

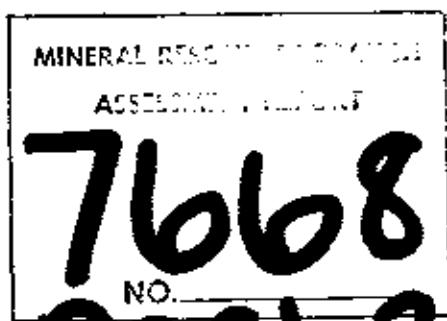
1979 Assessment Report
Diamond Drilling

TITLE TROUT LAKE PROPERTY
CLAIM Lemar 3
COMMODITY Mo

LOCATION 5 km due west of Trout Lake, on the
west side of Wilkie Creek
Longitude 117°37'W Latitude 50°38'N
Revelstoke Mining Division 82 K/12

BY S.G. Enns
FOR AMAX OF CANADA LIMITED

WORK PERIOD September 6 - 13, 1979



AMAX VANCOUVER OFFICE

part 2
1 of 2

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SUMMARY

This assessment report presents results of drill hole LM-1 on Lemar 3 claim, drilled by AMAX during the period September 6-13, 1979. The Lemar 3 claim, situated 5 km due west of Trout Lake on the west side of Wilkie Creek, consists of 6 units optioned by AMAX from JOA Resources in March 1979.

Diamond drill hole LM-1, driven to a depth of 177.5 m (582 feet), encountered patchy, narrow (1 to 5 metre) hornfels zones in otherwise unaltered dark grey calcareous phyllite. No significant mineralization was intersected.

A field cost of \$13,658.80 was applied for assessment to Lemar 3 for 10 years.

INTRODUCTION

Location and Access

The property is located approximately 5 km due west of Trout Lake, a fishing resort 80 km (50 miles) south-east of Revelstoke in the Revelstoke Mining Division. It is situated on the west side of Wilkie Creek, immediately adjacent to, and west of Newmont's Trout Lake molybdenum deposit. 4.2 km of logging road provide access onto the property from Highway 31 (Figures 1 and 2).

