

Schroeter, Tom EM:EX

From: Terry, David EM:EX
Sent: Friday, June 06, 2003 9:39 AM
To: Berdusco, Ricci EM:EX; Carter, Michael EM:EX; Cathro, Mike EM:EX; Errington, John EM:EX; Grant, Brian EM:EX; Hermann, Fred EM:EX; Jones, Larry EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX; Marshall, James EM:EX; McArthur, Gib EM:EX; Ryan, Barry EM:EX; Schroeter, Tom EM:EX; Simandl, George EM:EX; Wojdak, Paul EM:EX; Wuschke, Steven EM:EX
Subject: D.A. Terry Report, June 6, 2003

RG Activity:

- Exploration tracking/monitoring
- Responding to phone calls and walk-in inquiries
- Participated in the Cordilleran Ore Deposits field trip on Wednesday May 21st - Sullivan Mine and Aldridge Basin geology
- Visited the **Legend** property held by Nelson geologist Bernie Augsten and partners located north of Kaslo to the west of Kootenay Lake. The property was originally staked as to cover a Ni-Co occurrence associated with a regional talc unit. Recently a massive sulphide horizon (sulphide facies IF??) has been discovered. It is hosted by Lardeau Group metasediments which comprise layered pyrrhotite-pyrite, with lesser arsenopyrite and chalcopyrite, hosted within a carbonaceous argillite unit. The unit is exposed in several locations along a strike length of ~100m and is open in several directions. At the southern end beds of banded cherty "exhalite" are associated with garnetite (likely Mn-rich). Chip samples of the mineralization averaged ~700 ppb Au over 4 metres with values up to 1.2 g/t Au over 1m. Assays were also anomalous in Cu and As. They are currently looking for a partner to advance the property.
- Visited Kootenay Gold's newly staked **Conrau** property in the Rover Creek-Connors Creek area west of Nelson which covers a number of MinFile occurrences associated with the contact zone around Nelson Intrusives into Ymir? Group sediments. Mineralization includes pyrrhotite-chalcopyrite sulphide veins (reportedly with high Au) hosted by hornfelsed sediments and intrusive and pyrrhotite-sphalerite-galena-chalcopyrite skarn in carbonate units. Magnetite breccias associated with chalcopyrite observed at several vein showings.
- Visited a number of areas along the Blueberry-Paulson summit to look at intrusive-related gold targets with Kootenay Gold Corporation personnel
- Visited Vine property to view drill core from ongoing drilling on **Lookout Gold Zone** by Chapleau Resources and to discuss program progress.
- Update Gold in Southeast BC write-up for Cambridge House Gold Conference
- Working on Rags to Riches proposals
- Dealing with number of inquires from people/companies looking for available gold properties

Exploration Update:

- Chapleau has completed drilling hole 10 on the **Lookout Zone** on their Bar Property and has moved on to hole 11 located several hundred metres to the east. Hole 10 intersected ~18m of primary mineralization comprising stringer pyrite-sphalerite-galena-chalcopyrite hosted by altered syenite below a flat structure which ramps strongly altered Creston Formation sediments over the syenite - now identified as stock rather than a much narrower dyke. The upper 45m of hole 11 is oxidized but appears to have been strongly mineralized - abundant fracture-controlled FeO and carbonate. Chapleau will also begin trenching on the Zinger property in Perry Creek and on the Jackleg property east of Wasa in the near future.
- Tuxedo Resources have commenced fieldwork on their **Franklin Project** 60km north of Grand Forks comprising detailed mapping, rock sampling, soil sampling. Follow-up excavator trenching and drilling is planned for later in the season. Widespread epithermal-style gold mineralization has been identified on the 3500 ha property which hosted the historical Union Mine (122,000 tonnes @ 14 g/t Au & 353 g/t Ag). Multi-ounce gold values have been attained from historic pits and trenches on the property.
- Sultan Minerals and Kinross Gold are planning a trenching program to test the "High Grade Magentic Corridor" on their Kena Gold project which extends for over 2km in length. Three spaced holes drilled across the "corridor" have returned high grade gold values over several metres.
- Goldrea has commence a detailed prospecting survey on its **Crowsnest Property** in the Flathead basin in an attempt to locate or constrain the source locale for the widely distributed high grade float boulders which assay up to 650 g/t Au and comprise quartz-magnetite-syenite breccia. Later in the season the company is planning geophysical surveys and drilling on both the Crowsnest and Howell properties.
- Klondike Gold is planning to commence drilling on their **Thea 17** property southwest of Cranbrook next week. Trenching on the prospect returned up to 14.5 g/t Au over 4m in a silicified shear zone in Middle Aldridge clastics which is open in all directions.