

926/14
ASHLU AREA
DOUG MORROW

671433

Geology - The rocks of this area mainly consist of Coast Range granite and narrow bands of older stratified rocks. These include schists, quartzite, argulites, limestones, and greenstones. Tertiary and recent lavas are also common.

Mineralization - Most properties found and worked have been copper, lead-zinc prospects, except the Ashlu Valley gold property.

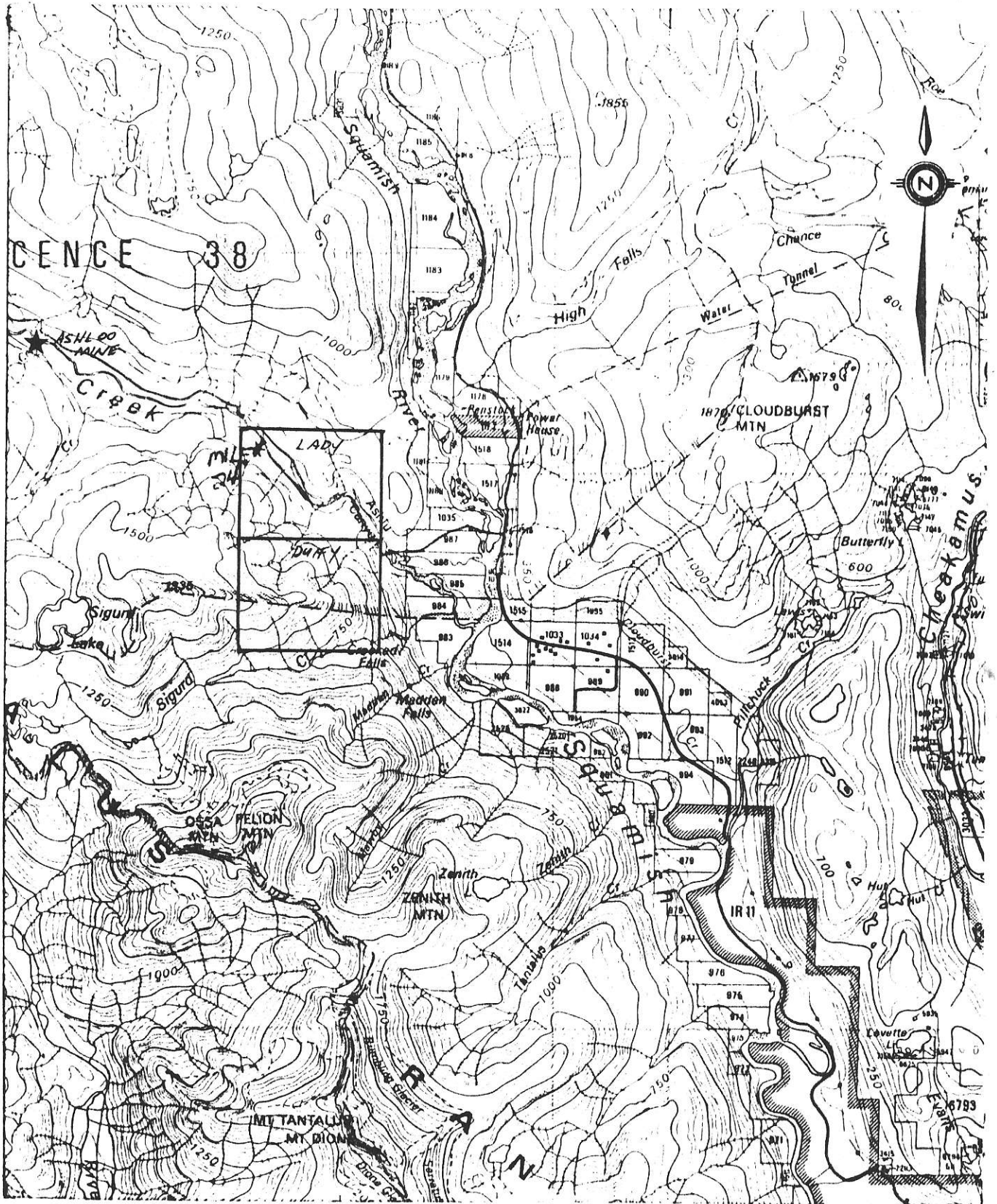
The Ashloo Property - on the Ashlu Creek

The deposit lies in the Coast Range Batholith and consists of bands of quartz in a long wideshear zone in the granodiorite. The shear strikes North North East and dips twenty-three degrees west. The quartz contains intermittent concentrations of pyrite, chalcopyrite and occasionally pyrrohtite. The gold value is directly proportional to the sulphide content, assays of several ounces of gold per tonne have been obtained from sulphide rich vein material.

