

177-7-23-1-16-1

DIAMOND DRILL REPORT

CHANNEL CLAIM GROUP

VERNON M.D.

Owners: William R. Gilmour  
Kenneth L. Daughtry

Operator: Kerr Addison Mines Ltd.

Location: King Edward Lake

Report by:



John C. Lund, P.Eng.

October , 1977

6914

## Table of Contents

Property Index Map (Fig. No. 1)

Statement of Expenses

Copy of drill contract

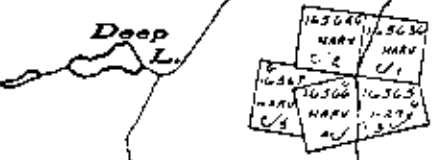
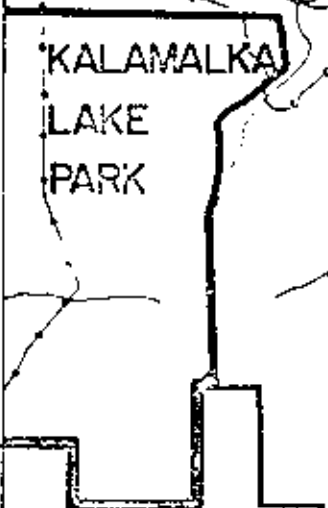
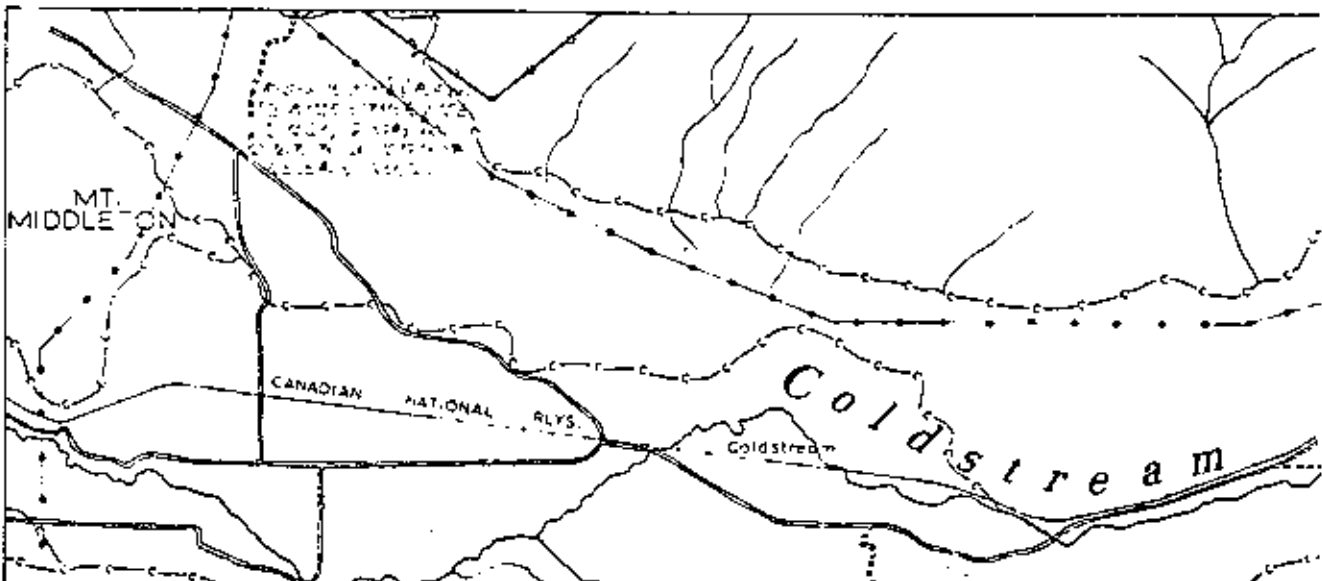
Statement of Qualifications

