

1800

**QUALITY EXPLORATION CORPORATION
Spa Mines Project Magnetometer Survey
Siwash Creek Area, B. C.**

ALRAE ENGINEERING LTD.

March 26, 1969

TO PROTECT OUR CLIENTS, THE PUBLIC AND OURSELVES, ALL REPORTS ARE SUBMITTED AS THE CONFIDENTIAL PROPERTY OF CLIENTS AND AUTHORIZATION FOR PUBLICATION OF STATEMENTS, CONCLUSIONS AND EXTRACTS FROM OUR REPORTS MUST RECEIVE OUR WRITTEN APPROVAL.

**ALRAE ENGINEERING LTD.
VANCOUVER, B.C.
ENGINEERS & GEOLOGISTS**

TABLE OF CONTENTS

	Page
INTRODUCTION	1
LOCATION AND ACCESS.	1
CLAIMS	2
GEOLOGICAL BACKGROUND.	3
MAGNETOMETER SURVEY.	3
INTERPRETATION OF MAGNETIC SURVEY.	5
CONCLUSIONS AND RECOMMENDATIONS.	5
APPENDIX "A"	7

MAPS	Scale
Index and Claim Location Map ^{1 & 2}	1" = 1,500'
Topography and Claims - Sheets 1 & 2 ^{3 & 4}	1" = 400'
Magnetometer Survey Overlay - Sheets 1a & 2a ^{5 & 6}	1" = 400'
Magnetic Contour Overlay - Sheets 1b & 2b ^{7 & 8}	1" = 400'

TO PROTECT OUR CLIENTS, THE PUBLIC AND OURSELVES, ALL REPORTS ARE SUBMITTED AS THE CONFIDENTIAL PROPERTY OF CLIENTS AND AUTHORIZATION FOR PUBLICATION OF STATEMENTS, CONCLUSIONS AND EXTRACTS FROM OUR REPORTS MUST RECEIVE OUR WRITTEN APPROVAL.

INTRODUCTION

During the period January 20th to March 15th, 1969, a crew of men varying in number from 2 to 16 prepared six miles of base line and over 64 miles of chained and flagged grid lines. Two parallel base lines were placed 7,500 feet apart and cross lines were spaced at 400 foot intervals along the base lines. The east and westernmost cross lines between the two base lines were picketed tie lines. Magnetometer readings were taken at flagged points spaced at 100 foot intervals along the cross lines and tie lines.

Maps of the area surveyed showing located claim boundaries, topographic features, grid-lines and numerical and contour presentations of the magnetic survey are included with this report.

LOCATION AND ACCESS

The Spa Mines project claims are located approximately 25 miles northeast of Princeton and six miles north of Bankier on the Kettle Valley Railway. Good access is provided by an old logging road turning off 26 miles from Princeton, on the Osprey Lake road which follows the Kettle Valley Railway from Princeton to Summerland. The total road distance to Princeton from the claims is approximately 35 miles.

A permanent camp on Siwash Creek, immediately east of the claims, provided accommodation for the field crew throughout the operations.

Except for the extreme northeastern portion of the area, the topography is fairly even with a difference in elevation from Siwash Creek to the main plateau at around 500 feet. The main plateau level being at about 5,500 feet.

CLAIMS

The magnetometer survey covered the majority of claims making up the Silver, Al and Top groups in addition to the San and Ban claims.

Claims and their record numbers, all of which are in the Similkameen Mining Division, are as follows:

<u>CLAIM GROUP</u>	<u>CLAIM NAME</u>	<u>RECORD NUMBER</u>
Silver Group	Pet 3 - 8	17128 - 17133
	Fix 048 - 057	15621 - 15630
	Fix 160 - 163	15595 - 15598
	Fix 170 - 175	15633 - 15638
	Fix 319 - 322	15889 - 15892
	Fix 333 - 336	15903 - 15906
	Fix 347 - 350	15885 - 15888
	Tent 1 & 2	18487 & 18488
Al Group	Top 41	16234
	Top 43	16236
	Top 45	16238
	Top 47	16240
	Top 49	16242
	Fix 035 & 036	15609 & 15610
	Fix 152	15587
	Fix 168	15631
	Fix 178 - 181	15639 - 15642
	Fix 183	15644
	Fix 188 - 193	15603 - 15608
	Al 14	16188
	Al 16	16190
	Al 18	16192
	Al 20	16194
Al 22	16196	
Top Group	Top 39 & 40	16232 & 16233
	Top 42	16235
	Top 44	16237
	Top 46	16239
	Top 48	16241
	Top 50	16243
	Top 69 - 88	16210 - 16229
	Top 100 & 101	16230 & 16231
	Fix 182	15643
	Fix 184 & 185	15599 & 15600
	Fix 185A	20525
	Fix 186 & 187	15601 & 15602

TO PROTECT OUR CLIENTS, THE PUBLIC AND OURSELVES, ALL REPORTS ARE SUBMITTED AS THE CONFIDENTIAL PROPERTY OF CLIENTS AND AUTHORIZATION FOR PUBLICATION OF STATEMENTS, CONCLUSIONS AND EXTRACTS FROM OUR REPORTS MUST RECEIVE OUR WRITTEN APPROVAL.

Top Group (Cont.)	Fix 331 & 332	15901 & 15902
	Fix 345 & 346	15915 & 15916
Ungrouped claims	Ban 1 - 15	23811 - 23825
	Ban 17 & 18	23826 & 23827
	San 1 - 18	23793 - 23810

Total 138 claims

GEOLOGICAL BACKGROUND

The Geological Survey of Canada 1" = 4 mi. geological map of the Princeton area (Sheet 92H E¹/2) indicates the claim area as being underlain partly by acid intrusives of the Otter group, comprising pink and grey granites and granodiorite of Cretaceous or Tertiary age, which cut older granites and granodiorites of the Coast Intrusion series. The boundary of the Nicola Group extrusives is shown as being somewhat to the west of the property boundaries but probably extends into the western margin of the area.

In the vicinity of the claims, mineralized quartz veins containing galena, sphalerite, tetrahedrite, chalcopryite and specular hematite have been located, and in some instances a close association with disseminated magnetite has been reported. Within the claim group, a mineralized zone known as the Dillard Zone occurs in the Silver Group and comprises a highly altered gossan or limonitic alteration zone.

