

LOST CANYON

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# International Ventures

DIVISION OF VIVA VENTURES ~~MINNER~~  
210 - 1012 DOUGLAS STREET  
VICTORIA, B.C. CANADA V8W 2C3  
PHONE (604) 477-2513 OR 381-4288

2 July 1987



Corporation Falconbridge Copper  
&/Or Minnova Corporation  
4th Floor, 311 Water Street  
Vancouver, B.C.

Please Reply to:

#412, 1180 IRONWOOD ST.  
CAMPBELL RIVER, B.C. V9W 5P7  
(604) 287-9272

ATTENTION: Alec Davidson

*Byce White*

*TO USE property  
same in  
Albany*

Dear Sirs:

RE: Lost Canyon Group Including  
Viva I, Viva II and String O' Pearls

This is to confirm our telephone conversations of last week in which we advised you that our Lost Canyon group of mineral claims on the Kennedy River may become available for re-optioning as of August 2nd if the Sundawn Corporation does not come through with their payments.

Enclosed is a copy of the latest corporate profile of ICM-NGM-TBM Corporations from which you will note that Kerr Addison are in the process of spending \$1.7 million on the property immediately to the north of our claims. Waldo Etcho has great intentions of setting up a mill in the Kennedy River area within the next year.

With your expertise and marketing ability, it would seem a natural for you to do a job on promoting the Lost Canyon property, as you should be able to ride the crest of popularity as Kerr Addison and ICM put out their progressive news releases.

Our property is much more attractive than it was a few years ago, because we have added three large claim groups to the Lost Canyon, namely VIVA I and VIVA II and the String O' Pearls, giving us a substantial land position.

We would be prepared to talk to you about a contract based on our standard wording, which involves the following:

- Lease payments of \$2,000 per month
- Work commitments of \$100,000 the first year plus increases
- Net smelter returns of 2.75%
- Annual share payments starting at 60,000 shares.

All the above payments would be subject to a 30% increase each year, except for the smelter returns percentage. This seems acceptable to the V.S.E. as we have two or three of these contracts on other properties which are well into the development stage.

Please advise your intentions fairly soon as we have other companies looking into this project and we want to get some work accomplished in the 1987 work season.

Yours very truly,

*G. Kinneard*  
George Kinneard

# CORPORATE PROFILE



**INTERNATIONAL COAST MINERALS CORPORATION (I.C.M.)**

**NATIONWIDE GOLD MINES CORPORATION (N.G.M.)**

**PACIFIC BAY MINERALS CORPORATION (P.B.M.)**

## **SUMMARY**

**International Coast Minerals Corporation together with its affiliated companies (N.G.M. Corporation and P.B.M. Corporation) anticipate the creation of several large gold mines in the Kennedy River Valley, which could ultimately become the largest and most cost-effective gold mining operation in North America.**

**These mines could represent the most economically feasible models of the gold mining industry in the 80's and 90's.**

### **MODEL #1**

Very large, low grade, open-pit mining operation with potential tonnage from 20-100 million tons grading 0.1 oz/T gold (United Tommy Group).

### **MODEL #2**

Very high grade - approximately 0.8 to 1.0 oz/T gold, moderate tonnage, underground mining operation (United Bear Group).

## **CORPORATE OBJECTIVE**

The main objective of I.C.M. Corporation and Affiliated Companies is to develop the Kennedy River Valley Gold Belt situated on Vancouver Island, B.C., Canada, and become a significant new gold producer in North America.

