

PRICE'S PIT  
(part of Sawmill Cr.)  
886516

RG  
Cranbrook

**Schroeter, Tom EM:EX**

**From:** Terry, David EM:EX  
**Sent:** Friday, August 15, 2003 3:50 PM  
**To:** Anderson, Duane EM:EX; 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; Lewis, Jim E EM:EX; Marshall, James EM:EX; McArthur, Gib EM:EX; McKillop, Greg 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 - August 15, 2003

**RG Activity:**

- Vacation: July 9-23rd
- Ministers Visit: July 24th - Meeting with EKCM and Exploration Community in Cranbrook
- July 28-31: Visiting exploration properties in West Kootenay's with Tom Schroeter
  - **Tam O'Shanter** (Kettle River Resources) **Bud** (John Kemp) in Greenwood Camp
  - **Franklin Camp** (Tuxedo Resources) property north of Grand Forks
  - **Kena Gold** (Sultan Minerals) in the Nelson area
  - **Gold Canyon** (Columbia Yukon) discovery in the Tillicum Camp
- Visited **Thea 17** property where Klondike Gold recently completed a 13 hole - 378 metre drill program
- Staffing office and dealing with a lot of permitting issues/enquires during Steve Wuschke's absence for most of August - also many calls regarding forest fire status in the area and work restrictions

missed: Willa Nelson Chamber

**Exploration Activity:**

**Cranbrook Gold Project:** Chapleau Resources have paused in their drilling program on the Zinger project in the Perry Creek/Hellroaring Creek area west of Cranbrook but are continuing on with surface exploration and are planning further drilling in the Gold Run Creek area in the southern part of the property once permitting is complete. They are planning on starting drilling on the Jackleg property east of Wasa in August.

**Franklin Camp:** Tuxedo Resources have completed a trenching and surface sampling program on their large **Franklin Camp** property north of Grand Forks which they are exploring for epithermal Au deposits. They are currently waiting assay results and are planning on follow-up drilling for later in the summer.

**Gold Canyon:** Columbia Yukon Exploration have optioned the Gold Canyon prospect (newly discovered in 2002) located in the Tillicum Mountain area east of Burton. On the property two areas of massive sulphide mineralization in pods/lenses occur in metasediments sandwiched between two granitic sills or dykes. Values up to **9.8 g/t Au, 562 g/t Ag, 3.6% Pb, and 4.6% Zn are reported from 2m chip samples**. The company is planning a program of further trenching and sampling this year.

**Kena:** Sultan Minerals have completed excavation of 20 trenches in the area around 4 ddh's from 2002 which intersected high-grade gold along a magnetically defined structure which they call the High Grade Magnetic Corridor on their **Kena** project south of Nelson. The trenches have been sampled and the company is awaiting assay results. Dr. Trygve Hoy was contracted to carry out a structural/mapping study of the corridor. Follow-up diamond drilling is planned for September.

**Payday:** Klondike Gold is currently down approximately 1000' of a planned 3000' hole to test the LMC approximately 1.5 Km NE of ddh SMC95-1 which returned highly anomalous base metals in a thickened Sullivan Horizon package at LMC. A hole drilled to the southwest of SMC95-1 last year by Klondike Gold intersected somewhat less anomalous mineralization at LMC suggesting a vector in the opposite direction. The drilling has been suspended due to out of control wildfires burning in the area. The drill is currently being set up to extend the **Fran** hole located NE of Moyie Lake to LMC (est. 500-600 feet).

**Prices Pit:** Klondike Gold has completed 273m in 5 holes drilled along a 130m strike length of gold-bearing quartz vein in the Sawmill Creek/Perry Creek area. Generally low values were returned with the exception of one 0.49m interval which assayed 16.5 g/t Au. Further work in the Sawmill Creek area by Klondike gold will focus on the areas Iron Oxide Cu-Au potential.

**Thea 17:** A total of 378 metres in 13 short drillholes were completed by Klondike Gold to test a silicified shear/breccia zone in sericite and limonite-altered Middle Aldridge siltstone over a strike length of ~200 metres on the **Thea 17** property,

**Schroeter, Tom EM:EX**

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**From:** Terry, David EM:EX  
**Sent:** Friday, July 04, 2003 3:45 PM  
**To:** Anderson, Duane EM:EX; 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; Lewis, Jim E EM:EX; Marshall, James EM:EX; McArthur, Gib EM:EX; McKillop, Greg 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, July 4, 2003

**RG Activity:**

- Exploration tracking and monitoring
- Visit to **Zinger** Property (June 27th) where hole 3 of drill program was underway in the Heart Lake area.
- Participated in Kimberlite Conference field trip to the Cross Kimberlite pipe north of Elkford and arranged for viewing of core from the drilling of the RAM 5 and 6 kimberlites (2001) at the Vine property south of Cranbrook (July 3)
- Preparations for Ministers visit to Cranbrook on July 24th.
- Vacation July 9-24th

**Mineral Exploration Activity:**

- Jasper Mining Corporation is underway with its drilling program on the Vowell Creek project west of Golden which surrounds the past-producing Ruth Vermont mine. To date four holes of the 2500m program have been completed. A property visit is planned for later in July.
- Klondike Gold have completed their 5 hole drill program on the Price's Pit property and are now drill testing the Thea 17 property southwest of Cranbrook - currently on hole 3.
- As stated above Chapleau Resources are currently drilling on their Zinger property in the upper reaches of the Perry Creek watershed. At the present time 4 holes have tested two zones comprising sheared and silicified/sericitized/pyritized Creston Fm. quartzite/argillite locally assaying multi-gram gold on surface. The current hole will test a newly identified 100m wide shear structure to the east which hosts numerous historical workings and surface gold values. Chapleau Resources are also active elsewhere on their large Cranbrook Gold Project property carrying out surface exploration.
- Goldrea Resources completed prospecting survey's on the Crowsnest and Howell properties in the Flathead. They are currently planning on follow-up drill programs in August.

*David Terry*

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