From:

Wilton, Paul EM:EX

Sent:

Friday, January 12, 2001 9:05 AM

To:

Whale, Andrew EM:EX; Grieve, Dave EM:EX; Wuschke, Steven EM:EX; Roach, Dennis EM:EX; Rosentreter, Rieva EM:EX; Elkins, Paul EM:EX; Turner, Jim EM:EX; Berdusco, Ricci EM:EX; Cathro, Mike EM:EX; Wojdak, Paul EM:EX; Lane, Bob EM:EX; Houle, Jacques EM:EX; Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Lefebure, Dave EM:EX; McArthur, Gib EM:EX;

Brown, Derek EM:EX; Massey, Nick EM:EX

Subject:

Activity Report - January 12/01

- Drilling by Chapleau Resources Ltd. at the Peg claims west of Matthew Creek has not started, but is imminent, pending confirmation of a JV arrangement with Naneco Minerals Ltd. The Peg prospect consists of a group of leucocratic pegmatite sills and dikes believed to be cogenetic with the nearby Precambrian Hellroaring Creek pegmatite stock. They contain abundant beryl crystals and the target commodities are beryllium, rubidium, tantalum and REE. The project is an extension of the larger industrial commodities exploration program being conducted by the two companies on the Hellroaring Creek stock ( Pakk property ). The Peg claims were optioned from Peter Klewchuk (part of his 2000 PAA grant program) and Craig Kennedy.
- Chapleau Resources has reported results of analytical testing of the drill core from the late fall drilling at the Hellroaring Creek stock. The results were generally very positive and included definition of an area of "ore grade" Be/Rb material in the central part of the stock.
- Pathfinder Resources Ltd. is expected to begin a second drill hole next week at the Mag property near the Cranbrook airport to test a large, deep magnetic anomaly which is believed to be caused by a large Cu/Au target of the iron oxide (Olympic Dam) type. The first hole was aborted late last year after bogging down at a depth of 280 metres, still in overburden. At the time, the company indicated it would do a hammer seismic survey to configure the bedrock surface before spotting another hole, but it appears that it has decided to go forego the survey and go directly to another drill test.
- Cassidy Gold is delaying the promised geophysical survey at the **Silver Lynx** property on Rover Creek southwest of Nelson, optioned from Bruce Doyle (PAA grant). The terrain is quite steep so the company has decided to wait until the snow is gone, for safety considerations. The prospect is a newly-discovered zone of Ag/Zn/Pb/Cu rich massive sulphides in metamorphosed Ymir Group (?) rocks, possibly a vms occurrence.
- The Regional Geologist's job here in Cranbrook is expected to be advertised on the postings website next week. It will be an Out-of-Service competition with a closing date of February 9th. My retirement date will be June 30th, and my last day of work (for the provincial government) will be May 31st. The plan is to have a successor identified and working here early in May, resulting in a one month overlap with me before I leave.
- One PAA grant report has been received (Linda Caron) which I will review before Roundup. Most of the rest of my waking hours are devoted right now to completing a preliminary regional exploration review and a poster for Roundup, which starts in Vancouver on Jan. 23rd.
- thazawlfernow.
   Note new e-mail address:
   paul.wilton@gems4.gov.bc.ca

From: Terry, David EM:EX

Sent: Friday, June 29, 2001 8:10 AM

To: Whale, Andrew EM:EX

Cc: Cathro, Mike EM:EX; Houle, Jacques EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX;

Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Wojdak, Paul EM:EX

Subject: D.A. Terry Report, June 29

### **Regional Geologist Activity:**

Participated in Coal Symposium, Sparwood

Visited Coal Mountain, Line Creek, and Greenhills mines

Visited tufa property, Upper Bull River

#### **Prospectors Assistance Program:**

• Lloyd Addie and Barbara and William Welsh have reported that they are commencing their prospecting work.

#### **Mineral Exploration Activity:**

Bul River: Bul River Mineal Corp. has submitted a NoW for a 4-hole 1500m exploration drill program for the area around its mine site.

