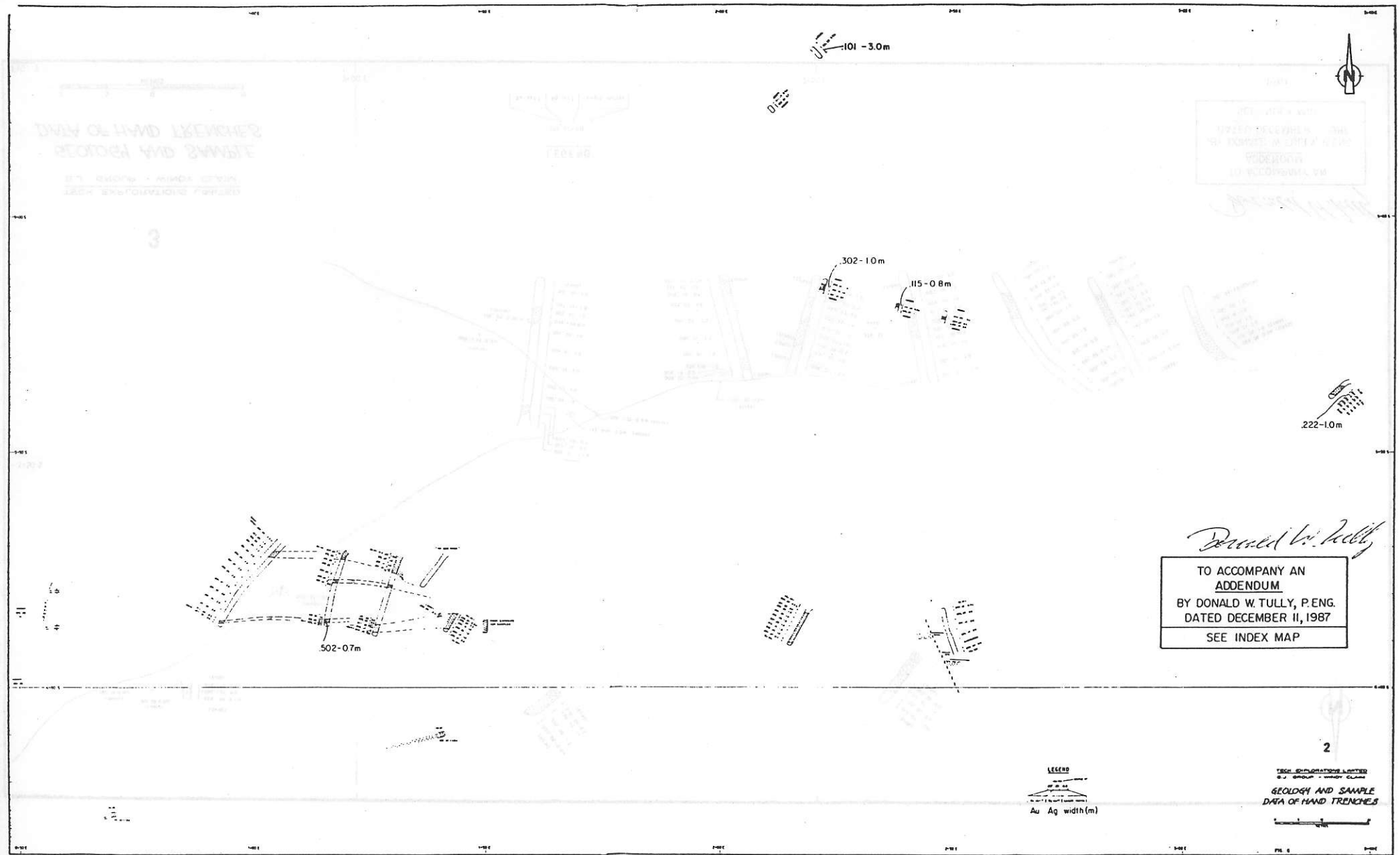
Handwritten signature



TECK EXPLORATIONS LIMITED
B.J. GROUP - WINDY CLAIM
GEOLOGY AND SAMPLE
DATA OF HAND TRENCHES

FIG. 5





DATA OF HAND TRENCHES
 SECTION 041 TO 042
 1987

TO ACCOMPANY AN
