

July 31, 1976.

Mr. R.H. Stanfield  
Galloway, B.C.

Dear Sir:

Re: Cost Statement

"PIT GROUP #2"

1. Wescore Drilling Ltd., as per statement:	\$ 7,967.60
2. Room and Board: Two Diamond Drillers, 5 days @ 20.00 per day:	\$ 100.00
	<hr/>
	\$ 8,067.60

#1 Map 1 Sketch Plan, BEANY & PIT GROUPS (1"=3000')

#2 Map 2 Sketch Plan, PIT 9

Yours very truly,

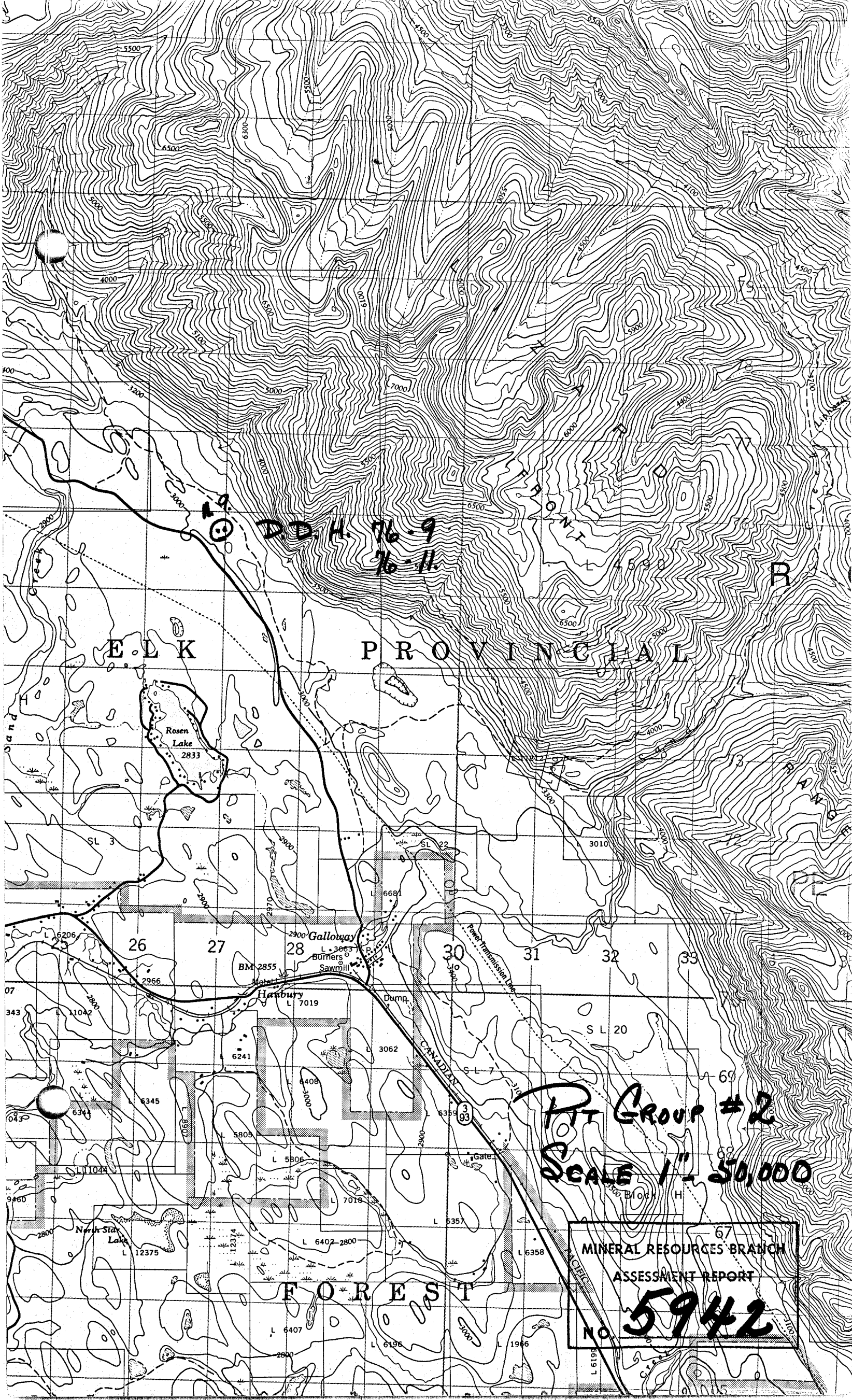
ALLEN GEOLOGICAL ENGINEERING LIMITED

Per Alfred R. Allen

Alfred R. Allen, P.Eng.

MINERAL RESOURCES BRANCH  
ASSESSMENT REPORT

NO. 5942



D.D.H. 76-9  
76-11

ELK

PROVINCIAL

FOREST

PT Group #2  
Scale 1" = 50,000

MINERAL RESOURCES BRANCH  
ASSESSMENT REPORT  
No. 5942



CLAIM NO. PIT # 9

# DIAMOND DRILL RECORD

PROPERTY R. H. Stanfield

HOLE NO. 76-11

LATITUDE ..... ELEVATION 2950' BEARING ..... DEPTH 440' STARTED July 19th. 1976 COMPLETED July 26th. 1976

DEPARTURE ..... SECTION ..... DIP Vertical DRILLED BY Wescore Drilling Ltd LOGGED BY *Alfred R. Allen P. Eng.*

DEPTH FEET	FORMATION	SAMPLE NO.	FROM	TO	WIDTH	ASSAYS			
20-60	Dark grey and black banded argillaceous quartzite								
	Minor cross bedding, pyrite in fractures, bands of pyrite and siderite up to $\frac{1}{4}$ inch								
	Small areas of pyrite veined with white quartz								
60-97	Vertical quartz-siderite veinlets with pyrite, bedding nearly flat								
97-134	Extremely fine-grained, light grey and dark bands, dipping at 10 degrees								
	Cross bedding, blobs of fractured pyrite, laminations of lighter rock								
