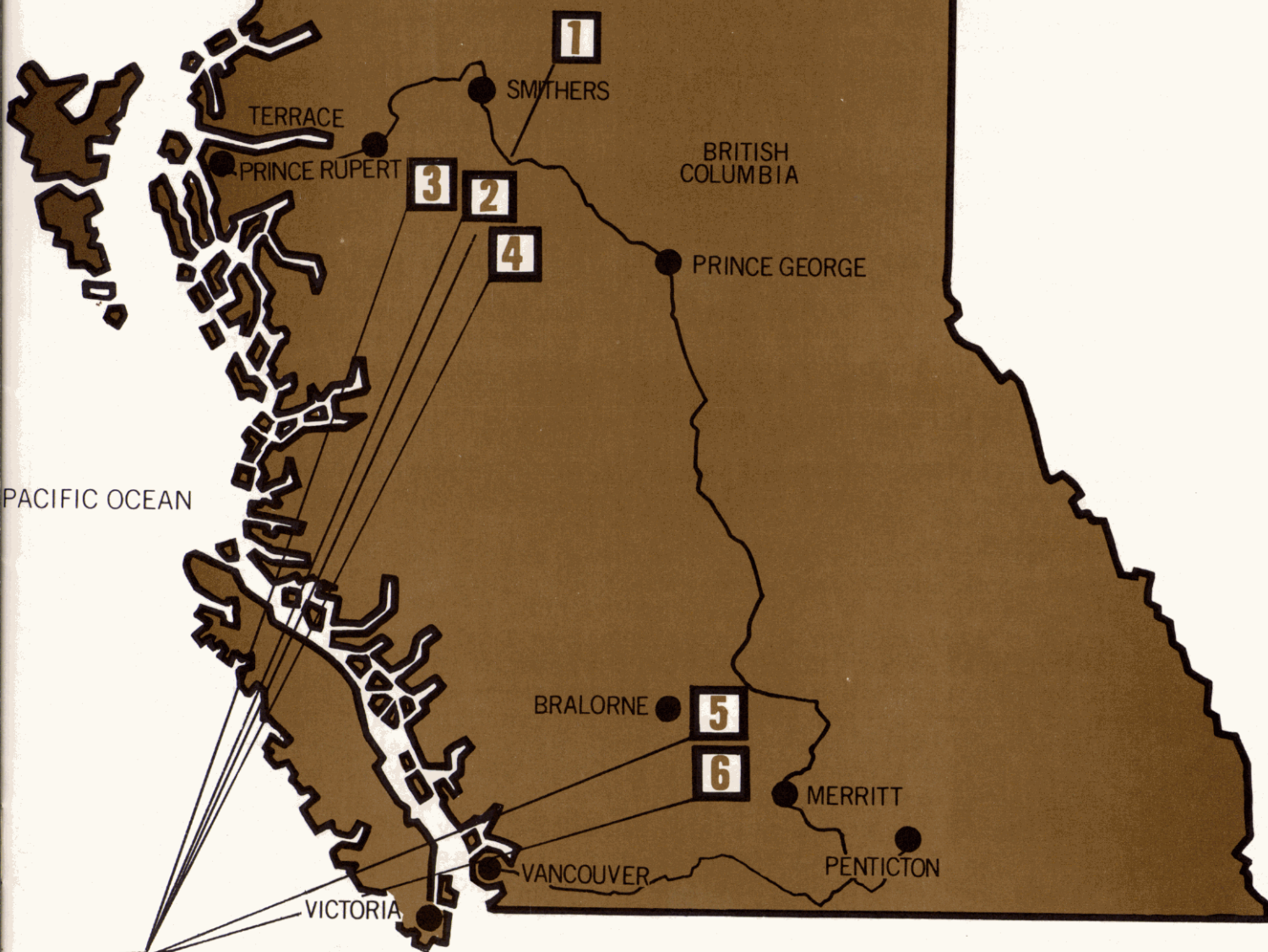


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NATIVE MINES LIMITED



LOCATION

- 1** Lorraine Property, N/E of Smithers, **2** Native, Copper River, S/E of Terrace, B.C., **3** Zymoetz Claims, Copper River, S/E of Terrace, B.C., **4** Coles Lake, 100 mi. S/E of Terrace, B.C., **5** Bridge River Group, **6** Bridge River Group.