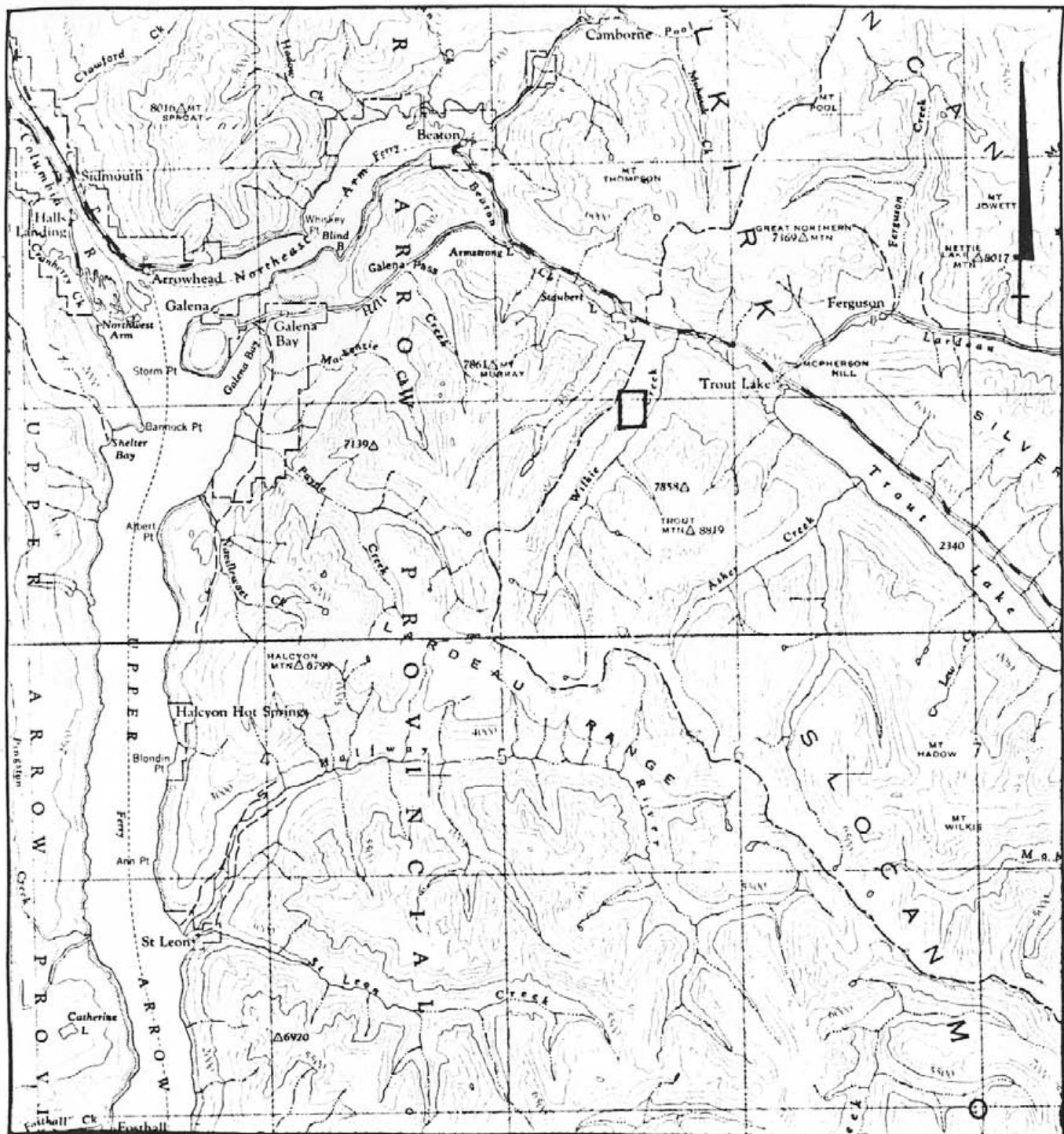
Property Definition

Lemar 3 (6 units) was staked on November 5, 1977 by R. Leighton, agent for E. Marlow. Wholly owned by JOA Resources, the claim was optioned to AMAX in March 1979. Figure 3 shows the boundaries of Lemar 3 on a scale of 1:5000. It is surrounded entirely by competitor claims.

Physiography

The claim lies on the east facing slope of the lower Wilkie Creek valley, between elevations 1100 metres and 1800 metres. Topography is rugged with some of the slopes averaging 38° to 44°.

Virgin stands of cedar, spruce and balsam timber cut by thick brushy alder-maple avalanche chutes cover the entire claim. The northeastern extreme corner of the claim is masked by glacial overburden. Outcrops and local float are common over the remainder of the property and provide reasonable geologic information.



N.T.S. Ref. 82 K 12

Scale 1:250,000

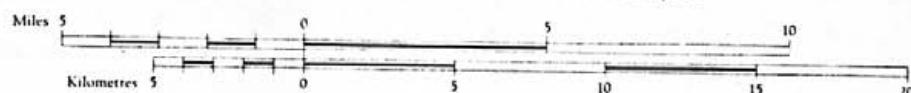
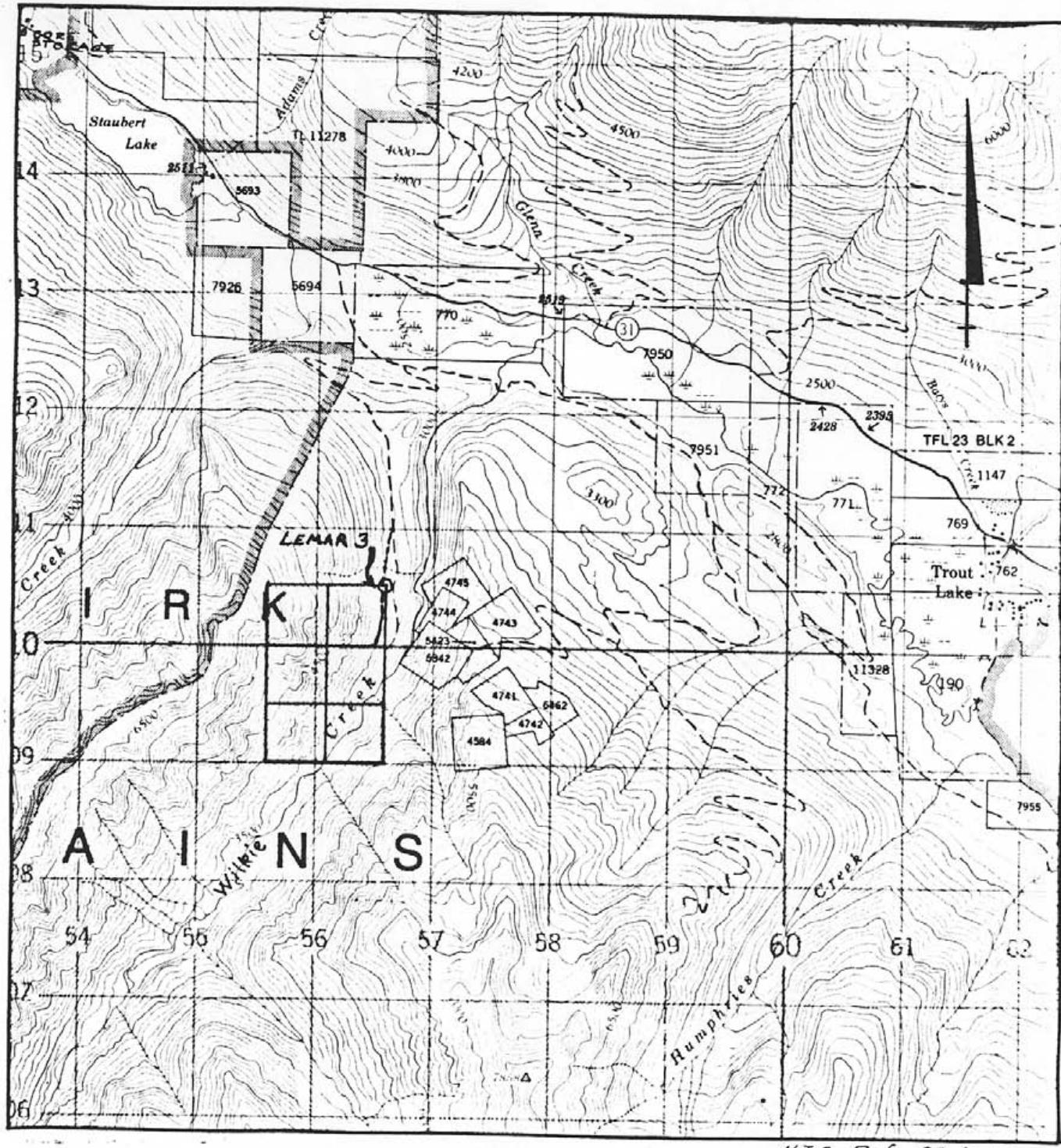