Bulldozer trenching revealed the 'gossan' to be underlain by highly altered granitic rocks containing much pyrite and secondary manganese and minor amounts of magnetite. These rocks contained noteworthy amounts of silver and zinc.

MAGNETOMETER SURVEY

A detailed magnetometer survey was carried out over the main area of claims during January, February and March, 1969. The instruments used were two Sharpe fluxgate magnetometers, Model MF 1.

Readings were taken at 100 foot intervals along lines spaced 400 feet apart.

A theoretical zero point was selected well to the southwest of the property to which all points were referenced on two co-ordinates. Two parallel base lines, 85N and 160N, respectively, were cut and picketed at 100 foot intervals across the long axis of the claim groups and were aligned slightly south of west to intersect prominent topographic features. The base lines were tied by two picketed tie lines at 38E and 188E, respectively. In addition to the area within the base lines, flagged lines were extended 3,000 feet north of the 160N base line between 140E and 212E and south of the 85N base line between 96E and 132E. A two and one half mile winter road was cut to provide access to the westernmost or Top group of claims. The grid lines for the survey were prepared by blazing and chaining compass lines spaced at 400 foot intervals along the base lines. All lines were marked with numbered plastic flagging at 100 foot interval stations.

The base line stations were used for base station magnetic controls and a master control point was set up just inside the claim area at the fork of the existing north and south access roads. All readings throughout the survey were corrected to the master control base level. Diurnal and day-to-day variation corrections were applied to all readings and a correction factor was also applied to co-ordinate the two instruments used on the survey.

Corrected readings are plotted on the accompanying map sheets and the overlay sheets show a contour presentation of the same readings together with all located claim location lines and major topographic features.

INTERPRETATION OF MAGNETIC SURVEY

In view of the high range of readings from a -500 to +1,000 gammas background to positive peaks of up to 12,000 gammas and adjacent lows of -750 gammas, the corrected readings were contoured at 100 gamma intervals from 0 to 1,000 gammas and 500 gamma intervals below 0 and above 1,000 gammas, thus illustrating both variations in background and highly anomalous areas.

The eastern two thirds of the area surveyed shows a well modulated background pattern varying from -500 to +1,000 gammas, with a marked east - west elongation or trend. This pattern is considered to reflect a fairly homogeneous bedrock, probably of granitic composition, with a marked east - west structural or lithological variant.

Extending from the northwest corner of the grid (38E 160N), southeast, to below the 85N base line (112E 75N), a belt showing a more variable pattern is prominent and probably indicates a significant change in the country rock and may mark the easterly extent of the Nicola Group of volcanics. Within this belt three steep positive anomalies of up to 8,000, 9,000 and 12,000 gammas, respectively, are centred on claim Fix 035. The highs are complimented by adjacent lows to -750 gammas. The intensity and shape of these anomalies suggest a near surface concentration of magnetite, while the east - west elongation of individual anomalies parallels the trend to the east and enhances the suggestion of a basic structural direction.

CONCLUSIONS AND RECOMMENDATIONS

No detailed geological information or further work has yet been carried out on the property and although fairly detailed, the magnetometer survey must, at present, be regarded as an initial phase of exploration. The setting of the property with respect to acid intrusives of two ages in proximity to the regionally favourable

Nicola Group contact suggests that the northwest trending pattern change and associated anomalies should be tested by detailed geological mapping and geochemical sampling.

The resulting combination of geological, geophysical and geochemical data could then be applied to the choice of trenching and drilling sites should the magnetic anomalies be supported by geochemical data.

Respectfully submitted:



J. G. Simpson, B. Sc., Ph. D.



Rae G. Jury, P. Eng.

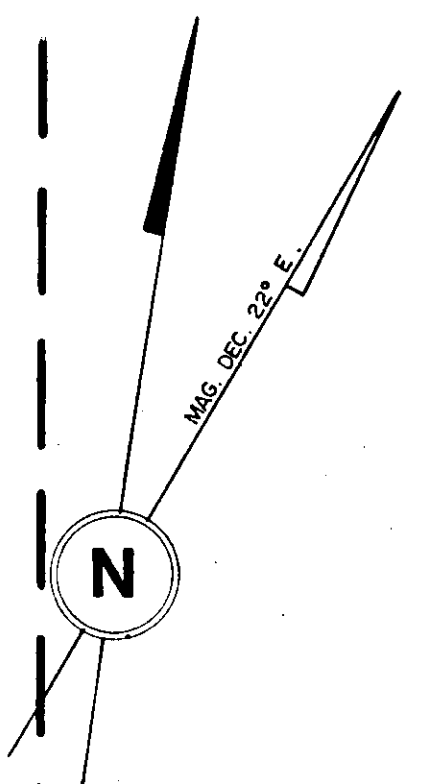
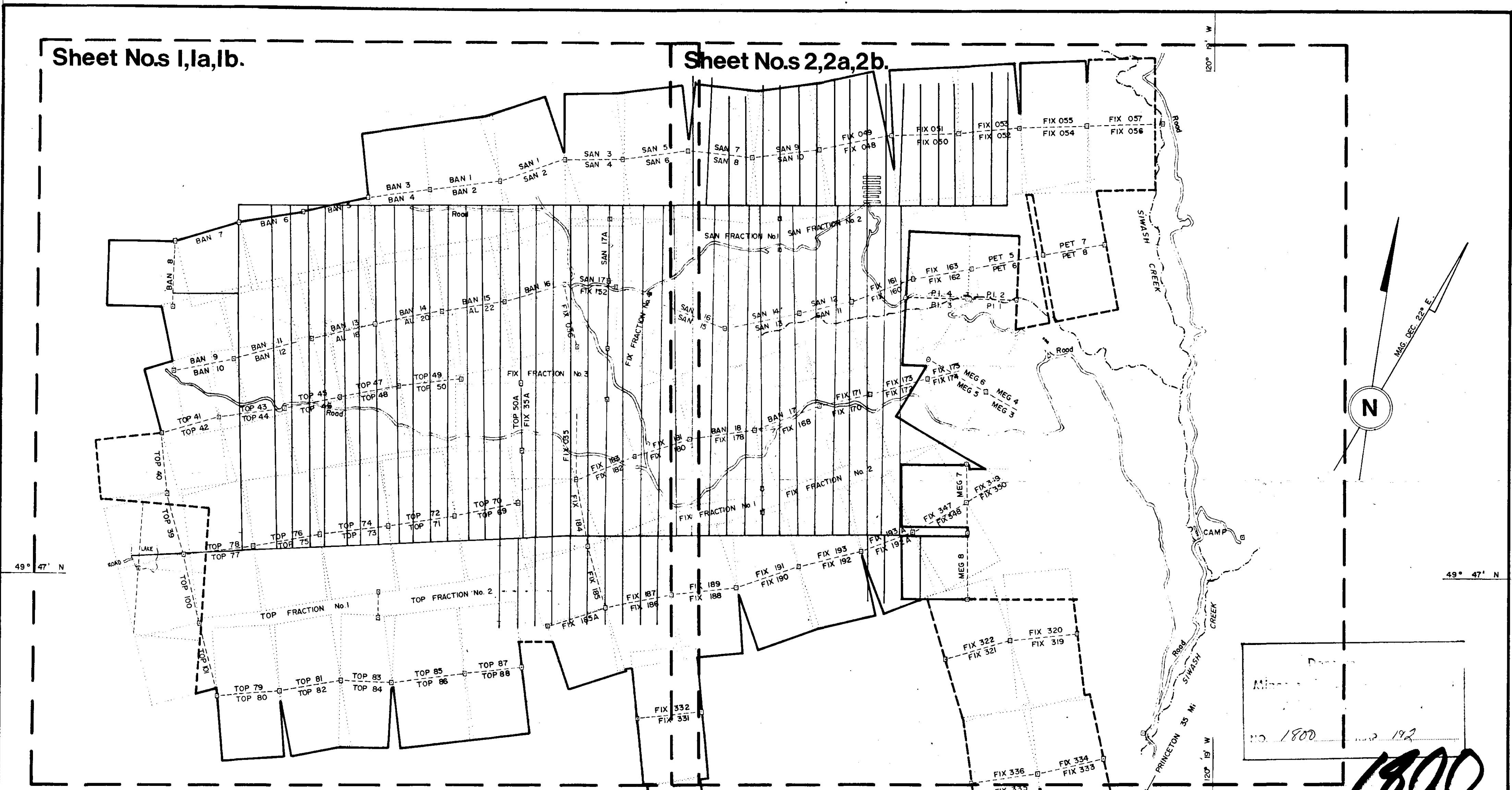
APPENDIX "A"

