GEOCHEMISTRY REPORT

ON THE

CORNER GROUP MINERAL CLAIMS

GRAHAM ISLAND, QUEEN CHARLOTTE ISLANDS, B.C.

SKEENA MINING DIVISION

NTS 103 F/9E

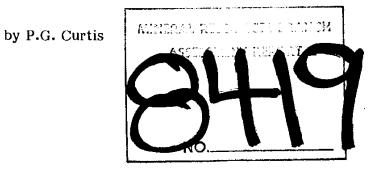
Latitude 53⁰ 32' - 53⁰ 33' Longitude 132⁰ 09 - 132⁰ 12'

FOR

KNOBBY LAKE MINES LTD.

807 – 535 Granville Street

Vancouver, B.C.



SUMMARY

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This report details the procedure, work done and results of a reconnaissance geochemical survey which was completed in 1979, for filing assessment work required to maintain the property in good standing.

Although anomalous areas can be discriminated, it is felt that the method of sample collection is producing too many organic rich samples. Mercury and Arsenic appear to be severely depressed in an organic environment.

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GEOCHEMISTRY REPORT ON THE CORNER GROUP MINERAL CLAIMS GRAHAM ISLAND, QUEEN CHARLOTTE ISLANDS, B.C. SKEENA MINING DIVISION FOR KNOBBY LAKE MINES LTD. 807 - 535 Granville Street

Vancouver, B.C.

by

P.G. Curtis

Introduction

This report was authorized by Knobby Lake Mines Ltd. which company has the option to purchase the subject mineral claims.

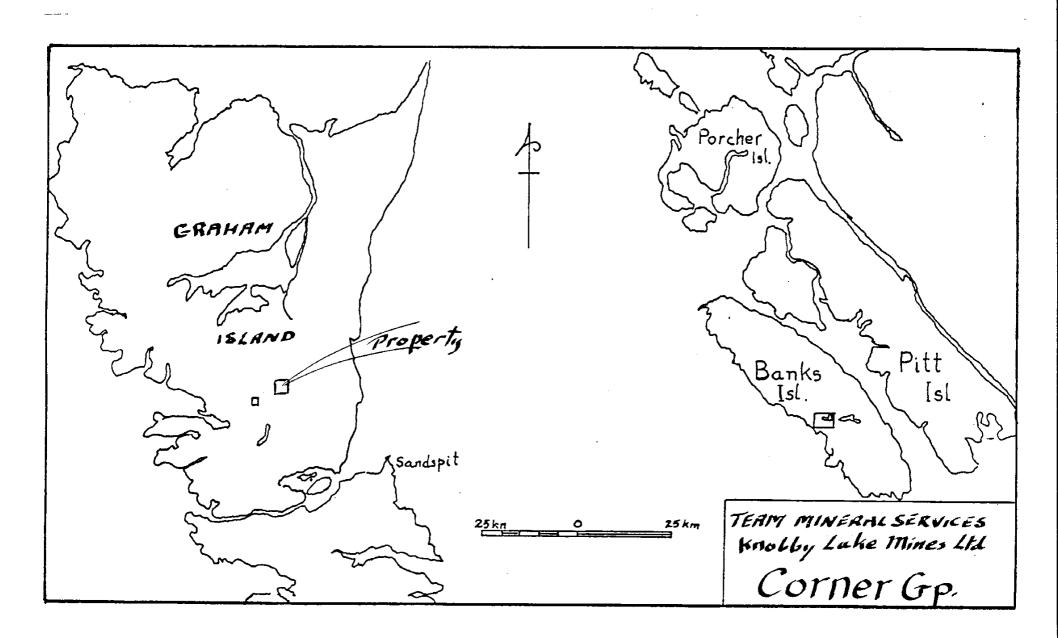
Its purpose is to report on the procedure, costs and results of a reconnaissance geochemical survey carried out in 1979.

Location

The property is located in the north central part of Graham Island approximately 10 km southeast of Juskatla and approximately $1\frac{1}{2}$ km due east of the mineral zone presently being developed by Consolidated Cinola Mines Ltd.

Access

An abandoned logging road exists at the southwest corner post of the Dip claims. No other roads occur on the group.



