

SELE  
Bow Valley

673272  
Red Group  
94D/9W

Charlie Martin — 688-6521  
Call re Whipsaw Cr data / wed or Thurs

November 9, 1983

Dr. G. Harden,  
Manager, Western District Exploration,  
Cominco Ltd.,  
7th Floor, 409 Granville St.,  
Vancouver, B.C., V6C 1T2

Dear Dr. Harden,  
Funding of Exploration on  
the Red Claims, Omineca M.D., 94D/9

A review of the Assessment Records has shown that Cominco Ltd. is the owner of a copper-molybdenum prospect covered by the Red claims in the Johnson Lake area of northern B.C. The records also indicate that no work has been done on these claims since 1977 and that the claims have more recently been maintained by paying cash in lieu.

Although the molybdenum market is projected to be depressed until the late 1980's and the copper market continues at ~~levels~~ uneconomic levels, Cambac Resources Ltd. feels that the Red prospect is attractive enough to warrant further exploration expenditures. We are willing to enter into an agreement with Cominco Ltd. whereby Cambac would fund substantial further exploration <sup>in the order of \$500,000 to \$1,000,000</sup> in order to earn a majority interest in the property over a three to five year period. Cominco Ltd. would have the option of joint-venturing the property after these expenditures are made, take further dilution, or regain majority interest by providing additional exploration and development funds. Cominco may elect to be the operator initially, or at a later date.

Cambac Resources Ltd. is presently a private British Columbia exploration company which will go public on the Vancouver Stock Exchange in the spring of 1984. A prospectus is being prepared <sup>on its Yukon Territory property</sup> for a primary distribution of the company shares to the public. The company was formed in 1983 and is controlled by a small group of Vancouver-based explorationists, including Dr. W. R. Bacon, <sup>formerly of the consulting firm of Bacon and Crowhurst.</sup> I would be pleased to provide further details on Cambac Resources Ltd, including financial status.

Please advise whether the Red claims are available for options, and I will be glad to begin negotiating the agreement to implement the first phase of exploration in the summer of 1984.

I look forward to hearing from you soon.

Yours very truly,  
 Cambac Resources Ltd.

J.C. Stephen, President.

Propose

Year	Cum Exp	Int Earned
1	*125,000	30%
2	250,000	50%
3	500,000	60%

Comin Fund further exp to regain majority at rate of 120/40000  
to total 800000 Min Annual 250000

94D/9W.

4

1941 By DL Cooke June 12/69

Red 1-33 56°44'N 126°19'W

Geol, Prosp, Soils

Aggr from Au Ag, pg previous reported

Volcanic fract + impregnated by silica epithermal

365 soil samples

Large areas > 1000 ppm Cu.

#6653 J. Klein GEOPH

Red 1-33 HAS 15 units JULY 1977

IP + MAG

Resistivity Card 4 of 14

Charge 5 of 14

94D/10W #4785 BIRD WESTFROB 1973

4787

5108

5254 BIRD BP man 1974

5661 1975

7505 1979

9621 1981

#4785 94D/10W BIRD 36-40 (BIRD GRP OF CLAIMS) 1973

S Presume mag EM16 SP Maps completely useless

#4787 Anomalous area approx 400' x 400' High Cu Zn Ag

5108 Fire + BIRD CLAIMS DDH B-1 on BIRD 95,96

7505 DD Ho 1-4 by BP give few Ag and Au specimens - not anomalous



Wrede Creek

RED (No. 920, Fig. 13)

1969

LOCATION: Lat. 56° 44'

Long. 126° 19'

(94D/9W)

At the headwaters of Wrede Creek, 3½ miles southwest of Fleet Peak, at 6,000 feet elevation.

CLAIMS: RED 1 to 33.

ACCESS: By air (helicopter or fixed wing), 140 miles north from Smithers.

OWNER: COMINCO LTD., 800, 1199 West Pender Street, Vancouver 1.

METALS: Copper, molybdenum.

WORK DONE: The RED 1 to 22 claims were mapped geologically, some fill-in geochemical sampling was done, and six holes, total length 1,044 feet, were diamond drilled. D. L. Cooke, in charge.

REFERENCE: Assessment Report No. 1941.

DESCRIPTION: Chalcopyrite and pyrite occur as a porphyry-type deposit in quartz diorite and granodiorite.

RED (Fig. E-1, NTS 94, No. 8)

LOCATION: Lat. 56° 44'

Long. 126° 20'

(94D/9W)

OMINECA M.D. Near the headwaters of the Ingenika River, 8 kilometres southwest of Fleet Peak.

CLAIMS: RED 1 to 33, HAT (15 units) (HAT claim, overstaking of RED claims)

OWNER: COMINCO LTD., 2200, 200 Granville Square, Vancouver V6C 2R2

METAL: (Copper).

DESCRIPTION: The property is underlain by volcanic rocks intruded by diorite, quartz diorite, porphyritic diorite, and granodiorite. Traces of chalcopyrite, pyrite, and disseminations and in quartz veinlets, occur in the quartz diorite.

WORK DONE: 1977 - induced polarization survey, 14 kilometres, and ground magnetometer survey, 16.9 kilometres, covering all claims.

REFERENCES: Mineral Inventory 94D-34; B.C. Ministry of Energy, Mines & Pet. Res. GEM, 1969, p. 104; Assessment Report 6653.

SEE LISTING 5 CIVIL 1969

BOX 1 (15 units)

NAME

RECORD NO.

RECORD DATE

CIVILS REPTER