

521268

92L/5W

REPORT ON THE GOLDEN KING CLAIMS

Crown Grants - Quatsino King, Eros,
Paramount, Hillside and located Mineral
Claim, Copper King
NTS 52L 6 W and 92 L SE SW
Lat. $50^{\circ} 23''$ N., Long. $127^{\circ} 30''$ W.
Nanaimo Mining Division

- for -

FURY EXPLORATIONS LTD. (N.P.L.)
433 - 355 Burrard Street,
Vancouver, B. C. V6C 2G8

- by -

ALEX BURTON, P. Eng.
BURTON CONSULTING INC.
5 - 924 West Hastings Street,
Vancouver, B. C. V6C 1E4

June, 1979.

CERTIFICATE

I, ALEX BURTON, DO HEREBY CERTIFY that I am a Consulting Geologist with an office at 5 - 924 West Hastings Street, Vancouver, British Columbia:

I FURTHER CERTIFY that:

1. I am a graduate from the University of British Columbia and hold a B. Sc. degree in Geology.
2. I am a Professional Engineer registered with the Association of Professional Engineers of British Columbia, Certificate No. 6262, and a Fellow of the Geological Association of Canada.
3. Since 1954 I have been engaged in mineral exploration work both for major mining companies in senior positions and as an independent consultant.
4. My study was based on examination of all the collected data on the property and discussions with James R. Glass, P. Eng. and an examination on the ground June 24, 1979.
5. I have no direct or indirect interests whatsoever in either the property or securities of Fury Explorations Ltd., or its affiliates, nor do I expect to receive any such interest.
6. This report or parts thereof may be used by Fury Explorations Ltd. (N.P.L.) in Statements of Material Facts, prospecti or shareholder news releases.

DATED at Vancouver, British Columbia, this 8th day of August, 1980.


ALEX BURTON, P. Eng.
Consulting Geologist

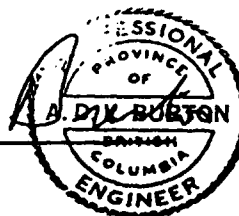


TABLE OF CONTENTS

	<u>Page</u>
SUMMARY	1
RECOMMENDATIONS	2
BUDGET	3
INTRODUCTION	4
PROPERTY & LOCATION	4
TOPOGRAPHY & CLIMATE	5
FACILITIES	5
HISTORY	6
REGIONAL GEOLOGY	7
LOCAL GEOLOGY	7 & 8
MINERALIZATION & SHOWINGS	9 & 10
OTHER SHOWINGS	11
GEOCHEMISTRY	12
GEOPHYSICS	12
CONCLUSIONS	13

