PERCUSSION DRILLING REPORI'
on the
CU 17, 104 FR. AND DO 8 FR. MINERAL CLALIS
FIGHLAND VALIEY AREA

KAMLOOL'S MLNLNG DIVISION

| NTS Sheet - $921 / 7 \mathrm{H}$ | UTM Gricl - Zone 10 |
| :--- | :---: |
| Latitudic - $50^{\circ} 26.2^{\circ}$ | North -5587500 |
| Longitude - $120^{\circ} 57.9^{\prime}$ | East -644750 |

BETILEFEM COFFER CORYOMATTON
Suite 2100 - Guinncss 'ioner'
1055 west liastings Strect Vancouver, R.C.

V6E 2 H 8

January 15, 1979

J. R. Bellary - Chjer Geologist

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SLCTION A - SMMAZY OE WORK

INTROXUCSICN
In mid-Decerber a truck-nounted percussion drijll was mobilizes to the southern portion of the Sheba claims to undertake a threc hole drilling program. The three crill sites were located along an old explonation road that leads west to the Highmont one zone and south to the New Minex property. The purpose of the drilling prograin was to test molybdenum anomalies known to be associated with fault and vein structures around the Gnawed montain breceia zones. Earlier drilling by Dowe Miring, Scuth and west of the Decenber drilling area, intersected scattered high molybdenum values in the upper portion of the drif: holes.

Percussion drijil holes S-78-1 and 2 were drilled along a north-south fault structure that cuts through Sieena granodiorites same 300 m west of the Skeena-Bethlehem rock contact. Hole S-75-1 is located 330 m north of diamond drill hole $\mathrm{S}-72-7$ which contaired 15 m of .2] $\mathrm{KOS}_{2}$ nincrulization ncar the top of the ho'e. Hole S-78-2 was drilled 274 morth of the firsit pencussion hole and returned ony background coppormoiyldemum values. Similar values were encouriened in hole $5-78-3$ whici was sited 365 m west-nontivest of hole $5-78-2$. In the last 15 m of this hole the molybdenur values increase some five tines above the hole's, average to $0.015 \%$, contaired H . The low values returne: in the three parcussion holes further limit the molybionum porphyry possibilitios in the southern portion of the Shoba elaims.

## BOCAIIOR AMD ACCESS

The Bethlehem mine property and the adjoining Sheba clajns ane locates in the Highland Valley erea, Kamiloons Mining Division, British Colariaia. The BL elaims of the Sheba property ane bourded by the Bethehen, !ornex, New Ninex and Highont miring, groperties and can be reached by bush roads from all of the above properties.

Continued heavy sncwialls in Decenber necessitated the ploughing of drill access roads in ercer to mobilize a truck mounted percuission rig and a water truck. The access to the percussion sites was provided by an old exploration road cornstructed by Dowa Mining wich leads off the Lormex-Ilighmont mine road. The drilling sites were located on the road thereby making drill site construction unnecessary.

The dirilling rig wils mobilized to the property December 19 and demobilized Decencber 27. Total cumulative drinling was 277.tim. Water was obtairce from a srall lake in the irmediate vicinity of the drilling and haujed to the driil sites by a water truck.

## CLAIM SIATLS

The Shebs property consists of 81 full-sized and fractionsl minerel claims tidet are owned by Steba Copper Mines Linited of Vancouver, B.C. Bethlehen houss an option on tieese clains pursuart to the termis ubl conditions of ar. agreerent dated July 8, 1977. Orte hole was drilled On each of the claims Cu 17 , Do 4 Fr . and Do $8 \mathrm{Fr} . \mathrm{A}$ scheduie of minera) clains is appended in Section D.

GENERAL GECHCGY
The Ifiphiand Valley occupies an east-west fault systen that crosses the central protion of tie multi-phased, concentricaly zoned, post Liper Triassie-pre Middle Jumassic aged, Cuichon Creek batholith. ':Be Sheba and Bethlehem properties straddle geological contacts of the cemaral to intermediate phases of the bathojith which are crosscut by late stage fragnatic dyke swarms ank reactivated tialt systens. The younger, more leucocratic, core piases grade outward to older, mafic rich, dioritic boxder phases which oros oul east of the Betnlehem properties.

