August 27, 1985

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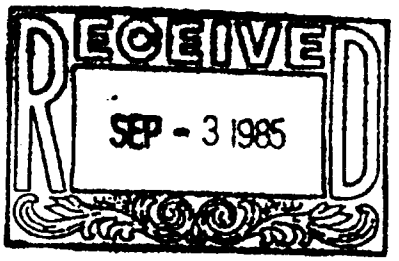

MEMO TO: Don Cross

FROM: Elizabeth Clemson

SUBJECT: Analytical Results - Gem Samples

Enclosed are the analytical results of the three Gem samples you sent me. These samples have been named as follows:

GM-1 - containing minor disseminated sulfides,
GM-2 - 50% disseminated sulfides, and
GM-3 - massive sulphides.

The samples were analyzed by X-Ray Assay Laboratories by several methods due to their unusual composition. I have included a brief explanation of the various analytical reports.

Report 1 (GM-1,2)
- semi-quantitative.
- ± 30% error.
- gives a rough approximation of the REE content.

Report 2 (GM-1,2)
- REE's determined by neutron activation. This method is only suitable for samples containing < 10,000 ppm REE.
- gold is analyzed on a 1 g sample, which may result in a nugget effect because of the small sample size.
- arsenic is present in amounts exceeding the analytical range of neutron activation.

Report 3 (GM-1,2)
- assay results.
- gold analyzed by fire assay confirms the initial neutron activation results.
- correct REE values (they differ slightly from the semi-quantitative results).

Report 4 (GM-3)
- gold done by NA, probably minimal nugget effect.
- REE's are found in trace amounts.
- whole rock chemistry included.

SUMMARY OF ANALYTICAL RESULTS - GEM SAMPLES

Sample	GM-1	GM-2	GM-3
Au (oz/t)	0.048	0.450	1.56
La (ppm)	19700	49600	< 10
Ce (ppm)	15400	33400	< 16
Nd (ppm)	6000	17200	< 91
Sm (ppm)	800	1200	< 1.6
As (wt%)	2.25	32.4	40.6
Co (ppm)	2500	48000	60000

EF/hmc
c.c. David Carson

SAMPLE	AU PPB	LI PPM	BE PPM	S PPM	SC PPM	V PPM
GM-3	54000	30	<10	100	<2.0	70

1 lb

54 ppm = 54 g/t

1 g/t = 0.029 oz/t

54 ppm = 1.566 oz/t

SAMPLE	MN PPM	CO PPM	NI PPM	CU PPM	ZN PPM	GE PPM
GM-3	82	>60000	8800	3.5	13.0	<10

> - CONCENTRATION TOO HIGH FOR TREATMENT BY GEOCHEMICAL METHOD

SAMPLE	AS PPM	AS %	SE PPM	BR PPM	MO PPM	AG PPM
GM-3	>300000	40.6	<90	<150	<180	<0.5

> - CONCENTRATION TOO HIGH FOR TREATMENT BY GEOCHEMICAL METHOD

SAMPLE	CD PPM	SB PPM	CS PPM	LA PPM	LA PPM
GM-3	<0.2	180.	<10.0	<10.0	20

NA

semi quantitative XRF

SAMPLE	CE PPM	CE PPM	ND PPM	ND PPM	SM PPM	SM PPM
GM-3	<16	<30	<91	<50	<1.6	<20

↑ NA

↑ semi-quant

↑ NA

↑ semi-quant

↑ NA

↑ semi quant.

SAMPLE	EU PPM	YB PPM	LU PPM	HF PPM	TA PPM
GM-3	<7.0	<10.0	<2.00	<20	<35

SAMPLE	W PPM	PB PPM	BI PPM	TH PPM	U PPM
GM-3	<290	12	320.	<30.0	<36.0

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AUG - 9 1985

X-RAY ASSAY LABORATORIES LIMITED

1885 LESLIE STREET, DON MILLS, ONTARIO M3B 3J4

PHONE 416-445-5755 TELEX 06-986947

CERTIFICATE OF ANALYSIS

TO: NORANDA EXPLORATION COMPANY LIMITED
ATTN: J. ELIZABETH CLEMSON
55 YONGE STREET, SUITE 400
TORONTO, ONTARIO
M5E 1J4

CUSTOMER NO. 444

DATE SUBMITTED
15-JUL-85

REPORT 24969

REF. FILE 20508-U1

1 ROCK

WAS ANALYSED AS FOLLOWS:

	METHOD	DETECTION LIMIT
✓AU PPB	NA	10.000
LI PPM	AA	10.000
BE PPM	DCP	10.000
B PPM	DCP	10.000
WRMAJ %	WR	0.010
✓SC PPM	NA	0.100
V PPM	DCP	10.000
✓MN PPM	DCP	2.000
✓CO PPM	NA	1.000
✓NI PPM	DCP	1.000
✓CU PPM	DCP	0.500
✓ZN PPM	DCP	0.500
GE PPM	DCP	10.000
✓AS PPM	NA	2.000
✓AS %	XRF	0.010
✓SE PPM	NA	3.000
✓BR PPM	NA	1.000
WRMIN PPM	WR	10.000
✓MO PPM	NA	5.000
✓AG PPM	DCP	0.500
✓CD PPM	DCP	0.200
✓SB PPM	NA	0.200
✓CS PPM	NA	0.500
✓LA PPM	NA	0.500
✓LA PPM	XRF-G	20.000
✓CE PPM	NA	3.000
✓CE PPM	XRF-G	30.000
✓ND PPM	NA	5.000
✓ND PPM	XRF-G	50.000
✓SM PPM	NA	0.100

Report 4

AUG - 1 1985

(3)

X-RAY ASSAY LABORATORIES LIMITED

1885 LESLIE STREET, DON MILLS, ONTARIO M3B 3J4

PHONE 416-445-5755 TELEX 06-986947

CERTIFICATE OF ANALYSIS

TO: NORANDA EXPLORATION COMPANY LIMITED
ATTN: J. ELIZABETH CLEMSON
55 YONGE STREET, SUITE 400
TORONTO, ONTARIO
M5E 1J4

CUSTOMER NO. 444

DATE SUBMITTED
24-JUL-85

REPORT 24925

REF. FILE 20654-PH

2 PULPS ON HAND W.O.#20308

WERE ANALYSED AS FOLLOWS:

	METHOD	DETECTION LIMIT
AU OZ/TON	FA	0.001
LA %	XRF	0.010
AS %	XRF	0.010
CE %	DCP	0.010
ND %	XRF	0.010
SM %	XRF	0.010

Report 3

X-RAY ASSAY LABORATORIES LIMITED

DATE 02-AUG-85

CERTIFIED BY .....

SAMPLE	AU OZ/TON	LA %	AS %	CE %	ND %	SM %
GM-1	0.048	1.97	2.25	1.54	0.60	0.08
GM-2	0.450	4.96	32.4	3.34	1.72	0.12

GM-1 = 4.19 % REE (total)

GM-2 = 10.14 % REE (total)