 ADDENDUM
 BY DONALD W. TULLY, P. ENG.
 DATED DECEMBER 11, 1987
 SEE INDEX MAP

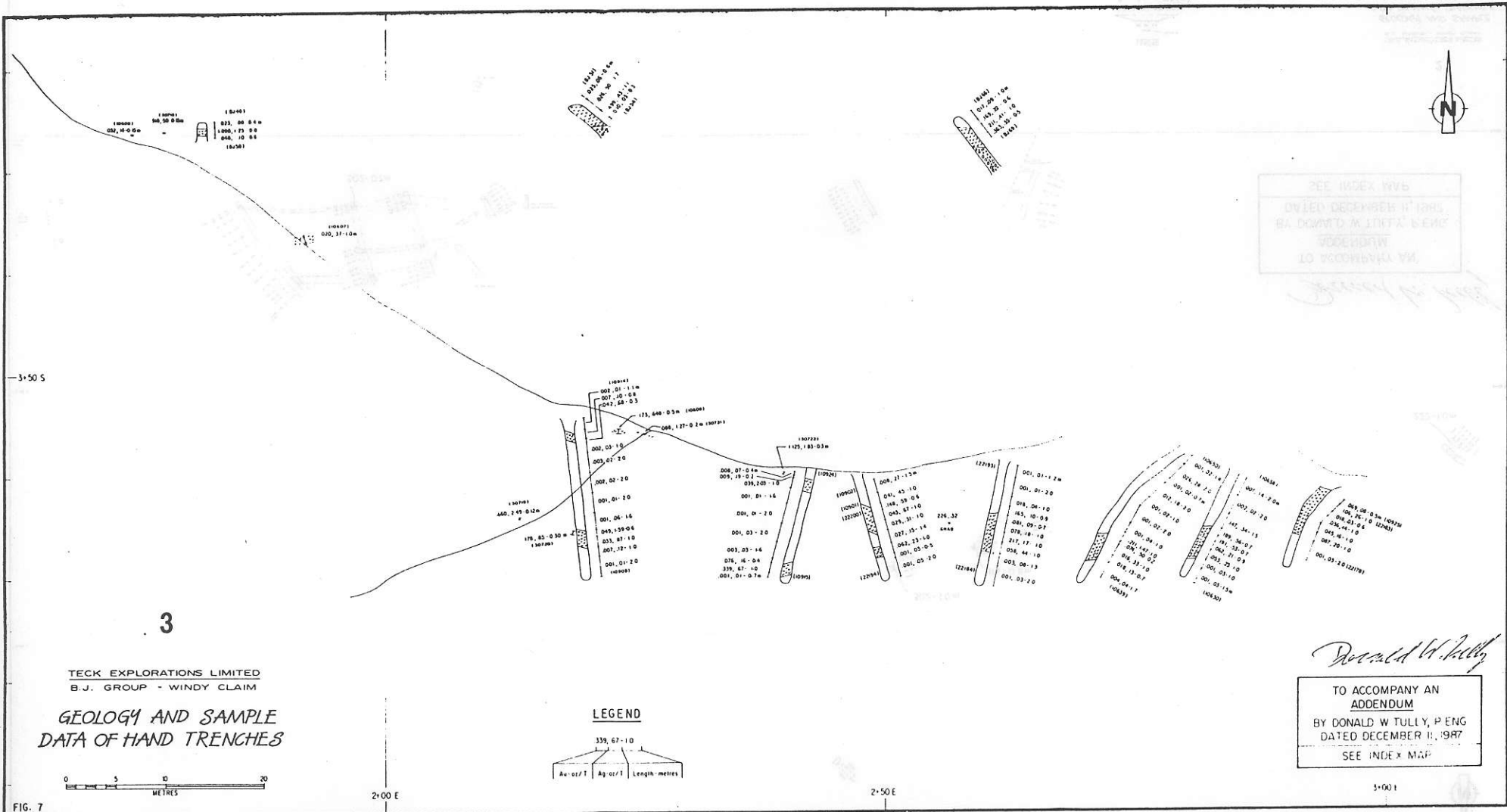
Donald W. Tully
 TO ACCOMPANY AN
 ADDENDUM
 BY DONALD W. TULLY, P. ENG.
 DATED DECEMBER 11, 1987
 SEE INDEX MAP

