

Storm
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TS → RB
Kamloops

Schroeter, Tom EM:EX

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From: Terry, David EM:EX
Sent: Friday, September 07, 2001 8:48 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, September 7, 2001

Regional Geologist Activity:

- Visit to Gold Cities Industries properties in the Greenwood-Boundary area with Al Raven, Field Manager. Properties visited included Sappho (PGE-Cu-Au), Midway (Cu-Au), and Old Nick (Ni-Co)
- Visit to Frank Renadaut's Storm Claims
- Visit to Winner Quarry and JD and Snowshoe properties with John Kemp
- Visit to Cruz Vent, Midway, St. Eugene mines with C. Kennedy
- Visit to Placer Operations, Wild Horse River

Prospectors Assistance Program:

Frank Renadaut has almost completed his PAP program on his Storm Claims located in the Camp McKinney area near Rock Creek. While he has located several undocumented historical workings with quartz-sulphide vein mineralization in mafic-ultramafic intrusives and listwanite he was unsuccessful in locating workings described in a report that a portion of his work program was predicated on.

Lloyd Addie has discovered a new area of beryl mineralization in the Bayonne Batholith, approximately 3km from his first discovery. Analytical results from his first discovery were disappointing in that no anomalous REE concentrations were detected and generally low Be values were found. He is refocusing his attention to the new area.

Mineral Exploration Activity:

Ice: Skeena Resources have commenced their drill program on the Ice kimberlite project. They have solved the water problem which delayed the startup of the program by arranging for a 6WD water truck to haul water to the site. Their first drillhole intersected only a few metres of kimberlite and was stopped short of target. Their second hole had cored 15m of kimberlite as of Thursday September 6.

Kena: Sultan Minerals Inc has announced a private placement financing of up to \$600,000 and a flow-through financing on a best-efforts basis to raise \$700,000. The monies will be used to fund exploration programs on their Kena and Emerald Tungsten properties and for general corporate purposes. On the Kena property, located south of Nelson, a regional exploration program comprising local grid establishment, soil geochemistry, and IP within the 17-kilometre long Silver King Porphyry is now underway. The previously announced 22 hole drill program which will test the Gold Mountain Zone over a length of 1.5km and a width of 500m is expected to commence in mid September.

Lilyburt: Western Coal Corp. of Vancouver have submitted a NoW for a 10 hole 750m air rotary drill program on their Lilyburt Coal property located near the former town site of Flathead adjacent to the Flathead River. This work is expected to commence about September 15th.

Remac: Redhawk Resources Inc. have submitted a NoW for a 26 hole 3000m RC drill program on the Remac zinc oxide project located south of Salmo. Work is expected to commence near the end of September.

Sappho: Gold City Industries have just completed a second phase of work comprising of rock and soil sampling on their Sappho Cu-PGE-Au property located south of Greenwood. The structurally complex property is underlain primarily by greenstone, diorite, ultramafic intrusive, and feldspar porphyry. Cu+PGE+/-Au mineralization is mainly associated with the ultramafic rock, which has been interpreted by past workers to be part of the Tertiary Coryell suite. Outcrop on the property is limited and three areas of historical workings occur over a strike length of 600m. Rock samples were collected from all three areas with the most work concentrated on the Main Zone, the furthest to the south. At the Main Zone where 48 chip samples of 0.5 to 1m length were collected in 3 fences over the stripped area. Assays (not released) received to date were up to 6% Cu, 4.6 g/t Pd, and 0.1 g/t Pt. Soil samples collected in the area around the old workings are anomalous in Cu (generally 200-500 ppm Cu) but no elevated concentrations of Pt or Pd were detected. Sampling away from the three mineralized areas has identified a similar Cu anomaly to that found around the Main Zone along the