Dec. 1985 - An economic evaluation on the Ashlu Gold/Silver/Tungsten Property was done by E. G. Kenned. The gold mineralization exists either in the form of micron gold, not visible to the eye, or in the form of gold tellurides which often come in unidentifiable black or grey colours.

I feel the property which I am exploring could have the same potential as the one previously mentioned. It is North of my properties by five kilometers. I have obtained some assays containing anomalous values in gold, silver, copper, molybdenum, chromium, and nickel. One sample carried in excess of two ounces per tonne of gold, and five ounces per tonne of silver.

Location - The property is located on the south side of the Ashlu Creek, forty-five kilometers north-west of Squamish. Access to the property is via Highway 99 and a good all weather road.

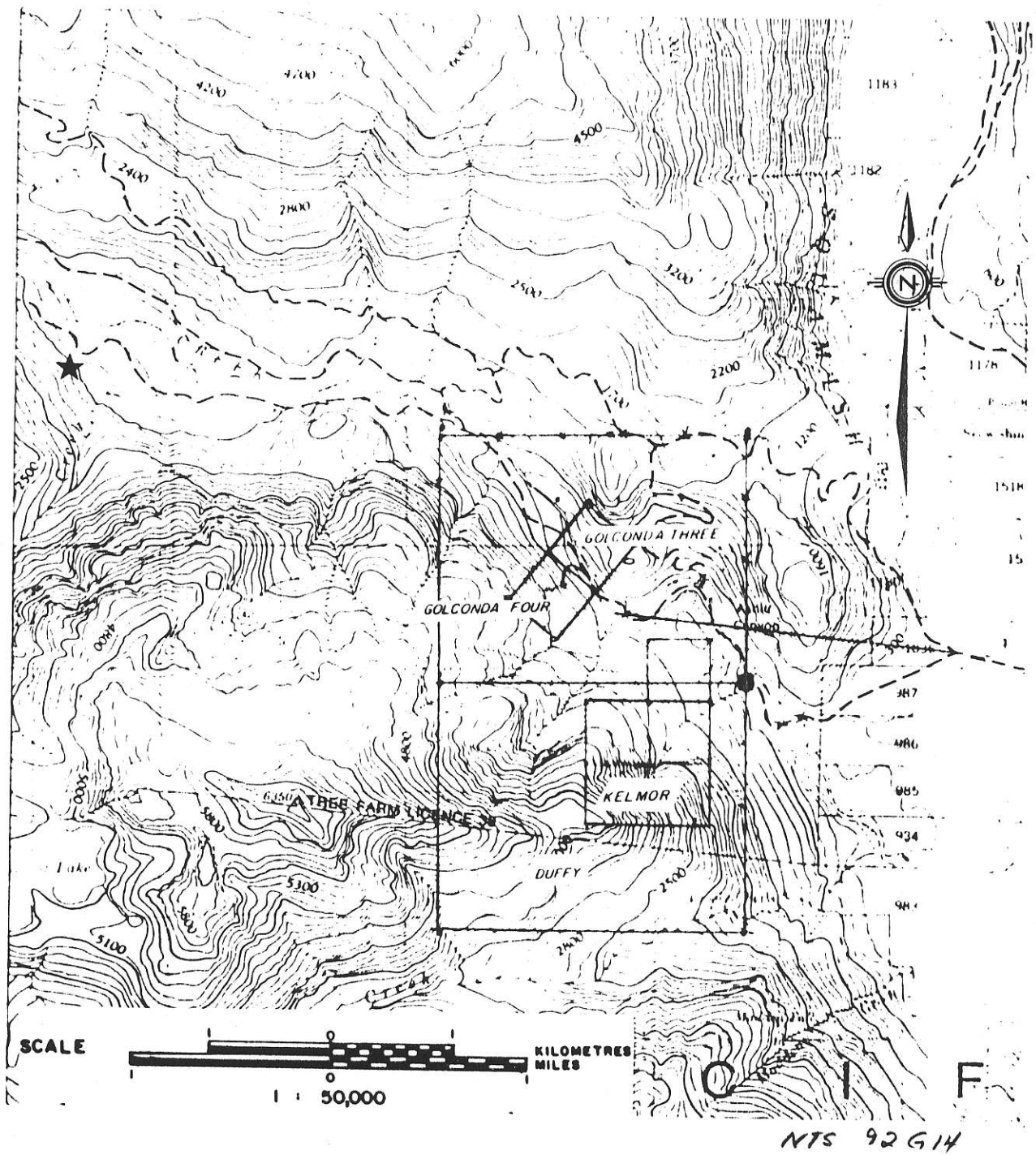


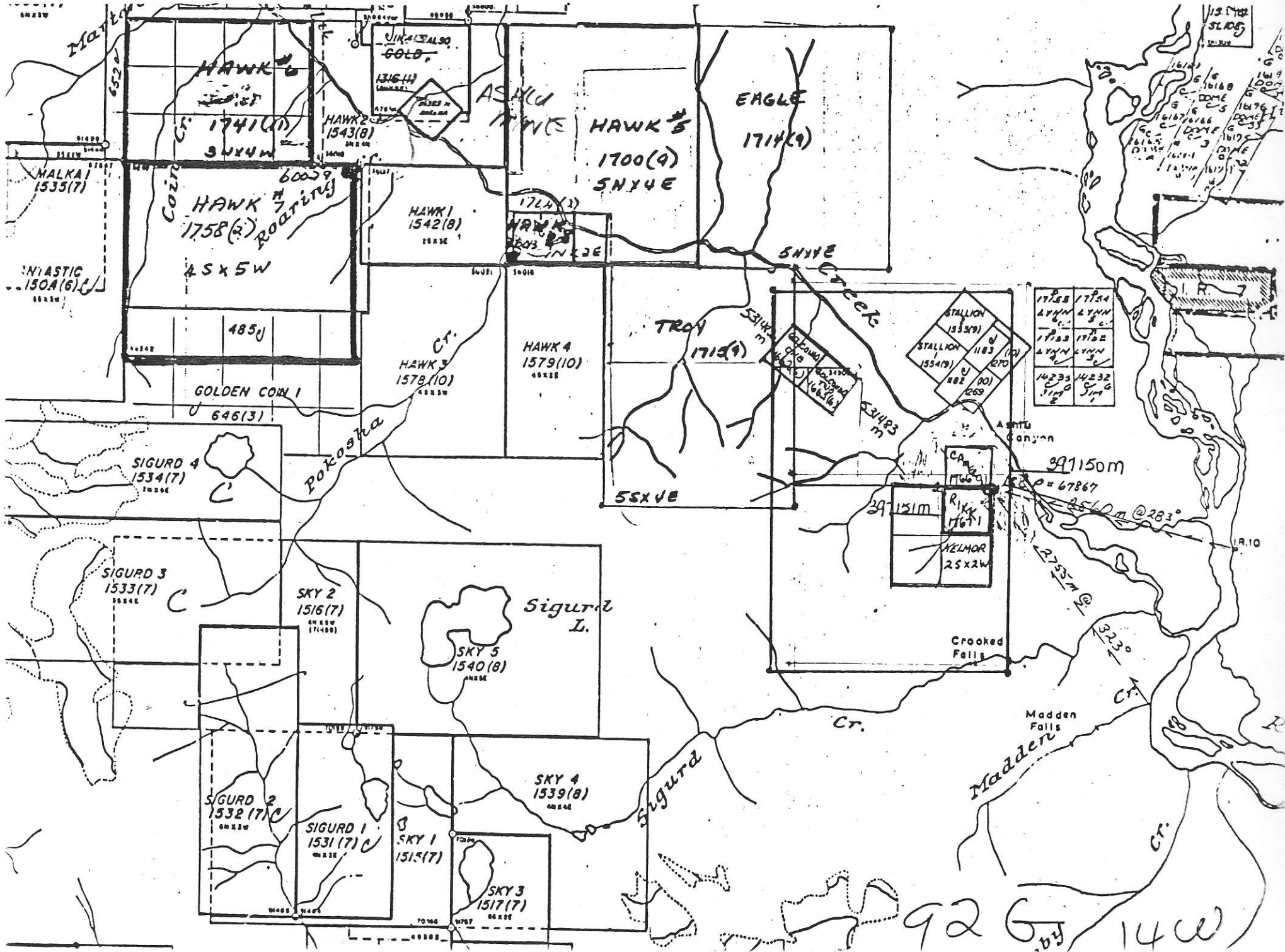
LADY, DURY CLAIMS

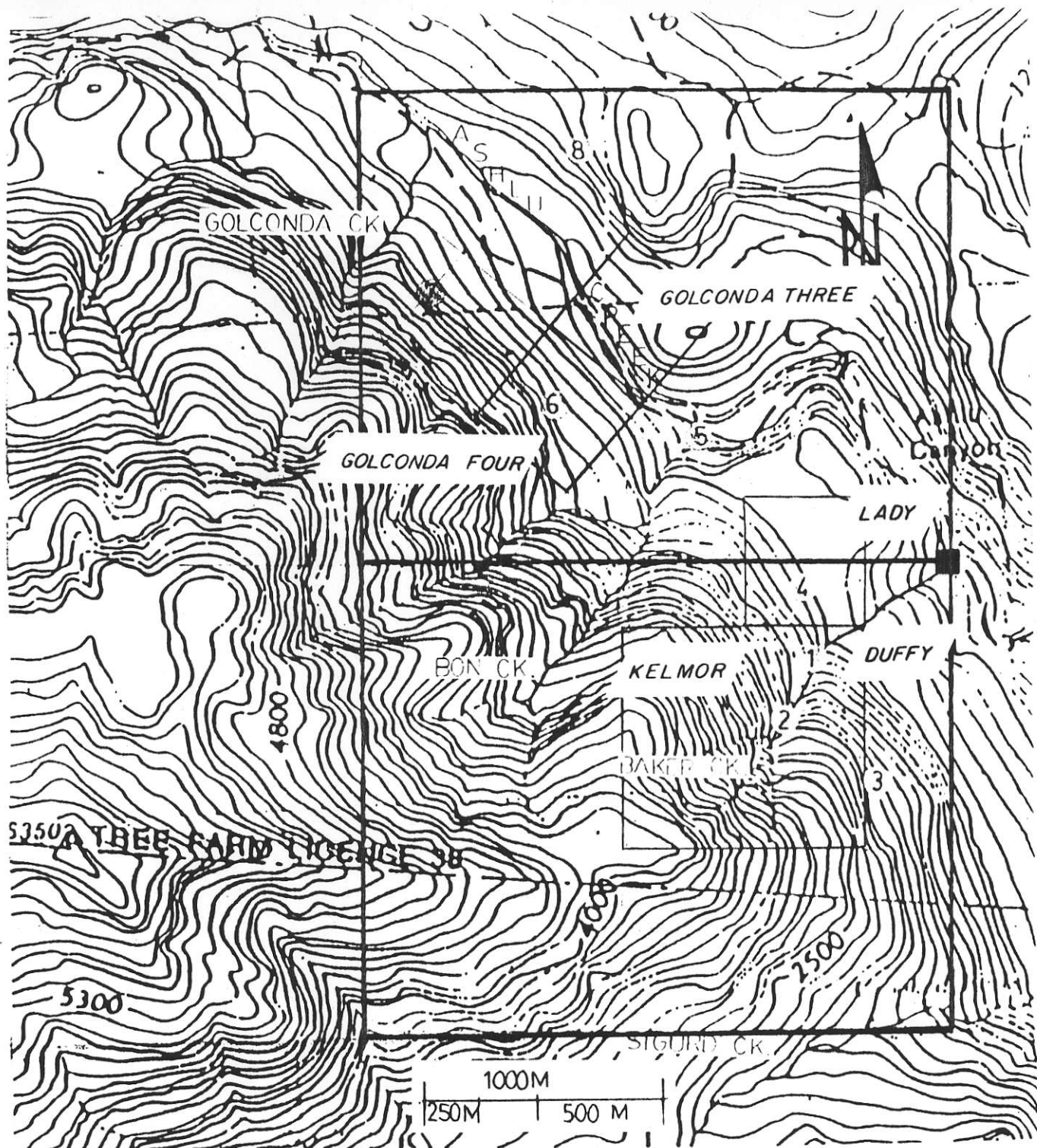
NTS. 92G.

