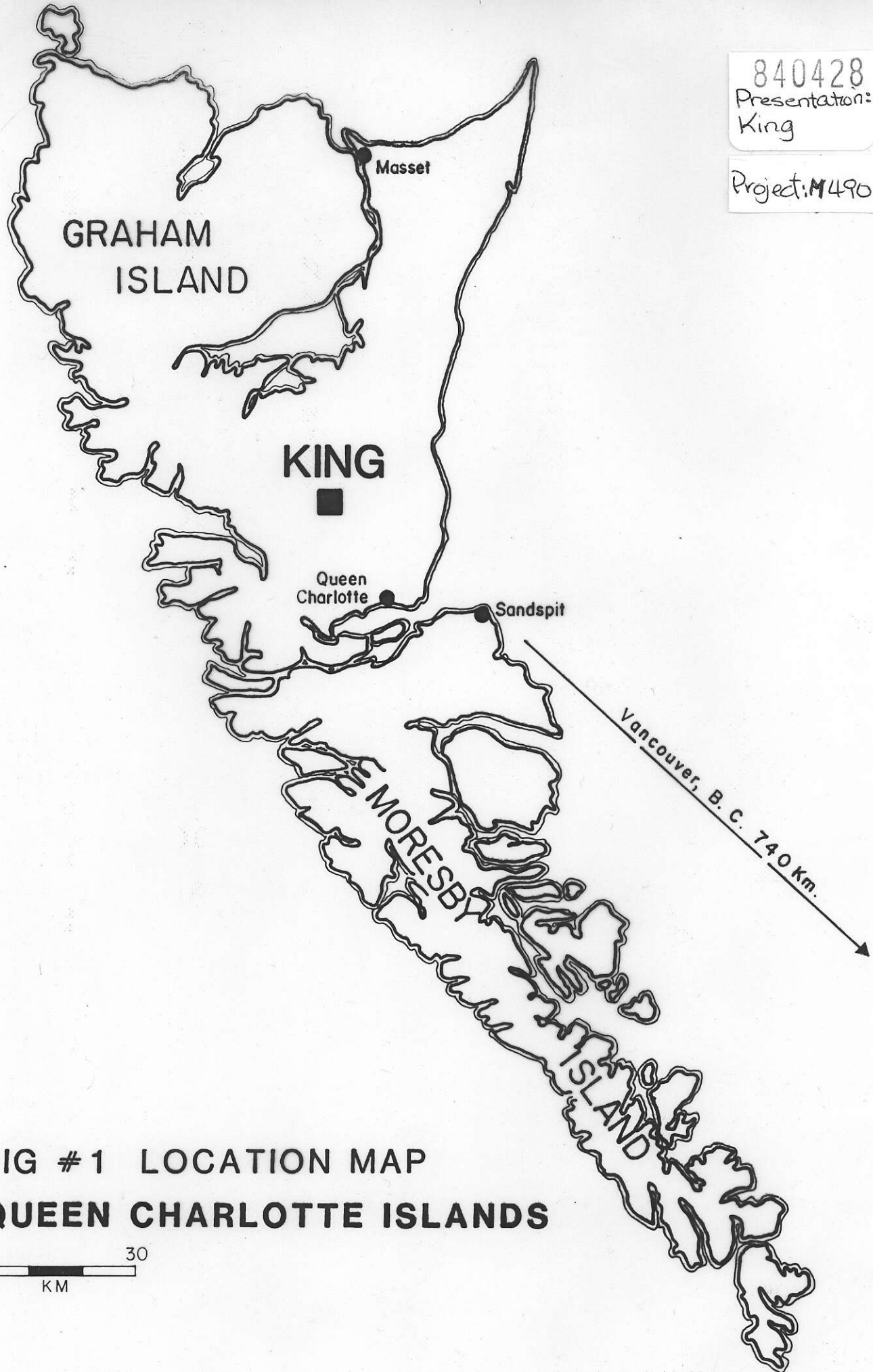
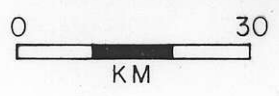


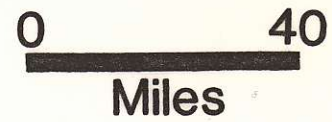
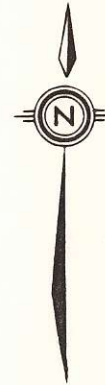
840428
Presentation:
King
Project: M490

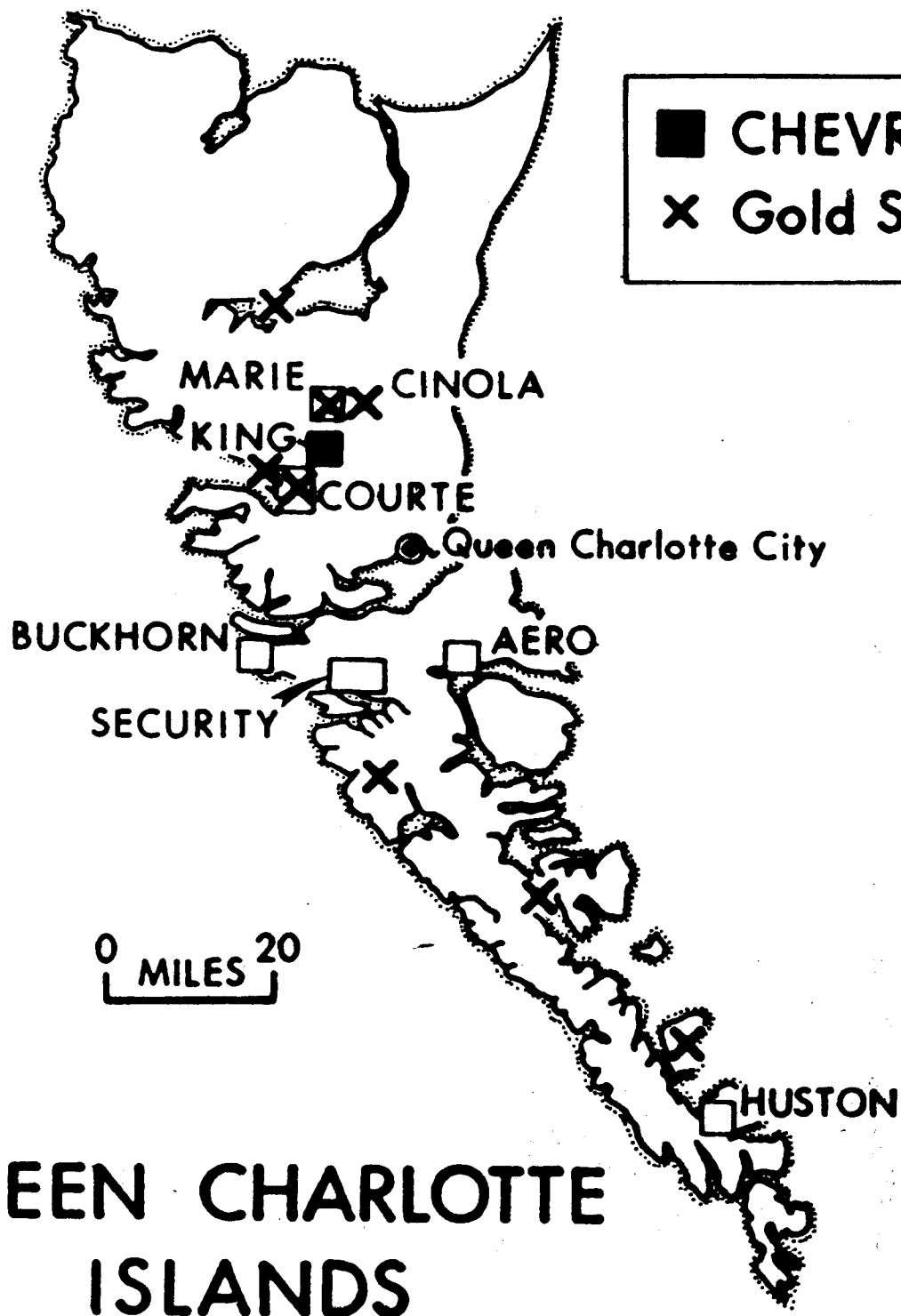


**FIG # 1 LOCATION MAP
QUEEN CHARLOTTE ISLANDS**



QUEEN CHARLOTTE ISLANDS





■ CHEVRON
X Gold Showings

0 MILES 20

QUEEN CHARLOTTE ISLANDS

KING

1979 PERCUSSION DRILLING REVEALED NO MINERALIZATION WHATEVER UNDER THE OVERBURDEN COVERED EASTERN SECTION OF THE MAJOR Hg-(Au) ANOMALY.

RE-EVALUATION OF THE DATA SUGGEST THAT THE ANOMALY IS TRANSPORTED EASTERLY, SHIFTING EMPHASIS TO THE WESTERN END OF THE PROPERTY.

ANOMALIES IN THIS AREA ARE OPEN AND NEED FURTHER DELINEATION PRIOR TO DRILLING. THEY ARE OF LARGE AREAL EXTENT, HAVE AN EXTREMELY STRONG Hg-As RESPONSE, AND COINCIDE WITH STRONG SILICEOUS ALTERATION IN SEDIMENTARY UNITS.

THESE ANOMALIES, CLOSE TO STRONG FAULTING AND NEAR THE PRESUMED MASSET UNCONFORMITY, CONSTITUTE IMPORTANT TARGETS.

RECOMMENDED PROGRAM FOR 1980, TO INCLUDE 4000 FEET OF DIAMOND DRILLING, WILL COST \$240,000. CAN.

KING

GOLD VALUES TO DATE ARE LOW AND SPORADIC.

MERCURY AND ARSENIC

- (1) PERSIST TO DEPTH WITH A CONFIGURATION STRONGLY SUGGESTIVE OF LATERAL, STRATIGRAPHICALLY CONTROLLED MOVEMENT.
- (2) HAVE SUFFICIENT INTENSITY THAT THEY MUST HAVE A HYDROTHERMAL SOURCE

THE SOURCE MUST BE EITHER:

- (1) IN DEEP STRUCTURES AND/OR DYKE COMPLEXES CUTTING THE SEDIMENTS, OR
- (2) WITHIN NEARBY TERTIARY VOLCANICS.

1981 EXPLORATION WILL TEST THESE HYPOTHESES BY FURTHER SURFACE WORK AND A MODEST DRILLING PROGRAM (1500 feet) AT A TOTAL COST OF \$145,000.

KING - 1980 DRILL PROGRAM SUMMARY

The 1980 BQ diamond drilling may be summarized as follows:

| <u>Hole #</u> | <u>Length</u> (m) | <u>Target</u> | <u>Results</u> (Best intersections) |
|------------------------|----------------------|---|--|
| 1 | 214 | Highest rock and soil <u>geochemistry</u> Major NNE <u>structure</u> <u>Pyritization and silicification</u> | [Au 20 ppb over 3 m [Hg >2000 ppb over 30 m [As > 800 ppm over 37 m |
| 2 | 214 | Small strong Hg As <u>anomaly</u> Strong EW <u>structure</u> | [Au 50 ppb over 4 m [Hg >5000 ppb over 26 m [As 1000 ppm over 10 m |
| 3 | 162 | Hg <u>anomaly</u> near major NNE structure | [Hg > 5000 ppb over 20 m [As > 1000 ppm over 14 m |
| 4 | 33 | "Upstream" end of major transported Hg-As <u>anomaly</u> close to major NW trending structure | [Hg 750 ppb over 3 m |
| 5 | 10 | As for #4 | Nothing anomalous |
| 6 | 115 | Strong Hg <u>anomaly</u> near major NNE structure | Au 40 ppb over 2.5 m Hg/As not anomalous |
| 7 | 121 | Area of strong feldspar <u>porphyry dyking</u> on major NNE and NNW structures | Nothing anomalous |
| 8 | 84 | As for #7 | [Au 30 ppb over 3 m [Hg > 1000 ppb over 22 m |
| <hr/> <u>953</u> <hr/> | | | |

BOULDER TRAIN SAMPLES

| NUMBER | RADIOMETRIC IN FIELD cps | READING LOW BACKGROUND cps | ASSAY % U_3O_8 |
|----------|--------------------------------|----------------------------------|---------------------|
| WDA - 1 | 4000 | 3500 | 0.259 |
| 2 | 1500 | 1500 | 0.075 |
| 3 | 1000 | 200 | 0.002 |
| 4 | 4000 | 1450 | 0.248 |
| 5 | 2400 | 2200 | 0.067 |
| 6 | 1100 | 200 | 0.0009 |
| 7 | 1100 | 400 | 0.01 |
| 8 | 2000 | 250 | 0.007 |
| 9 | 750 | 220 | 0.003 |
| 10 | 2000 | 700 | 0.028 |
| 11 | 1000 | 200 | 0.0009 |
| 12 | 2200 | 800 | 0.235 |
| WKO - 1 | 1500 | - | 0.058 |
| 2 | 1000 | - | 0.003 |
| 3 | - | 1300 | 0.094 |
| 4 | - | 1200 | 0.075 |
| 5 | - | 500 | 0.048 |
| 6 | - | - | - |
| 7 | 2000 | 650 | 0.047 |
| 8 | 2000 | 300 | 0.048 |
| 9 | - | 1050 | 0.59 |
| 10 | >15,000 | >15,000 | 16.5 |
| 11 | 3500 | 3500 | 0.554 |
| 12 | - | 850 | 0.064 |
| 13 | 4000 | 1000 | 0.389 |
| 14 | 15,000 | 900 | 0.047 |
| 15 | 5000 | 1400 | 0.389 |
| WG-80- 1 | 2500 | 200 | 0.02 |
| 2 | 1500 | 500 | 0.081 |
| 3 | 10,000 | 7000 | 1.06 |
| 4 | 2500 | 400 | 0.096 |
| 5 | 1000 | 500 | 0.034 |
| 6 | 700 | 150 | 0.002 |
| 7 | 9000 | 400 | 0.050 |
| 8 | 700 | 300 | 0.008 |
| 11 | 400 | 300 | 0.002 |
| 13 | 400 | 100 | 0.001 |
| 10 | 6000 | 2000 | 0.078 |
| 26953 | >15,000 | - | 1.5 |

