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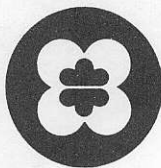
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NTS

DEW PROJECT

SOUTH-CENTRAL BRITISH COLUMBIA

Aberford Resources Ltd.
May, 1983

92 H/6.



HYATT REGENCY VANCOUVER

Sept 1, 83

Alave:

I have enclosed our two properties descriptions I mentioned on the phone.

As you can see, both properties can be made part of a regional package if you wish.

The deal figures are open to negotiation, but we do wish to structure negotiations on a two-stage basis, because of our current uncertainty regarding budget.

Regards.

Barry Stone

INTRODUCTION

The Dew Project was initiated as a result of an in-house research program on volcanogenic massive sulphide occurrences in the Cordillera and a heavy mineral orientation survey conducted in 1979 over several of these occurrences. Initial regional sampling began in 1980 and continued in 1981 in conjunction with a preliminary follow-up of 1980 anomalies. The Dew Claims were staked as a result of this follow-up. The Dew Claims consist of 80 units and are 100 percent owned by Aberford Resources Ltd. The claims are located approximately 20 kilometers east of Hope, B.C. and 7.5 kilometers south of the Carolin gold deposit (Figure 1).

DEW CLAIMS

The area comprising the Dew Claims was defined as worthy of follow-up exploration as a result of a regional heavy mineral sampling program. Several creeks in the immediate vicinity of the claims contained up to 8300 ppb Au, 590 ppm As and 3800 ppm W in heavy mineral concentrates. Geological mapping has outlined a granitic suite of rocks intruding steeply-dipping black argillites, slates and graywackes of the Jurassic age Ladner Group. Several exposures of the Dewdney Creek Group volcanoclastic rocks have also been defined. Soil sampling on widely spaced lines has outlined two areas within the claim group which contain elevated values of W, and Au and As, respectively. The Au and As anomaly has not been fully defined and is open to the west.

HEAVY MINERAL SAMPLING PROGRAM

The initial search area consisted of approximately 6,000 square kilometres of Southern British Columbia underlain primarily by the Jurassic age Nicola volcanic suite of rocks. The analysis of 356 heavy mineral samples has resulted in the selection of eight

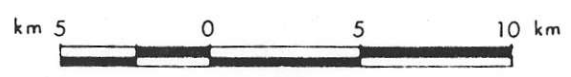
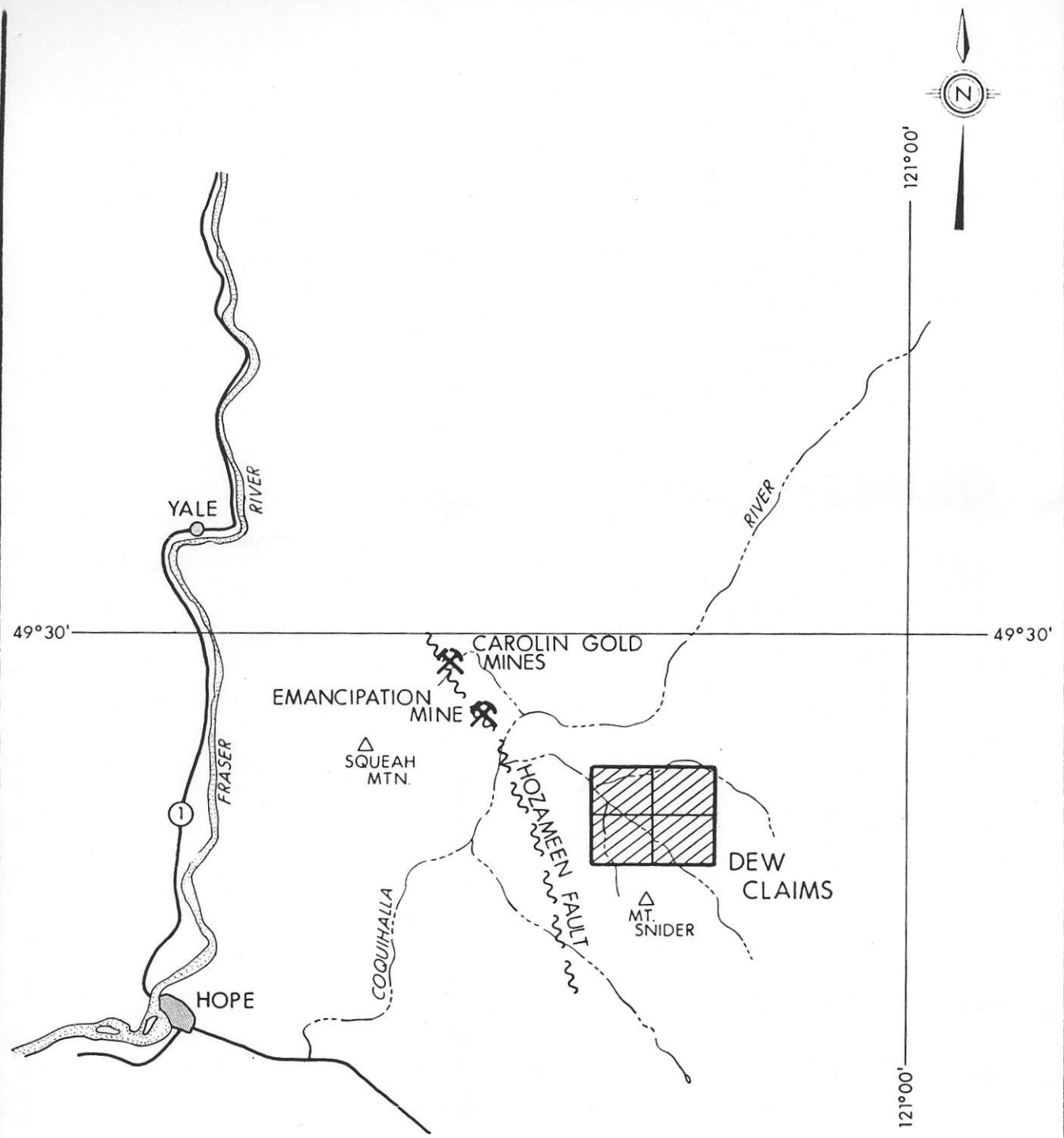