SUMMARY

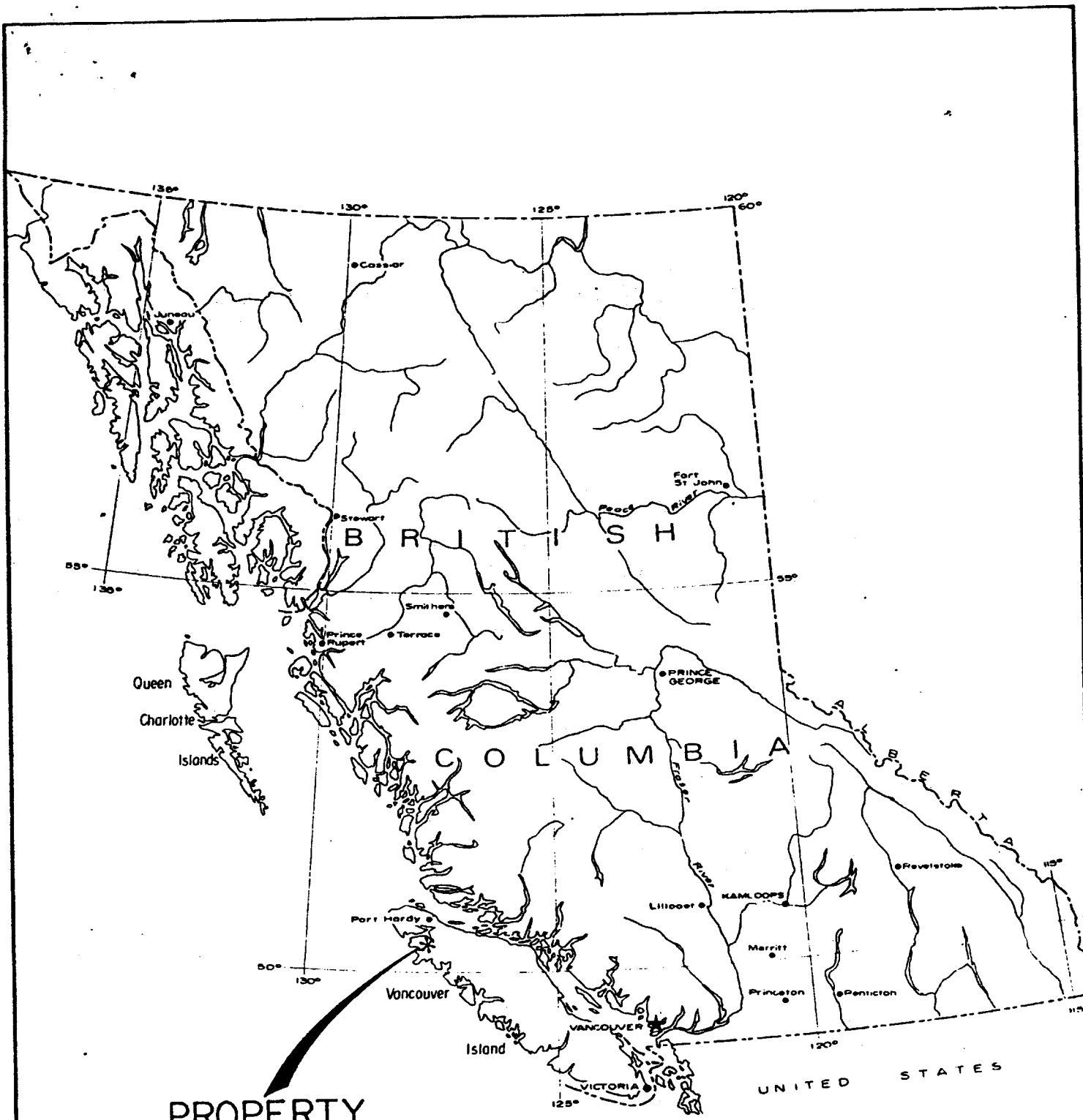
The Fury Explorations Ltd. Teeta River property consists of Four Crown granted claims and one Mineral Claim of 20 units, on the west side of Neroutsos Inlet, approximately 3 miles from Rumble Beach on the northern part of Vancouver Island.

Gold was discovered on the Teeta River property around the turn of the Century and was investigated through the years by both underground work and surface trenching. This work was financed and carried out by the owners of the individual Crown Grants on which the discoveries were made.

A gold bearing zone at least 800' long with widths ranging from a minimum of 20' at the south end to 160' across the main section of the zone with a vertical extent of more than 350' has been indicated.

Gold values in the host quartz breccias and veins run from 0.005 to 3.29 oz/ton. Arithmetic averages of samples taken by other workers (Joubin and Glass) are in the 0.1 to 0.22 oz/ton range. Higher grade sections can be expected judging from the geology and the old assay results. Copper values average 0.5% and silver averages to roughly 0.2 oz. Ag/ton.

Geochemistry and geology support the extension of the zone to the south and to the north where other showings have been located. Two showings contain low values in gold, silver, zinc and copper. Additional showings of gold and base metals are reported but not yet located. No modern exploration work has been done on the property.