$$\bar{X} = .104\% \quad U_3O_8$$

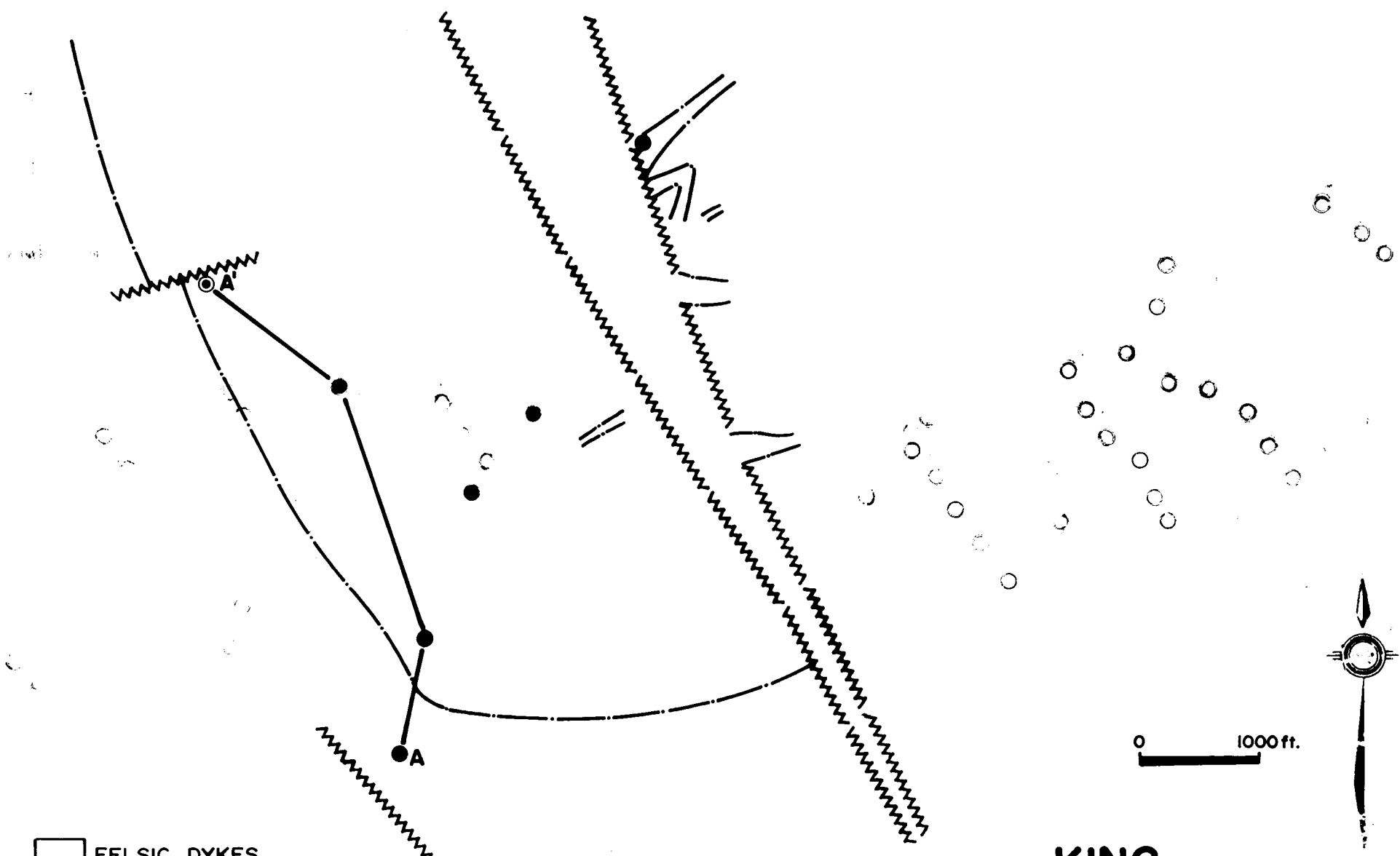
$$\sigma = .15\% \quad U_3O_8$$





$$\bar{X} = .25\% \quad U_3O_8$$

$$V = .38 \quad U_3O_8$$

POPULATION > .05% U_3O_8
< 2% U_3O_8

Population did not include sample
greater than 1% U_3O_8



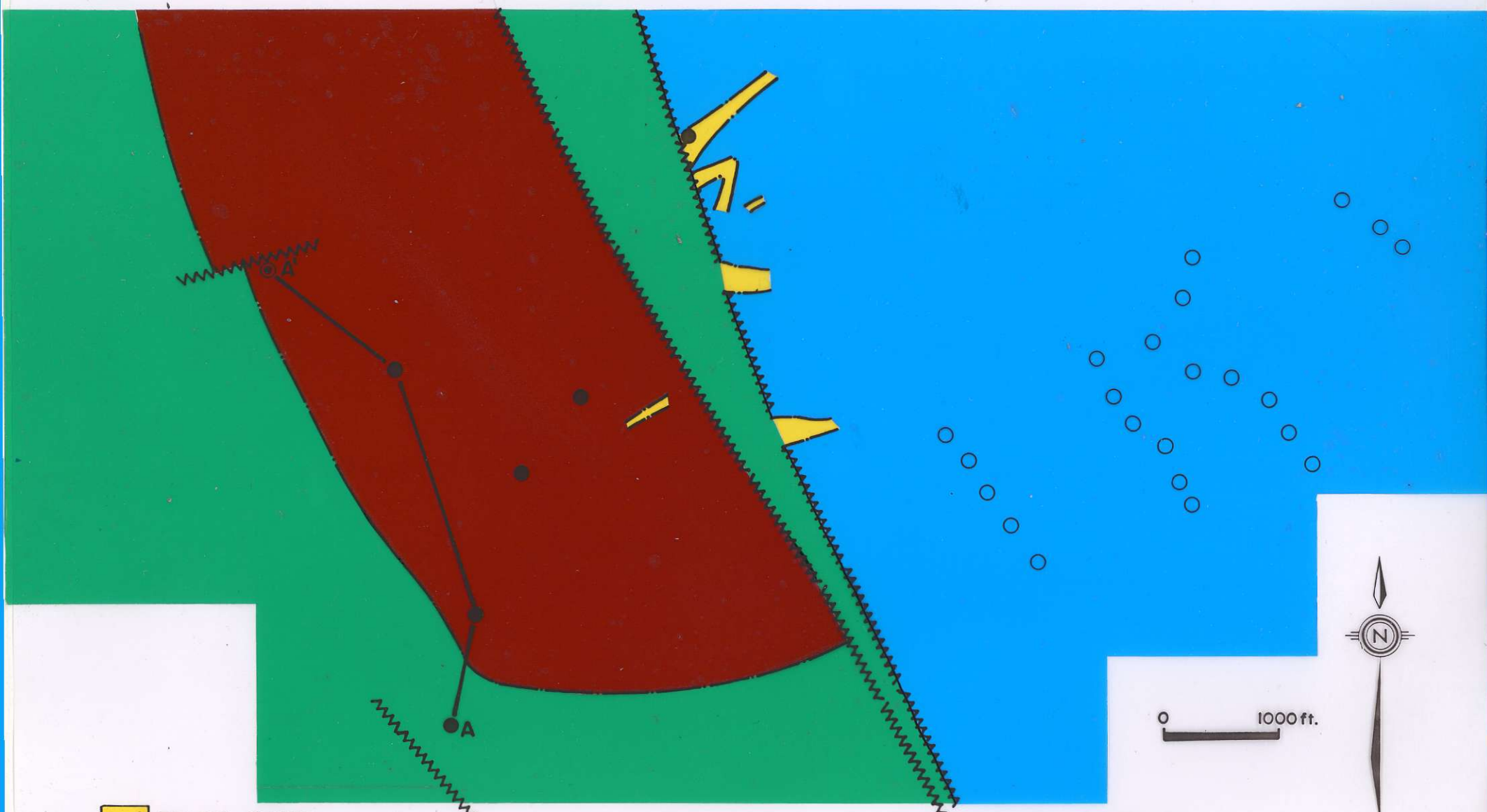
-  FELSIC DYKES
-  HONNA CONGLOMERATE
-  HAIDA SEDIMENTS
-  KUNGA LIMY ARGILLITE
- A—A' PROFILE

- 1979 PERCUSSION
- 1980 DIAMOND
- ⊙ 1981 DIAMOND

0 1000 ft.



KING GEOLOGY



- FELSIC DYKES
- HONNA CONGLOMERATE
- HAIDA SEDIMENTS
- KUNGA LIMY ARGILLITE
- A—A' PROFILE

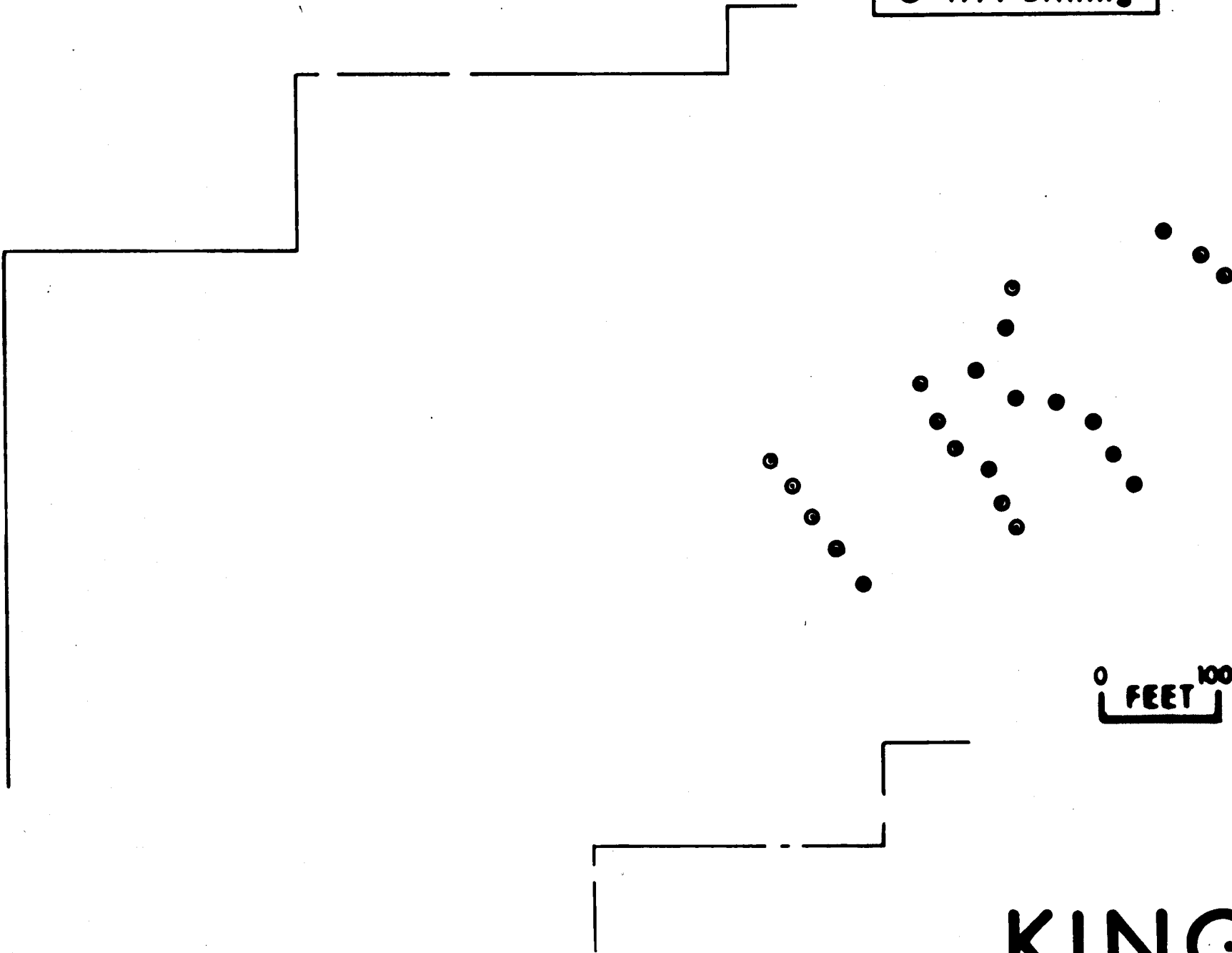
- 1979 PERCUSSION
- 1980 DIAMOND
- ⊙ 1981 DIAMOND

KING GEOLOGY

0 1000 ft.



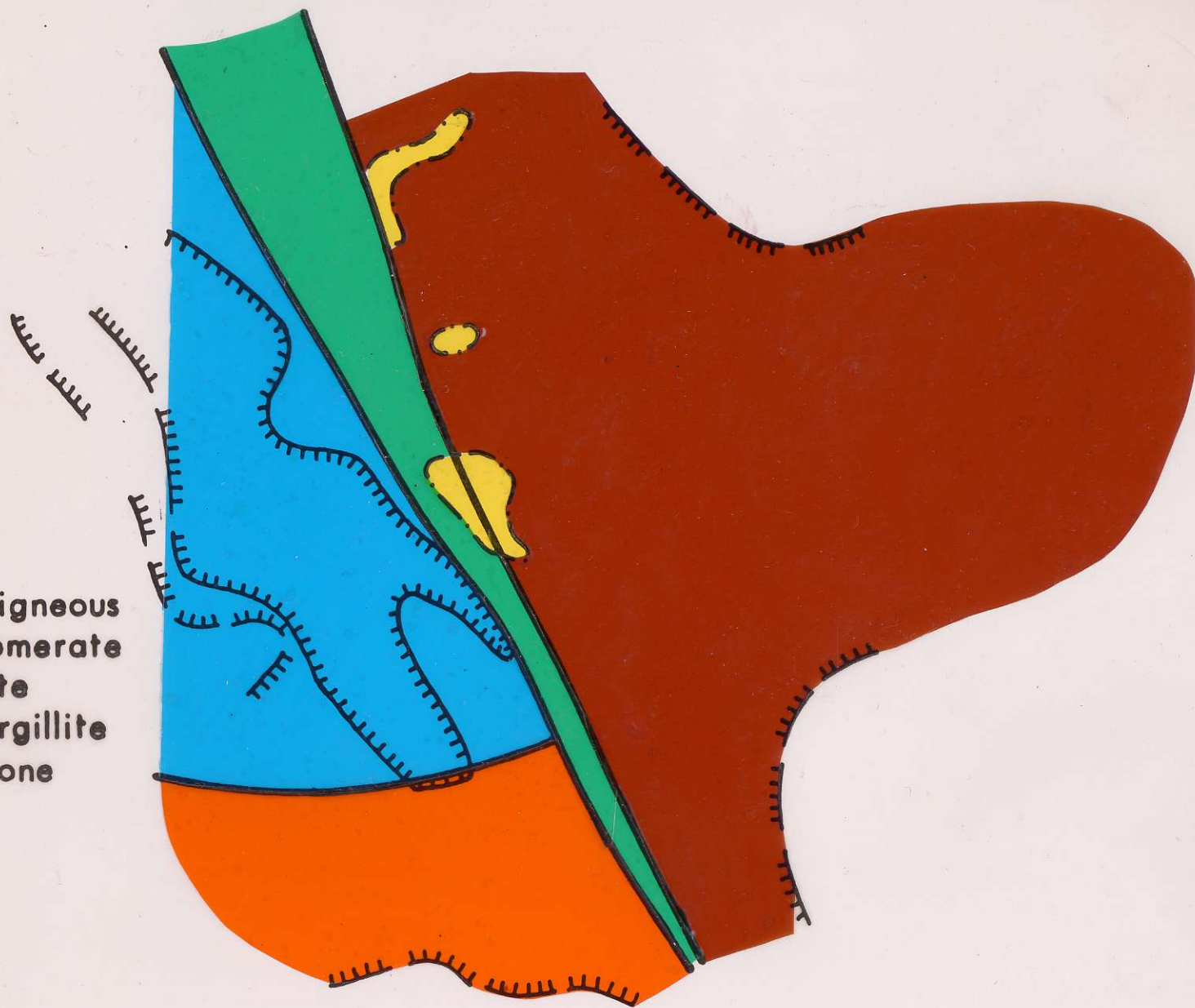
● 1979 Drilling



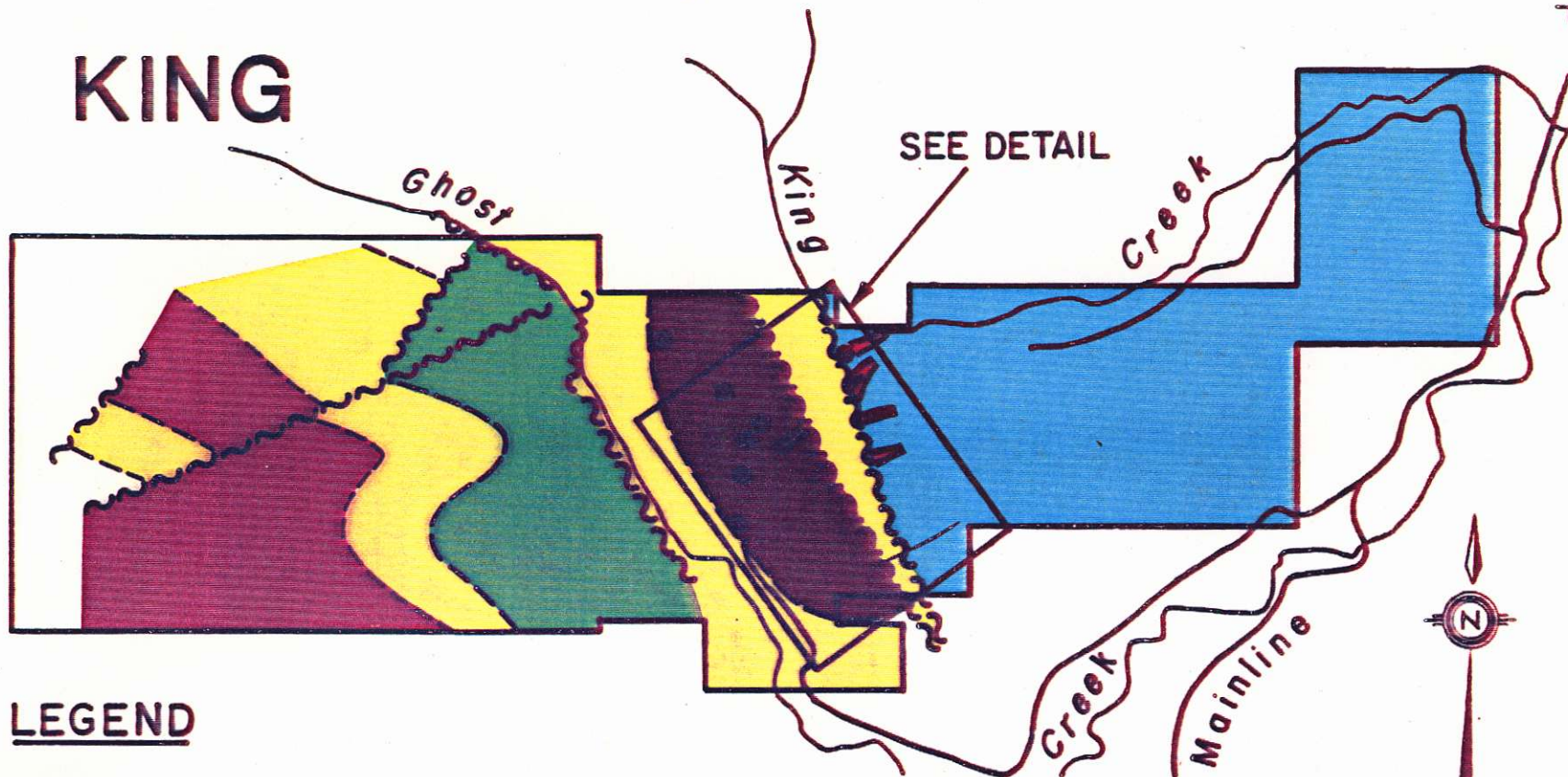
0 FEET 1000

KING






-  Silica
-  Pyrite
-  Felsic igneous
-  Conglomerate
-  Argillite
-  Limy argillite
-  Sandstone



