

KERR ADDISON MINES LIMITED

SUITE 703 - 1112 WEST PENDER STREET
VANCOUVER, B.C. V6E 2S5
PHONE 682-7401

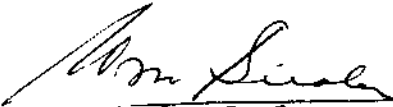
82L/2

6341

COST STATEMENT

Vidler & Vidler 2 claims (May 29 - June 2/77)

Diamond drilling (non-coring) 303 - (92.35m) @ \$7/ft.	=	\$2,121
Supervision (J. Lund) 5 days @ \$100/day	=	500
Room and Board (J. Lund) 5 days @ \$20/day	=	100
Vehicle Operation - 5 days @ \$20/day (GMC - Truck)	=	100
		<u>\$2,821</u>


W.M. Sirota, P. Eng.

July 13, 1977

<p>MINERAL RESOURCES BRANCH ASSESSMENT REPORT</p> <p>NO. _____</p>
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DIAMOND DRILL RECORD

LOGGED BY _____

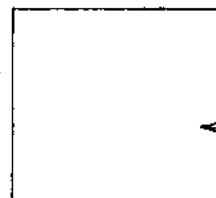
PROPERTY VIDLER OPTION

D.D.H. No. 77 - V1 PAGE 2

ELEVATION _____ BEARING OF HOLE _____ STARTED _____

DEPARTURE _____ DIP OF HOLE _____ COMPLETED _____

ELEVATION _____ DIP TESTS _____ DEPTH _____



CLAIM No. _____

DIRECTION AND DISTANCE FROM

NE. CLAIM POST

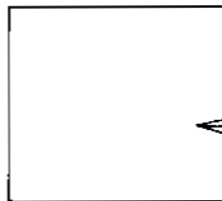
FOOTAGE		DESCRIPTION	SAMPLE No.	FOOTAGE		SAMPLE LENGTH	ASSAY						
FROM	TO			FROM	TO								
27.43	30.48	Dark coarse sst; Apparent source rock both volcanic and granitic.											
	33.53	Dark coarse sst; (7 ft. core recovered here). Rc is dark impure sst with interbeds of pebble conglomerate. Pebble material soft and pebbles flattened. Average grain is grit size.											
	36.58	Dark coarse sst.											
	39.62	Quartz sst. (Arkosic) Some "rusty" grains py sparce.											
	42.67	Little change.											
	45.72	Arkosic sst.											
	48.77	Rhyolite or rhyolite tuff frags increase dark grains and frags. still 25 - 30% of the rock. No pyrite. Very few rounded grains.											
	51.82	Arkosic sst. 50% + silica, few bi flakes scattered hb laths; fragments of rhyolite. Several (< 3%) small "rust"-coated grains.											
	54.86	Arkosic sst. increase rhyolite fragments; occas. frag. of banded rhyolite with fine py.											
	57.91	Rhyolite (?) increase feldspar and qtz chips. Bi and hb 1 - 2%. Decrease brown "rust" covered grains.											
	60.96	Rhyolite (?) May be equivalent to a fine grained hb-bi-qtz porphyry plug exposed on the claim.											

NOTE: This section, identification uncertain.

DIAMOND DRILL RECORD

LOGGED BY _____

PROPERTY VIDLER OPTION
 ALTITUDE _____ BEARING OF HOLE _____ STARTED _____
 DEPARTURE _____ DIP OF HOLE _____ COMPLETED _____
 ELEVATION _____ DIP TESTS _____ DEPTH _____



D.D.H. No. 77 - V1 PAGE 3

CLAIM No. _____
 DIRECTION AND DISTANCE FROM
 NE. CLAIM POST

FOOTAGE		DESCRIPTION	SAMPLE No.	FOOTAGE		SAMPLE LENGTH	ASSAY						
FROM	TO			FROM	TO								
50.96	64.10	Rhyolite intrusive: Mainly qtz with feldspar, mafics < 5% "rusty" grains 10 - 12%.											
	67.06	Rhyolite intrusion: Dark mins increase to approx. 5%. Chips fine and angular, some rounded grains.											
	70.10	Rhyolite Intrusion: Angular chips feldspar, distinct twinning on many grains, white with quartz hb (?) and a few flakes of biotite.											
	73.15	As above. 1% ⁺ bi < 1% hb.											
	76.2	Rhyolite Intrusion: Mainly white feldspar with 10% + qtz and < 2% mafics.											
	79.25	As above; slight increase in mafics; also increase in "rusty" grains (1%+)											
	82.30	As above; increase in metal frags from drill bit, also increase in "rusty" material. Hb + bi larger in grain size.											
	85.35	Rhyolite intrusion or Lenco granite. < 2% mafics. "Rusty" grains < 2%											
	88.39	As above: Increase rusty grain to 3%.											
	91.44	As above: "Rusty" grain approx 7% mafics 2 - 3%. No py visible.											
	92.36	No change.											
		END OF HOLE											
		NOTE: Because of the fine grained nature of the chips using the Bullnose bit, identification of rock type is difficult.											