FURY EXPLORATIONS LTD.
 TEETA RIVER GOLD PROPERTY
 LOCATION MAP



RECOMMENDATIONS

Phase One

1. Set out a grid control system.
2. Do detailed magnetometer, VLF electromagnetic and a geochemical soil survey over the areas known to contain mineralization.
3. Do reconnaissance geochemical soil surveys over the whole property.
4. Do geological mapping and a sampling program over the mineralized zones.
5. Build an access road to the showings.
6. Bulldozer trench and then sample all mineralized zones known and discovered.

Phase Two

Diamond drill the main and also any new zones to establish grade and tonnage potential.

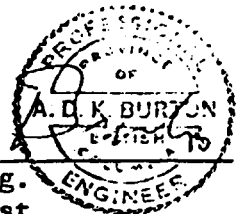
BUDGETPhase One

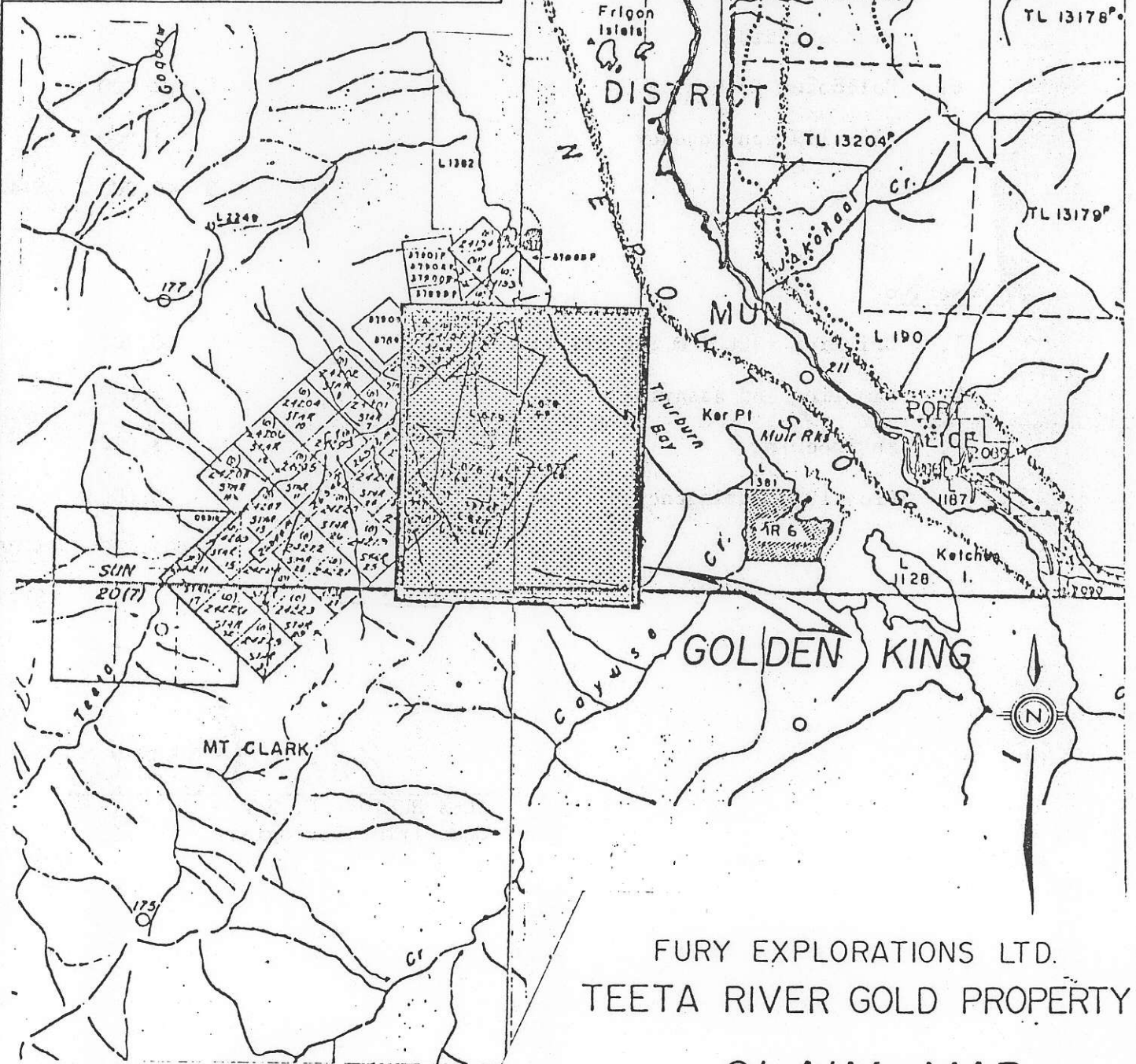
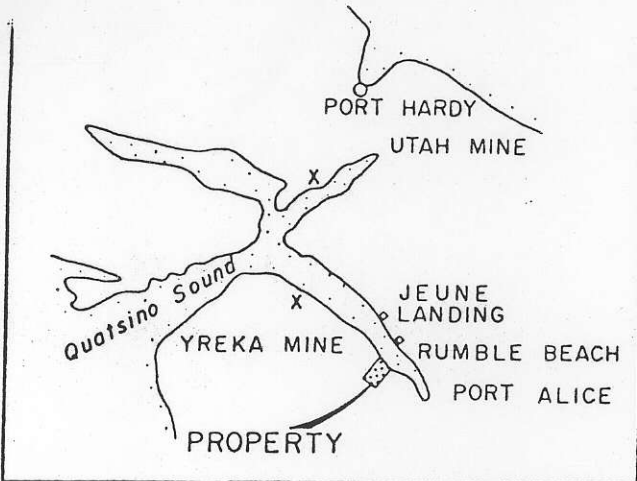
1. Travel and Camp	\$ 4,000	
2. Grid and geological mapping	6,000	
3. Geochemical survey	7,000	
4. Geophysics (magnetometer and VLF)	5,000	
5. Road building	15,000	
6. Bulldozer trenching	2,000	
Plus 10% contingency	<u>4,000</u>	
	\$ 43,000	\$ 43,000