Kena.: Sultan Minerals Inc. has released the results from its recently completed 4-hole, 445m drill program on the Gold Mountain Zone. Hole 1, drilled to 137m depth, intersected significant alteration and mineralization over a core length of 106m which assayed 1.16 g/t Au and included a 12m interval which assayed 4.02 g/t Au. Both the Silver King Porphyry and the adjacent andesitic volcanics were altered and mineralized. Holes 2 and 3 were both short holes drilled from the same setup as hole 1 at different orientations. Hole 2 intersected 39.72m grading 1.22 g/t Au and hole 3 intersected 40.77m grading 1.66 g/t Au. Hole 4, which scissored hole 1, intersected 58m grading 1.21 g/t Au including a 2m interval which assayed 16.34 g/t Au. These values confirm that the gold grades from last years trench sampling are continuous to depth. Fine visible gold was observed in several of the holes. A structural study is currently being carried out and drilling will recommence shortly. The company has also just announced a \$200,000 flow-through financing.

Midway: Gold City Industries Ltd. has completed a reconnaissance sampling program on its Midway property located 12km east of Rock Creek. The purpose of the work was to map and sample several showings and areas of old workings and to determine if anomalous PGE's are present. Values of up to 787 g/t Ag, 7.7 g/t Au, and 8.5% Cu were attained from analysis of a variety of chip and grab samples but no PGE results were reported. The next phase of exploration on the property will expand grids away from the known occurrences to delineate areas for further trenching work using soil geochem.

Minerva Claims: A visit was made to the Minerva claims held by Don Sandberg of Kelowna. They are staked to cover a tufa occurrence which covers a hillside for approximately 300m along the Bull River extending from the bank of the river approximately 100m up towards the Bull River forestry road. Abundant well-developed sponge textures can be found and in some localities tree trunks and branches have been calcified and encased by tufa. Mr. Sandberg is currently deciding whether to carry out exploration on the property himself or attempt to vend it to another party.

Sappho: Gold City Industries Ltd. Is currently carrying out trenching and biogeochemical bark sampling on its Sappho PGE-Cu-Au property east of Midway along the international border. After completing this work a trenching program will be carried out on the Old Nick Ni-Co-Cr property, located west of Rock Creek. Further work on these properties this year will depend on the results of the trenching programs.

Silver Lynx: Cassidy Gold Corporation has almost completed a geophysical survey on its Silver Lynx VMS property, located 20km west of Nelson, which it commenced on June 19. The program comprises a large-loop TEM survey, as well as Mag/VLF and covers a 1200 metre long by 400m thick package of prospective volcanics and sediments. Property scale and regional mapping are being conducted concurrently with the geophysics. Previous soil sampling on the property has returned numerous polymetallic anomalies and selected grab samples assayed up to 24.59% Zn, 22.35% Pb, 0.21% Cu, and 556.4 g/t Ag. The company has filed a NoW for a 10 hole - 2000m drill program to commence in late July on the property but is waiting to evaluate the results of the current surveys before committing to a drill program. Cassidy Gold has no current plans to work on its McPhee property east of Castlegar this year. A drill program last fall on the property found that the Au-bearing vein set was faulted off to the west.

From:

Terry, David EM:EX

Sent:

Monday, July 23, 2001 1:25 PM

To:

Whale, Andrew EM:EX; Wuschke, Steven EM:EX

Cc:

Cathro, Mike EM:EX; Houle, Jacques EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX;

Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Wojdak, Paul EM:EX

Subject:

D.A. Terry Report, July 20

## **Prospectors Assistance Program:**

Frank Renaudat has completed his PAP work program on the Storm Ni-cu-PGE property. 300 soil samples and 38 rock samples have been collected and submitted for analysis. He reports that a large talc carbonate zone was discovered during the work program.

Lloyd Addie reports that he has found crystalline beryl outcropping over a large area while carrying out work under his PAP grant southwest of Kootenay Lake in an area underlain by the Bayonne batholith. He is currently staking claims in the vicinity and will be commencing more prospecting and sampling shortly.

Frank O'Grady has completed a soil sampling program on his Chris barite property north of Kimberley. He is planning on carrying out mapping and ground geophysics in August.

## Mineral Exploration Activity:

Black Crystal: Crystal Graphite Corp. has commenced its 30 hole, 1500m diamond drill and trenching program on its

Black Crystal project in the Slocan Valley. At present they are on hole 4 and expect to be completed the program by the end of August.

