VOS-) Red

886999

Schroeter, Tom EM:EX

From:

Schroeter, Tom EM:EX

Sent:

Thursday, November 25, 1999 5:04 PM

To:

'Rob McLeod'

Subject:

RE: Shawn Morris

Hi, Rob. Yes, I heard of this person, unfortunately most of it is REAL bad. I guess the question is "Can this guy deliver?" In the likely event that he doesn't, I can assure you that the #2 bidder is lurking in the wings and would be a good candidate for you to talk to. Unfortunately, I cann't say who it is;however, I'm hoping something will happen sooner than later. I will keep my ears open and let you know. You can also prompt me. Good luck - see you later. Tom.

From:

Rob McLeod[SMTP:mtrainey@direct.ca]

Sent:

Thursday, November 25, 1999 4:24 PM

To:

Tom.Schroeter@gems.gov.bc.ca

Subject:

Shawn Morris

Hi Tom:

How's it going? I hear that Red Mountain near Stewart has apparently (and tentatively) been sold to a company fronted by a fellow named Shawn Morris or Morrissette. He is also involved in some lawsuit against the Provincial Government over some mineral claims in the Stein Valley Wildemess. He also apparently has a Jade mine in the Bridge River area. Have you heard of him or do you know where I could contact him?

I'm am still working with Hans Smit and Grayd Resources, but it is unclear how long my employment will last, and I have to start looking for some more work. I would really appreciate any information you would have.

Cheers

Rob

Rob McLeod Mt. Rainey Enterprises #309 -228 E18th Ave. Vancouver, B.C. V5V 1E6

ph/fax (604) 876-6791 email: mtrainey@direct.ca

768-) Raj Maj.

Schroeter, Tom EM:EX

From:

Bergen, Wally EM:EX

Sent:

Friday, January 07, 2000 11:26 AM

To:

Adams, Rick; Anderson, Duane; Beswick, Ed; Booth, Richard; Braidwood, Brian; Carter, Tom; Cheetham, Pat; Clancy, John; Curtis, Ross; EM MB Smithers DL; Errington, John; Finvers, Maija; German, Gerald; Hall, Ted; Harris, Grace; Hermann, Fred; Hesketh, Joan; Hoffman, Al; Jorgensen, Sharon; Lieutard, Denis; McKillop, Greg; McLaren, Graeme; Phelan, Bill; Readshaw,

Kerry: Schroeter, Tom; Starkes, Terri; Stewart, Gregg; Stewart, Linda; Whale, Andrew

Subject:

NW Region Weekly report to January 7, 2000

MINING

Wheaton River Minerals Ltd. announced that its 89% owned subsidiary, North American Metals Corp., has reached agreement with Pricewaterhouse Coors Inc., the interim receiver of Royal Oak Mines Inc., to purchase the Red Mountain gold project. The purchase price is \$413,360. Red Mountain is an advanced gold project located 18 kilometres east of Stewart. The company has indicated that they are investigating milling options in the Stewart area and are also considering moving their mill from Golden Bear, once that project is completed. The project would operate May to October with a projected 5 year span. The project would require EA certification.

Cassiar is moving towards production and is in the process of meeting permitting requirements. The company has been advised of items which need to be addressed and have indicated that they will be resolved.

aredi

North Pacific Stone (Laredo) are revising their site plans to accommodate concerns identified by Federal agencies. NPS met with DFO and Environment Canada prior to Xmas and apparently identified solutions to many of the outstanding concerns. The company is revising their proposal to reflect these discussions and plan to submit shortly for permitting.

Endako has been on reduced production for the last 5 days due to a breakdown of their crusher. They anticipate completing repairs this evening and being back into full production.

Keg

International Skyline has indicated some difficulties in their restructuring process. The company maintains that they will proceed with reclamation at Johnny Mountain this summer. This will be monitored to ensure that activity starts.

FIRST NATION

Further Gitxsan discussions were held on December 16 and 17 seeking to arrive at a consultation agreement. The Gitxsan have requested information regarding a broad range of topics in relation to the ministry and responses are being coordinated with John Clancy. The Gitxsan are interested in being briefed regarding the ministry consultation guidelines and this is being scheduled.