7 of CORE STORED AT DRILL HOLE.

Contract to be made

RECEIVED

June 29/77

H. ALLEN DIAMOND DRILLING LTD.

MAY - 6 1977

MERRITT MINES LTD.

TELEPHONE 378-4494

PER P.O. BOX 1397
MERRITT, B.C.

CONTRACT - Lumby Area.

VOK 2B0.

BETWEEN: KERR ADDISON MINES,
1112 W. Pender Street,
Vancouver, B.C. V6E 2S1.

(Hereinafter referred to as the
"COMPANY" of the First Part.)

AND: H. ALLEN DIAMOND DRILLING LTD.,
Box 1397,
Merritt, B.C. VOK 2B0

(Hereinafter referred to as the
"CONTRACTOR" of the Second Part.)

A. THE CONTRACTOR COVENANTS AND AGREES:

1. That all holes shall be drilled using a non coring bit.
2. That the Contractor shall use his best endeavour to complete all holes according to the wishes of the Company, but should rock conditions prevent successful completion of the hole, the Contractor is not obliged to complete the same, but shall be paid for such incomplete holes at contract rates for the completed footage.
3. Contractor will supply all necessary equipment, accomodation and transportation for his crew.
4. Contractor will pay the cost of supplying water to the drill up to a distance of 2,000 feet or vertical lift of 200 feet. Supplying water beyond these limits to be negotiated.

B. THE COMPANY COVENANTS AND AGREES:

1. That payment for the herein described work shall be \$7.00 per foot for bullnose bit non core drilling or \$12.00 per foot for core drilling.
2. Cost of cementing drill holes will be \$25.00 per hour plus cement at cost. Cost of drilling out cement at field cost.
3. Drilling mud and additives charged at cost for core drilling. Mud and additives for bullnose drilling paid by Contractor.
4. Moving cost will be \$500.00. (Mob and demob.)
5. Company agrees to supply access roads suitable for pickup trucks.
6. Non recoverable casing and casing shoes charged at cost.
7. A tractor suitable for moving the drill will be supplied by the Contractor. Cost of this machine will be \$400.00 per month plus \$10.00 per hour when it is in use.

8. Contractor will pay the first 16 man hours on moving between holes. Cost in excess of 16 hrs. charged at \$12.00 per hour.
9. Should casing of a drill hole be required, the rate for such casing shall be \$12.00 per foot.

IN WITNESS WHEREOF these presents have been executed by the parties hereto this 30th day of May A.D. 1977.

KERR ADDISON MINES

Wm. Simola

H. ALLEN DIAMOND DRILLING LTD.

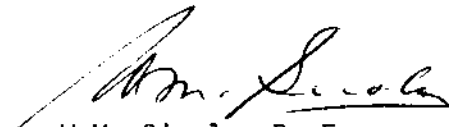
Herb Allen

KERR ADDISON MINES LIMITED

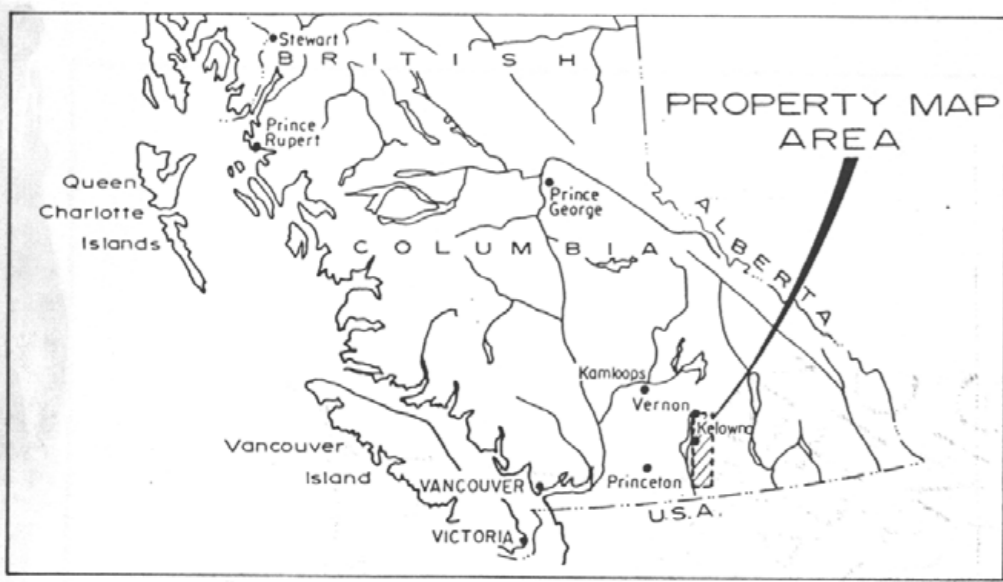
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VANCOUVER, B.C. V6E 2S5
PHONE 682-7401

TO WHOM IT MAY CONCERN

This will testify that John Lund has a Master's Degree in Geology from the University of British Columbia and that he has practised his profession for at least 15 years.