	replaced by pyrite, light beds with disseminated pyrite up to one inch thick								
134-172	Contorted thin laminae with blebs of pyrite, heavy cross bedding								
172-209	Some very finely laminated argillaceous quartzite - flat								
209-284	Some dissiminated pyrrhotite and pyrite. Vertical $\frac{1}{4}$ " quartz siderite veins								
	pyrrhotite and pyrite								
284-323	Same, light bands contain pyrite and minor pyrrhotite								
	Vertical veinlets of quartz-siderite								
323-362	Uniform laminated light grey and dark grey argillaceous quartzite								
	Vertical quartz-siderite veinlets, pyrite, pyrrhotite, chalcopyrite								
362-440	Same, thin fractures in laminated light and dark grey argillaceous quartzite								
	END OF HOLE								

WESTERN MINER-PRESS LTD. STANDARD FORM NO. 502

# Allen Geological Engineering Limited

601-325 HOWE STREET, VANCOUVER 1, B.C.

Office 682-5747 Residence 922-0227

Aug. 25 1976.

I, Alfred R. Allen, certify that:

I am a graduate of the University of British Columbia and hold the following degrees therefrom:

BASc Geological Engineering 1939

MASc Geological Engineering 1941

I am a member of the Association of Professional Engineers of the Province of British Columbia.

I have practised my profession as a consulting engineer for the past thirty years.

This report is based upon work on the property by the writer.

I hold no interest in the properties or securities of R. H. Stanfield or any of his companies or subsidiary, nor do I expect to receive any directly or indirectly.

