

NTS 92B/12

KERR ADDISON MINES LIMITED
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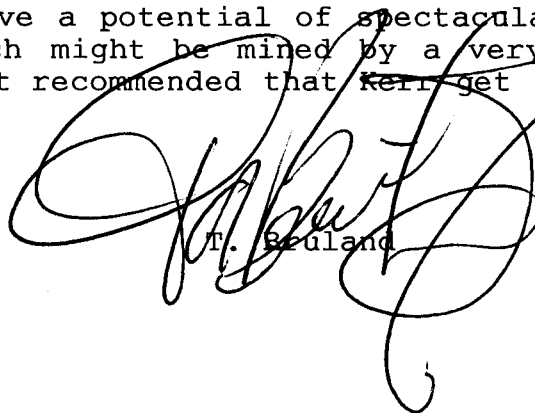
To R. A. Dujardin From Tor Bruland

Subject Valentine Mountain Property, 92B-12 Date August 3, 1988

The property has three targets and extensive exploration has been done on two of these targets.

- 1) Discovery Zone: Extensive work by Beau Pre, Falconbridge Ltd. and Valentine Gold Corp. has not outlined any ore reserve. The gold mineralization here is spotty and spectacular in narrow quartz veins, but it has no strike or dip extension.
- 2) Zone B: This zone has spotty high soil gold values which are higher but otherwise similar to what has been found in the Discovery zone. This zone could be a strike extension to the veins in the Discovery zone. Zone B is untested but it is believed to be the result of mineralization similar to the one in the Discovery zone. The potential for economic ore reserves here is believed to be very limited.
- 3) Zone C: This zone has elongated soil anomalies which is believed to reflect mineralized quartz veins. Mineralization seems to be associated with coarse arsenopyrite in halos around isolated quartz veins. Drilling of soil anomalies and IP anomalies were negative, and the quartz veins are narrow, subparallel and far between. It is not believed that there is a potential for economic gold mineralization.

This property seems to have a potential of spectacular high grade gold mineralization which might be mined by a very small high grade operation. It is not recommended that Kerr get involved with this property.


T. Bruland