FIGURE 1 - INDEX MAP



Scale 1:50,000

Miles	1	0	1	2	
Metres	1000	0	1000	2000	3000

FIGURE 2 - CLAIM LOCATION MAP

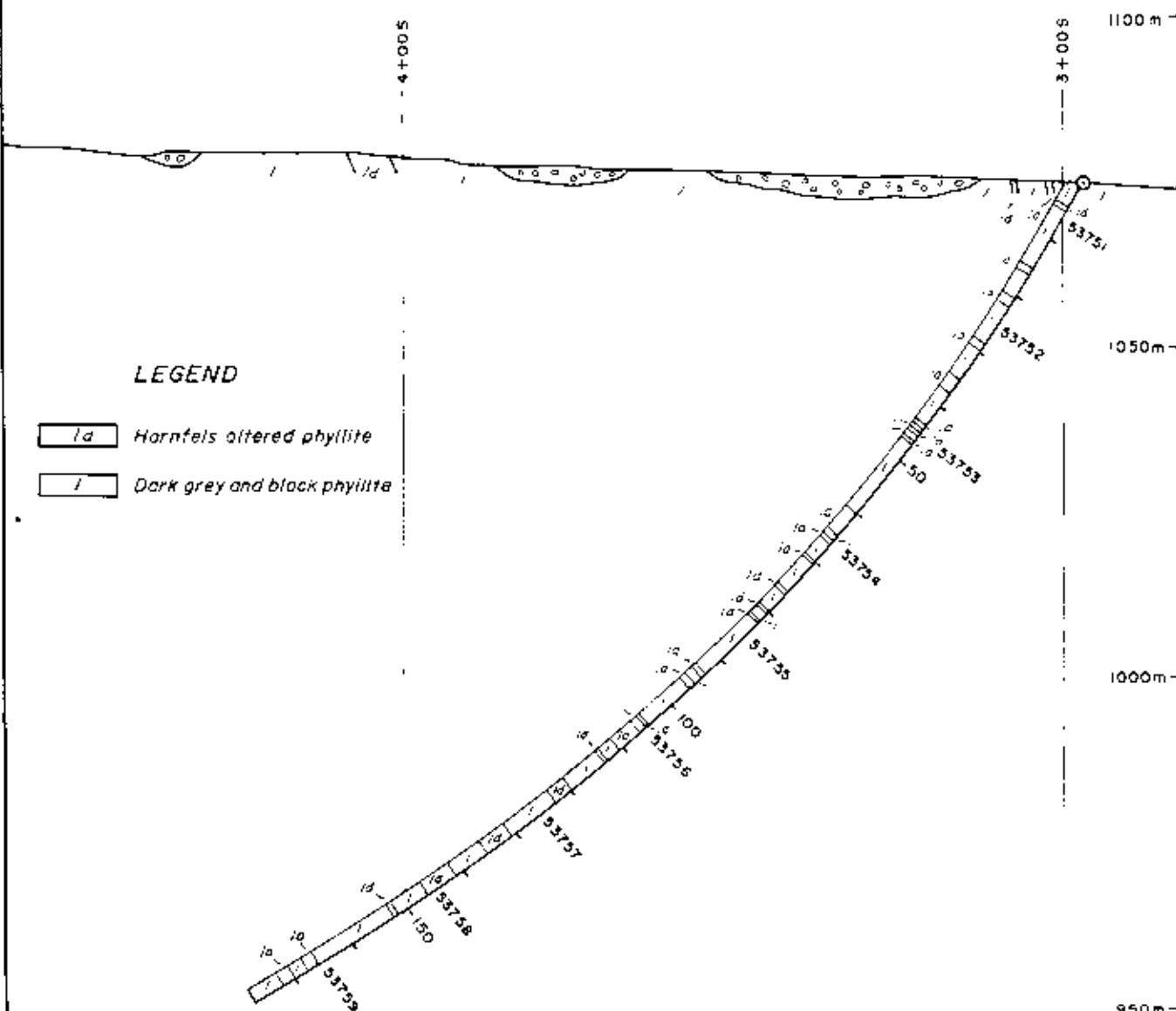
1979 DRILLING

One NQ (1-7/8" diameter) diamond drill hole was driven to a depth of 177.5 metres (582 feet). The drill hole was collared approximately 300 metres south of LCP Lemar 3 at an elevation of 1075 metres (Figure 3). It was set at an inclination of -60° on a bearing of 198° az. Contractor for the job was Connors Drilling of Vancouver, B.C. using a Longyear Super-38 drill.

