

SIM LCO

EXPLORE B.C. - PROJECT FILE

887647

Progress:

27-Jul-94: (Interim Progress Report for June) 'ALABAMA (PHASE I) DIAMOND DRILLING.

A total of 1,376 feet of HQ core has been drilled to date.

A summary report of the entire Phase I program has been prepared. Completed tasks include:

1. Review of trace element geochemistry.
2. Preparation of several overburden and oxidation isopach maps.
3. Classification of ore types.

Preparations for drilling at the Ingerbelle East zone are underway. Locating and building drill sites.

Drilling at Ingerbelle East began on June 29.

2-Sept-94: (Final technical report for June) Phase I drilling on Alabama Zone completed on June 7.

Phase I totalled 4,909 metres in 29 holes.

Difficult drilling; meterage 1000m less than planned; costs \$60,000 higher.

Preliminary reserve estimate @ 0.2% Cu cut-off is 20 mt @ 0.31% Cu and 0.16 gpt Au.

Deposit remains open to the northwest, southeast and at depth.

At the Alabama Zone a Phase II drill program of 14,000m is recommended to define mineable reserves.

At Ingerbelle East, Phase I drill program of 1,600m began June 29. Phase II program of 3,000m is planned.

2-Sep-94: (Comprehensive July Progress Report). Goal of Ingerbelle East drilling: 30mt @ >0.4% Cu.

Original Ingerbelle deposit produced 59 mt of ore.

Program will test undrilled areas within proposed pit, to increase ore tonnes and decrease waste:ore ratio.

Explore BC - MR Aug. '94 (Alldrick)