LAND USE PLANNING

The Cassiar Iskut/Stikine LRMP is progressing towards consensus from the table. The last round of meetings identified recommendations for substantial areas, although there are several areas with high mineral potential that have not been resolved. Also, there are concerns regarding the % area of land that is being identified for protection. An approximation indicates that up to 28% of the LRMP area (depending on currently unresolved areas) is proposed for protection.

EXPLORATION

Silvertip has commenced underground drilling on January 5 as a part of their deposit definition program.

OTHER

RockTalk in Smithers is scheduled for February 28 to March 1 in Smithers. Speakers are being identified and a field trip to Huckleberry is planned. For more info contact Paul Wojdak.

VS-Red Mm.

Schroeter, Tom EM:EX

From:

Conte, Rick EM:EX

Sent:

Wednesday, February 09, 2000 11:40 AM

To:

Schroeter, Tom EM:EX; Lieutard, Denis EM:EX; Wojdak, Paul EM:EX

Subject:

Red Mtn property

We have recorded the order of the Ontario Court of Justice, that vested the Red Mountain Property to North American Metals Corporation. This order included camps, mining equipment as well as subsurface titles.

We now also have recorded the Bill of Sale for the mineral titles from Royal Oak Mines Inc to North American Metals Corp.

Rick Conte Assistant Director (604) 660-2814

Page 1

From:

Bergen, Wally EM:EX

Sent:

Sunday, June 11, 2000 5:30 PM

To:

Al Hoffman; Andrew Whale; Bill Phelan; Brian Braidwood; Denis Lieutard; Duane Anderson; Ed Beswick; EM MB Smithers DL; Fred Hermann; Gerald German; Grace Harris; Graeme McLaren; Greg McKillop; Gregg Stewart; Joan Hesketh; John Clancy; John Errington; Kerry Readshaw; Linda Stewart; Maija Finvers; Marlene Cochrane; Pat Cheetham; Richard Booth; Rick Adams; Rick Conte; Ross Curtis; Sharon Jorgensen; Shelley Guthrie; Ted Hall; Terri Starkes; Tom

Carter; Tom Schroeter; Wesley Kennedy

Subject:

NW Region Weekly Report to June 11, 2000

MINING

Recommendation for issuance of a EA project certificate for Eskay Creek and Tom MacKay Lake tailings and waste rock disposal moving to consensus from review agencies. On May 31 EAO representatives, proponent and representatives of MELP and MEM met with Alaskan representatives in Ketchikan to present project. Meeting resolved many of Alaska's concerns. At last EA Project Committee meeting held on June 1 in Smithers general agreement that most questions resolved and that there should be sufficient assurance to recommend certification by next meeting, to be held on June 16 in Vancouver. MEM regional office late in submitting text for EA certification document. Evening and weekend work happening to get submitted.

MELP has ongoing concerns regarding placer activity in the Atlin area. During last years freshet pluming of water high in suspended solids was detectable into Atlin Lake from deregulated creeks with placer activity. Some residents were concerned that this may impact on drinking water drawn from Atlin Lake. No water sampling performed to see if any impact. Some residents have complained to MELP that drinking water is being impacted. At meeting with MELP staff in Smithers Regional Manager indicated intent to work to phase out deregulated creeks and have all creeks in Atlin area revert to normal Water Management regulatory regime. Briefing Note being prepared summarizing MELP position.

Representatives of Wheaton River/Red Mountain were in Regional office on June 7 reviewing information regarding the Premier mine site. Red Mountain is considering hauling ore from Red Mountain to Premier and processing it there. Red Mountain reviewing files and information regarding Premier site prior to proceeding further.

