

# ENFIELD RESOURCES INC.

## EXPLORATION REPORT

675254  
Moly May  
103P/5

August 30, 1982

Dear Shareholders:

Gold is the object of our autumn 1982 exploration program.

Enfield Resources Inc. owns a group of gold-quartz workings on the northwest part of the Moly May claim group at Granby Bay. The three most important workings are: the Beatrice, the May Mine and the Groundhog prospect.

The Beatrice is an open pit working on the east side of Granby Bay, south of the smelter at Anyox, B.C. At the Beatrice, ore was mined from an 8 ft wide quartz vein that contained galena, pyrrhotite and free gold. The quartz was sold for flux at the Anyox smelter; revenue from gold was all profit for the miners at the working.

The May Mine; another quartz flux operation, seems to be on the same vein system about 2500 ft. south of the Beatrice. In 1921, a tunnel was driven from a loading point on Granby Bay to the May Vein 90 ft below showings on surface. Two drifts were extended along the vein; north and south, where ore was mined from stopes that followed high-grade shoots. By early 1921, 3454 tons of quartz flux ore were shipped containing 475 oz gold (0.14 oz/ton) and 1960 oz silver (0.57 oz/ton). Late that year ore was mined at a rate of 100 tons per day and a further 9203 tons had been shipped yielding 943 oz gold and 3518 oz silver. The May Mine operated until 1928. It produced over 1000 oz gold (about \$425,000.00 worth in today's market) in its last year alone. High-grade ore shoots contained native gold in argentiferous galena stringers. Gold and silver were also associated with pyrrhotite.

The Groundhog working is on a vein just west of the May Mine. In 1914, a sample taken across 8 ft assayed 0.14 oz gold and 2.4 oz silver per ton. The vein was opened up over a length of 25 ft. The groundhog vein is in a shear zone that can be traced for 4500 ft from Granby Bay to Observatory Inlet.

We have workings with production records of up to 0.14 oz/ton gold on a vein or veins 8 ft wide in a system that seems to be over 7000 ft long. With the new trend in the profitability of gold, it is imperative that we assess the gold potential of the whole vein system.

I will be dispatching a prospecting and blasting crew to the property this week to open up the old workings and prospect the length of the May vein system. Our engineer will be examining and sampling the workings upon opening.

Yours truly



John Ostler, M.Sc., P.Geol.  
President

This news release has been prepared by John Ostler, President, Enfield Resources Inc. and he accepts all responsibility for its contents.