TIME AND COST DISTRIBUTION
Line Cutting and Magnetometer Survey
January 20, 1969 to March 15, 1969

<u>Personnel</u>	<u>Occupation</u>	<u>Dates</u> <u>1969</u>	<u>Wages</u>
Dr. J.G. Simpson	Field Geologist	Jan. 22-30, Feb. 5-16, March 4, 5, 6 and 7	2,281.90
G.D. House	Magnetometer Operator	Jan. 20 - Feb. 9 Feb. 22 - March 15	1,878.36
D.K. Reinke	Project Foreman	Jan. 22 - March 8	1,733.74
C.D.A. Comba	Mag. Operator	Jan. 23 - March 15	2,219.88
J. Antoine	Linecutter	Jan. 22 - March 8	1,273.74
D. Ashley	Linecutter	Feb. 15 - March 8	609.18
R. Casimer	Linecutter	Jan. 22 - March 8	1,273.74
T. Doubt	Mag. Operator	Feb. 17 - 21	213.45
C. Forfar	Linecutter	Jan. 22 - March 8	1,273.74
R. Gairdner	Linecutter	Jan. 22 - March 8	1,273.74
D. Given	Linecutter	Jan. 23 - 31	235.36
P. Haggerty	Linecutter	Jan. 22 - March 8	1,273.74
D. Hogarth	Linecutter	Jan. 22 - March 8	1,273.74
D. McLaughlin	Cook	Jan. 21 - March 13	1,439.88
C. C. Olson	Linecutter	Jan. 27 - March 13	1,273.74
A. Wall	Linecutter	Feb. 15 - March 8	609.18
			<u>\$ 20,137.11</u>
M. Payne	Draftsman	March 10, 11	70.00
R. G. Jury	Supervision and Report preparation	Jan. 28, 29 March 10, 11, 12	500.00
			<u>\$ 20,707.11</u>
Instrument rentals - Magnetometer s/n 21104, 705286			725.00
Chain saw - rental			120.00
Ground transportation			900.00
Miscellaneous field supplies			689.12
			<u>\$ 2,434.12</u>
			<u>\$ 23,141.23</u>

Sheet Nos I, Ia, Ib.

Sheet Nos 2, 2a, 2b.



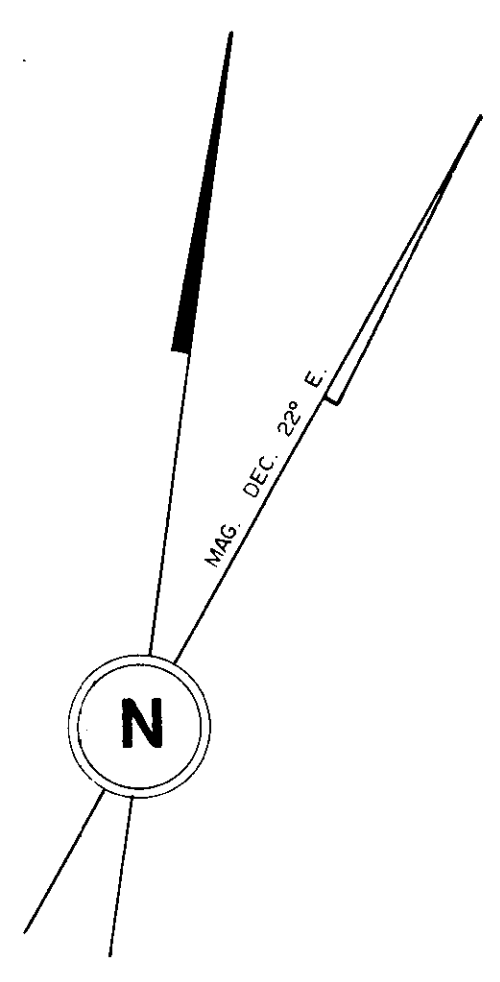
Mine
No. 1800

1800

NOTE: TO ACCOMPANY GEOPHYSICAL REPORT BY Dr. J. G. SIMPSON & R. G. JURY, P. ENG.,
ON THE SPA MINES LTD. CLAIMS, SIWASH CREEK, SIMILKAMEEN MINING DIVISION.
DATED MARCH 26, 1969.