The Shebe claim group contains rock units belonging to the Bethsaida, Eetrlenear and Highlurd Vailoy phases waich are cut by porptyry dykes axd plugs issociated with the younger intrusive stages. The rock
units founc in this ycar's clrilling area belong to the Bethsaida phase of the Guichon Croek batholj.th. To the west and south are emplaced younger, quartz monzonites to gramodiorites of the Bethsaids and Bethlehem phases.

The rock type in the drilling area is a variety of the Bethsaida phasc called Skeena granodiorite. The Skeena variety is intermediate in commositjon and texture between Rethlehem and Bethsaidia phases. North and south-west of the drilling sites can be found dykes and dyke swarms conjposed of quartz nonzonite jorphyry, slightily yourger than, but related to the Bethsaida phase of intrusion in the Guichna Creek batholith.

DRILATNG
The three porrussion holes, S-78-1 to 3 were drilled in granodionjtics clussified as Skeena, an intermediate rock type between Bethlehem ard Bethsaica phases. Fulft structures ikve beer mapped ir: the imrediate vicinity of the three holes and it is possible the few spot copper and ron:ytciemun values intersented in tro second and third holes cars be attributed to miror fractime controlled mineralization related to late-stage faulting.

The alteration noted in the crill cuttings is generalay a very weak propylitic alteration consisting of chloritization and scricitization of the rafics and very wodk sericitiartion of sum plagioclase feldspars. 'The Liotites and hornblends apper to be selectivaly alterei with smatil arombende figregates often heavily chloritized whine largor biotite books are relatively fresh. Ti'he sterger sericite altoration of the biotites, in hole S-78-3, the deeper watincring, of the gramodionite aw the fresonce of vejn bounciary sericite-quartz-cildite-clay diteration judicates the presence of nearby fault structures ird the proximity of the :hghont cast zone mineral deposit.

The sulphice values intersected in the three percussion holes are indicstive of the momal background values of copper and molybdenum found in the intrusive phases of the Guichon batholith. If anything the copper values are lower than that normally found on the Sheba property. The sligntly higher molybderum assays intersected in the botton of hole P.C. S-78-3 coule be anfluercec by the proxinity of the nearby fault or be a reflection of the increased mineralization in the Trench Zone located sone 730 meters to the west.

DRILI FOLE $2 A T A$

| Hole No. | Latitude |  | Departure | Elevation | Depth(m) |
| ---: | :---: | :---: | :---: | :---: | :---: |
| PC S-78-1 | $81+75 \mathrm{~S}$ |  | 3 E | $5320^{\circ}$ | 9.26 |
| S-78-2 | $72+50 \mathrm{~S}$ | 2450 E | $5320^{\circ}$ | 79.26 |  |
| S-78-3 | $68+75 \mathrm{~S}$ | 9 W | $5400^{\prime}$ | 106.71 |  |

CONCLUSIONS AND KECOMFNDATTOHS
The object of the Decerber percussion driiling progran: was to test the southern portion of the Sheja ciaim group for northwarw extensions of the molybdenum ramordization kaown to ocetr on the New Minex ground to the south and the Highmont ground to the west. Molybdenum values have been intersectec in widely spaced diamond drill holes surrounding the crilling arod and like the occurrences on the New Minex ground appear to be related to fissure veins and/or shear zones. The percussion drilline, was Jocated near rajor fault staucturcs arce wat jartiy designed to iost the structunes for sipns of sulphide remobilization,

Several other factors influencing the locatior of the percuscion holes, were the proxinity to vein breccia occurrences, wak coincident I.:'. anomalies, the jnemase in soil molybdenum geochenical values and the case of access.

The uniformity low tenor of molybdenum and copper values indicates the low potential of the area for a buried sulphide porphyry system. The weak to moderate chlorite-sericite alteration of the mafic minerals noted in the percussion chips is related to the adjacent fault structures on possibly to the hydrothermal alteration associated with nearby late stage porphyry dyke systems. No further drilling is recommenced in this area.

Respectfully submitted,

J. R. Bellamy

Chief Geologist

SECTION B - STATIMENA OF EXPDNDTTURES
Expense Period - December 15-31, 1978

1. Contractors' Expenditures (sec accompanying invoices)
(a) Josce Miring Co. Ltad.

- percussicn driiling contmactor

Invoice dated Jamury 2, 1979 \$4,561.0C
(b) Robo Transport Ltd.

