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telaphone 1-688 - 3584

680238 Gold Star 82 L-S

To Mr. A.F. Reeve, Laramide Resources Inc. Fax 1-688 -0378

From. Mr. M.S. Morrison

Filephone 764-4073

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THE GOLD STAR PROPERTY

Property

The Gold Star Property is comprised of one, 4-post mineral claim of 20 units that is in good standing until September 8, 1999.

The Gold Star claim lies immediately west of the Huntington-Corona Brett Property at Whiteman Creek, 32km west of Vernon, B.C.

Access

Access to the property from Vernon is via Highway 97, the Westside Road, and the Whiteman Creek Logging Road (a one hour drive).

History

Brican Resources Ltd. had the property under option from 1984 to 1990, and spent approximately \$300,000.00 on exploration. Geological, geochemical, geophysical (I.P. and VI.F-EM) surveys, trenching, road building, reverse circulation percussion drilling and diamond drilling were all conducted over an area of 1.2 square kilometres (25% of the property) extending up to 1200 metres west of the Brett Property.

Ten diamond drill holes, totalling 1,417 metres, and 15 RCD holes, totalling 1,785 metres, were completed.

Geology

The property is underlain by gently dipping flows and pyroclastics of Tertiary Age that have been intruded by comagnatic monzonite/syenite intrusives. At least four thick (up to 55 metres) tuff horizons and one lahar unit underlie the property. The very porous tuff and lahar units are "sandwiched" between impervious and esitic flows.

THE GOLD STAR PROPERTY - Continued

Page 2

Geology - Continued

Late shear zones cutting through the volcanic pile have allowed large volumes of hydrothermal fluids to travel through the permeable tuff units for hundreds of metres, and most of the tuff on the property is clay altered and/or silicified with low temperature silica.

This intensely altered and silicified tuff was the target for extensive trenching and drilling by Brican, and although the rock looks intriguing it carries disappointingly low gold values (less than 100 ppb).

Discussion

The key for exploring the Gold Star property, and others like it, is to understand the Okanagan Epithermal Model. Present data indicates that the Okanagan epithermal model ideally consists of: (a) a gold-bearing quartz vein system located within or near the primary conduit, (b) a strong argillic halo extending 100 to 200 metres out from the conduit, and (c) a widespread kaolinite and low temperature silica halo extending up to 1000 metres out from the conduit within porous tuff units that are capped with impervious flow rocks.

The very impressive clay alteration and silica replacement zones within the tuff units have misled explorationists on many of the Okanagan epithermal properties and several drill holes have been collared in alteration zones that we now understand to be peripheral to the main hydrothermal vents.

The secret to finding gold values on the Okanagan epithermal properties is to first delineate the conduits by using geophysics (I.P. surveys) to find the argillic alteration halos adjacent the conduits in highly porous rocks.

Continued

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Page 3

THE GOLD STAR PROPERTY - Continued

Discussion - Continued

In this writer's opinion an <u>I.P.</u> survey by <u>Brican has located a</u> <u>zone of good argillic alteration</u> at depth extending across the property from grid 11N, 9+50W to 16N, 8+50W (and probably both to the northwest and the southeast beyond the limits of the survey). It seems that the significance of the IP survey has been overlooked.

Figure 1, attached, has been drawn with data from the Brican exploration program. The diagram illustrates that arsenic and gold geochemical values are building towards the west from RCDH 11 to 12 with a significant jump in values over 40 metres from RCDH 11 to RCDH 12 within the lower portion of the thick tuff unit. DDH#8 by Brican returned one significant gold value, but overshot the arsenic-gold zone of RCDH 12. A very attractive drill target still lies to the west of RCDH 12 at depth coincident with an I.P. anomaly.

RCDH's 14 and 15 drilled by Brican yielded good pyrite and probably represent the argillic alteration halo of the same conduit that was just missed by RCDH 12, 400 metres to the northwest.

Although the gold values returned from the property have been low to date, a good understanding of the geology of the property indicates that most of the sampling has been done on peripheral alteration zones, and that the conduit zones have been neither recognized nor sampled.

The thick lahar and tuff units underlying the central portion of the property are very favorable host rocks for a large epithermal gold deposit.

Initial exploration efforts (eg. drilling the conduit alteration zone) could be conducted from existing access roads.