KING



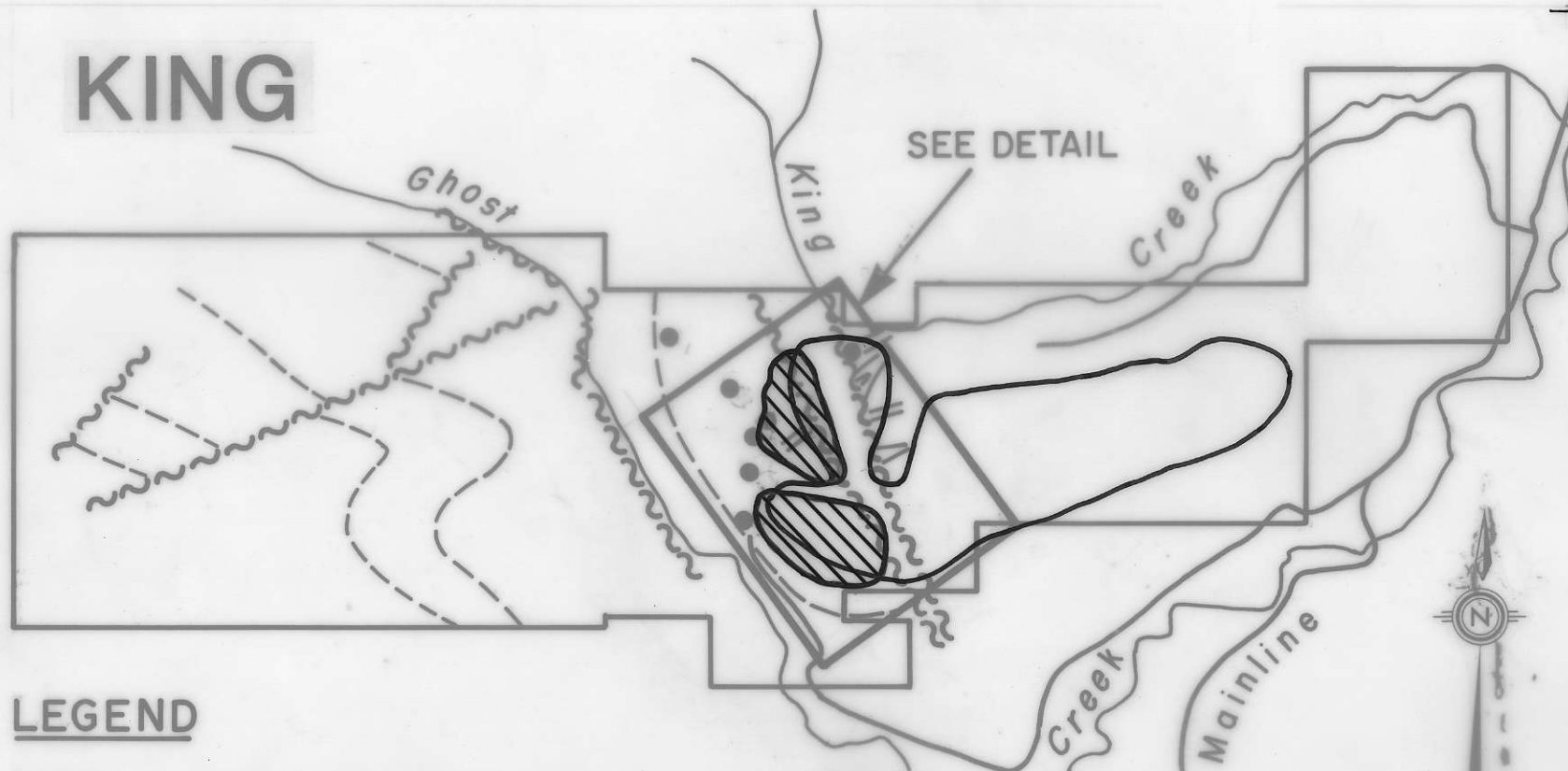
LEGEND

-  TERTIARY INTERMEDIATE VOLCANICS
-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  JURASSIC VOLCANICS
-  TRIASSIC SHALE











-  TERTIARY FELDSPAR PORPHYRY
-  DRILL LOCATION
-  FAULTS

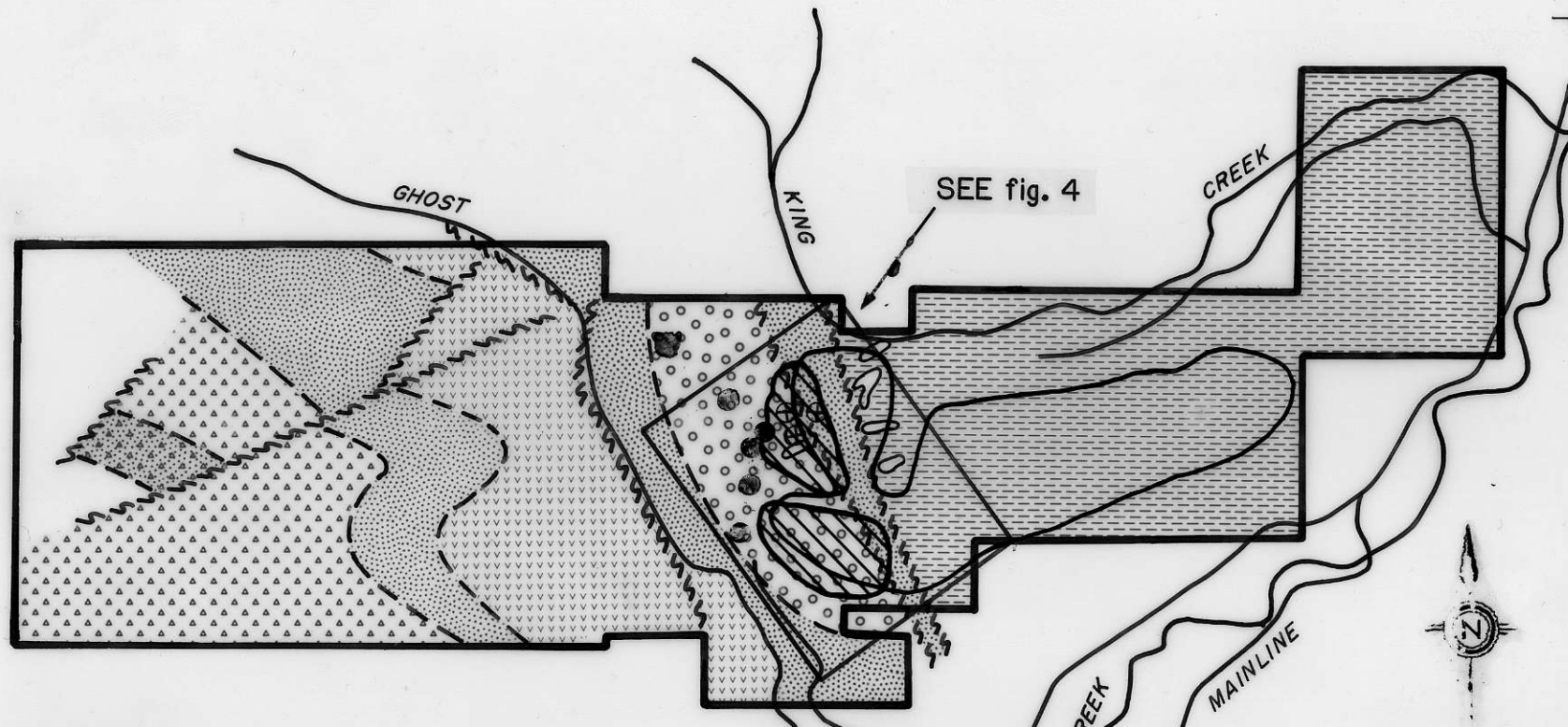
0 1
Km

KING


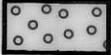











LEGEND

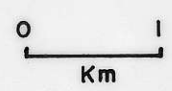
- | | | | |
|---|---------------------------------|---|----------------------------|
|  | TERTIARY INTERMEDIATE VOLCANICS |  | As 200 ppm |
|  | CRETACEOUS CONGLOMERATE |  | Ag >1000 ppb |
|  | CRETACEOUS SANDSTONE |  | TERTIARY FELDSPAR PORPHYRY |
|  | JURASSIC VOLCANICS |  | DRILL LOCATION |
|  | TRIASSIC SHALE |  | FAULTS |
- 0 1
Km



LEGEND

-  TERTIARY INTERMEDIATE VOLCANICS
-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  JURASSIC VOLCANICS
-  TRIASSIC LIMY SHALE

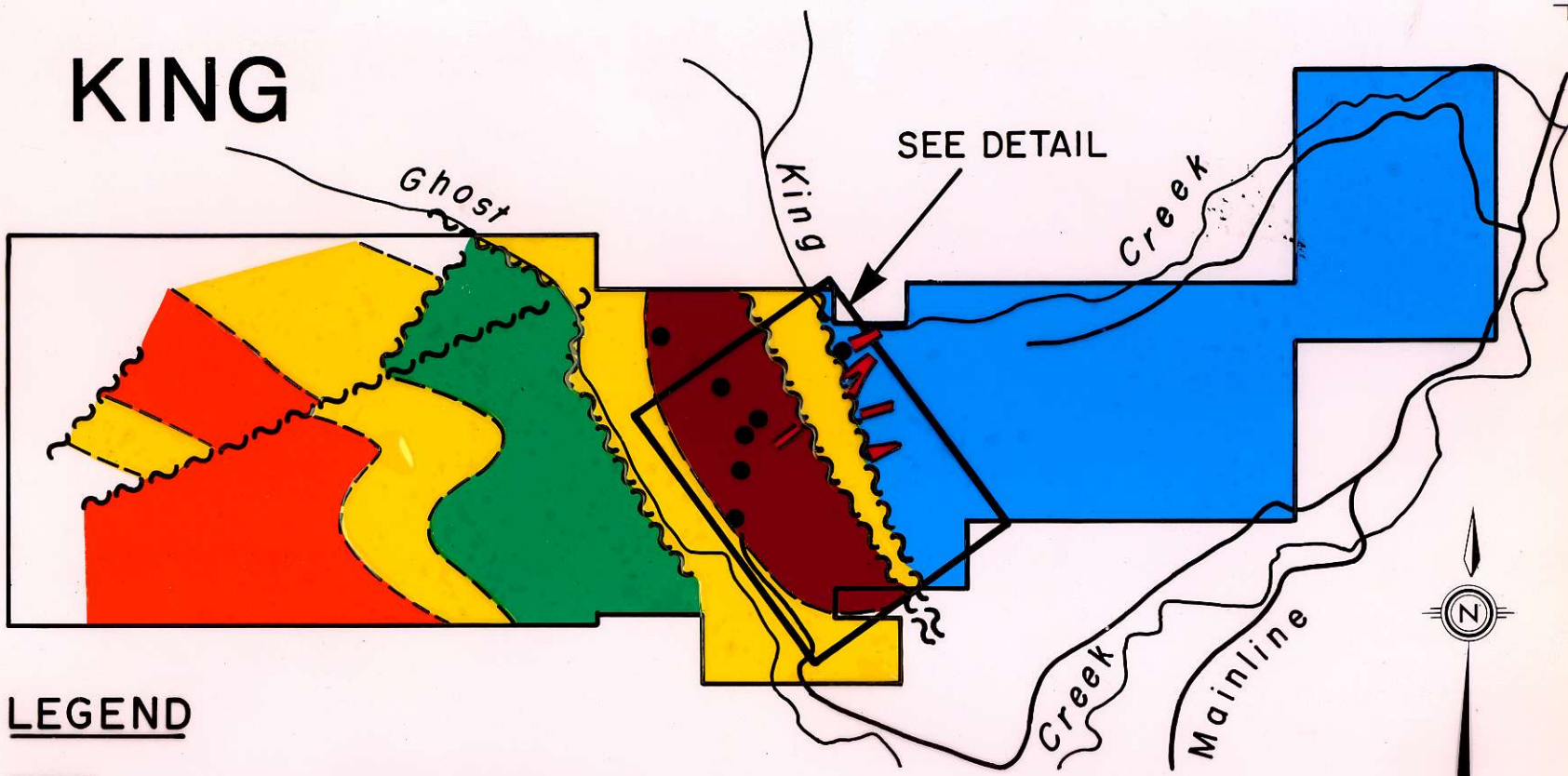
-  As 200 ppm^{CC}
-  Ag >1000 ppb
-  TERTIARY FELDSPAR PORPHYRY
-  1982 DRILL HOLE
-  PREVIOUS DRILL HOLE
-  FAULT