Phase Two

1. Drilling (3000' @ \$30 all inclusive)	\$ 90,000	
2. Sampling and assaying	2,000	
3. Engineering	3,000	
Plus 10% contingency	<u>10,000</u>	
	\$ 105,000	<u>\$105,000</u>
TOTAL --		<u>\$148,000</u>


 ALEX BURTON, P. Eng.
 Consulting Geologist





FURY EXPLORATIONS LTD.
TEETA RIVER GOLD PROPERTY
CLAIM MAP

To accompany report dated June 29, 1979
by Alex Burton, P. Eng. Burton Consulting Inc.
#5 - 924 W. Hastings St., Vancouver, B.C.

INTRODUCTION

This Report prepared for Fury Explorations Ltd. presents a summation of all available information on the property and the writer's interpretations.

The property was examined by the writer on June 24, 1979 accompanied by James R. Glass, P. Eng. of Fury Explorations Ltd.

PROPERTY AND LOCATION

The property consists of four Crown granted claims and one located mineral claim of 20 units. These claims are located on the west side of Neroutsos Inlet, which is the southern arm of Quatsino Sound, northern Vancouver Island. Rumble Beach is located approximately 2 miles northeast of the property on the opposite side of the Inlet. The nearest road connected to the Provincial road system is approximately 3 miles ^{NORTH}~~south~~ of the property.

All claims are held under option by Fury Explorations Ltd. and are currently in good standing.

The claims are:-

Name

Golden King of 20 units

The Crown Grants are:-

Name

Quatsino King

Eros

Paramount

Hillside

TOPOGRAPHY AND CLIMATE

The property covers a heavily wooded mountain side. Elevations range from sea level to above 1500 feet. The main showing is approximately 1100 feet above the high tide mark.

The climate is typical of the northern part of Vancouver Island. Summers are warm and fairly dry, winters are cool and wet. Annual precipitation is approximately 200 inches. Generally there is little snow fall on the property.

FACILITIES

Water for milling as well as exploration is readily available. Power lines and roads are located 3 miles south of the property. There is a shopping and residential centre at Rumble Creek across Neroutsos Inlet from the claims.