Huckleberry- After a recent tour of the mine Paul Wojdak reports that the mill has been running at a slightly lower rate over the past few months than last year, 18 000 tpd compared to 20 500 tpd. Work on the 10% mill expansion is in progress. Mining has progressed several benches into the Main zone pit with a pleasant surprise at the north end. Upper 2 benches that were expected to produce 40,000 tonnes yielded 400,000 tonnes of better-than-average-grade ore. This area was not re-drilled in the 1990's, reserves were determined from 1970-era holes that did not show ore-grade copper for unknown reasons (poor recovery?, lab problem?). The bonus ore is in the north wall of the pit, so if the ore continues to depth there will be a modification to the present pit design. Exploration drilling will commence soon (6-10 holes, 60 m deep), after the current 8-hole program on three targets peripheral to the East zone pit. This work is 2/3rd complete without significant success. Basal till for dam construction is being excavated from a pit immediately west of the granodiorite stock, which is also west of the Main zone. The basal till contains abundant angular cobbles of mineralized granodiorite, strong evidence of westerly directed ice flow. Huckleberry is performing a systematic count of cobble types as there is important implications for exploration in the area. An overburden rotary drilling program will begin soon. Vic Levson (GSB) will be studying this, and samples from Huckleberry's previous overburden drilling.

Fireside-Barite production in 2000 is uncertain. Company is doing a market study before making a decision. Some product remains unsold from last year's mining.

Endako-Paul Wojdak reports that Endako re-commenced recovery of stockpile ore (on May 15, after 3 month hiatus) and ceased mining South Wall, where pit stability is a concern. South wall is still ravelling from wedge

V68-)RG -S.n. therr

Schroeter, Tom EM:EX

From:

Wojdak, Paul EM:EX

Sent:

Friday, June 23, 2000 8:54 AM

To:

Bergen, Wally EM:EX; Cathro, Mike; Houle, Jacques; Lane, Bob; Wilton, Paul

Cc:

Anderson, Duane; Brown, Derek; Conte, Rick; Lefebure, Dave; McArthur, Gib; McLaren, Graeme; Schroeter, Tom; Burchett, Esther; Flynn, Doug; Good, Bryan; Graff, Bruce; Hanson,

Daryl; Kennedy, Wesley; Konschuh, Elaine; Malott, Mary Lou; Pardoe, Jill; Price, Bill

Subject:

Weekly report, June 23, 2000

Kitsault- inactive mine site, visited with Robert Pinsent (North Coast CRII project). Moly ore zone is cylindrical shell surrounding a Tertiary granitic stock. Stockwork veining is developed in the intrusion and adjacent homfels Bowser sedimentary rocks. The mine operated from 1968-1972 at 5500 tpd (Kennecott) and again from 1981-82 (1.5 yrs) at 10,900 tpd (Amax). Production statistics suggest that the ore reserve base could not stand the higher production rate. Pre-production data: Ore- 95 million tonnes at 0.192% MoS2

Waste- 177 million tonnes
Total pit tonnes = 272 million

Strip ratio- 1.86

Achieved:

0.183% MoS2

Strip ratio- 2.37

Assuming the same total pit tonnes gives:

Ore- 80.7 million tonnes (4.56 million tonnes were mined)

Waste- 191.3 million

tonnes

This indicates that in order to hold the grade, the ore was diminished and waste was increased.

Red Mountain- Reviewed project with Wheaton River Minerals staff, Andrew Hamilton and Teresa Anderson in Stewart. Core from four well drilled sections in the Marc, AV and JW zones is being studied (selected from 126,000 metres of core). Early results tend to confirm previous work by Lac Minerals: gold is associated with coarse pyrite veins which cross-cut an earlier network of hairline chlorite-pyrite veinlets in pervasively sericite-pyrite altered Hillside porphyry. The mineralizing intrusion is hypothesized to be the younger Goldslide porphyry located nearby which is distinguished from the Hillside phase by being coarser grained with blocky homblende (vs smaller, needle shape crystals) and containing local biotite and quartz phenocrysts. Work will continue until late August or early Sept.

Prospector Assistance- Met Fayz Yacoub in Stewart but unable to get into field with him, due to unflyable weather. Reschedule to next week.

