

THIS PROSPECTUS CONSTITUTES A PUBLIC OFFERING OF THESE SECURITIES ONLY IN THOSE JURISDICTIONS WHERE THEY MAY BE LAWFULLY OFFERED FOR SALE AND THEREIN ONLY BY PERSONS PERMITTED TO SELL SUCH SECURITIES. NO SECURITIES COMMISSION OR SIMILAR AUTHORITY IN CANADA HAS IN ANY WAY PASSED UPON THE MERITS OF THE SECURITIES OFFERED HEREUNDER, AND ANY REPRESENTATION TO THE CONTRARY IS AN OFFENCE.

PROSPECTUS

DATED: November 7, 1987

INTERNATIONAL COAST MINERALS CORPORATION

Suite 1950 Park Place - 666 Burrard Street, Vancouver, British Columbia
(hereinafter called the "Issuer")

Kennedy River
827048

PUBLIC OFFERING: 600,000 Common Shares(1)

<u>Shares</u>	<u>Price</u> <u>to Public</u>	<u>Agent's (2)</u> <u>Commission</u>	<u>(3)</u> <u>Received by Issuer</u>
Per Share:	\$0.85	\$0.085	\$0.765
Total:	\$510,000.00	\$51,000.00	\$459,000.00*

- (1) THE AGENTS ARE ENTITLED TO OVERALLOT THE SHARES IN CONNECTION WITH THIS OFFERING AND THE COMPANY HAS GRANTED AN OPTION (THE "GREENSHOE OPTION") TO PURCHASE SHARES IN RESPONSE TO OVER SUBSCRIPTION. SEE "PLAN OF DISTRIBUTION".
- (2) THE AGENTS WILL BE ISSUED WARRANTS ENTITLING THEM TO PURCHASE UP TO A TOTAL OF 150,000 COMMON SHARES IN RETURN FOR GUARANTEEING THE SALE OF THE SHARES OFFERED HEREBY. SEE "PLAN OF DISTRIBUTION".
- (3) BEFORE DEDUCTION OF THE COSTS OF THE ISSUE ESTIMATED TO BE \$20,000.00.

THERE IS NO MARKET THROUGH WHICH THESE SECURITIES MAY BE SOLD. THE PRICE OF THESE SHARES HAS BEEN DETERMINED BY NEGOTIATION BETWEEN THE ISSUER AND THE AGENTS.

A PURCHASE OF THE SECURITIES OFFERED BY THIS PROSPECTUS MUST BE CONSIDERED AS SPECULATION. ALL OF THE PROPERTIES IN WHICH THE ISSUER HAS AN INTEREST ARE IN THE EXPLORATION AND DEVELOPMENT STAGE ONLY AND ARE WITHOUT A KNOWN BODY OF COMMERCIAL ORE. NO SURVEY OF ANY PROPERTIES OF THE ISSUER HAS BEEN MADE AND THEREFORE IN ACCORDANCE WITH THE MINING LAWS OF THE JURISDICTION IN WHICH THE PROPERTIES ARE SITUATE, THEIR EXISTENCE AND AREA COULD BE IN DOUBT. SEE "RISK FACTORS".

AS SOME OF THE DIRECTORS OF THE ISSUER ARE ALSO DIRECTORS OF OTHER MINING COMPANIES, A CONFLICT OF INTEREST MAY ARISE. SEE "DIRECTOR AND OFFICERS".

THE VANCOUVER STOCK EXCHANGE HAS CONDITIONALLY LISTED THE SECURITIES BEING OFFERED PURSUANT TO THIS PROSPECTUS. LISTING IS SUBJECT TO THE ISSUER FULFILLING LISTING REQUIREMENTS ON THE EXCHANGE ON OR BEFORE JUNE 13, 1988, INCLUDING PRESCRIBED DISTRIBUTION AND FINANCIAL REQUIREMENTS.

NO PERSON IS AUTHORIZED BY THE ISSUER TO PROVIDE ANY INFORMATION OR TO MAKE AND REPRESENTATION OTHER THAN THOSE CONTAINED IN THIS PROSPECTUS IN CONNECTION WITH THE ISSUE AND SALE OF THE SECURITIES OFFERED BY THE ISSUER.

THIS PROSPECTUS ALSO QUALIFIES THE ISSUANCE OF THE AGENTS' WARRANTS. THE AGENTS ARE ENTITLED TO SELL ANY SHARES ACQUIRED ON THE EXERCISE OF THE WARRANTS WITHOUT FURTHER QUALIFICATION AT THE MARKET PRICE AT THE TIME OF SALE. SEE "PLAN OF DISTRIBUTION".

UPON COMPLETION OF THIS OFFERING THIS ISSUE WILL REPRESENT 25.74% OF THE SHARES THEN OUTSTANDING AS COMPARED TO 63.74% THAT WILL THEN BE OWNED BY THE DIRECTORS, SENIOR OFFICERS AND PROMOTERS OF THE ISSUER AND SUBSTANTIAL SECURITY HOLDERS AND UNDERWRITERS. SEE "RISK FACTORS".

THE PRO FORMA DILUTION OF THE SHARES BEING PURCHASED HEREUNDER BASED ON THE NET TANGIBLE ASSETS OF THE ISSUER IS \$0.5593.

AS AGENTS, WE CONDITIONALLY OFFER THESE SECURITIES SUBJECT TO PRIOR SALE, IF, AS AND WHEN ISSUED BY THE ISSUER AND ACCEPTED BY US IN ACCORDANCE WITH THE CONDITIONS CONTAINED IN THE AGENCY AGREEMENT REFERRED TO UNDER THE CAPTION "PLAN OF DISTRIBUTION" ON PAGE 2 OF THIS PROSPECTUS.

Agents: Continental Carlisle Douglas
10th Floor, 1055 Dunsmuir Street
Vancouver, British Columbia

McDermid St. Lawrence Limited
1000 - 601 West Hastings Street
Vancouver, British Columbia

Georgia Pacific Securities Corporation
16th Floor, 555 Burrard Street
Vancouver, British Columbia

EFFECTIVE DATE: December 14, 1987

TABLE OF CONTENTS

	<u>Page</u>
DISTRIBUTION SPREAD	Cover
SUMMARY OF PROSPECTUS	1
NAME AND INCORPORATION OF ISSUER	2
PLAN OF DISTRIBUTION	2
USE OF PROCEEDS TO ISSUER	4
DESCRIPTION OF SHARE CAPITAL STRUCTURE	5
CAPITALIZATION	5
DESCRIPTION OF BUSINESS	5
RISK FACTORS	8
ACQUISITIONS	9
PROMOTERS	9
LEGAL PROCEEDINGS	9
DIRECTORS AND OFFICERS	9
EXECUTIVE COMPENSATION	10
EXCROWED SHARES	10
POOLED SHARES	11
OPTIONS TO PURCHASE SECURITIES	11
PRINCIPAL HOLDERS OF SECURITIES	12
PRIOR SALES	12
INTEREST OF MANAGEMENT AND OTHERS IN MATERIAL TRANSACTIONS	12
AUDITORS, TRANSFER AGENTS AND REGISTRARS	12
MATERIAL CONTRACTS	13
OTHER MATERIAL FACTS	13
STATUTORY RIGHTS OF RESCISSION	14
FINANCIAL STATEMENTS	
ENGINEER'S REPORT	
CERTIFICATE	

SUMMARY OF PROSPECTUS

The information in this Summary is qualified in its entirety by the more detailed information appearing elsewhere in the Prospectus.

- OFFERING:** 600,000 Common Shares at \$0.85 per share resulting in net proceeds to the Issuer of \$459,000 (before cost of issue). See "PLAN OF DISTRIBUTION".
- ISSUER:** International Coast Minerals Corporation is a B.C. corporation whose principal business is the acquisition, exploration and development of natural resource properties. See "BUSINESS OF THE ISSUER".
- USE OF PROCEEDS:** The net proceeds will be used primarily to conduct an exploration program on the Issuer's property in the Alberni Mining Division of British Columbia. See "PROPERTY OF THE ISSUER" and "USE OF PROCEEDS TO ISSUER".
- MANAGEMENT:** The Issuer's management team is comprised of individuals with experience in natural resource development. See "DIRECTORS AND OFFICERS".
- RISK FACTORS:** The Issuer's properties are without a known body of commercial ore. Proceeds from this offering will be used to carry out further exploration on the Issuer's property in order to establish ore of commercial tonnages and grades. However, there is no assurance that minerals will be discovered in commercially mineable quantities. See "RISK FACTORS".
- DILUTION FACTOR:** The pro forma dilution of the shares being purchased hereunder based on the net tangible assets of the Issuer is \$0.5593.

NAME AND INCORPORATION OF ISSUER

The full name of the Issuer is International Coast Minerals Corporation. Its registered and records office is Suite 1620 - 701 West Georgia Street, Vancouver, British Columbia. Its head office is Suite 1500 - 1176 W. Georgia Street, Vancouver, British Columbia.

The Issuer was incorporated by Memorandum and Articles on the 19th day of December, 1984 under the laws of the Province of British Columbia, and will be a reporting company when the Superintendent of Brokers issues a receipt for this Prospectus.

PLAN OF DISTRIBUTION

Offering

The Issuer, by its Agents, hereby offers (the "Offering") to the public through the facilities of the Vancouver Stock Exchange (the "Exchange") 600,000 shares (the "Shares") of the Issuer at a price of \$0.85 per Share. The Offering will be made in accordance with the rules and policies of the Vancouver Stock Exchange and on a day (the "Offering Day") determined by the Agent and the Issuer, with the consent of the Exchange, within a period of 180 days from the date of a receipt for this Prospectus (the "Effective Date").

Appointment of Agents

The Issuer by an agreement dated the 18th day of August, 1987 appointed the following as its Agents, (the "Agents") to offer the Shares through the facilities of the Vancouver Stock Exchange:

<u>Names of Agents</u>	<u>Participation</u>
Continental Carlisle Douglas	250,000.
Georgia Pacific Securities Corporation	100,000
McDermid St. Lawrence Limited	250,000

The Agents will receive a commission of \$0.085 per Share.

The Agents have agreed to purchase any Shares not sold at the conclusion of the Offering. In consideration therefor, the Agents have been granted non-transferable share purchase warrants (the "Agents' Warrants") in proportion to their participation in the Offering, entitling them to purchase up to 150,000 shares of the Issuer at a price of \$1.00 per share at any time up to the close of business one year from listing of the Issuer's shares on the Vancouver Stock Exchange (the "Exchange").

The Agents' Warrants will contain, among other things, anti-dilution provisions and provisions for appropriate adjustment of the class, number and price of shares issuable pursuant to any

exercise thereof upon the occurrence of certain events, including any subdivision, consolidation or reclassification of the shares or the payment of stock dividends.

The Agents are entitled to over allot the Shares of the Company in connection with this Offering and the Issuer has granted to the Agents, on a pro rata basis, an option (the "Greenshoe Option") to sell at \$0.85 per share such number of Shares subscribed for by way of an over subscription during primary distribution of the securities offered hereunder. The Greenshoe Option shall be exercisable for a period of THIRTY (30) trading days from the Offering Day. The numbers of shares subject to the Greenshoe Option shall be determined at the conclusion of the Offering Day. Alternatively, the Agents are entitled to cover each over allotment of common shares by making purchases of the Issuer's common shares in the open market through the facilities of the Exchange at the market price from time to time during the exercise period of the Greenshoe Option.

The Agents reserve the right to offer selling group participation, in the normal course of the brokerage business to selling groups of other licensed broker-dealers, brokers and investment dealers, who may or may not be offered part of the commissions or bonuses derived from this Offering.

The obligations of the Agents under the Agency Agreement may be terminated by the Agents at any time before the opening of the market on the Offering Day on the basis of their assessment of the state of the financial markets and upon the occurrence of certain stated events.

There are no payments in cash, securities or other consideration being made, or to be made, to a promoter, finder or any other person or company in connection with the Offering.

The Directors, Officers and other insiders of the Issuer may purchase Shares from this Offering.

The Vancouver Stock Exchange has conditionally listed the securities being offered pursuant to this Prospectus. Listing is subject to the Issuer fulfilling listing requirements of the Exchange on or before June 13, 1988, including prescribed distribution and financial requirements.

The Issuer has granted the Agents a right of first refusal with respect to any future public equity financings it may require during the twelve month period following the Effective Date.

Additional Offerings

This Prospectus also qualifies the issuance of the Agents' Warrants and the sale to the public at the market price prevailing from time to time any common shares of the Issuer purchased by the Agents pursuant to their guarantee. The Agents may sell at the market price from the time of the sale without any further qualification any shares acquired on the exercise of the Agents'

Warrants. The Issuer will not receive any proceeds derived from the sale by the Agents of the common shares acquired pursuant to the Agents' Warrants, all of which proceeds will accrue to the Agents.

USE OF PROCEEDS TO ISSUER

The net proceeds of the Issuer of \$459,000 together with approximately \$14,000 of working capital on hand as at October 31, 1987, will be spent in order of priority as follows:

(a)	Cost of this issue	\$ 20,000.00
(b)	Conduct Phase A of the program recommended by R.T. Henneberry, FGAC., in his report dated July 9, 1987 on the Bear Project	\$ 344,000.00
(c)	Working capital*	<u>109,000.00</u>
	TOTAL	<u>\$ 473,000.00</u>

*Funds raised for working capital will be used for administration costs and future exploration and acquisition costs. These funds will be spent in accordance with the policies of the Vancouver Stock Exchange.

The Issuer may, pursuant to the recommendations of a qualified engineer, abandon in whole or in part any of its properties or may alter, as work progresses, the work programs recommended or may make arrangements for the performance of all or any portion of such work by persons or companies and may use any money so diverted for the purpose of conducting work or examining other properties acquired by the Issuer after the date of this Prospectus although the Issuer has no present plans in this regard. If any such event occurs during the primary distribution of the securities referred to in this Prospectus, an amendment to this Prospectus will be filed.

No part of the proceeds shall be used to invest, underwrite or trade in securities other than those that qualify as investments in which trust funds may be invested under the laws of the jurisdiction in which securities offered by this Prospectus may be lawfully sold. Should the Issuer propose to use the proceeds to acquire non-trustee type securities after initial distribution of the securities offered by this Prospectus, approval by the shareholders must first be obtained and prior disclosure must be made to the securities regulatory bodies having jurisdiction over the sale of the securities offered by this Prospectus.

DESCRIPTION OF SHARE CAPITAL STRUCTURE

The share capital structure of the Issuer consists of one class of shares only. All shares issued by the Issuer rank equally as to dividends, voting rights and as to any distribution of assets on winding-up or liquidation. There are no Indentures or Agreements limiting the payment of dividends and there are no conversion rights, special liquidation rights, pre-emptive rights or subscription rights. The presently outstanding share capital is not subject to any call or assessment and the Shares offered hereby when issued and sold as described in this Prospectus will not be subject to any call or assessment.

CAPITALIZATION

<u>Designation Of Security</u>	<u>Amount Authorized</u>	<u>Amount Outstanding at July 8, 1987 Balance Sheet</u>	<u>Amount Out- standing as of the date of this Prospectus</u>	<u>Amount Outstanding if all Securities Sold</u>
Common Shares	20,000,000	1,731,101	1,731,101	2,331,101

Reference is made to the caption "OPTIONS TO PURCHASE SECURITIES" on Page 9 for particulars of options to purchase securities granted to Executed Officers and Directors.

DESCRIPTION OF BUSINESS

The Issuer is presently engaged in the business of acquiring, exploring and developing natural resource properties. The Issuer was inactive until 1986 when it commenced work on the Bear Property. During 1986 and 1987, the Issuer has been engaged in carrying out exploration on the Bear Property and organizing the financing required to carry out the exploration program recommended in this Prospectus.

A. BEAR PROPERTY

The Issuer is the owner of a 100% interest in 4 minerals claims in the Alberni Mining Division, British Columbia described as follows:

<u>Name</u>	<u>Record Number</u>	<u>Expiry Date</u>
Cinnamon Bear	1580	December 20, 1995
Grisley Bear	1599	January 18, 1996
Black Bear	1522	October 18, 1989
Ironsides	1601	January 25, 1990
Bear Fraction	2882	April 17, 1988.

The property covers approximately 71 hectares.

The Issuer acquired the Bear Property, with the exception of the Bear Fraction Claim, by agreement dated June 10, 1987 made between Waldo Ejtel a director of the Issuer and Sylvia Robinson of 308 - 1246 Haro Street, Vancouver, British Columbia. The Bear Fraction Claim was acquired on April 10, 1987 from Waldo Ejtel for \$1.00. The Issuer paid Waldo Ejtel \$19,933 as a reimbursement for exploration work done on the claims by him from 1984 to 1986. The Issuer also agreed to pay Sylvia Robinson a royalty of 2 1/2% of the net smelter returns derived from production from the claims. The Issuer must pay Sylvia Robinson the following minimum royalties or return the claims to her:

<u>Year</u>	<u>Minimum Royalty</u>
April 30, 1990	25,000
April 30, 1991	30,000
April 30, 1992	35,000
April 30, 1993	40,000
April 30, 1994	45,000
April 30, 1995	50,000
April 30th of each year thereafter	50,000.

The Issuer acquired the Bear Fraction claim by staking.

The Bear Property is located on Vancouver Island, approximately 61 road kilometers west of Port Alberni. The claims may be reached by travelling west from Port Alberni for 55 kilometers on the Alberni Tofino Highway, thence 6 kilometers on a new logging road to the southern end of the property.

During the period from 1902 to 1913 exploration work was done in the area by unidentified companies. The work consisted of tracing quartz veins for 130 metres on surface and driving a tunnel 62 metres along the quartz vein described as the Bear Shear Zone. The Property was examined by Teck Explorations Limited in 1984 and Noranda Exploration Company Limited in 1985. In 1986 Waldo Ejtel, the President of the Issuer, discovered a new vein removed from the area of the previous workings. A geophysical survey traced this structure along strike. Sampling on the vein averaged approximately 1 ounce of gold per ton over a width of 3 metres although a bulk sample shipped to the Trail smelter averaged only .28 ounces of gold per ton.

In 1987, the Issuer carried out surveying, mapping and sampling, both on surface and underground at a cost of approximately \$54,320. A grid was established over the property to allow completion of a geochemical and geophysical survey. Detailed sampling outlined a mineralized shoot of 27 metres averaging .311 ounces of gold per ton over a width of 1 metre as well as indications of additional mineralized shoots within the previous Footwall Vein workings. Geochemical and geophysical surveys traced both the Footwall Vein and the newly discovered black vein (Hanging Wall Vein) along strike. Additional geophysical anomalies were also identified outside the known zone of mineralization.

There is no surface or underground plant or equipment on the Property.

THERE IS NO BODY OF COMMERCIAL ORE ON THE CLAIM AND THE PROPOSED PROGRAM IS AN EXPLORATORY SEARCH FOR ORE, PRIMARILY GOLD. R.T. HENNEBERRY, FGAC, HAS RECOMMENDED THAT AN EXPLORATION PROGRAM CONSISTING OF EXCAVATING AND DIAMOND DRILLING AT AN ESTIMATED COST OF \$344,000. MR. HENNEBERRY'S RECOMMENDATIONS ARE CONTAINED IN HIS REPORT DATED JULY 9, 1987, THE TEXT OF WHICH IS INCLUDED IN THIS PROSPECTUS. The full report is available for inspection at the registered office of the Issuer, Suite 1620 - 701 West Georgia Street, Vancouver, British Columbia.

B. TOMMY CLAIMS

The Issuer holds the right to participate in a joint venture to be formed for the purpose of exploring and developing the following minerals claims located in the Alberni Mining Division, British Columbia:

<u>Name</u>	<u>Number</u>	<u>Expiry Date</u>
Tommy	1029	September 18, 1992
Golden Gate	1035	September 30, 1994
Water Fall	1560	December 7, 1994.

The claims cover approximately 600 hectares.

Waldo Ejtel ("Ejtel"), the President of the Issuer, is the owner of the claims. By agreement dated October 31, 1986 made between Ejtel and Kerr Addison Mines Limited ("Kerr") of Suite 703 - 1112 West Pender Street, Vancouver, British Columbia, Kerr obtained an option to earn a 60% interest in the claims. In order to exercise the option Kerr must carry out the following expenditures on the claims:

<u>Aggregate Expenditure</u>	<u>Date of which Aggregate Expenditure is to be incurred</u>
\$180,000	October 31, 1987
\$400,000	October 31, 1988
\$750,000	October 31, 1989
\$1,200,000	October 31, 1990
\$1,750,000	October 31, 1991

If Kerr exercises its option Ejtel shall have the right to elect to either contribute 40% of all subsequent expenditures and retain a 40% participating interest in the claims or wait until a feasibility study is prepared and have his interest reduced to a 25% participating interest. If Ejtel elects not to participate in the joint venture or having elected to do so fails to contribute his proportionate share of expenditures made on the claims his interest shall be converted to a 15% net profits interest.

By agreement dated March 5, 1987, Ejtel sold all of his rights to participate in the joint venture or to receive a 15% net profits to the Issuer for \$35,291 of which \$3,800 was the cost to

Ejtel of entering into the Kerr Agreement and \$31,491 was expenditures made on the claims by Ejtel during the period from 1980 to 1984. If Kerr abandons its option to earn an interest in the claims the Issuer shall have the right to assume the position of Kerr provided that the dates within which expenditures are to be made under the Kerr Agreement shall be extended by 12 months. If the Issuer abandons the option then a 100% interest in the claims shall be returned to Waldo Ejtel.

The claims are located on Vancouver Island approximately 55 road kilometers west of Port Alberni. The Tofino-Alberni highway transveres the claims and the Tommy claims are contiguous to the Bear Property.

Kerr is presently carrying on a diamond drilling program on the claims.

THERE IS NO BODY OF COMMERCIAL ORE ON THE CLAIMS.

RISK FACTORS

The Shares offered hereby are considered speculative due to the nature of the Issuer's business and the present stage of its development. A prospective investor should consider carefully the following factors. Mineral exploration and development involves a high degree of risk and it is possible that the shares being purchased hereunder may not be sold by the purchasers for a profit. The marketability of minerals which may be acquired or discovered by the Issuer will be affected by numerous factors beyond the control of the Issuer. These factors include market fluctuations, the proximity and capacity of mineral markets and processing equipment, government regulations, including regulations relating to prices, taxes, royalties, land tenure, importing and exporting of minerals and environmental protection. The exact effect of these factors cannot be accurately predicted, but the combination of these factors may result in the Issuer not receiving an adequate return on invested capital. The existence of title opinions should not be construed to suggest that the Issuer has good and marketable title to the property described in this Prospectus. The Issuer follows the usual industry practice in obtaining title opinions with respect to its lands.

The pro forma dilution of the shares purchased hereunder based on the net tangible assests of the Issuer is \$0.5593.

Based on 2,331,101 shares to be outstanding if all of the Shares offered by this Prospectus are sold, 63.74% of the shares have been issued to Directors, Officers, substantial security holders, promoters and underwriters and 25.74% are being offered hereunder.

ACQUISITIONS

Reference is made to the caption "DESCRIPTION OF BUSINESS" on page 5 for details of the acquisition by the Issuer of the Bear Property and an interest in the Tommy claims.