Core recovery was generally 100% and averaged 98.3% over the entire hole. All core was logged and 2 metre splits were systematically taken at 20 metre intervals. Splits were geochemically analyzed for Mo, Cu, Ag, Pb and Zn by Rossbacher Laboratory, Burnaby. The core was put in storage at the Marlow Farm located on Pollman Creek, northwest of Trout Lake on Highway 31.

Drilling tested an exposed zone of hornfels-altered phyllite and an induced polarization anomaly. \$13,658.80 was applied for ten years assessment toward Lemar 3.

DRILL SECTION
LOOKING NORTH WEST



AMAX OF CANADA LIMITED

TROUT LAKE PROPERTY
REVELSTOKE MINING DIVISION - BRITISH COLUMBIA

DIAMOND DRILL HOLE LM-79-1

SCALE 30 20 10 0 30 METRES
100 50 25 0 100 FEET

1:1,000

Vancouver -

N.T.S. Ref. B2K12

FIG. 4

RESULTS

Predominant lithology is grey to black calcareous phyllite with grit interbeds. Narrow bleached hornfels sections are present throughout the length of the hole. These sections measure less than 1 metre to a maximum of 5.5 metres in apparent width and constitute 24% of the total core length. Quartz veins vary from one per metre to a maximum of 12 per metre. Occasional minor sphalerite and galena are present in 1 to 4 mm wide cross-cutting quartz veins. Trace molybdenite is present in seven occurrences. Pyrrhotite from one to 3 per cent is common throughout the core. The drill section is shown in Figure 4 and drill logs are given in Appendix II.

No significant molybdenum or base metal mineralization was encountered, nor do geochemical data show metal increase with depth. Sample numbers are entered on drill logs in Appendix II. The results are listed:

Sample	No.	Cu	Ag	Pb	Zn
53751	3	44	0.2	90	120
53752	2	56	0.2	12	100
53753	1	36	0.2	10	44
53754	1	28	1.8	48	760
53755	1	20	0.2	10	34
53756	1	26	0.2	12	48
53757	2	52	0.2	20	84
53758	1	56	0.2	6	80
53759	1	32	0.2	4	68

S. Enns Dec 4/79.
S.G. Enns

APPENDIX I - STATEMENT OF COSTS

LEMAR 3

Summary of Work Drilling

Period of Work September 6-13, 1979

Costs

Personnel

S.G. Enns; Geologist, Drill Supervisor and Core Logging
601-535 Thurlow Street, Vancouver, B.C.
September 6-13 8 days @ \$129.60

1,036.80

Drilling

Connors Drilling, 205-1201 W Pender Street, Vancouver, B.C.
Invoice #9691; 582 feet NQ core

12,222.00

Room and Board 8 days @ \$25.00/day

200.00

Transportation

Canuck Truck Rental Ltd., Prince George, B.C.
3/4 Ton w/winch and canopy
Invoice #6451 8 days @ \$25.00/day

200.00

TOTAL \$13,658.80

To be applied to LEMAR 3 for 10 years

APPENDIX II

DRILL LOGS

original copy.

Troll Lake

DIAMOND DRILL RECORD

DDH #: LM-1 COORDINATES: _____ BEARING/DIP/DEPTH: 198/-60° / 177.5 m (582')

SECTION: _____ COLLAR ELEVATION: 1075 m DRILLING COMMENCED: Sept 8/79

CASING DEPTH: 3.7 m (12') DRILLING COMPLETED: Sept 14/79

CASING: LEFT IN PULLED LOGGED BY: S.Edds 0-132 m; D.Gregory 132-177.5 m

OVERBURDEN DEPTH: 3.5 m DRILLED BY: Connors Drilling, Vancouver BC

CORE SIZE: NG

SURVEY SUMMARY

ASSAY SUMMARY

GEOLOGIC SUMMARY

DEPTH	DIP	BEARING	METHOD	INTERVAL	INTERVAL	LITHOLOGY
156.5 m (513')	-29½°		Acid Test.		0-177.5	Grey calcareous phyllite w/narrow tafule altered zones 1-5m wide.

Abbreviations Key:

- Foln - foliation
- Alt'd - altered
- Tr - trace
- X - cross cutting
- f.gr - fine grained
- disc - disseminated
- Oc - occasional
- P - parallel
- V - vein
- Brc - breccia
- wd - with
- wh - white

HCl Test:	1 weak
	2 moderate
	3 strong (as in limestone)
Mag Test:	1 weak
	2 moderate
	3 strong (as w/magnetite)

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DDH LM-1

SHEET 1 OF 10.