## **INTRODUCTION**

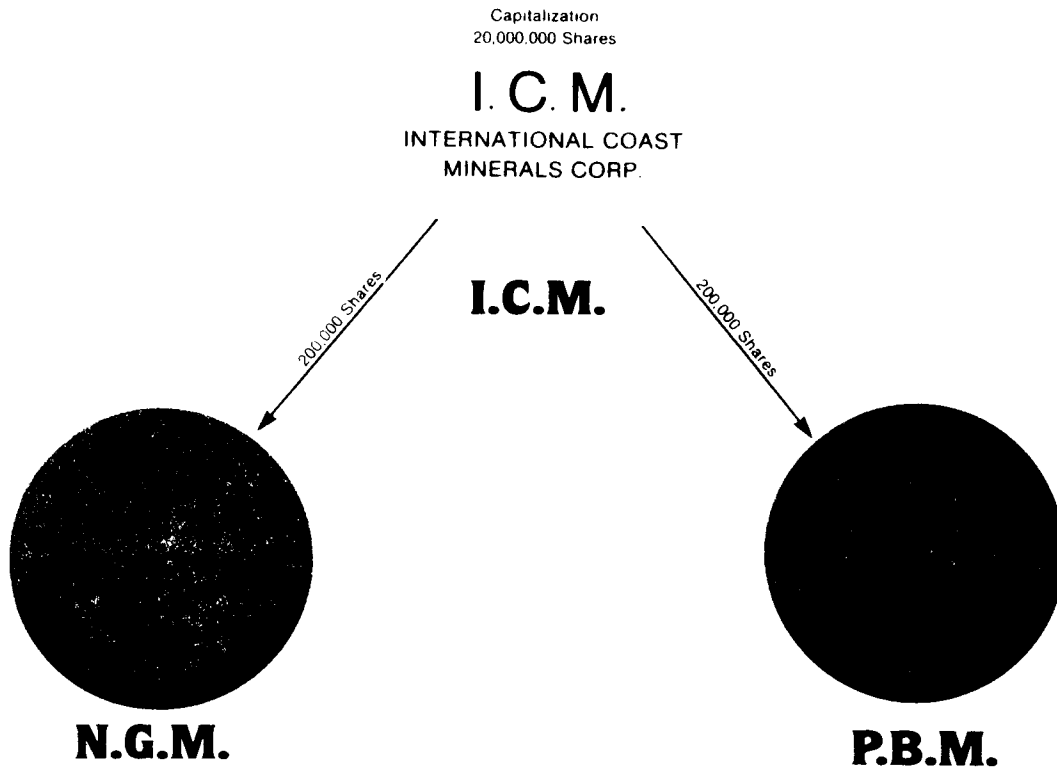
International Coast Minerals (I.C.M.) Corporation in conjunction with its affiliated companies (N.G.M. Corporation and P.B.M. Corporation) along with the private holdings of the President and his close associates, control strategic mineral properties (approximately 9,000 acres) in the Kennedy River Valley Gold Belt.

Gold occurrences in the Kennedy River Gold Belt are now believed to be closely related to two regional fault systems with mineralization models of the "epithermal" and "porphyrite" type associated with Tertiary intrusive activity. This is a radical change from the traditional association of gold with Island intrusions and Karmutsen volcanics.

Phenomenal gold occurrences in the Kennedy River Valley Gold Belt are described by independent geologists as being among the best known in Canada.

Impressive numbers of discoveries with outstanding widespread gold mineralization is found not only in quartz veins, veinlets, stockwork and lenses in mineralized zones, but is also present in shear zones, the wall rock and wall-rock incusins. Evaluation of these main properties were conducted by major Canadian Mining Companies (**Noranda, Lac Minerals, Teck Corporation and Kerr Addison Mines**), resulting in extraordinary gold values. References are available in Review of Exploration Data (Goldsmith, June 28, 1986).

