

the JD (Gut) prospect in the Toadoggone (i.e. good gold-silver blues associated with base metals, especially chalcopyrite).

Another new discovery this season was the Spring prospect which resembles a fossil hot spring (coarse bladed calcite, unded silica, and manganese).

The potential of New Moon now lies in both high grade vein systems as well as a broader lower grade (bulk mineable) Au-Ag stockwork-type deposit. This property could turn out to be a significant 'new' discovery for B.C.

[FAME]

ECSTALL - Falconbridge Ltd. [MI 103H001]

On August 9th I visited the Ecstall volcanogenic massive sulphide prospect located 65 km SE of Prince Rupert. Bill Millan and Don MacIntyre accompanied me. Geologists on the property included Peter Manojlovic, Jean-Denis Fournier, and Guido Presch. We met Richard Moore, project manager, very briefly in Terrace.

We visited the historic (late 1890's) Red Gulch showing which represents one of the best outcrop exposures I have ever seen of a massive sulphide deposit. It crops out on the east bank of the rugged, tree-covered Red Gulch Creek and consists of massive pyrite +/- chalcopyrite and sphalerite hosted in quartz-sericite schist beds. These beds are interpreted to indicate a volcanogenic environment of deposition proximal to a felsic volcanic centre. Reserves at Red Gulch are estimated at 6.9 billion tonnes grading 0.6% Cu, 2.5% Zn, 42.3% Fe and 48.4% S (Dolmage et al, 1961). In addition nearly all of the reserves are estimated to contain an average of 0.5 g Au/tonne and 20 g g/tonne.

A zone of strong massive sulphide - type hydrothermal alteration including chloritization, sericitization, and silicification was discovered by Falconbridge in 1986 approx. 0.5 km southwest of the Ecstall (Red Gulch) deposit. Strong alteration with disseminated and stringer sulphide mineralization occurs in mafic and felsic metavolcanic-volcaniclastic rocks over an area of 2.7 km known as the Thirteen Mile Creek - West Grid alteration Zone. A 30 cm wide chert bed in this area contains pods of massive sulphides with up to 8.06% Cu, 0.53% Zn, 350 g g/tonne and 2400 ppb Au. This zone was the prime exploration target for 1987.

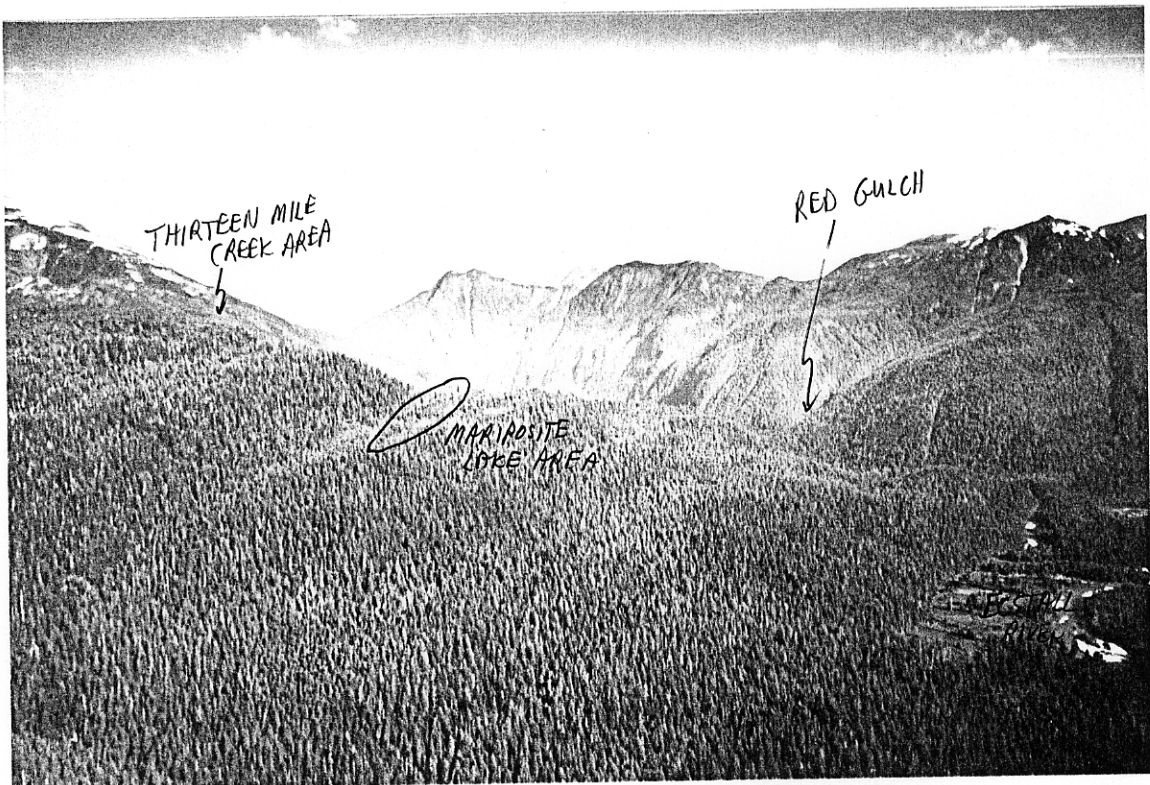
We also examined the Mariposite Lake zone.