Petrographic microscope- arranged for return from service in Surrey (thanks to Vic Levson). Samples from Fireside barite and Wadsworth gold prospect sent for thin section.

Paul Wojdak Regional Geologist

B.C. Mines Branch, Smithers

Ph: 250-847-7391 Fx 250-847-7603

From:

Schroeter, Tom EM:EX

Sent:

Tuesday, June 27, 2000 9:40 AM

To: Subject: Payie, Garry EM:EX **RE: Red Mountain**

Garry, the "Mineral Market Update" publication that Paul referred to was something MEM used to publish. I remember writing the artticle on Red Mountain - I belive it garnered the fron page. I could look this up for you later if you like and fax you a copy. The Red Mountain and Willoughby properties are PAA (Kowall) finds (in part). There is NO connection with wheaton River Minerals. Tom.

From:

Pavie, Garry EM:EX

Sent:

Friday, June 23, 2000 9:52 AM

To:

Schroeter, Tom EM:EX

Subject:

FW: Red Mountain

Tom,

Can you direct me to source of the article mentioned by Paul?

Garry

From:

Wojdak, Paul EM:EX

Sent:

Friday, June 23, 2000 9:50 AM

To:

Payie, Garry EM:EX

Subject:

RE: Red Mountain

Yes there is a connection. Bond's work in the area around Willoughby led to discovery of the Marc zone at Red Mountain a year or two later. Tom Schroeter did a write-up on the history in the discontinued Ministry publication Mineral Market Update, or whatever it was called.

Paul Wojdak Regional Geologist

B.C. Mines Branch, Smithers

Ph: 250-847-7391 Fx 250-847-7603

From:

Payie, Garry EM:EX

Sent:

Friday, June 23, 2000 9:36 AM

To:

Wojdak, Paul EM:EX Subject: Red Mountain

Paul,

While looking through the 1990 Exploration in BC, I ran across the PAP article by Jamie Pardie where he sites the Fireweed and Willoughby Creek prospects as discoveries under the program. I was aware of the Fireweed but not aware that Charles Kowall discovered the latter during a 1988 PAP grant with a resulting option to Bond Gold.

With respect to your recent weekly report and its reference to active work on Red Mountain, is there a connection between Wheaton Rivers work and the Willoughly Creek find and if so should we have a small blurb in the PAP Final Report under Active Prospects found by previous Grantees?

Garry

768-> RG-Smithers

Schroeter, Tom EM:EX

From:

Wojdak, Paul EM:EX

Sent:

Tuesday, August 15, 2000 2:47 PM

To:

Bergen, Wally EM:EX: Cathro, Mike: Houle, Jacques: Lane, Bob: Wilton, Paul

Cc:

Burchett, Esther; Flynn, Doug; Good, Bryan; Graff, Bruce; Hanson, Daryl; Kennedy, Wesley; Konschuh, Elaine; Malott, Mary Lou; Pardoe, Jill; Price, Bill; Anderson, Duane; Brown, Derek;

Conte, Rick; Lefebure, Dave; McArthur, Gib; McLaren, Graeme; Schroeter, Tom

Subject:

Weekly report, Aug 15, 2000

Homestake Ridge-<u>Teck acquired</u> this very prospective property SE of Red Mountain, on the <u>opposite side</u> of the <u>Cambria icelield</u>. Consolidation of claims from difficult-to-deal-with owners has prevented exploration of this property for many years.

Cronin- Discovery Consultants purchased the reverted Crown Grant claims at government auction for \$4060. Copied maps, assay plans and sections for Tom Carpenter (thanks to Elaine/Esther).

Adam Milling Ltd- Researched and provided info to Dave Molloy (PAP grantee) on ore piles at this former mill site on <u>lower Bitter Creek</u>, near Stewart. <u>Mill operated in 1973</u>, processing gold-copper ore from <u>Red Cliff</u> and Roosevelt. Molloy was prospecting for the source of the ore in the immediate area.

Todd Creek- Drilling very unlikely, no funding. Geofine Consultants (Molloy and Kennedy) are doing helicopter supported sampling and mapping. Unable to visit property due to poor weather.