The Teeta River logging road comes to within one-half mile of the showings at the elevation of the showings. This is the most logical access route to the property.

HISTORY

Gold was discovered on the property around the first part of the Century. The property was explored by individual owners of the Crown Grants pooling their resources and carrying out the exploration under the direction of a prospector. Three short adits and limited surface trenching were used to investigate the zone intermittently over a strike length of approximately 800 feet.

It is reported that Granby Company drilled two holes on the property around 1910 to test the zone for siliceous flux. Results of this drilling are unobtainable.

Aside from the recent sampling of James R. Glass the only other sampling results available are from the 1940 examination of Franc R. Joubin who concluded in part that the property was "a fair prospect warranting further preliminary work by a company interested in development of a large tonnage low grade property".

The more recent 1969 mapping as an extension of a copper porphyry property to the north by Newmont Mining Corporation of Canada Limited gives a reasonable preliminary picture of the geology. The sampling and mapping was sufficient to interest the present operators.

REGIONAL GEOLOGY

The general geology of the area as outlined by J. E. Muller, G.S.C. and Jeffery of BCDM. shows Upper Triassic and Lower Jurassic volcanic and sedimentary rocks intruded by the Middle and Upper Jurassic granites.

All of the formations are cut by north westerly and north easterly trending faults.

The Lower Jurassic rocks - Upper Triassic Bonanza formation is the host rock at the Utah Mining & Construction porphyry copper mine which is located approximately 18 miles north of the Teeta River property. The Bonanza formation is the host for the copper bearing skarn zone at the abandoned Noranda Yreka mine, located approximately 6 miles north of the Teeta Creek property.

The intrusive granitic rock hosts copper mineralization in the adjacent property to the north where Newmont Mining Corporation worked on a porphyry prospect.

LOCAL GEOLOGY

Upper Triassic volcanics and sediments, part of the Bonanza formation, are cut by two intrusive stocks, a monzonite and a diorite. A major north-south breccia zone has developed into which has been intruded feldspar porphyry and gold-copper bearing silica zone. A second parallel en echelon breccia zone with intruded feldspar porphyry and silica has been noted. The gold bearing silica as seen in the main underground workings has invaded the large breccia zone as both massive quartz and as zones of intersecting fracture filled quartz veins. A series of post mineral faults have displaced the silica zones to a minor degree. Neither the strike extension nor the

width of the brecciated-silicified gold bearing structure have been defined.

A tectonic breccia zone has been mapped alongside the gold bearing breccia, it also runs north south and appears to be a major structure as it is known for 1800 feet and maybe 2400 feet.

MINERALIZATION AND SHOWINGS

There are three different kinds and areas of mineralization. First is the lower northerly slopes largely in the sediments where pyrite-pyrrhotite mineralization occurs. Second, is in the lower northerly slopes where the zinc rich massive sulphide mineralization occurs. Third is on the southern upper slopes where gold silica mineralization occurs.

Discussion in this Report is mainly on the gold silica type of mineralization.

The gold silica mineralization consists of a complex quartz filled breccia zone plus quartz veins all of which carry gold, copper, silver, mineralization with variable amounts of pyrite and pyrrhotite.

To date exploration has consisted of some reccy type mapping, hand dug and blasted open cuts and at least three short adits. The zone as presently known runs north south for 1000 feet and is at least 160 feet wide in the middle portion all over a vertical distance of at least 450 feet. To the south it appears to be narrowed down to roughly 20 feet wide, and its extent and width to the north is unknown. Gold values are in both the veins and breccia.

The host quartz breccia and quartz veins occur in and near the contact of a monzonite with Bonanza Group volcanics. Structure is complex and will not be solved until the surface bulldozer trenching is completed.