NATIVE MINES LIMITED, 8 - 558 Howe St., Vancouver, B.C. Phone 684-5410.
Subsidiary, Native Explorations Limited,



HISTORY OF NATIVE MINES LIMITED

INFORMATION FOLDER

Native Mines Limited

December 1967

For the information of our new shareholders, Native Mines Limited was incorporated as a private company January 1964 to investigate the possibility and potential of the Silver Queen claims, 35 miles North East of Smithers B.C. Monies were raised and work commenced on the property June 1964. Roads were pushed through, camps constructed, and an electric magnetic survey run on the key claims. The old drift (1934) was restored and further drifting continued until December 23rd of 1964.

At the first annual meeting the company was converted from private to a public company and the share capitalization increased to 5,000,000 shares. The directors and shareholders foresaw the potential of additional funds which would enable the company to incorporate an exploration division (Native Explorations Limited). Additional funds were raised through a primary distribution of 400,000 shares of Native Mines Limited at 50¢ per share; this was net to the treasury as no commission was charged. This issue was followed by an underwriting of 100,000 shares @ 50¢ net to the treasury.

Native Mines Limited (NVM) was called for trading on the Vancouver Stock Exchange June 26th, 1966.

The exploration division, Native Explorations Limited, was incorporated in 1965 for the purpose of locating through field prospecting or acquiring new properties. 1965 was the start of a very active program for Native Mines and Native Explorations. Work continued on the Silver Queen property at Smithers and a diamond drill program was carried out, followed by a new drift 200 feet above the lower drift to explore the three known surface showings. By raising from the drift the first two showings were intersected. The largest of the three surface showings was not intersected. A small prospect drift forty feet below the surface driven by previous owners of the claims did intersect high grade ore.

SUMMARY OF NATIVE MINES LIMITED
ZYMOETZ DEVELOPMENT PROPERTY -
21 MILES SOUTH-EAST OF TERRACE B.C.

Native Mines exploration company (Native Explorations Limited) optioned the original Zymoetz Claims in 1965. During the 1965 season a program of prospecting, geological mapping, trenching and sampling the known mineral exposures was carried out on the general area.

An active exploration program was carried out in the 1966 season. Prospecting, geochemical sampling, geological mapping and approximately 3000 ft. of diamond drilling on the lower zones.

Additional claims were staked to make a total of 71 claims in the Zymoetz Group.

Additional roads were built to speed up the diamond drill program and further exploration of the property.

The first phase of the 1967 program included new roads, and a diamond drill program of 2,493 ft. of B.Q. wire line. Diamond drill holes #14 to #20 inclusive.

New trenches and stripping opened up a mineralized zone 2,000 ft. north west of the lower show.

The claim block is approximately square in outline and is oriented North - South with the Northern boundary along the South shore of the Zymoetz River. The Western boundary is at Mile 19, Mattson Creek on the road from Terrace and the Eastern boundary is at Mile 23, Kelly Creek. The property extends for a distance of 1500 feet to the South, to the crest of the mountains.

The known mineralized exposures on the property are as follows:

- (1) Lower Show - D/D Holes #1 to #9 inclusive, which have indicated continuity of mineralization over a horizontal distance of 500 feet open at depth and on at least one end to the South East.
- (2) Stripping and trenching 1967 program opened a mineralized zone 2,000 feet North and East of the Lower Show.
- (3) Upper Show - 1,000 ft. South East of Lower Show. Exploration program 1965 - 1966 included D/D Holes #10 to #13 inclusive, approximately 3,000 feet. 1967 program, Phase #1 - D/D Holes #14 to #20 incl. 2,493 feet. 1967 program, Phase #2 - D/D Holes #21 to #25 incl. an estimated total of 2,500 feet.

- (4) East Side Show - located 1,000 feet South East of the Upper Show. Trench #16 on the East Side Show, 20 feet of which assayed 0.97% copper. Mineralization and geology on the East Side Show is similar to that of the Upper Show.
- (5) Goats Bluff Show - located 3,800 feet South East of the East Side Show. Five samples representing a zone 7 feet wide by 80 feet long assayed 1.22% copper. This zone is open on both sides as well as both ends.
- (6) Native Shows - Prospecting guided by reconnaissance soil testing led to the discovery of a mineral occurrence, 1,000 feet S/E of the Goats Bluff Show and a further occurrence 4,000 feet beyond.