# CORPORATE SCHEMATIC



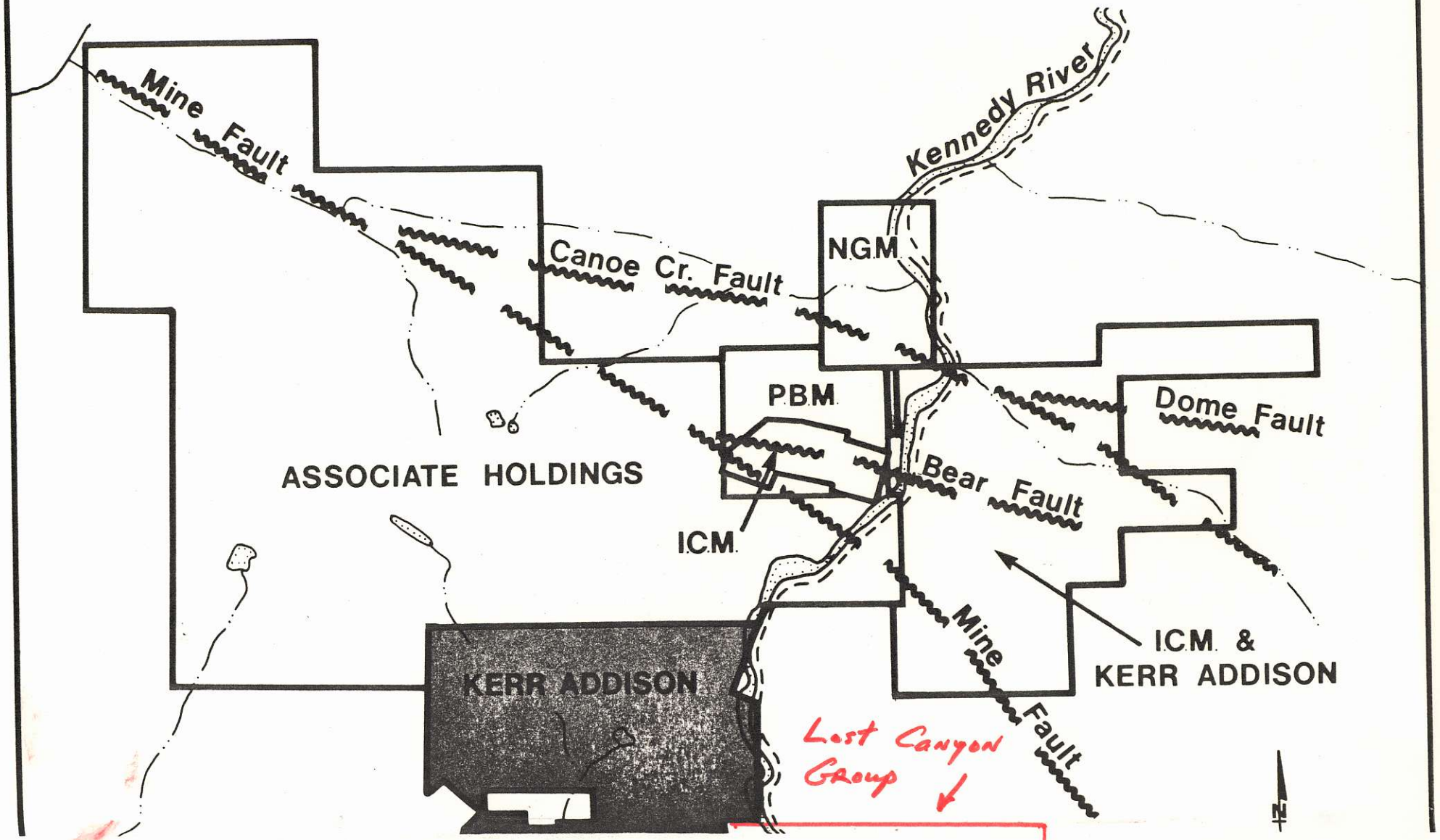
## EXPLANATION

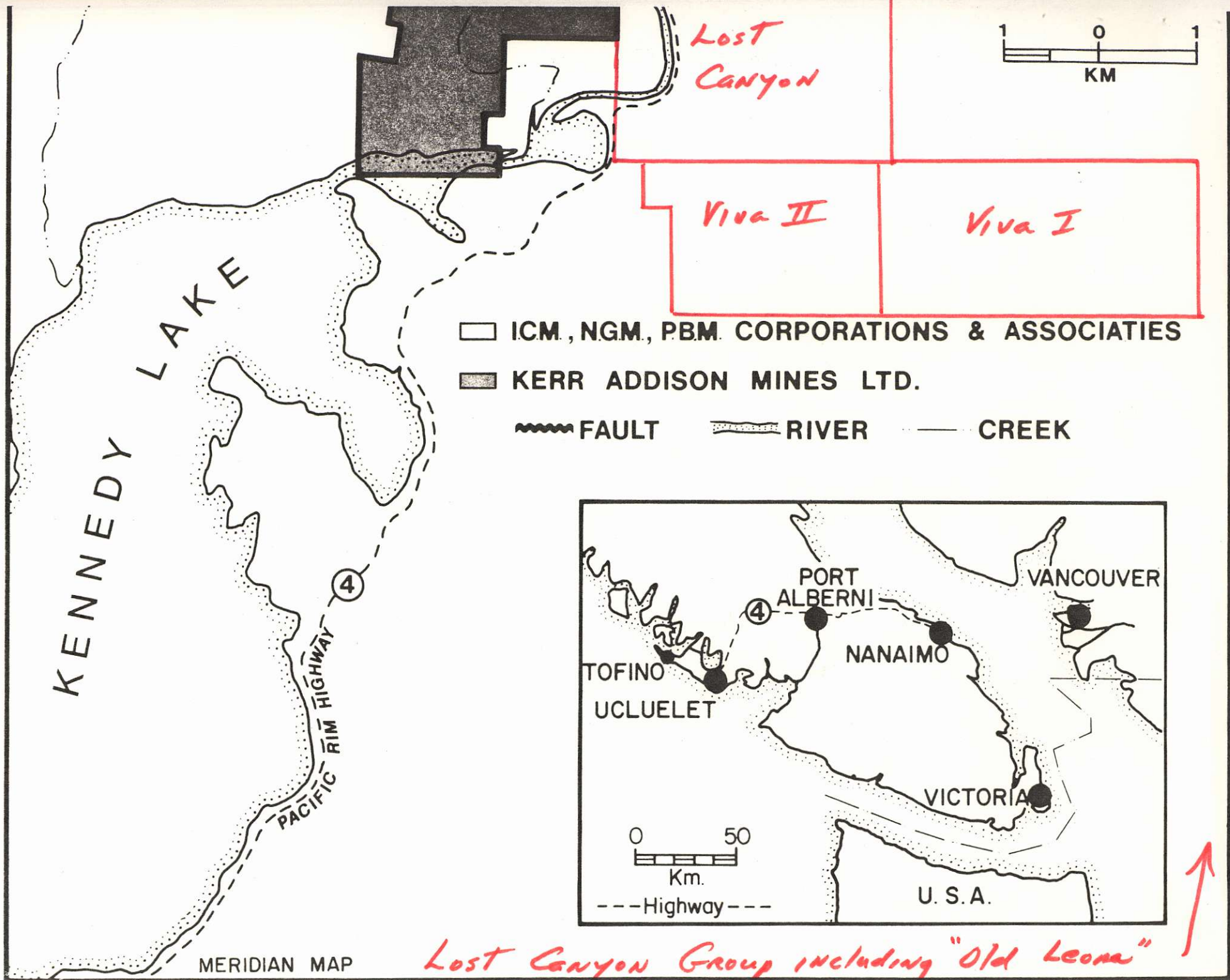
I.C.M. Corporation is the parent company of both N.G.M. Corporation and P.B.M. Corporation through shareholdings and directorships; both N.G.M. Corporation and P.B.M. Corporation will each own up to 200,000 shares in I.C.M. Corporation.