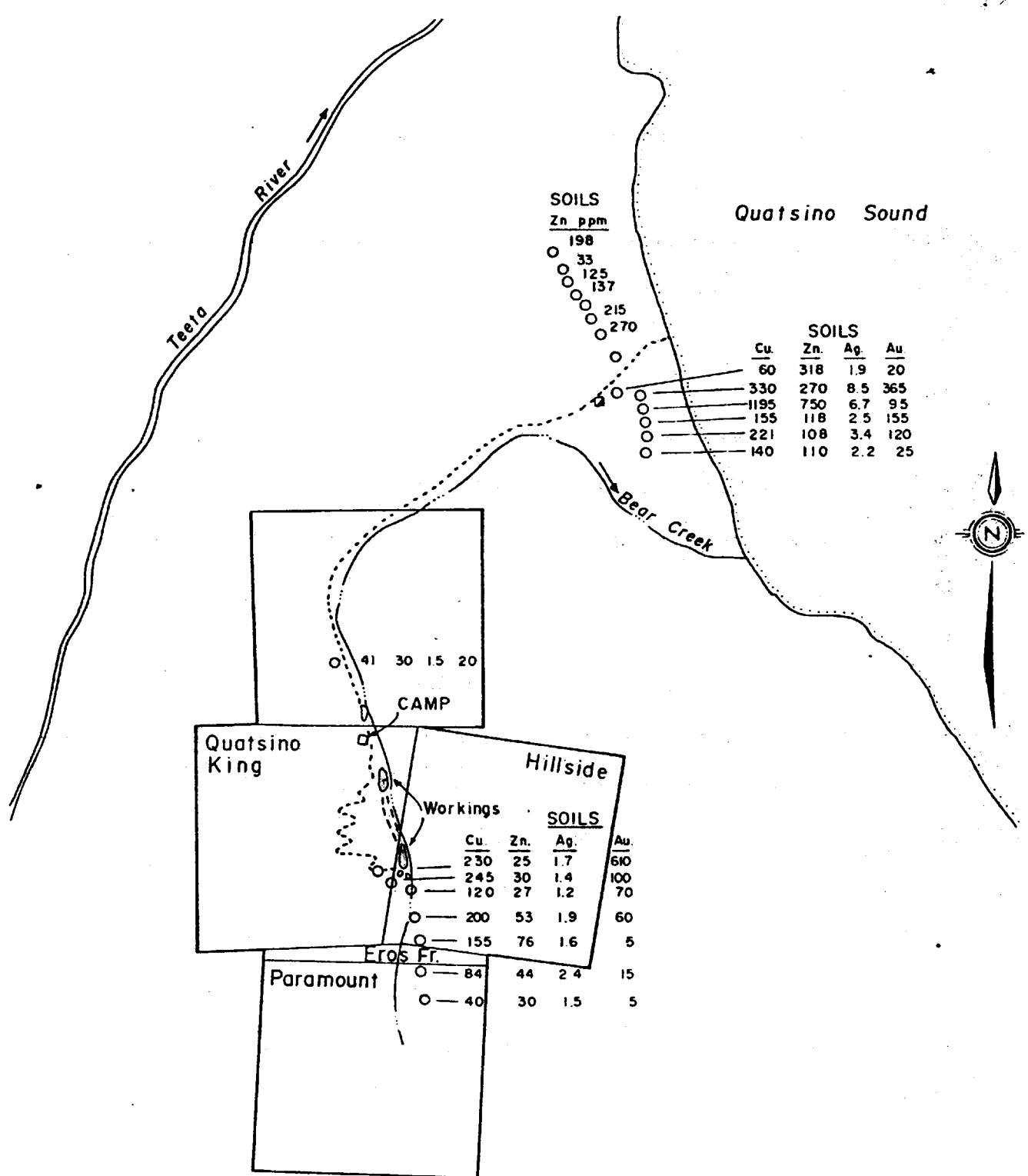
A tectonic breccia zone has been mapped alongside the gold bearing breccia, it also runs north south and appears to be a major structure as it is known for 1800 feet and maybe 2400 feet.