A 10 ft. sample from the occurrence 1,000 feet S/E of the Goats Bluff Show assayed 0.52% copper. A sample from the second Native Show 4,000 feet to the South East, 20 feet of which assayed 0.47% copper. Neither of these samples represented the total width of mineralization but only the width of mineralization so far exposed by nature.

The total length of the major lineament on which the above shows are located is in excess of 13,000 feet.

As can be scanned from this report, work has been concentrated on developing the ore in the Lower and chiefly in the Upper Zone. From the surface showings on this major lineament the Lower and Upper Shows form only a small part of the total potential of this property.

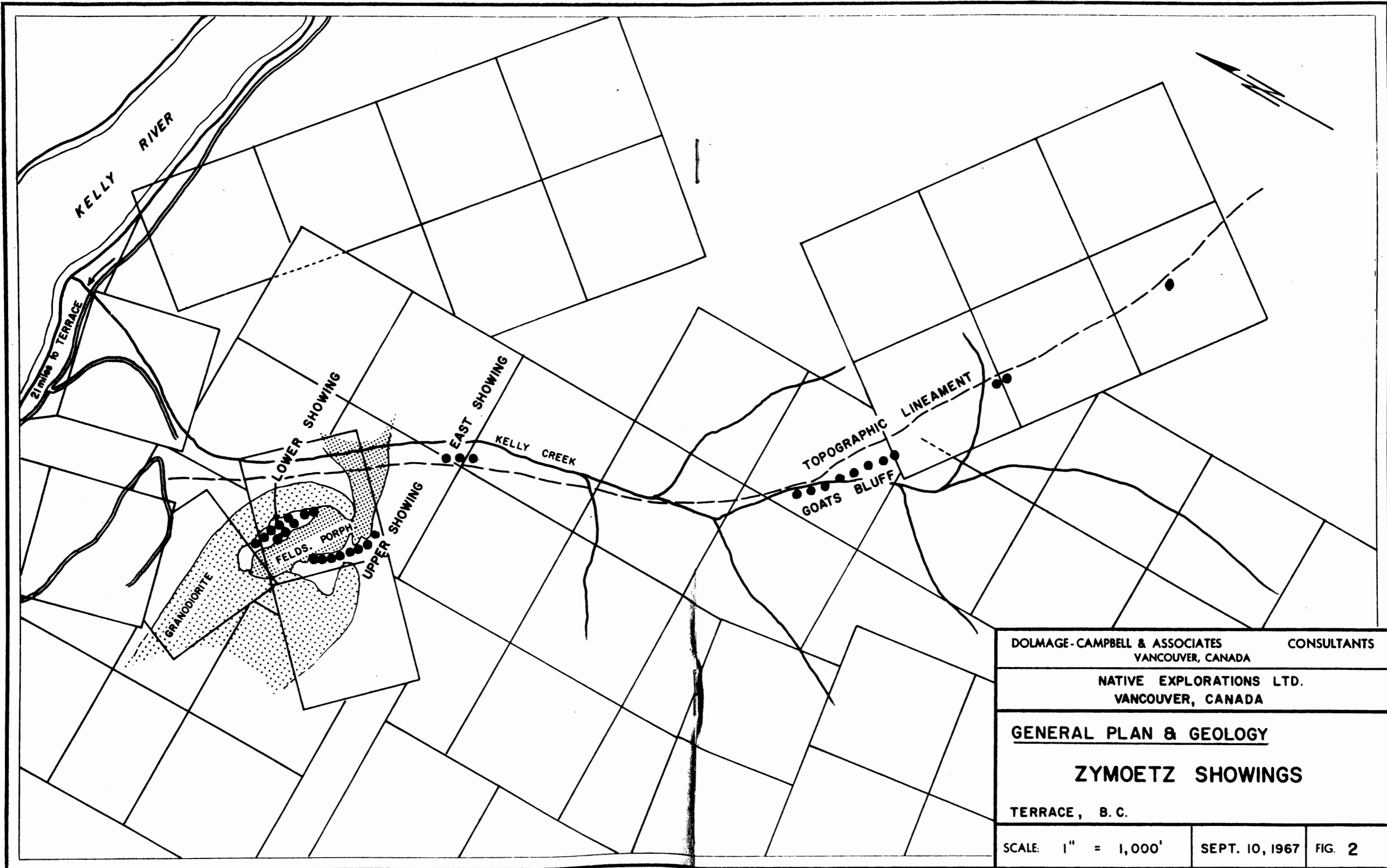
The mineralized shows occur on the trenching and lower showings at 1,200 ft., the Upper Show at 1,800 ft. and the Native Shows at approximately 5,000 ft. The vertical distance is well in excess of 3,000 ft.