Fran: Klondike Gold Corp. has commenced drilling on its Fran property, located north of Moyie Lake. The first attempt to drill a 520m hole targeting the LMAC "Sullivan horizon" between the Vine vein and the Fors vent properties failed due to excessive amounts of overburden. The drill is now being relocated on the property and a second hole is being attempted.

Ice: Skeena Resources Ltd. has submitted a NoW to carry out the 4-hole 600m drill program referred to in an earlier report.

Kena Gold: Sultan Minerals Inc. has completed a second phase of drilling on the Gold Mountain Zone at its Kena Gold property south of Nelson. The program comprised approximately 500m of drilling in 3 holes which stepped out up to 300m from the area of the initial drilling. The entire 134m core length of the first hole from this program averaged 1.10 g/t Au with the best interval assaying 12.07 g/t Au over 2m. Results from the last two holes are expected to be released shortly. Surface grab sampling has returned anomalous gold values ranging from 0.5 g/t Au to 7.8 g/t Au within an area measuring 1200m by 500m underlain by the Silver King Porphyry. Detailed mapping, alteration and structural studies have also been recently carried out on the property. Sultan has also recently closed a \$200,000 private placement to continue exploration on the property.

Neelo: A NoW has been filed by Discovery Consultants to drill 330m in 4 holes on its Neelo property in the Kalso area to test the lateral extent of a marble deposit.

Silver Lynx: Cassidy Gold has submitted a NoW for 10 drillholes totaling 2000m on its Silver Lynx property south of Nelson

Sappho: Gold City Industries has completed a trenching and sampling program on its Sappho project east of Midway and are awaiting assays. Graham Nixon (GSB) is currently on the property carrying out a field study.

Superior Graphite: Worldwide Graphite Producers Ltd. are currently carrying out an exploration comprising mapping and the drilling of 20 short (35m) Winkie holes on its Superior Graphite project in the Slocan Valley.

Sure Bet: Klondike Gold Corp. completed 303.35m of drilling in 4 holes on its Sure Bet property near Crawford Bay on the east side of Kootenay Lake. Two holes testing geophysical targets intersected semi-massive pyrrhotite to graphite

t Cu = Zn-bearing metam shale units. Samla min. also obsid in 1st-dol. units & bio-gnt-gts.

-Crambrook

From:

Schroeter, Tom EM:EX

Sent:

Wednesday, October 17, 2001 8:43 AM

To:

'Chris Wild'

Cc:

Hoy, Trygve EM:EX

Subject: RE: Maps for Silver Lynx

Thanks Chris - no hurry.

1) Tom Schroeter, BCMEM - 300-865 Hornby St., Vancouver, B.C. V6Z 2G3 (One 8.5 X 11, and one larger

size?).

2) Trygve Hoy, BCMEM - PO Box 9320, Stn. Prov. Gov't, Victoria, V8W 9N3

Thanking you in advance! And good luck at Silver Lynx, or whatever project you're on.

Tom.

----Original Message----

From: Chris Wild [mailto:wildrock@telus.net]
Sent: Tuesday, October 16, 2001 10:20 PM

**To:** Schroeter, Tom EM:EX **Subject:** Maps for Silver Lynx

Hi Tom;

Jim Gillis mentioned that you and Trygve didn't get copies of my map for Silver Lynx. I can plot off a couple for you and send them down to you. Let me know how many and where to send them and I'll get them off to you. Give me a call or fire an email - I should be in all day.