PROMOTERS

Waldo Ejtel, the President and a Director of the Issuer, and Jerzy Liszka, a Director of the Issuer, are the promoters. Reference is made to the caption "DESCRIPTION OF BUSINESS" for property payments made to Waldo Ejtel and to the caption "EXECUTIVE COMPENSATION" for remuneration paid to Waldo Ejtel. While the Issuer was a private issuer Waldo Ejtel purchased 235,000 shares at a price of 25¢ per share and 575,000 escrowed shares at a price of 1¢ per share, Nationwide Gold Mines Corp., a company controlled by Waldo Ejtel purchased 400,000 shares at 25¢ per share and Jerzy Liszka purchased 101,000 shares at 25¢ per share and 125,000 escrowed shares at 1¢ per share. Reference is also made to the caption "OPTIONS TO PURCHASE SECURITIES" for particulars of option to purchase shares granted to Waldo Ejtel and Jerzy Liszka.

LEGAL PROCEEDING

Wotjek T. Tomaszewski as Plaintiff has commenced an action in the Supreme Court of British Columbia against the Issuer and Waldo Ejtel, the President of the Issuer, for breach of an oral agreement of employment, damages for wrongful dismissal and specific performance requiring the Defendants to transfer 100,000 shares to the Plaintiff for a price of 25¢ per share or damages in lieu thereof. The Issuer denies any liability and is defending the action.

DIRECTORS AND OFFICERS

<u>Name and Address</u>	<u>Principal Occupation for Past Five Years</u>
WALDO EJTEL* #707 - 850 Burrard Street Vancouver, British Columbia President and Director	Exploration manager for First Coast Minerals Corp., a company controlled by Waldo Ejtel to 1986; President of the Issuer
THOMAS MANVILLE WATERLAND* 1131 Jackson Way Delta, British Columbia Director	Professional Engineer, President of the Mining Association of British Columbia Formerly MLA for Yale-Lillooet and Minister of Mines and Petroleum Resources
JERZY LISZKA* #6 - 1546 Comox Street Vancouver, British Columbia Director	Physiotherapist, Self-Employed

<u>Name and Address</u>	<u>Principal Occupation for Past Five Years</u>
FRED YEHIA 1494 West 40th Avenue Vancouver, British Columbia Secretary	Barrister and Solicitor

***Members of the Audit Committee**

Certain of the Directors and Officers of the Issuer also serve as Directors of and have an interest, either directly or indirectly, in other companies involved in natural resource exploration and development. As a result, a director of the Issuer may be presented, from time to time, with situations which give rise to an apparent conflict of interest. On any conflict situation, a Director may abstain from voting on resolutions of the Board of Directors which evoke such conflict in order to have the matter resolved by an independent Board, or the situation may be presented to the shareholders of the Issuer for ratification. In any event, the Directors of the Issuer must, in accordance with the laws of British Columbia, act honestly and in good faith and in the best interests of the Issuer, and must exercise the care, diligence and skill of a reasonably prudent person in dealing with the affairs of the Issuer.

EXECUTIVE COMPENSATION

The Issuer has paid a company controlled by Waldo Ejtél, the President of the Issuer, \$39,176 for exploration work done on its claims. The Issuer will continue to employ that Company to carry out exploration work on its claims from time to time and will pay it the prevailing industry rates. The Issuer paid Waldo Ejtél \$18,000 for management fees from August 1, 1986 to July 31, 1987. The Issuer will pay Waldo Ejtél \$1,500 per month for management fees during the current fiscal year.

Reference is made to the caption "OPTIONS TO PURCHASE SECURITIES" for particulars of options to purchase securities granted to executive officers and directors.

ESCROWED SHARES

As of the date of this Prospectus, 750,000 shares are held in escrow by The Canada Trust Company of 1055 Dunsmuir Street, Vancouver, British Columbia, subject to the direction or determination of the Superintendent of Brokers "(Superintendent)". The escrow restrictions provide that the Shares may not be traded in, dealt with in any manner whatsoever or released, nor may the Issuer, its Transfer Agent or Escrow Holders make any transfer or record any trading of shares without the consent of the Superintendent or, upon listing of its shares, without the consent of the Vancouver Stock Exchange.

In addition, the escrow restrictions provide that any shares not released from the terms of escrow within ten years of the effective date of this Prospectus, shall be cancelled. The complete text of the Escrow Agreement will be available for inspection at the Company's registered office, Suite 1620 - 701 West Georgia Street, Vancouver, British Columbia, during primary distribution hereunder.

<u>Designation of Class</u>	<u>Number of Shares Held in Escrow</u>	<u>Percentage of Class</u>
Common	750,000	43.32%

POOLED SHARES

901,000 shares of the Issuer sold for cash have been pooled with The Canada Trust Company of Canada of 1055 Dunsmuir Street, Vancouver, British Columbia.

25% of the shares will be released when the shares of the Issuer commence trading on the Vancouver Stock Exchange and installments of 25% will be released every three months thereafter until all of the shares have been released. However, if the Issuer fails to obtain a listing on the Vancouver Stock Exchange within twelve months of the date of this Prospectus, the Trustee shall release all pooled shares to the holders thereof.

OPTIONS TO PURCHASE SECURITIES

As at July 5, 1987, the Issuer had granted the following non-assignable stock option to an Executive Officer who is a employee of the Issuer:

<u>Number of Executive Officers</u>	<u>Amount of Common Shares Optioned</u>	<u>Price per Share</u>	<u>Expiry Date of Option</u>
1	90,000	85¢	July 5, 1989

As at July 5, 1987, the Issuer had granted the following non-assignable stock options to Directors and Officers of the Issuer:

<u>Number of Directors and Officers</u>	<u>Amount of Common Shares Optioned</u>	<u>Price per Share</u>	<u>Expiry Date of Option</u>
3	115,000	85¢	July 5, 1989

As at July 5, 1987, the Issuer had granted the following non-assignable stock options to an Employee:

<u>Number of Employees</u>	<u>Amount & Common Shares Optioned</u>	<u>Price per Share</u>	<u>Expiry Date of Option</u>
1	25,000	85¢	July 5, 1989

PRINCIPAL HOLDERS OF SECURITIES

To the knowledge of the Directors and Senior Officers of the Issuer, only the following hold beneficially, directly or indirectly, more than 10% of any class of shares of the Issuer, as at the date hereof:

<u>Name and Address</u>	<u>Type of Ownership</u>	<u>Class and Number of Shares Owned</u>	<u>Percentage of Class</u>
Waldo Ejtél	Direct	635,001*	69.89%
		575,000 Escrow	
Jerzy Liszka	Direct	101,000	13.05%
		125,000 Escrow	

*400,000 shares shown to be beneficially owned by Waldo Ejtél are registered in the name of Nationwide Gold Mines Corp., a company controlled by Waldo Ejtél.

The following table shows the respective percentage of shares of the Issuer beneficially owned either directly or indirectly by the Directors and Senior Officers of the Issuer as a group:

<u>Designation of Class</u>	<u>Number of Shares</u>	<u>Percentage of Class</u>
Common	1,486,001	85.85%

PRIOR SALES

The following shares of the Issuer with the exception of the one subscriber sold at a price of \$1.00, were sold within the past twelve months:

<u>Number Sold</u>	<u>Price</u>	<u>Total Cash Received</u>	<u>Commission Paid</u>
1	\$1.00	\$1.00	Nil
750,000	\$0.01	\$7,500.00	Nil
974,600	\$0.25	\$243,650.00	Nil
6,500	\$0.50	\$3,250.00	Nil

INTEREST OF MANAGEMENT AND OTHERS IN MATERIAL TRANSACTIONS

Reference is made to the captions "EXECUTIVE COMPENSATION and DESCRIPTION OF BUSINESS" for particulars of monies paid to Waldo Ejtél, the President and a Director of the Issuer for properties and management services.

AUDITORS, TRANSFER AGENTS AND REGISTRARS

The auditor of the Issuer is Price Waterhouse, Chartered Accountants, of 601 West Hastings Street, Vancouver, British Columbia.

The Issuer's Registrar and Transfer Agent is The Canada Trust Company of 1055 Dunsmuir Street, Vancouver, British Columbia.

MATERIAL CONTRACTS

The following is a list of material contracts entered into by the Issuer:

- (a) An agreement dated March 5, 1987 made between the Issuer and Waldo Ejtél regarding the Tommy claims referred to under the caption "DESCRIPTION OF BUSINESS"
- (b) An agreement dated June 10, 1987 made between the Issuer and Waldo Ejtél and Sylvia Robinson regarding the Bear Property referred to under the caption "DESCRIPTION OF BUSINESS".
- (c) An Escrow Agreement dated June 30, 1987 made between the Issuer, The Canada Trust Company and the holders of escrowed shares referred to under the caption "ESCROWED SHARES".
- (d) A Pooling Agreement dated May 1, 1987 made between The Canada Trust Company and the holders of the pooled shares referred to under the caption "POOLED SHARES".
- (e) Agency Offering Share Agreement dated August , 1987 made between the Issuer and the Agents referred to under the caption "PLAN OF DISTRIBUTION".

All material contracts of the Issuer may be inspected while the Issuer's Shares are in primary distribution, during normal business hours, at the Issuer's records office, Suite 1620 - 701 West Georgia Street, Vancouver, British Columbia.

OTHER MATERIAL FACTS

There are no other material facts relating to the securities offered by this Prospectus which are not disclosed under the foregoing captions.

STATUTORY RIGHTS OF RESCISSION

The Securities Act provides a purchaser with the right to withdraw from an agreement to purchase securities within two business days after receipt or deemed receipt of a Prospectus and further provides a purchaser with remedies for rescission or damages where the Prospectus and any amendment contains a material misrepresentation or is not delivered to the purchaser prior to delivery of the written confirmation of sale or prior to midnight on the second business day after entering into the agreement, but such remedies must be exercised by the purchaser within the time limit prescribed. For further information concerning these rights and the time limits within which they must be exercised the purchaser should refer to Sections 66, 114, 118 and 124 of the Securities Act or consult a lawyer.

INTERNATIONAL COAST MINERALS CORPORATION

FINANCIAL STATEMENTS

JULY 8, 1987

Price Waterhouse



July 17, 1987 (except as to Note 8
which is as of November 30, 1987)

AUDITORS' REPORT

To the Directors of
International Coast Minerals Corporation:

We have examined the balance sheet of International Coast Minerals Corporation as at July 8, 1987 and the statements of deficit, deferred mining exploration expenses, and changes in financial position for the period then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Company as at July 8, 1987 and the deferred mining exploration expenses and the changes in its financial position for the period then ended in accordance with generally accepted accounting principles.

Price Waterhouse

Chartered Accountants

INTERNATIONAL COAST MINERALS CORPORATION

BALANCE SHEET - JULY 8, 1987

ASSETS

Current assets:

Cash	\$ 86,007
Prepaid expenses	<u>3,926</u>
	89,933

Fixed assets:

Automobile	15,669
Less: Accumulated depreciation (Notes 2(b) and 4)	<u>2,350</u>
	13,319

Deferred mining exploration expenses (Notes 2(a) and 3) 131,106

Incorporation costs 500

\$234,858

LIABILITIES

Current liabilities:

Accounts payable and accrued liabilities	\$ 4,701
Current portion of long-term debt (Note 4)	<u>4,304</u>
	9,005

Long-term debt (Note 4) 7,094

16,099

SHAREHOLDER'S EQUITY


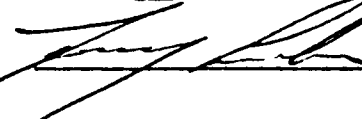
Share capital (Note 5) 254,401

Deficit 35,642

218,759

\$234,858

APPROVED BY THE BOARD:

 Director
 Director

INTERNATIONAL COAST MINERALS CORPORATION

STATEMENT OF DEFICIT
PERIOD ENDED JULY 8, 1987

Administrative expenses (Note 6)	<u>\$35,642</u>
Deficit, end of period	<u><u>\$35,642</u></u>

INTERNATIONAL COAST MINERALS CORPORATION

STATEMENT OF DEFERRED MINING EXPLORATION EXPENSES
PERIOD ENDED JULY 8, 1987

Mining exploration expenses:	
Automotive	\$ 3,100
Contracted work	40,690
Consulting fees	893
Depreciation	2,350
Field expenses and rentals of equipment	4,288
Interest on bank loan	942
Laboratory analysis	548
Professional fees	6,456
Other	115
Management fees	<u>16,500</u>
	75,882
Purchase of mineral claims (Note 3)	<u>55,224</u>
Deferred mining exploration expenses, end of period	<u><u>\$131,106</u></u>

INTERNATIONAL COAST MINERALS CORPORATION

STATEMENT OF CHANGES IN FINANCIAL POSITION
PERIOD ENDED JULY 8, 1987

Cash provided by (used in) operating activities:

Operations-

Deferred mining exploration expenses	\$(131,106)
Administrative expenses	(35,642)
Item not affecting cash - depreciation	<u>2,350</u>
	(164,398)

Changes in non-cash working capital-

Prepaid expenses	(3,926)
Accounts payable and accrued liabilities	4,701
Current portion of long-term debt	<u>4,304</u>
	5,079
	<u>(159,319)</u>

Cash provided by (used in) financing activities:

Issue of share capital	254,401
Long-term debt	<u>7,094</u>
	261,495

Cash provided by (used in) investing activities:

Purchase of fixed assets	(15,669)
Incorporation costs	<u>(500)</u>
	(16,169)

Increase in cash, being cash, end of period

\$ 86,007

INTERNATIONAL COAST MINERALS CORPORATION

NOTES TO FINANCIAL STATEMENTS

JULY 8, 1987

1. Incorporation and operations:

The Company was incorporated on December 19, 1984 under the laws of British Columbia, commenced operations in August 1986 and has since been engaged in the exploration and development of mining properties. The Company proposes to offer its shares to the public and apply for a listing on the Vancouver Stock Exchange ("Exchange")(Note 8(b)).

2. Accounting policies:

(a) Deferred mining exploration expenses-

The Company is engaged in the exploration of mining properties and capitalizes all costs relating to exploration projects until such time as the projects achieve commercial production, are sold or are abandoned. All unallocated administrative expenditures are expensed in the year in which they are incurred.

The amounts shown for deferred exploration and development costs represent unamortized net costs incurred to date and do not necessarily reflect present or future values.

(b) Fixed assets-

Fixed assets are recorded at cost. Depreciation on the automobile is provided on the declining-balance basis at 30% annually. In the year of acquisition, depreciation is taken at one-half the normal rate.

3. Purchase of mineral claims:

(a) Bear Group claims-

In June 1987 the Company purchased an undivided 100% interest in four mineral claims located in the Alberni Mining Division of British Columbia from a director of the Company and a third party. The purchase consideration consisted of a payment of \$19,933 to the director and a commitment to pay a 2-1/2% smelter royalty to the other party with a minimum annual royalty as follows-

<u>Year</u>	<u>Minimum royalty</u>
April 30, 1990	\$25,000
April 30, 1991	\$30,000
April 30, 1992	\$35,000
April 30, 1993	\$40,000
April 30, 1994	\$45,000
April 30, 1995	\$50,000
April 30 of each year thereafter	\$50,000

3. Purchase of mineral claims continued:

(a) Bear Group claims continued-

Should the Company decide to terminate its royalty obligation, a duly executed and recordable Bill of Sale which transfers the mineral claims must be delivered to the other party.

(b) United Tommy Group claims and sale option agreement-

In March 1987 the Company purchased from a director of the Company an undivided 100% interest in three mineral claims ("the Property") located in the Alberni Mining Division of British Columbia, for a payment of \$35,291. The purchase also transferred the director's rights to fully participate in an option and joint venture agreement between the director and Kerr Addison Mines Limited ("Kerr") which offers Kerr the option to acquire initially a 60% interest in the Property or, if the Company does not thereafter participate according to the percentage interest from time to time, the option of earning either a 75% interest or a 100% interest.

In particular, Kerr has to first earn a 60% interest in the Property by incurring exploration expenditures as set forth below-

<u>Aggregate expenditures in respect of the Property</u>	<u>Date by which aggregate expenditures must be incurred</u>
\$ 180,000	October 31, 1987
\$ 400,000	October 31, 1988
\$ 750,000	October 31, 1989
\$1,200,000	October 31, 1990
\$1,750,000	October 31, 1991

Should Kerr fail to incur these expenditures, the agreement shall terminate.

Once the 60% interest is acquired, the Company has to choose one of the following alternatives-

- (i) Elect to contribute 40% of all development expenditures thereafter to maintain its 40% interest in the Property.
- (ii) Elect not to contribute until it receives "Production Documentation" which documents the decision to place the Property into production, the date of commencement of production, a feasibility study and an initial production budget. Should this election be made or the payments in (i) defaulted on, providing that Kerr completes 80% of the expenditures called for at the time that the Company fails to make the required contribution, a 25% interest in the Property will be retained.

3. Purchase of mineral claims continued:

(b) United Tommy Group claims and sale option agreement continued-

- (iii) Should the Company elect not to make the required 25% share of expenditures after the Production Documentation is received or fails to make the required expenditures, providing that Kerr completes 80% of the expenditures called for at the time that the Company fails to make the required contribution, the Company's 25% interest shall be converted to a 15% net profit royalty.

Any election not made within agreed upon time limits will be deemed to be an election not to contribute.

If Kerr allows its option to lapse or gives notice of termination of the option, the Company shall assume Kerr's position as optionee in the agreement except that the dates within all exploration expenditures must be made shall be extended by twelve months.

If the Company assumes the position of Kerr as optionee but subsequently abandons the option, its interest in the Property shall terminate and the Property shall revert to the director from whom the interest was originally purchased.

4. Long-term debt:

During the period the Company negotiated a 36 month bank loan to purchase an automobile. The loan agreement requires monthly payments of \$459, including interest at 12.7% per annum, and is secured by a chattel mortgage on the automobile. Future annual loan payments are as follows-

1988	\$4,304
1989	\$4,884
1990	\$2,210

5. Share capital:

(a) Authorized-

During the period the Company increased its authorized share capital from 10,000,000 shares without par value to 20,000,000 shares without par value.

5. Share capital continued:

(b) Issued-

During the period ended July 8, 1987 the Company issued 1,731,101 common shares for cash in the amount of \$254,401.

750,000 of these shares are subject to an escrow agreement which is under the direction and determination of the B.C. Superintendent of Brokers ("Superintendent") or the Vancouver Stock Exchange ("Exchange"). The shares may not be traded in or dealt with in any manner whatsoever without the prior consent of the Superintendent or the Exchange and will be released according to a prescribed formula.

901,000 shares are subject to a pooling agreement which provides for the release of the shares as follows-

(i) 25% on the date the shares of the Company commence trading on the Exchange.

(ii) 25% every three months following the listing date until such time as they are all released.

6. Administrative expenses:

Accounting	\$ 4,979
Advertising	6,511
Office rent	10,650
Other	7,806
Salaries	3,000
Telephone	<u>2,696</u>
	<u>\$35,642</u>

7. Related party transactions:

The Company contracts out exploration and development work to an associated company. Total contract fees paid to the associated company during the period totalled \$39,176.

8. Subsequent events:

(a) Stock options-

The Company has granted directors and employees incentive stock options in the following amounts-

	<u>Number of shares</u>
Directors	115,000
Employees	115,000

The options, which expire on July 5, 1989, are exercisable at \$0.85 per share.

(b) Agency agreement-

The Company, by an agreement dated August 18, 1987, appointed agents ("the Agents") to offer to the public 600,000 common shares ("the Shares") at \$0.85 per share through the facilities of the Vancouver Stock Exchange.

The Agents have agreed to purchase any of the Shares not purchased at the conclusion of the offering. In consideration therefore, they have been granted non-transferable share purchase warrants ("the Agents' Warrants") entitling them to purchase up to 150,000 shares of the Company at a price of \$1.00 per share at any time up to the closing of business 365 days from the day the shares of the Company are posted and called for trading on the Vancouver Stock Exchange.

In addition, the Agents have been granted a greenshoe option to acquire, at \$0.85 per share, such additional number of common shares as may be subscribed in excess of 600,000 during the primary distribution of such Shares under the offering. This option is exercisable for thirty days following the offering day and the number of shares subject to the option shall be determined on that date.

(c) Litigation-

An action has been commenced in the Supreme Court of British Columbia against the Company and its President by an individual who claims to be an ex-employee of the Company for breach of contract, wrongful dismissal and specific performance requiring the defendants to transfer to the plaintiff 100,000 common shares of the Company, or damages in lieu thereof. In the opinion of management, the individual was never employed by the Company. Therefore, the Company is denying any liability and is defending the action. No estimate is possible at this time of the cost, if any, of resolution of the action.

8. Subsequent events continued:

(d) United Tommy Group claims and sale of option agreement-

In compliance with the terms of the option agreement, Kerr has incurred exploration expenditures in excess of \$180,000 by October 31, 1987.

GEOLOGY
AND
ECONOMIC POTENTIAL
OF THE
BEAR PROJECT

ALBERNI MINING DIVISION
BRITISH COLUMBIA

FOR

INTERNATIONAL COAST MINERALS CORPORATION

1500 - 1176 West Georgia Street
Vancouver, British Columbia

R.Tim Henneberry, FGAC
July 9, 1987

SUMMARY

International Coast Minerals Corporation has clear title to 4 reverted crown grants and 1 staked fraction in the Alberni Mining Division, known as the Bear Property, lying in the historic Kennedy River Gold District. The Bear Property hosts the Bear Fault, a 4 kilometre shear zone hosting auriferous quartz veins. Previous exploration and development has been concentrated on a 200 metre strike length of this fault. Consistent gold values (27 metres at 0.311 ounces per ton gold over 1 metre width) have been defined in the "Footwall Vein" within a short 60 metre section of the Bear Fault. The ore shoot is defined both on surface and in the Subway Adit driven in 1913.

An exploration program consisting of detailed mapping and sampling in the showing area, combined with a property wide geophysical and geochemical survey was completed in June, 1987. The strike extension of the Bear Shear Zone was successfully traced by both surveys. The "Black Vein" appears to lie on the hanging wall of the Bear Shear Zone.

Additional exploration targets have also been identified, including the "stockwork showing" located 150 metres east of the adit portal along the strike projection of the Bear Fault and the Mine Fault, a 45 kilometre regional fault from which the Bear Fault originates.

An exploration program consisting of surface trenching, diamond drilling and level development is recommended for the Bear Property. Estimated cost is 1.43 million dollars.