Chip samples by James R. Glass, P. Eng. on the most southern natural outcrop, a massive quartz exposure over 200 feet long give only an approximate value as the trenches on the outcrop are sloughed which made sampling difficult. The quartz is stained with malachite and contains fine disseminations of pyrite and chalcopyrite. A sample from one trench over 30' wide returned 0.118 Au/ton., 0.100 Ag/ton, and another 20 foot sample from another trench assayed 0.026 Au/ton, and 0.41 Ag/ton.

The main zone, located some 500 feet down slope and 250 feet lower in elevation has been prospected by three adits. Quartz bearing gold breccia has been traced over 200 feet in adits and surface. Chip samples taken by Glass on this zone average 0.109 oz. Au/ton., 0.209 oz. Ag/ton., and 0.53% Cu.

The upper adit some 120 feet in length is located about 110 feet south of and about 35 feet higher than the main portal. Gold bearing quartz and breccia in these workings indicate that the mineralized structure may be well over 100 feet wide at this location.

One chip sample, taken over 25 feet, representing a true width of about 10 feet ran 0.053 oz. Au/ton., and 0.277 oz. Ag/ton. Another adit located 150 feet southeast of the main adit was not inspected due to caving at the portal. The most northerly or lower adit is about 250 feet downslope and 100 feet lower in elevation. It was not inspected.



SOILS

Zn ppm
198
33
125
137
215
270

Quatsino Sound

SOILS

Cu	Zn	Ag	Au
60	318	1.9	20
330	270	8.5	365
1195	750	6.7	95
155	118	2.5	155
221	108	3.4	120
140	110	2.2	25

CAMP

41	30	15	20
----	----	----	----

Quatsino King

Hillside

Workings

SOILS

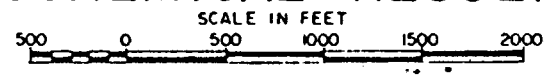
Cu	Zn	Ag	Au
230	25	1.7	610
245	30	1.4	100
120	27	1.2	70
200	53	1.9	60
155	76	1.6	5

Eros Fr.

Paramount

84	44	2.4	15
40	30	1.5	5

FURY EXPLORATIONS LTD.
 TEETA RIVER GOLD PROPERTY
PROPERTY MAP
GEOCHEMICAL RESULTS



To accompany report dated June 29, 1979
 by Alex Burton, P. Eng. Burton Consulting Inc.
 *5 - 924 W. Hastings St., Vancouver, B.C.

OTHER SHOWINGS

Five other mineralized showings were seen and sampled by James R. Glass. It is believed that four of these are workings on one vein and another is a separate structure. Preliminary chip samples from extremely leached surface material from these showings returned:-

<u>Width</u>	<u>Au. oz/ton</u>	<u>Ag. oz/ton</u>	<u>Zn.</u>	<u>Cu.</u>
8'	.006	.241	.47%	.20%
3'	.034	.340	.19%	.06%
2' (pyrite zone)	.002	.212	--	
2'	.001	.138	--	.12%

Two other showings, one gold bearing and one zinc bearing were reported.

GEOCHEMISTRY

A series of soil samples were taken by James R. Glass, P. Eng. at roughly 100 foot intervals along the 200 foot elevation contour. These samples showed anomalous values in copper, gold and silver which coincided with the strike extension of the mineralized zone.

Preliminary geochemical soil sampling shows anomalous copper, gold, silver values approximately 500 feet upslope from the highest known workings.

A sketch of the sample location is included in this report.

Based on this preliminary sampling, geochemistry should be an extremely useful tool in the search for and also the outlining of the mineralized zones.

GEOPHYSICS

The monzonite, the diorite with its high magnetic content, the volcanics and possibly the mineralized zones should show up well on the magnetometer, especially where there is no outcrop.

An electromagnetic survey with a VLF instrument may be effective in outlining the breccia and fault plus alteration zones so should be tried over the host silica mineralization.