Reports of the latest information compiled on the deep diamond drilling on the Upper Zone indicate that there is another parallel zone approximately 60 ft. below the first zone. Copper mineralization has now been established to a vertical depth of 418 ft. An increase in depth from the 1966 drilling program of 188 ft.

D/D Hole ZYM #10
 S 03°E -30° Total 271'

1' - 10'	0.43%	cu.
10' - 20'	0.37%	"
20' - 30'	0.20%	"
30' - 40'	0.15%	"
40' - 50'	0.10%	"
50' - 60'	0.10%	"
60' - 70'	0.08%	"
70' - 80'	0.15%	"
80' - 90'	0.45%	"
90' - 100'	0.45%	"
100' - 110'	0.52%	"
110' - 120'	5.05%	"
120' - 130'	6.80%	"
130' - 140'	9.45%	"
140' - 150'	2.35%	"
150' - 160'	0.35%	"
160' - 170'	0.70%	"
170' - 180'	1.10%	"
180' - 190'	0.20%	"
190' - 200'	0.17%	"
200' - 210'	0.65%	"
210' - 220'	0.75%	"
220' - 230'	0.65%	"
230' - 240'	0.70%	"
240' - 250'	0.45%	"
250' - 260'	0.29%	"
260' - 270'	0.20%	"
110' - 120'	3.30 oz.	silver
120' - 130'	4.65 oz.	"
130' - 140'	8.80 oz.	"
140' - 150'	2.35 oz.	"
160' - 170'	0.35 oz.	"
170' - 180'	0.75 oz.	"
180' - 190'	0.50 oz.	"
230' - 240'	0.65 oz.	"
110' - 120'	0.15 oz.	gold
120' - 130'	0.03 oz.	"
130' - 140'	0.10 oz.	"
140' - 150'	0.04 oz.	"
160' - 170'	0.005 oz.	"
170' - 180'	0.005 oz.	"
180' - 190'	0.005 oz.	"
230' - 240'	0.005 oz.	"

D/D Hole	ZYM #12	
S20° W-30°	Total 234'	
4' - 10'	0.15%	cu.
10' - 15'	0.10%	"
15' - 20'	0.10%	"
20' - 25'	0.15%	"
25' - 30'	3.05%	"
30' - 35'	2.65%	"
35' - 40'	1.10%	"
40' - 45'	0.30%	"
45' - 50'	0.20%	"
50' - 55'	0.12%	"
55' - 60'	0.12%	"
60' - 65'	0.11%	"
65' - 70'	0.12%	"
70' - 75'	0.15%	"
75' - 80'	0.25%	"
80' - 85'	0.34%	"
85' - 90'	0.25%	"
90' - 95'	0.45%	"
95' - 100'	0.14%	"
100' - 105'	0.10%	"
105' - 110'	0.14%	"
110' - 115'	0.25%	"
115' - 120'	0.19%	"
120' - 125'	0.20%	"
125' - 130'	0.09%	"
130' - 135'	0.12%	"
135' - 140'	0.17%	"
140' - 145'	0.25%	"
145' - 150'	0.50%	"
150' - 155'	1.40%	"
155' - 160'	0.65%	"
160' - 165'	0.77%	"
165' - 170'	0.68%	"
170' - 175'	0.80%	"
175' - 180'	0.80%	"
180' - 185'	1.07%	"
185' - 190'	0.97%	"
190' - 195'	1.05%	"
195' - 200'	0.70%	"
200' - 205'	1.35%	"
205' - 210'	0.50%	"
210' - 215'	0.65%	"
215' - 220'	0.70%	"
220' - 225'	0.75%	"
225' - 230'	0.25%	"
230' - 234'	1.00%	"



