

**Hot Project:** Klondike Gold Corporation is planning to commence drilling of a single 150m hole to test a Sullivan-type target called the Cold Vent in the Purcell Anticlinorium during the week of June 10<sup>th</sup> on its Hot claims, located east of Yak. Subsequently a 3-4 hole program on Klondike Gold's Crawford Bay property on the east side of Kootenay Lake will be carried out. Further drilling is currently being planned for other Klondike Gold properties in the area.

**Black Crystal:** Crystal Graphite Corporation has completed two 450m deep drill holes at its Black Crystal Graphite project in an area several hundred metres removed from previous drilling. The company reports that crystalline graphite with similar characteristics and graphite grades to previous shallow drilling was intersected at depth but no analyses have been reported yet. The company is currently permitting a work program involving 30 short diamond drill holes, 100 trenches, 2.8km of road building, and extensive geological mapping. This work is anticipated to commence in early to mid July. Crystal Graphite Corporation has also recently acquired an option to the mine, extract and process any and all graphite material on the Blu Starr Gemstone property owned by Anglo Swiss Resources Inc. and Hampton Court Resources Inc.

**Iron Range:** Eagle Plains Resources is currently completing a program of prospecting, geological mapping, and soil sampling on its Iron Range property west of Creston where they are pursuing Sullivan and Olympic Dam type targets. The survey covers a 16km strike extent of the Iron Range fault along which 14 hematite-magnetite showings occur. In one location a hematite-magnetite breccia zone extends over a strike length of 3km and widths of 60-150m. Approximately 1200 soil samples are being collected along 500m spaced lines crossing the structure. Preliminary results indicate a significant Zn anomaly (CONFIDENTIAL).

**Marysville Magnesite:** Stralak Resources is planning an exploration program for this summer on their property covering the Marysville Magnesite deposit, close to Marysville, which will involve detailed geologic mapping, diamond drilling, and collection of a bulk sample. Cominco outlined a resource estimate for the deposit of 14Mt grading 88% MgCO in 1961. No NoW has yet been submitted.

**Remac:** Redhawk Resources Inc. is currently going through the planning and budgeting process with JV partners ZincOx Resources plc (who will be funding 100% of the exploration this year) for their Remac zinc oxide project. If all goes well they are planning on a significant drilling program later in the summer aimed at outlining a resource. Metallurgical testing is currently underway on samples from Remac at ZincOx's laboratory in England.

**Ice Project:** Skeena Resources Ltd is currently planning a minimum 4-hole 600m drill program on its Ice diamond project near Elkford. The drilling expected to commence in mid-July.

David A. Terry, Ph.D., P.Geo.  
Regional Geologist, Kootenay Region  
#201-100 Cranbrook Street North  
Cranbrook, BC V1C 3P9  
Tel: (250) 426-1658 Fax: (250) 426-1652  
David.Terry@gems2.gov.bc.ca

June 15/01