FIGURE 1
TO ACCOMPANY REPORT NO. _____ BY _____

 ABERFORD RESOURCES LTD.			
LOCATION OF DEW CLAIMS SOUTHERN BRITISH COLUMBIA			
DATE MAY, 1983	SCALE 1:250,000	NTS 92 H	DRAWING NO. A-1062

priority gold targets presently on open ground. The total search area has been reduced to approximately 82 square kilometres. A summary of these targets and accompanying analytical values is shown in Table 1.

1983 PROGRAM

An extension of the existing grid on the Dew Claims is recommended. Additional property work should include fill-in geological mapping plus detailed soil and rock geochemistry over the western portion of the grid. Follow-up of the heavy mineral target areas by stream sediment sampling and prospecting will be undertaken.

JOINT VENTURE

Prior to examination of data concerning the regional targets, prospective joint venturers would be requested to sign an exclusivity agreement covering those target areas.

Aberford proposes a joint venture whereby the co-venturer would earn a fifty (50) percent interest in the project as follows:

- 1) Conduct detailed geochemical soil and rock sampling, geological mapping and prospecting on the Dew Claims.
- 2) Conduct follow-up geochemical stream sediment and rock sampling in conjunction with prospecting within anomalous drainage areas defined by the heavy mineral sampling with the intent of establishing a land position.

The co-venturer may earn a fifty (50) percent interest in the project by expending funds as follows:

1st year	\$100,000
2nd year	\$200,000
3rd year	<u>\$300,000</u>
	\$600,000

TABLE I
HEAVY MINERAL PRIORITY TARGET AREAS

Target	No. of Anomalous Drainages	Area	Maximum anomalous values											
			Au ppb	Ag ppm	As ppm	Sb ppm	W ppm	Cu ppm	Pb ppm	Zn ppm	Mo ppm	Hg ppm		
1	2	10km ²	1900					43			46			
2	7	6km ²	8700					50	187	46	140			
3	2	8km ²	9000	7.8	320	110	200	200		178				
4	3	6km ²	6800		160	15	54			220				
5	1	5km ²	1400	9.2	130		61	410						
6	2	9km ²	2200	2.4	200		27							
7	1	18km ²	6400		13									90
8	5	20km ²	33600	12	2000	22	60	570	370	172	240			

Typical Background Values (Median)

40 0.2 10 3 14 70 20 40 2

The co-venturer could earn an additional fifteen (15) percent by expending an additional \$200,000 at any time during the three year period. Aberford would be carried through final feasibility at which time it could elect to retain a working interest or revert to a ten (10) percent NPI.