The topography is of low relief, from 40 - 80 metres above sea level. The slopes are generally quite gentle and much of the ground is waterlogged throughout the year.

Geology

No outcrop was observed in that part of the group covered by this survey.

Claim Group

Claim Group	<u>Claim Name</u>	<u>Units</u>	Record No.
Corner	Dip	15	
	Corner	20	

Cost of Program

This program was carried out under contract by Team Mineral Services Inc. of 1274 - 56th Street, Delta, B.C. The amount of assessable work performed on the corner group was \$3,542.16 as detailed in appendix D.

Geochemical Program

The Grid was laid out to give a sample spacing of 50 metres on lines 200 metres apart as shown on map in pocket. A line of sight base line was established along part of the southern border of the group.

Samples were dug with a small pick and an effort was made to get to the B horizon.

All samples were put in standard "Wet proof" bags marked with their location.

The samples were taken to Acme Analytical Labs Ltd. of Vancouver B.C. for assaying for Mercury and Molybdenum and for line 600 E Gold and Arsenic as well.

The anlaysis procedure and assay Certificate are enclosed in Appendix B.

Results

Although it had been rumoured that molybdenite had been observed in float, the results do not offer any supporting evidence.

Mercury and Arsenic definitely show anomalous results where the B Horizon has been sampled but both metals are drastically depressed in the organic horizons.

Discussion

The results indicate that the sample gathering technique must be altered if a higher proportin of B Horizon samples are to be collected. It is suggested that a soil auger be tried.

Mercury and Arsenic appear to be excellent tracer elements in any search for gold in this area.

Sietur MERCE C P & CURTIS

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ACME ANALYTICALILABORATORIES LTD. ASSAYERS & CHEMISTS 6455 LAUREL STREET. BURNABY 2. B.C. Telephone (604) 299-5242

Geochemical Analysis of Hg

Digestion

A .50 gram sample is digested with nitric and perchloric acid and diluted with 20% HCl.

Determination

Hg is determinated by cold vapour AA using F & J scinentific Hg assembly. An aliquot is add to stannous chloride-hydrochloric acid solution. The reduced Hg is carried by bubbing air through the solution and passed into the Hg cell determined by AA.

Oxalic Acid Leach of Rock, Soil & Silt Samples

A .50 gram sample is digested hot with 10 mls 5% oxalic acid solution. The Jxalic acid will dissolve Fe and Mn from their oxided of M - 1 fraction (but not from magnetite & ilmenite) limonites and clays. The following metals are analysed by atomic absorption: Cu, Zn, Pb, Ni, Mo, Fe, & Mn.

Cold HC1 Acid Extraction

A .50 gram sample is leached at room temperature for 2 hours will be ocasionally shaking with 10 mls 5% HCl solution. This will dissolve Cu from the organic and surface of clay fractions.

EDTA Extraction

A .50 gram sample is leached at room temperature for 4 hours with 10 mls of 2.5% EDTA solution.

CORE & ROCK ASSAAYS SOIL, ROCK & WATER GEOCHEM ANALYSIS ACME ANALYTICAL LABORATORIES LTD.

> MAIN LAB -- 6455 LAUHEL ST. BURNARY, B.C. V5B 384 (604) 299-5242

Ross River - YUKON - (403) 969-2217

DEAN TOYE, B.S.C. CHIEF CHEMIST. CERTIFIED B.C. ASSAYER HOME PHONE 438-7672

ACME ANALYTICAL LABORATORIES LTD. ASSAYERS'& CHEMISTS 6455 LAUREL STREET. BURNABY 2. B.C. Telephone (604) 299-5242

Geochemical Analysis of Mo, Cu, Pb, Zn, Ag*, Ni, Co, Nn, Bi*, V, Fe, Cd*, & Sb*

Sample preparation

Soil samples are dried at 75^oC and sieved to -80 mesh. Rock samples are ground to -100 mesh.

Digestion

A .50 gram sample is digested with dilute aqua regia in boiling water bath and diluted to 10 mls with demineralized water.

Determination

All the above elements are determined by Atomic Absorption from the solution.