KING GENERALIZED GEOLOGY

fig. 3

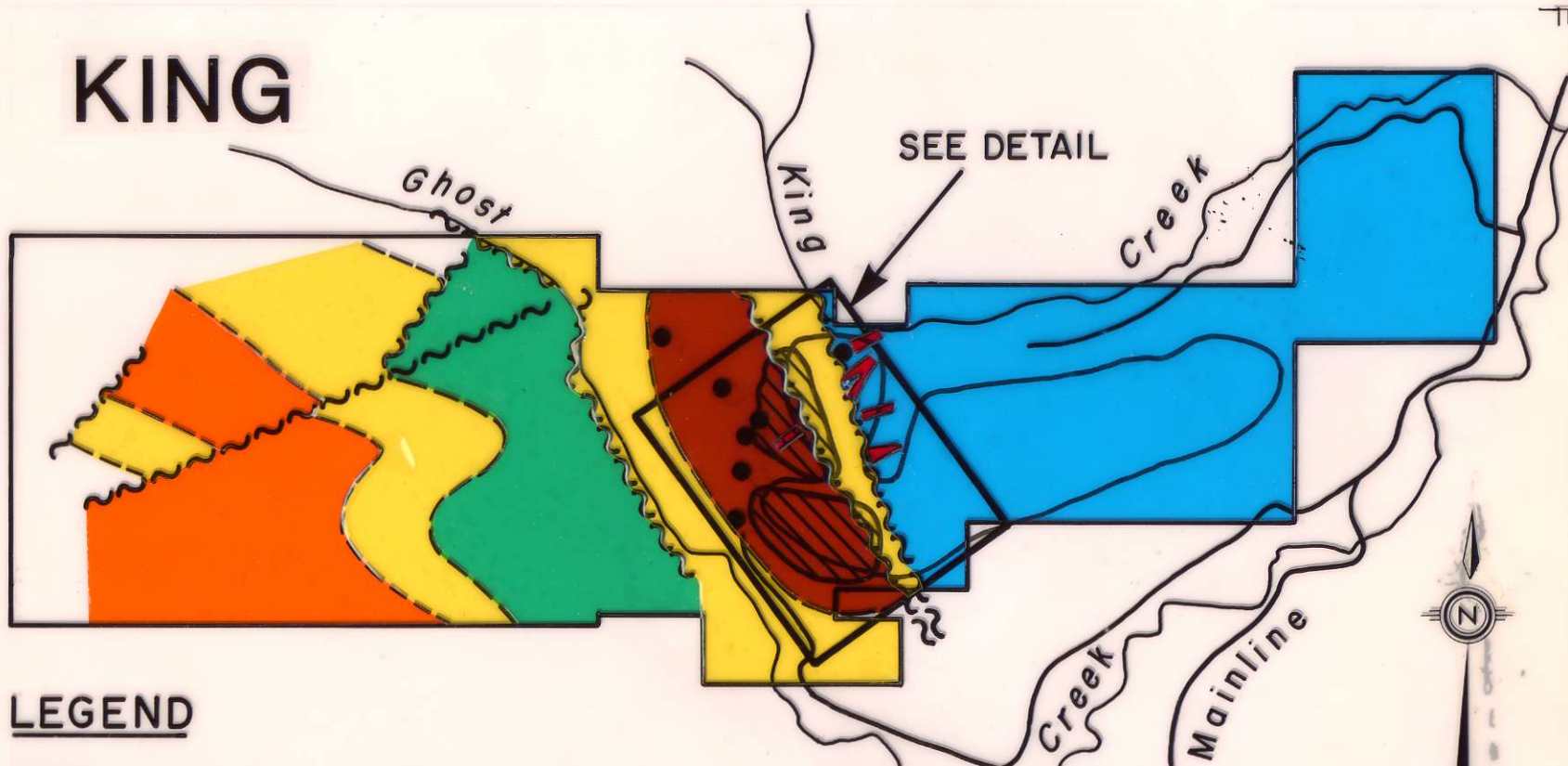
KING



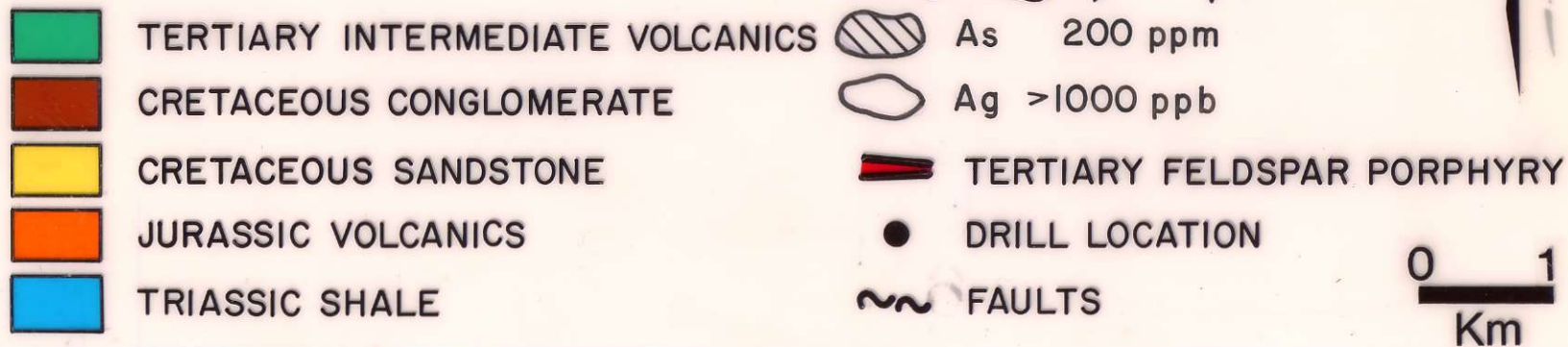
LEGEND

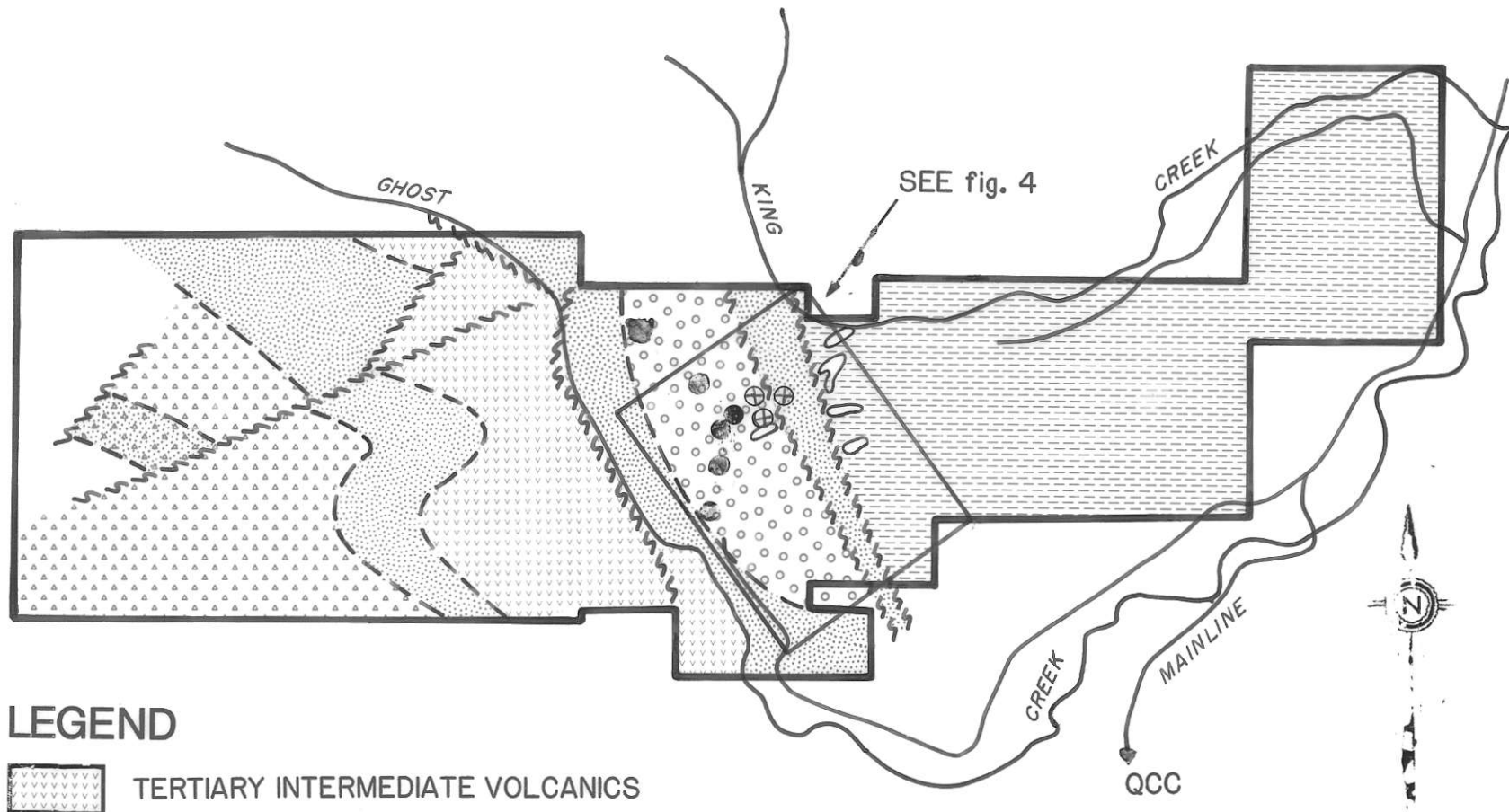
-  TERTIARY INTERMEDIATE VOLCANICS
 -  CRETACEOUS CONGLOMERATE
 -  CRETACEOUS SANDSTONE
 -  JURASSIC VOLCANICS
 -  TRIASSIC SHALE
 -  TERTIARY FELDSPAR PORPHYRY
 -  DRILL LOCATION
 -  FAULTS
- 0 1
Km

KING












LEGEND





LEGEND

-  TERTIARY INTERMEDIATE VOLCANICS
-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  JURASSIC VOLCANICS
-  TRIASSIC LIMY SHALE

-  TERTIARY FELDSPAR PORPHYRY
-  1982 DRILL HOLE
-  PREVIOUS DRILL HOLE
-  FAULT












KING GENERALIZED GEOLOGY

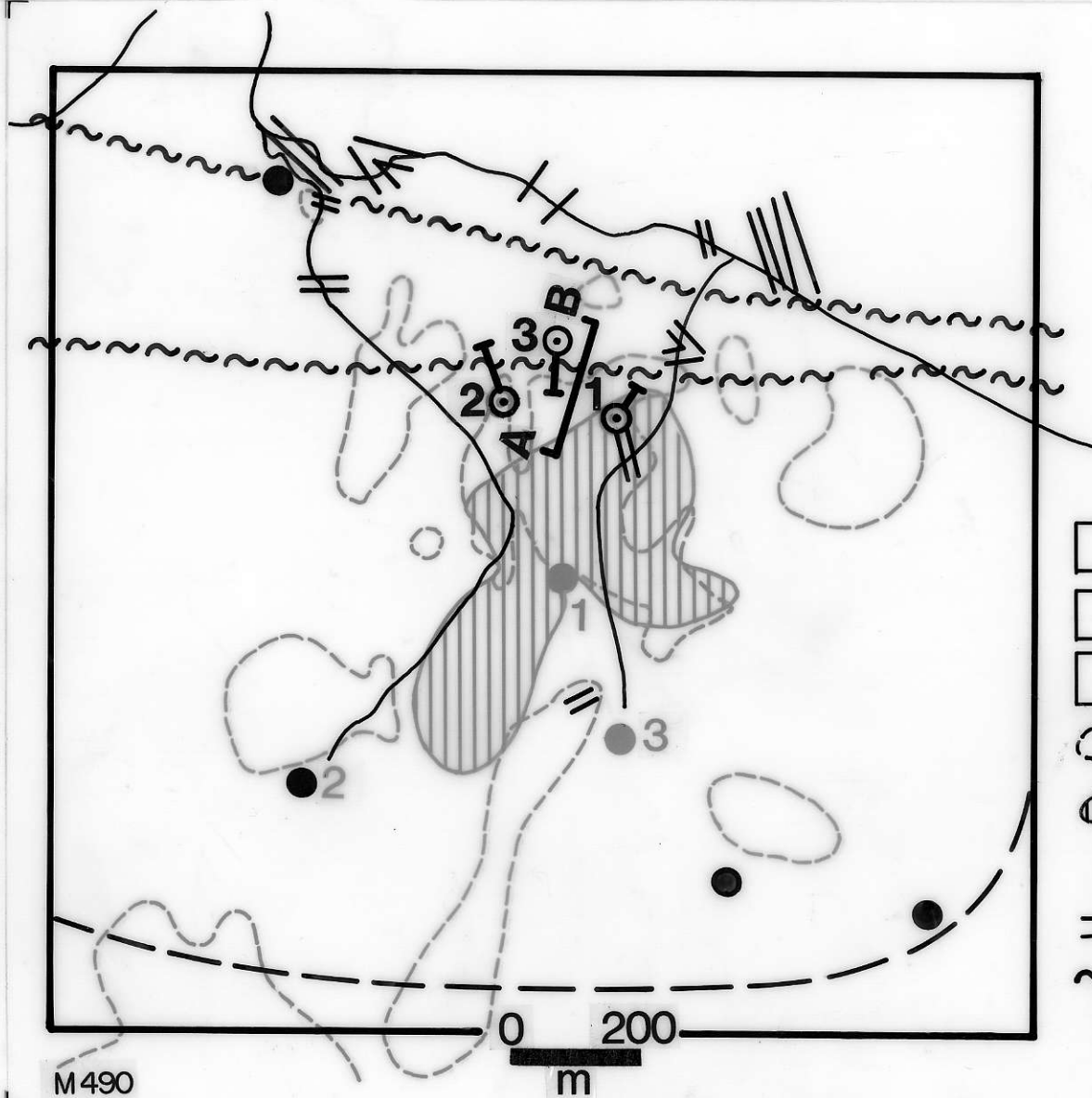
fig. 3

KING



LEGEND

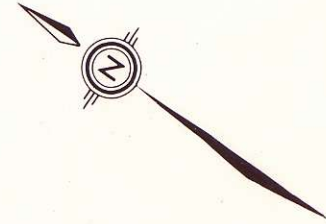
-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  TRIASSIC SHALE
-  As - SOIL 200 ppm
-  As - ROCK 1000 ppm
-  DRILL LOCATION
-  FELDSPAR PORPHYRY FAULT
-  FAULT
-  1982 DRILL LOCATION












M490

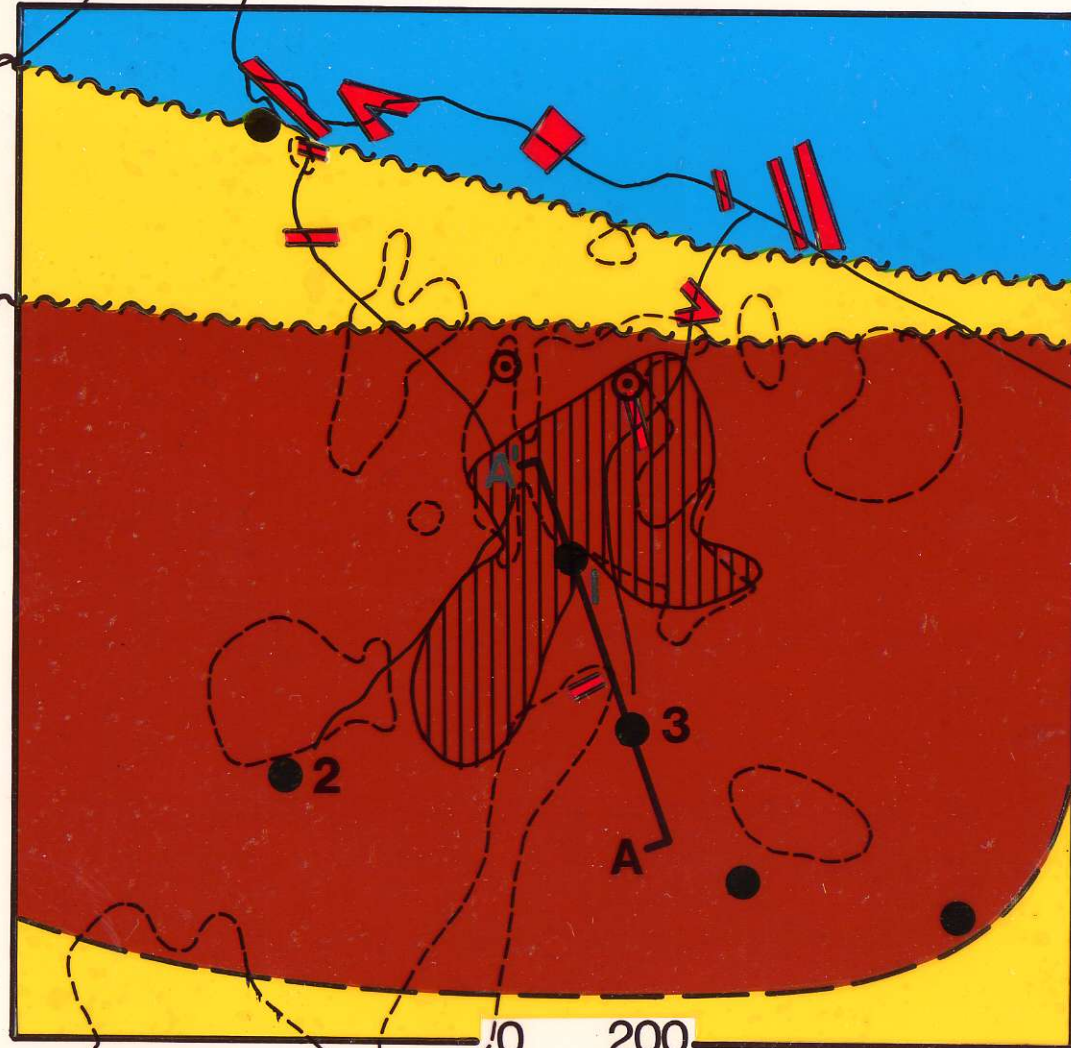
0 200
m

KING



LEGEND

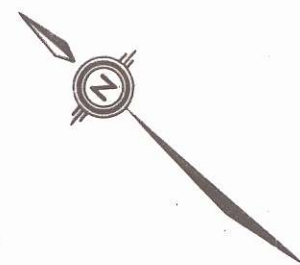
-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  TRIASSIC SHALE
-  As - SOIL 200 ppm
-  As - ROCK 1000ppm
-  DRILL LOCATION
-  FELDSPAR PORPHYRY
-  FAULT
-  PROPOSED DRILL LOCATION