THE GOLD STAR PROPERTY - Continued

Page 4

Discussion - Continued

All of the data generated by Brican is available for review including RCDH rock chips for the 15 drill holes.

The drill core for the 10 diamond drill holes is in good condition and stored on the property.

Footnote:

The writer staked the Vault property at Okanagan Falls as an epithermal gold prospect in 1982 and has been involved in/or witnessed the development of the property since.

Many drill holes on the Vault property have been drilled into <u>very</u> attractive clay altered and silicified rocks that have yielded no <u>precious metal values</u>. The writer drilled several of these in 1985, but still had faith in the property as an epithermal gold prospect, because of the intensity of alteration on the property. The best gold value returned to 1985 from the Vault property (after \$200,000.

in exploration expenditures) was only 7 g/tonne over 2 metres from a hole drilled by Riocanex. Since 1986, when Inco optioned the property, a great many <u>very significant gold intercepts</u> have been drilled on the property.

The Gold Star property is at a stage of exploration <u>identical</u> to that at which the Vault property was at when first optioned to Inco.

November 28, 1990

Kelowna, B.C. 764-4073

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OPTION TERMS FOR THE Gold Star PROPERTY

Proposed Option Payments

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On	or	before	the	1st	anniversary	of	signing	()	ij,	10,000.00
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17	11	11	11	3rd	ti -	11	11	()	Ş	20,000.00
11	11	11	11	4th	TI .	11	71	()	\$	20,000.00
11	11	17	11	5th	fi	11	**	()	\$	20,000.00
11	11	11	11	6th	11	9.0	11	()	35	40,000.00
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* \$250,000.00 in total cash payments earns a 100% interest in the property subject to 2% Net Smelter Returns.

Proposed Standard Option Terms that would be included in the Option Agreement:

- the optionee would maintain the property in good standing by applying at least two year's worth of assessment work credits for each year optioned (up to the maximum allowable - 10 years);
- the optiones would return the property in good standing with at least two year's worth of assessment work credits if the option is terminated;
- the optionee would satisfy all government regulations; and
- the optionee would allow the vendor access to all exploration data at least once per annum.

Total Option Payments \$250,000.00

BRITISH COLUMBIA MINERAL PROPERTIES AVAILABLE

All properties feature low first year option payments and minimal work commitments.

I have personally staked each property and I own 100% interest in each.

Therefore:

- i am able to draft contracts immediately;
- i am able to sign "Bilis of Sale" immediately;
- I can make instant decisions without the complications of a third party.

I am able to conduct or manage work programs on any of the properties should your company be short of personnel.

SUMMARY OF PROPERTIES AVAILABLE

PROPERTY	HIGHLIGHTS					
OKANAGAN EPITHERMAL GOLD PROSPECT Vernon Area GOLD STAR PROPERTY one mineral claim (20 units)	 located immediately west of the well-known Huntington/Corona Brett property at Whiteman Creek; covers the northwest extension of the Brett Shear Zone; covers two more parallel shear zones to the west; underlain by thick Tertiary Age lahar and lapilli tuff units that are favourable for hosting sizeable ore zones; drilled with 10 DDHs and 15 RCDHs during 1986 - 88 (most of drilling was not directed towards the shear zones); road accessible. 					
OKANAGAN EPITHERMAL GOLD PROSPECT Summerland Area VENT PROPERTY slx mineral claims (42 units)	 covers highly faulted and altered assemblage of Tertlany Age rock; includes a thick lapilli tuff unit that could host a sizeable ore zone; 8 RCDHs were drilled in 1988 and penetrated the upper levels of extensive alteration zones; road accessible. 					
OKANAGAN EPITHERMAL GOLD PROSPECT Okanagan Falls Area FORT KNOX PROFERTY 18, 2-post mineral claims	 covers faulted and altered assemblage of Tertiary Age rock in a district where several precious metal deposits occur within similar rock (i.e. Vault, Dusty Mac and AU properties); AU property is located just 1 1/2 km east; easy road access. 					

1-604-860-1766

For more information on any property:

please phone (604) 764-4073 or put an "X" opposite the property name on the enclosed list and return it by mail to:

> Mr. M. S. Morrison 684 Balsam Road Kelowna, B.C. V1W 1B9

> > Murray Morrison B.Sc., Geology