- transpert of TD-20 bulidozer frori

Hat Creek to Highiand Valiey and return
Invoice dated December 20, 1978 \$181.50
" $\quad$ ( December 27, $1978 \$ 132.00$
313.50 \$ 313.50
(c) Ed Lehran

- bullwozer for snow removel on access roads 20 hours \$ $\$ 43.00$ hour $\$ 860.00$

TOIAL CONTRACTOR EXPENSES $\$ 5,7314.50$
2. Bethlehem Fxperitures
(a) Personnel
R. E. Anderson - Explonation Vianager .5 day in general project s:pervision @ $\$ 185.00 /$ day
$\$ 97.50$
J. R. Eellamy - Chief Geologis

3 days in projest supervision and report compilation ô \$j $25.05 /$ ciay
J. G. Collins - Fiele Supervisor Deceruber 15, 20-21t, 29 ( ( says) 7 days © $\$ 85.13 /$ day
E. Ardersen - Ercerty Agent

1 day in cate compilation and report preparation (\$96.23
2. Bethlehern Expenditures (Contd.)
A. Eno - Secretary
1 day $8 \$ 55.52$
$\$ 55.52$

TOTAL FERSOMNEL \$2,215.31
(b) Transpontation
J. G. Collins - Ford F-250 4wD Pick-up 7 days © $\$ 35.00 /$ day
\$ 245.00
(c) nssaying
$90 \mathrm{Cu} / \mathrm{Mo}$ detemminations ferformed at Bethlèen's Fighlund Velley Jaboratory 90 © $\$ 8.75$ \$ 787.50
(d) Supplics
$9061.0 \times 91.4$ кл 6 mil plastic Eample bags for drill cuttings 90 \& 90.50 \$ 45.00

TOTAL, BEAIFLEHEA EXPENDITURLS $\$ 2,292.80$
TOTAL FROJECT EXFFWDITJRES $\$ 8,027.30$
TUIAL DRILLING 277.4 m
AVERAGE COST' \$ 29.96/metre
3.

Cost Distribution

| Whle No. | centert | Uni $/ \operatorname{Cost}$ | Total | Mineral Cladim | Recrurd M. |
| :---: | :---: | :---: | :---: | :---: | :---: |
|  | (motres) | \$7m |  |  |  |
| PC-S-78-1 | $9{ }^{\text {9 }}$. 4 | \$28.94 | \$2,646.36 | Cu 17 | 34763 P |
| $\mathrm{PC}-\mathrm{S}-78-2$ | 79.2 | \$28.94 | \$2,293.51 | Do4 Fr . | 64161 E |
| PC-S-78-3 | 106.7 | \$28.94 | \$3,087.142 | Do \& Fr. | 6494.7 G |

Phone: 579-9127.

 Jan.2.19\%.
 \% ncorver, 3.?.

Dear Sirgi Attontion: Ar. Roji.: Anciomon.
Followint is a stetement of our account for percuseion drilling on the Sheba Property in Flishland Valley, during the period pec.19-27, 197B:


Weter Truck cticraps
4 shifts $3 ; 60.00$ per Shift........... $\$ 240.00$
Dec. 24 Nove Water Truct $0 . t$

Totel Heter Truck Cherget................ \$ 390.00
Total Amount Due

ROBE TRANSPORT LTD.
755 CARRIER ST., MT. PAUL INDUSTRIAL ESTATES KAMLOOPS, $8 . C$.

TELEPHONE:
Days: 3740084
Nights: 376.8391

Shippers No. $\qquad$
Receiver No. $\qquad$

Truck No. $\qquad$
Trailer No. $/ 0 /$

STRAIGNT BILL OF LADING - ORIGINAL NOT NEGOTIABLE

RECEIVED. subject to the classifications and tariffs in effect on the date of issue of this Original Bill of


This goods described below, in apparent good order, except st noted contents and condition of alitkages unknown l marked. consigned, and destined as shawn below, which sand Carrier sires to carry and delver to said Consignee at said destination, if on its own route, otherwise to deliver to another carrier on the roble so sad destination. It is mutually agreed as to each carrier of af l or any of said goods over all or any portion of sad rate 10 destination and as to each party at any time interested in all or thy of said goods, that every service to be performed hereunder shall be subject to sh the conditions not prophitured by law. whether printed or written. herein combined, including conditions on the back hereat, and which art hereby greed fo by the shipper and accepted for himself and his assigns.