LEGEND
 Au Ag width(m)

TECH. EXPLORATIONS LIMITED
 S.J. GROUP - 10001 CLARE
 GEOLOGY AND SAMPLE
 DATA OF HAND TRENCHES

3

2



3

TECK EXPLORATIONS LIMITED
B.J. GROUP - WINDY CLAIM

GEOLOGY AND SAMPLE
DATA OF HAND TRENCHES



LEGEND

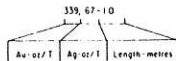


FIG. 7

2+00 E

2+50 E

3+00 E

Donald W. Tully

TO ACCOMPANY AN
ADDENDUM
BY DONALD W TULLY, P. ENG
DATED DECEMBER 11, 1987
SEE INDEX MAP

2°50 E

3°00 E



TECK EXPLORATIONS LIMITED
1200 WESTERN AVENUE
VANCOUVER, BRITISH COLUMBIA
CANADA V6V 1A6

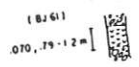
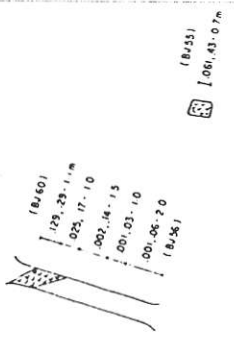
MAPS AND PROFILES
TECK EXPLORATIONS LIMITED
1200 WESTERN AVENUE
VANCOUVER, BRITISH COLUMBIA
CANADA V6V 1A6



LEGEND

2

2°00 S



(B261)
070.79-1.2m

4

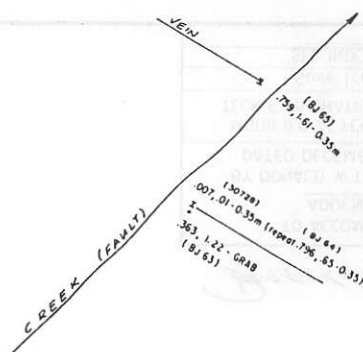
Donald W. Tully

TO ACCOMPANY AN ADDENDUM
BY DONALD W. TULLY, P. ENG DATED DECEMBER 11, 1987
MODIFIED AFTER A PLAN BY TECK EXPLORATIONS LIMITED
Scale 1cm = 3 m
SEE INDEX MAP

FIG. 8

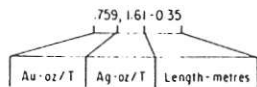
5+00 E

5+50 E



2+00 S

LEGEND



TO ACCOMPANY AN
ADDENDUM
BY DONALD W. TULLY, P.ENG.
DATED DECEMBER 11, 1987
SEE INDEX MAP

Donald W. Tully

5

TECK EXPLORATIONS LIMITED
B.J. GROUP - WINDY CLAIM

*GEOLOGY AND SAMPLE
DATA OF HAND TRENCHES*

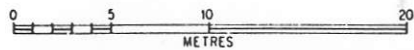


FIG. 9

ASSAY CERTIFICATE

ASSAYER: *A. Tully* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATIONS PROJECT-1256 File # 87-3461 Page 1

- SAMPLE TYPE: *Rock chip*

SAMPLE #	AG	AU
10601	.06	.038
10602	.06	.018
10603	.01	.001
10604	.05	.001
10605	.01	.002
10606	.01	.004
10607	.27	.020
10608	.14	.025
10609	.48	.173
10610	.25	.228

ASSAY CERTIFICATES

10612	.05	.010
10613	.02	.002
10614	.08	.070
10615	.01	.001
20662	.02	.001
20663	.09	.002
20664	.02	.002
20665	.12	.002
20666	.02	.038
20667	.01	.001
20668	.02	.004
20669	.02	.001
20670	.10	.032
20671	.07	.001
20672	.01	.001
20673	.02	.001
20674	.01	.001
20675	.07	.004
20676	.06	.004
20677	.11	.029
20678	.07	.002
20679	.06	.002
20680	.02	.010
20681	.02	.006
20682	.02	.002

S.J.