Thanks,

Chris Wild

Wildrock Resources Consulting & Drafting Comp 25, RR 3, Lexington Subdivision Williams Lake, B.C. V2G 1M3

Tel: 250 392-7688 Fax: 250 392-7651

Email: wildrock@ telus.net

From:

Terry, David EM:EX

Sent:

Friday, October 19, 2001 8:20 AM

To:

Whale, Andrew EM:EX

Cc:

Cathro, Mike EM:EX; Houle, Jacques EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX;

Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Wojdak, Paul EM:EX

Subject:

D.A. Terry Report, October 19, 2001

### **Regional Geologist Activity:**

Visit Glen Rodgers Industrial Minerals/Decorative Stone properties with Jim Turner

• Conference call with other RGs and GSB Managers (October 16)

Visit to Bul River Mine with Paul Elkins, Health and Safety Inspector

Preparation of slides for talk at the Sullivan Meeting, November 9

#### **Mineral Exploration Activity:**

Kena: At the Kena property, located south of Nelson, Sultan Minerals have added a second drill to speed up the program. They are now on hole 15 of the estimated 28 holes to be completed this year. Due to a lack of water available tor drilling they are now trucking water to the drills. The company released some very strong assay results this week from the first hole of the expanded drill program. This project is now really starting to grab the attention of the exploration community. Hole 01GM-08 was located 75m grid west along L11N from 01GM-05, drilled earlier this summer. Reported assays area as follows:

HOLE #	FROM (m)	TO (m)	WIDTH (m)	AU (g/t)
01GM-08	6.71	214.27	207.56	2.24 (uncut)
or	6.71	214.27	207.56	0.92 (cut)
including	50.00	210.00	160.00	2.87 (uncut)
or	50.00	210.00	160.00	1.15 (cut)
including	164.00	210.00	46.00	8.57 (uncut)
or	164.00	210.00	46.00	2.58 (cut)
including	198.00	210.00	12.00	30.96 (uncut)
or	198.00	210.00	12.00	8.01 (cut)
including	204.00	206.00	2.00	172.10 (uncut)
or	204.00	206.00	2.00	34.29 (cut)

The current diamond drill program will test an area of the Silver King porphyry 1400m long by 500m wide. Sultan also announced that they have closed the previously announced financings to raise a total of \$1.3 million.

Remac: Redhawk Resources is still hoping to get authorization from its JV partner ZincOx to commence at least a portion of its permitted 26 hole, 3600m RC drill program on the Remac Zn oxide property south of Salmo. As the winter approaches however this will become less feasible. The program is currently stalled because ZincOx, who are funding the work, are in the midst of going public on the LSE. Complications have arisen subsequent to September 11 as a portion of the money to be raised with their IPO is to be used to construct a Zn Oxide plant in Saudi Arabia and to develop a Zn Oxide resource in Yemen. The continuing metallurgical test work on the Remac samples at Lakefield and a laboratory in Belgium continue to produce favorable results.

Silver Lynx: It is anticipated that Cassidy Gold will move forward with its planned drill program on the Silver Lynx VMS prospect west of Nelson in early November.

Waterloo: Barry Sherman reports that approximately 30 samples were collected underground at the Waterloo property in the Camp McKinney area. The ~260 foot deep shaft, dating back to the early 1900s, was dewatered to the 200 foot level and levels at the 600 foot and 150 foot level were accessed. Multi-ounce gold values (up to 15 oz/ton Au) have been attained by Sherman from grab samples collected on the old mine dump from quartz vein material containing pyrite and galena. The shaft has been sealed pending return of the assay results from the sampling.

From:

Sent:

Schroeter, Tom EM:EX Monday, October 22, 2001 3:14 PM

To:

'doyleb@uniserve.com'

Subject:

Silver Lynx Drilling

Hi, Bruce. Hope to hear that a drill is moved on site shortly? Had a good chat with Jim Gillis after our visit on Oct. 1st. Sounds like things are now "OK" to proceed (if Jim can find a Geologist to run the program now). Good luck! Tom.

From:

Terry, David EM:EX

Sent:

Friday, November 02, 2001 9:41 AM

To:

Whale, Andrew EM:EX

Cc:

EM MB Kootenay DL; Cathro, Mike EM:EX; Houle, Jacques EM:EX; Lane, Bob EM:EX;

Lefebure, Dave EM:EX; Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Wojdak, Paul EM:EX

Subject:

D.A. Terry Report, November 2, 2001

## **Regional Geologist Activity:**

Prepare talk for Sullivan Meeting, November 9-10

Compile data for Mineral Exploration Review η

#### **Mineral Exploration Activity:**

Kena: At the Kena property drilling is progressing and holes GM01-19 and GM01-20 are presently being completed. After this drilling the remaining holes will be located based on results from the drilling to date. No new assays have been released since my last report. The current diamond drill program will test an area of the Silver King porphyry 1400m long by 500m wide.