TABLE OF CONTENTS

SUMMARY.....	1
INTRODUCTION.....	3
LOCATION, ACCESS.....	5
OWNERSHIP.....	7
PREVIOUS EXPLORATION.....	8
REGIONAL GEOLOGY.....	11
PROPERTY GEOLOGY.....	13
1987 PROGRAM.....	16
Bear Shear Zone.....	16
Soil Geochemistry.....	18
Geophysical Survey.....	19
DISCUSSION.....	22
CONCLUSIONS AND RECOMMENDATIONS.....	23
REFERENCES.....	24
STATEMENT OF QUALIFICATIONS.....	25
COST ESTIMATES.....	26
Phase A.....	26
Phase B.....	27
APPENDIX A Geological sampling results.....	rear
APPENDIX B Geochemistry Lab Reports.....	rear
Full Size and Reduced Geochemistry Maps.....	rear
Full Size and Reduced VLF-EM Map.....	rear
APPENDIX C "Geophysical Report on the Bear Claim Group".....	rear

LIST OF FIGURES

Figure 1. Property Location.....	4
Figure 2. Claim Map.....	6
Figure 3. Regional Geology.....	10
Figure 4. Surface Geology.....	12
Figure 5. Adit Geology / Assay Plan.....	14
Figure 6. Surface Geology / Assay Plan.....	15
Figure 6a. Black Vein Assay Plan.....	17
Figure 7. Bear Shear Zone Surface Plan.....	17a
Figure 8a. Soil Geochemistry Au (ppb).....	rear
Figure 8b. Soil Geochemistry Ag (ppm).....	rear
Figure 8c. Soil Geochemistry As (ppm).....	rear
Figure 8d. Soil Geochemistry Cu (ppm).....	rear
Figure 8e. Soil Geochemistry Zn (ppm).....	rear
Figure 8f. Soil Geochemistry Fe (%).....	rear
Figure 9. VLF Fraser Filtered Dips.....	rear
Figure 10. Cross Section.....	20
Figure 11. Longitudinal Section.....	21

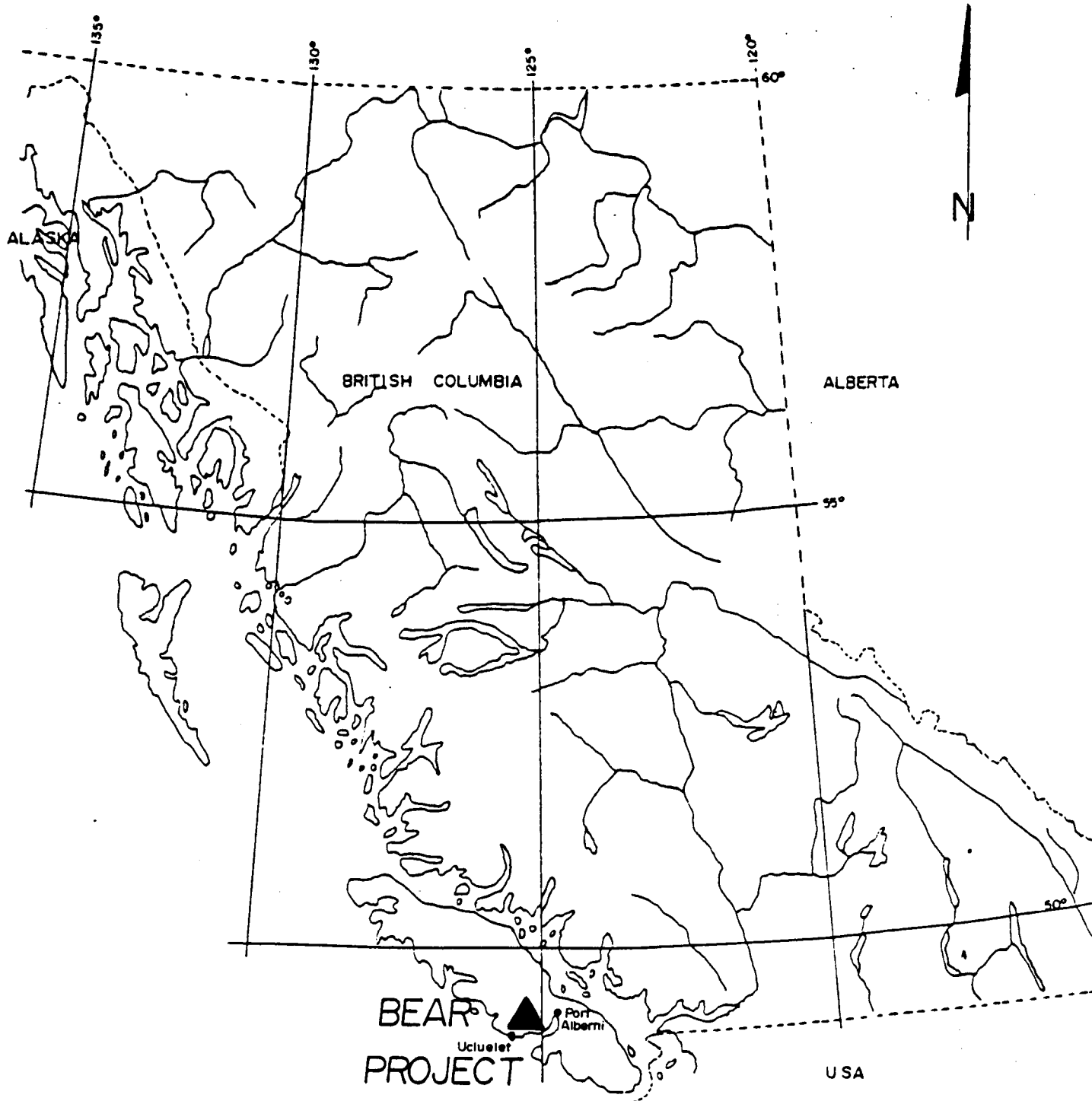
Full size reproductions of Figures 4 through 11 are located in pockets at the rear of the report.

INTRODUCTION

The Bear Property, consisting of 4 reverted crown grants and one staked fraction, lies within the Kennedy River District of Vancouver Island. The Kennedy River District has been intermittently active since the initial discovery of gold at the turn of the century. Exploration activity hit a peak in the early 1980's and rapidly declined.

Kerr Addison Mines is presently conducting a large scale exploration program in the district. One of their major projects is the Tommy Property, directly across Kennedy River from the Bear Property, optioned from International Coast Minerals Corporation. Kerr Addison can earn a 60 percent interest by spending 1.75 million dollars on the property, including drilling 2000 metres before October, 1987. The diamond drilling commenced July 6, 1987. Kerr Addison has additional property under option in the district. Multinational Resources in a joint venture with Teck has been exploring the Au claims 3 kilometres southeast of the Bear. Lesser groups and individuals hold much of the remaining property.

The purpose of this report is to compile the existing data on the Bear Property in an effort to direct an exploration program to outline sufficient tonnage to bring the Bear Property to production. The initial goal is to locate 100 to 150 thousand tons at 0.3 to 0.7 ounces per ton gold. At a production rate of 100 to 150 tons per day at least three years of life would be sustained.



ICM CORP

PROPERTY LOCATION

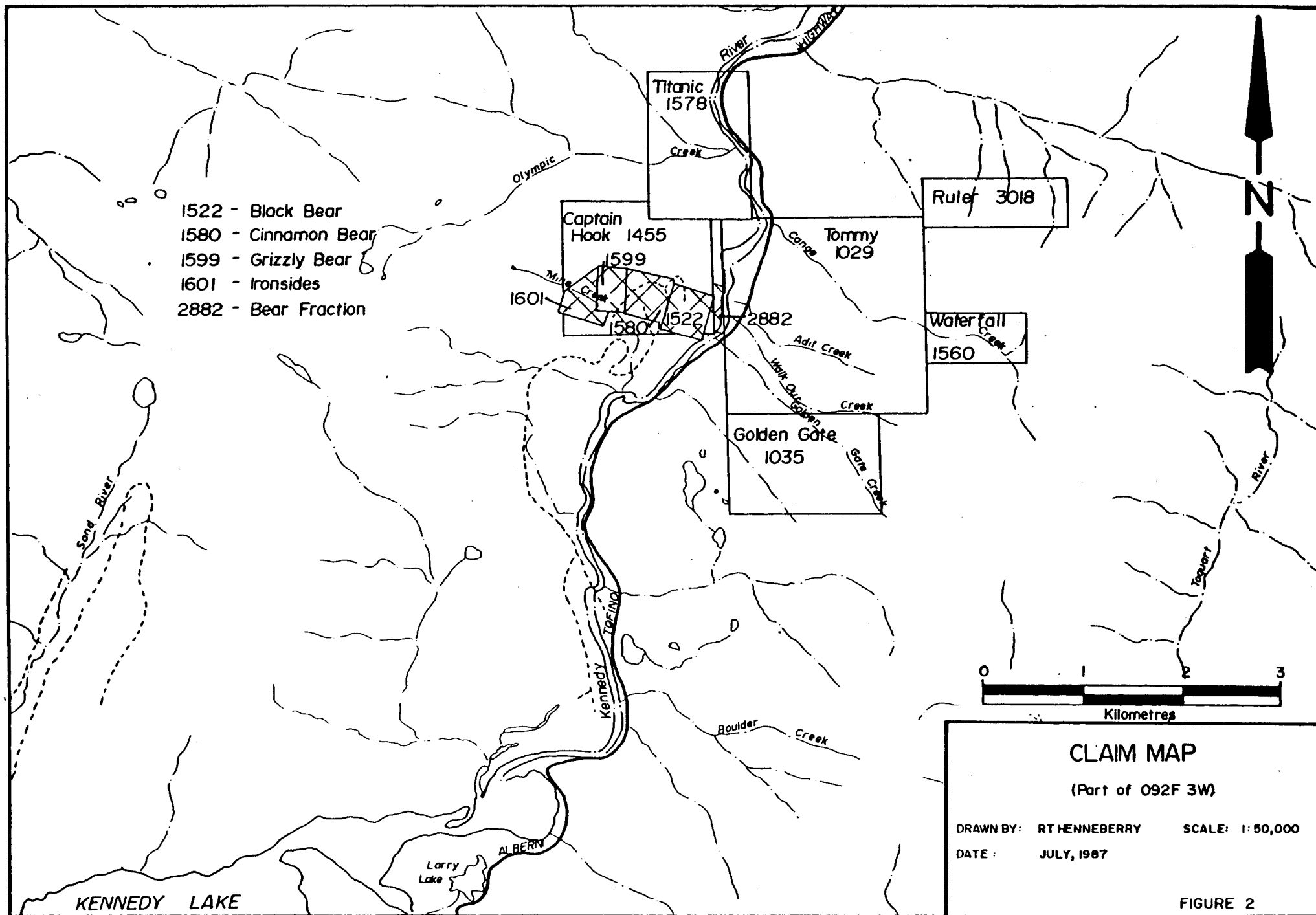
DR. BY:	RT HENNEBERRY	SCALE:	
DATE:	JULY, 1987	APPRD. BY:	
CHK'D. BY:		REV.:	
DWG. NO.			

FIGURE 1

LOCATION, ACCESS

The Bear Property lies within the Alberni Mining Division of Vancouver Island. The property is located 55 road kilometres west of Port Alberni and 30 road kilometres northeast of Ucluelet (Figure 1). A new logging road extends from the Alberni-Tofino Highway to the southern part of the property. Topography ranges from 40 to 440 metres above sea level. Precipitous cliffs are found on the western half of the claims. The Kennedy River Valley receives very little snow at lower elevations, allowing work to continue year round.

The lower (southern) section of the claim group was logged during the last year. A large part of the northern section is in an active timber lease, due to be logged later this year. New logging roads will provide access to the remainder of the claim group. Water for diamond drilling is available from Kennedy River, bordering the eastern end of the property. A hydro-electric power line runs along the Alberni-Tofino Highway.



OWNERSHIP

The Bear Project consists of 4 reverted crown grants and one staked fraction totaling approximately 71 hectares (Figure 2). All claims are owned outright by International Coast Minerals Corporation of Vancouver.

Claim Name	Lot No.	Record No.	Expiry Date
Black Bear	293	1522	January, 1989
Cinnamon Bear	294	1580	December, 1995
Grizzly Bear	300	1599	January, 1996
Ironsides	487	1601	January, 1990
Bear Fraction		2882	April, 1988 R.T.H.

PREVIOUS EXPLORATION

Gold was initially discovered in the Kennedy River District at the turn of the century. Quartz veins associated with the Bear Shear Zone were discovered in Bear Creek in 1902. During the period from 1902 to 1913 all of the development work was completed. The shear zone hosting the quartz veins was traced approximately 130 metres on surface, predominantly in Bear Creek. A tunnel (the Subway Adit) was driven 62 metres along a strong 90 to 120 centimetre wide quartz vein ("Footwall Vein") on the footwall contact of the Bear Shear Zone. (Ministry of Mines Annual Report, 1916).

The property changed hands several times before being obtained by W.W. Ejtel of Vancouver, in the early 1980's. Mr. Ejtel relocated the Subway Adit and had several major companies examine the showings. A brief summary of each examination follows. Sampling information may be found in Appendix A. This sampling information has been incorporated into the plans and sections.

Teck Explorations Limited examined the Bear showings in the immediate vicinity of the Subway Adit in August, 1984 (Groves, 1985). Significant gold values were obtained from 4 of the 5 samples taken, with values as high as 0.677 ounces per ton gold over 2.13 metres. Of particular interest was the presence of considerable gold (0.220 ounces per over 0.61 metres) in the hosting sheared volcanics between the main footwall vein and a hanging wall splay.

Dr. Bill Groves examined the showings in May, 1985 on behalf of the owner (Groves, 1985). He verified the Teck results and did additional sampling along strike to the east of the showings. Trenching by the owner located a granitic intrusive hosting concentrated sheeted veinlet zones ("Stockwork showing") within and in both the footwall and hanging wall of the Bear Shear Zone. Significant gold values were obtained from 5 selected veinlet grab samples. The best value obtained was 0.802 ounces per ton and the 5 samples averaged 0.416 ounces per ton.

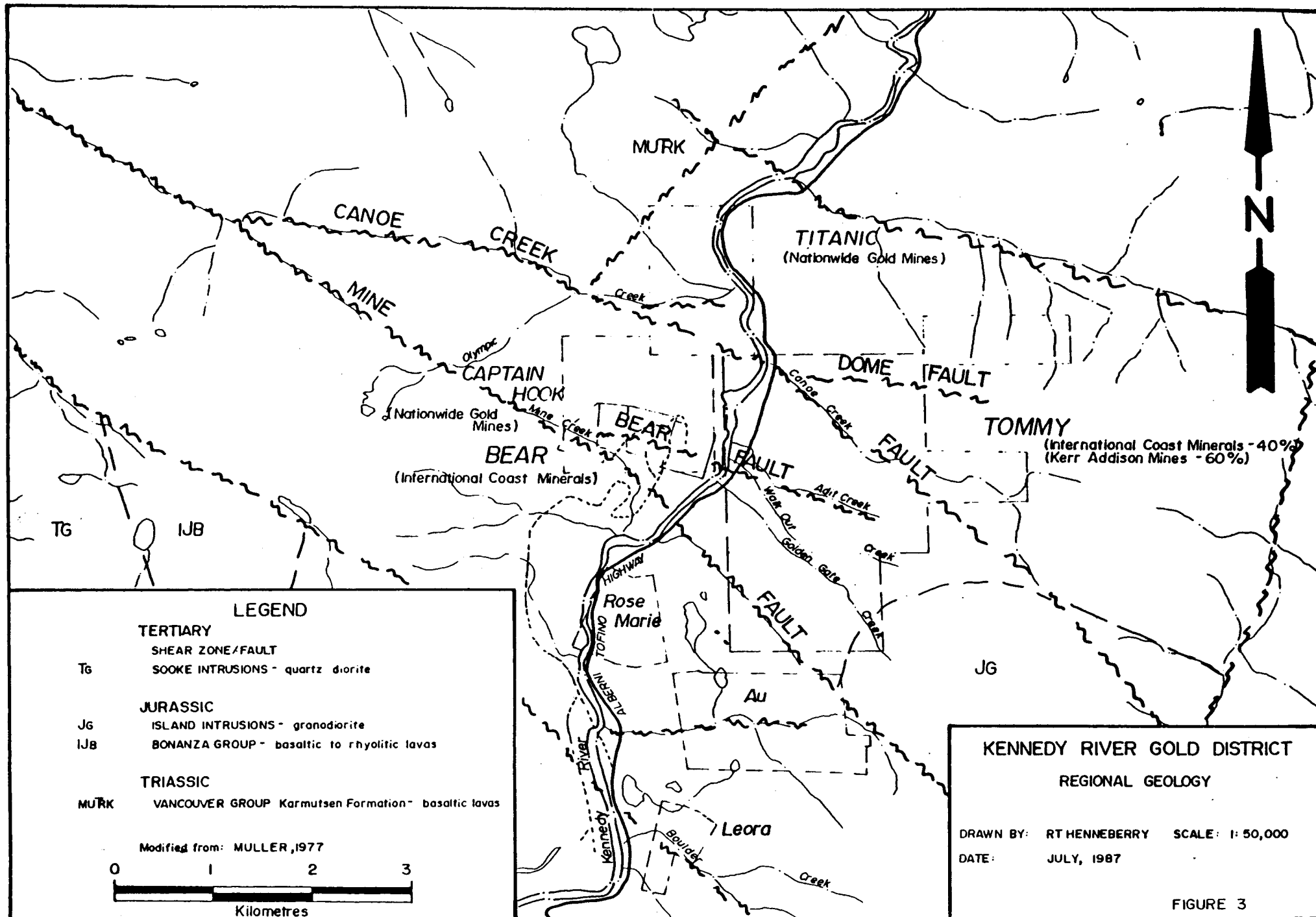
J.N. Helsen of Noranda Exploration Company Limited examined the claims in September, 1985 (Helsen, 1985). This examination, considerably more detailed than the property had previously received, included surface sampling from all exposures, and a soil geochemical line immediately west of the "Black Vein" outcrop exposure. Sampling again verified the original Teck data in the showing area. The newly discovered "Black Vein" approximately 150 metres west of the showing, but within the Bear Shear Zone was sampled. Results were 0.940 ounces per ton gold across 2.9 metres. The soil line located one anomalous value of 50 parts per billion gold likely highlighting the "Black Vein".

A VLF-EM survey was carried out by the owner in late 1985 (Ejtel, 1986). The geophysical grid was laid out from the "Stockwork showing" to the west of the "Black Vein". The Bear Shear Zone exhibited consistently anomalous values through the section tested.

Paul Wilton, the provincial government district geologist, examined the "Black Vein" in late 1985 (Wilton, 1987). His channel sampling yielded 1.23 ounces per ton gold over 2.74 metres. A 0.49 metre width assayed 7.42 ounces per ton.

R. Brown of Lac Minerals inspected the showings in January, 1986 (Brown, 1986). Brown's sampling results confirmed the results obtained by the earlier parties.

L. Goldsmith sampled the "Black Vein" and the main showing vein on surface in June, 1986 (Goldsmith, 1986). Again results duplicated previous sampling. A bulk sample of 4.82 tons was taken from the "Black Vein" and shipped to the Cominco Smelter in Trail. Although samples taken from the outcrop exposure averaged in excess of 1 ounce per ton gold, Cominco's sample returned only 0.280 ounces per ton gold ?



REGIONAL GEOLOGY

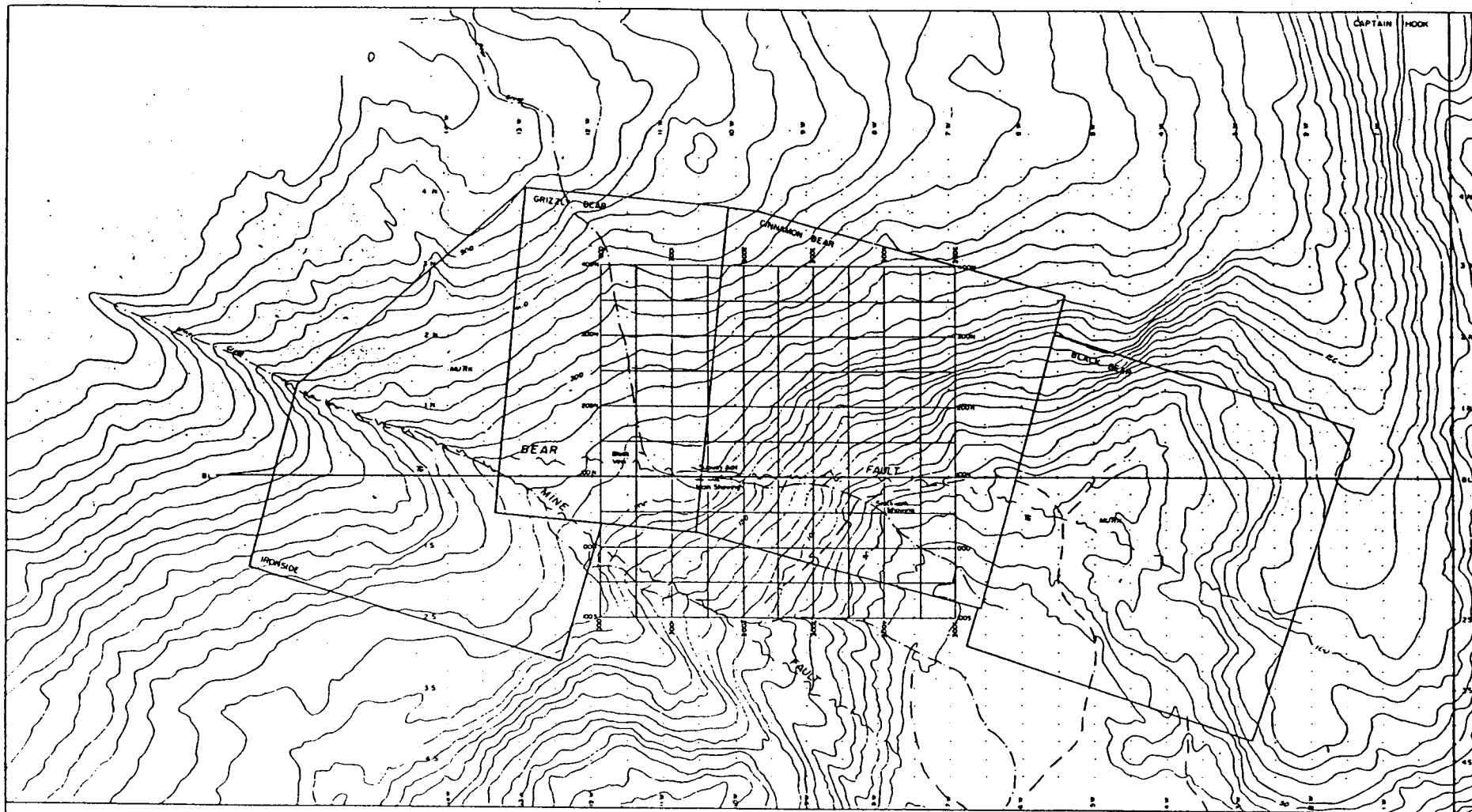
The Kennedy River District lies within a structurally active section of Vancouver Island (Figure 3). Rocks of the Vancouver and Bonanza Groups are intruded by Island and Sooke intrusions. Gold mineralization is predominantly localized by west-northwest trending fault/shear zones, active during Tertiary time. (Muller and Carson, 1968).

The Karmutsen and Quatsino Formations comprise the Triassic Vancouver Group outcroppings in the district. Andesitic to basaltic flows, tuffs and volcaniclastics of the Karmutsen Formation are overlain by massive limestone of the Quatsino Formation. Alteration is generally greenschist facies, though the limestone can be marbled near intrusive contacts. Jurassic Bonanza Group andesitic to latitic flows, tuffs and breccias overlie the Vancouver Group rocks.

Two periods of intrusive activity have been documented in the district. The Jurassic Island Intrusions are mainly of granodioritic to quartz dioritic composition. Contacts with Karmutsen rocks are generally sharp and well-defined. Tertiary Sooke Intrusions of predominantly quartz diorite composition consist of small stocks (less than 2 kilometres), dykes and sills outcropping throughout the district. Contacts with older rocks can be either sharp or sheared. Muller and Carson (1968) speculate that several smaller Tertiary stocks are present within the Kennedy River District.