[Handwritten signatures]

QUALITY EXPLORATION CORPORATION	
INDEX AND CLAIM LOCATION MAP	
ALRAE ENGINEERING LTD. GEOLOGISTS AND ENGINEERS VANCOUVER, B. C.	
DESIGNED.....	SCALE: HOR. 1" = 1500
DRAWN.....	VERT.
CHECKED.....	DWG. No. ①
DATE..... MARCH 69	



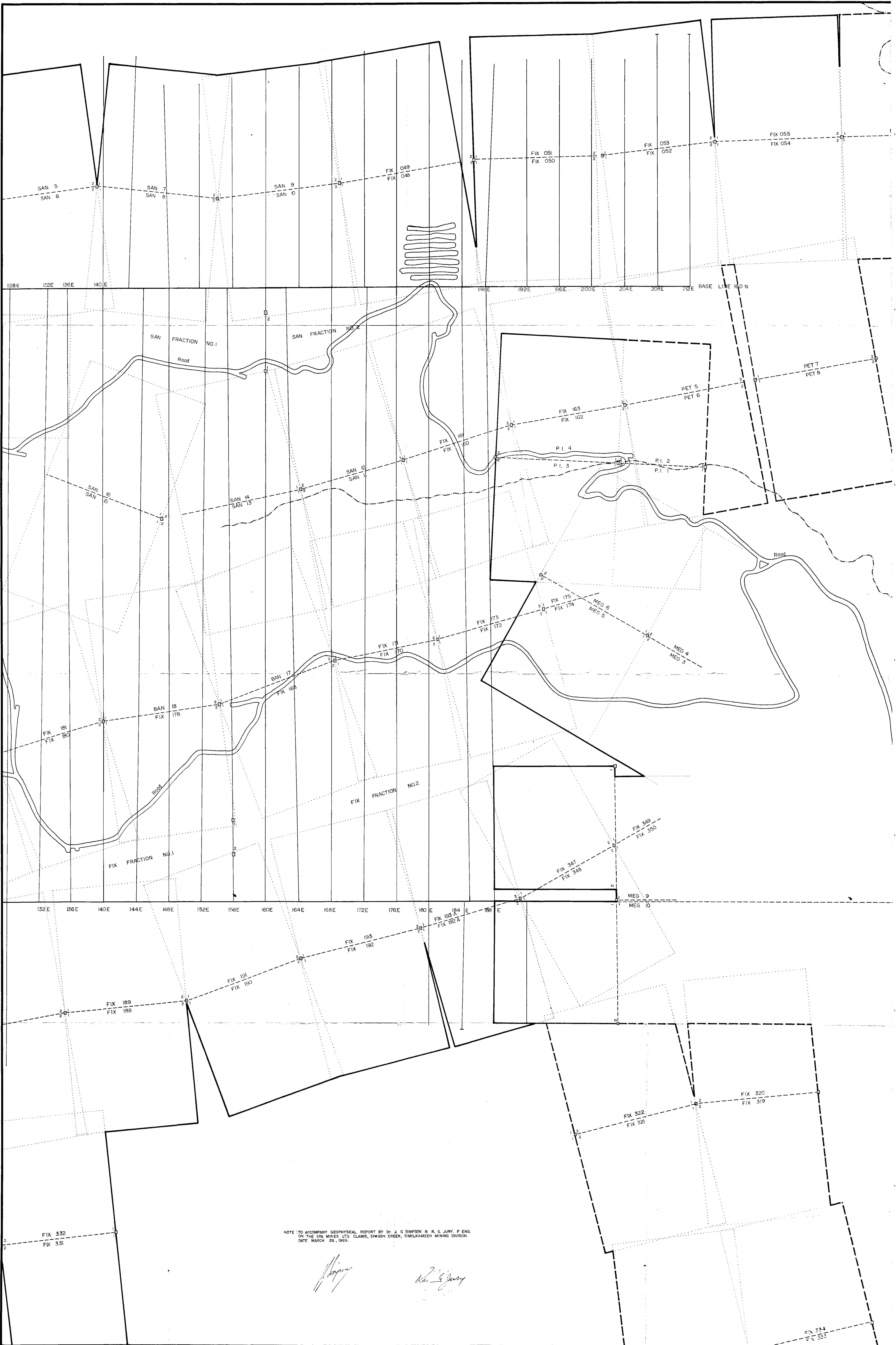
NOTE: TO ACCOMPANY GEOPHYSICAL REPORT BY DR. J. G. SIMPSON & R. G. JURY P. ENG.
ON THE SPA MINES LTD. (CLAWS, SWASH CREEK, SIMILKAMEEN MINING DIVISION)
DATED MARCH 26, 1969.

[Handwritten signatures]