*Alfred R. Allen*

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ALFRED R. ALLEN

# WESCORE DRILLING LTD.

BOX 760,  
INVERMERE, B.C.  
(604) 342-9932

CORE DRILLING  
SURFACE AND UNDERGROUND  
MINE AND EXPLORATION DRILLING  
DAM AND FOUNDATION TESTING

AGREEMENT ENTERED INTO THIS 16<sup>th</sup> DAY OF JUNE, 1975

BETWEEN:

R. H. Standfield,  
#2627  
125 - 9th Ave. S. E.,  
Calgary, Alberta

(hereinafter referred to as "the Company")

AND:

Wescore Drilling Ltd.,  
P. O. Box 760,  
Invermere, B. C.

(hereinafter referred to as "the Contractor")

WHEREAS the Company wishes to have performed certain surface diamond drilling on mining properties in the Galloway area of British Columbia, AND WHEREAS the Contractor in consideration of payments hereinafter contained, undertakes to do the said diamond drilling.

NOW THEREFORE THIS AGREEMENT WITNESSETH that the parties mutually covenant and agree as follows:

GUARANTEED  
FOOTAGE:

1. The Company guarantees a minimum of four Thousand (4,000) feet of surface diamond drilling in a series of holes to a maximum depth of Three Thousand (3,000) feet.
2. The Contractor guarantees to sink with standpipe and/or bore by diamond drill, the specified minimum footage, recovering NQ Wireline core approximately 1 7/8 inches in diameter, and BQ Wireline core approximately 1 7/16 inches, and to supply forthwith One (1) surface drill outfit along with the necessary associated equipment, industrial diamonds and labour, to complete the work specified by the Company at the following rates for drilling bedrock, for holes of a depth of up to Three Thousand (3,000) feet.

DRILLING  
RATES:

3. Footage Charges:

BQ

0 - 1000 feet	\$ 9.65 per foot
1000 - 1500 feet	10.65 per foot
1500 - 2000 feet	12.30 per foot
2000 - 2500 feet	13.10 per foot
2500 - 3000 feet	14.60 per foot

*Member of the Canadian Diamond Drilling Association*

NQ

0 - 500 feet	\$10.75 per foot
500 -1000 feet	11.75 per foot
1000 -1500 feet	12.65 per foot
1500 -2000 feet	13.50 per foot
2000 -2500 feet	14.60 per foot
2500 -3000 feet	15.70 per foot

The Contractor agrees that all its labour, diamond wear and loss, and all other operating expenses, except as hereinafter provided, shall be at its own cost and expenses and its own account.

Schedule of Rates for Casing in Overburden:

0 - 150 feet \$12.50 per foot

Casing of overburden greater than One Hundred and Fifty (150) feet will be charged to the Company at Field Cost, plus 10% from the collar of the hole.

FIELD COST:

4. It is agreed that Field Cost shall be interpreted here and hereinafter to mean all labour, at the rate of nine dollars and seventy cents (\$9.70) per man hour; pipe and casing lost or left in holes; diamond loss; materials and supplies consumed in the work; machine and equipment rental, Ten Dollars (\$10.00) per hour.

CAVES:

5. In the event that cavities or loose and caving materials are encountered of a nature as to prevent the successful completion of any hole, the Contractor does not, under such conditions guarantee to drill to a predetermined depth and, in the event that it becomes necessary to abandon the hole, the Company agrees to pay for the footage completed in such holes at the rate herein specified.  
In the event it becomes necessary to resort to cementing, wedging of the hole, reaming, casing, or mud circulation in bedrock or overburden, the Company agrees to reimburse the Contractor for such operations at field Cost, plus 10%.  
Wherever pipe or casing is lost, or is left in a hole on the instructions of the Company's Engineer, the Company agrees to pay the Contractor for such pipe or casing at prevailing market prices, f.o.b. drill site.  
The Company agrees to pay the Contractor the Cost of diamond set casing shoe bits in addition to the cost of any casing left in the hole.

TESTS:

6. The Contractor, when instructed to do so, shall take any Clinometer dip tests or other tests desired by the Company. The Contractor's charge for such tests shall be at field Cost.