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips

ASSAYER: *Dean Toye* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATIONS PROJECT-1356 File # 87-3461 Page 1

SAMPLE#	AG OZ/T	AU OZ/T	
10601	.06	.038	
10602	.06	.015	
10603	.01	.001	
10604	.05	.001	
10605	.01	.002	<i>off to work</i>
10606	.01	.004	<i>off to work</i>
10607	.37	.020	✓
10608	.14	.032	✓
10609	6.48	.173	✓
10610	.32	.226	✓
10611	.04	.002	
10612	.05	.010	
10613	.02	.002	
10614	.08	.070	
10615	.01	.001	
30662	.05	.001	
30663	.09	.002	
30664	.02	.002	
30665	.12	.002	
30666	.03	.038	
30667	.01	.001	
30668	.02	.004	
30669	.05	.001	
30670	.10	.032	
30671	.07	.001	
30672	.01	.001	
30673	.02	.001	
30674	.01	.001	
30675	.07	.004	
30676	.06	.004	
30677	.11	.039	
30678	.07	.003	
30679	.06	.002	
30680	.05	.010	
30681	.02	.006	
30682	.03	.003	

SAMPLE#	AG OZ/T	AU OZ/T
30683	.08	.002
30684	.08	.001
30685	.03	.016
30686	.15	.004
30687	.23	.001
30688	.05	.001
30689	.74	.060
30690	.36	.013
30691	.11	.012
30692	.25	.031
30693	.01	.001
30694	.09	.022
30695	.03	.001
30696	.07	.011
30697	.06	.004
30698	.08	.003
30699	.08	.024
30700	.11	.042
30701	.13	.121
30702	.24	.572
30703	.10	.045
30704	.01	.001
30705	.02	.001
30706	.02	.001
30707	.01	.004
30708	.09	.009
30709	.16	.009
30710	.09	.034
30711	.11	.055
30712	.09	.081
30713	.01	.009
30714	.08	.036
30715	.02	.025
30716	.40	.322
30717	.08	.029

ACME ANALYTICAL LABORATORIES
352 E. HASTINGS ST. VANCOUVER B.C. V6A 1R6
PHONE 253-3158 DATA LINE 251-1011

DATE RECEIVED: AUG 27 1987

DATE REPORT MAILED: *Sept. 3/87...*

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips AU** AND AG** BY FIRE ASSAY.

ASSAYER: *A. Toye* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATIONS PROJECT-1356 File # 87-3691

SAMPLE#	AG**	AU**
	OZ/T	OZ/T
30718	.50	.918 ✓
30719	2.49	.660 ✓
30720	.85	.178 ✓
30721	1.27	.088
30722	1.83	1.125 ✓
30723	.32	.047 ✓
30724	.40	.029
30725	.08	.003
30726	1.97	.856 ✓
30727	.63	1.195 ✓
30728	.01	.007 ✓
30729	.17	.029 ✓
30730	.06	.016 ✓
30731	.27	.046 ✓
30732	.98	.001 ✓
30733	.09	.003
30734	.10	.018
30735	.01	.002
30736	.08	.007
30737	.36	.006
30738	.36	.550
30744	.81	.532

BANANA 0.20 M
BANANA 0.15 M
BANANA FOOTWALL

J.

ACME ANALYTICAL LABORATORIES
852 E. HASTINGS ST. VANCOUVER B.C. V6A 1R6
PHONE 253-3158 DATA LINE 251-1011

DATE RECEIVED: SEPT 1 1987

DATE REPORT MAILED: *Sept. 7/87*

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips AU** AND AG** BY FIRE ASSAY.

ASSAYER: *D. Toye* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATIONS PROJECT-1356 File # 87-3820

SAMPLE#	AG** OZ/T	AU** OZ/T
10616	.02	.002
10617	.03	.001
10618	.04	.001
10619	.05	.001
10620	.03	.001
10621	.02	.001
10622	.01	.002
10623	.02	.002
10624	.08	.017
10625	.03	.003
10626	.02	.001
10627	.12	.003
10628	.04	.029
30739	.02	.015
30740	.16	.710
30741	.04	.004
30742	.04	.001
30743	.07	.049
30745	.04	.001
30746	.06	.028
30747	.04	.001
30748	.02	.001
30749	.02	.059
30750	.05	.001

B.J.