The Packsack (to the south) and Scotia (to the north) prospects occur in a similar setting. I suspect there may be any more such deposits found in the 'Central Gneiss Complex' in this belt and along strike.

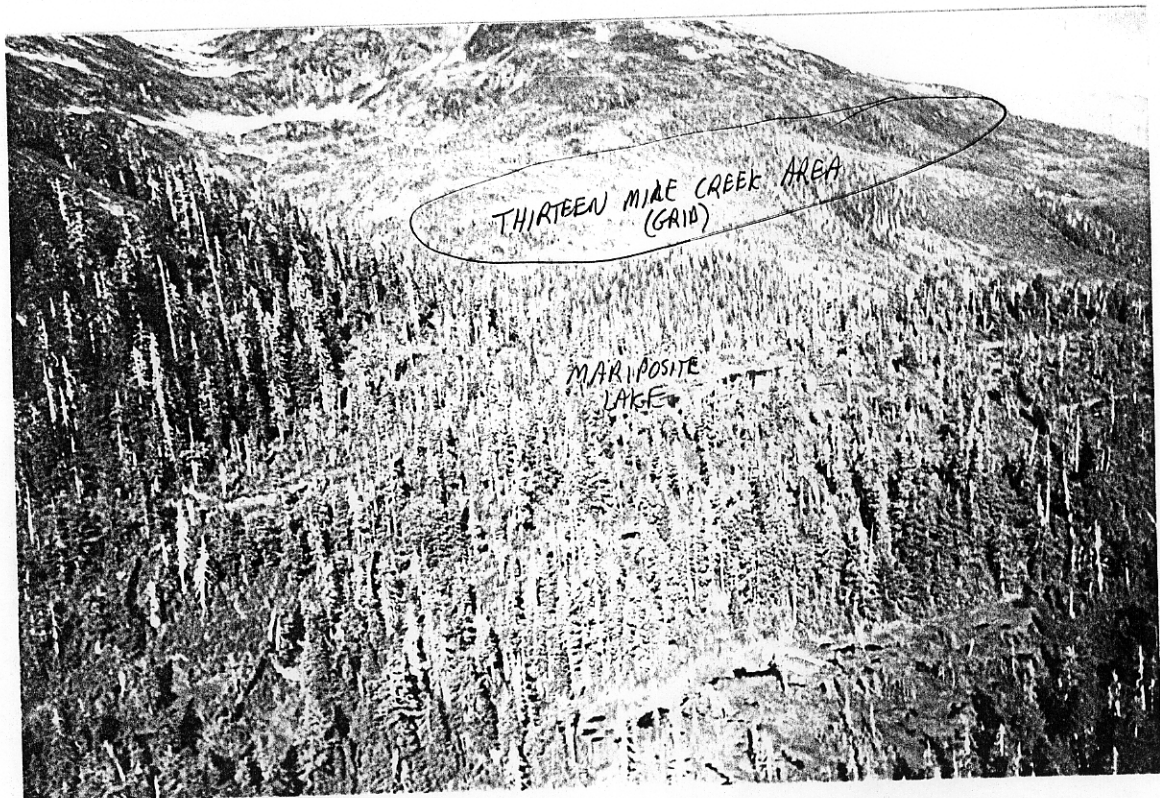
This is a very difficult area to work in (trees, steep, rizzly bears, rain, etc); nevertheless Falconbridge appear to be approaching it in a very systematic fashion, both logistically and scientifically. The geological environment is exciting and I wish Falconbridge and any others who enter the 'scene' all the best. [FAME]