WATER  
SUPPLY:

7. The Contractor agrees to supply, at its own expense, water up to a distance of Fifteen Hundred (1500) feet lateral and/or Two Hundred (200) feet vertical lift.

The Company will reimburse the Contractor at Field Cost the extra cost of supplying water to the drill in excess of those distances stated or for heating water.

TRANSPORTATION  
AND MOVES:

8. (a) It is agreed that the moving of the drill and equipment, supplies and personnel, from the Contractor's warehouse to the Initial drill site, and return from the final drill site to the Contractor's warehouse shall be charged to the Company at no charge.
- (b) It is agreed that when moves between drill sites cost in excess of thirty-two (32) man hours of labour, the Company will pay the Contractor at Field cost, plus 10% for such moves, after the cost of the first thirty-two (32) man hours.
- (c) Moving shall be interpreted to include tearing down, dismantling machinery, moving, securing timber, transportations, site preparation, laying waterlines and setting up.
- (d) It is understood and agreed that should tractors be used for moving, tractor rental shall be paid by the Company.
- (e) The Company agrees to provide access roads suitable for two wheel vehicle travel to the drill sites and agrees to cut and level drill sites in advance of the drilling operation, at no cost to the Contractor.

WAITING TIME  
FOR ORDERS:

9. It is understood and agreed that time lost waiting for orders from the Company's Resident Engineer, or Representative, shall be charged to the Company at Field Cost, plus 10%.

CORE:

10. The drilling shall be conducted so as to produce maximum core recovery with every reasonable precaution taken to prevent crushing, wearing, or grinding of core, All cores recovered by the Contractor shall be delivered to the Company at the drill site and carefully marked and placed in receptacles to be furnished by the Company.

SECURITY:

11. The Contractor will not give out any information regarding drill results or permit access to any drill core, to any person other than the Company's accredited representatives except upon specific permission of responsible officials of the Company.

DISCIPLINE:

12. The Contractor, shall at all times, enforce strict discipline and maintain good order among its employees, and shall not retain on the work any unfit person or anyone not skilled in the work assigned to him.  
Any employee of the Contractor, who is objectionable or unsatisfactory to the Company shall be removed from the work and replaced by an employee satisfactory to the Company.

INSURANCE:

13. THE CONTRACTOR shall maintain such insurance as will protect it from all claims and damage for personal injury, including death



resulting therefrom, and from claims for property damage arising from the operation under this Contract in an amount sufficient to release the Company of any liability in this respect. A certificate of such insurance coverage shall be delivered to the Company prior to commencement of the Contract.

THE CONTRACTOR shall be responsible for the payment of any assessments for Workmen's Compensation, Holiday Pay, Canada Pension, Unemployment Insurance, Sales Taxes, or other applicable charges relative to its own labour and supplies purchased.

POLLUTION:

14. During the course of the work, the Contractor shall at all times keep the Company's premises free from accumulation of waste material or rubbish and upon completion of the work, shall remove all tools, scaffolding, surplus materials and rubbish, and leave the premises in a clean condition. The Contractor shall observe and comply with all applicable Federal and Provincial laws, regulations and orders relating to the prevention of forest fires and sanitation in the bush.

MATERIALS:

15. Any mud, cement, chemicals and soluble oils will be charged at cost plus 10%.


CAMP:

16. Company to supply camp and provide meals and lodging for the Contractor's crew at no charge to the Contractor.

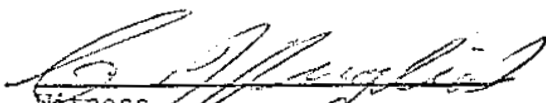
PAYMENT  
OF WORK:

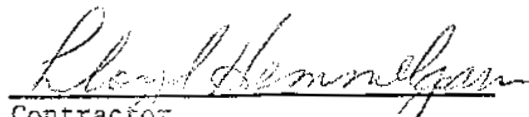
17. The Company agrees to pay the Contractor, in Canadian funds, the above prices. Invoices will be submitted twice monthly. The Company agrees to pay the above mentioned Invoices within Seven (7) days of the date account rendered. The Contractor will not be liable for minimum footages or any other terms of this agreement until payment is received for any outstanding invoices.
18. This agreement may be altered only by written consent of both parties hereto.
19. Time is of the essence in this Agreement.