Lone Peak: Brian Kostiuk, a Cranbrook mineral claim holder, has optioned his Lone Peak property, located east of Fort Steele, to Golconda Resources Ltd.. As part of Golconda's due diligence a local geologist was contracted to map and prospect the property. During this work grab samples were collected on the northern part of the property assaying up to 200 g/t Ag, 1% Pb, up to 4 g/t Au, and up to 2% Cu. On the southern part of the property a 100m wide zone of spaced quartz veins was discovered. Grab samples of the veins assayed up to 10 g/t Au and the structure has been traced several hundred metres along strike. The southern portion of the property is underlain by Creston Formation rocks, the upper part of which is characterized by the Spar Lake Quartzites which host the Spar Lake Cu-Ag mineralization in Montana. The northern part of the property is underlain by the Kitchener Formation.

Midway: Klondike Gold Corp. has entered into an agreement to acquire the Midway Property south of Cranbrook. Recent underground sampling from adit #1 yielded 9 g/t Au and 50 g/t Ag across 3 feet. Two other samples assayed:

- 124 g/t Au, 44 g/t Ag over 1 foot
- 141 g/t Au, 56 g/t Ag over 1 foot

The mine produced just over 1,000 tonnes of Au-Ag ore and was operated intermittently between 1933 and 1962. Klondike reports they have staked additional claims in the area.

Silver Lynx: Cassidy Gold are expecting to start their 4-hole, 500m drill program on the Silver Lynx VMS discovery west of Nelson next week.

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

1

From:

Schroeter, Tom EM:EX

Sent:

Wednesday, November 28, 2001 9:08 AM

To: Subject: Terry, David EM:EX RE: Silver Lynx?

Thanks, David. Tom.

-----Original Message-----

From: Terry, David EM:EX

Sent: Wednesday, November 28, 2001 9:05 AM

To:

Schroeter, Tom EM:EX

Subject:

RE: Silver Lynx?

Tom: I just talked to Jim Gillis. He thinks he closed some financing for Silver Lynx last night and if the \$ come through then he expects to be drilling in 1-2 weeks. If this doesn't occur as speedily as he thinks then it will be pushed into the new year.

TGS-S!/ver

Dave

-----Original Message-----

From: Schroeter, Tom EM:EX

Sent: Wednesday, November 28, 2001 8:06 AM

To: Terry, David EM:EX

Subject: Silver Lynx?

David - did/is drilling taken/taking place? Details? Thanks. Tom.

1

Page 1 of 1

## Schroeter, Tom EM:EX

From: Schroeter, Tom EM:EX

Sent: Monday, December 10, 2001 7:23 AM

To: 'James T. Gillis'

Subject: RE: Drill program begins

Thanks for the update, Jim. I've been following the Fran work. Good luck at Silver Lynx! Tom.

----Original Message----

From: James T. Gillis [mailto:cassidygold@telus.net]

Sent: Saturday, December 08, 2001 5:46 PM

**To:** Schroeter, Tom EM:EX **Subject:** Drill program begins

Hi Tom....Chris Wild is supervising the "Silver Lynx" program. Many thanks for all your help. Let's keep those regional offices open. GSB too. We've just come off a successful program up near Mt. Milligan as well. The Fran property (Optioned from Richard Haslinger) was acquired by Cassidy and optioned to Navasota Resources. That's the office you and mike visited on your way through Kamloops. Lorne Warner's the new president. Lorne was the one who tied up the project.

Jim Gillis

From:

Terry, David EM:EX

Sent:

Friday, January 04, 2002 2:44 PM

To:

Whale, Andrew EM:EX

Cc:

EM MB Kootenay DL; Cathro, Mike EM:EX; Houle, Jacques EM:EX; Lane, Bob EM:EX;

Lefebure, Dave EM:EX; Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Wojdak, Paul EM:EX

Subject: D.A. Terry Report, January 4, 2002

### **Regional Geologist Activity:**

December 14-January 2 - Vacation

Working on 2001 Exploration and Mining in BC article

### **Mineral Exploration Activity:**

**Kena:** Assay results from the last portion of the drill program carried out on the Kena project last year are expected to be released next week. The results were held back by the lab while the company completed the financing activities reported in my December 15<sup>th</sup> report. Plans are being completed to recommence the drilling program in the near future.