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DDH LMI SHEET 2 OF 10

20.4-280M. Acid Phyll. Barn Biot. Strongly fol'd 35-45°
 Wh. Cleav. Scrm GtP (Ca) V. Veutting fol's Pausmin by
 and Mg_{Si} . Py along fractures.
 Fq. P. diss and conc. along fol'n 2% to cap. Dark microbands
 along fol'n planes as slates.
 CaI present in most light coloured bands & in veins.

220-29. Blk to DK Gray Phyll. As above but more graphite content
 Light cal. lenses of graph.-cal. material. Strong foln.
 Po diss 3% locally as thin dissecc. shows Hahn
 Increase by along fracture coatings.
 Broken Core 26.5-28.1 Stiltcrized fragments Prob shale
 @ 28.0
 Calcareous light cal. lenses. mod HCl lizze.
 26.4-28.1 Broken Core

29.1-30.0 Alt'd Phyll. - strongly foliated.
 Zcm at Cal V. w/ P₂O₅ fgt MoS₂T+Ga. Py accessory + inf
 (MoS₂ as coarse dustings)
 (silicified Bnd Pkt. from siliceous schist) + Chalcopyite + Gal. In pyrite + quartz.

30.0 - 35.0 Blk to DK Gray Phyle - as in 22.0 - 29.1 M.
Strongly fol. w/ tight granulations & small scale closed chevron
folded.

0.7M Lost Case @ 33.6

5mm Qtz cal V- @ 31.8 w/ P_g Tr Sph.
1cm wh clear Q/Z V.G33.2 w/ P_g.

35.0-37.8 *fitz Phyll.* Strongly foliated w/ variable schistosity
due to small scale folds.

6cm wh Qtz. V. cut by 2mm δ β veinlet. Min w/ P_o. Minor Spn. @ 37.6
Alt n weak 35.0 - 36.0 ^{then} increases intensity.

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DDH LM 1 SHEET 3 OF 10

Remarks

37 B-54 D. DK Gray Phyll. Strongly foliated and locally laminated w/ inter-Calc. Grains + mica bands 1-5 mm.

Foliation variable
10 cm Bx section 0039.3

Shear: indicated by "tinked" folia pattern @ 41.3-41.6.
@ 45.8-46.0
@ 48.0-48.2
@ 48.9-49.1
@ 52.5-52.7
@ 52.9-53.1

Calcite content present minor amount in small areas.
It is subordinate component in pale coloured bands of
gray shist along w/ quartzose material.

Plants often bear horns and bleached pith.

47.2-43.5
43.7-44.2
44.8-45.3
41.8-46.9

Locally where B1K Phyt due to higher graphite content Po diff along folia up to 4%.

Several nests with Venetian 1-3 mm w/ blocked envelope
Occ. nest w/ 2 eggs occurs by shreddy f.g. See Brit.

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DOHLM 1 SHEET 4 OF 10

Box	Metres	Lithology %	Structure	Alteration	Mineralization				HCl Test	Mg. Test	Assay	Remarks
					Py	Po	Gal	Sph				
	58	0	10	cl								
	10		10	cl								
	*											
	60	0	10	cl								
	10	X	6	cl								
	5											
	62	X	5	cl	Hornfels Bleached w/ ben							
Box 11	Phyll.		6	4	50							
					Biot.							
					most intense							
	64	0	7	4								
	10	X	6	4								
	10		7	1	60							
					spotty local bleaching							
	66	0	7	4								
	100		7	4								
Box 12												
	68	Gry phyll.	14	4	40							
	X		13	1								
	70	100	15	1	50							
	100		14	1								
	X		14	1								
	72		16	4								
Box 13												
	74	100	16	2	50							
	X		16	1								
	76		5	2								

54.0-60.5 DK Gry Phyll. strongly foliated and w/ numerous white clean calcite bands - coarse-grained. 1-5cm. Narrow grit bands: 10-30cm wide become increasing by common. M. gr. w/ occ. blue Qtz clasts.

60.5-65 Alt'd Phyll. less intense near margin increasing intensity 62.0-64.2. accompany more Qtz veins 2-15mm. Sph. accomps Po w/ narrow Qtz (Cal) V. in minor area. Po content increases 4-5% in most intensely alt'd sections. Qtz V. show bleached envelopes. Tr v. P. gr. MoS₂ specks @ 62.9. Py on fractures occ.

65.0-72.0. DK Gry Phyll. Strongly foliated and laminated. Narrow interbeds of light coloured med grained grit 5cm to 50cm wide. Also w/ exaline ls bands 5-10cm. * Higher degree of fract'g prob. due to drill technique in differential hard/soft rock caused by grit beds Local alt'd Phyll as narrow zones. @ 65.0-66.8 @ 69.9-70.1 @ 69.1 in grit. Po blebs locally coarse but confirmable in flin.

