



MINOREX CONSULTING LTD.

Geological Consultants and Exploration Management
2391 Bossert Avenue, Kamloops, B.C. V2B 4V6 • Ph: (604) 376-8228

March 10, 1987

Mr. D. Copeland, P. Eng.
C.E.C. ENGINEERING LTD.
Suite 450 - 800 West Pender Street
Vancouver, B.C. V6C 2V6

Dear Dave:

Re: Geological, Geochemical and Geophysical Report on the
TWIN Property, Kamloops Mining Division, B.C.

Please find enclosed four copies of the above referenced report and copies of the filed governmental documents. As you will see in the documents, two years' of assessment credits were filed for all three of the TWIN mineral claims on March 10th. The cost of filing includes a penalty charge of 10 % for late filing.

I have delivered one copy of the report directly to Jim Oliver in Kamloops and another copy directly to Zig Doborzynski in Vancouver, both of ESSO Minerals Canada. How you distribute these four copies of the report is up to you (2 to Lincoln and 2 to Apex??).

I am returning your original mylar masters for the C.F.C. and Spirex surveys. Hopefully after this report, they will not be required for a long while.

I am returning the 'Notice of Completion' for the TWIN exploration program. It will have to be submitted after the trenches are backfilled and the reclamation is complete.

I trust that these reports meet with your satisfaction and they fulfill the TWIN contract.

Yours sincerely,
MINOREX CONSULTING LTD.

A handwritten signature in cursive script, appearing to read "J. D. Blanchflower". The signature is fluid and somewhat stylized, with the first letters being larger and more prominent.

J. D. Blanchflower
Geologist

*April 1/87 - 1 report sent
to Jack Balogh
at Apex.*



Province of
British Columbia

RECEIPT

010095 J

THE SUM OF

Two THOUSAND THREE HUNDRED FORTY ^{xx}/100 DOLLARS \$ 2340.00

ON ACCOUNT OF

RECORDING \$15,600 WORK
RECORDS # 2403-2405 INC.

RECEIVED FROM

MINOREX CONSULTING LTD. ON MARCH 10 19 87

ISSUING OFFICE

Kamloops

ISSUING OFFICER'S SIGNATURE

M. Levesque

FIN 48 REV 85/6

WHITE: CUSTOMER

PINK: MINISTRY FILE

CANARY: RETAIN IN BOOK FOR AUDIT



Province of
British Columbia

RECEIPT

007378 J

THE SUM OF

NIL.

DOLLARS

\$ NIL

ON ACCOUNT OF

REPORTS RE
TWIN 1-3 REC # 2403-2405

RECEIVED FROM

MINOREX CONSULTING ON MARCH 10 19 87

ISSUING OFFICE

Kamloops

ISSUING OFFICER'S SIGNATURE

M. Levesque

FIN 48 REV 85/6

WHITE: CUSTOMER

PINK: MINISTRY FILE

CANARY: RETAIN IN BOOK FOR AUDIT



TYPE OF REPORT/SURVEY(S)	TOTAL COST
GEOLOGICAL, GEOCHEMICAL and GEOPHYSICAL	\$47,178.36

AUTHOR(S) J. D. Blanchflower SIGNATURE(S) *J. D. Blanchflower*
 Z. Doborzynski *Z. Doborzynski*

DATE STATEMENT OF EXPLORATION AND DEVELOPMENT FILED March 10, 1987 YEAR OF WORK 1986-87

PROPERTY NAME(S) TWIN

COMMODITIES PRESENT Pb, Zn, Ag and Cu

B.C. MINERAL INVENTORY NUMBER(S), IF KNOWN 082M 020

MINING DIVISION Kamloops NTS 82 M / 4 W

LATITUDE 51° 08' North LONGITUDE 119° 47' West

NAMES and NUMBERS of all mineral tenures in good standing (when work was done) that form the property [Examples: TAX 1-4, FIRE 2 (12 units); PHOENIX (Lot 1706); Mineral Lease M 123; Mining or Certified Mining Lease ML 12 (claims involved)]:

- TWIN 1 2403 (2)
- TWIN 2 2404 (2)
- TWIN 3 2405 (2)

OWNER(S)

- (1) Lincoln Resources Inc. (2) Apex Energy Corp.