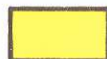






M490

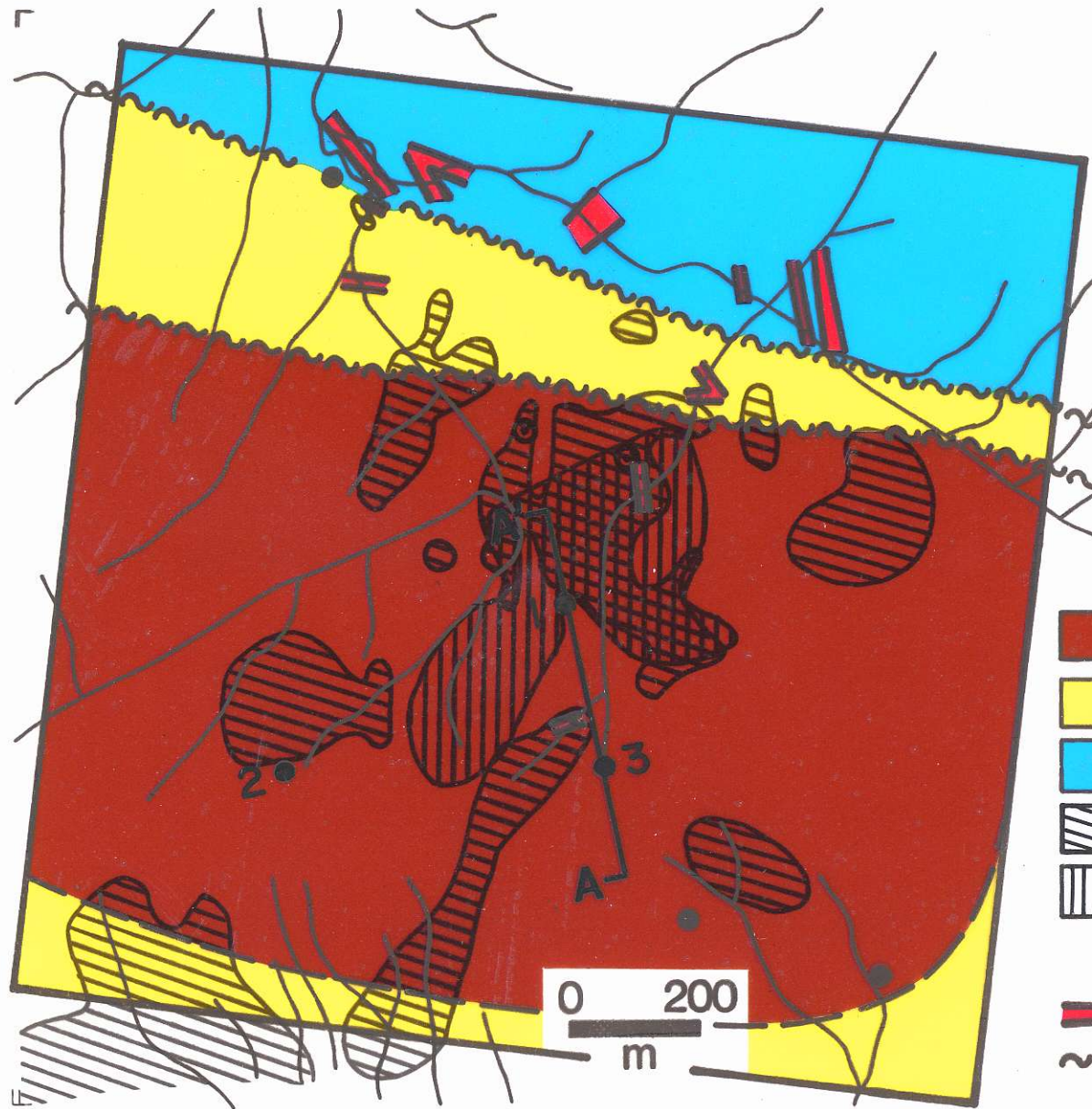
0 200
m

KING



LEGEND

-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  TRIASSIC SHALE
-  As - SOIL >200 ppm
-  As - ROCK >1000 ppm
-  DRILL LOCATION
-  FELDSPAR PORPHYRY
-  FAULT


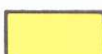









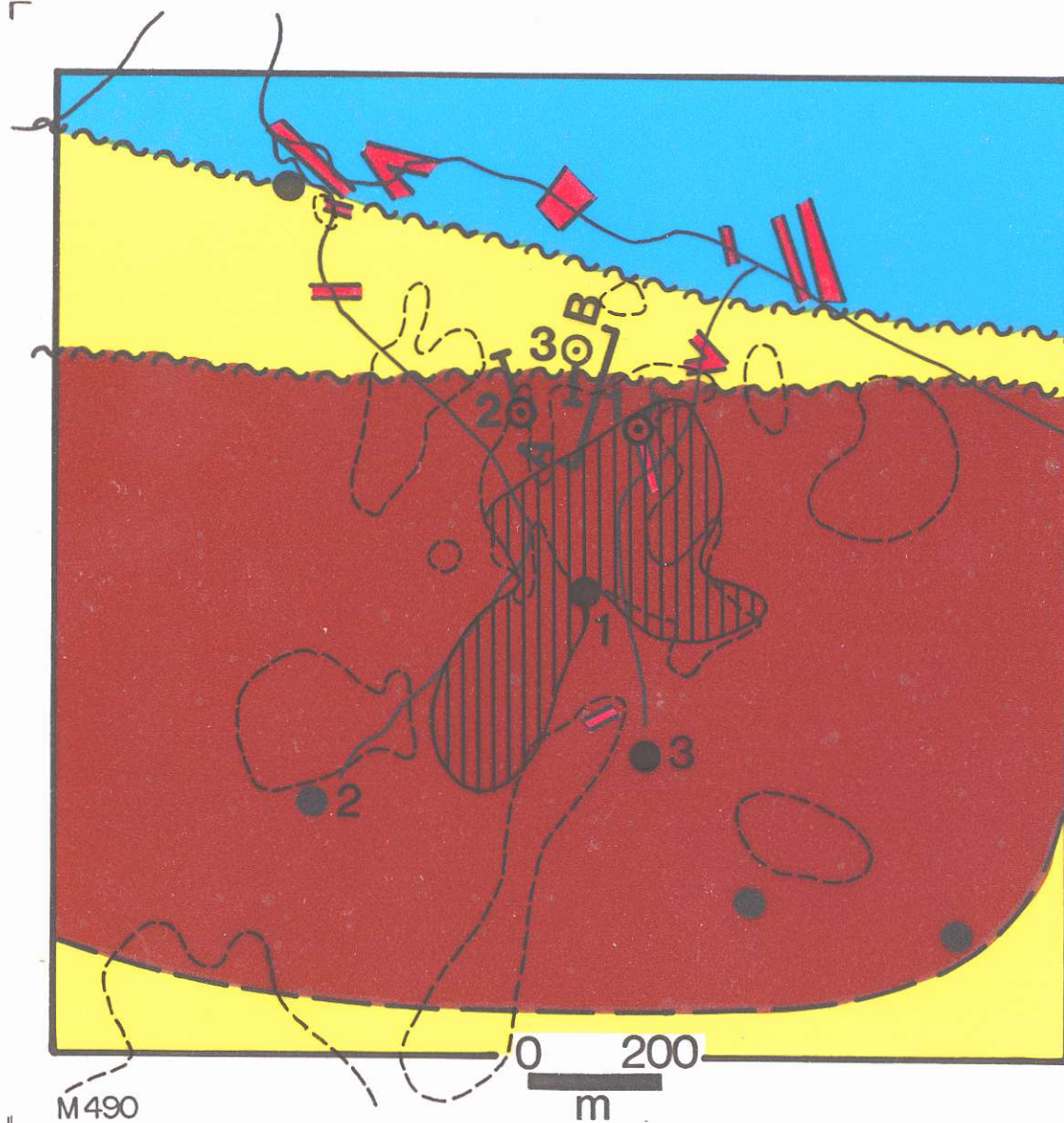
0 200
m

KING



LEGEND

-  CRETACEOUS CONGLOMERATE
-  CRETACEOUS SANDSTONE
-  TRIASSIC SHALE
-  As - SOIL 200 ppm
-  As - ROCK 1000ppm
-  DRILL LOCATION
-  FELDSPAR PORPHYRY FAULT
-  FAULT
-  1982 DRILL LOCATION



TERTIARY
VOLCANICS ?

CRETACEOUS
CONGLOMERATE

FELSIC
DYKES

450 ppb Au
10'

90 ppb Au
10'

2 3
A' B'