72.0-77 DK Gry Phyll w/ interbedded grit beds up to 70cm wide @ 76.3. 3% Po blebs in Gry Phyll. ~ 1% in grits. Very w/ a 14m @ 71.8-72.5 corresponds to increase in Qtz (Cal) V also @ 76.3-77.7 Blocky core as above. Minor Sph. 1-10mm Qtz (Cal) V. Occ. Py. @ 75.5

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DDHLM1 SHEET 5 OF 10

Box	Metres m	Lithology Hydroly/Siltain/Hornfels	Structure weak↑ Hornfels	Alteration	Mineralization				HCl Test	Mag. Test	Assay		Remarks
					Py	Po	Gal	Sph			Sample Interval	Sample Interval	
Box 14	76												
	64				5	2							
	60												
	56												
	52												
	48												
	44												
	40												
	36												
	32												
	28												
	24												
	20												
	16												
	12												
	8												
	4												
Box 15-	76												
	64												
	60												
	56												
	52												
	48												
	44												
	40												
	36												
	32												
	28												
	24												
	20												
	16												
	12												
	8												
	4												
Box 16	76												
	64												
	60												
	56												
	52												
	48												
	44												
	40												
	36												
	32												
	28												
	24												
	20												
	16												
	12												
	8												
	4												

77.0-83.0. DK Gey Phyll as above but w/ lesser grit interbeds

WT Hornfels Alt'd Phyll @ 79.7-79.9

@ 80.1-80.6

@ 81.0-81.4

@ 81.8-82.5

Fol'n cumulated 82.0-83.0m

2-4mm wh. Oto(cal) veins w/ subord. sph. accom'g Po.

Blocky Calc as above & as 5cm lengths

83.0-95.6. DK Gey Phyll

Interbedded wh. yellow ls beds 1-15cm wide.

Mgr calcareous grit interbeds

Strong fol'n but only locally consistent. Most of intersection displays pale contemp. deforma'n - resulting in complex fol'n pattern of siltstone and grit beds.

Stronger Po content assoc'd w/ Blk graph rich sections of Phyll (4-5%, dol) for approx 1/2 of this section.

Also @ 85.0-92.0

Abund. calcite indicated by HCl fizz over most of section.

91.7-91.8 - Po ~10% dol - w/ Tr Spz

Hyd. Alt'd sections - weak and narrow:

@ 93.7-94.2

Minor Sph in Oto(cal) V @ 91.5 - most definitely weak & narrow and contain pred. Po.

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DDHLM-1 SHEET 6 OF 10.

Fence Box	Moche %	Limnology	Structure	Alteration	Mineralization				HCl Test	Mag. Test	Assay			Remarks
					F ₃	F ₀	Gel	Sph MoS ₂			Sample Interval	Sample Interval	Sample Interval	
Box 17	96.00	X	4	1			X		X	X				
	96.00	Grit w/ interbeds of Grit	4	1	Hornfels		1% 1% 1% 1% 1% 1%		3	0				
	97.00		4	1				minor						
	98.00		4	1										
	99.00		4	1										
	100.00		5	1										
	101.00		5	2										
	102.00		6	1										
	103.00		5	2										
	104.00		5	1										
Box 18	104.50		5	2	55'									
	105.00		4	2	Hornfels									
	106.00		3	2			2-3							
	107.00	Alt Grt	4	3	Hornfels									
	108.00		4	2	For shreddy bms Biotite and F ₀			2-3						
	109.00		4	2										
	110.00		8	2	unaltered									
	111.00		8	2										
	112.00		8	2										
	113.00	Gr Phyll	20	3										
Box 19	114.00		18	2	Hornfels									

95.6-110.5 Reducive to Med. Grained grit (graywacke) calcareous.
with several interbedded DK Grit & Blk phyllite 5-10 cm wide.
Also with coarse Xeoline ls beds (conformal veins).
Grit - graywacke weakly foliated. ~1-5cm
Hornfels + altered sections: @ 95.6-96.5
bleached

@ 105.1-105.9
P₀ overall 1%; 2-3% med. gr. blebs @ 106.6-110.5
Numerous small scale slips and extensive precontemp.
deformation in Blk. Phyll. sections. Also present in more
massive grit section.
Veins w/ pred. P₀, minor Sph.

1.3 Tr. Mass. dunting @ 106.9.

Intensity of Hornfels within 106.6-110.5 variable mostly
weak to mod intense. Strong only in three 10-30cm sections.
Trace tetrabedrite(?) @ 105.5

110.5-116.0 DK Grit Phyll. w/ minor graywacke interbeds.
Abund. calc.-gypsum narrow lenses.

Very blocky core mostly throughout.

Mod. Hornfels Altn. @ 113-118.4 (Bleaching much)
(@ 115.4-115.5 Bm Biotite)

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DDH LM 1 SHEET 7 OF 10

Foot Box	Metres	Lithology %	Structure	Alteration	Mineralization				HCl Test	Mg. Test	Assay			Remarks
					Pg	Po	Gal	Sph MoS ₂			Sample Interval			
Box 20	114	X 20 30							↑		2			
	95										3			
	85										2			
	75													
	65	X 20 3							↓					
	55													
	45													
	35													
	25													
	15													
	10													
	5													
	0													
Box 21	114	X 19 41							↑					
	100	X 7 41												
	90													
	80													
	70													
	60													
	50													
	40													
	30													
	20													
	10													
	0													
Box 22	120	X 7 2							↑					
	110	X 7 2												
	100													
	90													
	80													
	70													
	60													
	50													
	40													
	30													
	20													
	10													
	0													
Box 23	126	X 11 41							↑					
	116	X 11 41												
	106													
	96													
	86													
	76													
	66													
	56													
	46													
	36													
	26													
	16													
	6													
	0													

Barker Blk (more graph + Parish) section 114-115.