D/D Hole	ZYM #13	
S -35°	Total 222'	
15' - 25'	0.07%	cu.
25' - 35'	0.10%	"
35' - 45'	0.07%	"
45' - 55'	0.05%	"
55' - 65'	0.32%	"
65' - 75'	0.15%	"
75' - 85'	0.25%	"
85' - 95'	0.07%	"
95' - 100'	0.05%	"
100' - 105'	0.25%	"
105' - 110'	0.22%	"
110' - 115'	0.92%	"
115' - 120'	0.67%	"
120' - 125'	0.72%	"
125' - 130'	0.80%	"
130' - 135'	0.87%	"
135' - 140'	1.50%	"
140' - 145'	1.77%	"
145' - 150'	1.80%	"
150' - 155'	1.00%	"
155' - 160'	1.37%	"
160' - 165'	1.87%	"
165' - 170'	2.95%	"
170' - 175'	2.65%	"
175' - 180'	2.40%	"
180' - 185'	1.17%	"
185' - 190'	0.59%	"
190' - 195'	0.85%	"
195' - 200'	0.15%	"
200' - 205'	0.20%	"
205' - 210'	0.45%	"
210' - 222'	0.25%	"

D/D Hole	ZYM #14	
S20° W-30°	Total 370'	
50' - 55'	1.20%	cu.
55' - 60'	0.17%	"
60' - 65'	0.21%	"
65' - 70'	0.06%	"
70' - 75'	0.28%	"
75' - 80'	1.20%	"
80' - 85'	1.18%	"
85' - 90'	0.47%	"
90' - 100'	0.53%	"
100' - 110'	0.75%	"
110' - 120'	0.97%	"
120' - 130'	0.91%	"
130' - 140'	0.80%	"
140' - 145'	0.41%	"
145' - 150'	1.99%	"
150' - 160'	0.77%	"
160' - 170'	0.07%	"
170' - 180'	0.12%	"
180' - 190'	1.20%	"
190' - 200'	1.25%	"
200' - 210'	1.35%	"
210' - 220'	0.68%	"
220' - 230'	0.75%	"
235' - 245'	0.85%	"
110' - 120'	0.32	oz silver
120' - 130'	0.64	" "
130' - 140'	0.36	" "
140' - 145'	0.04	" "
145' - 150'	0.84	" "
150' - 160'	0.38	" "
160' - 170'	tr	" "
170' - 180'	tr	" "
180' - 190'	0.60	" "
190' - 200'	0.72	" "
200' - 210'	0.64	" "
210' - 220'	0.36	" "

D/D Hole ZYM #18 - 460 ft. north west of D/D Hole ZYM #14
Drilled S 30 W 0°

25 ft. to 45 ft. 20 ft. 0.38% cu.
135 ft. to 220 ft. 85 ft. 0.47% cu.

D/D Hole S20° W-30°	ZYM #20 Total 257'	D/D Hole -30° S/20 W	ZYM #22 Total 428'
41' - 50'	0.45% cu.	58' - 62'	1.10% cu.
50' - 55'	0.25% "	62' - 70'	.85% "
55' - 60'	0.14% "	70' - 80'	.55% "
60' - 65'	0.23% "	80' - 90'	.27% "
65' - 70'	0.40% "	90' - 100'	.37% "
70' - 75'	1.30% "	100' - 110'	.10% "
75' - 85'	1.70% "	110' - 120'	.30% "
85' - 95'	1.90% "	120' - 130'	.20% "
95' - 105'	0.20% "	130' - 140'	.12% "
105' - 115'	0.10% "	140' - 150'	.37% "
115' - 125'	0.40% "	150' - 160'	1.35% "
125' - 135'	4.80% "	160' - 170'	1.07% "
135' - 145'	2.00% "	170' - 180'	.72% "
145' - 155'	0.60% "	180' - 190'	.35% "
155' - 165'	0.45% "	190' - 200'	.50% "
165' - 175'	0.25% "	200' - 210'	.32% "
175' - 185'	0.40% "	210' - 220'	1.22% "
185' - 195'	0.65% "	220' - 230'	.40% "
195' - 205'	0.35% "	230' - 240'	.17% "
205' - 215'	0.52% "	240' - 250'	.10% "
215' - 225'	0.55% "	250' - 260'	.07% "
225' - 235'	0.70% "	260' - 270'	Tr "
235' - 245'	0.85% "	270' - 280'	.05% "
245' - 257'	0.25% "	280' - 290'	Tr "
		290' - 300'	.12% "
70' - 75'	.005 oz gold	300' - 320'	.07% "
75' - 85'	.005 oz gold	320' - 340'	.25% "
85' - 95'	.01 oz gold	340' - 350'	.15% "
125' - 135'	.01 oz "	350' - 360'	.09% "
135' - 145'	.005 oz "	360' - 370'	.02% "
		370' - 380'	.02% "
		380' - 390'	.05% "
70' - 75'	.70 oz silver	390' - 400'	.02% "
75' - 85'	.90 " "	400' - 410'	.02% "
85' - 95'	.75 " "	410' - 428'	.10% "
125' - 135'	2.95 " "		
135' - 145'	0.95 " "		