West-northwesterly to westerly trending faults of Tertiary age cut the rock units in the district, indicating a period of intense structural activity. Gold mineralization is predominantly localized within these structures, suggesting a Tertiary age for the mineralization. Muller's (1977) map of Vancouver Island indicates several divergent and cross faults within the Kennedy River District. This structural setting is similar to the setting of the important epithermal gold districts of the southwestern United States (Buchanan, 1981).

Several showings have definite shear zone associations in the Kennedy River District including: Tommy K, Leora, Rose Marie, Au and the Bear. The Tommy K is of particular interest because International Coast Minerals Corporation has a 40 percent interest, with the operators, Kerr Addison Mines, earning their 60 percent interest by spending 1.75 million dollars. Exploration is ongoing on most of these projects and the reader is referred to Annual Government Reports and Assessment Reports for further information.



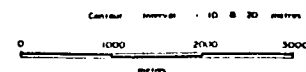
LEGEND

TERTIARY

- SHEAR ZONE / FAULT
- SCREE INTRUSIONS
- QUARTZ DIORITE

TRIASSIC

- VANCOUVER GROUP
- HARMATTEN FORMATION AND SIC 1 AND 5



INTERNATIONAL COAST MINERALS CORPORATION	
BEAR PROJECT	
SURFACE GEOLOGY	
DRN BY R. J. HENDERSON	SCALE 1:2500
DATE July 1987	FIGURE 4

PROPERTY GEOLOGY

The dominant geological feature on the Bear Property is the Mine Fault traceable for approximately 45 kilometres from Alberni Inlet through to Tofino Inlet (Figure 4). The Bear Shear Zone is a splay fault traceable from its junction point approximately 4 kilometres to the southeast. The long axis of the Bear Property covers a strike length of approximately 2 kilometres along the Bear Shear Zone from the junction point southeast. A small section of the Mine Fault strikes across the claim group.

The Bear Shear Zone forms the contact between Karmutsen andesites and a quartz diorite of suspected Tertiary age. Both rock units are well brecciated proximal to the Shear Zone. Quartz veinlet swarms infill the brecciated wall rock within a 100 metre halo of the Shear Zone. Karmutsen alteration consists predominantly of fracture and groundmass chlorite. Within the Shear Zone itself the volcanics are intensely brecciated and locally silicified. Clay alteration of feldspar and fracture chlorite form the quartz diorite alteration assemblage within the Shear Zone halo. Groundmass chlorite and silicification mark the intrusive within the Shear Zone itself.

The primary exploration target is auriferous quartz veins within the Bear Shear Zone. Significant gold values have also been obtained from the stockworks associated with the footwall and hanging wall of the Shear Zone, predominantly to the east of the quartz veins. To date the exploration program has been confined to a 200 metre section of the Bear Fault, containing the adit and surface trenches. The Mine Fault has yet to be explored.



INTERNATIONAL COAST MINERALS CORPORATION

BEAR SHEAR ZONE
ADIT LEVEL ASSAY PLAN

DRAWN BY: M. J. HARRIS

SCALE: 1:250

DATE: APRIL 1987

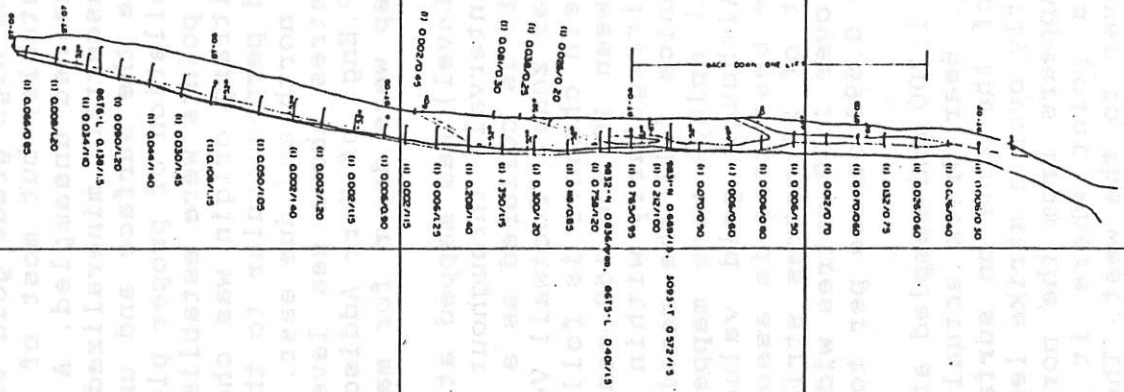
FIGURE 5

Grades per ton Au/width metres

- G designates Grades sampling
I = ICN
L = LCN
N = Noranda
T = Tack

14 metres average 0.593/1.00

27 metres average 0.311/1.00



BEAR SHEAR ZONE

Part previous examination of sampling locations of the adit
at 32 metre intervals along the cross
intervals along the base line. Sample
310 degrees. The adit cross lines were
strike extension and tested for parallel
geophysical survey. These surveys were
entire properties to allow comparison

A detailed exploration program was
undertaken during May and

A detailed exploration program was undertaken during May and June. The Bear Shear Zone was surveyed, mapped and sampled, both on surface and underground. A grid was established over the entire property to allow completion of a geochemical and geophysical survey. These surveys were directed at testing for strike extensions and testing for parallel and splay footwall and hanging wall structures. A base line of 1400 metres was cut at 270 degrees. Flagged cross lines were established at 50 metre intervals along the base line. Sample stations were established at 25 metre intervals along the cross lines.

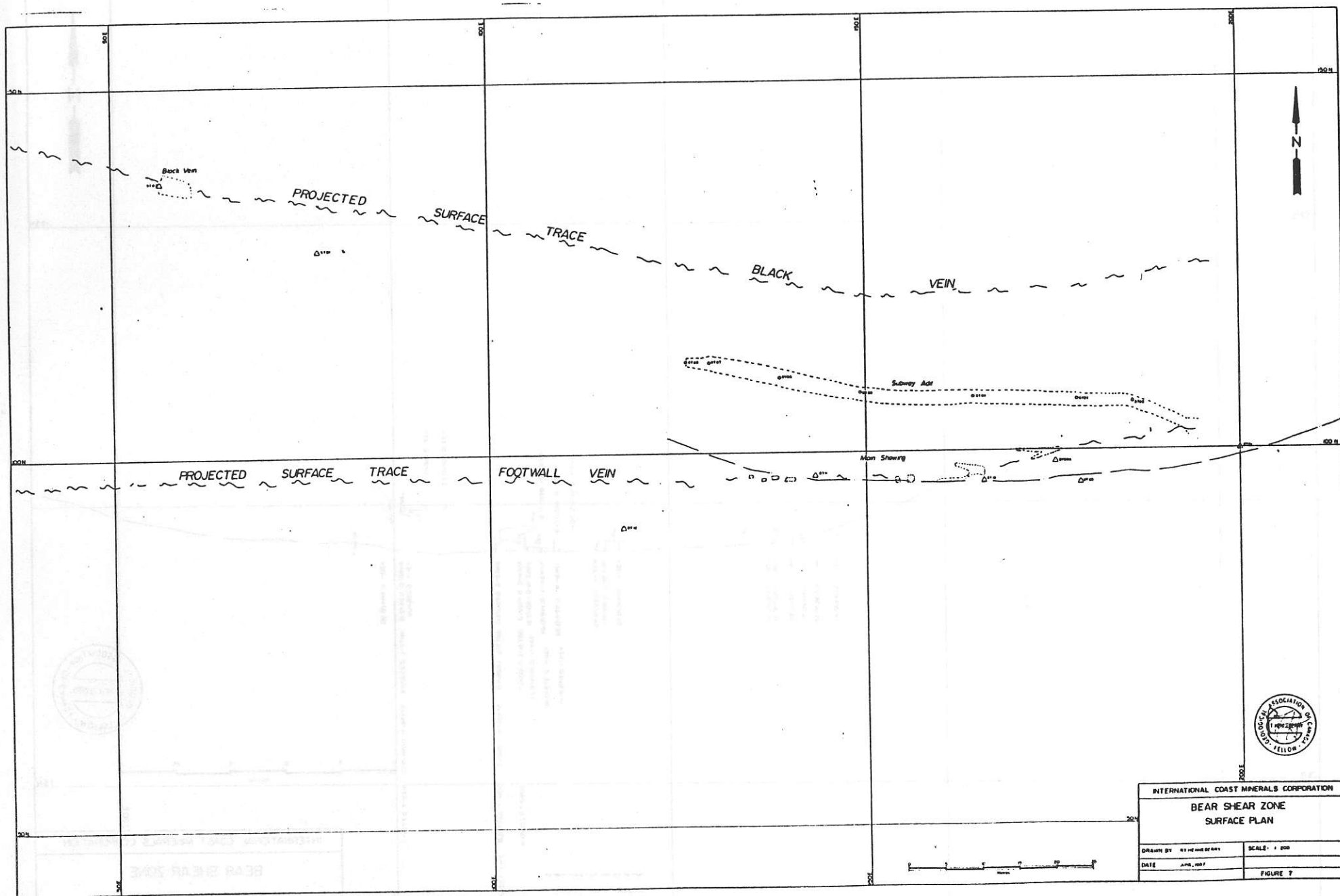
Bear Shear Zone

Previous examinations of the showing area had for the most part concentrated of sampling identical locations on the veins to verify earlier results. The high grade gold values obtained were for the most part duplicatable, but most of the exposed strike lengths of the veins remained unsampled. A detailed sampling program was required to ascertain mineralized shoot geometry. A survey was required to tie the surface and underground workings together to allow the compilation of proper plans and sections.

A total of 15 survey points were established, 7 underground and 8 on surface. An arbitrary origin was chosen with the mine grid laid out parallel and perpendicular to the Bear Shear Zone, which in this case is due north and due east. Mine elevation 200 metres is actually 180 metres above sea level. The survey was conducted by Bob Potter, P.Eng. of Kerr Addison Mines. A surface and an underground plan map were drawn for mapping and sampling the showing area.

The adit level (200 Level) was mapped at a scale of 1:200, and sampled at 2 metre intervals throughout its entire length (Figure 5). The Subway Adit is collared as a cross cut, picking up the footwall of the shear zone ("Footwall Vein") 7 metres from the portal. A definite vein channel is followed to the face, pinching and swelling between 10 and 150 centimetres. A quartz vein pinches and swells irregularly within the vein channel. Sheared and altered volcanics fill the remaining space in the channel. Four hanging wall splays were mapped within a strike length of 27 metres. Although gold values were obtained throughout the drift, the best zone is associated with splay veins. A mineralized shoot of 27 metres strike length averages 0.311 ounces per ton gold over 1.00 metres width. A higher grade zone of 12 metres averages 0.593 ounces per ton gold over a 1.00 metre width.

Surface was mapped at 1:200 and sampled at 2 metre spacings, where possible (Figure 6). Bear Creek actually flows over the exposure of the footwall of the zone on surface. The "Footwall Vein" outcrops intermittently over a strike length of 45 metres, from the point where it appears from the north wall 25 metres west of the portal to a point where it disappears under considerable overburden cover to the west. The footwall contact is sharply defined and traceable through the entire length of the



INTERNATIONAL COAST MINERALS CORPORATION	
BEAR SHEAR ZONE SURFACE PLAN	
DRAWN BY: G. J. McNEIL	SCALE: 1" = 20'
DATE: APR. 1967	FIGURE 7

50 E

50E

125N

150N

(N) 9834 1.236/1.00, 9835 0.857/1.00, 9836 0.702/0.90
 (W) 1.230/2.74
 (L) 86TI 1.173/2.50 86Tib 0.745/1.20 (I) 0.146/2.00



75 E

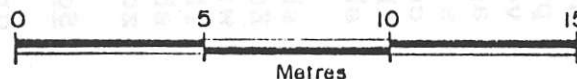
75E

125N

150N

ounces per ton Au / width metres

I - designates ICM sampling
 L - " Lac "
 N - " Noranda "
 W - " Wilton "



ICM CORP

BEAR PROJECT

BLACK VEIN ASSAY PLAN

R.T.H.

DRAWN BY: RT Henneberry SCALE : 1:200

DATE : July, 1987 FIGURE : 6a

exposure. Two hanging wall splays were mapped, correlating with two of the splays mapped in the adit. Significant gold mineralization was located in the sheared volcanic rock between the footwall vein and the western hanging wall splay. Noranda tested this zone and found the grade decreases noticeably with distance from the junction point. Appreciable gold occurs within 5 metres of the junction point. A mineralized shoot has not been defined on surface, because the sample density is not strong enough, due to the discontinuous surface outcropping. The completed sampling indicates that a mineralized shoot will be outlined once sample spacing can be closed. Recent hand-trenching to the west has continued to uncover quartz along the footwall of the zone. Overburden depths are now in the order of 3 to 4 metres, necessitating mechanical removal methods.

Mineralization consists of sulfides, predominantly pyrite and pyrrhotite. Gold is intimately associated with the sulfides. Gold is not always present whenever sulfides are noted, though vein sulfides assay gold 90 percent of the time. Gold does not assay if sulfides are not present.

The "Black Vein" lies 75 metres northwest from the western end of the surface exposure (Figure 7). Considerable gold assays have been obtained from this exposure (Figure 6a). Massive pyrrhotite with 5 to 10 percent sphalerite are present in the vein. The projected strike extension of the "Footwall Vein" lies approximately 25 to 35 metres in the footwall of the "Black Vein" suggesting this vein may be a parallel structure. Recently completed geochemical and geophysical surveys successfully traced the "Black Vein" to a point 30 to 40 metres west of the main showing workings.

A zone of quartz veinlets and stringers ("Stockwork showing") outcrops approximately 250 metres east of the portal. Economic gold values were obtained from several of the stringers, within the Bear Fault (see Groves sampling data - Appendix A). The recently completed logging has completely covered this showing. Mechanical equipment will be required to re-open this zone for mapping and detailed sampling purposes.

Soil Geochemistry

A geochemical survey was conducted over the established grid. 390 of a possible 1073 samples were taken. The precipitous terrain, combined with a surprisingly thick humus layer accounted for the small number of samples recovered. Samples were analyzed for Au, Ag, As, Cu, Zn and Fe. Details of lab procedures are appended with the actual lab reports in Appendix B.

Responses from the Au geochemistry are extremely encouraging (Figure 8a). The "Footwall Vein" yielded anomalous gold values discontinuously through its entire property length (Anomaly A). The "Black Vein" appears to be traceable from lines 1350W to 750W (Anomaly B). A linear anomaly (Anomaly D) runs from line 1200W to line 1300W between 150N and 175N. A large cluster of anomalous values lies between lines 450W and 950W between 150S and 325S (Anomaly C). This anomaly may be a stockwork zone in the footwall of the Bear Shear Zone, the continuation of the "Stockwork showing", centred on line 850W - 100S. Additional spot anomalies are found throughout the grid area. These anomalies should also

be investigated.

Silver responses did not exceed background (Figure 8b). On the Bear Property silver is a poor indicator element for gold.

Isolated stations recorded anomalous arsenic values (Figure 8c). These anomalous values appear to be of local extent only and do not correlate with anomalous gold values. On the Bear Property arsenic appears to be a poor indicator element for gold.

As with arsenic, isolated stations recorded anomalous copper values (Figure 8d). Line 200W exhibits weakly anomalous copper values between 175S and 275S. The anomalous copper values do not correlate with anomalous gold values. Copper appears to be a poor indicator element for gold.

Zinc appears to have a positive correlation with gold with respect to Anomaly C, the suspected stockwork zone (Figure 8e). None of the other gold anomalies show a corresponding zinc anomaly. The remaining anomalous zinc values appear to be local in extent. Zinc, in one instance, displays a positive correlation with gold.

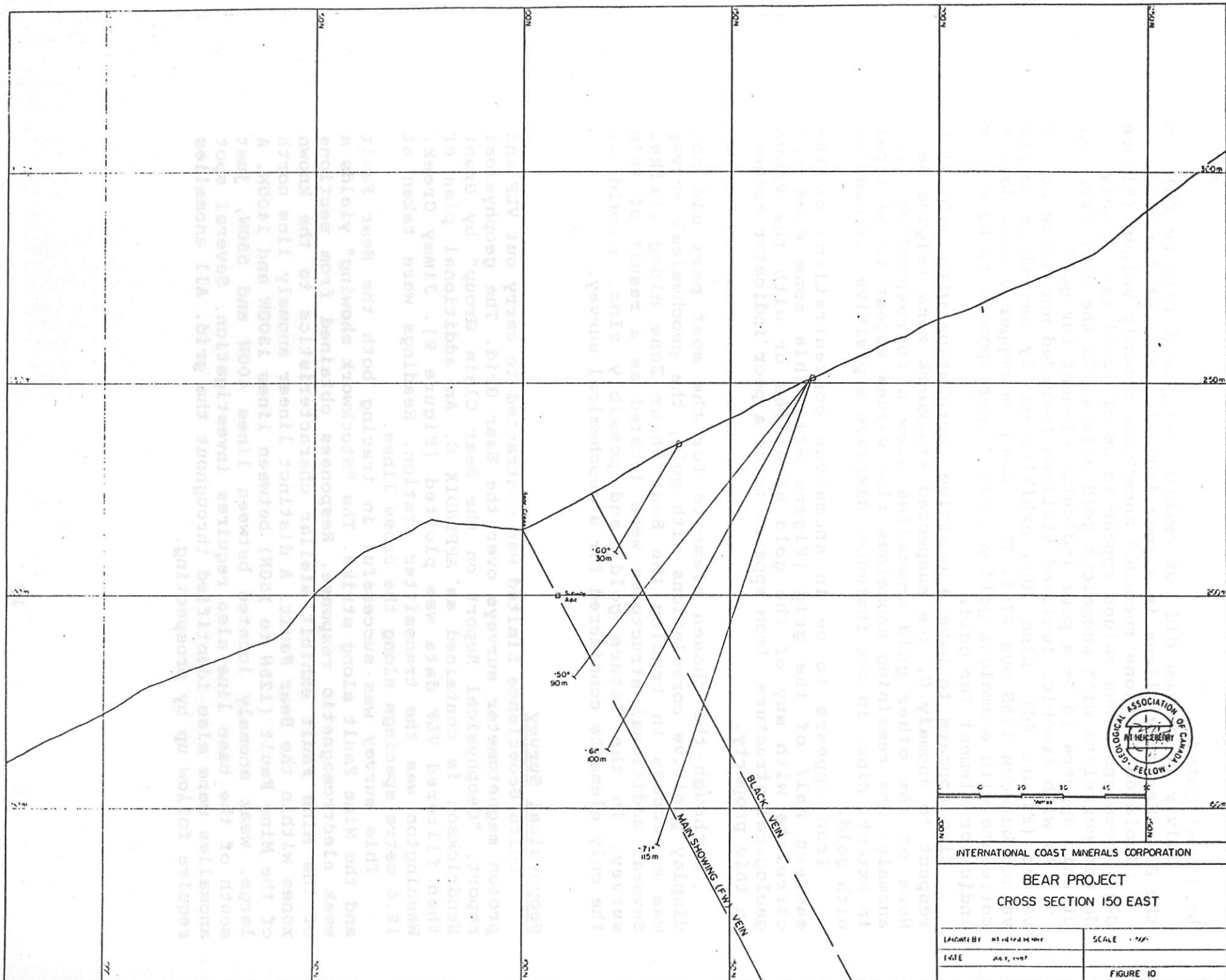
Iron appears to be in anomalous concentrations on the eastern half of the grid (Figure 8f). This zone does not correlate with any of the gold anomalies or with the known geological structure. Iron appears to be a poor indicator element on this property.

Although the chosen elements for the most part did not display positive correlations with gold, the geochemical survey was a success in tracing the Bear Shear Zone along strike. Several additional structures were located as a result of this survey. In the future gold, and possibly zinc, should be the only elements considered for a geochemical survey.

Geophysical Survey

Delta Geoscience Limited was contracted to carry out VLF and proton magnetometer surveys over the Bear Grid. The geophysical report, "Geophysical Report on the Bear Claim Group" by Grant Hendrickson is contained as APPENDIX C. An additional plan of then filtered VLF data was plotted (Figure 9). Jimmy Creek, Washington was the transmitter station. Readings were taken at 12.5 metre spacings along the cross lines.

This survey was successful in tracing both the Bear Fault and the Mine Fault along strike. The "Stockwork showing" yields a weak electromagnetic response. Responses obtained from sections of the Mine Fault exhibit similar characteristics to the known zones within the Bear Fault. A distinct linear anomaly lies north of the Mine Fault (125N to 150N) between lines 1300W and 1400W. A large, weak anomaly located between lines 400W and 550W, just south of the base line also requires investigation. Several spot anomalies were also identified throughout the grid. All anomalies require follow up by prospecting.



INTERNATIONAL COAST MINERALS CORPORATION

BEAR PROJECT
CROSS SECTION 150 EAST

DATE: JULY, 1987

SCALE: 1" = 20'

FIGURE 10

DISCUSSION

Sampling and mapping within the presently exposed footwall section of the Bear Shear Zone has uncovered significant gold mineralization. The soil and geophysical surveys have indicated both the footwall and hanging wall of the Bear Shear Zone have gold-bearing potential. The Mine Fault exhibits similar geophysical responses, suggesting this fault also has gold-bearing potential. Gold geochemistry has located a large anomaly on the southeastern section of the claim group, indicating a possible stockwork zone may be present.

The important gold mineralization appears to be localized within the Bear Fault, proximal to the junction point with the Mine Fault. This one kilometre strike length hosts two distinct auriferous vein structures. The next phase of the Bear exploration program will be directed at proving up significant tonnage to sustain a 100 to 150 ton per day operation. Exploration will consist of surface trenching and diamond drilling. Prospecting will be confined to the gold anomalies and the Mine Fault, the gold bearing potential of which has yet to be tested.

Phase A of the recommended exploration program consists of mechanical trenching of all three known vein structures. Trenches should be spaced at 10 metre intervals along strike from the adit portal to the "Black Vein" (between sections 015E and 195E). While the excavator is on site an attempt should be made to clean out the "stockwork showing" on section 350E. The purpose of the trenching is to establish mineralized shoot geometry. One hundred hours of excavator time has been budgeted.

As part of Phase A, prospecting and sampling should be undertaken along the Mine Fault within the property boundaries. Silt samples at 100 metre spacings along Mine Fault Creek should pinpoint potential anomalous areas worthy of detailed prospecting.

The remainder of Phase A consists of surface diamond drilling. Initial drilling will be on 15 metre section spacings between sections 015E and 195E (Figures 10, 11). Drill holes should intersect the footwall zone at elevations 215 m, 185 m, 170 m and 150 m. A total of 3000 metres is required to carry on this Phase.

Phase B will consist of deeper drilling to elevation 000m. A 150 Level adit is also recommended as part of Phase B. Initially drifting should be downsized to 1.2 by 1.8 metres to ensure maximum gold recovery with minimal dilution. The drift can later be slashed open to size. A further 8000 metres of drilling and 200 metres of level development is recommended.

CONCLUSIONS AND RECOMMENDATIONS

A detailed exploration program is warranted for the International Coast Minerals Corporation's Kennedy River Bear Property. A two phase exploration program consisting of surface trenching, diamond drilling and level development is recommended.