Silver Lynx: Four holes totaling 643m were drilled on the Silver Lynx prospect west of Nelson by Cassidy Gold Corp. in mid\_December. The holes tested the area of the main discovery showing along a logging road in the Rover Creek drainage. Widely disseminated sphalerite was observed in 3 of the holes, with several localized thin but more massive concentrations of sulphide mineralization. Hole 3 was drilled most of its length in a dioritic sill or dyke. Assay results from the drilling are expected to be released shortly.

Winner: A 5-year Mine Plan has been filed with MEM for ongoing production from the Winner diorite quarry, located 4km southeast of the past producing Phoenix Mine, west of Greenwood, and an amended Mines Act permit has been issued. It is planned to extract approximately 50,000 tonnes of material from the quarry every other year, beginning in the spring of 2002, for use in Roxul's Rock Wool insulation plant in Grand Forks.

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

From:

Terry, David EM:EX

Sent:

Friday, August 29, 2003 2:40 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

TR-7KG

EM:EX; Simandl, George EM:EX; Wojdak, Paul EM:EX; Wuschke, Steven EM:EX

Subject:

D.A. Terry Report, August 29, 2003

### **RG Activities:**

Exploration monitoring and tracking

• Staffing office and dealing with permitting issues/enquires - also <u>many calls</u> regarding <u>forest fire status</u> in the area and <u>work restrictions</u>

• 1 day sample collecting for <u>R to R project</u> - most of planned project area is <u>inaccessible</u> due to the ≥10,000 ha <u>Lamb</u> Creek fire burning SW of Cranbrook

MLA Task Force tour of Kootenays: Accompanied MLAs and Linda Stewart to meet with management and tour the
Elkview and Fording River Coal Mines, Klondike Gold Fran project drill site. Meetings were held with the Association
of Professional Engineers and Geoscientists of BC, the East Kootenay Chamber of Mines, the Chamber of Mines of
Eastern BC (Nelson), and the Boundary Mining Association. All meetings were well attended and productive. 4-5
MLAs were present for most components of the tour.

#### **Mineral Exploration Updates**

• Backcountry travel in the entire region has been banned until at least September 14th - bringing to a halt any ongoing exploration activities

Fran: Klondike Gold has started deepening their Fran hole which was started in 2002. The property is located to the

<u>northeast of Moyie Lake and is targeting Sullivan-type sedex mineralization at ∼</u>2000 ft depth

• Greenwood Gold Project: Gold City Industries have announced that they have received ~\$2.1M in proceeds from the Ocean Resources Capital Holdings Plc which will allow them to commence exploration drilling on their Lexington and Winnipeg-Gold Crown Au-Cu properties in the Greenwood camp to confirm and expand know resources as a .first step in their development plans.

Silver Lynx: Cassidy Gold Corp. have submitted an NoW for liinecutting/IP and up to 7500' in 15 diamond drill holes

on their Silver Lynx polymetallic massive sulphide project west of Nelson.

• Snowshoe: Kingsman Resources are planning a trenching program on this property which covers part of the pastproducing Skylark deposit.

• Vowell Creek: Jasper Mining Corporation is planning on drilling 7 more holes in the current phase of their drill campaign on their polymetallic Vowell Creek project which surrounds the past-producing Ruth Vermont mine west of Golden. The work program has just been halted in response to the ban on backcountry travel.

