

Waterloo
889393

TOS → Reg. Mgr.
- Cranbrook

Schroeter, Tom EM:EX

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; Starks, 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

Schroeter, Tom EM:EX

From: Schroeter, Tom EM:EX
Sent: Wednesday, October 10, 2001 11:25 AM
To: 'John A. Chapman'
Subject: RE: Permitting & Bonding - Nelson Area

Thanks! Tom.

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

From: John A. Chapman [mailto:jacms1@sprynet.com]
Sent: Wednesday, October 10, 2001 11:22 AM
To: Schroeter, Tom EM:EX
Cc: Barry Sherman
Subject: Permitting & Bonding - Nelson Area

Tom, To help you bring reasonableness to the Nelson area "problem" it may be wise for you to have a background on the Waterloo permitting and bonding we spoke of this morning. You can call Barry Sherman at 250.495.2826, he is a very industry knowledgeable and trustworthy friend. Regards, John

Schroeter, Tom EM:EX

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 for 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.

Schroeter, Tom EM:EX

TGS → RG
— Cranbrook

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 biogeochemical 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