MAILING ADDRESS

Suite 450 - 800 West Pender St. Suite 407 - 750 West Pender St.
 Vancouver, B.C. V6C 2V6 Vancouver, B.C. V6C 2T7

OPERATOR(S) (that is, Company paying for the work)

- (1) Lincoln Resources Inc. (2)

MAILING ADDRESS

Suite 450 - 800 West Pender St.
 Vancouver, B.C. V6C 2V6

SUMMARY GEOLOGY (lithology, age, structure, alteration, mineralization, size, and attitude):

The property is underlain by mafic volcanic flows and pyroclastics, and sedimentary units of the Late Devonian to Early Mississippian-age Eagle Bay Formation. These rocks trend northwesterly and dip -44° to -60° northeastward. Strike-slip faults are common, parallel with and perpendicular to the schistosity and bedding. All rocks have undergone regional lower greenschist facies alteration. The 'Twin Mountain' lead-zinc-silver showings are the only known mineralization (see Minfile text).

REFERENCES TO PREVIOUS WORK

BCMMAR 1936-039, 1953-A101; BCMD ASS REPT 1783, 2093

TYPE OF WORK IN THIS REPORT	EXTENT OF WORK (IN METRIC UNITS)	ON WHICH CLAIMS	COST APPORTIONED
GEOLOGICAL (scale, area)			
Ground	1:5,000, 200 ha.	TWIN 1, 2 and 3	\$ 6,300.00
Photo			
GEOPHYSICAL (line-kilometres)			
Ground			
Magnetic			
Electromagnetic	17.75 line-km., Genie EM	TWIN 1, 2 and 3	13,415.00
Induced Polarization			
Radiometric			
Seismic			
Other			
Airborne			
GEOCHEMICAL (number of samples analysed for)			
Soil	361 soils for 31 elements	TWIN 1, 2 and 3	8,746.85
Silt			
Rock	63 rocks for 31 elements	TWIN 1, 2 and 3	763.36
Other			
DRILLING (total metres; number of holes, size)			
Core			
Non-core			
RELATED TECHNICAL			
Sampling/assaying			
Petrographic			
Mineralogic			
Metallurgic			
PROSPECTING (scale, area)			
PREPARATORY/PHYSICAL			
Legal surveys (scale, area)			
Topographic (scale, area)			
Photogrammetric (scale, area)			
Line/grid (kilometres)	29.15 line-km.	TWIN 1, 2 and 3	6,953.15
Road, local access (kilometres)			
Trench (metres)	300 metres	TWIN 1, 2 and 3	11,000.00
Underground (metres)			
			TOTAL COST
			\$47,178.36

FOR MINISTRY USE ONLY	NAME OF PAC ACCOUNT	DEBIT	CREDIT	REMARKS:
Value work done (from report)				
Value of work approved				
Value claimed (from statement)				
Value credited to PAC account				
Value debited to PAC account				
Accepted Date	Rept. No.			Information Class



**Province of
British Columbia**

**Ministry of
Energy, Mines and
Petroleum Resources**

EXPO



101, 2985 Airport Drive, Kamloops, British Columbia V2B 7W8

Ministry of Energy, Mines & Petroleum Resources
101 - 2985 Airport Drive
Kamloops, B.C.
V2B 7W8

Notice of Completion of Work - Mineral Exploration Property

Section 6(1) of the Mines Act states: "The owner, agent or manager shall give notice to the inspector of intention to commence work on, or to stop work in or about a mine, and, except in an emergency, the notice shall be not less than 7 days."

The following information wherever applicable shall be submitted at the completion of your seasons work.

Name and Location of Property _____ Mineral sought _____

Duration of Work _____ weeks. No. of persons employed _____

Equipment Used (type & size) _____

Summary of Work and Area Disturbed

Camp area _____ Roads length _____ area _____

Trenches No. _____ Total Area _____

Drill sites No. _____ Total area _____ No. of holes _____

Line Cutting length _____ Total footage drilled _____

Geophysical type _____ length _____

Geochemical type _____ length _____ No. samples _____

Date Completed _____

Submitted by:

Name _____

Address _____



RECEIPT AND AGREEMENT

Canadian Imperial
Bank Bank of Commerce

Address 400 Burrard St. Vancouver
V6C 3A6

Re Application for Reclamation Permit pursuant to section 10 of the *Mining Regulation Act*—Mineral Exploration or

Limited Production by Lincoln Resources Inc.

designated as Permit No. MX-11-39

(Insert name
of bank.)

The Canadian Imperial Bank of Commerce

(hereinafter called the "Bank") hereby acknowledges that it has received from the undersigned the following, which for convenience are hereinafter called the "securities", namely:

(Insert particulars
of securities, be
sure amount
is shown
and date of
expiry.)