116-120.3 DK Gray Phyll as above. w/ minor clastic bands (pyrite)

120.3-122.9 Altd Phyll and interbedded graph. (as above)

Trace MoS₂ as floating 120.9.
Py becoming more common in 120. (vol) &
Gray Gneiss material common throughout causes
stripes pattern

122.9-131.3 DK Gray Phyll - strongly laminated & foliated.

Hornfels sections @ 126.0, 126.2-126.4
@ 129. 5-10cm bands.

Minor Gray @ 128.8. m. strip w/ Po

Po diss - throughout Phyllite.
Logged by SE
Logged by D.G.

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TROUT LAKE

PROJECT

DDH LM-1

SHEET 8 OF 10

Ft Box	Metres	Lithology	Structure	Alteration	Mineralization				HCl Test	Mag. Test	Assay			Remarks
					Pg	Po	Gel	Sph			Sample Interval	Sample Interval	Sample Interval	
				Hydroth/Shear/Hemifls										
134	0	green phyllite	20	2					5%					
				Brown Biot										
136	10	Orange intercalated phyllite	5	11						3				
138	12	green phyllite bands 50-50	6	11										
140	140		4	"										
140.3	140		7	"										
142	142	green brown phyllite	5	4					3					
			Brown	Biot										
144	144	0	9	4										
146	146		6	4										
148	148	100	4	4										
			Dk green w. white solution	5	4									
				Brown Biot still present in active mineral sections										
150	150	0	7	0										
152	152	*	3	4										

Bands of Phyllite + Carbonate
highly contorted

146. 7 @ 7 v. with massive Po.

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DDH LM1 SHEET 9 OF 10.

Box	Metres	Lithology	Structure	Alteration	Mineralization				HCl Test	Mag. Test	Assay			Remarks
					Pg	Po	Gra	Sph MoS ₂			Sample Interval			
152.3	152	100 %	1m phyll folia	hydrothermal/leach/Humfels	5	3	I Humfels				↑	↑		
154	154	100	DK phyll phyll fusive bands	9	4			2		2	1			
156	156	100		6	4									phyllite and carb bands finely laminated
158	158	100		14	12									
158.8	158.8	100		20	4									
159	159	100		29	2									156 coarse wide carb bands/veins appear
160	160	100		12	1									156.6 - 157.3 large quartz veins in carb around mass
160.8	160.8	100		10	2									Carbonate bands are wide and have associated qtz Phyll - carb bands laminated
162	162	100		8	2									
163.5	163.5	100		7	1	40								
164	164	100		6	1									
166	166	100		6	2									
166.5	166.5	100		6	3									
168	168	100	Atten phyll	5	2									Carbonate bands few and quite scattered
169.3	169.3	100	Dark phyll	7	3									HCl is weak in main part of phyllite but strong on carb bands.
170	170	100	Dark phyll	10	2									
				8	0									
				5	7									

Carb. Bands scattered

Some pyrite with pyro. mgs.

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DDH LM 1 SHEET 10 OF 10

Ft Box	Metres	Lithology	Structure	Alteration	Mineralization				HCl Test	Mag. Test	Assays
					%	/m	Hg	Py			
0	172	Alt'd pyrrh.	6	7					1%	2	
3	*	14	7	50							
20		*	10	7							
24	0	dark phyll.	5	7 40					1-2%		
174.9			4	3							
31	176	9	9	3							
20	178	5	3								