89. Looking N over Mariposite Lk. & Thirteen Mile Ck. areas, ECSTALL.



90. Lookin N over Mariposite Lake area, ECSTALL.

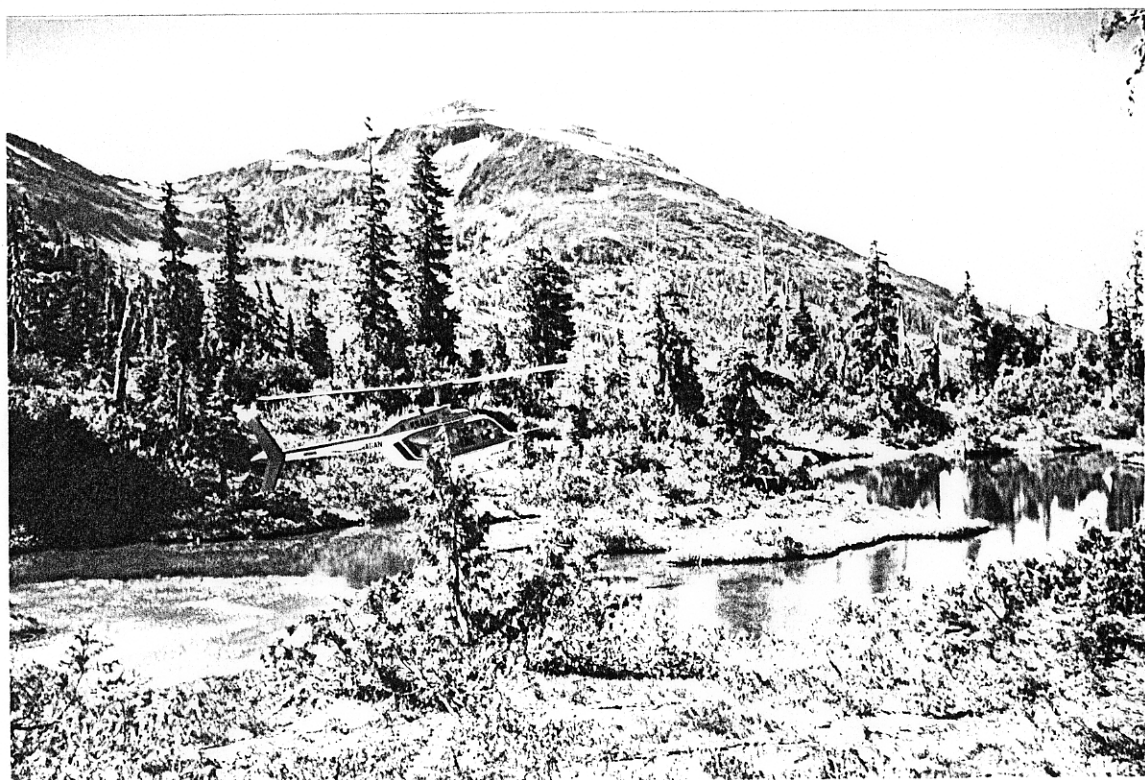


91. Lookin N over Mariposite Lake area towards Thirteen Mile Ck. area, ECSTALL.





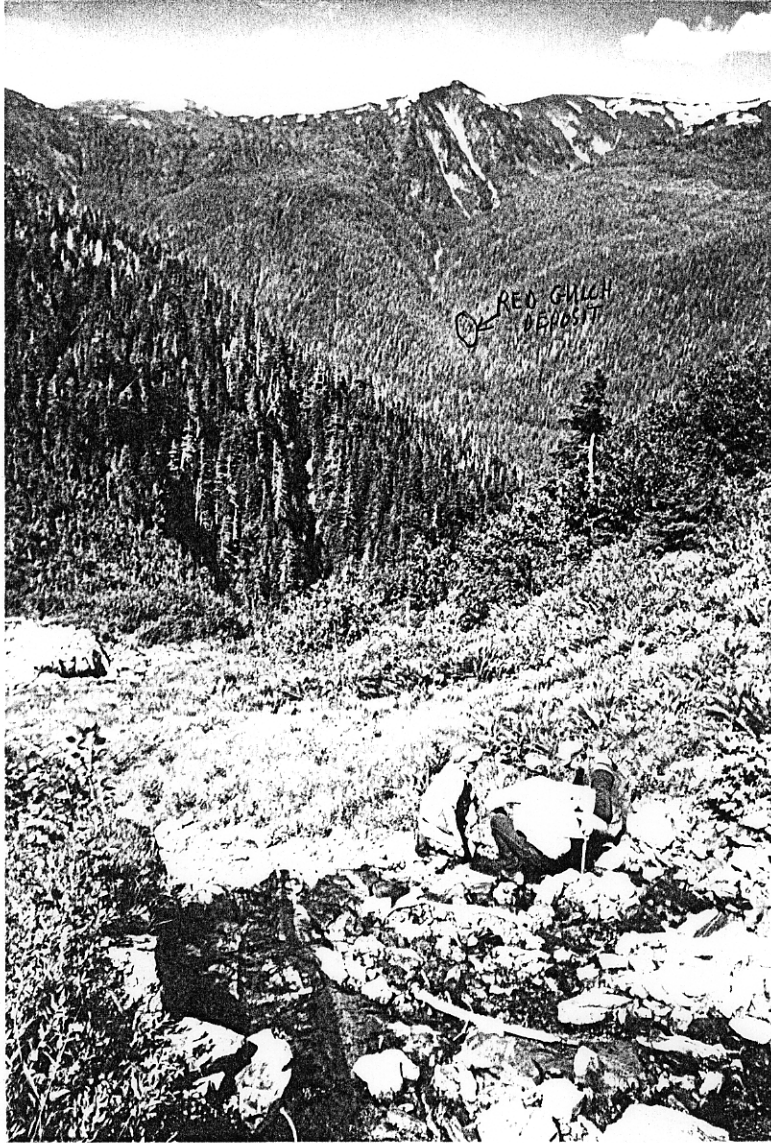
92. Looking NW over Thirteen Mile Creek area, ECSTALL.



93. Looking NW over Mariposite Lake towards Thirteen Mile Creek area, ECSTALL.



94. Mariposite-sericite schist, Mariposite Lake Zone, ECSTALL.



95. Looking NE from Thirteen Mile Creek area towards Red Gulch Zone, ECSTALL.