Department of
 Mines and Geology
 No. 1800

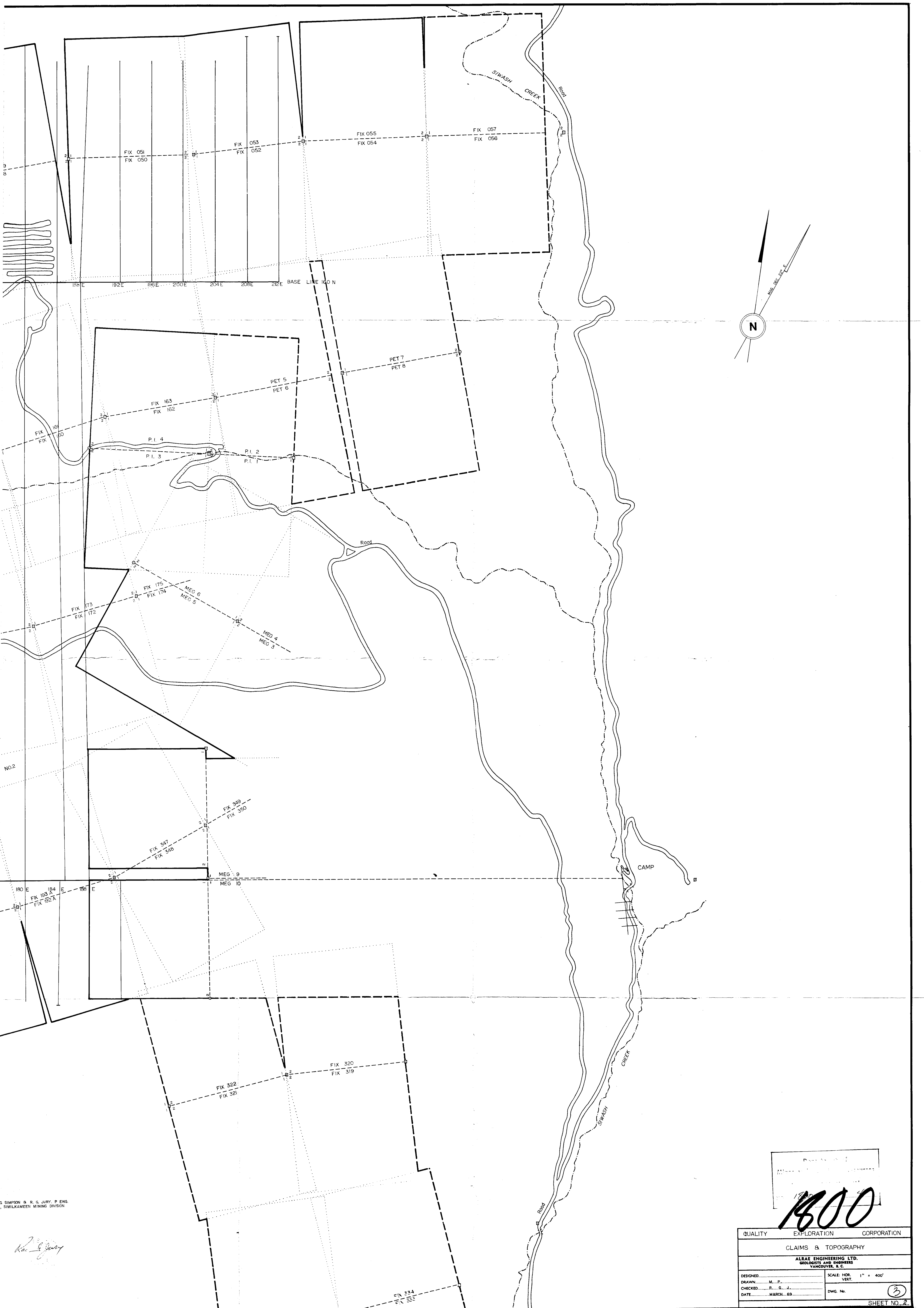
QUALITY	EXPLORATION	CORPORATION
CLAIMS & TOPOGRAPHY		
ALAKE ENGINEERING LTD. GEOLOGISTS AND ENGINEERS VANCOUVER, B. C.		
DESIGNED.....	SCALE: HOR. 1" = 400'	
DRAWN..... M. P.	VERT.	
CHECKED..... B. G. J.	DWG. No.	(2)
DATE..... MARCH 1939		



NOTE TO ACCOMPANY GEOPHYSICAL REPORT BY DR. J. G. SIMPSON & R. G. JURY P. ENG.
 ON THE SPA MINES LTD CLAIMS, SHWASH CREEK, SIMILKAMEEN MINING DIVISION.
 DATE MARCH 26, 1963.

