

Schroeter, Tom EM:EX

Vicky
889346

From: Terry, David EM:EX
Sent: Thursday, August 09, 2001 3:35 PM
To: Whale, Andrew EM:EX; Rosentreter, Rieva 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, August 10, 2001

Prospectors Assistance Program:

Soil and rock sampling on Drew Andrews PAP grant Findlay Creek property is underway between the Vicky Mine, adjacent to Findlay Creek, and the Ivy Mine to the north. Plans are being made to collect a bulk sample from the ~3m thick shallowly dipping quartz vein which reportedly contains high gold content

Vicky/Ivy

Mineral Exploration Activity:

Cumberland Resources: Cumberland Resources visited the office this week and indicated that they are interested in pursuing gold opportunities in SE BC

Ice: Skeena Resources is currently mobilizing to the field to carry out a 4-hole, 600m drill program on their Ice kimberlite prospect near Elkford.

Kena Gold: Sultan Minerals Inc. have reported results for drill hole 7 from their recently completed drill program on the Gold Mountain Zone. Hole 7, located 300m grid south of the area of trenching and of previous drilling, intersected altered and mineralized porphyry and volcanics which averaged 0.55 g/t Au over 68m. Within this zone a 22m interval assayed 1.04 g/t Au and within this a 2m interval assayed 4.20 g/t Au. Based on the encouraging results to date Sultan is currently planning an expanded \$500,000 exploration program for the property this year. The program will include 25 drillholes that will test the Silver King Porphyry over a strike length of 1.5km, infill IP, and detailed alteration mapping. This work will commence once the required funding has been secured.

Remac: Redhawk Resources Inc. are now planning on a late September start for drilling on their Remac zinc oxide project south of Salmo. The main reason for the late start is that their JV partner ZincOx Resources is going through an IPO in London and they are responsible for funding this year's exploration program. Preliminary reports on the metallurgical testwork are apparently very favorable but no details have been released.

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

Schroeter, Tom EM:EX

VTS → RG
- Cranbrook

From: Terry, David EM:EX
Sent: Friday, July 27, 2001 9:05 AM
To: Whale, Andrew EM:EX; Rosentreter, Rieva 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 27

Regional Geologist Activity:

- Field visit to Iron Range Property with Tom Schroeter and Chuck Downie (Eagle Plains Resources)
- Meeting with Tom Schroeter to plan Sullivan Celebration talk for November

Prospectors Assistance Program:

Drew Andrews has been given authorization to reorient the rock and soil sampling survey on his PAP grant Findlay Creek property southwest of Columbia Lake. Preliminary work revealed a potential mineralized structure connects the historical Vicki, Ivy and Thunder Hill Mines. The property is prospective for polymetallic or Au-quartz veins.

Wayne Anderson has commenced work on his PAP Erie Creek Project northwest of Salmo. Work to date has involved claim staking, prospecting, and surveying a 130m adit. Geological mapping, rock and soil sampling will be carried out next. The property is prospective for a variety of skarn and polymetallic vein type deposits.

Mineral Exploration Activity:

Iron Range: A field visit was made to Eagle Plains Resources Iron Range Property east of Creston. Eagle Plains have completed their program of prospecting and soil sampling (1200 samples) and are currently compiling and evaluating the geochem results. The survey covered a 16km strike extent of the Iron Range fault along which 14 hematite-magnetite showings occur. In one location a hematite-magnetite breccia zone extends over a strike length of 3km and widths of 60-150m. The property is prospective for both Sullivan-type and Olympic Dam type deposits.

Kena Gold: Sultan Minerals have reported the results of a 3 day prospecting program over newly staked claims in the south part of their intrusive-hosted Au Kena Property. The Kena property now extends over 17km of the 20km long Silver King Porphyry. Selected grab samples from historic showings adjacent to the Silver King Porphyry assayed up to 20.7 g/t Au, 84.0 g/t Ag, and 3.99% Cu. Sultan is currently raising money to carry out a more detailed regional program over property and to continue drilling on the Gold Mountain Zone. Results are still pending for the final two drillholes recently completed on the Gold Mountain Zone.

