

TABLE MTN.
- visited Mar. 27/96

Wendak, MR Mar. '76
Tour by mine geol. Mike Glover - Lily vein.

882336

DOC

Michelle ore shoot has been extracted. Lily mineable reserves are 8500 tons of 0.6 oz/ton Au (cut to 2 oz/t) although head grades are running at 1.0 oz/ton. Ore reserves are sufficient for just 3-4 months of operation and exploration drilling is underway on the Lily vein and for new veins. The operation (mining and milling) was shut down from Dec 20 until late February due to severe cold weather. Other problems resulted in a management shake-up a few days prior to my visit, an interim manager has replaced Martin Sadd. Development of 10-level access would alleviate some of the operating problems but is on hold, presumably due to tight cash flow.

Premier

*Premier Gold mine visited on March 28/29. Manager Denis Gregoire calls 1995 a turn-around year and is optimistic that mining will continue. Compilation by geologist Dale Ginn has identified a possible resource of 1,121,600 tons grading 0.23 oz/ton Au. Development options are being considered which would maintain ore production at 700 tons per day. This would involve an Alimak raise from 6 to 4 level, or an underground ramp/conveyor system from 6-level to a new portal near the mill. Brian Miller is deriving a mine plan and definition drilling is expected soon. Addition of a zinc circuit to the mill is being considered (cost \$5-8 million) to recover the 1-2% Zn content.

EXPLORATION AND MINESITE ACTIVITY

*Wheaton River has announced \$1.6 million exploration drilling budget for the Ursa - Kodiak area at Golden Bear.

*Claim staking activity: Cominco in the Gataga area following Roundup release, lots in the Stewart area including re-acquisition of Doc (104B 014) by John Robbins and an Eskay target north of Hoodoo Mountain acquired by Huckleberry Mines.

*Mac drill intersections of 0.13 - 0.20% MoS₂ (plus 0.2% Cu) over intervals up to 200 m compares favourably with Endako's reserve grade of 0.128% MoS₂. The zone is described as 300 m by 100 m by 100 m deep, which represents 9 million tonnes.

*Polaris Taku gold resource estimate is increased to 2 605 000 tonnes at 14.4 g/t based on last season's deep C-vein intersections. The estimate is classed as Probable plus Possible (within 25 and 75 feet respectively of a drill hole) and is based on a 6.8 g/t cut-off.

OFFICE ACTIVITIES

*Discussed geology and mineral potential of the Upper Kispiox at an LRUP meeting on March 11.

*Corrections to Exploration Summary and re-submitted to SRO.

*Babs property description reviewed by Daryl Hanson and submitted to SRO.

*Assisted with office visit by Chandler Park Grade 3 class on March 15.

*Contribute to "Mining in the Northwest" display for Smithers Trade Show to include two components; "Mines and Future Mines" and "Control of Acid Rock Drainage at Huckleberry".

Doc

Hoodoo
Mtn.