Term Deposit \$1,000.00 44310513 & all Subsequent Renewals

and it is agreed between the undersigned and the Bank that—

(1) The securities are hereby lodged for safe-keeping on account of the undersigned but, so long as this receipt and agreement is outstanding, all instructions *re* sale, transfer, or disposition of these securities must be received from or approved by the Chief Inspector of Mines of the Province of British Columbia:

(2) If the said Chief Inspector of Mines shall advise the Bank that the deposit is required, the Bank shall forward the securities to the Chief Inspector of Mines for the Province of British Columbia:

(3) The coupons representing interest earnings on these securities while held on account of the Province of British Columbia may, as they fall due, be clipped by the Bank and released to the undersigned for disposition as the undersigned may see fit:

(4) The undersigned shall pay to the Bank from time to time its charges for all its services hereunder and also all expenses which the Bank may properly incur by reason of its obligations and duties hereunder:

(5) The Bank may, upon surrender of this receipt and agreement, return the said securities to the undersigned or deal with them in accordance with the undersigned's instructions:

(6) The original only of this receipt and agreement will be issued by the Bank to the Chief Inspector of Mines. One copy only of this receipt and agreement shall be issued, such copy to be retained by the Bank for its files:

(7) By delivery of the original of this receipt to the Ministry of Energy, Mines and Petroleum Resources of the Province of British Columbia, the undersigned shall be deemed to have thereby assigned, and does hereby assign, to the said Chief Inspector of Mines, all the rights and claims of the undersigned to the securities:

(8) The word "undersigned" shall mean the party or parties hereto other than the Bank.

Dated at Vancouver, B.C., this 28 day of November, 1986

The Canadian Imperial Bank of Commerce

Manager [Signature]

Accountant [Signature]

Company Lincoln Resources Inc.

Signature [Signature]

Address [Signature]

Witness:

[Signature]

INSTRUCTIONS RE ACCEPTANCE OF BONDS AS SECURITY UNDER
SUBSECTION (18), SECTION 10, OF THE MINING REGULATION ACT

The following deposits are acceptable:

- (1) Government of Canada and Provincial direct or guaranteed securities having a maturity of not longer than three years.
- (2) Chartered banks', trust companies', or credit unions' certificates of deposit where supported by an appropriate letter giving direction concerning payment of the funds to the Minister of Energy, Mines and Petroleum Resources (i.e., Term Deposits, Locked Savings Accounts).

The following at present are not acceptable (subject to amendments):

- (1) Letters of irrevocable credit
- (2) Promissory notes
- (3) Broker notes
- (4) Canada Savings Bonds
- (5) First Canadian Investment Certificates

The Receipt and Agreement forms must be in the name of and executed by the applicant for permit.

Separate Receipt and Agreement forms are required for each permit.

Corporate seals must be impressed, if applicable. Signatures of all partners must be affixed where any partnership is involved.

The Receipt and Agreement forms, together with your security, should be taken to your bank and the forms completed there by the bank manager. The original of the completed form should be forwarded by the bank manager to the Ministry of Energy, Mines and Petroleum Resources, where it will be acceptable as a security deposit on the permit in the amount as indicated thereon.

Where the permit-holder fails to perform and complete the program for reclamation and the terms and conditions of the permit in a manner satisfactory to the Chief Inspector of Mines, the Chief Inspector may apply all or any part of the security in and toward payment of the cost of the work required to be performed and completed.

Upon completion, discontinuance, or abandonment of a mining operation, and upon the Chief Inspector being satisfied that the provisions of the permit have been complied with, and that the program for reclamation of the surface of the land has been properly completed, the permit-holder who deposited the security is entitled to the return of the security, less any amount paid out by the Chief Inspector of Mines.

REPLACEMENT PROCEDURE ON SECURITIES

Matured bonds—When bonds covered by a Receipt and Agreement form reach their maturity date, the permit-holder may wish to replace the matured bonds with a current issue of acceptable bonds. In such cases a new and properly executed Receipt and Agreement form should be completed covering the new issue. Upon acceptance of the new Receipt and Agreement form, the Chief Inspector of Mines will return the "replaced" Receipt and Agreement form direct to the bank concerned.

Change of bank by permit-holder—A permit-holder may decide to transfer his account to another bank and request the "new" bank to assume custody of the securities. Before the actual transfer of securities may take place, it is required that the "new" bank provide new Receipt and Agreement forms covering the securities. Upon acceptance of these documents, the Chief Inspector of Mines will return the "replaced" Receipt and Agreement form to the "original" bank and arrangements for transfer of the securities between the two banks may then be undertaken.

NOTE—Securities are maintained independently on each permit. Please ensure that your permit has not lapsed. If this is the case not only are renewed securities required but an application for renewal of your permit must be submitted. Please contact your Inspector of Mines and Resident Engineer or the Chief Inspector's Office for forms.