ACCESS MAP

VANCOUVER DISTRICT 20122000







- 1 Several quartz veins, some with iron staining and sulphides still present
- 2 Creek float 0.5m across, quartz with chlorite and pyrite mineralization sample returned an extremely good assay
- 3 Quartz veins in granodiorite with molybdenum and pyrite crystals 1.5-2.0cm across
- 4 Mineralized quartz vein, pyrite, chlorite quartz crystals approximately 5mm
- 5 Large quartz boulder 1m across pyrite evenly distributed

- 6 Quartz veining and quartz crystals, chlorite vein, 2.0cm, pyrite and iron staining, sulphides appear in fissures and cracks probably deposited by hydrothermal solutions
- 7 Large quartz vein 5m high and 10m long and other smaller veins, pyrite in vein in wall rock quartz has some iron staining by no evidents of sulphides
- 8 Shear zone extremely fractured, pyrite veins and molybdenum obvious for 10m

JAN. 86

Tenquille Resources Ltd.

980-789 W. Pender Street, Vancouver, B.C. V6C 1H2, Phone (604) 681-7361

VSE - TQR

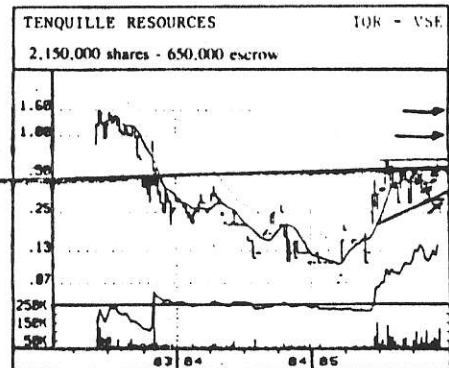
Ashlu Creek Gold Mine

A recent economic evaluation of the Ashlu Creek gold/silver/tungsten Property by E.G. Kennedy, P. Eng. reports 300,000 tons of inferred ore with an estimated gold content of 0.35 oz/ton. The main (Ash) vein is open at the bottom end and on both sides, with 5 levels of development extending across part of the vein on the south side of Ashlu Creek. On the north side of Ashlu Creek, at a distance of some 500-800 feet from the mine workings is a ±60 foot tunnel in ore that appears to be the extension of the main Ash vein.

Earlier reports by three different mining engineers and geologists have confirmed 45,000 tons of 0.41 oz/ton gold proven and probable ore on the main Ash vein on the south side of Ashlu Creek. Early assays from the tunnel in ore (1925) on the north side of Ashlu Creek averaged approx. 0.25 oz/ton gold, excluding a 9 inch streak of solid sulphides which assayed 5.44 oz/ton gold, and 18.6 oz/ton silver.

A 1976 Progress Report by P.H. Sevansma, Ph.D., P.Eng., states: "Dewatering of the old workings on the Ash Claim has uncovered three old levels, the lower one of which shows a stronger and more continuous vein than on any of the higher levels." This Report on the dewatering makes the following observation: "The main winze and the levels follow the upper part of the vein - zone, along the upper contact of the dyke rock and the overlying debris-charged quartz-monzonite, which contact is always marked by a continuous quartz vein. In the winzes, a number of quartz veins dip easterly and disappear into the footwall of the dyke and vein zone. Two short crosscuts on the second lowest level did confirm this and exposed a footwall vein underlain by a strong shear. This vein revealed the best assay taken in the lower levels (3.40 oz/ton gold) and suggests that the pyrites near the footwall of the vein - zone contain the highest proportion of gold. (see section in blue)"

The old timers in 1920 and 1930 drifted down the Ash vein following an obvious quartz vein some 3 to 4 feet thick lying just below the hanging wall. (see section in red below) Apparently they were unaware of a lower footwall vein as reported by Dr. Sevansma in 1976. Consequently in the old workings only about 100,000 tons of ore was mined. This is more understandable when it is realized that the gold mineralization in the lower part of the Ash vein is either in the form of micron gold which is not visible to the eye or in the form of gold tellurides which often come in unidentifiable black or grey colours. The proposed work will include underground diamond drilling through the floor of the old workings in the Ash vein to confirm the existence and continuation of the footwall some 10 to 15 feet below. Such drilling can prove that a footwall extends under the whole of the Ash vein and the ore reserves probably could be increased by some 300%.



