Schroeter, Tom EM:EX

From: Wojdak, Paul EM:EX

Sent: Thursday, May 30, 2002 8:44 AM

To: Bergen, Wally EM:EX; Bill Price; Bruce Graff; Daryl Hanson; Doug Flynn; Elaine Konschuh;

Gleason, Nancy EM:EX; Jill Pardoe; Van Zalingen, Sylvia EM:EX; Wesley Kennedy; Bob

Lane; Jacques Houle; Mike Cathro; Terry, David EM:EX

Cc: Dave Lefebure; Duane Anderson; Gib McArthur; Guthrie, Shelley EM:EX; MacIntyre, Don

EM:EX; Malott, Mary Lou SRM:EX; Mihalynuk, Mitch EM:EX; Nelson, JoAnne EM:EX; Rick

Conte; Tom Schroeter

Subject: Report to May 29, 2002

Minerals North - CIM Meeting (May 22-24) - Excellent meeting (159 registrants); participate in Kemess trip (about 25). Congrats to all PG office (Beswick, Lane, Wood, Morgan, Pardy, Rivers, hope I didn't miss anyone) for a job well done! PW presentation on exploration. Four requests for copy of NW poster including two MLA's. Meeting highlights include strong political presence (1 MP, 3 MLA's, several mayors)

three Aboriginal presentations in the Mineral Land session, in particular strong support for the Omineca-Stewart connector road by Earl Muldoe (aka Delgamuukw)

Jason Weber (Rimfire) on the high quality/value of Ministry geologic databases to evaluate B.C.'s high mineral potential, and low budget relative to other mineral-rich provinces

Tony Andrew (PDAC) on public image of the mining industry - "its what we do, not what we say" that leads to public trust, and to focus on special publics, not the general public

Mike McPhie (ex-Knight Piesold, now NRCanada) on sustainability as applied to the mining industry

Mayors of Quesnel, Prince George, Chetwynd, Tumbler Ridge, Fort St James and Stewart spoke on the role and positive impact of mining in their respective communities, and volunteered their active support for projects

attendance throughout all sessions by 3 Kaska, whose attendance is funded by the Interim Measures agreement

Kaska FN - Participated in meeting between Ministry and Kaska reps (May 21) regarding activities under the Interim Measures agreement. Event organized by Shelley Guthrie.

Heritage Resources will merge with Glenfred Holdings Inc. thereby consolidating 2202 claim units (47,239 hectares) in the Eskay mine area, extending from the Iskut River to Treaty Creek. Glenfred is a private company owned by Glenn Laing and Fred Christiansen through St Andrew Goldfields Ltd (50%), Zebrex Holdings Inc (37.5%) and Dolly Varden Resources Inc (12.5%). St Andrew will hold 45% of Heritage and appears to be the controlling player. A report to be filed on SEDAR details claims staked, purchased and option agreements. At <u>Treaty Creek and Bonsai, a minimum of</u> \$100,000 is to be spent on each property. Glenn Laing and Fred Billingsley (of Heritage) state that \$2 million will be expended on the merged companies' claims this year, in a variety of early-stage and drilling programs. The work is driven by high-computer-tech geological modeling of the Eskay area by Fractal Graphics (of Red Lake, Goldcorp Challenge fame), contracted by St Andrew Goldfields. Peter Lewis has provided geologic control to rationalize umpteen geologic legends, derived from MDRU studies, circa 250 digitized AR's and other? geodata that have gone into the computer hopper. The results of this work, said to reveal new insight into Iskut geology and mineralization, will be unveiled by Nick Archibald (of Fractal Graphics) in Vancouver on June 10.

Kinaskan (104G 033, 160, 161, 166, 167)- Consolidated Earth Stewards Inc. will acquire the QC claims (ca 538 units) staked recently by Viceroy (see April 5 report). The claims cover satellite intrusions north of the early Jurassic Groat stock, emplaced into Stuhini and Hazelton Group strata. Mineral potential includes both copper-gold porphyry similar to Red Chris and Eskay-style VMS associated with Jurassic felsic volcanics and felsite intrusions.

Tommy Jack (94D 031) - Gold City Industries Ltd. has optioned part of this intrusion-related/ vein gold prospect from Al Raven (Prospector Assistance grant in 2000) located 150 km north of Smithers. Competitor / prospector Lorne Warren assures me the best targets and past Noranda drill holes are on his adjoining claims. Rumoured exploration budget of \$300K. Property is very close to the proposed Omineca-Stewart connector road.

Copper Canyon (104G 017) - Eagle Plains Resources have optioned 36 claim units covering part of this copper-gold porphyry deposit from Whitehorse prospector, Bernie Kreft (see PW report Sept 28, 2001). Silver Standard still holds some claims. Located 10 km east of Galore Creek, which is being considered by First Quantum Minerals.

Prince Rupert - Smithers Geo-field trip (May 30-June 1) - Participate in trip led by Tom Richards and Glenn

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