# KENNEDY RIVER VALLEY GOLD BELT

BRITISH COLUMBIA

## HOLDINGS OF ICM, NGM, PBM. CORPORATIONS AND ASSOCIATES





MERIDIAN MAP

*Lost Canyon Group including "Old Leona"*

# **INTERNATIONAL COAST MINERALS (I.C.M.) CORPORATION**

**Capitalization:**  
20 million shares

**Shares to be issued:**  
approx. 1.9 million (Incl. escrow, seed & primary)

**Initial Public offering:**  
approx. 400,000 shares — May 1987 (V.S.E.)

## **Major Current Projects**

### **UNITED TOMMY GROUP**

On November 18, 1986, I.C.M. Corporation and Kerr Addison Mines (a major Canadian mining company with formidable expertise) completed a joint venture agreement to develop the "United Tommy Group" gold property.

One of the salient features of this agreement is that Kerr Addison Mines Ltd. will spend \$1.75 million to earn a 60% partnership in this project.

The first phase of this exploration program will include at least 6,000 feet of diamond drilling by October 31, 1987.

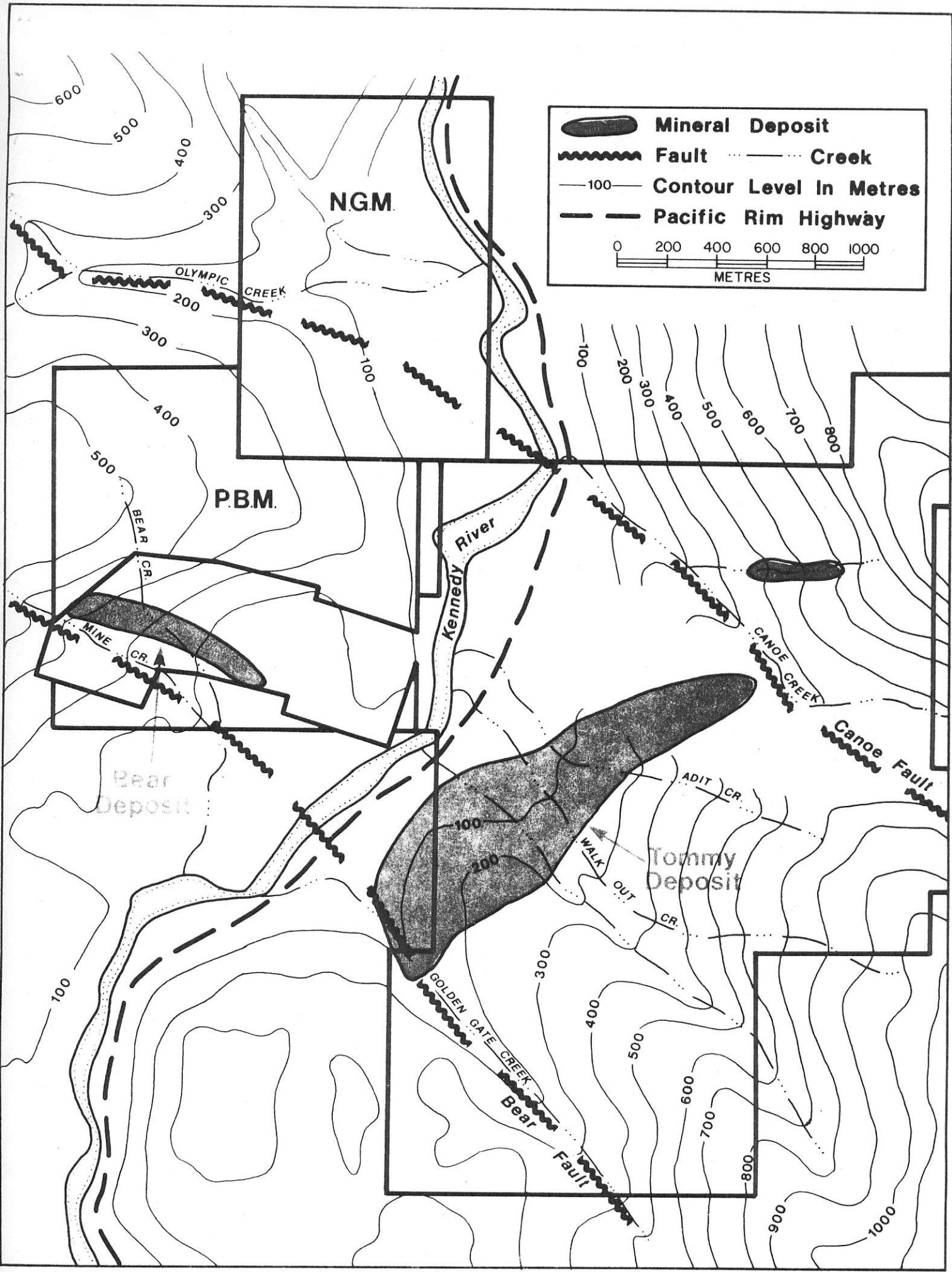
The most prominent characteristic of the "United Tommy Group" is the presence of high-grade gold values in northeasterly trending parallel quartz veins and veinlets. The mineralized zone is approximately 6,000 ft. long and varies from 300-2400 ft. in width, which could create a very large, low-grade, open pit mining operation with the potential tonnage from 20-100 million tons grading approx. 0.1 oz/T gold.

