FS-> Placer

Silvertip (104O 038, Ag-Zn-Pb prospect near the Yukon border)- completed 10 km AMT survey (electromagnetic) in search of mantoes in the McDame limestone (or underlying Sandpile Formation) in the area between the portal and the camp. This is a deeper stratigraphic target than previous exploration which focused on the Earn-McDame uncomformity. No anomalies that warrant drilling were found. Imperial Metals has lowered its maintenance costs for the property by building a log cabin for the summer caretaker, to eliminate diesel for heat and power for the entire trailer camp.

Ruby Creek Placer (placer gold mine, 20 km east of Atlin) - has partnered with Pelly Construction, using Pelly's blast hole drill released from Golden Bear, to strip 20 metres of Quaternary basalt (plus 6-12 metres of till) to expose wellindurated, Pleistocene boulder gravel. Cal Klippert explained they will sluice 16,000 cubic metres at a 4:1 strip ratio. Some concern that the gravel has been found to thin from about 9 to 6 metres. Ruby Creek is one of only two or three significant placer mines in the Atlin district this year. Ruby Creek's coarse gold supports a substantial mark-up (average sale price \$320 per ounce) for nugget jewellery. Drift miners worked the area, but not intensively and the pay-gravel is rich. Also, the current pit intersects a 300-metre long bedrock drain, hand-driven in weathered granite below the basalt in 1926, and still open. This means no pumping is required, reducing cost of mining.

Kitsault & Homestake Ridge (Eskay-VMS reconnaissance, 25-35 km SE of Stewart)- Teck's claim holdings total about 580 units and estimated expenditure is \$500,000. Teck is also evaluating mineral properties held by Dolly Varden Mines and Fayz Yacoub (PAP, 2000). Two horizons are of interest: a) rhyolite below the Salmon River mudstone (as Homestake Ridge), correlative stratigraphy to Eskay Creek and b) sericite alteration in Betty Creek (lower in the section) perhaps without felsic rocks but with anomalous Hg, As, Sb, Cu, Pb, Zn (as at the Sault and Leftover showings).

Praxis (8 person camp in Georgie River area, 25 km south of Stewart) - CSS Exploration (private company led by geophysicist Grant Hendrickson) is exploring this 325 unit property for Eskay-VMS mineralization (1 week into a 4-week program). Stratigraphic recognition derives from GSC work (Carol Evenchick). Two Eskay-age rhyolite flow domes apparently <u>overlie</u> pillow basalt and are capped by Salmon River mudstone. Toured one of the target areas with Charlie Greig (contract geologist, ex-GSB) while Grant Hendrickson was ground-truthing airborne conductors. Other geologists are Darwin Green and Peter Daubeny. Dacite and rhyolite peperite(?) breccia occurs at the mudstone contact but no mineralization other than pyrite-(pyrrhotite) was seen. Silt in streams draining the key stratigraphy is anomalous in a broad suite of base and precious metals. Vein mineralization is reported (103O 016) but had not been located yet. Prospector Frank Renaudat (PAP in southern BC) is also part of the crew.

Mobile prospect (103P 069, 5 km NW of Stewart) - assist local prospector, Lloyd Rodway who is drilling with a custommade aluminum "Prospector" drill. Quick-log core from 3 holes, examine mineralization in the drill area and recommend a contract geologist to better direct his efforts. Setting is Hazelton volcanics and sediments homfelsed by Hyder granite with abundant pyrrhotite (disseminated and veins), but there are also fault-controlled polymetallic vein(s) with significant

Other Exploration Activity

Dease Lake RGS - Zah claims (40 units) staked a multi-sample Ta - REE anomaly near head of Beatty Creek in the Quaternary Level Mountain volcanic complex. Minfile (104J 062, Hg occurrence)describes spectacular alteration zones developed in rhyolite and trachyte in this unusual setting for REE. The Adsit (18 units) and Tuya (18 units) cover anomalies in the northeast corner of the sheet that might be derived from VMS mineralization. Roy Woolverton heads a (private?) syndicate who hope to raise money to explore the properties.

Huckleberry Mine - completed drilling of three targets near the Main and East pits. Not enough copper mineralization to warrant more work. Winter drilling may result from IP survey between Tahtsa Reach and East pit, or from two lines of recce IP on the Wee (93E 086) north of the mine, near Sweeney Lake. With copper at \$0.66 Huckleberry is losing

Port claims staked by prospector/placer miner Ed Asp, on the Kalum gold prospect (aka Portland, 103I 019) north of Terrace. Asp says there is a Pt "hit" in (unmapped) ultramafic rocks.

American Boy - Drill mobilized to this Ag-Zn-Pb-barite vein on American Creek, near Stewart. Cream Minerals (Frank Lang) has optioned adjoining (Crown-grant?) claims from Frank Kamaric. Rumoured to be exploring for barite to supply

Prospector Assistance Program

John Hope (visited on July 19 and 23) reports that Trio Gold Ltd (of Calgary) optioned 3 small claim groups near the north end of Dease Lake: Vowel claims (6 units, 1999 PAP project), Northwest claims (4 units, 2000 PAP program) and 4 placer leases on Thibert Creek close to the Vowel claims. The target is PGE's which were a significant by-product of placer gold mining, and presumably derived from ultramafic rocks along the terrane-bounding Thibert fault or possibly