1



0 1000
Feet

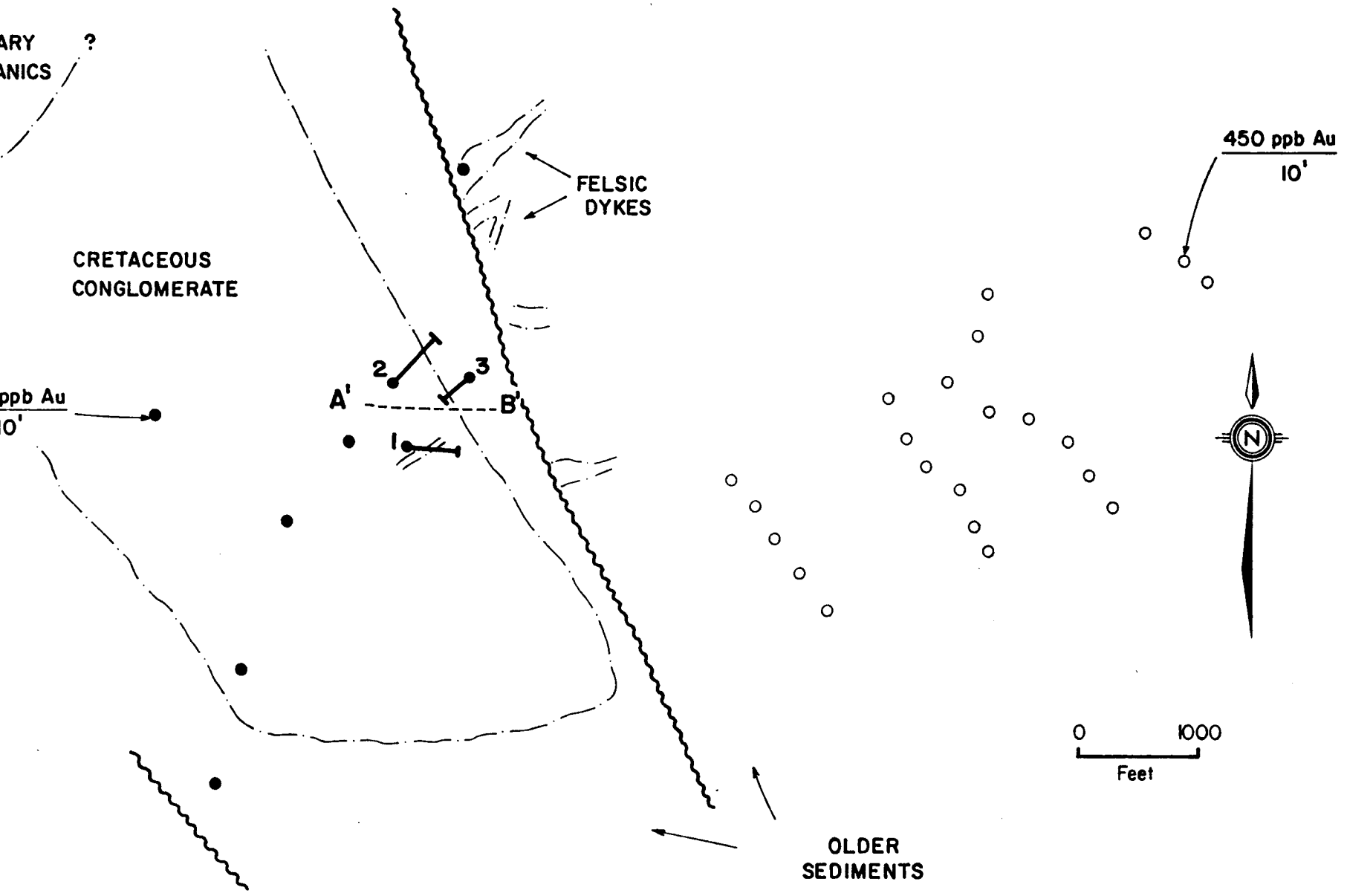
OLDER
SEDIMENTS

DRILLING

- 1979 Percussion
- 1980 Diamond
- 1● 1982 Diamond Number

Au anomalies

KING



SECTION THROUGH KING DRILLING AREA

A

LOOKING NORTH

B

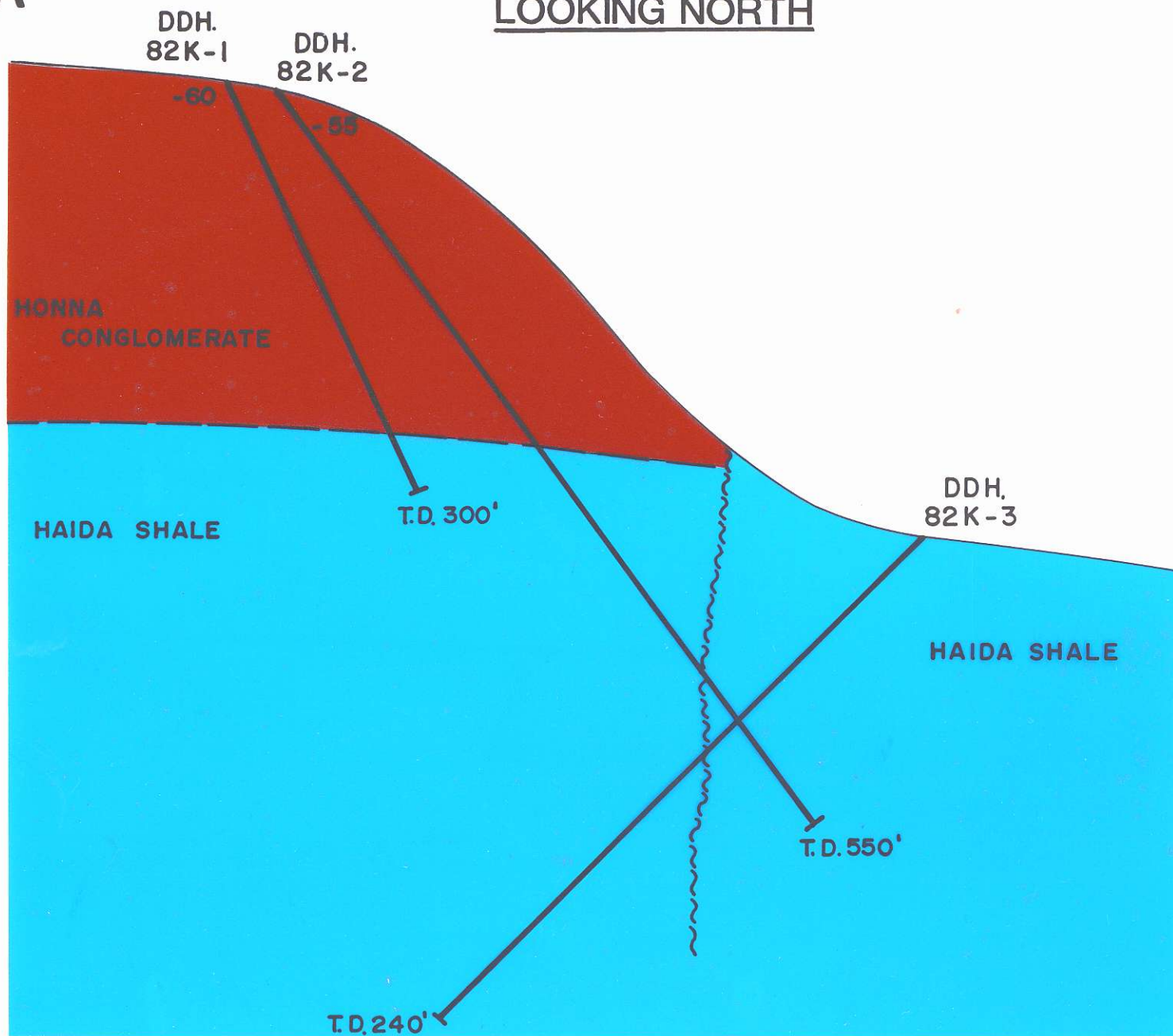
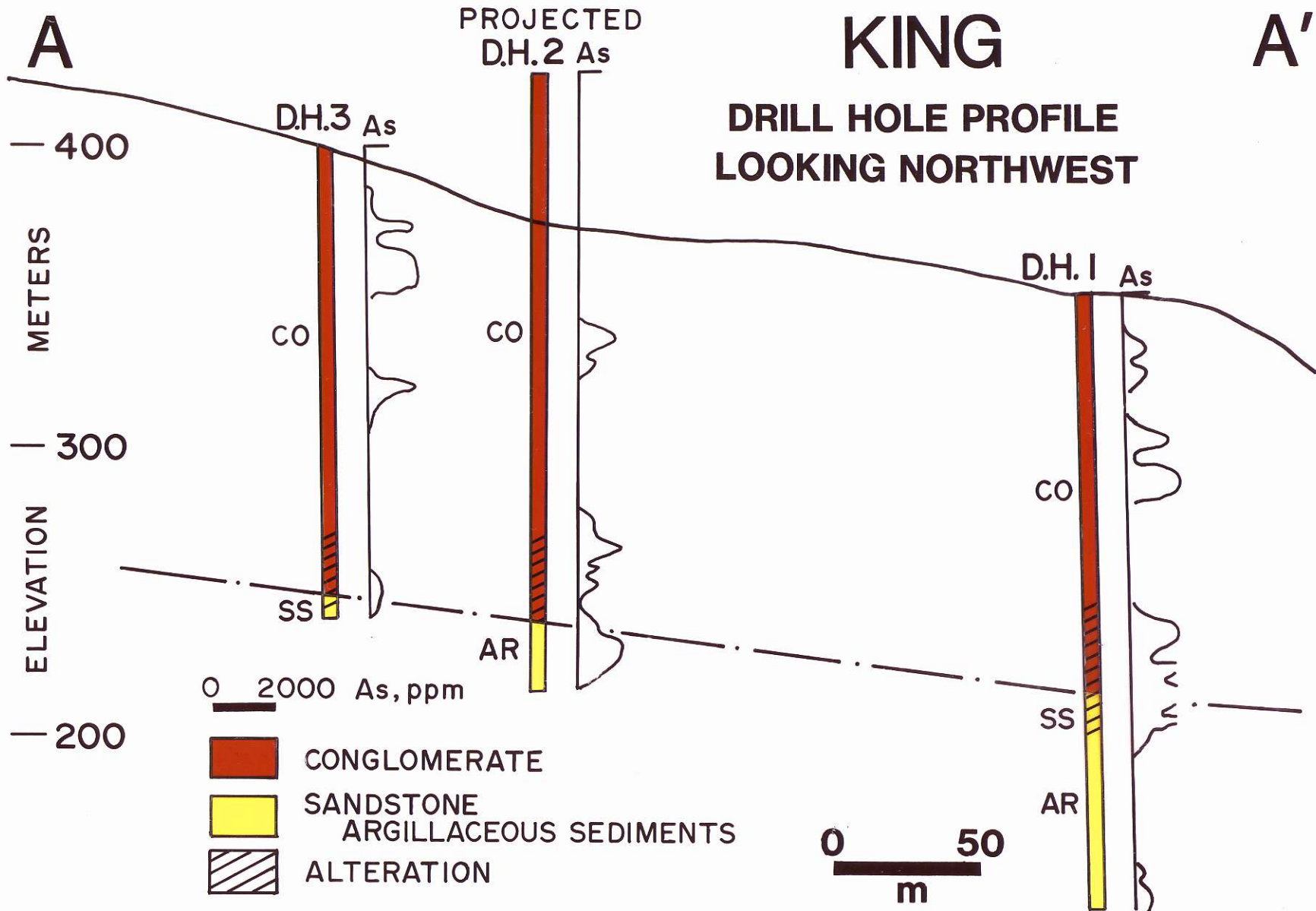


FIG.2



KING PROPERTY DETAILED GEOLOGY & DRILL HOLE LOCATION MAP

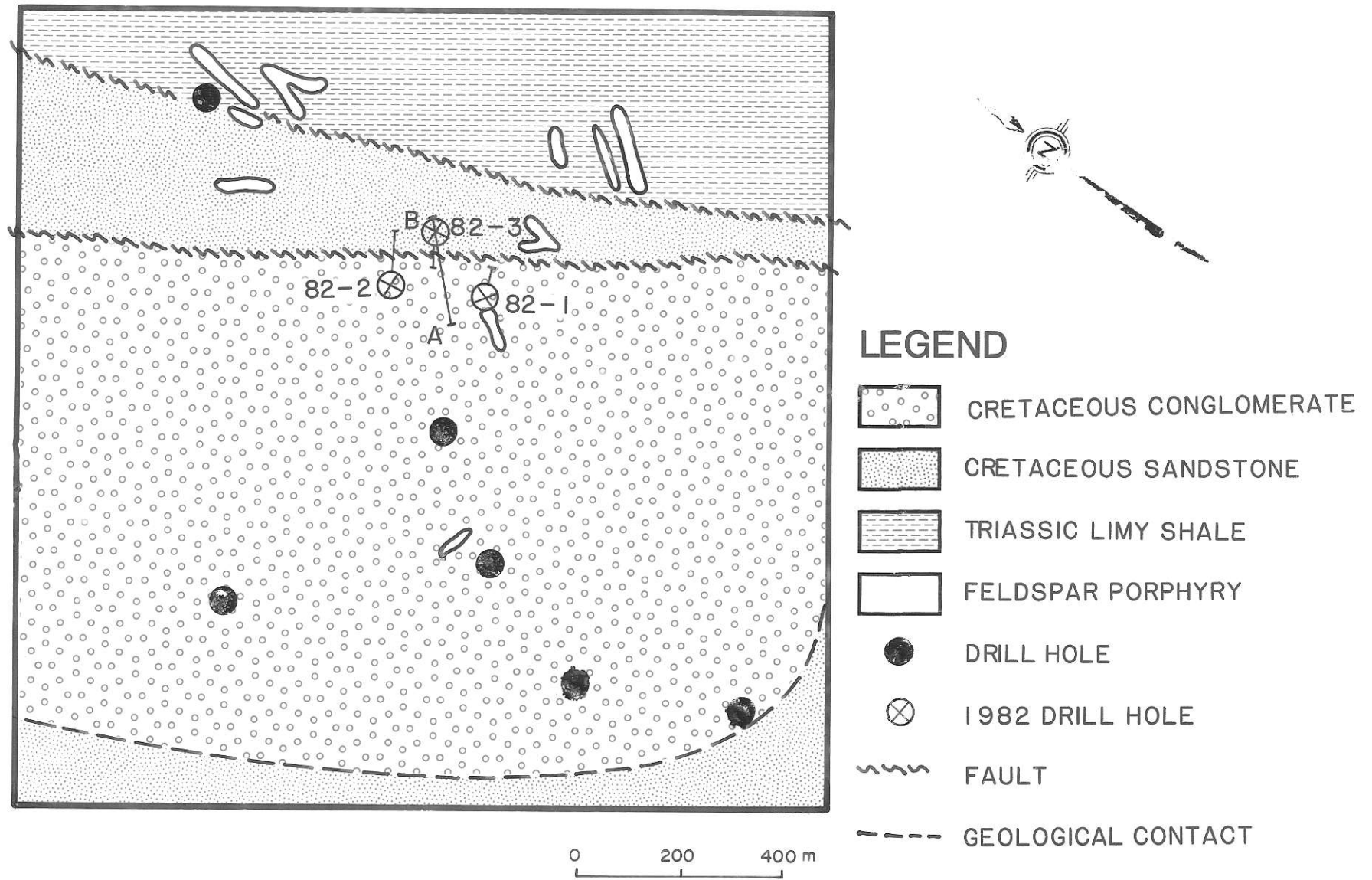


fig. 4

PROFILE LOOKING N.W. ACROSS 1982 DRILL HOLES
(projected to A-B plane)

A

B

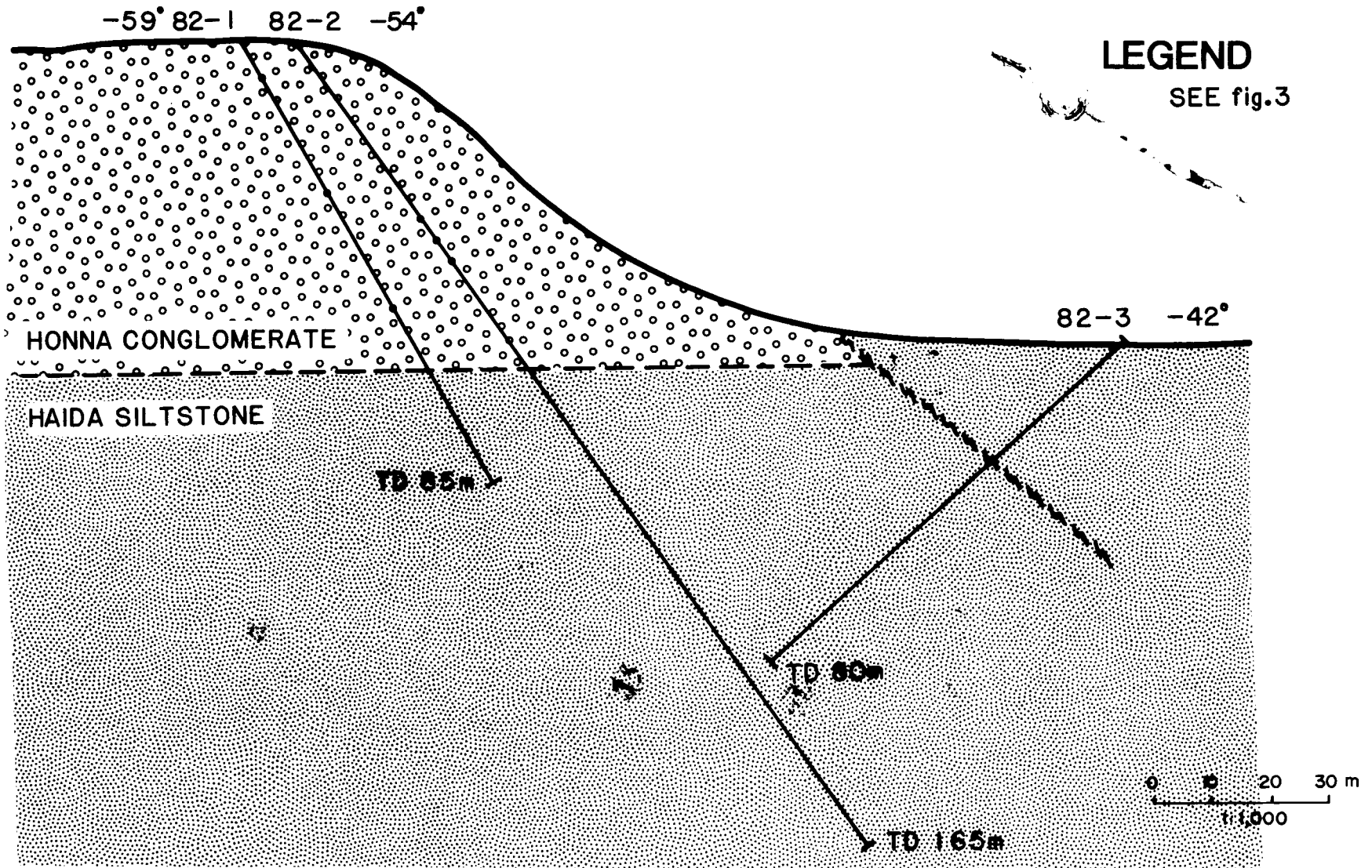
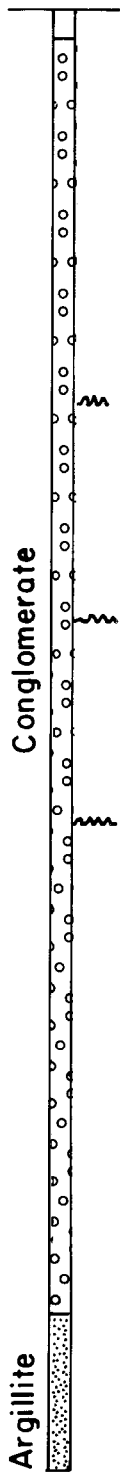


fig. 5

0 feet



Au
100 ppb

As
1000 ppm

Hg
5000 ppb



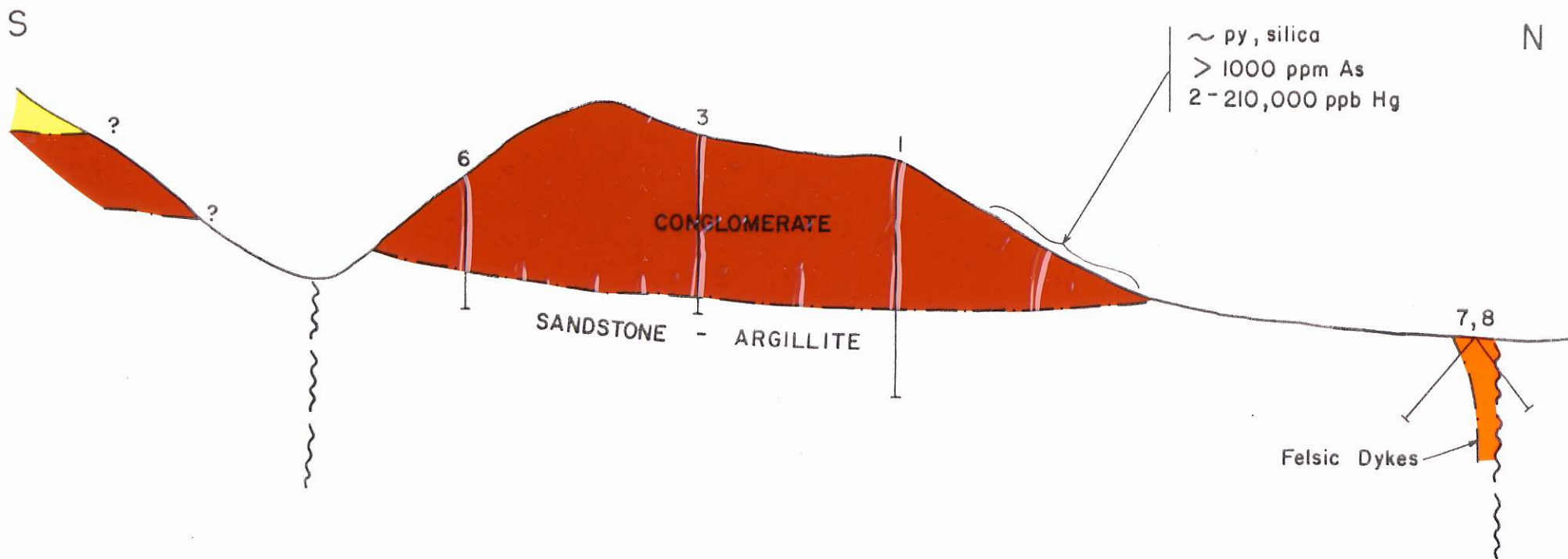
Moderate silica
carbonate

Moderate
carbonate

Moderate to
strong clay

700 feet

KING
DRILL HOLE #2
AUG 80.