Phase A

Surface trenching of the Bear Shear Zone "Footwall Vein" and "Black Vein" forms the initial part of Phase A exploration program. Trenches are recommended at 10 metre section spacings between sections 015E and 195E.

Initial exploration of the Mine Fault, consisting of silt sampling and prospecting, investigation of the gold soil anomalies and investigation of the geophysical anomalies should also be undertaken at this time.

Diamond drilling on a modified 15 metre by 15 metre grid concludes Phase A. Close to 60 surface holes will be drilled between sections 015E and 200E, between elevation 220 metres and 150 metres. 3000 metres of diamond drilling is required.

Total cost of Phase A is estimated at \$344,000.00

Phase B

Deeper diamond drilling to elevation 000 and establishment of a 150 Level form the Phase B exploration program. This Phase is contingent on the results of Phase A. 8000 metres of diamond drilling will test projected down dip extensions of the mineralized shoots in all three veins. 200 metres of development will examine the Bear Shear Zone Vein at the 150 Level. Drill testing of the footwall and Black Veins will be possible from the established Level.

Estimated Phase B cost is \$1,084,500.00

This offering will provide funds for Phase A.

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Wilton, W.P. (1987). Report on the Southwestern District. In: British Columbia Mineral Exploration Review, 1986. pp. 69-70.

STATEMENT OF QUALIFICATIONS

I, R. Tim Henneberry, am a consulting geologist residing at 4054 Dundas Street, Burnaby, British Columbia.

I earned a Bachelor of Science Degree majoring in geology from Dalhousie University, graduating in May, 1980.

I have practiced my profession continuously since graduation.

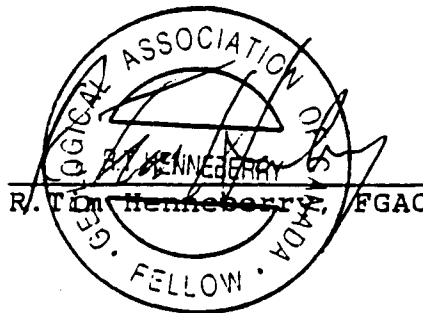
I am a Fellow of the Geological Association of Canada.

I have not received directly or indirectly, nor do I expect to receive any interest, direct or indirect, in the Bear Group Claims, nor do I beneficially own, directly or indirectly any securities in International Coast Minerals Limited, nor do I expect to receive any such interest.

This report is based on a sampling program carried out by the author from June 16 to June 18, 1987, a geochemical sampling program supervised by the author, a geophysical survey conducted by Delta Geoscience Limited and compilation of previous data.

I consent to the use of this report in a prospectus, in a statement of material facts, or for any other purpose normal to the business of International Coast Minerals Limited.

Dated this 14th day of July in the City of Vancouver, British Columbia.



COST ESTIMATES
Phase A

Excavator		
Mobilization / demobilization		500.00
100 hours at \$100 per hour (inclusive)		10000.00
Diamond Drill		
Mobilization / demobilization		1000.00
Drilling charges 3000 metres at \$60		180000.00
Core Boxes		2500.00
Personnel		
Geologist 60 days at \$350		21000.00
Assistant 60 days at \$250		15000.00
Assistant 60 days at \$180		10800.00
Assistant 60 days at \$140		8400.00
Accommodation		
480 days at \$60		28800.00
Transportation		
3 vehicles 60 days at \$30		5400.00
Analysis		
1000 samples at \$15.50		15500.00
Supplies		
Bags, racks, splitter		10000.00
Documentation		
Geologist 20 days at \$350		7000.00
Blueprint, photocopy, mylar		4000.00

SUBTOTAL		319,910.00
Contingency		24,090.00

PHASE A TOTAL		344,000.00

Initiation of Phase B is contingent on positive results from the Phase A exploration program. A completed Engineer's report should be prepared documenting the results of Phase A, before the exploration program continues.

COST ESTIMATE
Phase B

Diamond Drill	
Mobilization / demobilization	1000.00
Drilling charges 8000 metres at \$60	480000.00
Core Boxes	6000.00
Excavator	
100 hours at \$100 (inclusive)	10000.00
Personnel	
Geologist 130 days at \$350	45500.00
Assistant 130 days at \$250	32500.00
Assistant 130 days at \$180	23400.00
Assistant 130 days at \$140	18200.00
Accommodation	
1040 man days at \$60	62400.00
Transportation	
3 vehicles 130 days at \$30	11700.00
Analysis	
1000 samples at \$15.50	15500.00
Supplies	
Bags, racks, splitter	9000.00
Documentation	
Geologist 30 days at \$350	10500.00
Blueprint, photocopy, mylar	4000.00
SUBTOTAL	729,700.00
All inclusive costs for 200 metres of drift is estimated at \$1000 per metre	200,000.00
Contingency	154,800.00
PHASE B TOTAL	1,084,500.00

Phase A	344,000.00
Phase B	1,084,500.00

TOTAL BUDGET	1,428,500.00

APPENDIX A
Geological Sampling Results

Teck (August, 1984)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT09A + 1W	3125	quartz	0.770		1.22
BT10 + 0.4W	3091	quartz	0.677		2.13
BT10 + 2.6W	3092	HW volcanic	0.220		0.61
BT03 + 11.6W	3093	quartz	0.572		1.53
<u>Lower Showing</u>					
	3094	granite	0.017		grab

Groves (May, 1985)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT09A + 1W	6960	quartz	0.211		2.13
BT10 + 3W	6962	quartz	0.130		0.31
BT10 + 0.4W	6963	quartz	0.802		2.13
BT10 + 2.6W	6964	HW volcanic	0.750		1.22
<u>Lower Showing</u>					
	6954	qtz/granite	0.718		grab
	6965	quartz	0.090		grab
<u>Black Vein (upper showing)</u>					
(Taken by Wilton of BCDM)		quartz	1.230		2.74

Noranda (September, 1985)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT10 + 5.3W	57451	quartz	0.077*	2400	0.36
BT10 + 5.3W	57452	HW volcanic		10	0.45
BT10 + 2.6W	57453	FW volcanic		10	0.60
BT10 + 4W	57454	quartz	0.148*	4600	0.26
BT10 + 4W	57455	HW volcanic	0.010*	300	1.90
BT10 + 0.4W	57456	quartz	1.158*	36000	1.30
BT10 + 0.4W	57457	HW volcanic		60	0.70
BT09A + 1W	57458	quartz	0.064*	2000	0.75
BT10 + 0	9833	HW volcanic	0.263		grab
BT03 + 11.6W	9831	quartz	0.669		1.50
BT04 + 1.4W	9832	quartz	0.836		grab

Noranda (September, 1985)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Lower Showing</u>					
	9837	qtz/granite	0.116		grab
<u>Black Vein (upper showing)</u>					
	9834	quartz	1.236		1.00
	9835	quartz	0.857		1.00
	9836	quartz	0.702		0.90
		Weighted Average	0.940		2.90
	57459	quartz	0.035*	1100	0.30
	57460	quartz	0.116*	3600	0.35
	57461	quartz	0.080*	2500	0.60

Lac (January, 1986)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT10 + 0.4W	86T3	quartz	1.626	5000	1.00
?	86T3a	quartz	0.270*	8400	0.20
BT10 + 10.0W	86T3b	quartz	0.061*	1900	0.10
BT10 + 2.6W	86T3c	HW volcanic	0.100*	3100	0.50
BT09A + 1W	86T4	quartz	0.232*	7200	0.80
BT04 + 1.4W	86T5	quartz	0.401	+10000	1.50
BT06 + 7.2W	86T6	quartz	0.138*	4300	1.50
<u>Lower Showing</u>					
	86T7	qtz/granite		160	5.00
	86T8	qtz/granite	0.047*	1450	2.00
<u>Black Vein (upper showing)</u>					
	86T1	quartz	1.173	+10000	2.50
	86T1a	quartz	0.507	+10000	0.47
	86T1b	quartz	0.745	+10000	1.20
	86T2a	quartz	0.161*	5000	0.80

* designates calculation from ppb to oz/ton. High sulfide content of vein suggests ppb analysis could be out considerably and all anomalous gold values (+1000 ppb) should be Fire Assayed. An example is 86T3 which yielded 5000 ppb (converted 0.161 ounces per ton), but when fire assayed yielded 1.626 ounces per ton.

Goldsmith (June, 1986)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT10 + 0.4W	2V	qtz/HW volc's	1.228		2.10
<u>Black Vein (upper showing)</u>					
		quartz	0.146		2.00

Henneberry (May, 1987)

Location	Number	Type	Au oz/ton	Au ppb	Width metres
<u>Main Showing</u>					
BT11 + 3.0W	1128	quartz	0.800		0.31
BT11 + 5.7W	1129	quartz	0.044		0.15

Henneberry (June, 1987)

Location	Number	Type	Au oz/ton	Width metres
<u>Main Showing</u>				
BT09A - 1.0 W	1130	quartz	0.344	0.50
BT09A + 1.0 W	1131	quartz	0.058	1.10
BT10 + 2.5 W	1134	quartz	0.904	0.35
BT10 + 4.1 W	1135	quartz	0.378	0.40
BT10 + 5.8 W	1136	quartz	0.078	0.15
BT10 + 9.5 W	1137	quartz	0.022	0.65
BT10 + 11.3 W	1138	quartz	0.082	0.70
BT11 + 2.6 W	1139	quartz	2.980	0.40
BT11 + 4.4 W	1140	quartz	0.152	0.30
BT11 + 6.9 W	1141	quartz	0.036	0.30
BT11 + 8.5 W	1143	quartz	0.048	0.45
BT02 + 0.0 W	4151	quartz	0.006	0.30
BT02 + 2.0 W	4152	quartz	0.026	0.40
BT02 + 4.0 W	4153	quartz	0.026	0.60
BT02 + 6.0 W	4154	quartz	0.132	0.75
BT03 + 0.0 W	4155	quartz	0.070	0.60
BT03 + 2.0 W	4156	quartz	0.012	0.70
BT03 + 4.0 W	4157	quartz	0.006	1.05
BT03 + 6.0 W	4158	quartz	0.006	0.80
BT03 + 8.0 W	4159	quartz	0.006	0.60
BT03 + 10.0 W	4160	quartz	0.070	0.50
BT03 + 12.0 W	4161	quartz	0.212	1.00
BT04 + 0.0 W	4162	quartz	0.765	0.95
BT04 + 2.0 W	4163	quartz	0.758	1.20
BT04 + 4.0 W	4164	quartz	0.118	0.85

Henneberry (June, 1987)

Location	Number	Type	Au oz/ton	Width metres
BT04 + 6.0 W	4165	quartz	0.300	1.20
BT04 + 8.0 W	4166	quartz	1.350	1.15
BT04 + 10.0 W	4167	quartz	0.208	1.40
BT04 + 12.0 W	4168	quartz	0.006	1.25
BT04 + 14.0 W	4169	quartz	0.002	1.15
BT05 + 0.0 W	4170	quartz	0.006	0.90
BT05 + 2.0 W	4171	quartz	0.002	1.15
BT05 + 4.0 W	4172	quartz	0.002	1.20
BT05 + 6.0 W	4173	quartz	0.002	1.40
BT05 + 8.0 W	4174	quartz	0.050	1.05
BT06 + 0.0 W	4175	quartz	0.108	1.15
BT06 + 2.0 W	4176	quartz	0.030	1.45
BT06 + 4.0 W	4177	quartz	0.044	1.40
BT06 + 6.0 W	4178	quartz	0.090	1.20
BT06 + 8.0 W	4179	quartz	0.034	1.10
BT06 + 10.0 W	4180	quartz	0.008	1.20
BT06 + 12.0 W	4131	quartz	0.066	0.85

Main Showing HW Splay # 1

BT09A - 1.0 W	1130	quartz	0.344	0.50
BT09A + 1.0 W	1131	quartz	0.058	1.10
BT09A + 3.0 W	1132	quartz	0.156	0.35
BT09A + 5.0 W	1133	quartz	0.006	0.25

BT04 + 5.0 W	4182	quartz	0.026	0.20
BT04 + 7.0 W	4183	quartz	0.038	0.25
BT04 + 9.0 W	4184	quartz	0.081	0.30

Main Showing HW Splay # 3

BT10 + 7.0 W	1142	quartz	0.300	0.30
BT04 + 14.5 W	4185	quartz	0.002	0.45

The surface sampling on the Main Showing zone was concentrated on filling in the holes, in an effort to keep sampling spacing within 2 to 3 metres if possible. A lot of duplicate samples were taken from locations where surface blasting indicated a significant improvement beneath the weathered cap on the vein. Sampling also concentrated on establishing the strike extension of the zone to the west and on establishing the gold content of the hanging wall splays on surface. Hand - trenching to the north has indicated an increase of vein width.

Underground sampling was spaced at 2 metre intervals along the zone in an effort to establish an accurate gold concentration of the main vein at this elevation.



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 BROOKSBANK AVE., NORTH VANCOUVER,
BRITISH COLUMBIA, CANADA V7J-2C1

PHONE (604) 984-0221

CERTIFICATE OF ANALYSIS A8715264

To: NATIONWIDE GOLD MINES CORP.

1500 - 1176 W. GEORGIA ST.
VANCOUVER, BC
V6E 4A2

*Page No. : 1
Tot. Pages: 1
Date : 03-JUN-87
Invoice # : I-8715264
P.O. # : NONE

Project :

Comments: ATTN: TIM HENNEBERRY

SAMPLE DESCRIPTION	PREP CODE		Au FA oz/T								
1126	207	---	0.044								
1127	207	---	< 0.002								
1128	207	---	0.800								
1129	207	---	0.044								

ALL ASSAY DETERMINATIONS ARE PERFORMED OR SUPERVISED BY B.C. CERTIFIED ASSAYERS

CERTIFICATION :

W. Henneberry



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 BROOKSBANK AVE., NORTH VANCOUVER,
BRITISH COLUMBIA, CANADA V7J-2C1

PHONE (604) 984-0221

To: INP EXPLAND DEVELOPMENT

1500 - 1176 W. GEORGIA ST.
VANCOUVER, BC
V6E 4A2

Project: BEAR

Comments: ATTN: AUGUST OLSEN ✓ CC: TIM HENNEBERRY

Page No.: 1
Tot. Pages: 2
Date: 23-JUN-87
Invoice #: 1-8716504
P.O. #: NONE

CERTIFICATE OF ANALYSIS A8716504

SAMPLE DESCRIPTION	PREP CODE		Au FA oz/T									
1130	207	---	0.344									
1131	207	---	0.058									
1132	207	---	0.156									
1133	207	---	0.006									
1134	207	---	0.904									
1135	207	---	0.378									
1136	207	---	0.078									
1137	207	---	0.022									
1138	207	---	0.082									
1139	207	---	2.980									
1140	207	---	0.152									
1141	207	---	0.036									
1142	207	---	0.300									
1143	207	---	0.048									
4151	207	---	0.006									
4152	207	---	0.026									
4153	207	---	0.026									
4154	207	---	0.132									
4155	207	---	0.070									
4156	207	---	0.012									
4157	207	---	0.006									
4158	207	---	0.006									
4159	207	---	0.006									
4160	207	---	0.070									
4161	207	---	0.212									
4162	207	---	0.765									
4163	207	---	0.758									
4164	207	---	0.118									
4165	207	---	0.300									
4166	207	---	1.350									
4167	207	---	0.208									
4168	207	---	0.006									
4169	207	---	0.002									
4170	207	---	0.006									
4171	207	---	< 0.002									
4172	207	---	< 0.002									
4173	207	---	< 0.002									
4174	207	---	0.050									
4175	207	---	0.108									
4176	207	---	0.030									

ALL ASSAY DETERMINATIONS ARE PERFORMED OR SUPERVISED BY BC CERTIFIED ASSAYERS

CERTIFICATION :

[Signature]



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 BROOKSBANK AVE., NORTH VANCOUVER,
BRITISH COLUMBIA, CANADA V7J-1C1

PHONE (604) 984-0221

To: INP EXPLAND DEVELOPMENT

1500 - 1176 W. GEORGIA ST.

VANCOUVER, BC

V6E 4A2

Project: BEAR

Comments: ATTN: AUGUST OLSEN CC: TIM HENNEBERRY

Page No.: 2

Tot. Pages: 2

Date: 23-JUN-87

Invoice #: I-8716504

P.O. #: NONE

CERTIFICATE OF ANALYSIS A8716504

SAMPLE DESCRIPTION	PREP CODE		Au FA oz/T									
4177	207	---	0.044									
4178	207	---	0.090									
4179	207	---	0.034									
4180	207	---	0.008									
4181	207	---	0.066									
4182	207	---	0.026									
4183	207	---	0.038									
4184	207	---	0.081									
4185	207	---	0.002									
10596	207	---	0.004									
10597	207	---	< 0.002									
10598	207	---	< 0.002									
10599	207	---	< 0.002									

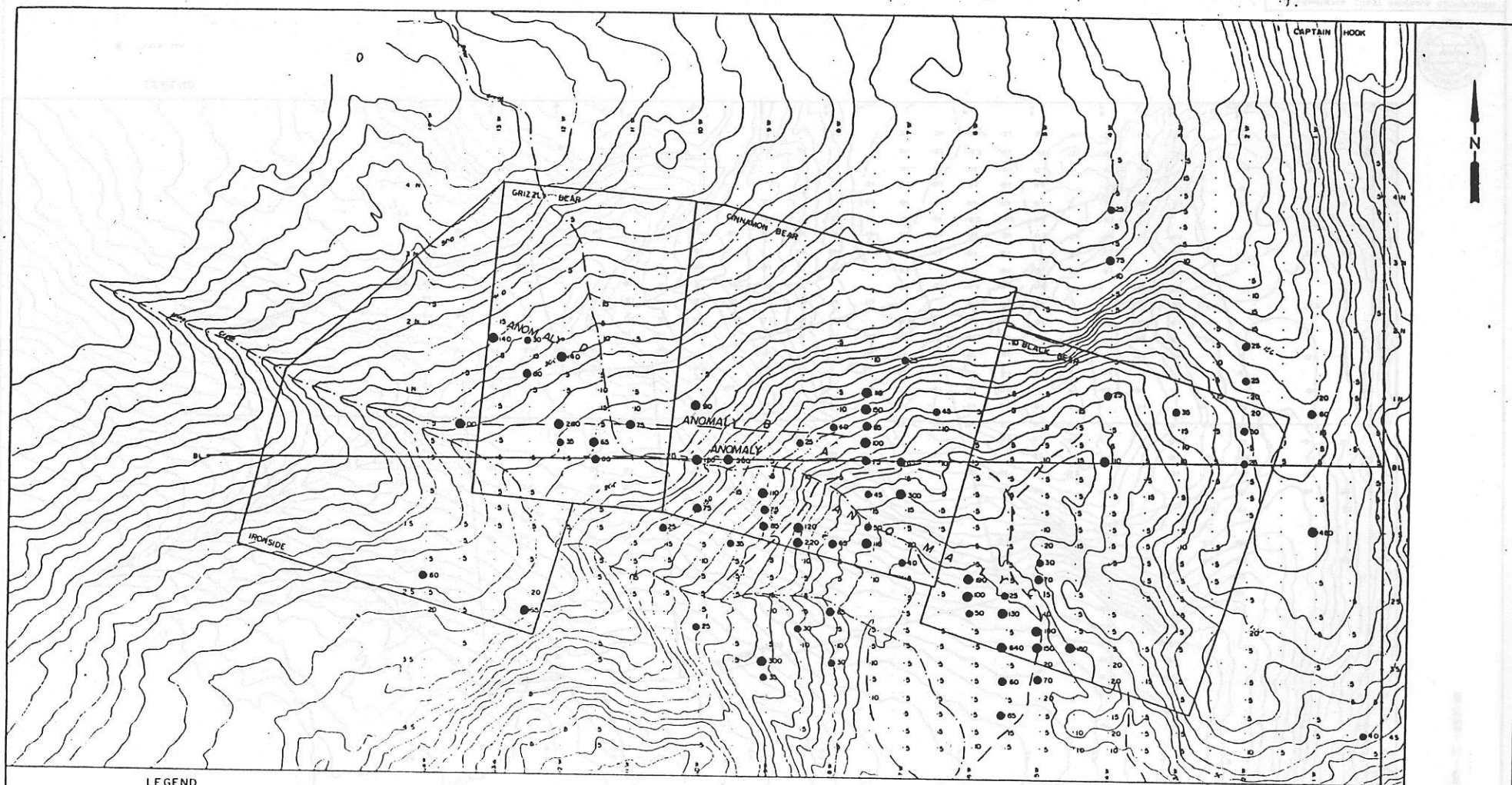
ALL ASSAY DETERMINATIONS ARE PERFORMED OR SUPERVISED BY BC CERTIFIED ASSAYERS

CERTIFICATION:

[Signature]

APPENDIX B

**Geochemistry Lab Reports
Full Size and Reduced Geochemistry Maps**



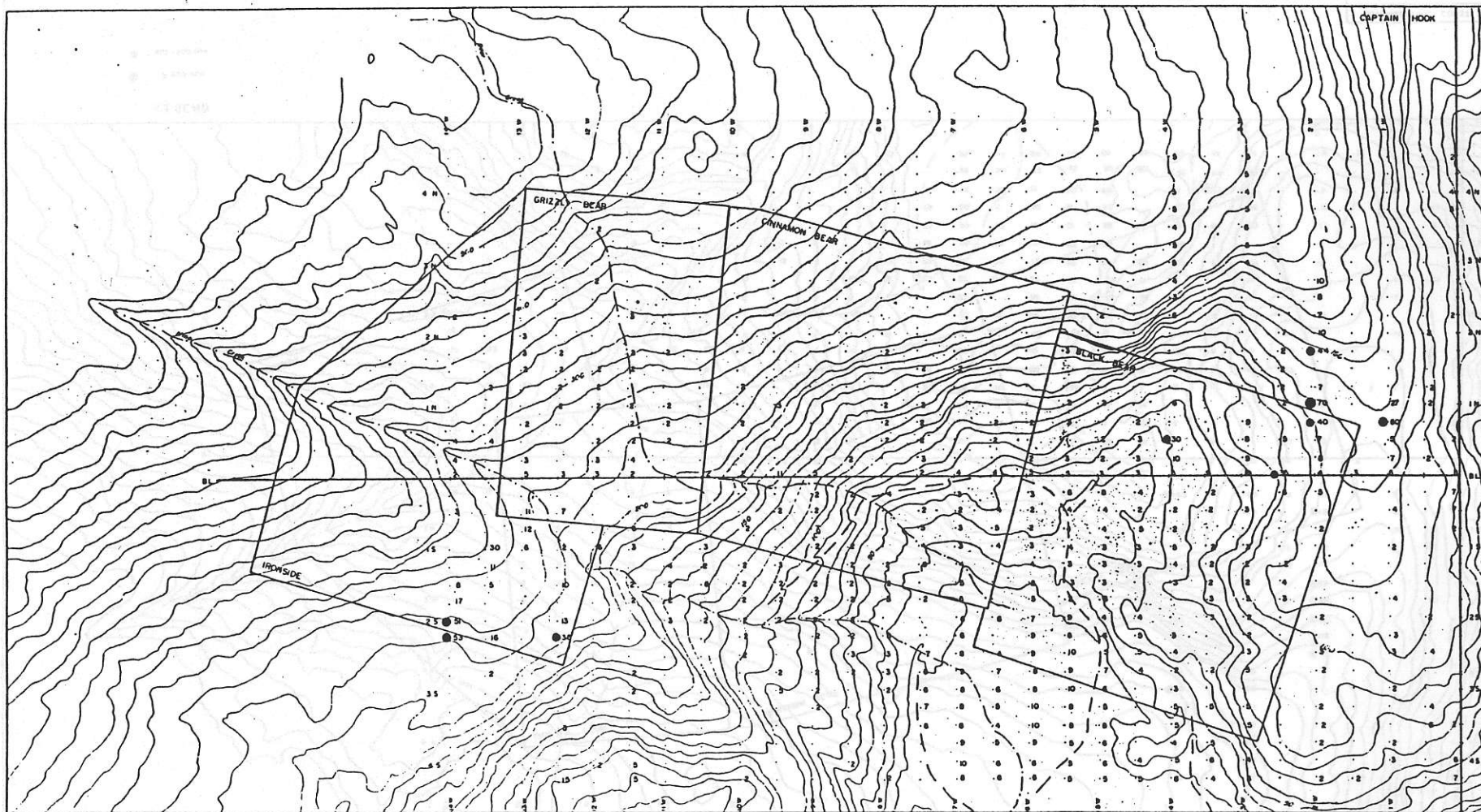
LEGEND

- > 100 ppb
- 60 - 99 ppb
- 25 - 59 ppb



INTERNATIONAL COAST MINERALS CORPORATION	
BEAR PROJECT	
SOIL GEOCHEMISTRY Au (ppb)	
OWN BY: R. T. Hammett	SCALE: 1:2500
DATE: July 1987	FIGURE 8.0