NOTE: ARTICLES NOT PRDPERLXPACKAGEQ AND ADDRESSED SHIPPED AT OWNERS RISK


ROBE TRANSPORT LTD.
755 CARRIER ST., MT. PAUL INDUSTRIAL ESTATES KANLLOOPS, BC.

TELEPHONE:
Days: 374.0094
Nights: 376.8391

Shippers No. $\qquad$
Receiver No. $\qquad$

Trailer No. $/ 07$
STRAIGHT BILL OF LADING - ORIGINAL NOT NEGOTIABLE


The goads tefrribed below, in apparent good order, expel as noted (contents and condition of packages unknown] marked, consigned. and destined as shown below, which said Carrier agrees to carry and deliver to said Consignee ar sate desultatuon, if on its own route, otherwise to delmer to another carrier on the route to said dostmatmon, It is mutually agreed as to each carrier of all or any at wad goods over all or any portion of said route to destination and as to each party at any iras interested in all or any of said goods, that every service to be performed thereunder shall be subject to ald the conditions not prohibited by davy, whether printed or written, herein contarnta, including conditions on the berk hereof, gand which ore hereby bored to by the shipper and accepted for himself and his assigns.


Route


NOTE: ARTICLES NOT PROPERLY PACKAGED AND ADDRESSED SHIPPED AT OWNERS RISK LOADING \& UNLOADING DONE AT OWNERS RISK

Shipper $\qquad$ Receiver $\qquad$ HOBO TRANSPORT ETD.

Per $\qquad$ Per $\qquad$ Per



## John R. Bellamy

1. Attended the University of Calgary from 1966 to 1970 and graduated with a B.Sc., Geology.
2. Geologist with Coninco Itd. from May to September 1970 carrying out ficld exploration in the Yukon.
3. Geologist with Cominco Ltd. from May to September 1971 carrying out explonation and mine geological work in the Pinchi Lave area of central British Columbia.
4. Conmenced employtent with Bethlehen Copper Cormoretion in September 1971 and has been continuously mployed by this firm and involved in the following activities:
(a) September 1971 to Septenber 1972 - engaged at the Highland Valley operations as an explonation geologist working on the J.A. Froject; a large scale drilling program.
(b) September 1972 to Aprid 1973 - assigned to Bethlehen's subsidiary, Betheire Mines ltd., to conduct property evaluations and co-ordinate explonation prognams in the Republic of Ireland.
(c) May 1973 to Septenber 1973 - carrying out regional geological mapping programs in the Yukon and Northwest Territories.
(d) October 1973 to June 1974 - engaged on a large scale dianond drilling program on the Iona and Jerscy zones at the Highiand Valley operations.
(e) July 1974 to Soptcnbor 1974 - assigned to the Arctic Red Syndicate, a large scale regional venture in the Mackenzie Mountains of the Yukon and Northwest Territories.
(f) October 1974 to Merch 1975 - managed Bethlehem's branch office in Manila, Fhilippines and carried out mineral property evaluations.
(g) April 1975 to Decanber 1975 - engaged as Project Geologist on a number of properties including the Rev group in the Northwest Territories and the Sierra Madre in Sonora, Mexico.
(h) 1976 - Project Geologist working on various programs including the Bear-Twit (Northwest Territories), Victorio Mtns. (New Mexico), and general work in Nevada and British Columbia.
(i) 1977 - Project Geologist on the Little Hatchet property (New Mexico), Frogmone Lakes (B.C.), Arctic Red (N.W.T.), and Sheba property (B.C.).
(j) Jenuary to June 1978 - general property examinations and reviews in British Columbia.
(k) July to September 1978 - Froject Geologist in charge of the Skeena Froject, a large scale regional sampling program in northwestern B.C.
(i) Septenber 1978 - appointed Chief Geologist for Bethleher Copper.