Red Mountain-Wheaton River Minerals will not purchase the <u>Premier mill due</u> to uncertainty over long term site liability

Atlin Placer district- Limited mining activity this year due to high price of fuel and low gold price. Visited Daniel Johnson (Spruce Creek), Lum Zogas (planning move to Ruby Creek) and John Zogas (beginning to mine at Gold Run on Pine Creek). Assisted claim owners on Snake Creek who appear to have accidentally discovered bedrock gold while exploring for a paleochannel. The paleochannel was indicated by a seismic survey, but seems delineate altered rock possibly in a fault zone. Gold was recovered from bedrock by drilling with a chum drill. Binocular microscope examination to follow.

Tulsequah Chief: Difficult to convey depth of concern/ consternation/ outrage/ despair in mining circles (Golden Bear, Eskay Creek, Atlin, etc) regarding court decision. Met with Terry Chandler, who continues to put forward a brave face, and Terry Zanger in Atlin Aug 8. Advised of visit to Tulsequah site by Alaskan government officials (L.S. Flanders, B Kirkpatrick, K. Howard, S. Bradley) accompanied by a large entourage of "rafters" and "National Geographic photographer". Interesting note- four bears killed in course of MELP's impact assessment study.

Eskay Creek- Mine operating at 550 to 570 tonnes per day (250 tpd of mill ore and 300 tpd of smelter ore). Exploration drilling focused on north plunge trend, \$3.3 million, 22,000 metre program using 4 drills. Homestake has presented a new offer to owners of the SIB claims. Auction of Tagish claims is keenly anticipated by Homestake. Visit Aug 10.

Cassiar- up and running again after 4-week forced shutdown due to cash flow problem. Producing 68 tonnes of fibre per day. Critical time line to deliver minimum of 150,000 tonnes of screened millfeed from the Cirque dump and tram line sites by contractors Jedway Enterprises and KoKen Construction.

Thorn- (south of Atlin) Rimfire has completed airborne EM-mag survey and will follow up with mapping program. Impressive alteration and enargite mineralization in high sulfidation target, visited Aug 8 with Dave Caulfield and Tom Schroeter. Previously explored but not properly assessed. Large areas of good potential. Rimfire may attract Newmont to participate.

···

Bergen, Wally EM:EX

From: Sent:

Sunday, August 20, 2000 9:55 PM

To:

Al Hoffman; Andrew Whale; Bill Phelan; Brian Braidwood; Chris Carr; Denis Lieutard; Duane Anderson; Ed Beswick; EM MB Smithers DL; Fred Hermann; Gerald German; Grace Harris; Graeme McLaren; Greg McKillop; Gregg Stewart; Joan Hesketh; John Clancy; John Errington; Kerry Readshaw; Linda Stewart; Maija Finvers; Marlene Cochrane; Pat Cheetham; Richard Booth; Rick Adams; Rick Conte; Ross Curtis; Sharon Jorgensen; Shelley Guthrie; Ted Hall; Terri

VB-) Ray Mar -(m. Hors

Starkes; Tom Carter; Tom Schroeter; Wesley Kennedy

Subject:

NW Region Weekly Report to August 20, 2000

MINING

Cassiar resumed production on August 2 after a 4 week forced shutdown due to a cash flow problem. Apparently a client for mill product did not pay for product delivered. Company lost only 2 of their employees due to the shutdown. Focus will be on getting 220,000 tonnes of material down from the Cirque dump and other sites for winter ore feed. Currently producing 68 tonnes of fibre per day.

As result of the judicial review and the judges ruling the EA review of the <u>Tulsequah certificate</u> has been reopened. The judge ruled that in the latter stages of the EA process <u>insufficient time</u> and consideration was given to First Nations information in relation to the road route and therefore the recommendation to the ministers was inadequate on this point. The EA process must be <u>reopened</u> and information regarding the road route and the impact on FN traditional values must be given consideration. The EAO held an information gathering and organizational meeting of committee members in Smithers on <u>August 9</u> to commence the reevaluation process and further meetings/discussions are planned for September.