Map showing drill hole location and claim boundaries (Fig. No. 2) In pocket

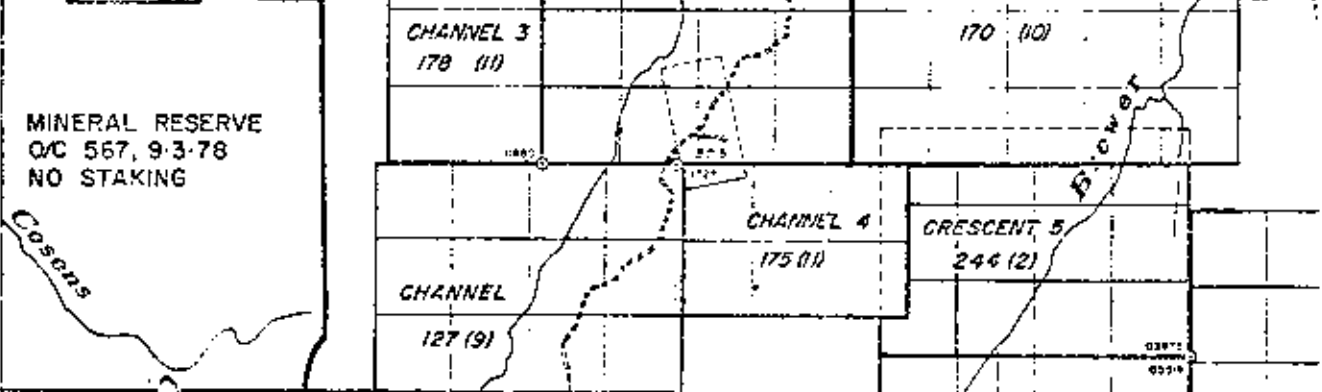
Drill log: hole 77-C8

50 P15'  
M82L/3E

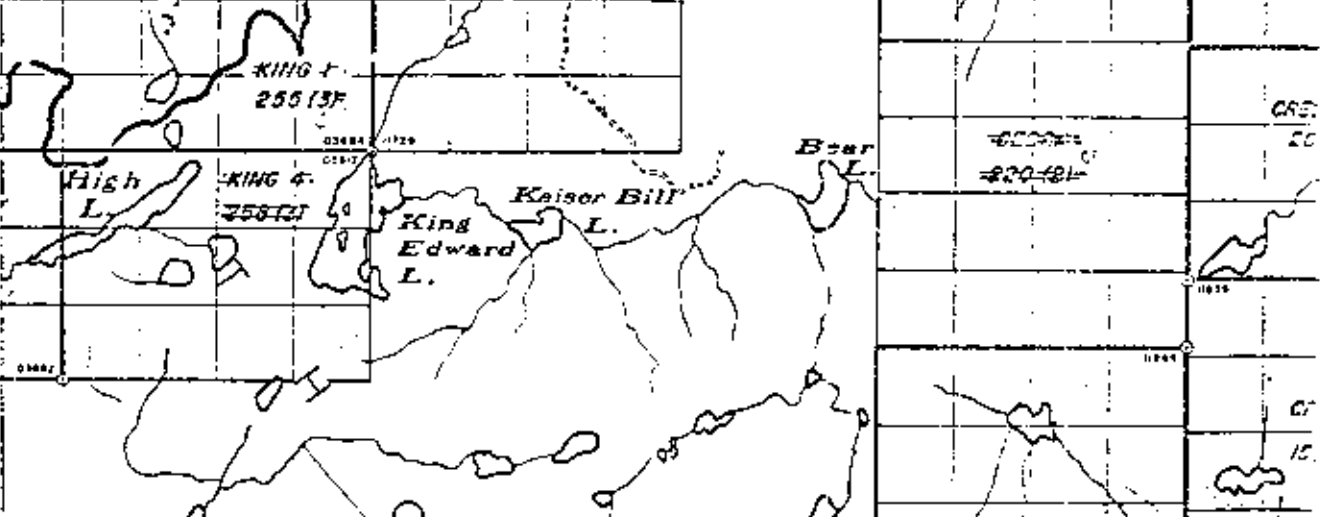
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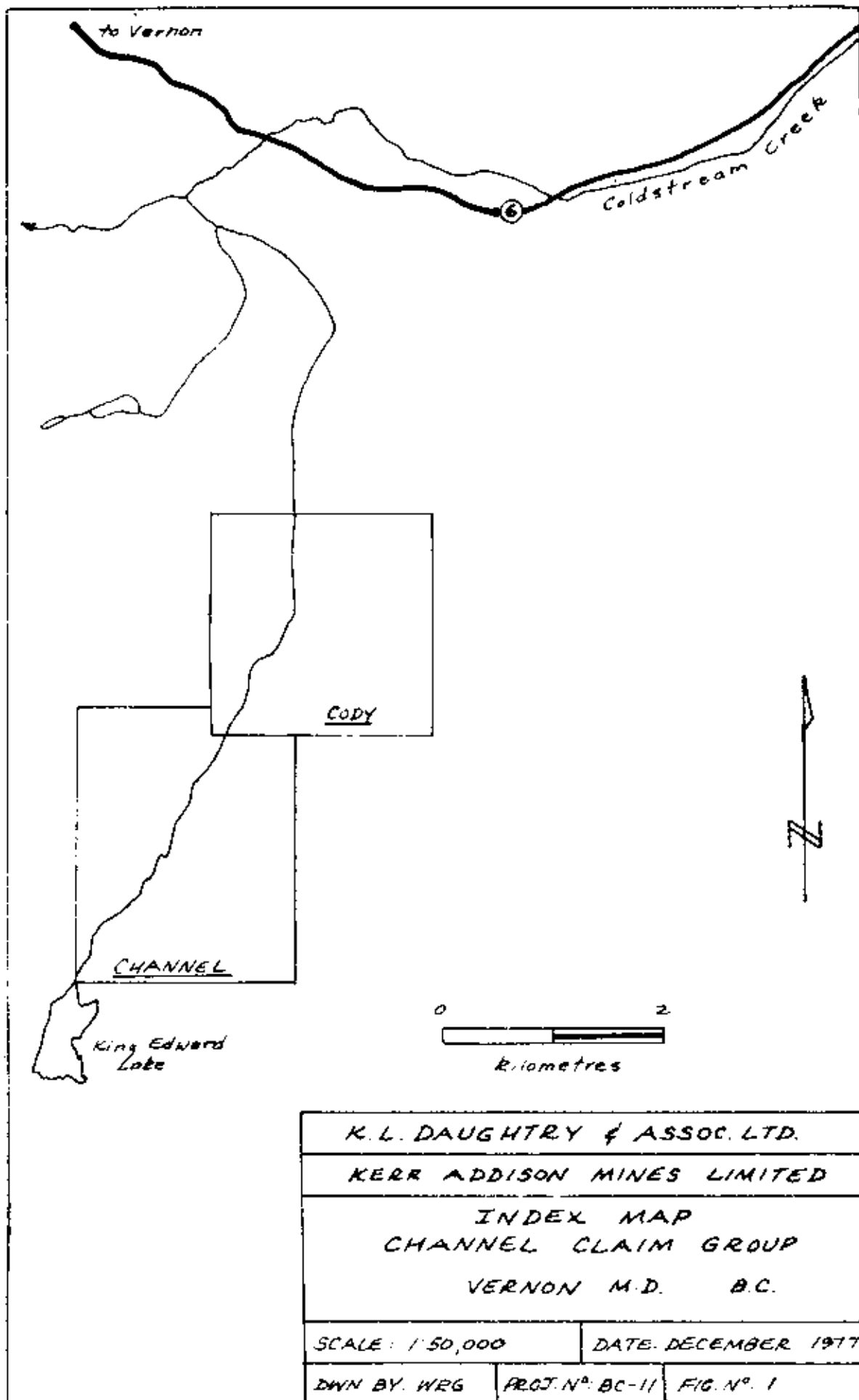


4



L/3W

C  
15



Statement of Expenses

Channel Claim Group

Drill hole 77-C8 115.2m @ \$45.92/m (\$14.00/ft) \$5289.98

Core is stored at drill site.

### Statement of Qualifications

I, John C. Lund, residing at 7631-192 St., Surrey, B.C. received an MSc degree in geology from the University of British Columbia in 1966. I have worked at my profession as an Economic and Exploration Geologist since that time.

I have been a member of the Association of Professional Engineers of British Columbia since 1967.

signed



John C. Lund, P.Eng.

# H. ALLEN DIAMOND DRILLING LTD.

TELEPHONE 378-4494

P.O. BOX 1397  
MERRITT, B.C.  
VOK 2B0

CONTRACT - Vernon Area

September 16, 1977

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 NQ wireline equipment.
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 \$14.00 per foot.
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.
4. Company agrees to supply access roads suitable for pickup trucks.
5. Non recoverable casing and casing shoes charged at cost.
6. A tractor suitable for moving the drill will be supplied by the Contractor. Cost of this machine will be \$30.00 per hour.
7. Contractor will pay the first 16 man hours on moving between holes. Cost in excess of 16 hrs. charged at \$12.00 per hour.
8. 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 \_\_\_\_\_ day of \_\_\_\_\_ A.D., 1977.