The following eigitymone (81) mineral claims are owned by Sheba Copper Mines lutd. but optioned by Bethlehen Copper Corporation under the terms of an agnement dated July 8, 1977.

| CLAIM NQME | RECORD NO. | ASSESSME.NT TXFIKY DATE |
| :---: | :---: | :---: |
| Ann 2 Fr . | 451318 | February 21, 1985 |
| Ann 5 Fr . | 4,5134 B | February 21, 1985 |
| Ann 6 Fr . | 45135 B | February 21, 1985 |
| Ann 1.5 Fr . | 46150 E . | May 20, 2988 |
| Arril6 Fr. | 46151 E | May 20, 1985 |
| Ann 17 Fr. | 46152 E | May 20, 2985 |
| CS 1 Fr . | 36023 D | April 19, 1988 |
| CS 2 \& 3 | 36021 D |  |
|  | 36022 D | April 19, 1989 |
| CUl-6 | 38610 A - |  |
|  | 38615 A | January 12, 1985 |
| Cu $17-20$ | 34763 R - |  |
|  | 347668 | Decormer 14, 1984 |
| DEE 3 Fr . | 62540 A | January 25, 1985 |
| DO 1. | 64166 E | May 19, 1985 |
| DO 2 | 64167 E | May 19, 1985 |
| D0 3 | 641688 F, | May 19, 9688 |
| DO 4 | 64169 E | May 19, 1385 |
| DO 5-6 | 641.64 E |  |
|  | 64.165 E | May 19, 1985 |
| DO 1 Fr . | 64170 E | May 19, 1988 |
| DO 2 Fr . | 64171 E | May 19, 2987 |
| DO 3 Fr . | 64172 E | May 19, 1986 |
| DO 4-6 Fr. | 64161 E- |  |
|  | 64163 E | May 19, 2986 |
| D0 $7-8 \mathrm{Fr}$. | 64645 G |  |
|  | 646476 | June 25,1985 |
| J l - 4 | 38223 M - |  |
|  | 38226 M | September 20, 1988 |
| J 5-7 | $38227 \mathrm{M}-$ |  |
| J 8 | 38229 M 38230 M | September 70,1985 Septenter 20, 1.986 |
| J 11 | 36156 E | May 23, 3986 |
| Ј $31-32$ | 38986 D |  |
|  | 38987 D | April 2, 1988 |
| J 41-42 | 36463 L |  |
|  | 36464 E | May 23, 1988 |
| J 33 FR . | 38988 D | April 2, 1988 |
| J $34-36 \mathrm{FR}$. | $36457 \mathrm{E}-$ | May 23, 1988 |

## ASSESSMENT EXFIRY DATE

May 23, 1988
May 23, 198
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October 11, 1986
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August 9, 1985
August 3, 1985
May 23, 2086
March 12, 1986
Decenber 11, 1988
December 11, 2988
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February 8, 1985
December 19, 1985
February 23, 2965

Drill Hole Record
Drill Hole Logs
FC-S-78-1
$\mathrm{PC}-\mathrm{S}-78-2$
FC-S-78-3
Assay Reports

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|  | 20.22.78 | ${ }^{20.12 .78}$ | - |  | 92.46 | ${ }^{31,45}$ | 99.4.4 | -90 |  | $\bigcirc 017$ |  |
| C-E-73-2 | ${ }^{21.22 .78}$ | $\xrightarrow{21.212 .78}$ | - | - | 29.26 | 79.26 | 79.24 | -90 | - | 10.4 Fr . |  |
| \% | 22.12.78 | ${ }^{22.212 .78}$ | 3.05 | - | 1293.66 | 103.68 | 106.21 | -990 |  | Dog Pr . |  |
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ASHCROFT, © C.

Geology - Percumsion
Deeember 28__-.1976


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## SECTION F - ILLUSTRATIONS

| Drawing ik. | Title | Scale |
| :--- | :--- | :--- |
| BS-78-1A | Eeneral Location Plan | $1: 250,000$ |
| BS-78-2A | Location Plan | I: 50,000 |
| BS-78-3A | General Geology Plan | $1: 25,000$ |
| BS-78-4A | Gcologic Flan with <br> drill holes ard <br> mineral claims | 1: 4,800 |