CERTIFICATE

I, ALEX BURTON, DO HEREBY CERTIFY that I am a Consulting Geologist with an office at 5 - 924 West Hastings Street, Vancouver, British Columbia:

I FURTHER CERTIFY that:

1. I am a graduate from the University of British Columbia and hold a B. Sc. degree in Geology.
2. I am a Professional Engineer registered with the Association of Professional Engineers of British Columbia, Certificate No. 6262, and a Fellow of the Geological Association of Canada;
3. Since 1954 I have been engaged in mineral exploration work, both for major mining companies in senior positions and as an independent consultant.
4. My study was based on examination of all the collected data on the property and discussions with James R. Glass, P. Eng. and an examination on the ground June 24, 1979;
5. I have no direct or indirect interests whatsoever in either the property or securities of Fury Explorations Ltd., or its affiliates, nor do I expect to receive any such interest.

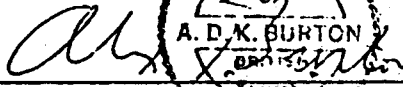
DATED at Vancouver, British Columbia, this 25th day of June, 1979.



ALEX BURTON, P. Eng.
Consulting Geologist

CONCLUSIONS

A quartz breccia plus quartz vein structure exists on the claims that is large enough and well enough mineralized to justify an exploration program.

The target has possibilities to be mined by low cost caving techniques because of its size and width. The grades known from the preliminary sampling are reasonable with the possibility of some higher grade material. The location and accessibility for both exploration and for mining increase the attractiveness of this prospect.


A circular professional seal for A. D. K. BURTON, P. ENGINEER, LUMBI PROVINCE. The seal contains the text 'PROFESSIONAL ENGINEER', 'LUMBI PROVINCE', and 'A. D. K. BURTON'.

ALEX BURTON, P. ENGINEER
Consulting Geologist

June, 1979.

20. STATUTORY RIGHTS OF RESCISSION

Sections 61 and 62 of the Securities Act (British Columbia) provides in effect, that where a security is offered to the public in the course of primary distribution:

- (a) A purchaser has a right to rescind a contract for the purchase of a security, while still the owner thereof, if a copy of the last Statement of Material Facts, together with financial statements and a summary of engineering reports as filed with the Vancouver Stock Exchange, was not delivered to him or his agent prior to delivery to either of them of the written confirmation of the sale of the securities. Written notice of intention to commence an action for rescission must be served on the person who contracted to sell within 60 days of the date of delivery of the written confirmation, but no action shall be commenced after the expiration of three months from the date of service of such notice.
- (b) A purchaser has the right to rescind a contract for the purchase of such security, while still the owner thereof, if the Statement of Material Facts or any amended Statement of Material Facts offering such security contains an untrue statement of material fact or omits to state a material fact necessary in order to make any statement therein not misleading in the light of the circumstances in which it was made, but no action to enforce this right can be commenced by a purchaser after expiration of 90 days from the later of the date of such contract or the date on which such Statement of Material Facts or amended Statement of Material Facts is received or is deemed to be received by him or his agent.

Reference is made to the said Act for the complete text of the provisions under which the foregoing rights are conferred.

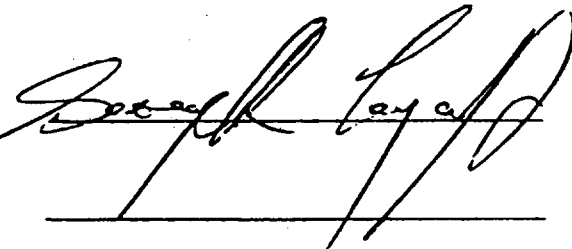
21. CERTIFICATE OF THE DIRECTORS AND PROMOTERS OF THE ISSUER:

The foregoing constitutes full, true, and plain disclosure of all material facts relating to the securities offered by this Statement of Material Facts.

August 20th, 1980

(Date)


 GEORGE HAROLD LAYCRAFT/Director




 ELSIE MYRTLE MACKENZIE/Director


 JAMES ROBERTSON GLASS/Director

CERTIFICATE OF THE UNDERWRITER(S):

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 Statement of Material Facts.

August 22nd, 1980

(Date)

WEST COAST SECURITIES LTD.

Per: