From: Terry, David EM:EX

Sent: Thursday, June 20, 2002 4:07 PM

To: Whale, Andrew EM:EX

Cc: Berdusco, Ricci EM:EX; Campbell, Karen EM:EX; Cathro, Mike EM:EX; deleted 020604 -

Downie, Arlene EM:EX; Elkins, Paul EM:EX; Grant, Brian EM:EX; Grieve, Dave MSRM:EX; Houle, Jacques EM:EX; Jones, Larry EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX; McArthur, Gib EM:EX; Roach, Dennis EM:EX; Rosentreter, Rieva EM:EX; Ryan, Barry EM:EX; Schroeter, Tom EM:EX; Simandl, George EM:EX; Smolik, Valerie EM:EX; Wojdak.

Paul EM:EX; Wuschke, Steven EM:EX

Subject: D.A. Terry Report, June 21, 2002

Regional Geologist Activity:

• Land Use Referrals

• Exploration activity monitoring

- Visited Quartz Mountain, Golden Egg, and Red Wolf properties which are slated for drill-testing and/or surface exploration programs this year by Klondike Gold Corp.
- EKCM Meeting June 11th with Dave Lefebure giving talks on GSB partnerships and IOCG potential in BC
- Attended 11th Annual Coal Symposium in Sparwood on June 12th and presented overview talk on exploration in the Kootenay Region
- Visited Fording River, Greenhills, Line Creek, and Elkview mines on June 13, 14 with Barry Ryan
- Receiving follow-up calls on "Properties for Option" list; mainly people looking for prospective Au properties
- Visited Lone Peak property currently being drilled by Golconda Resources Ltd.

Exploration Activity:

Caramelia: Gold City Industries is commencing exploration on its Caramelia Property in the Camp McKinney area with a biogeochemcial bark survey aimed at identifying high-grade gold veins parallel to the past producing Cariboo-Amelia vein system. The company is also completing a compilation on the area to define new drill targets to test the down dip and lateral extensions of the Cariboo-Amelia vein system.

Crowsnest Au: Goldrea Resources Corp have submitted a NoW for 5 drillholes totaling 856m on their Crowsnest Au property located in the Flathead River area. In addition to the drilling the company plans to undertake road building, geological mapping, and geochem sampling.

Kena: Sultan Minerals have released the results of a study authored by Snowden Mining Industry Consultants which compared a number of tonnage and grade scenarios, at a range of gold prices, and using three different processing methods for the Gold Mountain Zone. The company is planning on commencing another phase of diamond drilling on the property in the near future and have submitted a NoW for 8000m in 50 holes from 44 sites.

Lone Peak: Golconda Resources Ltd. have commenced drilling on the zone containing sheeted quartz veins with visible gold hosted by the Spar Lake quartzite on their Lone Peak project east of Fort Steele.

Ward Cu-Au: Jonpol Explorations Ltd. has completed an option agreement to earn a 75% interest in the Ward Cu-Au property located 15km east of Beaverdell. The property is underlain by the metamorphosed greenstones of the Late Paleozoic Anarchist Group and Middle Jurassic intrusive rocks. The property covers some high-grade Au-Ag past producing veins such as the Barnato (082ESE109) and the current exploration target is related bulk tonnage Cu-Au mineralization. The press release stated that an initial 6-hole drill program is planned for June but no NoW has been received in this office yet.

Waterloo: A NoW has been submitted for 3 drillholes totaling 200m on the Waterloo property, a quartz-sulphide vein hosted gold prospect located in Camp McKinney. Last year the property owners dewatered the 260 ft. shaft on the property, dating back to the 1800s, to the 150 ft level. The owners have reportedly obtained multi-ounce gold values from surface dump and underground grab samples.

David Terry

From:

Terry, David EM:EX

Sent:

Friday, July 19, 2002 8:59 AM

To:

Whale, Andrew EM:EX

Cc:

Berdusco, Ricci EM:EX; Campbell, Karen EM:EX; Cathro, Mike EM:EX; deleted 020604 - Downie, Arlene EM:EX; Elkins, Paul EM:EX; Grant, Brian EM:EX; Grieve, Dave MSRM:EX; Houle, Jacques EM:EX; Jones, Larry EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX; McArthur, Gib EM:EX; Roach, Dennis EM:EX; Rosentreter, Rieva EM:EX; Ryan, Barry EM:EX; Schroeter, Tom EM:EX; Simandl, George EM:EX; Smolik, Valerie EM:EX; Wojdak,

Paul EM:EX; Wuschke, Steven EM:EX

Subject:

D.A. Terry Report, July 16, 2002

RG Activity:

Land Use referrals

• Mineral Exploration tracking and monitoring

property visits

Visits to Lone Peak and Sawmill Creek area with Tom Schroeter (July 17-18)

Mineral Exploration Activity:

AuByrd: Solitaire Minerals is planning to commence <u>surface exploration</u> on its AuByrd property in the Flathead area before the end of July. The work will include surface Mag surveying, prospecting, and stream sediment sampling.

Athelson-Jackpot: A NoW has been received for 150m of new trenching and cleaning out of 80m of previous trenching on the Athelson-Jackpot property, located NW of Grand Forks.

Howell/Crowsnest: Goldrea Resources Corp. has announced that it will be contracting Fugro Airborne Surveys to fly 150 line kilometres along 200 metre spaced flight lines with helicopter-borne magnetic and radiometric surveys on its Howell Au property in the Flathead area. The airborne survey, scheduled to be completed in the next week, will be followed up by drilling. Goldrea will carry out a program of mapping, trenching, and drilling on the Crowsnest property, slated to commence in late August.

Kena: Sultan Minerals have been carrying out a field program over the last month comprising, geological mapping, IP surveying, soil sampling, and chip sampling on the Kena Project. Drilling will be commencing soon and the program is expected to continue until late September under the currently approved budget.

Lone Peak: Golconda Resources are currently drilling hole 3 from the pad on top of Lone Peak. Holes 1 and 2 from the setup were 400' and 200' while the current hole is expected to be approximately 1000' in length and is targeting the Spar Lake quartzite horizon. No results are available from the drilling carried out to date from this setup.

Ward: Jonpol Explorations has carried out a soil sampling program on its Ward Cu-Au property in the Beaverdell area. A trenching program will be carried out to follow up on anomalous results from the geochem survey.

David Terry

David A. Terry, Ph.D., P.Geo.
Regional Geologist, Kootenay Region
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David.Terry@gems2.gov.bc.ca

From: Terry, David EM:EX

Sent: Friday, September 27, 2002 10:12 AM

To: Whale, Andrew EM:EX

Cc: Berdusco, Ricci EM:EX; Campbell, Karen EM:EX; Cathro, Mike EM:EX; Elkins, Paul EM:EX;

Grant, Brian EM:EX; Houle, Jacques EM:EX; Jones, Larry EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX; McArthur, Gib EM:EX; Roach, Dennis EM:EX; Rosentreter, Rieva EM:EX; Ryan, Barry EM:EX; Schroeter, Tom EM:EX; Simandl, George EM:EX; Smolik,

Valerie EM:EX: Wojdak, Paul EM:EX; Wuschke, Steven EM:EX

Subject: D.A. Terry Report; September 24, 2002

Regional Geologist Activity

• Visit Crowsnest Property drilling, Flathead area

- Visit Ward Cu-Au property drilling, Beaverdell area
- Visit Alco Property, Franklin Camp area
- Land Use referrals

Mineral Exploration Activity:

Crowsnest Au: Goldrea Resources has drilled 4 holes to date on the Crowsnest Au property in the Flathead drainage south of Femie. The first two holes were drilled near a trench excavated in 1999 which uncovered an altered syenitic sill/dyke approximately 1-1.5m thick which intrudes Cambrian limestones. Au values of up to 8.6 g/t Au were attained over 16m during the 1999 sampling of a zone including both syenite and limestone. Both holes failed to intersect the intended syenite intrusive body. Holes 3-6 were drilled along a new upper road to the east of the trench to intersect the up-dip projection of the zone. Both altered syentite and limestone were intersected in these holes. No results are available at present. A private placement for \$550,000 of flow though funds was announced on September 25 with all of this money earmarked for further exploration on the Crowsnest property.

Gold City: Gold City Industries Ltd. has arranged an acquire the Roberts Mill, located 5km south of Greenwood, from Bow Mines Limited. The mill has been operated as a custom mill in the past, producing flotation and gravity concentrates. This acquisition is a part of Gold City's strategy to acquire a number of high grade gold properties in the Greenwood area for processing at a central facility. Gold City also announced they have optioned the Zip claims from John Kemp. They have also apparently optioned his JD property in the Greenwood camp, although this has not been released yet.

Kena Au: After completing the recent option agreement with Kinross, Sultan have recommenced their exploration program on the Kena property and plan to carry out a minimum of \$500,000 of further drilling prior to year-end. Results of the summer drill program were also released this week. Since July 5 more holes were completed on the Gold Mountain Zone, extending the bulk tonnage grade mineralization to depth and along strike. Along the opposite side of the Silver King Intrusive body from the GMZ (1000-1400m west) three target areas have been identified: The Great Western, Starlight, and Cariboo. High grade rock samples and areas of strong Au soil geochemistry are reported for all three areas and three drillholes were completed on the Starlight area (30.37 g/t Au over 28cm from a vein in one hole and 10.96 g/t Au over 2m from a stockwork zone in a second hole). This next phase of drilling will focus on expanding the known mineralization at the GMZ and on drill-testing the three new areas to the west. In addition, recent IP surveying and soil sampling have identified an area 4km to the south of the GMZ measuring 800m by 200m which will be drill tested. The full press release is available at: http://www.sultanminerals.com/s/News-2002.asp?ReportID=42908

A field visit with Tom Schroeter is planned for next week. .

Vowell Creek: Jasper Mining is continuing with its surface exploration on the Vowell Creek (Ruth Vermont) property south of Golden, carrying out geological mapping, rock and soil sampling. An airbome survey covering a 11km by 3km portion of the property is planned to commence shortly with underground and surface drilling to follow in October.

Ward Cu-Au: Jonpol Explorations should now be wrapping up their drill program on the Ward Cu-Au property east of Beaverdell. At the time of my visit hole #5 was being drilled beneath a trench which exposed chert and diorite with strong Fe-oxide after sulphide. The hole had intersected disseminated and veinlet-controlled arsenopyrite mineralization. Several more holes, for a total of 8-10 holes are planned for the area to the southeast of the Barnato Vein (MInfile).

~ # 120k spent in 62.

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1 ranto 120

From: Terry, David EM:EX

Sent: Tuesday, August 27, 2002 3:24 PM

To: Whale, Andrew EM:EX

Cc: Berdusco, Ricci EM:EX; Campbell, Karen EM:EX; Cathro, Mike EM:EX; Elkins, Paul EM:EX;

Grant, Brian EM:EX; Houle, Jacques EM:EX; Jones, Larry EM:EX; Lane, Bob EM:EX; Lefebure, Dave EM:EX; McArthur, Gib EM:EX; Roach, Dennis EM:EX; Rosentreter, Rieva EM:EX; Ryan, Barry EM:EX; Schroeter, Tom EM:EX; Simandl, George EM:EX; Smolik,

Valerie EM:EX; Wojdak, Paul EM:EX; Wuschke, Steven EM:EX

Subject: D.A. Terry Report; August 27, 2002

Regional Geologist Activity:

- Vacation: August 1-15th
- August 19-22 visits to Georgia Pacific Gypsum, Westroc, Baymag, Rocky Mountain Tufa, Highwood Resources Silica, HP diatreme, and Rocky Mountain Slate quarry with George Simandl (GSB)
- Exploration tracking/monitoring
- land use referrals

Mineral Exploration Activity:

Athelstan-Jackpot: Linda Caron reports that the permitted trenching program on the Athelstan-Jackpot property will be underway this week to uncover a flat-lying, 1m thick, zone from which assays of up to 2-3 oz Au/t have been attained.

Cool Vent/Yahk: Klondike Gold have commenced deepening of a hole drilled last season on their Cool Vent/Yahk property to reach the LMC horizon.

Howell: Goldrea Resources have completed their first phase drill program on the Howell Property in the Flathead drainage which comprised 1075m in 3 holes. The core is currently being spit and sampled. Results of the airborne geophysical survey flown over the property last month have just been received and are being reviewed. Work on the adjacent Crowsnest property is planned to commence in early September. A University of Alberta professor and graduate student recently visited the property to collect samples of the Howell Creek intrusive suite for trace element analysis and isotopic dating.

Kena: Sultan Minerals have temporarily ceased drilling to await assays and to raise further money. To date this year 24 holes have been drilled on the Gold Mountain Zone, Great Western, and Starlight prospects. No results of the drilling have been released to date. As well a significant amount of IP surveying was carried out. Resumption of drilling is planned for mid-late September pending financing.

Silver Lynx: Cassidy Gold Corp. has entered an option agreement with Delta Exploration Inc. whereby Delta can earn a 50%-60% interest in the Silver Lynx VMS Property southwest of Nelson by making share and cash payments and meeting expenditure obligations. No information regarding Delta's plans for the property are known at this time. The full news release can be viewed at: http://www.cassidygold.com/news/news131.php

Vowell Creek: Field work comprising soil sampling, geological, and structural mapping is currently being carried out by Jasper Mining Corp. on its wholly-owned Vowell Creek property which covers the past producing Ruth Vermont mine. It is anticipated that a drill program will commence in late September or early October.

Ward Cu-Au: Jonpol Explorations have completed the previously announced trenching program on the Ward Cu-Au property east of Beaverdell. Drilling testing is planned to commence in early September.

Mines and Quarries:

Georgia Pacific 4J (gypsum) estimated production for 2002 is 175,000 tonnes; no exploration this year Westroc (gypsum) estimated production for 2002 is 475,000 tonnes; 1600m in 40 drillholes on Elkhorn West this year Baymag (magnesite) estimated production for 2002 is 200,000 tonnes; 960 feet-in 2 holes exploration drilling this year Highwood Resources (silica) estimated production for 2002 is 80,000 tonnes; no exploration this year Rocky Mountain Tufa - estimated production 2000-3000 tonnes - 2 to 3 times last years production Rocky Mountain Slate - just getting going, no tonnage estimate