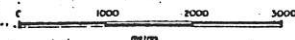




LEGEND

- > 70 ppm
- 50 - 69 ppm
- 10 - 49 ppm

Contour interval = 10 & 20 metres



INTERNATIONAL COAST MINERALS CORPORATION

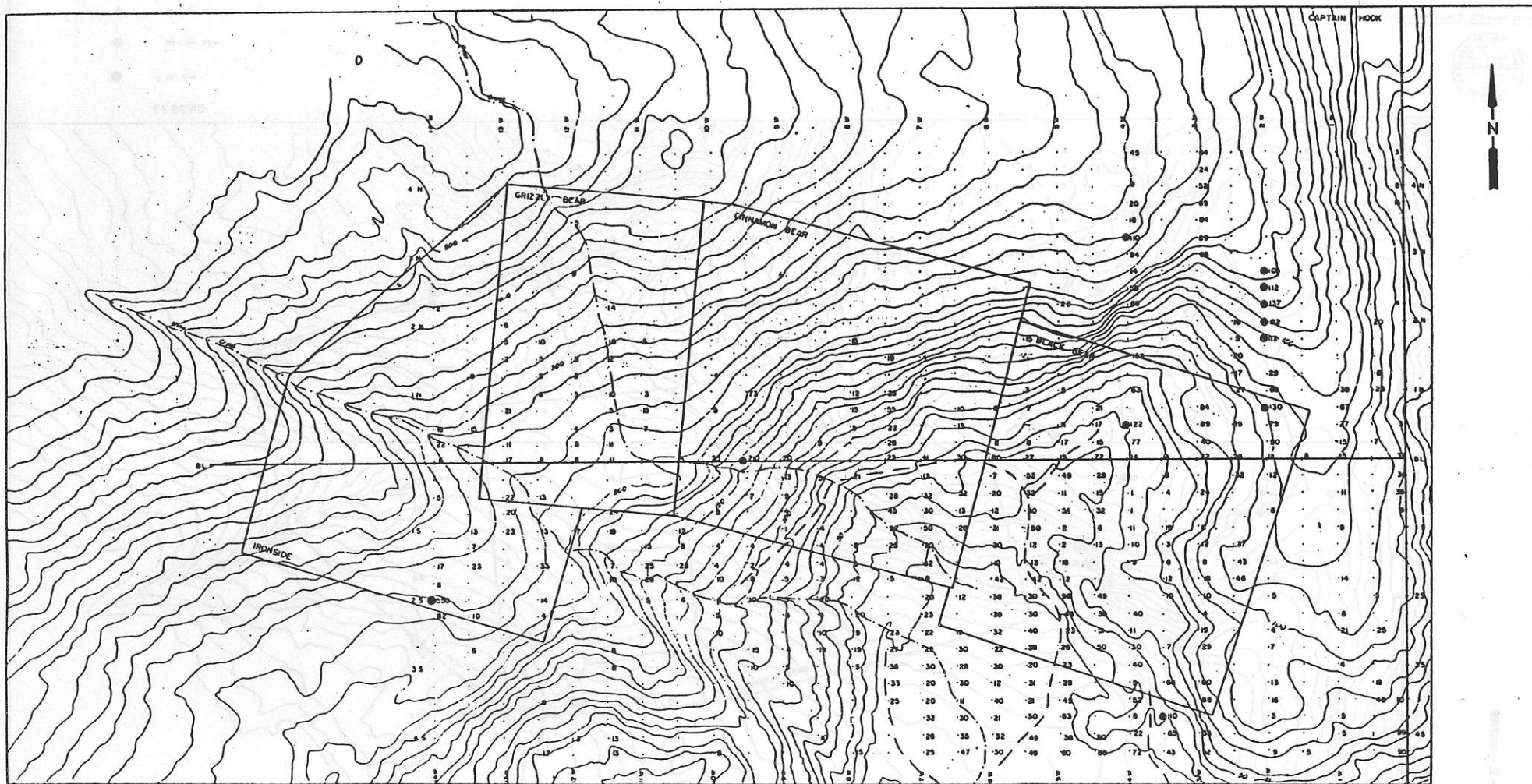
BEAR PROJECT SOIL GEOCHEMISTRY As (ppm)

DRN BY: R T Hennesberry

SCALE 1:2500

DATE: July 1987

FIGURE 8c



LEGEND

- > 500 ppm
- 100 - 500 ppm



Contour interval - 10 @ 20 metres



INTERNATIONAL COAST MINERALS CORPORATION

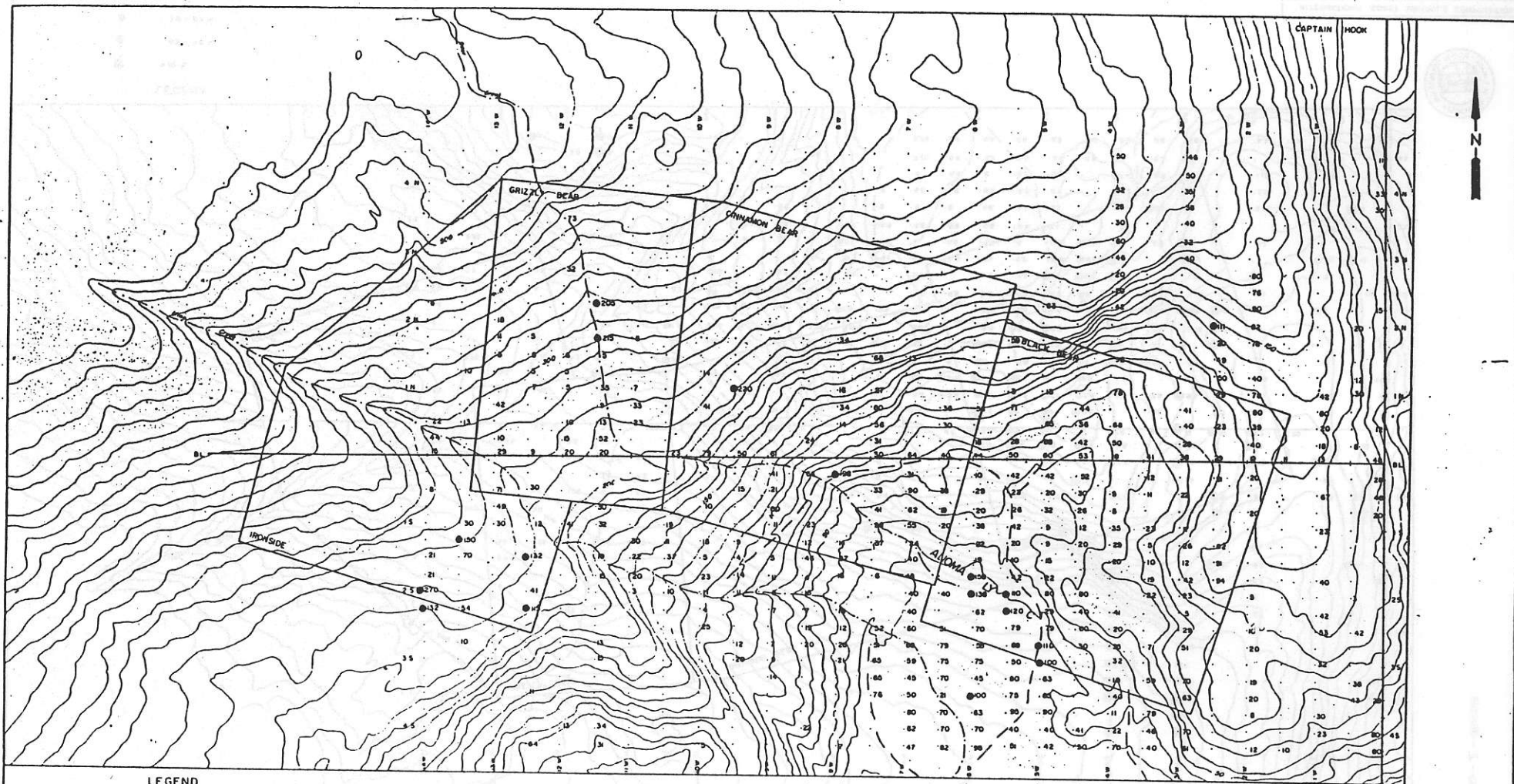
BEAR PROJECT
SOIL GEOCHEMISTRY Cu (ppm)

TRN BY R J Hensberry

SCALE 1:2500

DATE - July 1967

FIGURE 88



LEGEND

● > 100 ppm

Contour interval: 10 & 20 metres



INTERNATIONAL COAST MINERALS CORPORATION

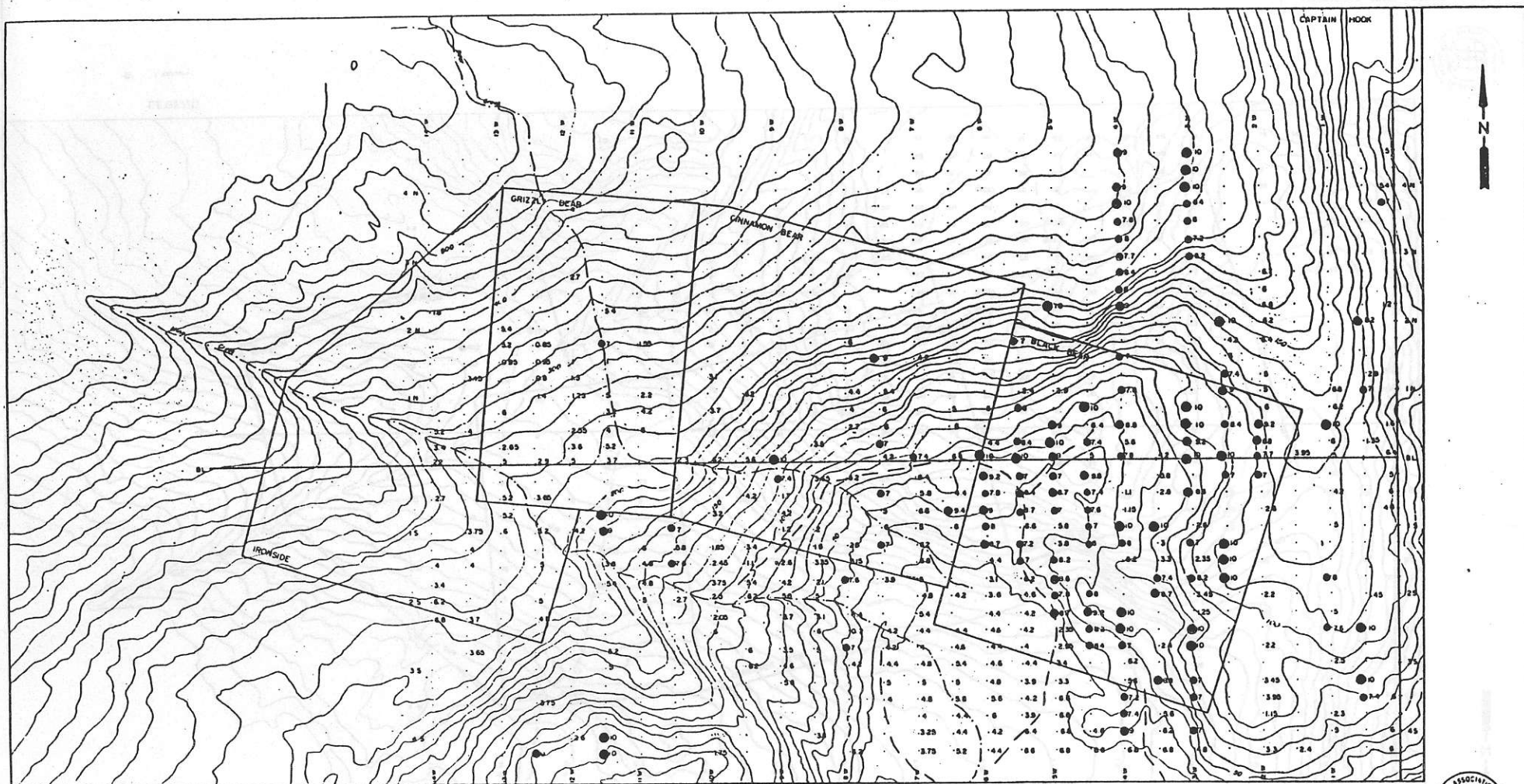
BEAR PROJECT
SOIL GEOCHEMISTRY Zn (ppm)

DRAWN BY: R. J. Hennessey

SCALE: 1" = 2500'

DATE: July 1987

FIGURE 8a



LEGEND

- > 10 %
- 85 - 89 %
- 70 - 84 %

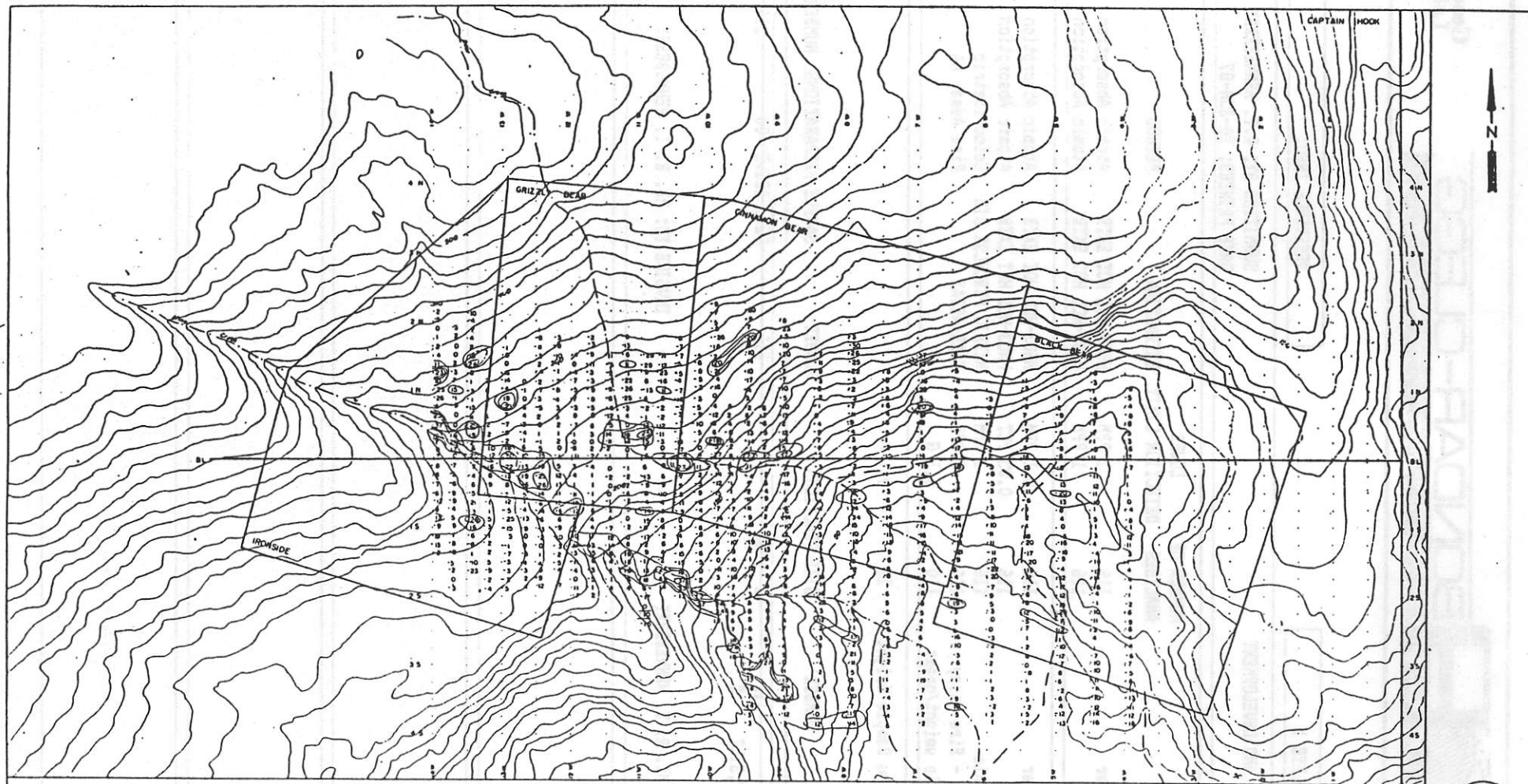
Contour interval - 10 & 20 metres



INTERNATIONAL COAST MINERALS CORPORATION

BEAR PROJECT SOIL GEOCHEMISTRY Fe (%)

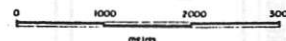
DRAWN BY: R. T. Hennessey	SCALE: 1:2500
DATE: July 1987	FIGURE: 81



LEGEND

Contours
 10-20
 15-20
 10-15

Contour Interval - 10 & 20 metres



INTERNATIONAL COAST MINERALS CORPORATION

BEAR PROJECT
 VLF FRASER FILTERED DPs

DRN BY: R. S. Macgregor	SCALE: 1:2500
DATE: July 1987	FIGURE 9

Bondar-Clegg & Company Ltd.
130 Pemberton Ave.
North Vancouver, B.C.
Canada V7P 2R3
Phone: (604) 985-0681
Telex: 04-352667



Geochemical
Lab Report

REPORT: 127-3509 (COMPLETE)

REFERENCE INFO:

CLIENT: INP EXPLORATION AND DEVELOPMENT
PROJECT: BEAR

SUBMITTED BY: R.T. HENNEBERRY
DATE PRINTED: 10-JUN-87

ORDER	ELEMENT		NUMBER OF ANALYSES	LOWER DETECTION LIMIT	EXTRACTION	METHOD
1	Cu	Copper	116	1 PPM	HNO3-HCL HOT EXTR	Atomic Absorption
2	Zn	Zinc	116	1 PPM	HNO3-HCL HOT EXTR	Atomic Absorption
3	Ag	Silver	116	0.1 PPM	HNO3-HCL HOT EXTR	Atomic Absorption
4	Fe	Iron	116	0.05 PCT	HNO3-HCL HOT EXTR	Atomic Absorption
5	As	Arsenic	116	2 PPM	NITRIC PERCHLOR DIG	Colourimetric
6	Au	Gold - Fire Assay	116	5 PPB	FIRE-ASSAY	Fire Assay AA
7	Au/wt	Sample weight/grams	110	0.1 G		
8	Au/wt	-20 Au Sample Weight	22	0.1 G		

SAMPLE TYPES	NUMBER	SIZE FRACTIONS	NUMBER	SAMPLE PREPARATIONS	NUMBER
5 50-115	111	1 80	115	DRY, SIEVE 80	115
1 STREAM SEDIMENT, SILT	5				

REPORT COPIES TO: MR. R. T. HENNEBERRY

INVOICE TO: MR. R. T. HENNEBERRY



REPORT: 127-3509

PROJECT: BEAR

PAGE 1

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 L4+00W 0+00S		16	30	0.1	7.80	3	<5		10.0
S1 L4+00W 0+50S		1	5	0.1	1.10	2	<5	10.0	
S1 L4+00W 0+75S		1	5	<0.1	1.15	2	<5	10.0	
S1 L4+00W 1+00S		11	35	<0.1	>10.00	5	<5	10.0	
S1 L4+00W 1+25S		10	29	<0.1	8.00	4	<5	10.0	
S1 L4+00W 1+50S		9	20	0.1	6.20	3	<5	10.0	
S1 L4+00W 2+25S		40	41	<0.1	>10.00	3	<5	10.0	
S1 L4+00W 2+50S		11	20	<0.1	>10.00	4	<5	10.0	
S1 L4+00W 2+75S		30	35	<0.1	7.00	2	<5	10.0	
S1 L4+00W 3+00S		40	32	0.1	6.20	3	20	10.0	
S1 L4+00W 3+25S		5	10	<0.1	5.60	5	20	10.0	
S1 L4+00W 3+50S		52	40	0.1	7.20	5	5	10.0	
S1 L4+00W 3+75S		8	11	0.1	7.40	4	15	10.0	
S1 L4+00W 4+00S		22	22	<0.1	9.00	5	20	10.0	
S1 L4+00W 4+25S		72	70	<0.1	6.80	6	10	10.0	
S1 L4+50W 0+25S		28	52	<0.1	9.80	4	<5	5.0	
S1 L4+50W 0+50S		15	30	<0.1	7.40	2	<5	7.0	
S1 L4+50W 0+75S		32	26	<0.1	7.60	5	5	10.0	
S1 L4+50W 1+00S		6	12	<0.1	7.00	3	5	10.0	
S1 L4+50W 1+25S		13	20	<0.1	8.00	3	15	10.0	
S1 L4+50W 2+00S		49	80	<0.1	8.00	4	<5	10.0	
S1 L4+50W 2+25S		30	40	0.1	9.20	5	<5	10.0	
S1 L4+50W 2+50S		51	60	0.1	8.20	5	<5	10.0	
S1 L4+50W 2+75S		50	30	0.1	8.40	4	180	10.0	
S1 L4+50W 4+00S		30	41	0.1	4.60	4	10	2.0	3.0
S1 L4+50W 4+25S		80	50	<0.1	6.60	5	10	2.0	8.0
S1 L5+00W 0+00S		11	60	<0.1	5.40	3	<5		2.0
S1 L5+00W 0+25S		49	42	<0.1	7.00	8	<5		10.0
S1 L5+00W 0+50S		11	20	0.1	8.20	4	5	4.0	6.0
S1 L5+00W 0+75S		52	32	<0.1	7.00	4	<5	10.0	
S1 L5+00W 1+00S		2	9	0.2	5.80	3	10	10.0	
S1 L5+00W 1+25S		2	9	<0.1	3.80	3	20	6.0	
S1 L5+00W 1+50S		18	15	<0.1	8.20	3	30	10.0	
S1 L5+00W 1+75S		12	22	0.1	8.60	3	70	5.0	
S1 L5+00W 2+00S		98	80	<0.1	7.80	4	15	10.0	
S1 L5+00W 2+25S		48	29	<0.1	8.20	6	10	10.0	
S1 L5+00W 2+50S		23	79	0.2	2.35	5	180	2.0	8.0
S1 L5+00W 2+75S		26	110	0.2	2.95	7	150		10.0
S1 L5+00W 3+00S		23	100	0.1	3.40	6	20		10.0
S1 L5+00W 3+25S		29	63	<0.1	3.30	5	70	3.0	7.0