B.J.

ACME ANALYTICAL LABORATORIES
852 E. HASTINGS ST. VANCOUVER B.C. V6A 1R6
PHONE 253-3158 DATA LINE 251-1011 DATE REPORT MAILED: *Sept. 16/87*

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips AU** AND AG** BY FIRE ASSAY.

ASSAYER: *D. Toye* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATION PROJECT-1356 File # 87-3916

SAMPLE#	AG**	AU**
	OZ/T	OZ/T
10629	.01	.013
10630	.03	.001
10631	.03	.001
10632	.23	.053
10633	.21	.062
10634	.53	.191
10635	.56	.189
10636	.34	.147
10637	.02	.002
10638	.14	.007
10639	.04	.004
10640	.13	.018
10641	.33	.016
10642	.50	.074
10643	1.47	.211
10644	.04	.001
10645	.02	.001
10646	.02	.001
10647	.18	.012
10648	.02	.001
10649	.28	.026
10650	.02	.001
22178	.03	.001
22179	.20	.087
22180	.16	.045
22181	.14	.036
22182	.03	.018
22183	.26	.106

ACME ANALYTICAL LABORATORIES
852 E. HASTINGS ST. VANCOUVER B.C. V6A 1R6
PHONE 253-3158

DATE RECEIVED: SEPT 9 1987

DATA LINE 251-1011 DATE REPORT MAILED:

Sept 24/87

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips AU** AND AG** BY FIRE ASSAY.

ASSAYER: *[Signature]* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATION PROJECT-1356 File # 87-4026 Page 1

BJ. GOLD.

SAMPLE#	AG** OZ/T	AU** OZ/T	
10901	.45	.041	
10902	.27	.008	
10903	.01	.001	
10904	.12	.007	
10905	.87	.033	
10906	1.59	.049	
10907	.06	.001	
10908	.01	.001	
10909	.02	.002	
10910	.02	.003	
10911	.03	.002	
10912	.68	.042	
10913	.10	.007	
10914	.01	.002	
10915	.01	.001	
10916	.67	.339	1.0m CAMP VEIN.
10917	.16	.076	
10918	.03	.003	
10919	.03	.001	
10920	.01	.001	
10921	.01	.001	
10922	2.03	.039	
10923	.19	.009	
10924	.07	.008	
10925	.08	.069	
22184	.03	.001	
22185	.08	.003	
22186	.44	.058	
22187	.17	.217	CAMP VEIN. 1.0m.
22188	.18	.078	
22189	.09	.081	
22190	.10	.165	CAMP VEIN 0.7m
22191	.04	.018	
22192	.01	.001	
22193	.01	.001	
22194	.05	.001	

20/2/87

SAMPLE#	AG** OZ/T	AU** OZ/T
22195	.05	.001
22196	.23	.062
22197	.15	.027
22198	.31	.029
22199	.67	.043
22200	.59	.148

0.6m

Page 1

SAMPLE#	AG** OZ/T	AU** OZ/T
10901	.42	.041
10902	.27	.008
10903	.01	.001
10904	.12	.007
10905	.87	.032
10906	1.29	.049
10907	.06	.001
10908	.01	.001
10909	.02	.002
10910	.02	.002
10911	.02	.002
10912	.88	.042
10913	.10	.007
10914	.01	.002
10915	.01	.001
10916	.87	.032
10917	.18	.076
10918	.02	.002
10919	.02	.001
10920	.01	.001
10921	.01	.001
10922	2.02	.029
10923	.19	.009
10924	.07	.008
10925	.08	.069
22184	.02	.001
22185	.08	.002
22186	.44	.028
22187	.17	.017
22188	.18	.078
22189	.09	.081
22190	.10	.182
22191	.04	.078
22192	.01	.001
22193	.01	.001
22194	.02	.001

B.T. Gold

1.8m

0.6m

0.6m

Oct 13/87...

