

Province of British Columbia

Ministry of Energy, Mines and Petroleum Resources

MEMORANDUM

Smithers telephone: (604) 847-7383

Andre Jour to DVC

MONTHLY REPORT - OCTOBER 1994

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Paul Wojdak, NORTHWEST REGIONAL GEOLOGIST

HIGHLIGHTS

*Golden Bear's exploration success continues. The Ursa zone, north of Kodiak is shaping up to be another significant gold discovery- and its leachable. Twelve holes have been completed with ore grades and widths encountered in most holes. Another discovery, the Cub zone was encountered while driving a 900 meter decline to explore the Grizzly zone. Cub mineralization is on the braided Ophir fault system and may correlate with the Bear zone mined 350 meters higher in the now closed open pit.

*Participated on selection committee for Kamloops RG, written questionnaire and interviews. Quite a process! Thank-you Moira for your hard work on the Regional Geology team. Welcome to the club Mike.

*Huckleberry Pre-Application for Mine Development submitted by New Canamin Resources. Kilborn Engineering completed a positive feasibility study based on diluted mineable reserves of 91,175,000 tonnes @ 0.517% Cu, 0.064 g/t Au, 2.78 g/t Ag and 0.014% Mo (at a 0.3% Cu cutoff). Development parameters are:

\$137 million capital cost

13,500 tpd plant (min 18 year mine life) producing a 27% Cu concentrate 5 year payback, 16% rate of return

first 5 years will be 0.6% Cu from the East zone with 1.23 strip ratio.

*Attended CIM conference in Vancouver, in conjunction with RG competition. Northern Miner comment that the phantom of Windy Craggy haunted the meeting is apt.

FIELD ACTIVITIES

*Led Edu-Mine Tour's Northern Interior field trip for teachers (mainly secondary school) to Endako and Equity Silver mines on Oct 21-22, with highway stops between Prince George and Houston to view:

-glacial scouring of bedrock,

-Endako Group plateau basalt flows (terrane overlap assemblage),

-pre and post-accretion intrusions; Topley and François Lake granites, the latter hosts Endako,

-Cache Creek oceanic terrane crumpled argillite and mafic volcanics, with weak listwanite alteration that has been targeted for gold exploration.

A planned stop to see Hazelton andesite breccia had to be missed. Staff at both mines put on excellent tours. At Endako we toured the pit and concentrator/roaster and heard presentations on mine planning and reclamation. The Equity visit focused