CORPORATION FALCONBRIDGE COPPER



DATE:

March 20, 1984

A TO:

D. H. Watkins

COPIES À COPIES TO:

M. J. Knuckey

DE FROM:

A. J. Davidson

SUJET SUBJECT:

BETTER RESOURCES - MT. WASHINGTON AU PROSPECT

Location and Access

Better Resources' Mt. Washington Au prospect is located at an elevation of 4500 feet on the northwest slopes of Mt. Washington near Courtenay on Vancouver Island. Access is by 4 wheel drive vehicle via logging roads (Figure 1).

Regional Geology

The Mt. Washington area is underlain by Karmutsen basic volcanics and Comox sandstones and conglomerates of Cretaceous age.

Local Geology

No detail maps of the property are available. However, Better Resources have said that the volcanics on the property dip gently west. Gold mineralization is found in arsenopyrite-rich sulphides in breccias. There is a good possibility that the mineralization is stratigraphically controlled.

Mineralization

The gold mineralization on the property is found in two sets of trenches, the Domineer Trench and the Western Trench. Assays from the Domineer Trench gave "an average grade over 90 feet strike length of 0.40 oz/t Au and 6.77 oz/t Ag over a 3.1 ft average thickness". Recent sampling shows similar results. Two holes, 50 feet west of the trench, (83-1 and 83-2), tested the strike extent of the Domineer. Hole 83-1 returned 0.19 oz/t Au and 0.87 oz/t Ag over 10.1 feet and 83-2 returned 0.286 oz/t Au and 3.41 oz/t Ag over 9.0 feet. The mineralized zone apparently dips gently west towards the

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Western Trench and Better Resources postulate that the two sets of trenches are on the same horion (Figure 2).

Channel sampling of the Western Trenches (2000' west of the Domineer returned assays of:

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Trench	Depth	oz/t Au	oz/t Ag
T-1	1.0 ft	0.144	1.63
T-2	1.8 ft	0.048	0.26
T-3	2.2 ft	0.33	0.12
T-4	4.0 ft	0.069	0.67
T-5	2.3 ft	0.004	0.06
T-6	6.2 ft	0.208	0.87
T-7	4.6 ft	0.145	0.52

The Western Trenches are also marked by excellent soil geochemical anomalies in gold and arsenic (Figure 3, 4).

Conclusions & Recommendations

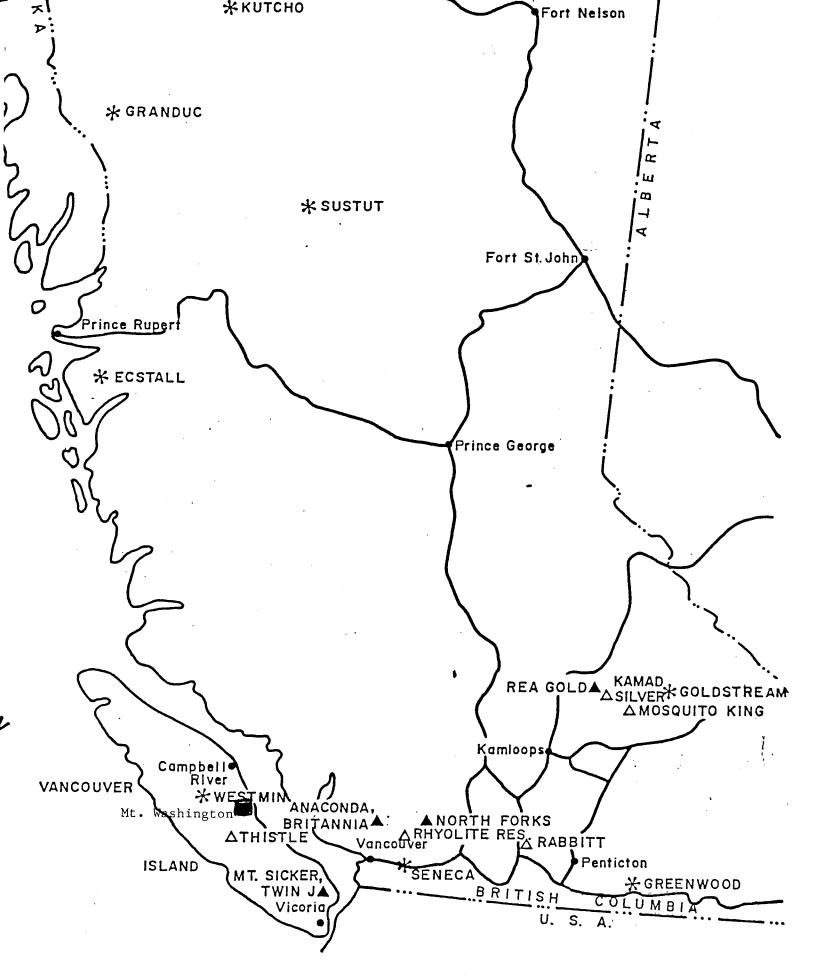
Although assays are good and potential exists for signficant tonnage the location of the property and the arsenical nature of the gold mineralization pose some real problems. The property is free of snow in July, August and September only, it is adjacent to both Strathcona Park and a major ski facility and is used heavily by hikers and cross country skiers. Drainage from the property is into the Oyster River, a major salmon river, and thence to Oyster Bay a commercial oyster bed. The arsenopyrite virtually insures major environmental problems. Also some confusion and uncertainty exists with regard to the base metal rights (E & N area) on the property.

The original concept of getting Austin to finance our participation in a high potential project is excellent and this property satisfies a major requirement for Austin participation namely that early drilling could produce significant gold assays. However due to large environmental problems, the

short work season, and clouded property status via a vis base metal rights, I do not recommend CFC participation at this time.

A. J. Davidson

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