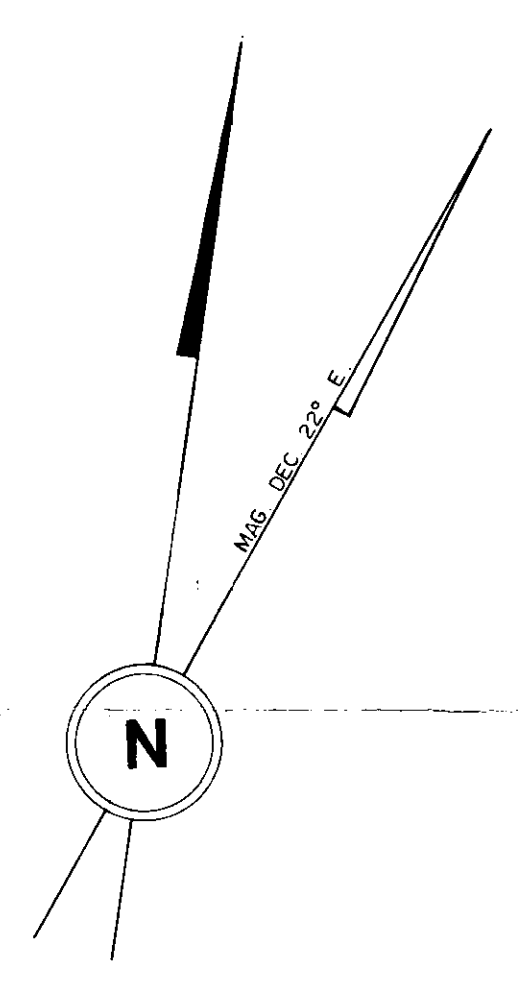
J. G. Simpson
R. G. Jury

FIX 334
 FIX 333



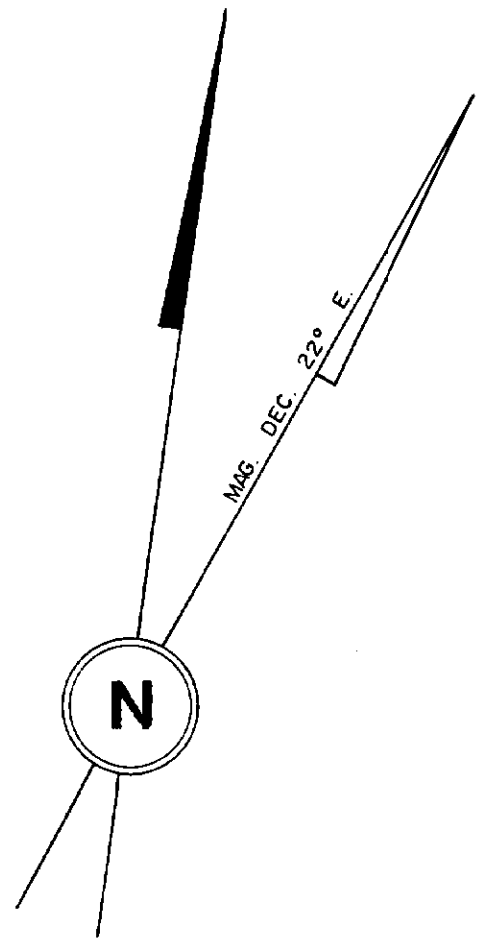
G. SIMPSON & R. G. JURY, P. ENG.
 SIMILKAMEEN MINING DIVISION

R. G. Jury

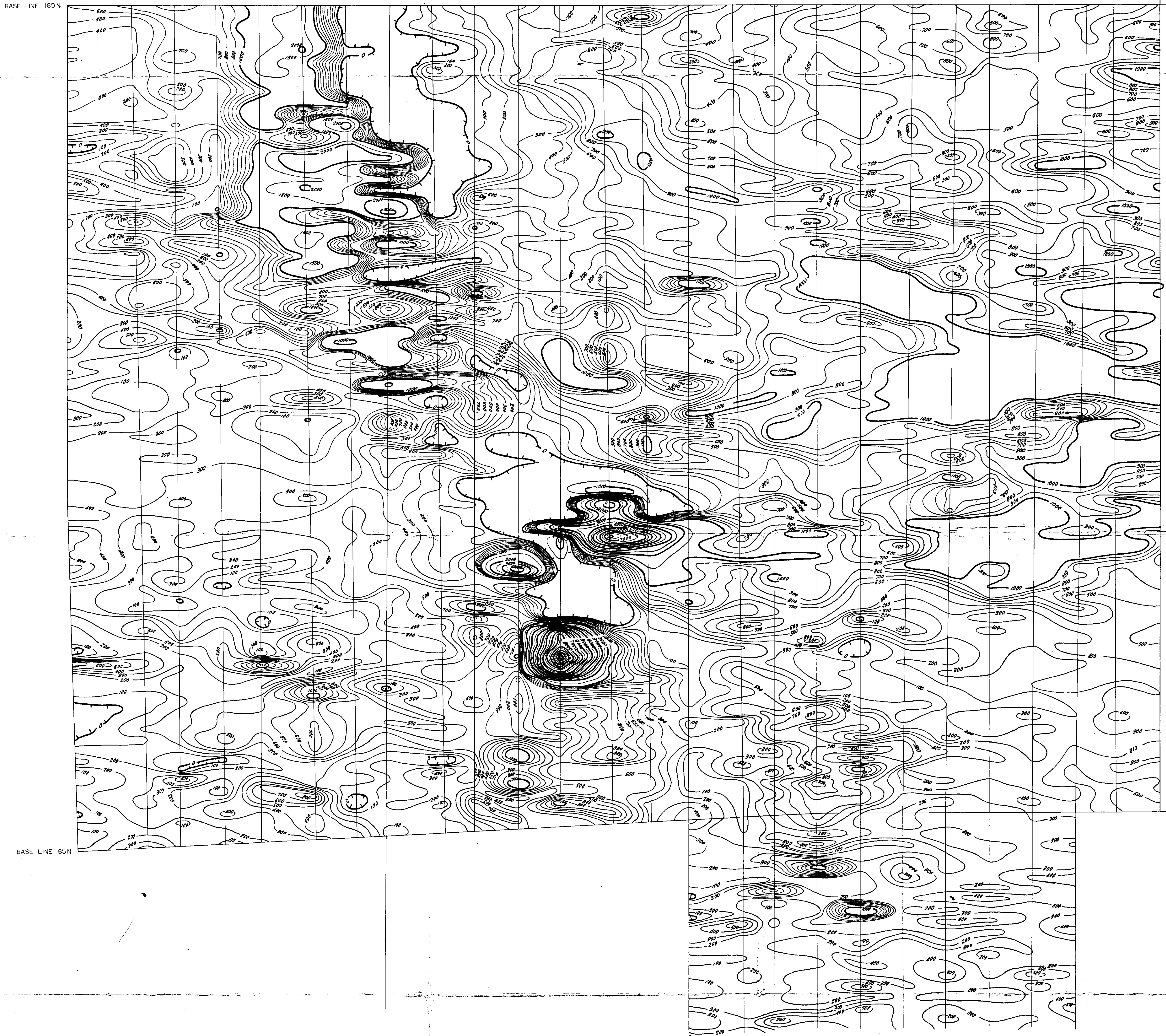


1800

QUALITY	EXPLORATION	CORPORATION
CLAIMS & TOPOGRAPHY		
ALRAE ENGINEERING LTD. GEOLOGISTS AND ENGINEERS VANCOUVER, B. C.		
DESIGNED	SCALE: HOR.	1" = 400'
DRAWN	CHECKED	DATE
M. P.	R. G. J.	MARCH, 69
DWG. No.	(3)	
SHEET NO. 2		



38E 44E 48E 52E 56E 60E 64E 68E 72E 76E 80E 84E 88E 92E 96E 100E 104E 108E 112E 116E 120E 124E 128E 132E 136E 140E



NOTE: CONTOURS SHOWN = 100 TO 0 AT 500 GAMMA INTERVALS
0 TO 1000 + 50
1000 TO 12000 - 50

NOTE: TO ACCOMPANY GEOPHYSICAL REPORT BY Dr. J. G. SIMPSON & R. G. JURY P. ENG.
ON THE SPA MINES LTD. CLAIMS, SIWASH CREEK, SIMILKAMEEN MINING DIVISION.
DATED MARCH 26 1969.

