


GEONATIONAL RESOURCES INC.

Mineral Property Sales & Acquisitions



PROPERTY NAME	RED PROPERTY, B.C.
PROPERTY LOCATION	The property is located on the east side of Babine Lake 6 km east of Noranda's Bell copper mine in central British Columbia.
PROPERTY STATUS	Geophysical Drill Targets
PROPERTY SIZE	58 claim units, approximately 3400 acres in good standing to 1998, 99
PROPERTY ACCESS	Access is by Northwood Ferry from Topley Landing and Logging Roads on the property.
OWNERSHIP	Dr. N.C. Carter/G. Auger Estate
MINERALIZATION	Sulphide zones, pyrrhotite and pyrite, over widths of up to 50 metres are geochemically anomalous for base metals where tested. Drilling encountered 3 metres assaying 0.92% Cu, 0.44% Zn and 6 g./t silver. The area is generally obscured by 15-20 metres of overburden. The only mineralized outcrop, distant from the main geophysical anomalies, consists of a 0.3 metre wide quartz carbonate vein with galena, sphalerite and chalcopyrite.
GEOLOGICAL SUMMARY	The region is underlain by Mesozoic volcanic and sedimentary rocks of the Jurassic Hazelton Group. Younger sequences of sedimentary and lesser volcanic rocks range in age to early Tertiary. Porphyry copper deposits in the area are well documented. Massive and stringer mineralization in the Babine area was first identified by Bethex on what is now the Red property. The Fireweek prospect to the west covers a lead, zinc, silver zone and a massive and stringer pyrite - pyrrhotite zone with reported copper, zinc and gold values. The southern half of the Red property is underlain by argillaceous siltstone and greywacke with minor intercalated volcanics. An elongate diorite pluton occurs on the Red 2 claim. Geophysical surveys outline a number of conductive zones with associated magnetic highs.
HISTORICAL RECORD	Prospecting and geophysical surveys were conducted by Granby in the mid 1960's. Bethex Explorations Ltd. completed IP and magnetometer surveys and drilled 9 holes in 1966-67. Canadian Superior and Quintana Minerals each held parts of the Bethex ground in 1972 and conducted geophysical surveys. Gerard Auger staked Red 1 in 1984. The property was optioned to Anglo Canadian Mining Corporation who, in joint venture with Equity Silver Mines, carried out geophysical surveys and drilled 13 holes during 1986- 1989.
AGREEMENT SOUGHT	\$15,000 cash on signing with annual cash payment to total \$1,000,000 over 10 years to earn 100% interest subject to 2% NSR.

The mineral property information herein, while believed to be correct, is not warranted or guaranteed either as to accuracy or completeness and should not be relied upon without independent verification.