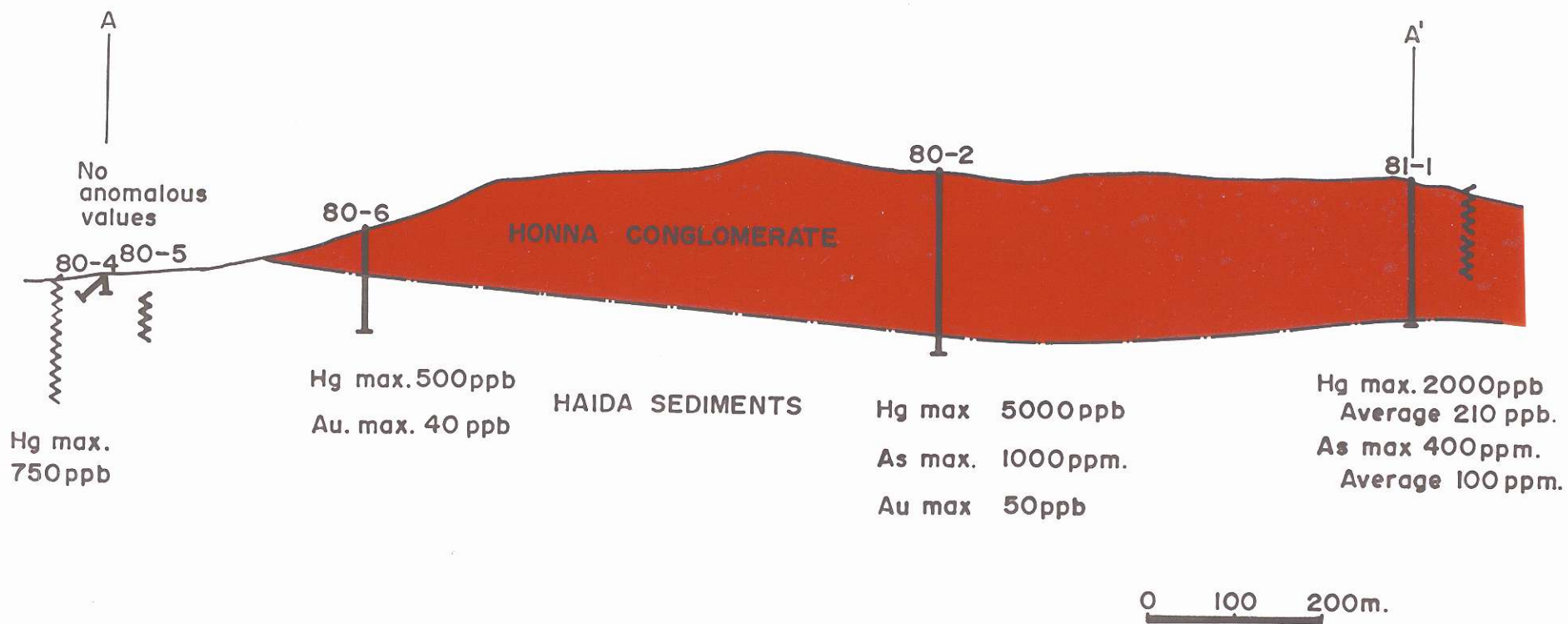
Hg-As ANOMALIES AT CONGLOMERATE BASE

SUGGEST LATERAL TRANSPORT

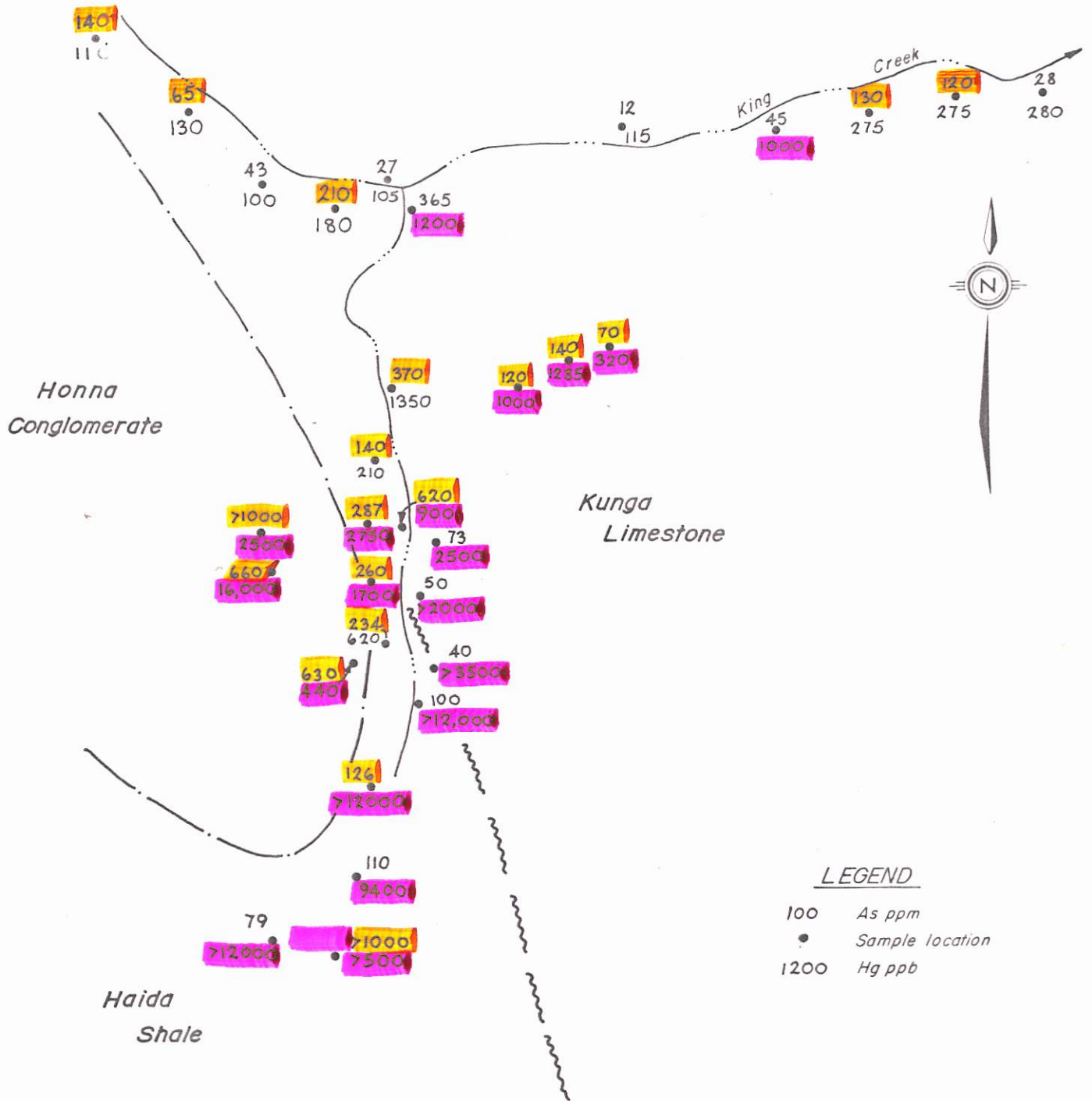
KING

0 200
metres

PROFILE A-A' LOOKING WEST



KING
M490

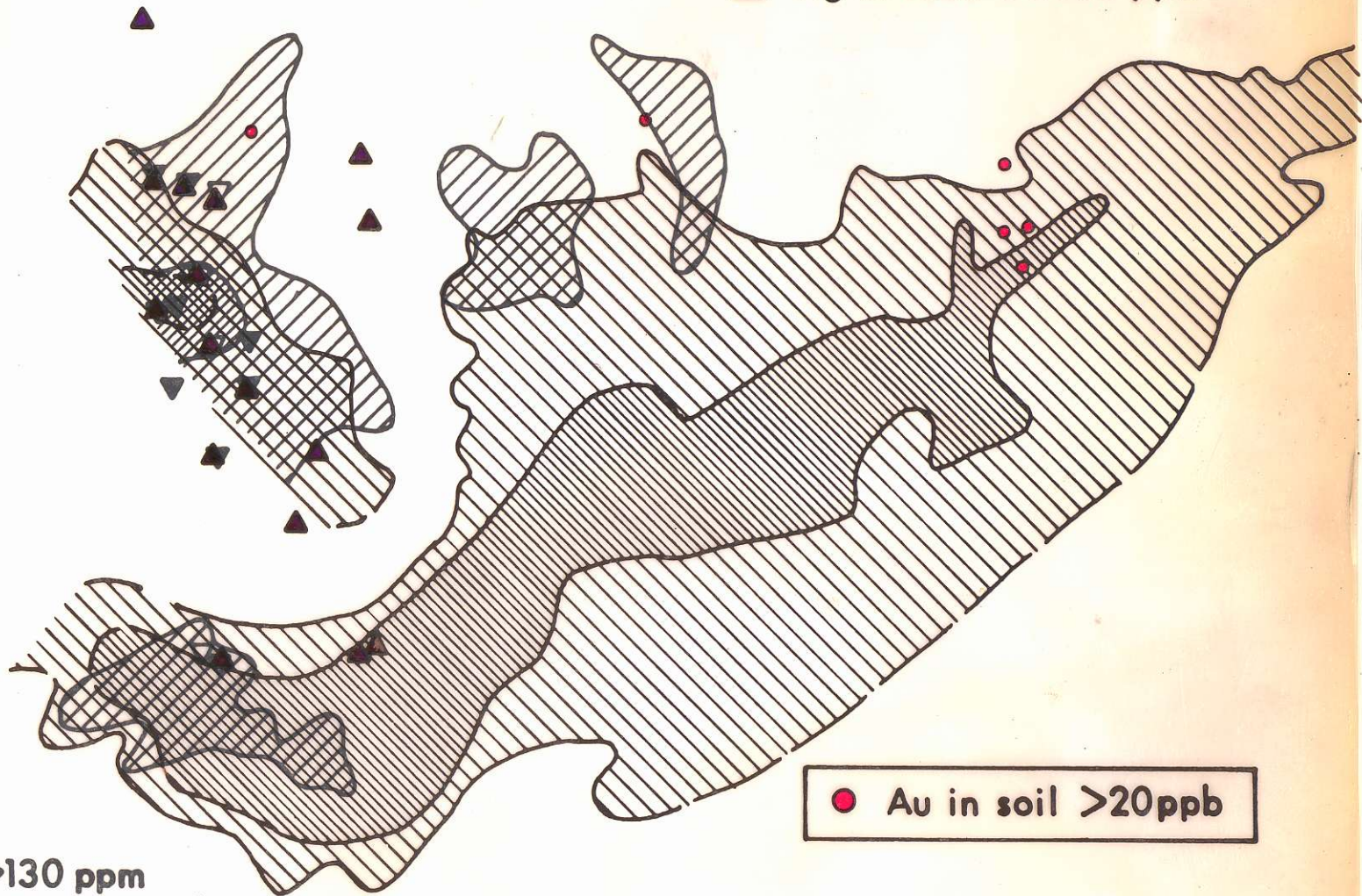


M466 QUEEN CHARLOTTE GOLD KING SHOWING

18
•
190

0 1000

- ▧ Hg in soil >1000 ppb
- ▨ " " " >5000 ppb
- ▲ Hg in rock >5000 ppb



● Au in soil >20ppb

- ▧ As in soil >130 ppm
- ▨ " " " >1000 ppm
- ▼ As in rock >200 ppm
- ▲ " " " >1000 ppm

TERTIARY
VOLCANICS ?

NO JOY YET

FELSIC
DYKES

CRETACEOUS
CONGLOMERATE

90 ppb Au
10'

450 ppb Au
10'