W.M. Sirola, P. Eng.

July 13, 1977



..... URANIUM DEPOSITS

KEY MAP

PROPERTY MAP
OF

KELOWNA-BEAVERDELL AREA

VERNON, OSOYOOS AND GREENWOOD MINING DIVISIONS

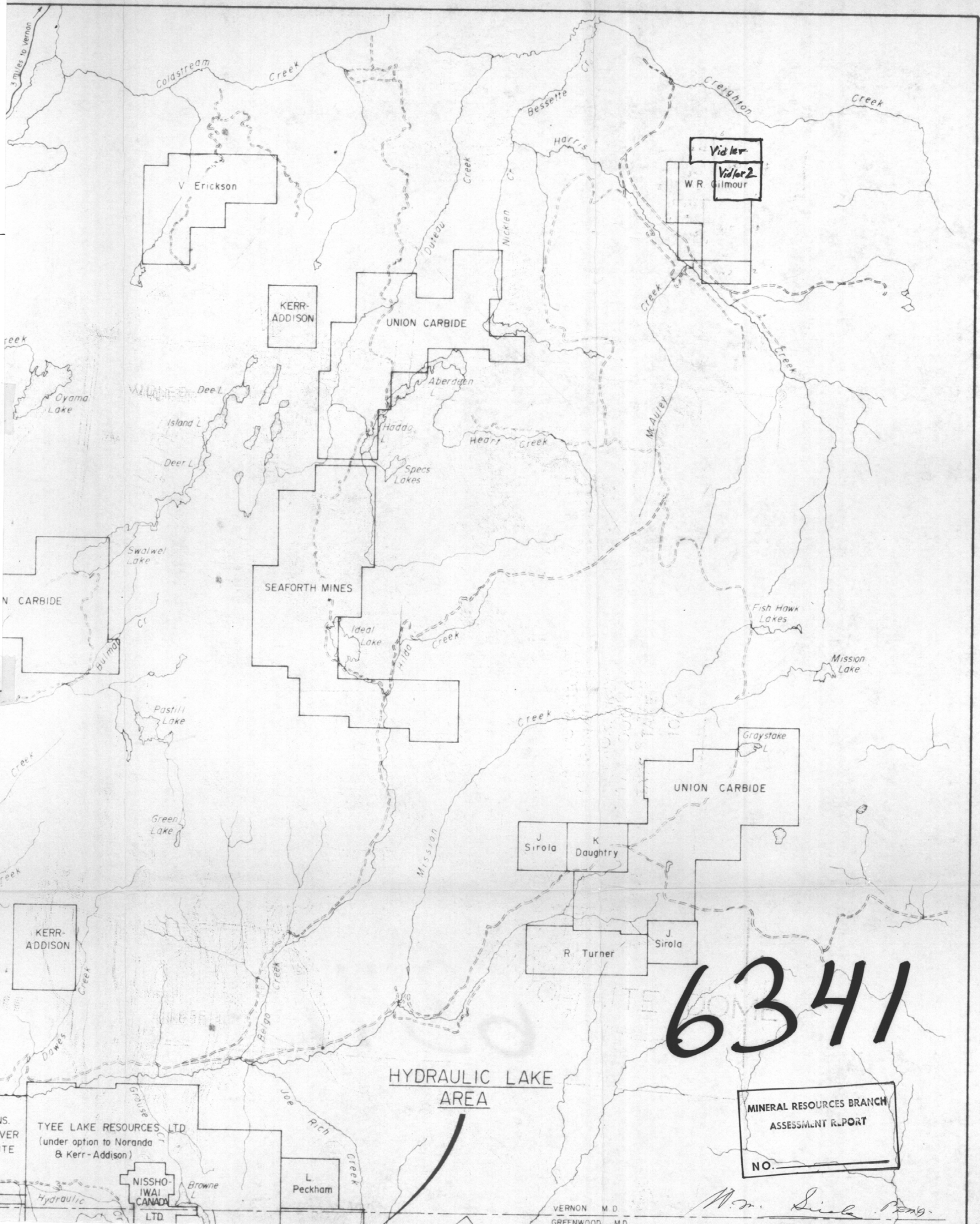
BRITISH COLUMBIA

SCALE

MILES 0 1 2 3 4 5 6 7 8 9 10 MILES

2/2/77

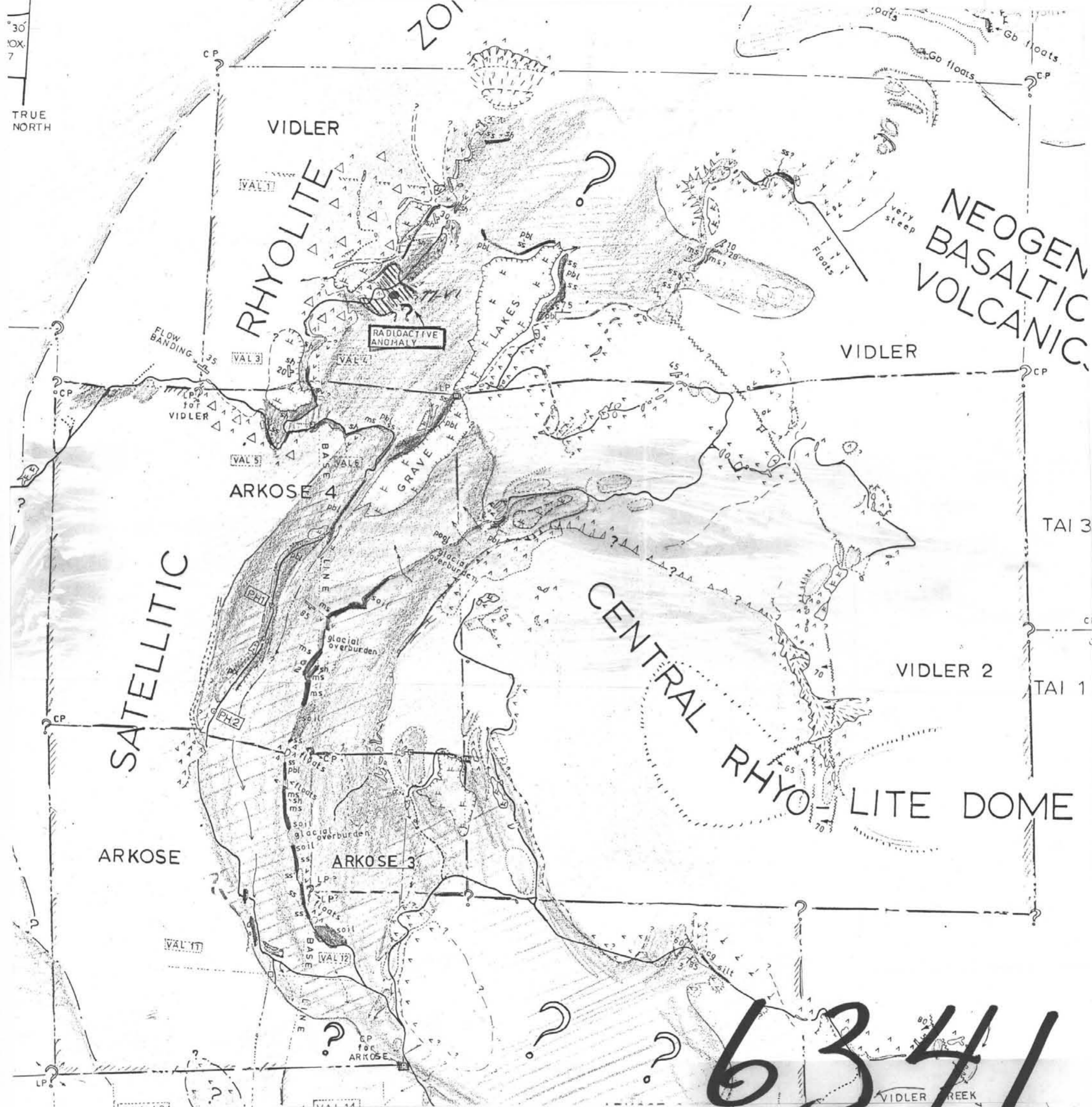
altair drafting



6341

MINERAL RESOURCES BRANCH
ASSESSMENT REPORT
NO. _____

M. Sirala Peng



BASE MAP
 PREPARED BY: PACING & COMPASS SURVEY.
 ORIGINAL SKETCHES (1/5,000
 APPROX.) REDUCED TO
 1/11,000 (APPROX.)

DRAWN BY: TATS TAKEDA

DATE: JUNE 10, 1977

MINERAL RESOURCES BRANCH
 ASSESSMENT REPORT

NO. _____

A. S. Sinal, P. Eng.