### **UNITED BEAR GROUP**

Extraordinary high grade gold deposits in parallel quartz veins with a true width of 6 to 10 feet averaging 0.85 oz/T gold could ultimately create one of the richest precious metal producers in North America.

A survey conducted by **B.C. Government Geologist Paul Wilton**, on the "United Bear Group" produced results from 1.23 to 7.5 oz/T gold in quartz veins up to 9 feet wide; (**B.C. Mineral Exploration Review 1986**, Page 70).





# **NATIONWIDE GOLD MINES (N.G.M.) CORPORATION**

**Capitalization:**  
20 million shares

**Shares to be issued:**  
approx. 1.9 million (Incl. escrow, seed & primary)

**Initial Public offering:**  
approx. 400,000 shares — June 1987 (V.S.E.)

**Holdings:**  
Up to 200,000 shares of I.C.M. Corporation

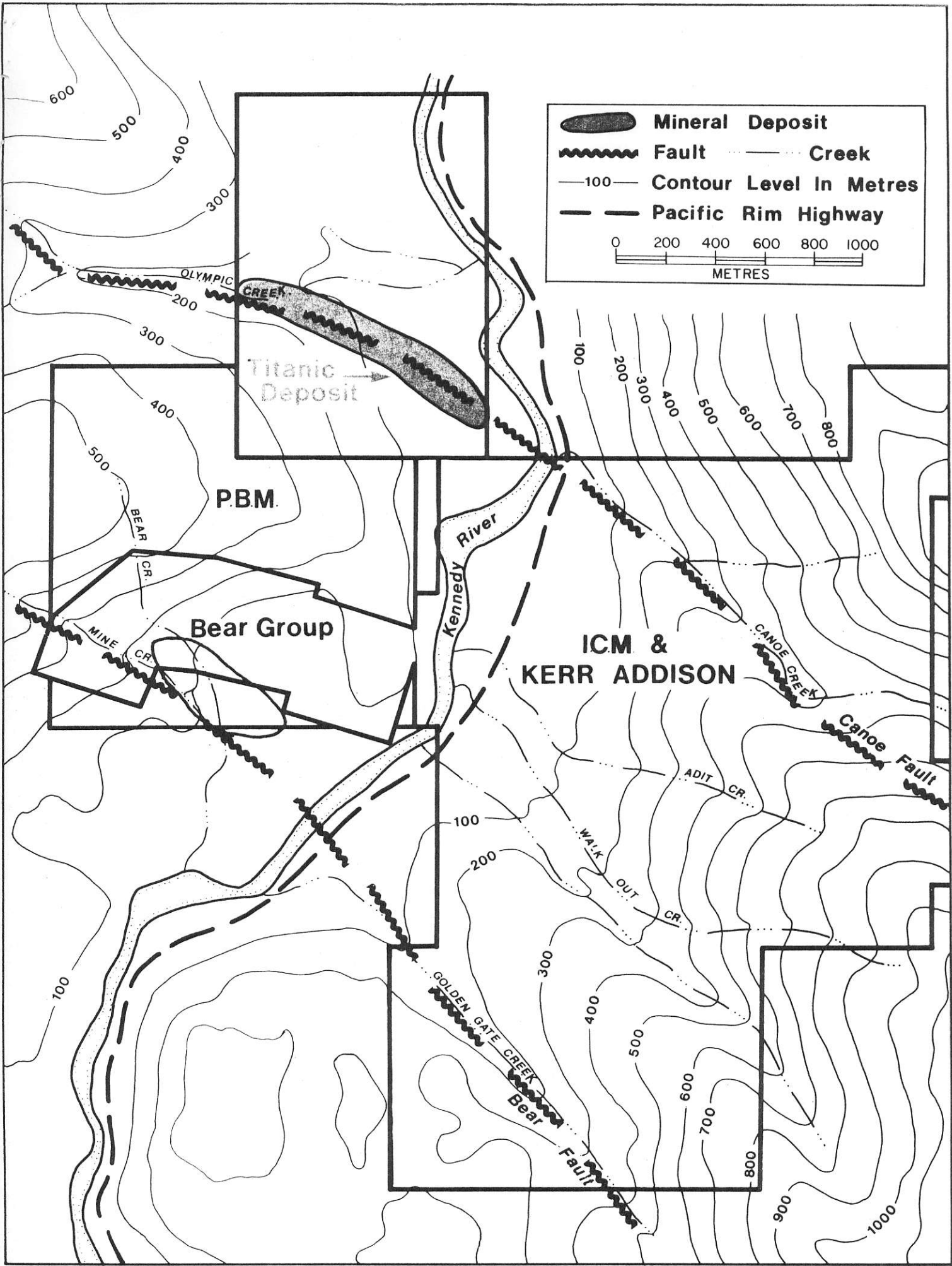
## **Major Current Project**

The major exploration and development project of N.G.M. Corporation in the Kennedy River Valley Gold Belt is the "Titanic" gold property which is adjacent to the "United Tommy Group".

The ore deposits on the "Titanic" property occur as lenticular veins in a wide shear-zone, in places up to 200 feet wide on the main fault, (Canoe Creek Fault) which crosses the "Titanic" and "United Tommy Group."

The ore zone on this property could create a combination of models #1 and #2 (as described in the summary) with large low grade zones for open-pit mining and moderate high grade sections suitable for underground mining.

A road which will cross the "Titanic" property is being constructed by MacMillan Bloedel in a southerly direction parallel to Kennedy River.



## **SIGNIFICANT FACTORS**

The Kennedy River Valley Gold Belt is situated between the neighbouring towns of Ucluelet and Port Alberni on the Pacific Rim Highway. These two logging towns are within a 45 minute drive from the properties and can provide all the necessary facilities, such as heavy equipment, services, and a labour force for the mining operations. A power line runs along the properties and most of the area was recently logged, with gravel roads cutting through the main ore zones.

A preliminary evaluation indicates that the Kennedy River Valley Gold Belt has the potential to host 4 major gold mines:

- 1. United Tommy Mine**
- 2. United Bear Mine**
- 3. Titanic Mine**
- 4. Whitney Mine**

The financial requirement for the first phase of a systematic exploration program on the Kennedy River Valley Gold belt is approx. \$2.5 million.

I.C.M. Corporation and Affiliated Companies invite sophisticated investors and financial groups to participate in our corporate strategy, and to capitalize on this tremendous opportunity.

With the compliments of,

Waldo W. Ejtel  
President