Remarks

some qtz in wide calc bands

pyrrh mostly in calc bands

171.5 Trace of pyrrh metallic?

pyrrh > greater in fractures

171.8 thick qtz sections; rough ground mass

173.6 wide qtz/calc bands; contorted

Pyrrh appears to increase - mostly in fractures → 1%

Darker phyll has less carbonate

175.5 heavy qtz-calc bands

Foliation contorted

176.5 heavy qtz-calc bands

177 heavy calc band - muggy calcite crystals

- 177.5 going back into altered phyll at end of hole

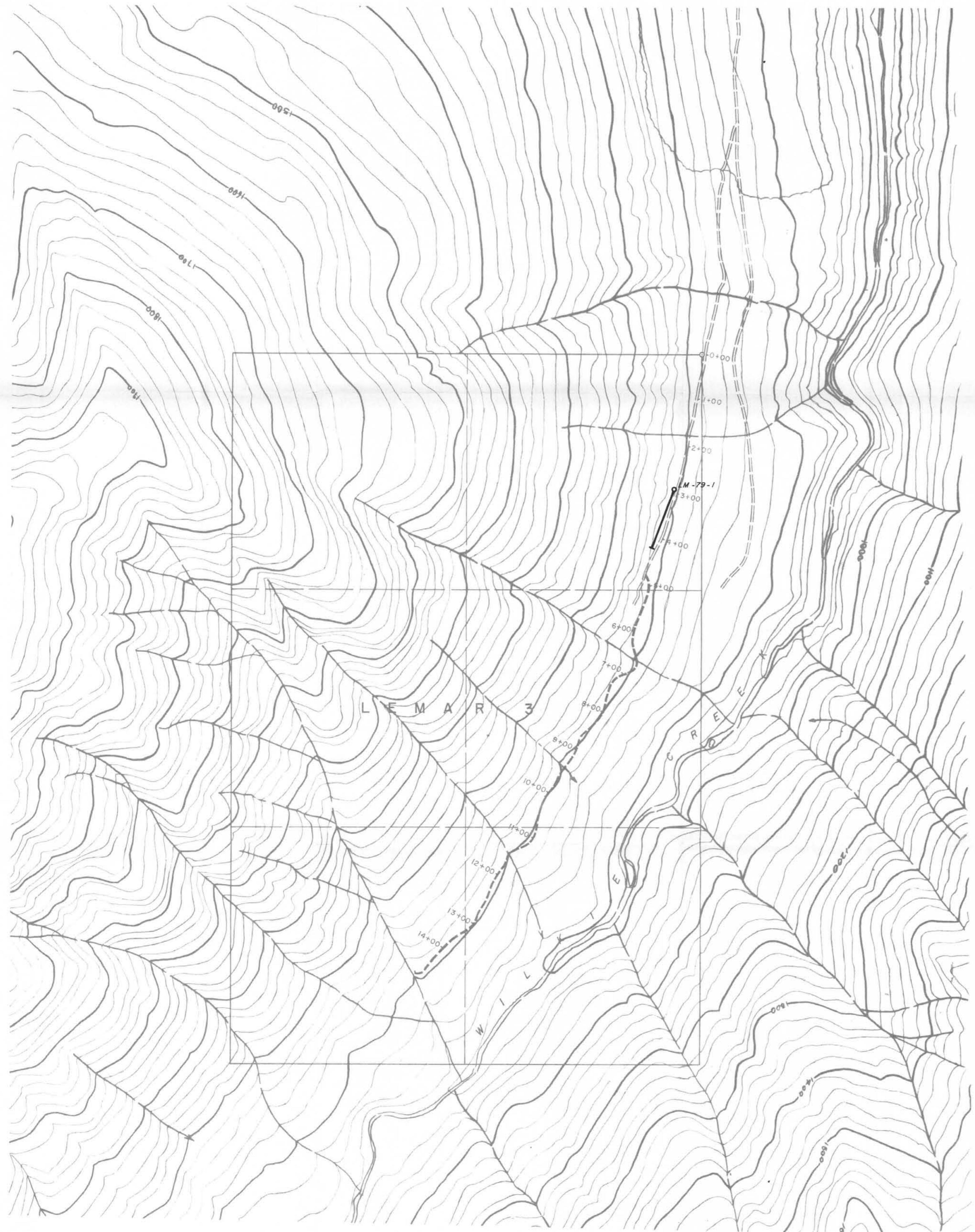
EOM veins in calc.

2

APPENDIX III

STATEMENT OF QUALIFICATIONS

NAME	S.G. Enns
ADDRESS	601-535 Thurlow Street Vancouver, B.C.
EDUCATION	4 year BSc (Honours Geology) 1967 University of Manitoba MSc (Ec. Geology) 1971 University of Manitoba
EXPERIENCE	Geol. Assistant Manitoba Mines Branch 1964 (field season) Geol. Assistant Sherritt Gordon Mines 1965 " Geol. Assistant AMAX Exploration 1966-1970 " Staff Geologist Cerro Mining of Can. 1971 Staff Geologist Hudson's Bay Oil & Gas 1972 Staff Geologist BP Minerals of Canada 1973-1975 Staff Geologist BP Alaska Exploration 1975-1979 Staff Geologist AMAX of Canada 1979-



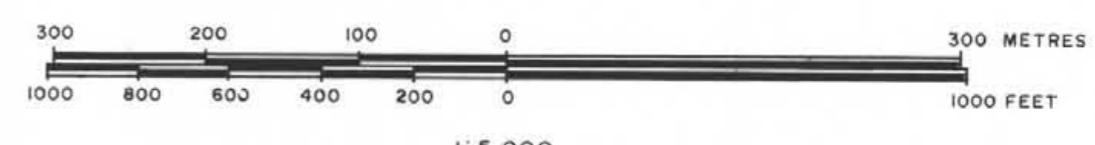
LEGEND

- Diamond drill hole.
- Legal corner post, claim boundary.
- Claim unit boundary.
- == Road.
- == Stream.
- Topographic contour (contour interval 20 metres).

AMAX OF CANADA LIMITED
TROUT LAKE PROPERTY
REVELSTOKE MINING DIVISION — BRITISH COLUMBIA

MINERAL RESOURCES BRANCH
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NO. PART 2 OF 2

DRILL HOLE LOCATION



To accompany 1979 Assessment Report by: S. G. Enns.

Vancouver -

S. Enns.
Dec 4/79

N. T. S. Ref. 82 K 12

FIG. 3