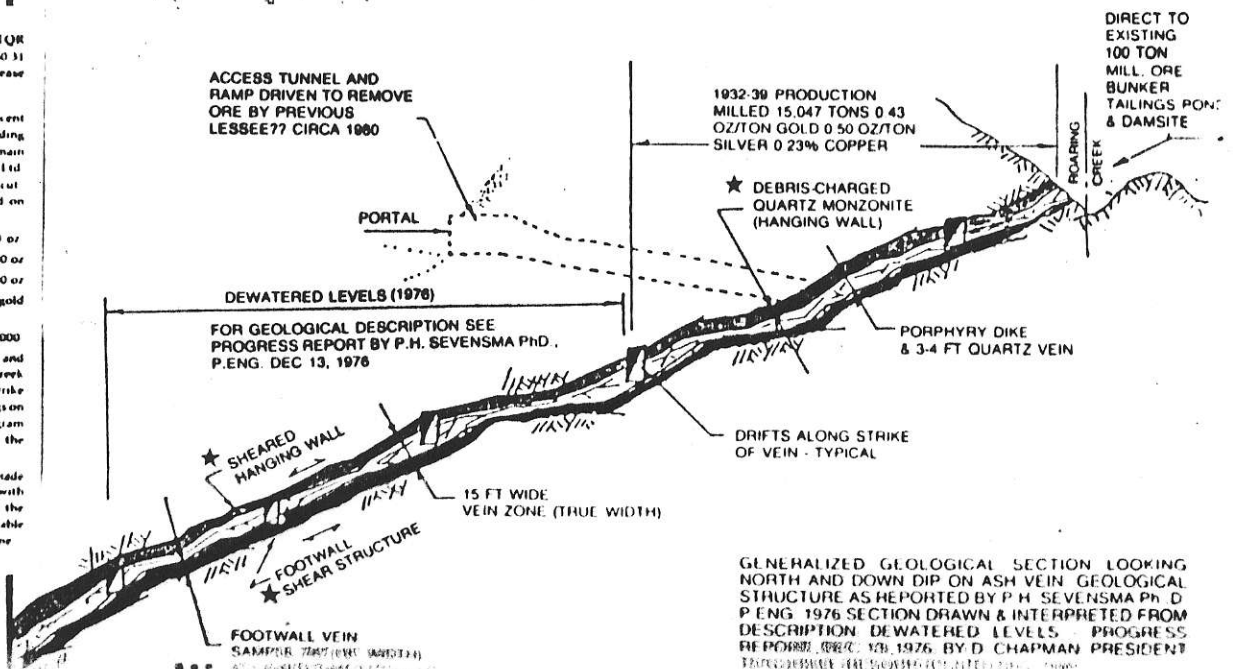
Tenquille Resources Ltd. TQR
Shares issued 3,152,341 Nov 10 close \$0.31
News Release

Mr. D.A. Chapman reports
An estimate of the ore reserves based on recent exploration results indicate 98,500 tons grading 0.25 oz/ton gold. In their appraisal of the main ore shown, Cooke Geological Consultants Ltd. used a 3.3 foot width and 0.10 oz/ton gold as cut-off grade. The following estimate is based on uncut and undiluted ore.

Proven 8500 tons x 0.25 oz/ton gold 2100 oz
Possible 30,000 tons x 0.25 oz/ton gold 7500 oz
Possible 60,000 tons x 0.25 oz/ton gold 15000 oz
Total main workings: 98,500 tons x 0.25 oz/t gold 24600

1987 gold value at US\$400/oz US\$11,343,000
A program is planned to explore the tunnel and veins that outcrop along the Stuyvesant Creek zone which extends north along the same strike and dip as the Ash veins in the main workings on the south side of Ashlu Creek. This program could add an additional 200,000 tons to the above estimate.

The existing mill facilities could be made operational for about \$250,000 and along with the present access to the existing levels of the main workings a low budget and profitable operation is considered possible at this time.



GENERALIZED GEOLOGICAL SECTION LOOKING NORTH AND DOWN DIP ON ASH VEIN. GEOLOGICAL STRUCTURE AS REPORTED BY P.H. SEVANSMA PH.D. P.ENG. 1976 SECTION DRAWN & INTERPRETED FROM DESCRIPTION DEWATERED LEVELS. PROGRESS REPORT, REPORT NO. 1976 BY D. CHAPMAN, PRESIDENT



① - A, B, C, D, & E SYSTEMS.