  
Witness

  
Company

WESCORE DRILLING LIMITED

  
Witness

  
Contractor

TO

Mr. R. H. Standfield,  
Suite 260,  
355 - 4th Ave. S. W.,  
Calgary, Alberta.

INVOICE NUMBER

081


**WESCORE DRILLING LTD.**

BOX 760,  
INVERMERE, B.C.  
(604) 342-9932

PROJECT	P.O. NO.	TERMS NET	INVOICE DATE	
Galloway		7 days	July 17, 1976	
DETAILS		HOURS OR FOOTAGE	RATE	AMOUNT
Diamond Drilling				
Hole # 76 - 9				
Casing Overburden 0 - 4'		4	12.50	50 00
Coring NQ 4 - 39'		35	10.75	376 25
Reaming Casing and Cementing		33	19.70	650 10
Drill Mud - 11 bags		11	5.75	63 25
26 feet NW Casing		26	10.25	266 50
1 NW Casing Shoe		1	287.00	287 00
1 HW Casing Shoe		1	421.50	421 50
Hole # 76 - 11				
Casing Overburden 0 - 20'		20	12.50	250 00
Coring NQ 20 - 195'		175	10.75	1881 25
Drill Mud 6 bags		6	5.75	34 50
			TOTAL.....	4280 35
MINUS:				
Helper 26 hours		26	5.50	143 00
30 gallons purple gas		30	.524	15 72
			TOTAL .....	158 72
			TOTAL \$	4121 63

CORE DRILLING  
SURFACE AND UNDERGROUND

MINE AND EXPLORATION DRILLING  
DAM AND FOUNDATION TESTING

Member of the Canadian Diamond Drilling Association

TO  
 Mr. R. H. Standfield,  
 Suite 260,  
 355 - 4th Ave. S. W.,  
 Calgary, Alberta.



BOX 760,  
 INVERMERE, B.C.  
 (604) 342-9932

PROJECT	P.O. NO.	TERMS NET	INVOICE DATE	
Galloway		7 days	August 3, 1976	
DETAILS		HOURS OR FOOTAGE	RATE	AMOUNT
Diamond Drilling				
Hole # 76 - 11				
Mobilization and Setting Up				500 00
Coring NQ 195 - 440'		245	10.75	2633 75
26 feet NW Casing		26	10.25	266 50
1 NW Casing Shoe		1	287.00	287 00
		<b>TOTAL .....</b>		<b>3687 25</b>
<u>MINUS:</u>				
Helpers				63 00
			<b>TOTAL \$</b>	<b>3055 25</b>



