

\*\*\*\*\* PROJECT SUMMARY SHEET \*\*\*\*\*

GRANT NAME: Corp Falconbridge Copper CONTACT NAME: David Watkins PREVIOUS BUDGET: \$135,000 REFERENCE NUMBER: E12  
 PROPERTY NAME: Chu Chua TITLE: Excl. Mgr. 1986 BUDGET: \$142,500 DATE: 15-Dec-86  
 LOCATION: 20 km. N-NE of Barricade. TELEPHONE NUMBER: 946-8451 FAME GRANT: \$25,000  
 Access by road.

PROJECT COMMODITY: Polymetallic volcanogenic massive sulphides.

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 BRIEF SUMMARY OF PROJECT:  
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Optioned from Vestor Explorations, Pac. Cassiar Ltd. and Quintera Res. Inc.  
 Reserves: 2 m. tons 2% Cu, 0.5% Zn, 0.5 g/T Au, 8.5 g/T Ag. 1985 program defined a zone of extensive alteration below the Chu Chua deposit and a new sulphide horizon. Property overlies the contact between basalts of the Fennell formation and acid volcanics and sediments of the Eagle Bay formation. Mineralized zone consists of a mixed chert and/or cherty tuff containing cupriferous pyrite and magnetite lenses.

FAME PROGRAM: PROPORTION OF FAME FUNDING TO TOTAL PROJECT COST: 17.54%  
 \*\*\*\*\* PROPORTION OF TOTAL "MEIP" FUNDS ON THIS PROJECT: 0.78%

Max. min. geophysical survey.  
 Litho geochem survey.  
 Mapping, prospecting.  
 Diamond drilling.

REPORTED PROGRESS WITH PROGRAM TO DATE:  
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JULY: Work planned for July was postponed until August. Field crews scheduled to work on the project have been delayed as a result of extra drilling that is being carried out on a nearby project. The timing change will not affect planned budget and program.  
 AUG: Approx 33 km of line cut and chained to cover area south of area covered in 1985 (south of Chu Chua deposit). Geolog mapping and sampling will be done in Sept. Reconnaissance mapping in north part of property turned up in a series of cherts and diorites of lower part of stratigraphic package. A chert argillite with zones of strongly disseminated to semi-massive pyrrhotite and pyrite will be drill tested this fall.  
 SEP: Mapping and soil geochem sampling continued throughout month extending coverage on newly cut grid lines S of Chu Chua deposit and in SE corner of claim block. Initial soil results are encouraging with values of up to 2500 ppm Cu, 150 ppb Au and 5.8 ppm Ag. These are being plotted. 1075 m drill program initiated and commenced late in the month.  
 OCT: Soil geochem sampling continued through month on CH 11 block. Results are being compiled. Total of 8 holes were drilled during the month and program was completed. Results were negative.  
 NOV: No field work done in Nov. Compilation and report writing/drafting commenced.

FORECAST VS ACTUAL PROJECT EXPENDITURES:  
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-----MONTHLY-----			-----CUMULATIVE-----			
BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE	
	March 86		\$0	\$0	\$0	
	April 86	\$370	\$370	\$370	\$0	
	May 86		\$0	\$370	\$0	
	June 86	\$481	\$851	\$851	\$0	
	July 86	\$25,500	\$835	\$26,351	\$1,686	
	August 86	\$28,500	\$14,926	\$54,851	\$16,612	
	September 86	\$49,000	\$36,446	\$103,851	\$53,058	
	October 86	\$41,000	\$65,238	(\$24,238)	\$144,851	\$118,296
	November 86	\$5,000	\$21,175	(\$16,175)	\$149,851	\$139,471
	December 86		\$0	\$149,851	\$139,471	\$10,380
	January 87		\$0	\$149,851	\$139,471	\$10,380
	February 87		\$0	\$149,851	\$139,471	\$10,380
TOTAL:			\$149,851	\$139,471	\$10,380	

COMMENTS:  
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*-avail. for option Mar. 1/01  
 TS talked with Cole  
 Burge (Inment)  
 -still owns Chu Chua  
 -main zone drilled off, but  
 still airborne anomalies*