

FANE '87

GOLDFINCH

889603

WINDFLOWER PROJECT

The Windflower Project consists of the Goldfinch/Independence group of mineral claims which are currently held by Granges Exploration Ltd. under option agreement from Windflower Mining Ltd. The 1987 exploration program has two main targets. Drilling will continue on the gold zone, outlined by 1986 drilling, with the goal of expanding ore reserves. A regional prospecting and geochemical sampling program will be used to explore areas away from the known gold zone.

Location and Access

Lat. 50 49' N
Long. 117 39' W

N.T.S. 82-K-13/E
Revelstoke Mining Division

The Goldfinch/Independence group of mineral claims lies approximately 50 miles southeast of the City of Revelstoke, on the west side of the Incomappleux River. Elevation on the property varies between 2000 ft. and 3500 ft. The main gold zone occurs at approximately 3200 ft. The property has good access by logging roads from Beaton.

Regional Geology

The claim area is underlain by metasediments and volcanics of the Lardeau group of Paleozoic age. A regional fault structure strikes across the property from northwest to southeast and continues across the map sheet for many kilometers extending along the northeast side of Trout Lake and southerly towards the Slocan. Numerous mineral properties have been staked along this trend over the years, including such producers as the Silver Cup, the Spider Mine and True Fissure.

Property Geology

In the vicinity of the main showings and underground workings the claim area is underlain predominantly by the Broadview phyllites and Jowett andesitic volcanics. The major structural break or shear which extends across the claim group from northwest to southeast may be more or less following the contact between the metasedimentary Broadview formation and the predominantly volcanic Jowett formation.

Quartz veining varying from very narrow quartz veinlets of just a few centimeters in width to veins up to 6 meters in width occur on the property, apparently associated with the regional fault structure. The quartz veins carry siderite, pyrite and associated gold mineralization. The quartz veins appear almost as stockworks in some areas but generally strike parallel with the general strike of the phyllitic Broadview formation (N25 to N45 W). Veins cross cutting the strike of the phyllites occur in a few localities.

CROWN GRANTED MINERAL CLAIMS

Golden Eagle	L12479
Independence	L12480
Dorothy	L12481
Golden Standard	L12482
Vimy Ridge	L12483

Walrus	L5653
Goldfinch	L5654
Sea Lion	L5655
Red Fox	L5656
Ridge	L5657
Evening Star	L5658
Centre Star	L5659
Morning Star	L5660
Bonanza	L5661

OWNERSHIP

Academy Enterprise Ltd.
"
"
"
"

Windflower Mining Ltd.
"
"
"
"
"
"
"
"

REVERTED CROWN GRANTS

Lost Cup	L1870
Nina	L4239
Phyllis	L3755

OWNERSHIP

Granges Exploration Ltd.
"
"

LOCATED MINERAL CLAIMS

Doc	2102
Vik	2103
Academy 1	1350
Academy 2	1351
Academy 3	1352
Academy 4	1353

OWNERSHIP

Windflower Mining Ltd.
"
Academy Enterprises Ltd.
"
"
"

Legal Agreements

Granges Exploration Ltd. has the right to earn a 60% interest in the property by spending Cdn \$1,500,000 on exploration by 1988. To date, \$1.1 million has been spent. Windflower Mining Ltd. will retain a 40% participating interest.

Current Status of Exploration

During the 1986 field season, Granges Exploration Ltd. carried out a 60 hole diamond drill program on the windflower project. the main zone structure has been traced with diamond drilling over a strike length of 1300 ft. with widths between 6 and 30 feet. The zone has been tested to a vertical depth of 300 feet.

Recommended Work Program

The focus of the 1987 field season will be an extensive diamond drill program with the goal of expanding ore reserves. In addition, a regional soil sampling program will be used to explore for new gold occurrences.

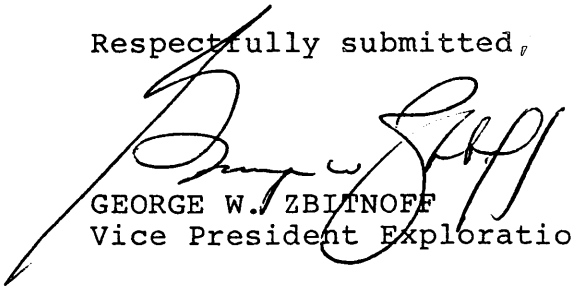
The diamond drill program will be used to establish the continuity of the zone below the 300 foot level. As well drilling will be used to trace the northern strike extension of the zone. The geochemical sampling program will focus on the lineation that hosts the known gold mineralization. Approximately 6 km of strike length will be covered by the program. Any interesting values from the sampling will be followed up with prospecting and mapping.

The field season will start in the last week of May and should continue as long as weather permits, usually late October.

Funding

Funding for the program will come through a flow-through share offering already completed.

Respectfully submitted,



GEORGE W. ZBITNOEF
Vice President Exploration

:heh