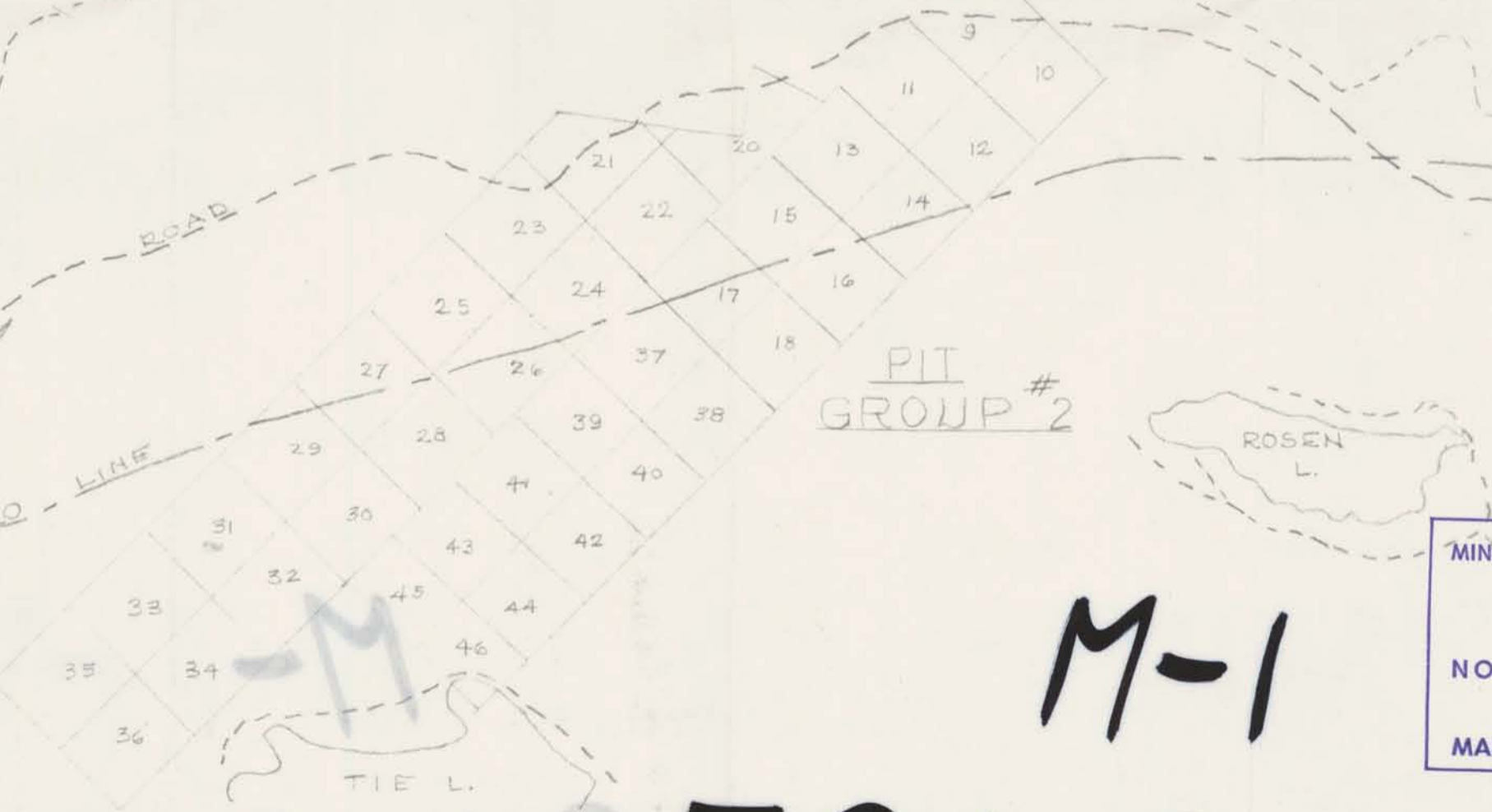
BEANY GROUP #1



D.D.H. 76-11

D.D.H. 76-9

PIT GROUP #2



D.D.H. 76-2

D.D.H. 76-1

M-1

SHR 5942

MINERAL RESOURCES BRANCH  
ASSESSMENT REPORT  
NO. 5942  
MAP NO. #1



STANFIELD HOLDINGS  
SKETCH PLAN  
BEANY & PIT GROUPS

Scale - Feet  
0 3000 6000

Nov 30 1976 Allen Geological Engineering Ltd.  
per. *Alfred B. Allen* - REGR

N  
I

to Fort Steele  
ROAD

D. D. H. 76-11

D. D. H. 76-9

2045 W-5

MINERAL RESOURCES BRANCH  
ASSESSMENT REPORT  
NO. 5942  
MAP NO. #2

SKETCH PLAN

PIT 9 M.C.

SCALE 1" = 104.7'

to follow

5942 M-2

Allen Geological Engineering Ltd  
Nov 30, 1976  
per *Alfred Allen* peng.