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CK

TTS - [Signature]
- Kamboys

Schroeter, Tom EM:EX

From: Cathro, Mike EM:EX
Sent: Thursday, August 30, 2001 4:45 PM
To: Adams, Rick EM:EX
Cc: Britton, Jim EM:EX; Brown, Derek EM:EX; Lefebure, Dave EM:EX; Ludwig, Allan EM:EX; Madu, Bruce EM:EX; McArthur, Gib EM:EX; Payie, Garry EM:EX; Schroeter, Tom EM:EX; Smith, Don EM:EX
Subject: Cathro Weekly to 8/30/2001

HIGHLIGHTS

Afton (DRC Resources Corp.) - released results for two drill holes which show much higher grades of **palladium** (0.232 oz/ton and 0.120 oz/ton, both over 10 feet) than previously reported. Interestingly, the higher palladium occurs with relatively low copper (0.19% and 0.03%) and low gold values. According to project geologist John Ball, the palladium occurs in "heavily albitized/bleached rock next to a fault breccia" suggestive of a hydrothermal (and not magmatic) style of mineralization. Both intersections are relatively deep (300-400 m below pit rim) and are located southwest of the copper-gold deposit drilled over the last year. Graeme Nixon of the GSB was on site and did core sampling as part of his study of platinum group metals.

In addition, DRC reported that hole 38 intersected the Cu-Au zone at a vertical depth of about 875 m beneath the pit rim, and some 305 m beneath the previous deepest drill intersection. Assays are pending.

Verity & Fir (Commerce Resources) - Drilling of 25 holes is underway on these two carbonatite-hosted tantalum-niobium-phosphate prospects located north of Blue River. Commerce recently completed a small IPO financing and is now trading on the CDNX.

Exploration activity - we are now forecasting about \$4 million in spending and 25,000 m in drilling for 2001, up from last year.

FIELD VISITS

CK (Penteco Resources) - This stratabound zinc-lead deposit north of Clearwater was visited with T. Hoy on 8/23. Several old trenches were examined. The deposit has indicated resource of 500,000 tonnes grading 11.3% Zn, 2.0% Pb and an additional inferred resource of 380,000 tonnes at an undefined grade (Report for BWI Resources, 2000). Last drilled in 2000, it has similarities to other Shuswap type, or Broken Hill type, deposits, in particular Ruddock Creek.

Silver Pipe (Paul Watt) - This new 60 unit claim block is located near Lemieux Lake north of Little Fort. Narrow (1-10 cm wide) calcite-quartz veins occur in andesite breccia of the Fennell Formation. The veins contain disseminated to locally semi-massive sulphides including pyrite, arsenopyrite, sphalerite, chalcopyrite and galena. Anomalous values of Au, Ag, Cu, Pb, Zn, As, Sb, Bi, Cd occur. Vein textures, mineralogy and geochemistry are suggestive of an epithermal system.

OTHER EXPLORATION NEWS

Gypsy (Alhambra Resources) - completed drilling of 2 holes (259 m) on this copper prospect near Mamit Lake, south of Logan Lake. Assays are awaited.

Crazy Fox - Demers (Cassidy Gold) - drilling of one hole (approx 800 ft long) is apparently complete on this VMS Cu-Zn target north of Little Fort. It is rumoured that no significant massive sulphides were encountered. The property is optioned from Lloyd Addie and Bob Bourdon (PAP support in 1999).

Broken Hill and Goldstrike Properties (Cassidy Gold Corp) - Cassidy plans to return these properties to the vendor, Leo Lindinger. Both were staked on the PAP.