On July 31 Wheaton River Minerals advised Boliden Limited that Wheaton would not proceed with the acquisition of an interest in the Premier Mill and Tailings storage system. Apparently after weighing all of the factors Wheaton River felt that the degree of uncertainty associated with both the technical and cost issues would expose the company to an imprudent degree of unquantifiable liability. Pond capacity, dam integrity, acid generating potential of existing tailings, the potential for intervention during the permit amendment stage, the necessity of adding another (downstream) lift on the dam, a new water reclaim system and holding costs were among factors considered.

Wheaton River expressed their appreciation to all personnel of the Ministry of Energy and Mines and the Ministry of Environment, Lands and Parks and indicated that staff were very helpful during their deliberations.

Golden Bear- Mining of Ursa pit nearly complete, 9.2 g/t Au average grade to heap (8 g/t was forecast). Underground development (4 sublevels and slot raises) of Kodiak B completed. Company hopes to complete mining this year, and expects to be working into early November. Gold recovery has been higher than anticipated from the heap leach and should exceed previous year's production. Work is underway on various reclamation activities.

EXPLORATION

Homestake Ridge- Teck acquired this very prospective property SE of Red Mountain, on the southeast side of the Cambria icefield. Consolidation of claims from difficult-to-deal-with owners has prevented exploration of this property for many years.

Eskay Creek- As a result of a visit on August 10 Paul indicates that the mine is operating at 550 to 570 tonnes per day (250 tpd of mill ore and 300 tpd of smelter ore). Exploration drilling focused on north plunge trend, \$3.3 million, 22,000 metre program using 4 drills. Homestake has presented a new offer to the owners of the SIB claims. Auction of Tagish claims is keenly anticipated by Homestake.

Cronin - Discovery Consultants purchased the reverted Crown Grant claims at government auction for \$4060. Copied maps, assay plans and sections for Tom Carpenter (thanks to Elaine/Esther).

VOS-Keg. M.

From:

Bergen, Wally EM:EX

Sent:

Friday, September 29, 2000 1:44 PM

To:

Al Hoffman; Andrew Whale; Bill Phelan; Brian Braidwood; Chris Carr; Denis Lieutard; Duane

Anderson; Ed Beswick; EM MB Smithers DL; Fred Hermann; Gerald German; Grace Harris; Graeme

McLaren; Greg McKillop; Gregg Stewart; Joan Hesketh; John Clancy; John Errington; Kerry Readshaw; Linda Stewart; Maija Finvers; Marlene Cochrane; Pat Cheetham; Richard Booth; Rick Adams; Rick Conte; Ross Curtis; Sharon Jorgensen; Shelley Guthrie; Ted Hall; Terri Starkes; Tom

Carter; Tom Schroeter; Wesley Kennedy

Subject:

NW Region Weekly Report to September 29, 2000

MINING

TULSEQUAL The EAO reconvened the Tulsequah EA Project Committee on September 19 to 21 in Richmond to give consideration to the judge's ruling in relation to the adequacy of the Project Report as submitted to the Ministers. The meeting was attended by representatives from the EAO, US Federal Government, State of Alaska, Taku River/Tlinget First Nation, Canadian Federal Government and Provincial Ministries. Considerable discussion regarding the scope of the review, with the EAO interpreting the legal direction to focus on the road route and sustainability issues while others wanted the review to go back to square one and review the total project. Also, the US representatives are looking for a Land Use Plan for the total drainage prior to agreement with mine development. Clarification is being sought by the EAO regarding several issues. Further meetings scheduled to exchange current information and to seek agreement on the scope to the review.

Bryan Good and Wally Bergen visited Huckleberry on September 26. The site was in excellent condition with the dam construction work completed for this year. Ore is being extracted from the Main zone pit and the pit was in excellent condition.

Paul Wojdak, in separate discussion with Huckleberry, indicates that ore production from the Main zone (year to date) is 4.7 million tonnes at 0.505% Cu, about 30% more than expected with a corresponding reduction in waste rock. This success appears to derive from conservative interpretation of exploration drilling where assays from poor recovery intervals were rejected from the resource calculation.