KERR ADDISON MINES

H. ALLEN DIAMOND DRILLING LTD.

\_\_\_\_\_  
\_\_\_\_\_

*[Signature]*  
\_\_\_\_\_

# DIAMOND DRILL RECORD

LOGGED BY JOHN C. LUND

*John C. Lund*

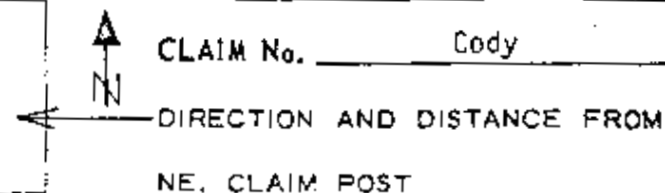
PROPERTY \_\_\_\_\_ CHANNEL OPTION \_\_\_\_\_

D.D.H. No. 77 - C8 PAGE 1 of 2

LATITUDE Line 12N BEARING OF HOLE \_\_\_\_\_ STARTED Sept. 17/77

CLAIM No. \_\_\_\_\_ Cody \_\_\_\_\_

DEPARTURE + 50E DIP OF HOLE -90° COMPLETED Sept. 28/77



ELEVATION 1120.6m DIP TESTS \_\_\_\_\_ DEPTH 115.2

Meters

Hole Size: NQ Wireline

RANGE		DESCRIPTION	SAMPLE No.	FOOTAGE		SAMPLE LENGTH	ASSAY							
FROM	TO			FROM	TO									
0	0.6	O.B.												
	22.3	Basalt, line on fract. occas. gas cavity.												
	28.65	As above; slight increase grain size, visible feldspar from 20.42 - 27.43. Near vertical fracturing. Run ends in well fractured basalt with bleaching along fractures.												
	28.96	Yellow brown volc. breccia.												
	31.39	Vesicular basalt.												
	34.14	Grey-green very sticky clay.												
	36.42	Creamy-grey to green-grey volc. bcc. frags. altered; last 0.46m is brownish volc. breccia.												
	43.89	Olivine basalt. Clusters of ol. grains partly serpentized; serp. on fract. minor cb.												
	45.4	Vesicular volc. bcc.												
	59.28	Basalt, massive, bleaching along fractures.												
	60.96	Bldrs. and pebbles of qtz, qtzite, bigranodi., gneiss. Recov. 1 ft. of pebbles.												
		- Change to Tricone -												

SEARCHED \_\_\_\_\_ INDEXED \_\_\_\_\_  
 SERIALIZED \_\_\_\_\_ FILED \_\_\_\_\_  
 6914  
 NO.



# DIAMOND DRILL RECORD

LOGGED BY JOHN C. LUND

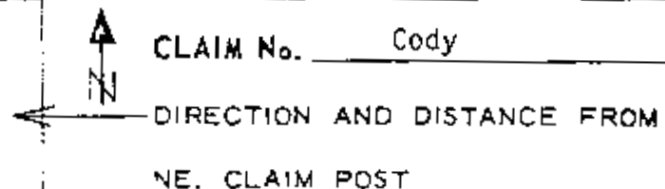
PROPERTY \_\_\_\_\_ CHANNEL OPTION \_\_\_\_\_