REPORT: 127-3509

PROJECT: BEAR

PAGE 2

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
SI L5+00W 3+50S		49	65	<0.1	6.60	5	20	10.0	
SI L5+00W 3+75S		63	90	0.2	6.60	6	<5	10.0	
SI L5+00W 4+00S		38	40	<0.1	6.80	6	<5	8.0	
SI L5+00W 4+25S		60	42	<0.1	6.80	5	<5		10.0
SI L5+50W 0+00S		20	50	0.1	>10.00	5	<5	10.0	
SI L5+50W 0+25S		52	42	<0.1	7.00	6	<5	10.0	
SI L5+50W 0+50S		32	23	<0.1	8.40	4	<5	10.0	
SI L5+50W 0+75S		30	26	0.1	8.20	4	<5	10.0	
SI L5+50W 1+00S		50	42	0.1	6.60	4	<5	10.0	
SI L5+50W 1+25S		12	20	<0.1	7.20	3	<5	10.0	
SI L5+50W 1+50S		42	40	<0.1	7.00	3	<5	10.0	
SI L5+50W 1+75S		42	42	0.1	6.20	2	<5	10.0	
SI L5+50W 2+00S		30	110	<0.1	4.60	9	25	10.0	
SI L5+50W 2+25S		30	120	<0.1	4.20	6	130	10.0	
SI L5+50W 2+50S		40	79	0.1	4.20	10	<5	10.0	
SI L5+50W 2+75S		28	69	0.1	4.00	9	640	5.0	
SI L5+50W 3+00S		20	50	0.2	4.60	10	<5	10.0	
SI L5+50W 3+25S		31	80	<0.1	3.90	8	60	7.0	
SI L5+50W 3+50S		21	75	<0.1	4.20	9	<5	10.0	
SI L5+50W 3+75S		30	95	<0.1	3.40	5	65	10.0	
SI L5+50W 4+00S		49	40	<0.1	6.40	5	15	10.0	
SI L5+50W 4+25S		49	51	<0.1	6.60	5	<5	10.0	
SI L6+00W 0+00S		60	33	<0.1	5.00	3	<5	2.0	8.0
SI L6+00W 0+25S		7	10	0.1	9.20	3	<5	6.0	
SI L6+00W 0+50S		20	29	0.1	7.80	2	<5	10.0	
SI L5+00W 0+75S		12	20	0.1	9.00	2	<5	8.0	
SI L5+00W 1+00S		31	38	<0.1	8.00	3	<5	10.0	
SI L6+00W 1+25S		20	22	<0.1	8.20	4	5	10.0	
SI L6+00W 1+50S		10	19	0.1	4.40	2	<5	10.0	
SI L6+00W 1+75S		42	159	0.4	3.10	5	190	3.0	7.0
SI L6+00W 2+00S		38	138	0.2	3.60	7	100	6.0	
SI L6+00W 2+25S		39	62	<0.1	4.40	9	50	10.0	
SI L6+00W 2+50S		32	70	<0.1	4.60	9	<5	8.0	
SI L6+00W 2+75S		22	58	<0.1	4.40	8	<5	8.0	
SI L6+00W 3+00S		30	75	0.2	4.60	8	<5	10.0	
SI L6+00W 3+25S		12	45	0.1	4.80	10	<5	6.0	
SI L6+00W 3+50S		40	100	<0.1	5.60	10	<5	10.0	
SI L5+00W 3+75S		21	63	<0.1	6.00	9	<5	10.0	
SI L6+00W 4+00S		32	70	0.2	4.20	6	<5	10.0	
SI L6+00W 4+25S		30	98	0.1	4.40	6	10	10.0	



REPORT: 127-3509

PROJECT: BEAR

PAGE 3

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 L6+50W 0+00S		30	40	0.1	6.40	4	10	4.0	6.0
S1 L6+50W 0+50S		52	38	<0.1	4.40	4	<5	10.0	
S1 L6+50W 0+75S		13	19	0.1	9.40	5	<5	5.0	
S1 L6+50W 1+00S		25	20	0.1	6.00	4	<5	8.0	
S1 L6+50W 2+00S		12	40	<0.1	4.20	6	<5	2.0	8.0
S1 L6+50W 2+50S		19	31	<0.1	4.40	4	<5	5.0	
S1 L6+50W 2+75S		30	79	0.1	4.60	7	<5	4.0	6.0
S1 L6+50W 3+00S		28	75	<0.1	5.40	6	<5	10.0	
S1 L6+50W 3+25S		30	70	<0.1	5.00	5	<5	10.0	
S1 L6+50W 3+50S		11	21	<0.1	5.90	4	<5	10.0	
S1 L6+50W 3+75S		30	70	0.1	4.40	5	<5	10.0	
S1 L6+50W 4+00S		35	70	0.1	4.40	6	<5	5.0	
S1 L6+50W 4+25S		47	82	0.1	5.20	6	<5	10.0	
S1 L7+00W 0+00S		41	61	0.2	5.80	4	10	10.0	
S1 L7+00W 0+25S		12	31	0.1	6.40	3	5	4.0	6.0
S1 L7+00W 0+50S		32	90	0.2	5.80	2	300	10.0	
S1 L7+00W 0+75S		30	62	0.1	6.60	3	15	3.0	7.0
S1 L7+00W 1+00S		50	55	<0.1	5.00	3	<5	7.0	
S1 L7+00W 1+25S		20	24	0.1	5.20	4	20	10.0	
S1 L7+00W 1+50S		32	40	0.2	6.80	5	40	7.0	
S1 L7+00W 1+75S		19	18	0.1	5.00	5	<5	7.0	
S1 L7+00W 2+00S		20	40	0.1	4.80	6	<5	7.0	
S1 L7+00W 2+25S		23	40	<0.1	5.40	6	<5	10.0	
S1 L7+00W 2+50S		22	60	0.1	4.40	8	<5	2.0	8.0
S1 L7+00W 2+75S		22	60	0.1	4.00	9	<5	6.0	
S1 L7+00W 3+00S		30	55	0.1	4.80	8	<5	10.0	
S1 L7+00W 3+25S		20	45	<0.1	5.00	8	<5	10.0	
S1 L7+00W 3+50S		20	50	0.2	4.80	8	<5	10.0	
S1 L7+00W 3+75S		32	80	<0.1	4.00	9	<5	2.0	8.0
S1 L7+00W 4+00S		26	62	<0.1	3.25	10	<5	5.0	
S1 L7+00W 4+25S		25	47	<0.1	3.75	9	<5	10.0	
T1 L1+77N 5+05W		10	22	<0.1	9.60	2	10	5.0	
T1 L2+09N 5+25W		13	50	0.1	6.00	2	<5	1.0	9.0
T1 L7+15W 1+50N		30	50	<0.1	3.80	<2	<5	8.0	
T1 L7+55W 1+30N		65	59	0.4	3.00	<2	<5	8.0	
T1 L8+50W 1+50N		13	10	0.3	1.00	<2	<5	4.0	6.0

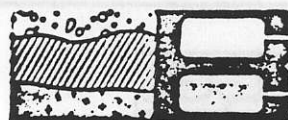


REPORT: 127-4005

PROJECT: BEAR

PAGE 1

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 0+00W 0+50N		3	12	<0.1	1.60	2	<5		
S1 0+00W 2+25N		4	5	<0.1	1.20	2	<5		5.0
S1 0+00W 3+75N		15	35	<0.1	7.00	3	<5	10.0	
S1 0+00W 4+00N		8	33	<0.1	5.40	4	<5	10.0	
S1 0+00W 4+50N		3	11	<0.1	1.50	2	<5	8.0	2.0
S1 0+00W 5+25N		19	31	<0.1	5.20	7	30		
S1 0+00W 5+75N		2	9	<0.1	1.00	<2	<5	9.0	
S1 0+00W 6+00N		22	83	<0.1	>10.00	3	<5	10.0	
S1 0+00W 6+25N		8	18	<0.1	4.20	2	<5	10.0	
S1 0+00W 0+00S		36	48	<0.1	6.40	8	<5	10.0	
S1 0+00W 0+25S		30	28	<0.1	5.00	7	<5	8.0	
S1 0+00W 0+50S		38	48	<0.1	6.00	7	<5		5.0
S1 0+00W 0+75S		8	20	<0.1	4.80	2	<5	8.0	
S1 0+00W 3+50S		10	28	<0.1	6.00	2	5	10.0	
S1 0+00W 4+00S		99	80	<0.1	6.00	6	40		
S1 0+50W 4+25S		95	80	0.2	6.00	7	5		
S1 0+50W 5+00S		104	82	<0.1	6.60	8	<5		7.0
S1 0+50W 0+25N		7	8	<0.1	1.35	2	<5	5.0	
S1 0+50W 1+00N		23	30	<0.1	7.00	2	<5	10.0	
S1 0+50W 1+25N		8	12	<0.1	2.90	2	<5	7.0	
S1 0+50W 2+00N		20	20	0.2	9.20	2	<5	8.0	2.0
S1 0+50W 2+00S		5	3	<0.1	1.45	<2	<5		5.0
S1 0+50W 2+50S		25	42	<0.1	10.00	4	<5	10.0	
S1 0+50W 3+25S		18	38	<0.1	>10.00	4	<5	10.0	
S1 0+50W 3+50S		45	43	<0.1	7.40	6	<5	3.0	
S1 1+00W 0+00N		15	13	<0.1	5.00	5	<5	4.0	
S1 1+00W 0+25N		15	18	<0.1	6.00	7	<5	4.0	
S1 1+00W 0+50N		27	20	<0.1	>10.00	5	<5	9.0	1.0
S1 1+00W 0+75N		87	60	<0.1	6.20	60	60		6.0
S1 1+00W 1+00N		39	42	<0.1	6.80	27	20	9.0	2.0
S1 1+00W 5+00N		37	23	<0.1	8.20	4	5	10.0	
S1 1+00W 5+25N		38	22	<0.1	8.00	5	<5	7.0	
S1 1+00W 5+50N		24	30	<0.1	9.80	4	<5	8.0	2.0
S1 1+00W 5+75N		79	69	<0.1	7.00	5	30		8.0
S1 1+00W 6+00N		39	28	<0.1	7.80	5	<5	8.0	2.0
S1 1+00W 6+25N		40	29	<0.1	6.00	3	10	6.0	4.0
S1 1+00W 6+50N		28	20	<0.1	5.80	4	25		
S1 1+00W 6+75N		31	33	<0.1	7.00	3	10		6.0
S1 1+00W 7+00N		29	30	<0.1	6.00	4	<5	6.0	4.0
S1 1+00W 7+25N		8	10	<0.1	2.70	2	<5	6.0	4.0



REPORT: 127-4005

PROJECT: BEAR

PAGE 2

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 1+00W 0+50S		11	67	<0.1	4.20	4	<5	4.0	
S1 1+00W 1+00S		9	23	<0.1	5.00	2	480		7.0
S1 1+00W 1+75S		14	40	0.2	8.00	4	<5	10.0	
S1 1+00W 2+25S		8	42	<0.1	5.00	3	<5	2.0	
S1 1+00W 2+50S		21	53	<0.1	7.60	3	<5	4.0	
S1 1+00W 3+00S		4	32	<0.1	2.50	2	<5	4.0	
S1 1+00W 3+75S		5	30	<0.1	2.30	<2	<5	5.0	
S1 1+00W 4+00S		5	23	<0.1	5.00	3	<5	6.0	
S1 1+50W 0+00N		8	11	<0.1	3.95	3	5	10.0	
S1 1+50W 4+25S		5	10	<0.1	2.40	<2	<5	6.0	2.0
S1 2+00W 0+00N		11	10	<0.1	5.40	4	25		5.0
S1 2+00W 0+25N		90	40	<0.1	8.80	8	5		
S1 2+00W 0+50N		79	39	0.2	9.20	7	50	7.0	3.0
S1 2+00W 0+75N		130	80	0.2	6.00	40	20		5.0
S1 2+00W 1+00N		68	78	<0.1	5.00	70	20		10.0
S1 2+00W 1+25N		29	40	<0.1	5.00	7	25	10.0	
S1 2+00W 1+75N		112	78	<0.1	6.40	44	25		8.0
S1 2+00W 2+00N		152	82	<0.1	6.20	10	15	10.0	
S1 2+00W 2+25N		137	80	<0.1	6.60	7	15		
S1 2+00W 2+50N		112	76	<0.1	6.00	8	10		7.0
S1 2+00W 2+75N		109	80	<0.1	6.20	10	5	10.0	
S1 2+00W 5+00N		88	50	<0.1	6.40	7	10		
S1 2+00W 5+25N		44	29	<0.1	5.20	3	<5		6.0
S1 2+00W 5+50N		38	30	0.2	6.40	5	5	8.0	2.0
S1 2+00W 5+75N		35	30	<0.1	7.20	5	<5	7.0	3.0
S1 2+00W 6+00N		68	30	0.2	7.00	5	20	10.0	
S1 2+00W 6+25N		39	28	<0.1	5.40	5	<5		9.0
S1 2+00W 6+50N		42	35	<0.1	5.80	4	10	8.0	2.0
S1 2+00W 6+75N		36	26	<0.1	8.00	4	<5		6.0
S1 2+00W 7+00N		103	42	<0.1	6.00	7	15	6.0	4.0
S1 2+00W 7+25N		87	48	<0.1	4.60	4	5		7.0
S1 2+00W 7+50N		62	42	<0.1	6.00	8	10		6.0
S1 2+00W 0+00S		19	19	<0.1	7.20	5	5	8.0	2.0
S1 2+00W 0+25S		12	20	<0.1	7.00	5	<5	8.0	2.0
S1 2+00W 0+75S		6	20	<0.1	2.60	2	5	6.0	4.0
S1 2+00W 2+00S		5	5	<0.1	2.20	2	<5	6.0	4.0
S1 2+00W 2+50S		4	10	<0.1	1.60	3	20		5.0
S1 2+00W 2+75S		7	20	<0.1	2.20	2	<5	9.0	
S1 2+00W 3+25S		13	19	<0.1	3.45	2	5	7.0	3.0
S1 2+00W 3+50S		16	20	<0.1	3.95	<2	5	6.0	



REPORT: 127-4005

PROJECT: BEAR

PAGE 3

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 2+00W 3+75N		3	8	<0.1	1.15	2	5		
S1 2+00W 4+25S		9	12	<0.1	3.30	2	10		7.0
S1 2+50W 0+00S		28	22	<0.1	7.00	3	<5		6.0
S1 2+50W 0+25S		32	21	<0.1	7.00	6	15		8.0
S1 2+50W 1+25S		37	82	<0.1	>10.00	<2	<5	9.0	1.0
S1 2+50W 1+50S		43	91	<0.1	>10.00	4	<5	6.0	
S1 2+50W 1+75S		46	94	<0.1	>10.00	3	<5	8.0	2.0
S1 3+00W 0+00N		72	38	<0.1	>10.00	10	10		
S1 3+00W 0+25N		40	28	0.2	9.20	9	10	10.0	
S1 3+00W 0+50N		89	40	<0.1	>10.00	8	15	7.0	3.0
S1 3+00W 0+75N		84	41	<0.1	>10.00	9	35		5.0
S1 3+00W 3+00N		98	40	<0.1	8.20	4	10	10.0	
S1 3+00W 3+25N		29	32	0.6	9.20	5	<5	7.0	3.0
S1 3+00W 3+50N		94	40	<0.1	8.00	6	<5	7.0	3.0
S1 3+00W 3+75N		69	38	<0.1	8.40	5	<5		6.0
S1 3+00W 4+00N		52	35	<0.1	>10.00	4	<5		5.0
S1 3+00W 4+25N		24	50	<0.1	>10.00	5	15		6.0
S1 3+00W 4+50N		64	46	<0.1	>10.00	5	<5		5.0
S1 3+00W 4+75N		69	43	<0.1	>10.00	4	<5		5.0
S1 3+00W 0+50S		24	22	<0.1	8.80	3	<5	8.0	2.0
S1 3+00W 1+00S		6	17	<0.1	2.60	3	<5		7.0
S1 3+00W 1+25S		12	26	<0.1	7.00	2	10	8.0	2.0
S1 3+00W 1+50S		8	12	<0.1	2.35	2	<5		
S1 3+00W 1+75S		18	42	<0.1	8.20	5	<5	10.0	
S1 3+00W 2+00S		10	23	<0.1	3.45	2	<5		5.0
S1 3+00W 2+25S		4	5	<0.1	1.25	2	<5	8.0	2.0
S1 3+00W 2+50S		19	29	<0.1	>10.00	3	<5		8.0
S1 3+00W 2+75S		29	51	<0.1	>10.00	5	<5		
S1 3+00W 3+25S		60	70	<0.1	7.00	5	<5		5.0
S1 3+00W 3+50S		55	63	<0.1	7.50	5	<5		
S1 3+00W 4+00S		33	40	<0.1	7.00	4	<5	3.0	
S1 3+00W 4+25S		52	61	<0.1	4.80	3	<5		
S1 3+50W 0+00S		14	41	0.2	4.20	15	<5		
S1 3+50W 0+25S		9	12	<0.1	5.80	2	<5	7.0	3.0
S1 3+50W 0+50S		4	11	<0.1	2.80	<2	15		5.0
S1 3+50W 1+00S		19	23	<0.1	>10.00	2	<5	6.0	
S1 3+50W 1+25S		3	5	<0.1	3.00	<2	<5	5.0	
S1 3+50W 1+50S		6	10	<0.1	3.30	2	<5		7.0
S1 3+50W 1+75S		12	19	<0.1	7.40	3	<5	10.0	
S1 3+50W 2+00S		10	22	<0.1	8.20	3	<5		

REPORT: 127-4005

PROJECT: BEAR

PAGE 4

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 3+50W 2+7SS		7	7	<0.1	2.40	<2	<5		8.0
S1 3+50W 3+2SS		68	59	<0.1	8.80	5	15		
S1 3+50W 3+7SS		110	79	<0.1	5.60	5	<5		
S1 3+50W 4+00S		65	48	<0.1	6.20	6	<5		
S1 3+50W 4+2SS		43	40	0.2	6.80	4	<5	6.0	4.0
S1 4+00W 0+00N		14	18	<0.1	6.40	5	110	6.0	4.0
S1 4+00W 0+25N		77	50	<0.1	5.60	10	<5	8.0	2.0
S1 4+00W 0+50N		122	68	0.3	8.80	30	<5		6.0
S1 4+00W 1+00N		63	78	<0.1	7.80	6	25		9.0
S1 4+00W 1+50N		159	92	<0.1	7.00	5	<5		
S1 4+00W 2+25N		69	42	<0.1	9.00	6			
S1 4+00W 2+50N		35	20	0.2	8.00	3	<5	7.0	3.0
S1 4+00W 2+75N		17	20	<0.1	8.40	4	10		8.0
S1 4+00W 3+00N		84	46	0.6	7.20	5	75		8.0
S1 4+00W 3+25N		110	60	0.1	8.00	5	<5		
S1 4+00W 3+50N		18	30	0.1	7.80	4	<5		5.0
S1 4+00W 3+75N		20	28	0.2	10.00	5	25		
S1 4+00W 4+00N		49	32	0.2	9.00	5	<5		5.0
S1 4+00W 4+50N		45	50	0.1	9.00	5	<5		5.0
S1 4+00W 4+75N		37	30	<0.1	>10.00	5	5		
S1 4+00W 5+00N		105	36	<0.1	9.00	3	<5		
S1 4+00W 5+25N		58	40	<0.1	>10.00	5	5	7.0	3.0
S1 4+00W 7+00N		26	30	0.2	8.20	4	<5		7.0
S1 12+50W 0+00N		8	9	<0.1	2.90	3	<5		
S1 12+50W 1+00N		6	7	<0.1	1.40	2	<5		
S1 12+50W 1+25N		5	5	<0.1	0.80	2	80	7.0	3.0
S1 12+50W 1+50N		5	5	0.2	0.95	<2	15		
S1 12+50W 1+75N		10	5	<0.1	0.85	2	30		
S1 12+50W 0+50S		13	30	<0.1	3.65	7	5		7.0
S1 12+50W 1+00S		13	12	<0.1	3.20	2	<5		
S1 12+50W 1+50S		33	132	<0.1	5.00	10	<5		6.0
S1 12+50W 2+00S		14	41	<0.1	5.00	13	20		
S1 12+50W 2+25S		41	115	0.9	4.80	38	65		7.0
S1 12+50W 3+50S		9	11	<0.1	3.75	3	<5		
S1 12+50W 4+25S		17	64	<0.1	9.00	15	<5		
S1 13+00W 0+00N		17	29	<0.1	5.00	5	5		6.0
S1 13+00W 0+25N		11	10	<0.1	2.65	3	<5		
S1 13+00W 0+75N		21	42	<0.1	6.00	2	<5	7.0	3.0
S1 13+00W 1+50N		2	3	<0.1	0.95	2	5		5.0
S1 13+00W 1+75N		5	11	<0.1	5.20	3	140		



REPORT: 127-4005

PROJECT: BEAR

PAGE 5

SAMPLE NUMBER	ELEMENT UNITS	Cu PPM	Zn PPM	Ag PPM	Fe PCT	As PPM	Au PPB	Au/wt G	Au/wt G
S1 13+03W 2+00N		6	18	<0.1	5.40	3	15		
S1 13+00W 0+50S		22	71	<0.1	5.20	11	<5		9.0
S1 13+00W 0+75S		20	49	<0.1	5.20	12	<5		6.0
S1 13+00W 1+00S		23	30	<0.1	6.00	6	<5		8.0
S1 13+50W 0+50N		15	13	<0.1	4.00	4	100		
S1 13+50W 1+25N		8	10	<0.1	3.45	<2	<5		9.0
S1 13+50W 1+00S		13	30	<0.1	3.75	30	<5		
S1 13+50W 1+25S		7	150	<0.1	4.00	11	<5		
S1 13+50W 1+50S		23	70	<0.1	4.00	5	<5		
S1 13+50W 2+25S		10	54	<0.1	3.70	16	<5		
S1 13+50W 2+75S		6	10	<0.1	3.65	2	<5		
S1 14+00W 0+00S		6	15	<0.1	2.20	2	<5		
S1 14+00W 0+50S		5	8	<0.1	2.70	3	<5		
S1 14+00W 1+50S		17	21	<0.1	4.00	8	<5		
S1 14+00W 1+75S		11	21	<0.1	3.40	17	60		
S1 14+00W 2+00S		550	270	<0.1	6.20	51	<5		
S1 14+00W 2+25S		62	132	<0.1	6.80	53	20		

APPENDIX C

Geophysical Report on the Bear Claim Group
By : Grant Hendrickson

GEOPHYSICAL REPORT
ON THE
BEAR CLAIM GROUP,
KENNEDY RIVER GOLD DISTRICT,
WESTERN VANCOUVER ISLAND, B.C.