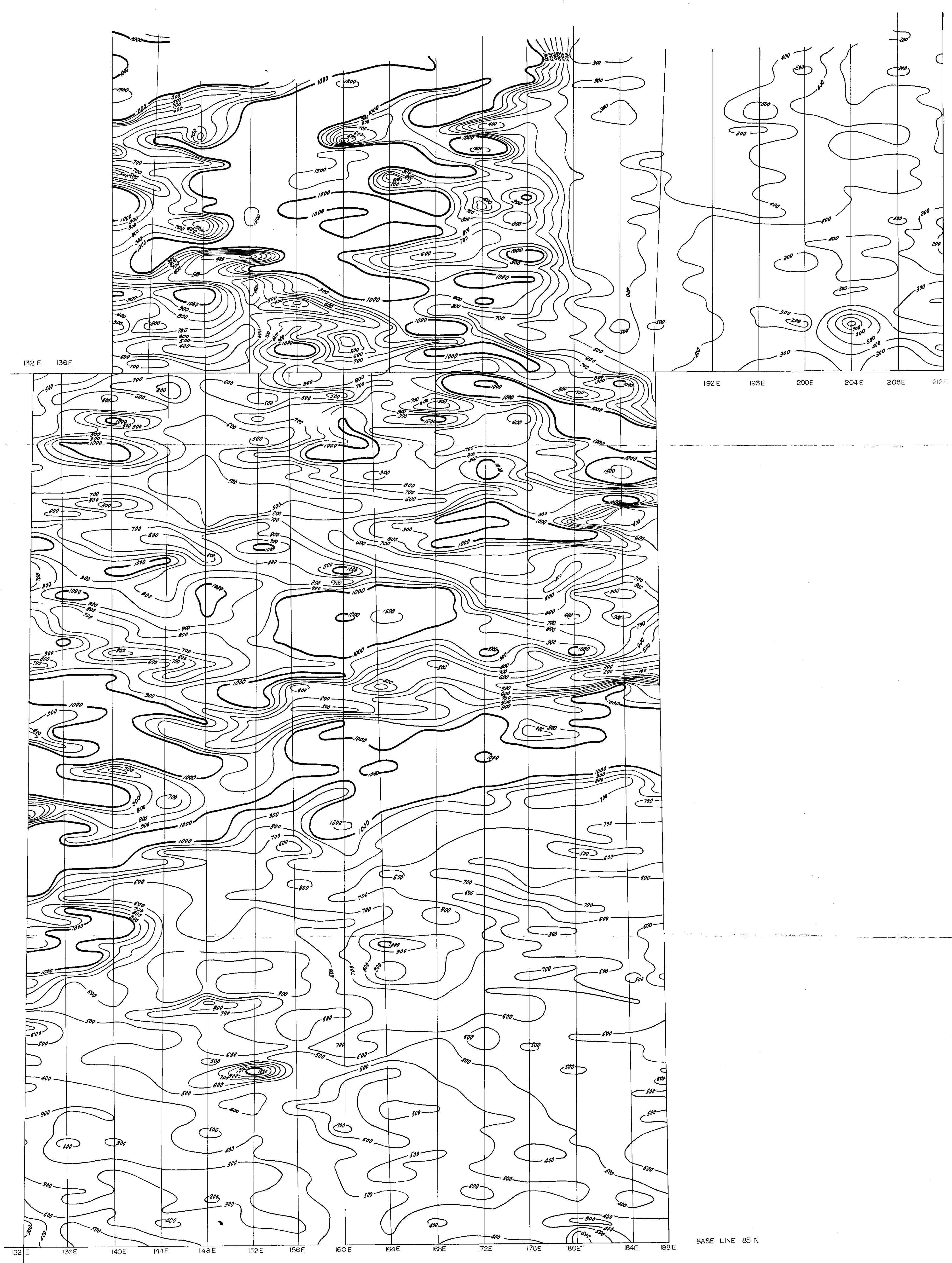
[Handwritten signature]

[Handwritten signature]

1800

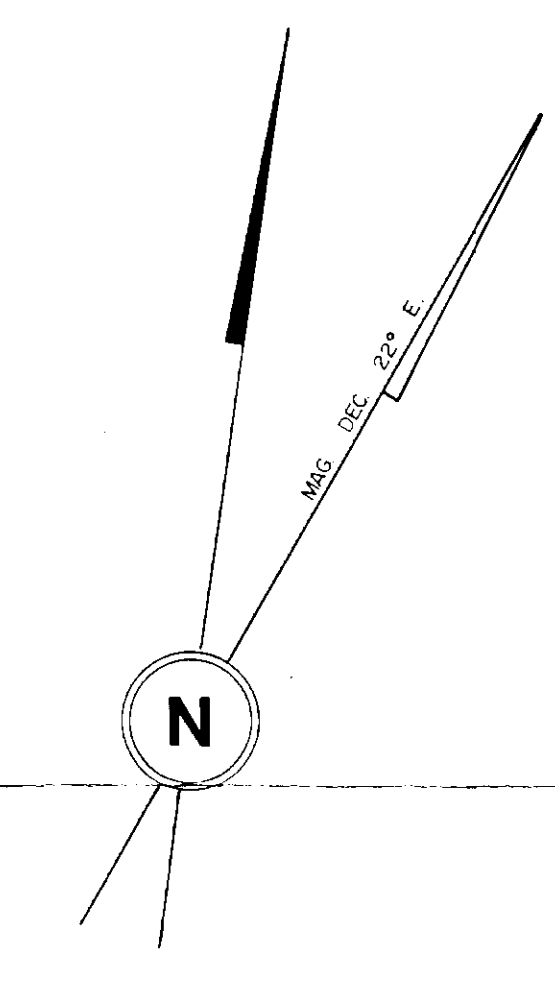
Department of
Mines and Technical Resources
ASSESSMENT REPORT
NO. 1800 MAP 7

QUALITY	EXPLORATION	CORPORATION
MAGNETIC CONTOUR OVERLAY		
ALBAE ENGINEERING LTD. GEOLOGISTS AND ENGINEERS VANCOUVER, B.C.		
DESIGNED: _____	SCALE HOR. 1" = 400'	(6)
DRAWN: M. P. _____	VERT. _____	
CHECKED: R. G. J. _____	DWG. No. _____	
DATE: MARCH 69		