The GSB (Vic Levson and crew) study of glacial till at Huckleberry found mineralized granodiorite cobbles 2 km west of the Main zone stock. The source might be the Main zone stock or a more proximal, undiscovered intrusion. The mine will drill a fence of holes with an overburden drill, that unfortunately only has a capacity to drill to 100 ft. and may not be able to reach bedrock beneath the till.

At Huckleberry a backhoe struck a buried propane line. No explosion or fire. Propane leaked for about five minutes. Apparently the operator decided not to wait for the supervisor to return to spot or help him.

Also at Huckleberry a worker was using an air jet to clean the upper end of a conveyor belt and the nozzle became engaged in the conveyor belt. The worker hit the emergency stop and started to remove the nozzle. At the bottom of the belt a shift supervisor saw that the belt was not running and turned it back on without checking to find out why it had been turned off. The worker at the top jumped out of the way and in so doing sprained his leg. The situation is under investigation and it may be appropriate to consider a change to the Code.

Further, at Huckleberry, 2 hunters were traveling along the Kemano Reservoir late on September 23 when they struck a log and capsized their boat. Both managed to make it to shore and after a long, cold struggle through the bush made it to the mine site in the dark where they were revived with warm clothing, food and drink. Temperatures were below freezing.

Golden Bear has completed it's last year of full production. The site is being shut down for the winter over the next few weeks and will reopen in the Spring to complete processing of final ore and to complete reclamation and cleanup.

EXPLORATION

RED CHRIS On <u>September 25</u> Don Barker of D.J.Barker and Associates took potential investors in the Red Chris property on a tour of the site. Due to fog the aircraft was unable to stop in <u>Smithers to pick up Paul Wojdak</u>, who had been invited on the field trip. Also WB was unable to meet with Don and his guests.

REDMOUNTAIN

Wheaton River (and Pelly Construction) have examined route options for the Bitter Greek access road all the way to the portal, in preference to a tram line or adit development lower on the mountain.

From: Woidak, Paul EM:EX

Sent: Friday, May 03, 2002 9:43 AM

To: Bergen, Wally EM:EX; Bill Price; Bruce Graff; Daryl Hanson; Doug Flynn; Elaine Konschuh;

Gleason, Nancy EM:EX; Jill Pardoe; Van Zalingen, Sylvia EM:EX; Wesley Kennedy; Bob

Lane; Jacques Houle; Mike Cathro; Terry, David EM:EX

Cc: Dave Lefebure; Duane Anderson; Gib McArthur; Guthrie, Shelley EM:EX; MacIntyre, Don

EM:EX: Malott, Mary Lou SRM:EX: Mihalynuk, Mitch EM:EX: Nelson, JoAnne EM:EX: Rick

Conte; Tom Schroeter

Subject: Report to May 3, 2002

RDN - Barrick has agreed to an option to earn 75% interest from Rimfire Minerals Corp. by spending \$1.5 million on the property by end of 2005, and making \$25,000 annual cash payments. Significant rise in Rimfire stock price after announcement of deal with Barrick.

Foremore - Scott Broughton and John Mirko of Roca Mines Inc. visited Smithers to promote their 'property of merit' and sell 'seed-level' shares prior to their IPO, scheduled to take advantage of super flow through financing in 2002. The anticipated \$250K will be used to upgrade geologic mapping, focused on a new target area. Previous exploration (by Cominco) was based on the interpretation that the mineralized boulders came from beneath More glacier. Roca believes they originate from collapse of locally derived, side valley morraine. This is based on a new interpretation by geomorphologist Wayne Savigny (ex-UBC prof) and supported by new mineral occurrences found by prospector/property vendor Lorne Warren. Equity Engineering will do the field program.