BY
DELTA GEOSCIENCE LTD.

JUNE 1987

TABLE OF CONTENTS

Introduction	..	..	..	..	..	..	Page 1.
Personnel	..	..	..	..	..	..	Page 2.
Equipment	..	..	..	..	..	..	Page 2.
Data Presentation	..	..	..	..	..	..	Page 2.
Survey Procedures	..	..	..	..	..	..	Page 3.
Discussion of the Data	..	..	..	..	..	..	Page 4.
Conclusions & Recommendations	..	..	..	..	..	..	Page 5.
Statement of Qualification	..	..	..	..	..	..	Page 6.
Filtered V.L.F. Profiles	..	..	..	..	..	..	Pocket 1.
Total Field Magnetic Profiles	..	..	..	..	..	..	Pocket 2.
Gradiometer Profiles	..	..	..	..	..	..	Pocket 3.
Fraser & Hjelt Filtered V.L.F. Data	..	..	..	..	..	..	Pocket 4.
Fraser & Hjelt Filtered V.L.F. Data	..	..	..	..	..	..	Pocket 5.

Introduction

At the request of International Coast Minerals Corporation, Delta Geoscience Ltd. conducted V.L.F., Magnetic and Gradiometer surveys on the Bear claim group. This claim group is located in the Kennedy River gold district of western Vancouver Island. The nearest settlement is the town of Uclulet.

The purpose of these surveys was to further define the spatial position of fault structures that are known to contain quartz veins. The known association of gold and quartz sulphide veins within these fault structures is the exploration target.

The geology of the claim group is discussed in reports by R.T. Henneberry, the geological consultant hired by International Coast Minerals.

Waldo W. Ejtél, the President of I.C.M. and Grant Hendrickson, the senior geophysicist for Delta Geoscience Ltd., were present in the field to assist in the initial planning and orientation of the geophysical work.

Personnel

All the field work was conducted by Eric Hards, a junior geophysicist employed by Delta Geoscience Ltd. International Coast Minerals provided a helper to assist the geophysicist.

Equipment

- 1 - Scintrex I.G.S. system configured as a VLF/MAG/GRADIOMETER.
- 1 - Scintrex MP-3 base station magnetometer.
- 1 - H.P. field computer system.

Data Presentation

Data is presented in stacked plan of profile form at a scale of 1:2500. This format is ideal for showing the spatial position and strength of anomalous responses and facilitates interpretation. The spatial position of the V.L.F. conductor axis is shown by dashed lines.

A base station standard of 55900 nanotesla was assumed for this survey.

Survey Procedures

I.C.M. had previously established a grid on the Bear claim group. Lines were orientated N-S to cross the structures at close to right angles. Line separation varied from 25m in the vicinity of the mineralized veins to 50m on the apparent strike projections of the vein. Station separation was 12.5 metres.

The Seattle V.L.F. station transmitting at 24.8 khz. was chosen for this survey, since it was on strike with the apparent location of structures and the proximity of the station ensured excellent field strength.

The magnetic data was corrected for the diurnal variation of the earth's magnetic field thru the base station magnetic monitor.

The gradiometer was used to highlight local anomalies, and eliminate the regional responses. Pyrrhotite mineralization present within the quartz vein system encouraged the use of the magnetometer and gradiometer.

The V.L.F. data was subsequently filtered using both the Fraser filter and the Hjelt filter. Both filters help to reduce topography affects. The Fraser filter gives a good indication of the spatial position of conductors. The Hjelt filter also does this, however provides an additional indication of the attitude and depth to the best part of the V.L.F. conductor.

Due to the nature of the terrain and vegetation present on the grid, accuracy in chaining and line location was difficult, thus errors in position ± 7.5 metres have to be expected and should be kept in mind when trenching or drilling anomalies.

Discussion of the Data

A perusal of the filtered V.L.F. profile plan indicates two main structural trends, NW and EW. The EW trend appears to be a splay off the dominant NW trend. All of the presently known mineralization is contained in the EW trending structure between lines 1125W and 900W. The EW and NW trending structures appear to be faulted and offset by NE trending structures that would have been invisible to the V.L.F. due to their orientation with respect to the V.L.F. transmitter.

Moderate to weak V.L.F. responses were characteristic of the veins or structures present on the Bear grid. The NW trending structures on the south side of the grid generally have a stronger V.L.F. response than the EW trending structure. The stronger anomalies generally display a steep north dip. Weaker V.L.F. responses do not give a reliable dip indication however frequently closely spaced parallel structures/veins are indicated. The Hjelt filtered V.L.F. data gives a good indication of the depths to best test the V.L.F. conductors.

The magnetic data is complex. At times a direct correlation of anomalous magnetic response with a V.L.F. conductor was noted, suggesting pyrrhotite mineralization as the cause. In general, the magnetic responses were to the immediate north of the known quartz sulphide veins. Magnetic anomalies not associated with V.L.F. conductors may be caused by magnetic dikes possibly diabase.

The magnetics also suggest that a NE trending structure may, in part, be controlling the distribution of the stronger magnetic responses.

The strong magnetic response on L.1175W should be checked out by trenching. Three closely spaced zones are indicated. This strong magnetic anomaly has a flanking V.L.F. response.

Conclusions & Recommendation

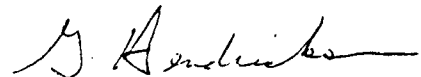
The VLF/MAG/GRADIOMETER surveys have accurately and cost effectively shown the spatial position of fault structures on the Bear claim group. Numerous trenching targets have been revealed. The geophysical response over the known mineralizations provide strong encouragement to test similar responses parallel to and on strike with the known mineralization.

The presence of pyrrhotite mineralization suggests that magnetic anomalies closely associated with V.L.F. conductors be checked by trenching. V.L.F. conductors without a magnetic response also should be checked with trenching, since the other sulphide minerals (pyrite, chalcopyrite and sphalerite) are not magnetic and pyrrhotite itself is quite variable in its magnetic susceptibility.

As it is quite easy to trench the anomalies found by this survey, I do not recommend any other geophysical technique at this time. If trenching becomes difficult and expensive, the sulphide content of the V.L.F. conductors could be evaluated thru induced polarization surveys prior to further trenching or drilling.



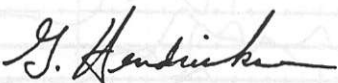
Grant A. Hendrickson.

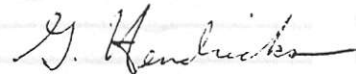


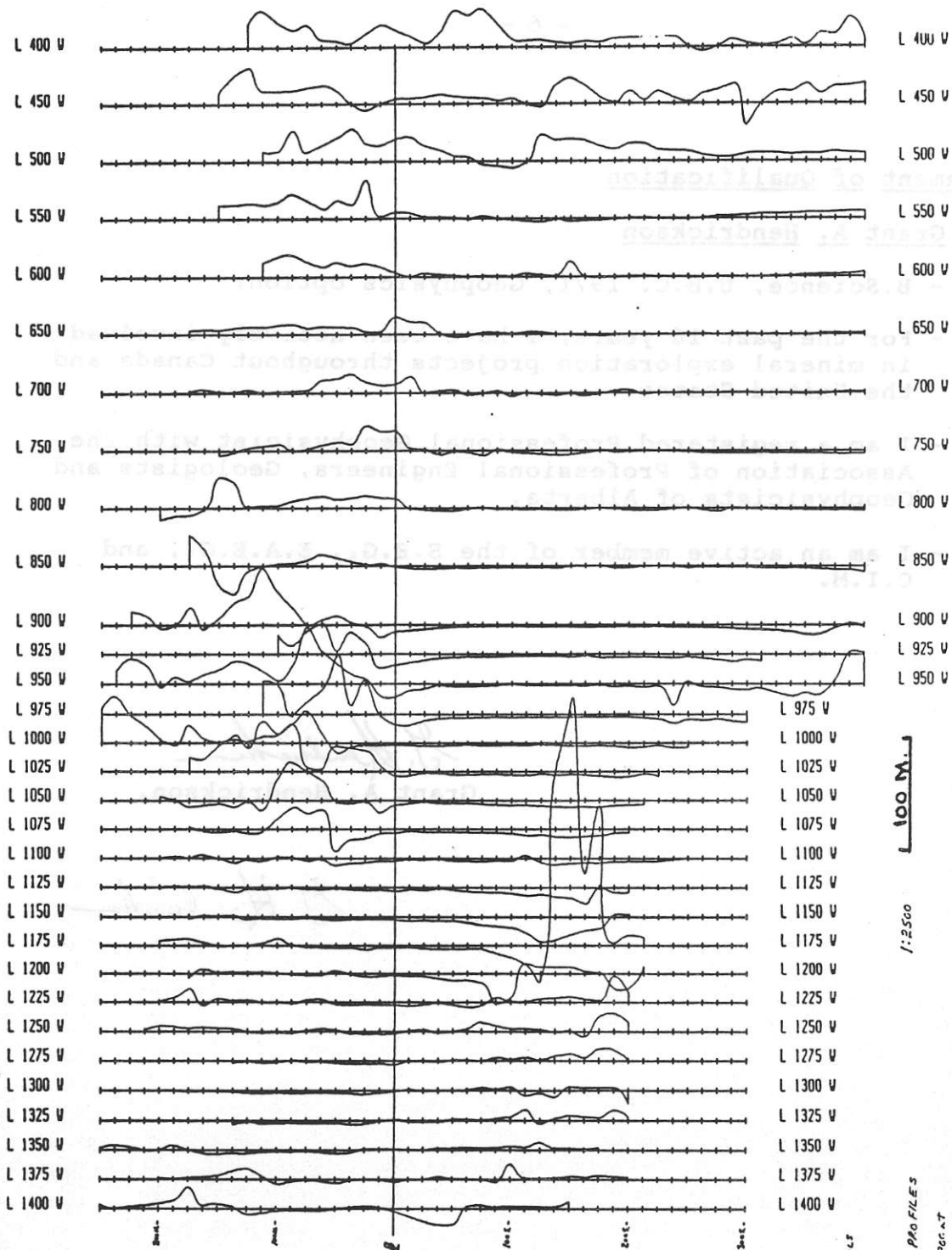
Statement of Qualification

Grant A. Hendrickson

- B.Science, U.B.C. 1971, Geophysics option.
- For the past 16 years, I have been actively involved in mineral exploration projects throughout Canada and the United States.
- I am a registered Professional Geophysicist with the Association of Professional Engineers, Geologists and Geophysicists of Alberta.
- I am an active member of the S.E.G., E.A.E.G., and C.I.M.


Grant A. Hendrickson.





N

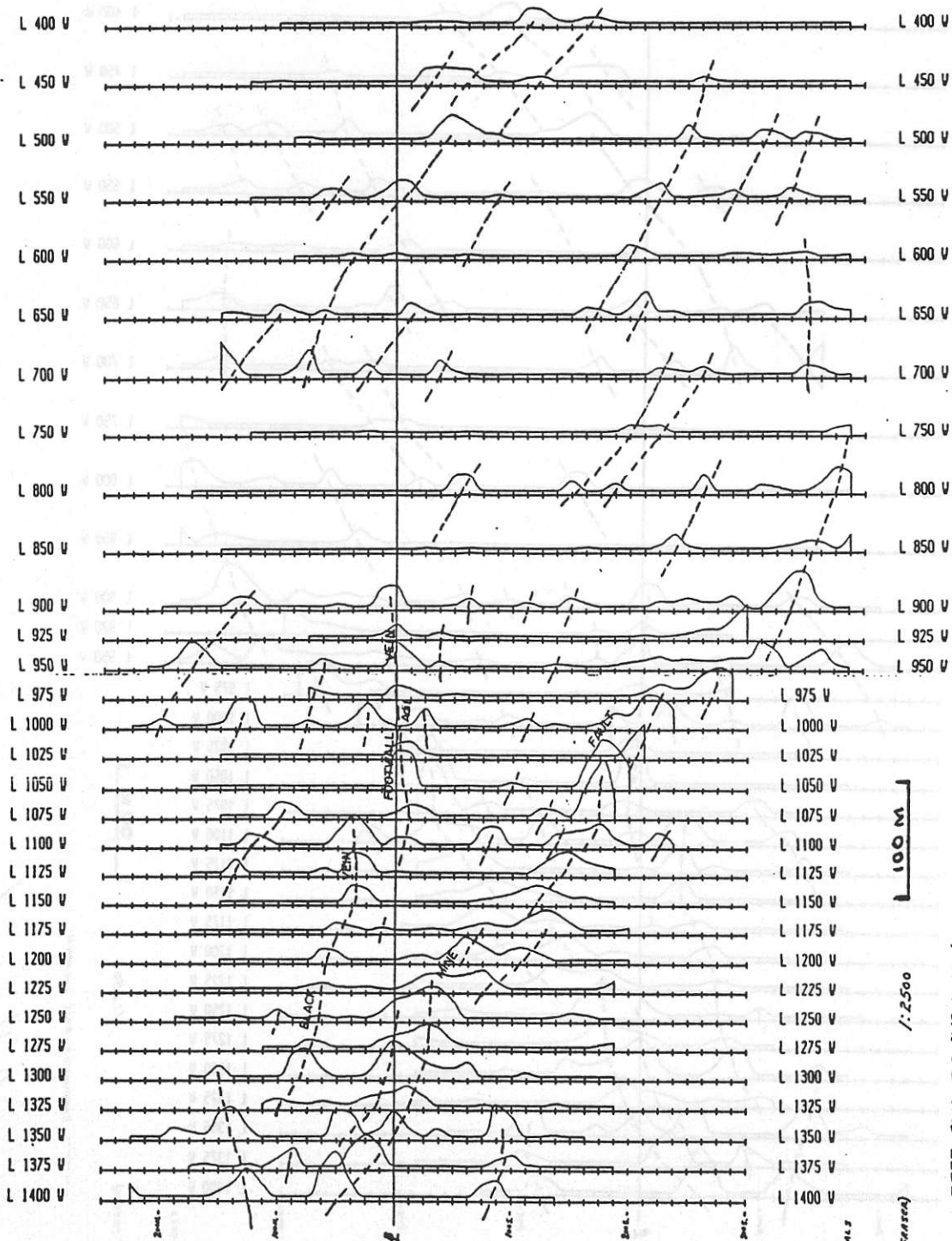
INTERNATIONAL COAST MINERALS

BEAR PROJECT

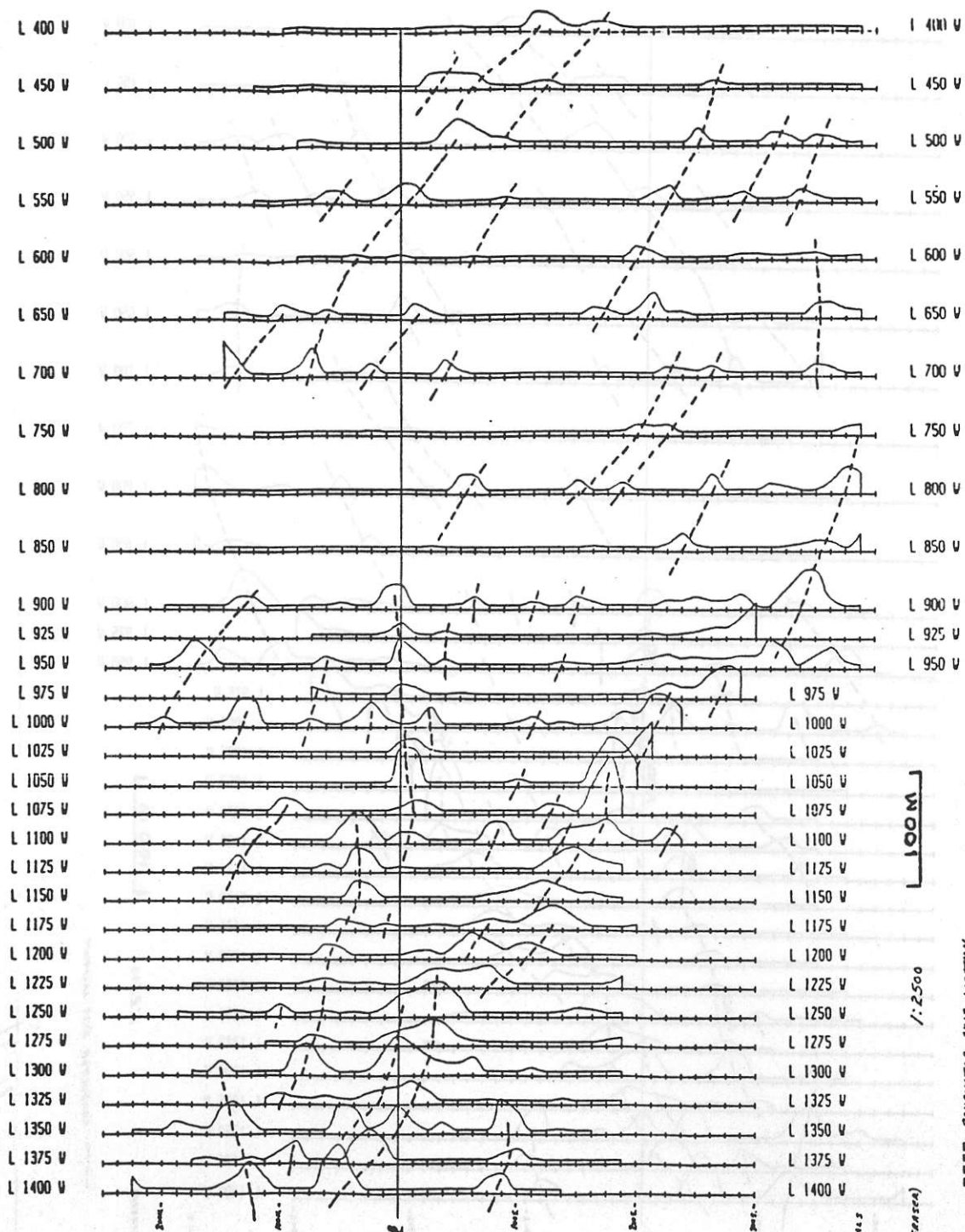
TOTAL FIELD MAGNETIC PROFILES

1cm = 500 M.T., base 5500 G.T.

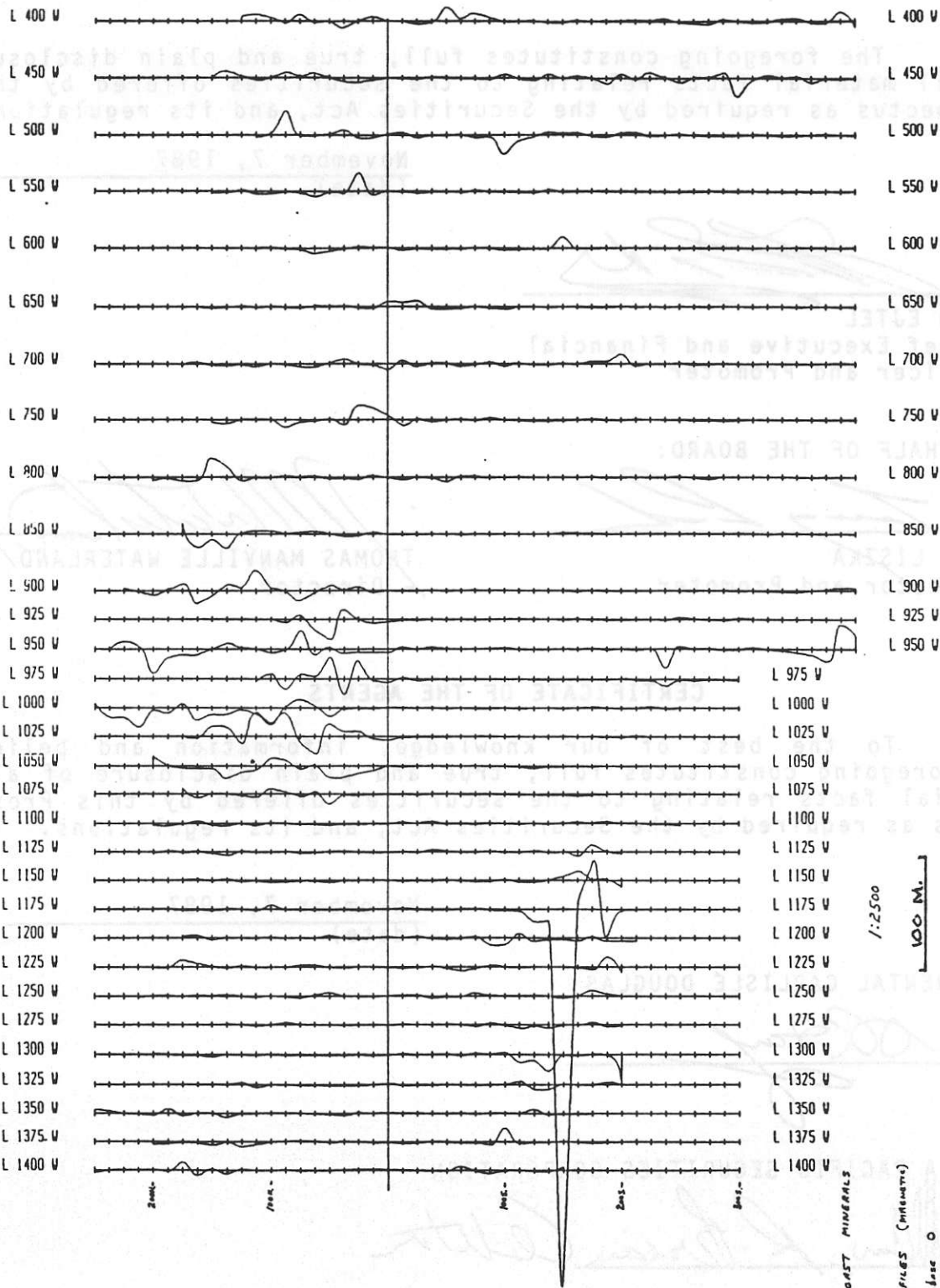
J. H. Anderson



J. H. Amelie



J. Handrich



1:2500
 100 M.


INTERNATIONAL COAST MINERALS
 BEAR PROJECT
 GRADIOMETER PROFILES (magnetic)
 1cm = 200 m, base 0

CERTIFICATE OF THE ISSUER

The foregoing constitutes full, true and plain disclosure of all material facts relating to the securities offered by this Prospectus as required by the Securities Act, and its regulations.

November 7, 1987

(date)


WALDO EJTEL

- Chief Executive and Financial
Officer and Promoter

ON BEHALF OF THE BOARD:


JERZY LISZKA

- Director and Promoter


THOMAS MANVILLE WATERLAND

- Director

CERTIFICATE OF THE AGENTS

To the best of our knowledge, information and belief the foregoing constitutes full, true and plain disclosure of all material facts relating to the securities offered by this Prospectus as required by the Securities Act, and its regulations.

November 7, 1987

(date)

CONTINENTAL CARLISLE DOUGLAS

Per: 

GEORGIA PACIFIC SECURITIES CORPORATION

Per: 

McDERMID ST. LAWRENCE LTD.

Per: 