D.D.H. No. 77 - C8 PAGE 2 of 2

LATITUDE \_\_\_\_\_ BEARING OF HOLE \_\_\_\_\_ STARTED \_\_\_\_\_

CLAIM No. Cody

DEPARTURE \_\_\_\_\_ DIP OF HOLE \_\_\_\_\_ COMPLETED \_\_\_\_\_

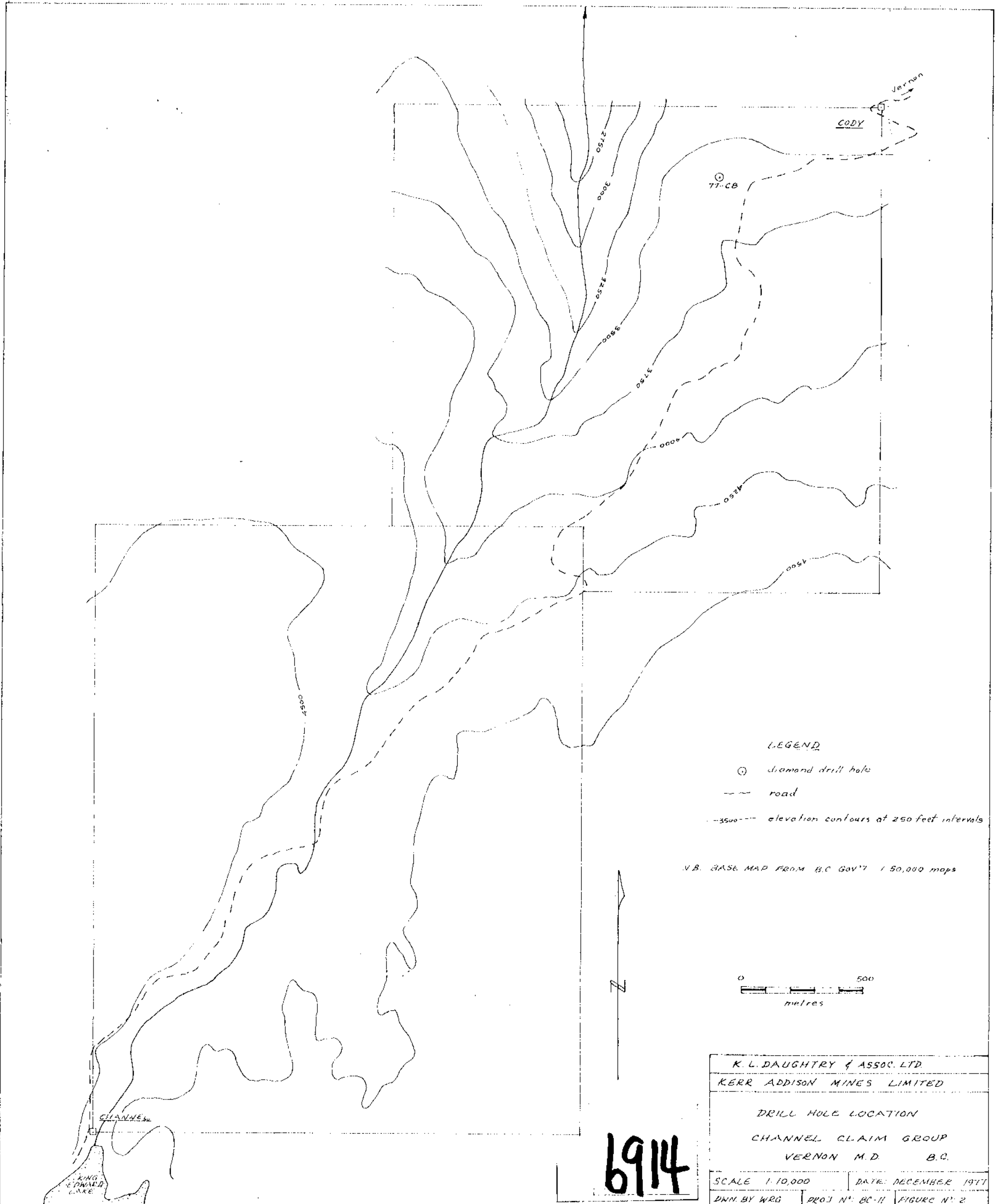


ELEVATION \_\_\_\_\_ DIP TESTS \_\_\_\_\_ DEPTH \_\_\_\_\_

Meters

FOOTAGE		DESCRIPTION	SAMPLE No.	FOOTAGE		SAMPLE LENGTH	ASSAY						
FROM	TO			FROM	TO								
60.96	112.2	Sands and gravels, unconsolidated, clay the last 10 meters.											
	115.2	Basement rock - Gneiss.											
		<u>END OF HOLE</u>											
		Note: Exact contact between clay and overlying gravels not known and estimate is based on the "feel" of the drill.											

MINERAL RESOURCE BRANCH  
 ASSIGNMENT REPORT  
 6914  
 NO.



6914