ASSAY CERTIFICATE

- SAMPLE TYPE: Rock Chips AU** AND AG** BY FIRE ASSAY.

ASSAYER: *D. Toye* DEAN TOYE, CERTIFIED B.C. ASSAYER

TECK EXPLORATION PROJECT-1356 File # 87-4533A Page 1

SAMPLE#	AG** OZ/T	AU** OZ/T	length (m)
BJ-1	.15	.005	.5
BJ-2	.83	.502	.7
BJ-3	.01	.001	1.0
BJ-4	.01	.001	.9
BJ-5	.10	.033	1.0
BJ-6	.06	.004	2.0
BJ-7	.03	.007	1.0
BJ-8	.06	.016	1.0
BJ-9	.06	.012	1.0
BJ-10	.06	.047	1.0
BJ-11	.13	.018	.6
BJ-12	.17	.040	1.0
BJ-13	.26	.011	.6
BJ-14	.02	.006	.6
BJ-15	.02	.001	.6
BJ-16	.01	.001	1.0
BJ-17	.11	.032	1.0
BJ-18	.07	.025	1.0
BJ-19	.03	.010	1.0
BJ-20	.01	.006	.6
BJ-21	.17	.039	1.0
BJ-22	.26	.059	1.0
BJ-23	.15	.050	1.0
BJ-24	.08	.030	.65
BJ-25	.01	.008	.6
✓ BJ-26	.10	.044	1.0
✓ BJ-27	.07	.037	1.4
BJ-28	.01	.001	.09
BJ-29	.13	.082	1.0
BJ-30	.54	.222	1.0
BJ-31	.38	.116	.08
BJ-32	.03	.004	.08
BJ-33	.04	.005	.09
BJ-34	.19	.025	2.0
BJ-35	.13	.004	2.0
BJ-36	.06	.006	2.0

SAMPLE# AG** AU**
OZ/T OZ/T

BJ-37	.10	.009	0.7
BJ-38	.07	.004	0.7
BJ-39	.49	.032	1.0
BJ-40	.19	.018	1.0
BJ-41	.03	.007	1.0
✓ BJ-42	.10	.012	1.0
BJ-43	.34	.044	1.0
BJ-44	.20	.069	1.0
BJ-45	.65	.267	0.8
BJ-46	.02	.008	0.8
BJ-47	.07	.022	0.4
BJ-48	.08	.023	0.4
BJ-49	1.25	1.090	0.8
BJ-50	.10	.048	0.4
BJ-51	.06	.025	0.6
BJ-52	.50	.026	1.7
BJ-53	.43	.499	1.1
BJ-54	.03	.010	0.3
BJ-55	.43	.061	0.7
BJ-56	.06	.001	2.0
BJ-57	.03	.001	1.0
BJ-58	.14	.002	1.5
BJ-59	.17	.025	1.0
BJ-60	.29	.129	1.1
BJ-61	.79	.070	1.2
BJ-62	.13	.039	2.0
BJ-63	1.22	.363	- GRAB
BJ-64	.65	.796	- REPEAT OF 30720-29 (over 35cm)
BJ-65	1.61	.759	.35
BJ-66	.09	.017	1.0
BJ-67	.22	.169	0.6
BJ-68	.41	.211	1.0
BJ-69	.35	.363	0.5
BJ-70	.07	.032	.30

where?

where?

CERTIFICATE OF THE ISSUER AND THE PROMOTERS


DATED: March 15, 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 and its regulations.

THE COMPANY



GRAHAM REYNOLD HUGHES
Chief Executive Officer



WILLIAM SAVAGE IRWIN
Chief Financial Officer

ON BEHALF OF THE BOARD OF DIRECTORS



ALMA BERNICE ANDERSON
Director



DAVID FERRIES PRENTICE
Director

PROMOTER

Per: 

GRAHAM REYNOLD HUGHES

CERTIFICATE OF THE AGENTS

DATED: March 15, 1988

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.

**CANARIM INVESTMENT
CORPORATION LTD.**

WOLVERTON & COMPANY LIMITED

Per: 

Per: 