D/D Hole ZYM #19 - 460 ft. north west of D/D Hole ZYM #14
Drilled S 25 W-35°

27 ft. to 50 ft.

23 ft. 0.74% cu.

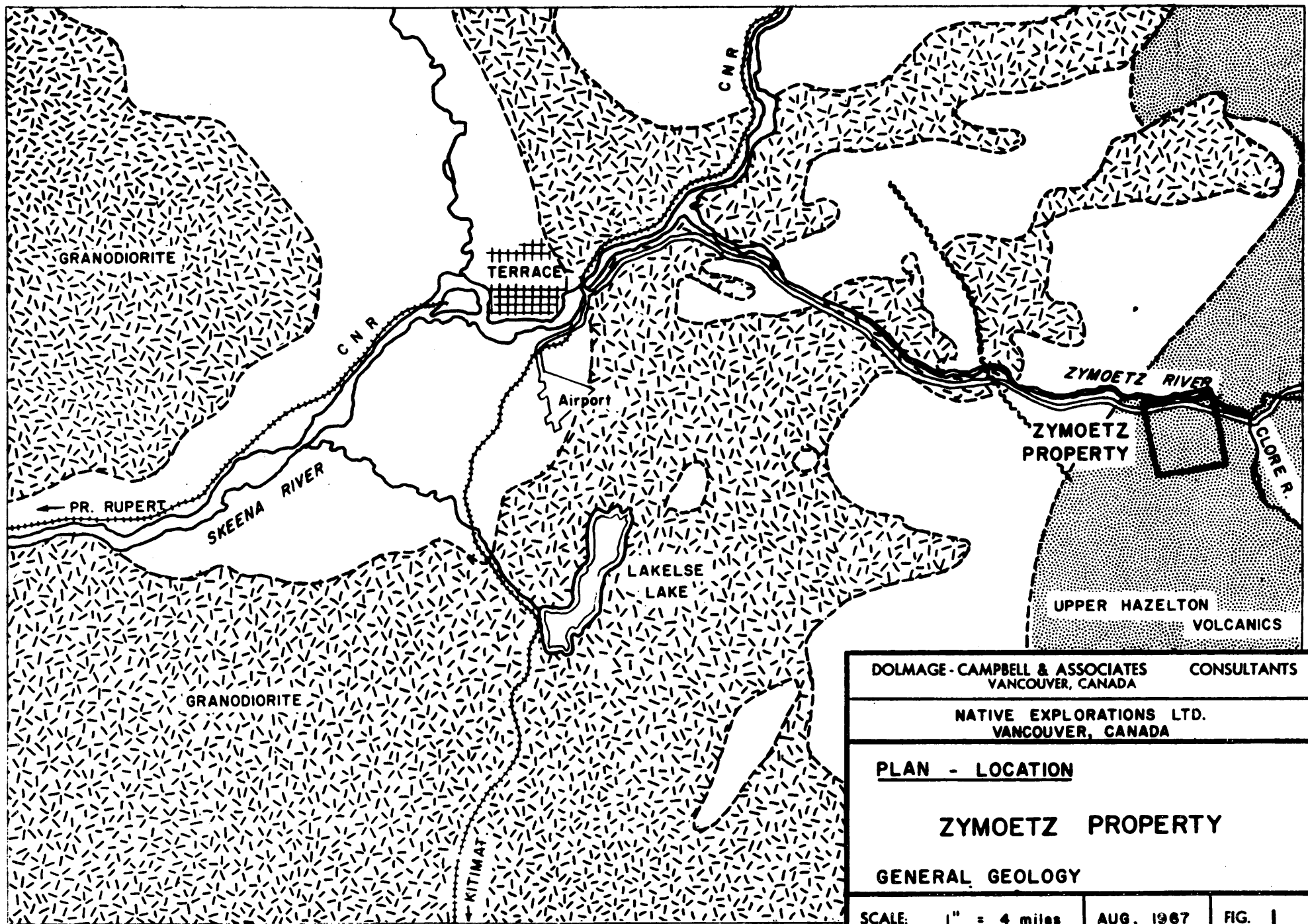
D/D Hole
S20W -45°

ZYM #21
Total 691'

