

521542
920/3W

NORTHAIR MINES LTD.

NAME: LIMONITE

CLAIMS: 3 Reverted Crown Granted Claims.
Valid until March 29, 1992.

STATUS: 100% owned by Northair Mines Ltd.

TARGET: Copper-gold mineralization similar to that at the adjoining Westpine (Asaco) property (preliminary reserves 7.45 million tons grading 0.73% Cu, 0.024 opt Au with 0.05 opt Ag).

LOCATION & ACCESS: The property is located 225 km north of Vancouver, on NTS map sheet 920/3W. The property can be reached by road from Williams Lake (270 km) or by helicopter from Gold Bridge, 48 km to the south.

HISTORY: The area has been intermittently explored since 1909 when bog-iron deposits were located on the Limonite crown grants. Since then work has been concentrated on the copper-gold showings located in the area. On the Spokane crown grant immediately to the south, between 1922 and 1928, Cominco completed extensive trenching that showed values up to 5.8% Cu, 0.06 opt Au, and 2.0 opt Ag over 10 ft. Exploration completed on the Buzzer showing during 1989 and 1990 resulted in the outlining of Westpine's deposits.

GEOLOGICAL DESCRIPTION: The property occurs along the contact between Coast Range Granodiorite and Kingsvale Group volcanics. Pervasive quartz-sericite-clay-pyrite alteration of the volcanics is common. Limonite beds forming bog-iron deposits has resulted from the erosion and oxidation of pyrite within the Kingsvale Group rocks. Present reserves are 384,000 tons grading approximately 50% Fe. On the adjacent Spokane crown grants, gold values have been observed to be associated with heavy pyrite content within a zone 500 ft long and 200 - 300 ft wide trending northeast and dipping to the southwest. The sulphide mineralization is most intense where local fracturing is pronounced. A sample of rusty stained granitic outcrop (30' x 10') assayed 0.76 opt Au, 0.8 opt Ag and 2% Cu.

TERMS: To be discussed