BASE LINE 160N

BASE LINE 85 N

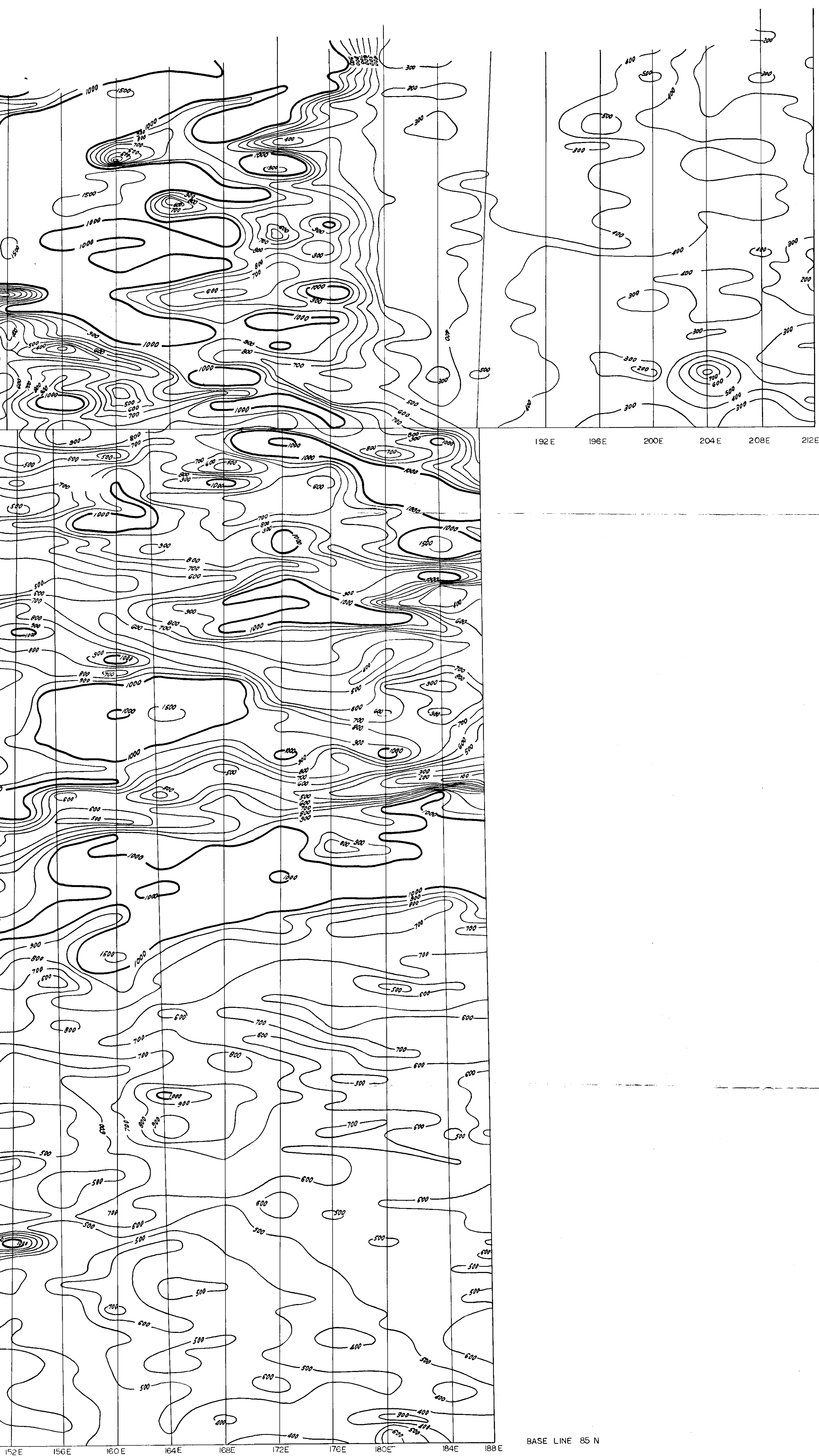


NOTE: CONTOURS SHOWN > 1500 TO 0 AT 500 GAMMA INTERVALS
 0 TO 1000 - 100
 1000 TO 12000 - 500

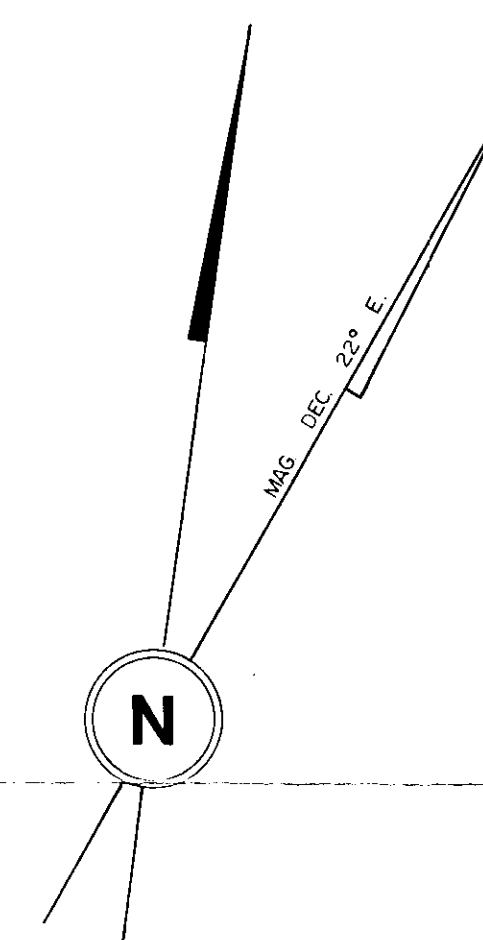
NOTE: TO ACCOMPANY GEOPHYSICAL REPORT BY DR. J. G. SIMPSON B. S. JURY, P. ENG.
 ON THE S&M MINES LTD CLAIMS, TWASH CREEK, SIMILAKWEN MINING DIVISION
 DATED MARCH 21, 1959

[Handwritten signature]

[Handwritten signature]



BASE LINE 160 N



NOTE: CONTOURS SHOWN \pm 1500 TO 0 AT 500 GAMMA INTERVALS
 0 TO 1000 = 100 " "
 1000 TO 15000 = 500 " "

NOTE: TO ACCOMPANY GEOPHYSICAL REPORT BY DR. J. G. SIMPSON, B. S. J. P. ENG.
 ON THE S.M. MINES LTD. CLAIMS, SMASH CREEK, SIMLIXMEEN MINING DIVISION
 DATED MARCH 26, 1959

[Handwritten signatures]

Department of
 Mines and Technical Surveys
 ADJUTANT GENERAL
 150 1800 MAP 8

1800

QUALITY	EXPLORATION	CORPORATION
MAGNETIC CONTOUR OVERLAY		
ALRAE ENGINEERING LTD. GEOLOGISTS AND ENGINEERS VANCOUVER, B. C.		
DESIGNED: M. P.	SCALE HOR. 1" = 400'	DWG. No. 7
DRAWN: M. P.	VERT.	
CHECKED: R. G. J.	DATE: MARCH 59	
SHEET No. 28		

P.C.