0 1000
Feet

OLDER
SEDIMENTS

○ As in soil > 130 ppm

○ Hg in soil > 1000 ppb

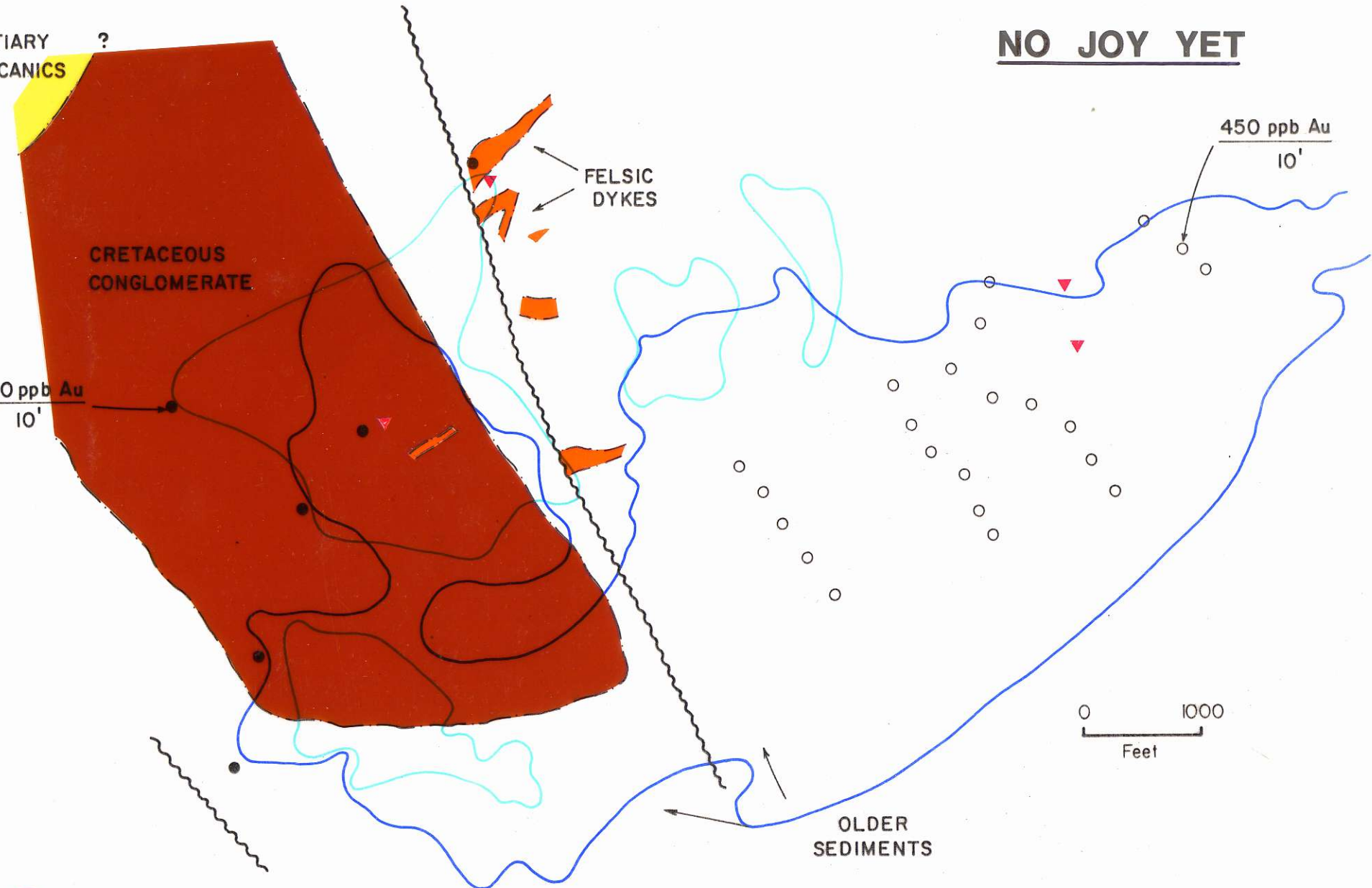
▼ Au anomalies

DRILLING

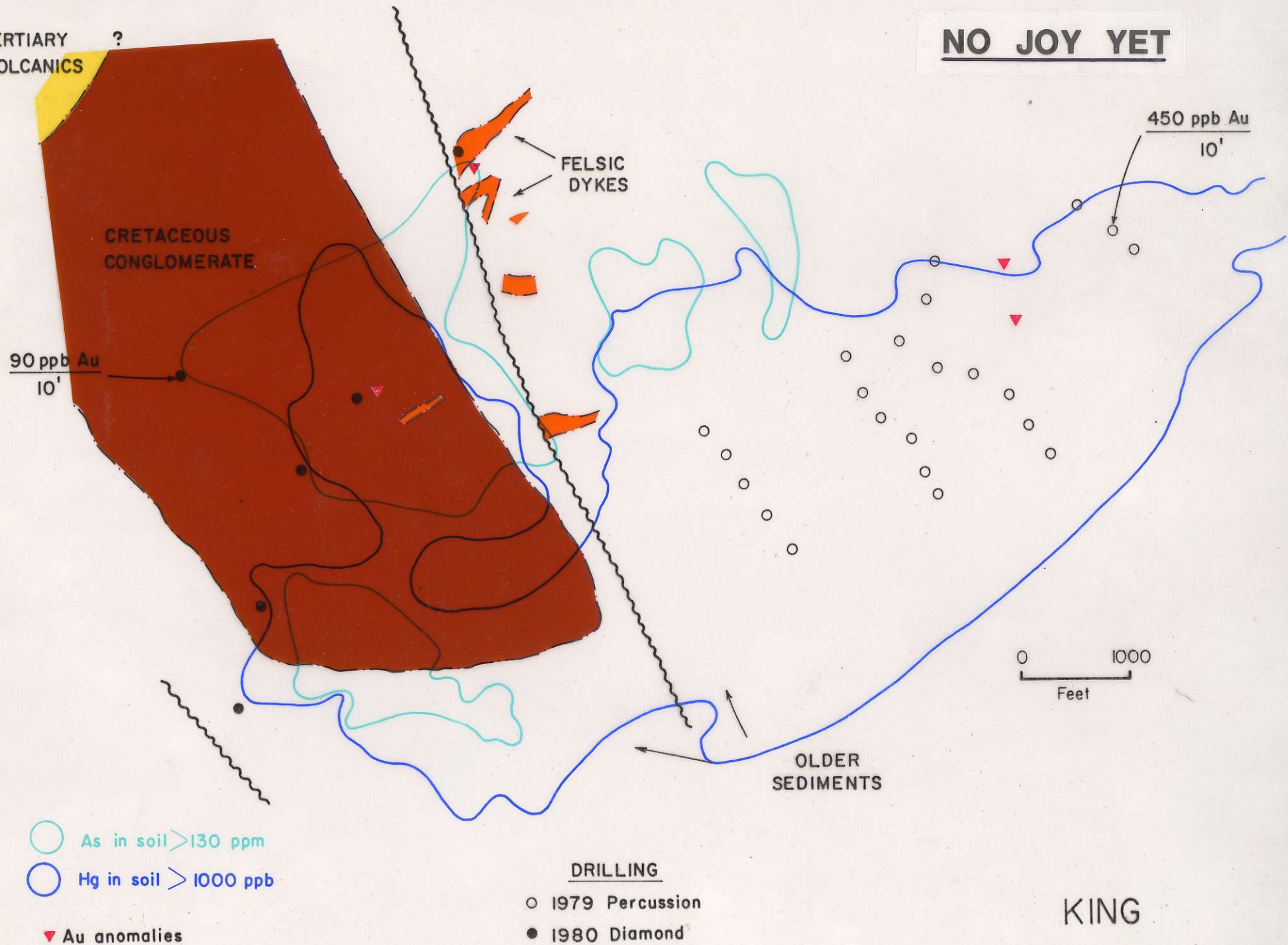
○ 1979 Percussion

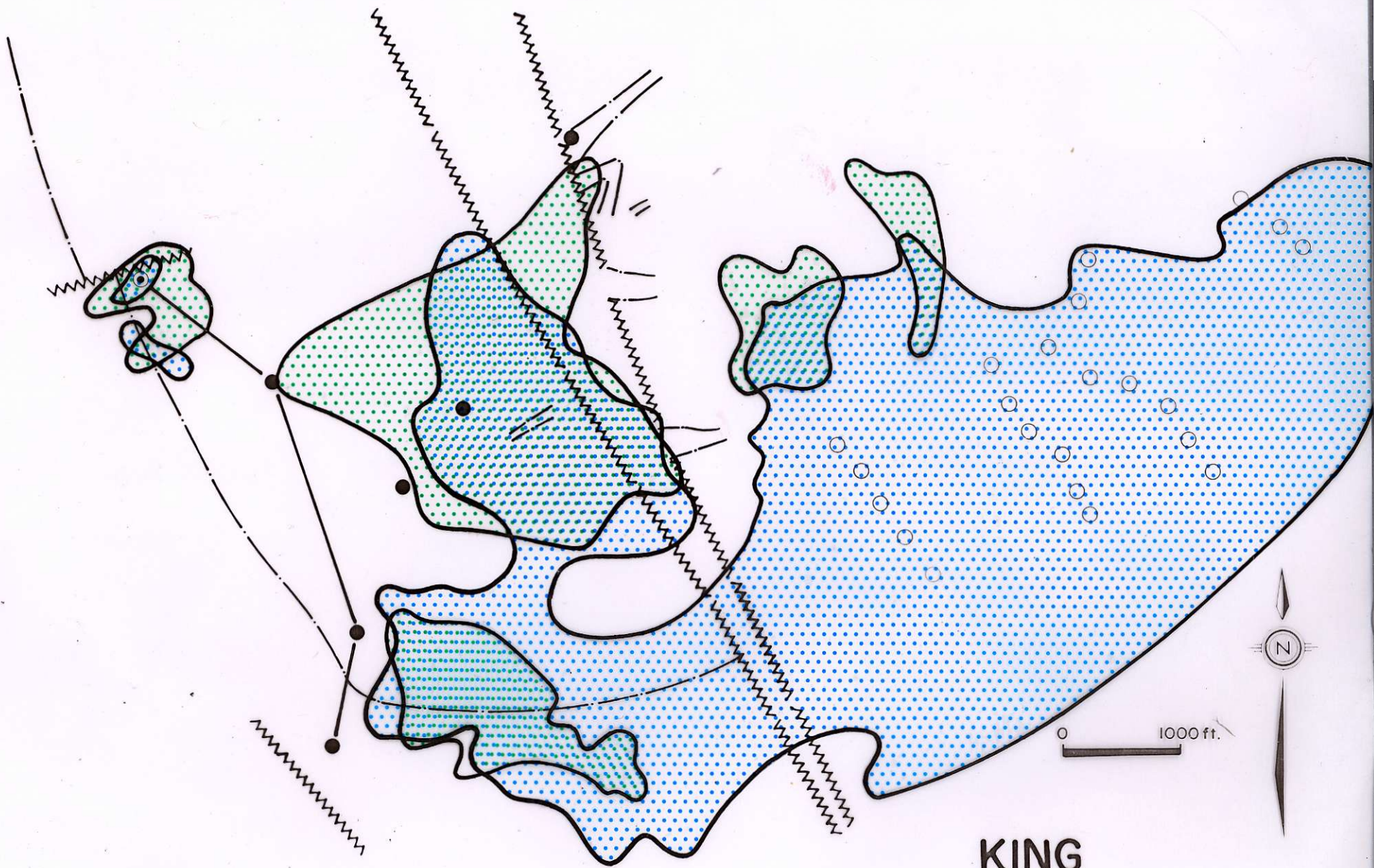
● 1980 Diamond



KING



NO JOY YET





-  As. in soil >130ppm.
-  Hg. in soil >1000ppb.

KING

+

+

● 1979 Drilling

● 1980 Drilling

▨ Hg in soil >1000 ppb

▩ " " " >5000 ppb

△ Hg in rock >5000 ppb

○ Silica
 ○ Pyrite
 □ Felsic igneous
 □ Conglomerate
 □ Argillite
 □ Limy argillite
 □ Sandstone

0 FEET 1000

○ Au in soil >20ppb

▨ As in soil >130 ppm

▩ " " " >1000 ppm

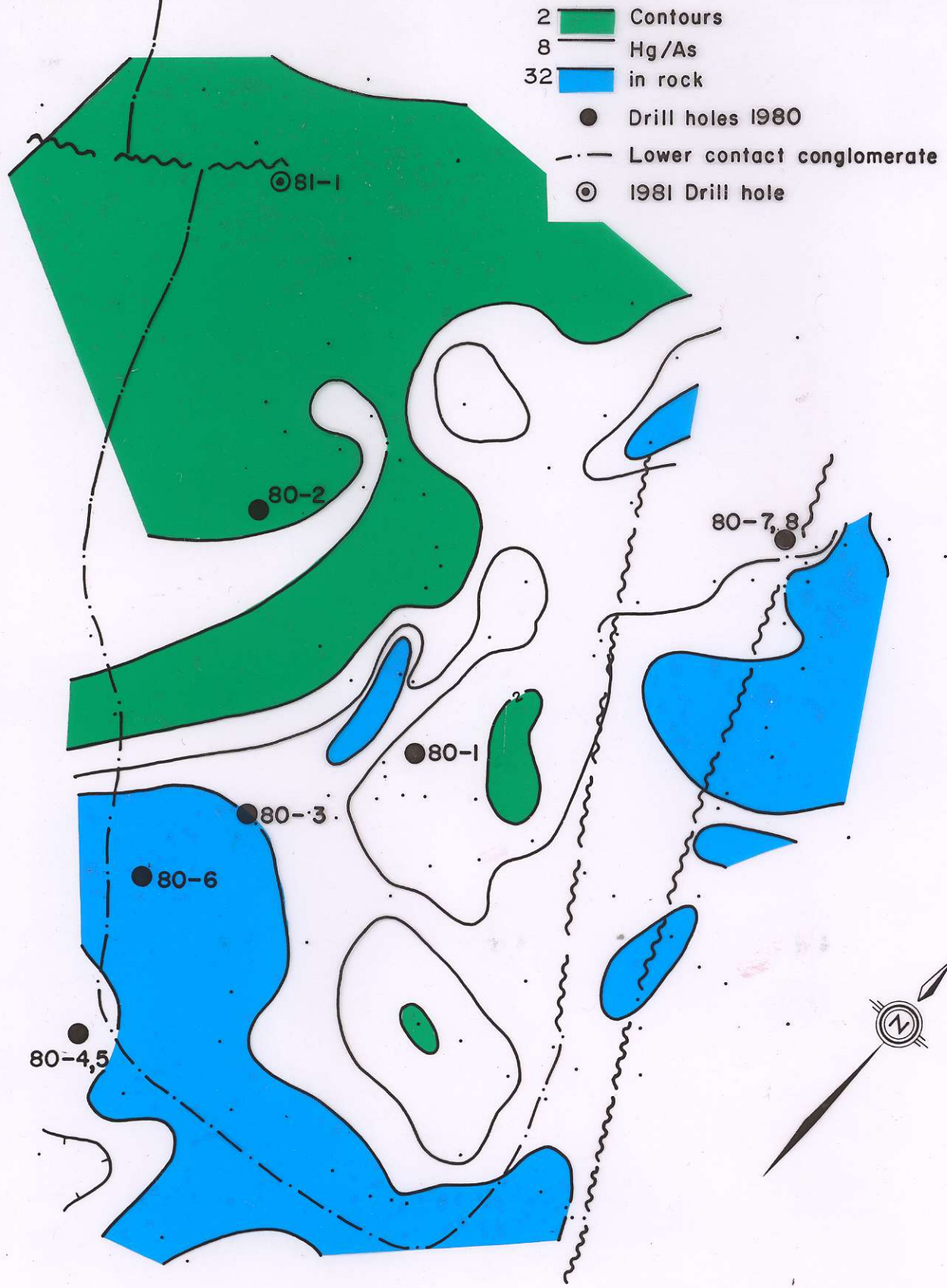
▽ As in rock >200 ppm

▼ " " " >1000 ppm

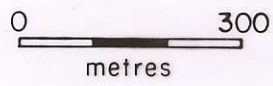
KING

+

+



SOURCE DIRECTION INDICATED
KING



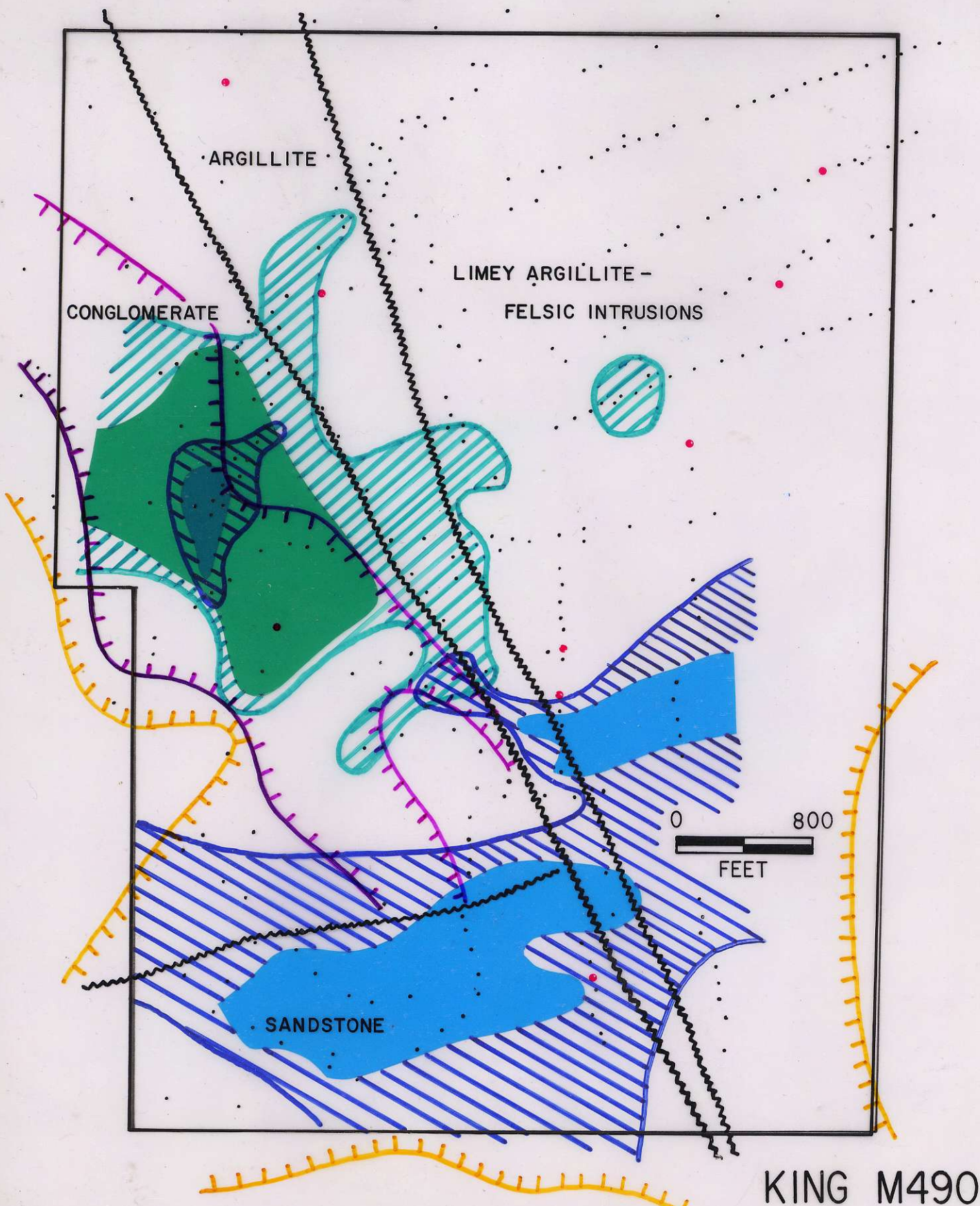
- 2 Contours
- 8 Hg/As
- 32 in rock
- Drill holes
- - - Lower contact conglomerate



SOURCE DIRECTION INDICATED

0 300
metres

KING



KING M490

- Au > 15 PPB
- ▨ As > 500 PPM
- ▨ Hg > 2500 PPB
- ▨ As > 1000 PPM
- ▨ Hg > 10,000 PPB
- ▨ PYRITE
- ▨ SILICIFICATION