Spectrum (104G 036)- plan to do an IPO on Australian Stock Exchange to finance development of this porphyry copper related gold vein prospect east of Iskut village, and on the margin of Mount Edziza Park. Trans Pacific Mining will be the issuer and acquire Arkaroola Resources Ltd (Canada) as a subsidiary. This proposal is being used as leverage to remove the claims from Recreation Area status and provide a ground access corridor (as recommended by the Cassiar LRMP but not yet implemented). Resource estimate is 289,600 tonnes at 18.65 g/t Au at a 10 gm cut-off (Columbia Gold Mines, 1991). Company aims to conduct exploration this year, preparatory to a feasibility study this winter for a 120,000 tonne per year mine.

Galore Creek (104G 090) - First Quantum Minerals is a mid-tier mining company interested in development of this copper-gold porphyry deposit 50 km northwest of Snip mine. To meet with Ministry executive in Victoria. Indicated resource of 284 million tonnes at 0.67% Cu (+ significant gold).

Fireside Barite (94M 003)- Last of 2001 production sold/shipped this week from plant site in Watson Lake. Fireside Minerals Inc. has filed NoW to produce another 10,000 tonnes of barite this season from 13,000 tonnes of ore from the Bear vein.

Red Mountain (103P 086) - Seabridge Resources has finalized their acquisition of this gold deposit near Stewart. MEM has reduced the reclamation deposit from \$1.5 million to \$1 million, with 350K going to Seabridge and 150K to the former owner, Wheaton River Minerals.

Kaska Energy and Mining Forum (April 23-25)- Gave presentation on Ministry role in mining and brief summary of current activity, and provided transportation for Seamus Young (Logan Resources) to attend. Items of interest:

- SNC Lavalin Kaska partnership company aiming at reclamation of Ketza and Faro, orphaned mines under federal government responsibility.
- Akita Drilling Kaska partnership company has one jointly owned oil/gas drill rig working in NEBC. Akita may give
 preferred customer status to Fireside Minerals barite (drilling mud), to further assist the Kaska who gain considerable
 employment at Fireside's mine and plant.
 - Kaska re-iterated dissatisfaction with reclamation at Cassiar and historic placer disturbance on McDame Creek.

 Logan Resources offered Kaska direct involvement in Albert Creek project (manto? sedex? northwest of Good Hope Lk) by a private placement share purchase. Kaska/Logan discussions continue but an IBA (impact-benefits agreement) may be more likely outcome. Rumour that financing deal from a conventional source is in progress for this twice-deferred drilling project.
- Re Kemess Kaska concerned with no hiring from Kwadacha (Ft. Ware) and possible water quality impact of the mine downstream at Kwadacha. Desire to do their own watershed monitoring.
- Kaska to resolve overlapping territorial claims with neighbouring aboriginals, to facilitate dealings with industry and



Province of British Columbia

Ministry of Energy. Mines and Petroleum Resources

GEOLOGICAL SURVEY BRANCH

Juite 301, 865 Hornby Street Vancouver British Columbia V6Z 2G3

Telephone: (604) 660-2708 Fax: (604) 660-2653

June 12, 1991

File: Red Mtn.

Andreas Vogt Bond Gold Canada Inc. Ste. 204 - 698 Seymour St. Vancouver, BC V6C 1X6

Dear Andreas:

Subject:

RED MOUNTAIN - Age Dating

Enclosed are the following various documents pertaining to the Red Mountain project with specific respect to age dating:

- (1) Thin section descriptions of samples supplied by Andreas Vogt and submitted by Tom Schroeter.
- (2) Copy of covering letter to Dalhousie University
- (3) Copy of results for 3 samples:

BG-A02

BG-A04

BG-A06

(4) GAC-Cordilleran Section "notes" on 40 Ar/39 Ar dating.

The results certainly distinguish between a Tertiary event (BG-A04) and a much older lower to middle Jurassic event (BG-A02 and BG-A06). The question remains about the time of alteration/mineralization regionally and on a property scale. I propose during this summer's program that further sampling for age dating be conducted. Perhaps we can collaborate as was the case last year?

Yours sincerely,

Tom Schroeter, P.Eng. Sr. Regional Geologist

Encls. as listed

TS:JB