UPCOMING

8/31-9/4 - Vacation
8/21 - KEG/MEM short course on the Map Place
8/22 - KEG golf & picnic

Mike

Mike Cathro

Schroeter, Tom EM:EX

TOS → RG
Kamloops

From: Cathro, Mike EM:EX
Sent: Thursday, June 15, 2000 4:54 PM
To: Adams, Rick EM:EX
Cc: Hoy, Trygve EM:EX; Britton, Jim; Brown, Derek; Lefebure, Dave; Ludwig, Allan; Madu, Bruce; McArthur, Gib; Payie, Garry; Schroeter, Tom; Houle, Jacques; Lane, Bob; Wilton, Paul; Wojdak, Paul
Subject: Cathro weekly to 6/15/2000

CK Claims (BWI Resources Ltd.) - Drilling of 20 holes (2400 m) has begun on this stratiform zinc-lead-silver prospect located in high-grade metasedimentary rocks north of Clearwater. Previous drilling by Rio Tinto, Cominco and Verdstone/Molycor defined a resource of 1,490,365 tonnes grading 8.6% Zn, 1.4% Pb and 8.5 g/t Ag. Mineralization has been traced on strike for over 2.1 km and ranges from less than a metre to 7.8 metres in thickness. Ed Kruchkowski of Calgary is the geologist on site.

Afton (DRC Resources) - reported to be on the 4th hole. The DRC stock price has risen to about \$5.75 from \$0.30 last fall. John Kruzick (DRC President) and John Ball (consulting geologist) are probably shopping for BMWs because the property deal says they will receive 1 million shares each for vending the property to DRC. Kruzick's stock in the company is now worth over \$9 million on paper. And who says there's no money to be made in mining?

Miner Mountain (Nustar Resources/Frontier Minerals) - released results of 1 drill hole near Princeton, which intersected 39.7 metres grading 0.25% Cu.

Samatosum Area Field Trip - On June 10 a successful field trip visited the Samatosum mine, the Kamad Silver (Homestake) mine, Twin Mountain and Cam-Gloria areas east of Barriere. 19 people attended including graduate students S. Bailey and S. Acton (UVic, GSC) and N. Hughes (U. Montana), Bob Friesen (former Sam. mine geologist, now with Teck-Pogo), T. Termuende and C. Downie of Eagle Plains Res. (who flew in from Cranbrook for the day) property owners P. Watt and R. Wells and numerous local prospectors and geologists. All in all a beneficial tour! Eagle Plains announced this week that they have acquired by staking about 200 claim units in the Kamad area.

New
Disc

Bendelin Cr. gold prospect (82M/5) - Adam Travis, a Kelowna-based geologist with a PAP grant, has staked two units on a new gold prospect which was noted on the recently-released GSB Open File 2000-23 (Logan and Mann). An outcrop of quartz-pegmatite dike discovered by Logan in the eastern part of the Baldy batholith is reported to contain 6430 ppb gold. This area also contains several stream sediment, moss mat, heavy media and till anomalies for Au, Bi, W etc., and was highlighted by Ray Lett in talks at Round-up and KEG this year. Logan and Lett should think about prospecting for a living!

Steep gold skarn (82M/4) - After long-held claims recently lapsed, Kamloops geologist Leo Lindinger has just staked 12 units to cover this intriguing gold skarn prospect at Adams Lake. A 350 m thick, 12 km long concordant calc-silicate layer contains spotty pyrrhotite, chalcopyrite and sphalerite mineralization. Wide-spaced drilling of 14 holes in 1987-88 hit anomalous gold values such as 3 m grading 5.9 g/t Au and 8.7 m grading 1.85 g/t Au, along with locally anomalous Cu, Pb, Zn, Ag, As, Bi and Sb.

Moly
in
BC

Molybdenum - answered an unusual request from a consultant in Colorado who wanted info on "off-grade" or byproduct moly production and deposits in BC (if he wants a low-grade moly deposit then he's come to the right place!) A client of his has a new process for extracting moly from these sources for chemical uses (e.g. catalysts). I was able to direct him to the web version of the MINFILE reserves/resources inventory (108 pages) which is a great resource.

Prospectors Assistance Program - discussed program and proposal with Tom Lisle, whose application was unsuccessful this year. Camille Berube, star PAP grantee, is on the 45 day disabled list due to unexpected back