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

Schroeter, Tom EM:EX

JOS → Reg. Mgr.
- Cranbrook

From: Wuschke, Steven EM:EX
Sent: Friday, July 20, 2001 12:29 PM
To: Anderson, Duane EM:EX; Bergen, Wally EM:EX; Brown, Derek EM:EX; Cheetham, Pat EM:EX; Cochrane, Marlene EM:EX; Conte, Rick EM:EX; Curtis, Ross EM:EX; Errington, John EM:EX; Finvers, Maija EM:EX; German, Gerald EM:EX; Guthrie, Shelley EM:EX; Hall, Ted EM:EX; Headley, George EM:EX; Hermann, Fred EM:EX; Hesketh, Joan EM:EX; Kennedy, Wesley EM:EX; Lefebure, Dave EM:EX; Lieutard, Denis EM:EX; McArthur, Gib EM:EX; McLaren, Graeme EM:EX; Phelan, Bill EM:EX; Rennie, Lorna EM:EX; Ringstad, Norm EAO:EX; Schmitt, Rolf EM:EX; Schroeter, Tom EM:EX; Smyth, Ron EM:EX; Starkes, Terri EM:EX; Whale, Andrew EM:EX; Blackwell, Romona EM:EX; Lane, Bob EM:EX; MacDonald, Ken EM:EX; McBride, Brian EM:EX; McGrath, Brian EM:EX; McIntyre, Ken EM:EX; Morgan, David EM:EX; Pittman, Ed EM:EX; Pow, David EM:EX; Rivers, Jan EM:EX; Wick, Patricia EM:EX; Wood, Nancy EM:EX; Adams, Rick EM:EX; Jorgensen, Sharon EM:EX; O'Rourke, Patrick EM:EX; Stewart, Linda EM:EX; White, Don CSE:EX; XT:EM Pardy, Jamie
Cc: Campbell, Karen; David EM:EX Terry (E-mail); Downie, Arlene; Elkins, Paul; Grieve, Dave; Roach, Dennis; Rosentreter, Rieva; Smolik, Valerie; Turner, Jim
Subject: Report Week 29, 2001 - Kootenay Region

MX, Placer or Aggregates - No significant issues or major problems with respect to. However the following is of note:

Vicky / Ivy Mine Project

A small prospector has plans to obtain a 10,000 tonne bulk sample and open underground development in an area that has important winter range values. Some mining activity occurred in the 1800s and late 40's in the area. He may have found a vein structure that has considerable strike length with Au values of up to 1 oz. Unfortunately cadmium, antimony, arsenic (1700 ppm in one sample) and other metal values are high. The property is interesting and Noranda are rumoured to be staking around the area.

An application from a prospector to dewater the Waterloo mine shaft has arrived. The headworks of the mine were destroyed in a forest fire in either 1917 or 1929 depending on the source. Two miners are reported to have died in the shaft while attempting to de-water it in the early 1950's. The application is very vague and safe work procedures will be required. The proponents have already expressed their concern to the DM's office about potential delays prior to the application arriving in the office.

Major Mines - No significant issues to report. However the following may be of interest.

Line Creek Coal has some problems in that they forgot to get a permit for some dumps in the area of MSA North and for a reject dump near the plant site. MSA North pit will shut down imminently without a dump permit. The company is scrambling to provide information that will allow permitting to proceed.

Line Creek Saddle Project: Permitted 2 weeks ago after delays because of mapping problems. Decent maps arrived so people could figure out what they were doing.

FCL Turnbull Project: The permit has been issued when favourable first nations and BCE comments were received. The company was very concerned about delays inherent in the permitting process (ie 30 day referral and first nations consultation).

Steven Wuschke, P.Eng.
District Manager / Engineer
Kootenay Region