A - QUARTZ VEIN 30" - 1 SAMPLE FROM WALL ROCK # A-1-0585WR

B - " " 8" TRAILS INTO "A" - NO SAMPLES

C - APPARENT CONTACT MET. SYSTEM, 18-20 FT. THICK & HORIZONTAL (NEAR)

3 SAMPLES - C-1-130184 } ACROSS 15 FT.
C-2-130184 }

C-3-0185 - ACROSS 24" IN. LOWER PORTION (ALSO FIRE ASSAY)

D - SMALL QZ VEIN

E - SHEAR ZONE ABOUT 80° DIP TO W.S.W & 25 FT ACROSS

1 SAMPLE - E-1-0585

② CF - CREEK FLOAT UPPER LIMIT & PROJECTED LINE OF FALL
QZ. WITH CHLORITE, & MINERALIZATION (LARGE CHUNK 30" x 25" x 14" THICK)
4 SAMPLES TAKEN FROM DIFFERENT PIECES OF FLOAT & ACROSS 10" AVERAGE

CF-1-1184 - FIRE ASSAY = Au 0.624 g/t.

CF-2-1184 - FIRE ASSAY = Au 2.286 g/t

CF-3-0185

CF-4-0185 - FIRE ASSAY = Cu 1.12%, Ag 5.93 g/t, Au 2.054 g/t.

③ F SYSTEM. NO SAMPLES ANALYZED AS YET. BUT CONTAINS HIGH Mo₂ & PYRITES
SEEMS TO BE A SHATTERED SHEAR ZONE 200-250 FT. WIDE & ALMOST
VERTICAL DIP TO THE S.W. COULD BE A GAS VENT, AS THERE IS A VERY
GRANULAR (UP TO 6mm) GOUGE SURROUNDING LARGE BLOCKS OF GRANODIORITE.



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 Brooksbank Ave.
North Vancouver, B.C.
Canada V7J 2C1

Telephone: (604) 984-0221
Telex: 043-52597

CERTIFICATE OF ANALYSIS

TO : BAKER, K.P.

P.O. BOX 5029
SQUAMISH, B.C.
VON 3G0

** CERT. # : A8510466-001-
INVOICE # : I8510466
DATE : 6-FEB-85
P.O. # : NONE
BAKER CLAIMS

Sample description	Prep code	Cu ppm	Mo ppm	Ag ppm	Mn ppm	Sn ppm	Te ppm
C 30185	214	137	31	1.0	--	1	0.05
CF40185	214	>10000	4	>100.0	--	1	--
Q 10185 N/A	214	27	3	2.7	636	--	--
Q 30185 N/A	214	14	3	1.5	745	--	--



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TELEPHONE: (604) 984-0221
TELEX: 043-52597

• ANALYTICAL CHEMISTS

• GEOCHEMISTS

• REGISTERED ASSAYERS

CERTIFICATE OF ANALYSIS

TO : BAKER, K.P.

**

CERT. # : A8410195-001-
INVOICE # : I8410195
DATE : 26-JAN-84
P.O. # : NONE

P.O. BOX 5029
SQUAMISH, B.C.
V0N 3G0

Sample description	Prep code	Cu ppm	Mo ppm	Ag ppm	Mn ppm	AU-AA ppb	
C-1-130184	205	165	200	0.2	476	<10	--
C-2-130184	205	145	>250	0.2	362	<10	--



MEMBER
CANADIAN TESTING
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CERTIFICATE OF ASSAY

TO : BAKER, K.P.

P.O. BOX 5029
SQUAMISH, B.C.
V0N 3G0

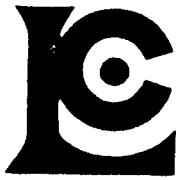
** CERT. # : A8512494-001-A
INVOICE # : 18512494
DATE : 10-JUN-85
P.O. # : NONE
KELMOR

Sample description	Prep code	Au FA oz/T					
CF-1-1184	214	0.624	--	--	--	--	--
CF-2-1184	214	2.286	--	--	--	--	--

W. St. Amantini

.....
Registered Assayer, Province of British Columbia





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CERTIFICATE OF ANALYSIS

TO : BAKER, K.P.

P.O. BOX 5029
SQUAMISH, B.C.
V0N 3G0

** CERT. # : A8512308-001-
INVOICE # : 18512308
DATE : 4-JUN-85
P.O. # : 280585
KELMOR

Sample description	Prep code	Cu ppm	Ag ppm	Au ppb FA+AA			
A-1-0585 WR	205	178	0.1	160	--	--	--
KE1-0585	205	130	0.1	<5	--	--	--
R-1-0585	205	34	0.3	30	--	--	--
CF-1-1184	205	2900	62.0	>10000	--	--	--
CF-2-1184	205	>10000	>100.0	>10000	--	--	--
CF-3-0185	205	1050	26.0	8350	--	--	--



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TO : BAKER, K.P.