# David Terry

David A. Terry, Ph.D., P.Geo. Regional Geologist, Kootenay Region 2nd Floor, 42 8th Avenue South Cranbrook, BC V1C 2K3 Tel: (250) 426-1658 Fax: (250) 426-1652 David.Terry@gems2.gov.bc.ca

From: Terry, David EM:EX

Sent: Thursday, November 06, 2003 2:26 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, November 6, 2003

#### **Mineral Exploration News:**

- Lexington project, comprising auriferous pyrite-chalcopyrite veins hosted by dacite near a low-angle serpentinite contact. Hole 03GCD-0 intersected 4.57m assaying 28.68 g/t Au and 1.17% Cu higher grade then most past reported assays from the deposit. Other intercepts reported ranged from 7-9 g/t Au and 0.4-3% Cu over widths of several metres. The company have now completed 2138.7m in 47 holes on the Gold Crown property, several more holes on the Lexington property, and a trenching program on their JD property. Significant intersections from the first 6 holes on the Golden Crown property include 1.86m assaying 362.82 g/t Au (9.5 oz Au/t!!!) and 0.39% Cu in 03CDH-01 and 1.25m assaying 72.14 g/t Au and 1.31% Cu in 03CDH-03. This mineralization occurs in the steeply dipping King Vein which comprises pyrrhotite-pyrite-quartz-chalcopyrite-native gold and is comparable to the Rossland mesothermal veins. Assays from the remainder of the holes/trenches are pending. The Lexington and Winnipeg-Golden Crown deposits are part of the Greenwood Gold development project and both properties are located in the historic Greenwood Mining Camp.
- Chapleau Resources Ltd. have completed another short phase of drilling on their Lookout (Bar 19) gold property west of Cranbrook and have now moved to the Jackleg gold property east of Wasa for a 4 hole drill program. No results have been released recently.
- Goldrea Resources Gorp.have completed a 5 hole drill program on their Crowsnest gold project and a 2 hole program on their Howell gold project; both properties located in the Flathead drainage basin. No assays have been reported yet.
- Lalo Ventures Ltd. are currently drilling 1 hole on their Aubyrd property, under option from Commerce Resources, immediately south of the Crowsnest property to test a combined geophysical/geochemical anomaly.
- Sultan Minerals Inc. have almost completed a ~20 hole program on the Kena Project near Nelson following up on the high grade magnetic corridor they identified earlier in the year, as well as the results of the detailed structural mapping that was carried out on the property during the summer. Assays will be reported all at once when available.
- Kłondike Gold Corp. successfully completed an extension of hole L-80-1, started by Cominco in 1980, to test the LMC in the Lewis Creek area north of the Payday Basin. Results were reported from the intersection of the LMC in the Fran drillhole extension NE of Moyie Lake; two intervals of 1.1 and 1.3 metres assayed approximately 0.25% Zn. The LMC laminated mudstone unit in the Fran hole was ~40m thick. The hole 1km to the east of SMC 95-1, at the north end of the Payday basin, which has been underway since July is currently at ~3400 feet and is near the target LMC horizon. Subsequent to completing this hole the company plans to drill one hole in the Spider-Kidd Creek area, then move north to the Clair and Pit/Ash properties.
- Anglo Swiss Resources Inc. have announced that they have obtained an "Option Joint Venture Partner" to advance their Kenville gold property outside of Nelson. They didn't mention in their news release who it was
- **Grid Capital Corporation** have commenced a 3 hole 300m drill program on the **Rossland Wollastonite** property north of Rossland which they optioned from Horst Klassen.
- Cline Mining Corporation, a company backed by Mitsui Matsushina Co. of Japan which operates in Australia, Indonesia, China, and North America (has a JV interest in Pine Valley Coal and an equity interest in Western Canadian Coal), have acquired coal licences over the Sage Creek Coal Deposit in the Flathead basin. Sage Creek Coal Company (a subsidiary of Rio Algom) carried out extensive drilling, mapping, trenching, and bulk sampling was carried out in the 1980s, as well as a detailed feasibility study and Stage 1 Environmental Assessment Report. Inplace met coal resources are reported to total 149.9 Mt in 3 seams aggregating 28m thickness in the North and South Hill deposits combined. The company plans to carry out a detailed review of the available data and do additional work as necessary to fully evaluate the economics of moving the deposit towards production.
- A geophycial survey is currently underway on **Delta Exploration's Silver Lynx VMS** property west of Nelson. The company plans a short follow-up drill program this year depending on timing of financing and weather.

#### Other:

• Stitikne Gold Corporation is planning investor meetings to discuss their Sullivan Deeps project plans in Kimberly on November 12, Cranbrook in November 13 and in Trail on November 14.