14' - 20'	0.07% cu.	260' - 270'	0.37% cu.
20' - 30'	0.23% "	270' - 280'	0.15% "
30' - 40'	0.19% "	280' - 290'	0.40% "
40' - 50'	0.09% "	290' - 300'	0.12% "
50' - 55'	0.15% "	300' - 310'	0.15% "
55' - 60'	0.14% "	310' - 320'	0.18% "
60' - 70'	0.17% "	320' - 330'	0.15% "
70' - 80'	0.17% "	330' - 340'	0.15% "
80' - 90'	0.22% "	340' - 349'	0.13% "
90' - 100'	0.22% "	349' - 358'	0.15% "
100' - 110'	0.25% "	358' - 368'	0.90% "
110' - 120'	0.14% "	368' - 377'	0.27% "
120' - 125'	0.72% "	377' - 386'	1.00% "
125' - 130'	0.70% "	386' - 397.5'	0.20% "
130' - 135'	0.60% "	397.5' - 406.5'	0.77% "
135' - 140'	1.20% "	406.5' - 416'	0.32% "
140' - 145'	0.62% "	416' - 427.5'	2.45% "
145' - 150'	0.55% "	427.5' - 440'	0.87% "
150' - 155'	0.70% "	440' - 450'	0.67% "
155' - 160'	0.97% "	450' - 460'	0.27% "
160' - 165'	0.55% "	460' - 470'	0.82% "
165' - 170'	0.70% "	470' - 480'	0.70% "
170' - 175'	0.70% "	480' - 490'	0.95% "
175' - 180'	0.52% "	490' - 500'	0.35% "
180' - 190'	0.62% "	500' - 510'	0.70% "
190' - 200'	0.55% "	510' - 520'	0.30% "
200' - 210'	0.60% "	520' - 530'	0.40% "
210' - 220'	0.32% "	530' - 540'	0.30% "
220' - 230'	0.12% "	540' - 550'	Tr "
230' - 240'	0.02% "	550' - 560'	0.45% "
240' - 250'	0.11% "	560' - 570'	0.60% "
250' - 260'	0.22% "	570' - 580'	0.55% "
		580' - 591'	0.45% "

D/D Hole ZYM #25
 S-20-W -45° Total 642'

62' - 70'	.02%	cu.
70' - 80'	.09%	"
80' - 90'	.25%	"
90' - 100'	.17%	"
100' - 110'	.20%	"
110' - 120'	.77%	"
120' - 130'	.47%	"
130' - 140'	.55%	"
140' - 150'	.85%	"
150' - 160'	1.10%	"
160' - 170'	.32%	"
170' - 180'	1.00%	"
180' - 190'	.82%	"
190' - 200'	.20%	"
200' - 210'	.22%	"
210' - 220'	.20%	"
220' - 230'	.14%	"
230' - 240'	.30%	"
240' - 250'	Tr	"
250' - 260'	.77%	"
260' - 270'	.15%	"
270' - 280'	.07%	"
280' - 290'	Tr	"
290' - 300'	.09%	"
300' - 310'	.06%	"
310' - 320'	.02%	"
320' - 330'	Tr	"
330' - 340'	.01%	"
340' - 350'	Tr	"
350' - 360'	.01%	"
360' - 375'	Tr	"
375' - 390'	.45%	"
390' - 400'	.13%	"
400' - 410'	.55%	"
410' - 420'	.60%	"
420' - 430'	.62%	"
430' - 440'	.62%	"
440' - 450'	.42%	"
450' - 460'	.62%	"
460' - 470'	.82%	"
470' - 642'	--	
sparse mineralization		



DOLMAGE - CAMPBELL & ASSOCIATES
VANCOUVER, CANADA

CONSULTANTS

NATIVE EXPLORATIONS LTD.
VANCOUVER, CANADA

PLAN - LOCATION

ZYMOETZ PROPERTY

GENERAL GEOLOGY

SCALE: 1" = 4 miles

AUG. 1967

FIG. 1