



AURIZON

MINES LTD.

ANDREW LEE SMITH
V.P. EXPLORATION

1414-700 West Georgia Street
P.O. Box 10016
Pacific Centre
Vancouver, British Columbia
Canada V7Y 1A3

Tel: (604) 687-6600 Ext. 108
Fax: (604) 687-3932
Residence: (604) 922-0760
e-mail: 73732.402@compuserve.com.

882643

→ ELK

July 16/96

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- in due diligence 'till Sept. '96.
- As impressed by (grade) continuity in vein
- needs a 500 TPD operation (u/g)
- possibility of a shaft
- wanted contact names - Kamloops + Nelson (O'Brien office)
- wanted 'regional' reading material
- pointed out 'availability' / usefulness of MRA report
- good metallurgy; no deleterious elements (except)
- After completing due diligence (Sept. '96) - will go in with 2 surface drills + 'drilling vein till Xmas & then evaluate data
- large u/g expl./devel. prog. in '97.
- target is 500,000 oz Au.

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Tom

**EXPLORE B.C. PROGRAM - 1995/1996
INDIVIDUAL SUMMARY
FINAL TECHNICAL REPORT AND COST STATEMENT**

CONFIDENTIAL

GRANT I.D. NO: 95/96-A38
GRANTEE: Fairfield Minerals Ltd.
CONTACT: J. D. Rowe

REPORT/AFP RECEIVED: February 29, 1996
PROJECT: Siwash Gold Mine

ELK

GRANT STATUS

ORIGINAL PROJECT BUDGET: \$1,317,250
DATE OF AWARD: July 17, 1995 (Agreement for Funding signed)
APPLICATION FOR PAYMENT RECEIVED: February 29, 1996
EXPENDITURES SUBMITTED: \$697,349.74
REVIEWED BY: V.A. Preto
COMMENTS ON EXPENDITURES OR GRANT STATUS:
Expenditures submitted are for July 17 - December 31, 1995 period only.
ELIGIBLE GRANT PAYMENT: \$48,900.00

GRANT AWARD: \$48,900
GRANT DECLINED: n/a
APPROVED EXPENDITURES: \$697,349.74
DATE: V.A. Preto

PROJECT DATA

NTS: 92H/16W LAT: 49 50 LONG: 120 19 TARGET: Au vein

PROJECT LOCATION:

Located 46 km SE of Merritt, 2.5 km S of Highway 97C. Access by road from Aspen Grove.

PROGRAM COMPONENTS: Surface Diamond Drilling 4472 m in 64 holes, Underground Diamond Drilling 1407 m in 39 holes.

FIELD VISIT BY: M. Cathro **DATE:** July 20, 1995

COMMENTS:

Underground and surface drilling in progress on several targets.

REPORT DATA

REPORT TITLE: 1995 Diamond Drilling Report, Siwash Gold Mine Area, British Columbia

AUTHOR/S: W. Jakubowski, P. Geo. and P. Conroy, P. Geo.

DOCUMENTATION RECEIVED WITH FINAL REPORT:

- Massive report in 7 volumes
- Overview of regional and property geology, exploration history and mineralization
- Complete summary of all 1995 work including geochemistry, surface and underground drilling and reserve calculations
- In all 1995, 315 holes were drilling (217 underground, 98 surface) for a total of 13,972 m
- All maps, sections, drill logs and assays are provided

SUMMARY OF WORK DESCRIBED:

MAR 18 1996
Geological Survey of Canada
TEMPR

Fairfield Minerals Ltd., Siwash Gold Mine

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Final Report Summary

PROJECT HIGHLIGHTS:

- Surface drilling on fences 10-50 m apart all intersected the mineralized zone
- Underground drilling on fences 10 m apart, holes set up in fans
- Underground drilling tested 5 separate zones
- Possible and probable mineable reserves, diluted and undiluted, were calculated by company and by consultant Roscoe Postle and Associates
- Results vary up to 117% as indicated below.

RESULTS:

- **Company/Undiluted**
- Probably 16,991 t @ 50.2 gpt Au
- Possible 50,260 t @ 42.0 gpt Au
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- **Roscoe Postle/Undiluted**
- Probable 28,200 t @ 26.6 gpt Au
- Possible 66,400 t @ 31.4 gpt Au

IMPACT OF EXPLORE B.C. ON PROGRAM:

Grant award allowed program expansion of \$50,000 or 3%, permitting a slight increase in work required for mineable reserve calculation.

RECOMMENDATION:

A full grant payment in the amount of \$48,900 is recommended.

REVIEWED BY: V.A. Preto

DATE: March 7, 1996

PAYMENT APPROVED:



W. R. Smyth
Chief Geologist

DATE: March 14, 1996