P.O. BOX 5029
SQUAMISH, B.C.
VON 3G0

** CERT. # : A8510466-001-
INVOICE # : I8510466
DATE : 6-FEB-85
P.O. # : NONE
BAKER CLAIMS

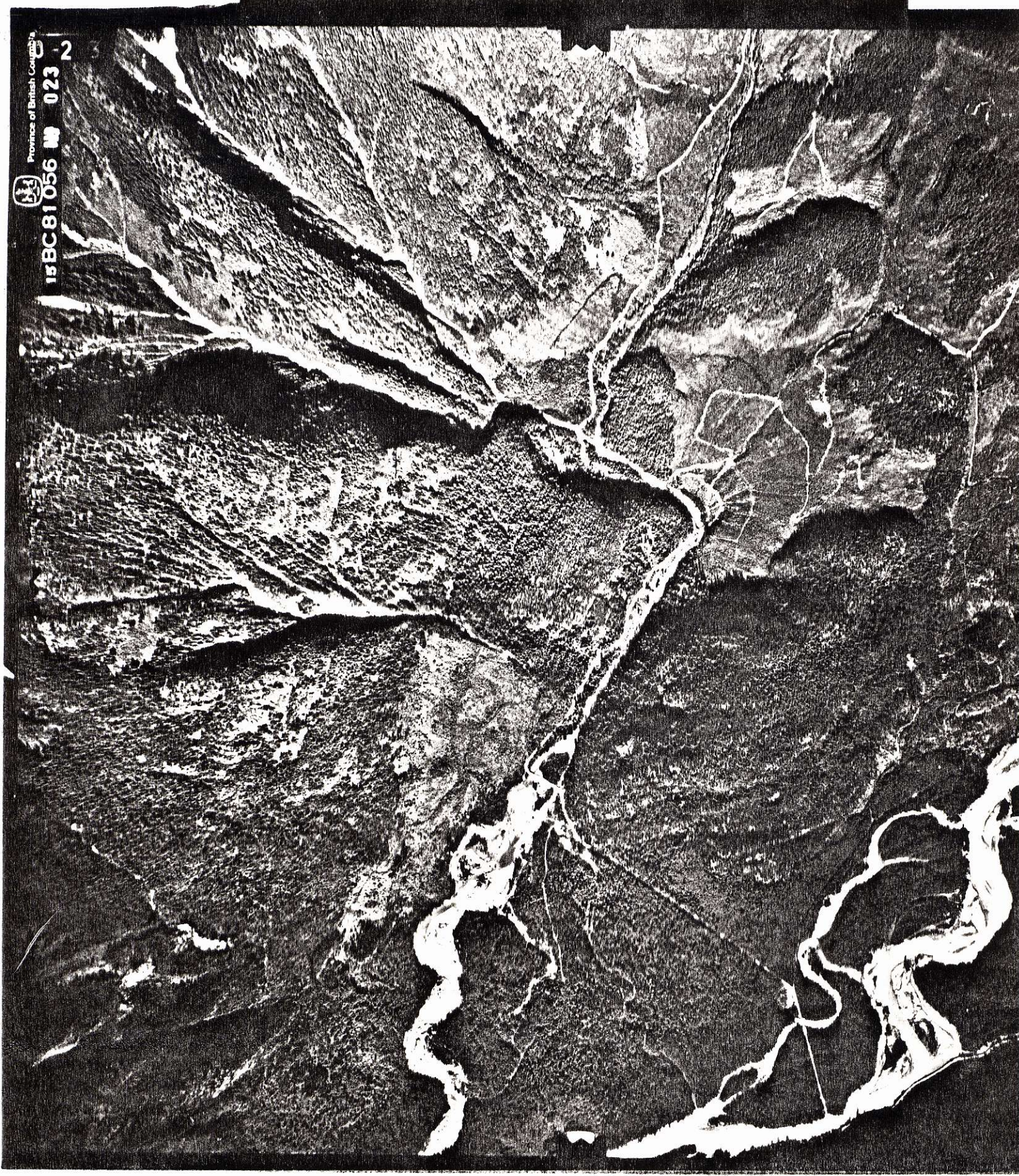
Sample description	Prep code	Au ppb FA+AA					
C 30185	214	55	--	--	--	--	--
CF40185	214	>10000	--	--	--	--	--
Q 10185 N/A	214	65	--	--	--	--	--
Q 30185 N/A	214	150	--	--	--	--	--



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15 BC 81 056 M 025 2



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