* With background correction.

-As - By ICP emission spectro ruter. Geochemical Analysis of Au

Digestion and extraction

A 10 gram sample which has been ignited over night at 600^oC is digested hot with dilute aqua regia, and the clear solution is extracted with Methyl Isobuthyl Ketone.

Determination

Au is determined by AA from the MIBK extractant with background correction.

Geochemical Analysis of Ba

A .100 gram sample is digested hot with NaOH and EDTA solution. The solution is analysis for Ba by AA.

Geochemical Uranium Analysis

Digestion

A .50 gram sample is digested hot with nitric and perchloric acid and diluted to 10 mls.

Fusion

An aliquot is solvent extracted with salting agent and aliquot of is fused with NaF, K_2CO_3 , & Na₂CO₃ flux in platinum dish.

Determination

The fluorescence of the pellet is read in the Turner fluorometer.

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File No. ____0716____

AA

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To ______ Lake Mines 807 - 535 Granville St., Vancouver, B.C.

GEOCHEMICAL ASSAY CERTIFICATE

* Corner Mineral Claim * SAMPLE No. Мо Ha 0 Ν org. 3 .250 1 0.5 .260 org, 3 2 300 Ĵ 1 3 org. 1.5 1 .105 org. 4 2 1 .100 org. 5 2.5 1 .185 6 org. 3 3 .290 7 3.5 .090 org. 1 8 4 g 1 .220 4.5 1 10 org. .105 5org. 1 .190 11 .<u>330</u> .320 5.5 1 12 org. 6 sed. 1 13 6.5 org. 1 .220 14 7.... .210 org. 1 15 7.5 org. 1 .215 16 8 1 .170 17 8.5 sed. 3 .170 18 g 1 org. .195 19 9.5 org. 1 .035 20 10 21 2 org. .550 10.5 22 .220 .org. 1 23 24 11 1 .250 org. 11.5 .135 12 .150 25 26 12.5 org. 2 .100 13 org. .130 1 27 org. 13.5 2 .185 28 14 1 29 .195 14.5 3 .100 30 15 N 2 .270 31 32 200E 0 Ν org. .080 1 33 0.5 org. 1 .060 34 1 sed. .050 35 1 1.5 org. 1 .050 36 2 37 N.S. 200E 2.5 N org. 1 .075 38 39 -36-40 Dec. 11, 1979 All reports are the confidencial property of clients DATE SAMPLES RECEIVED. All results are in PPM. Dec. 19, 1979 DATE REPORTS MAILED DIGESTION ASSAYER JETERMINATION: * P for pulverizing DEAN TOYE, B.Sc. CHIEF CHEMIST CERTIFIED B.C. ASSAYER

ACME ANALYTICAL

Assaying & Trace Analysis

852 E. Hastings St., Vancouver, B. C. V6A 1R6 phone:253 - 3158

> File No. __0716_____ Type of Samples

GEOCHEMICAL ASSAY CERTIFICATE

* Corner Mineral Claim *

To: Knobby Lake Mines

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GEOCHEMICAL ASSAY CERTIFICATE

To: Knobby Lake Mines

* Corner Mineral Claim *



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SAMPLE No.

Disposition_

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Assaying & Trace Analysis

852 E. Hastings St., Vancouver, B.C. V6A 1R6

phone:253 - 3158

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GEOCHEMICAL ASSAY CERTIFICATE

* Corner Minerals Claim *

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To: Knobby Lake Mines

DEAN TOYE, B.Sc. CHIEF CHEMIST CERTIFIED B.C. ASSAVER

Type of Samples Disposition_____

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Appendix C

Qualifications of supervisor and author of this report.

I am a graduate of the Camborne School of Mines, Cornwall, England; with an additional diploma in applied geochemistry.

I have been employed in mineral exploration in Canada since 1967 (10 years with ASARCO Exploration Co. of Canada Ltd.)

I am a Fellow of the Geological Association of Canada.

Dated at Vancouver, British Columbia, this day of March, 1981.

G. Curtis er

APPENDIX '#22'

Contract Analysis

Employer	Claim Group	No. of Units	Contract Amount	Assays paid by Employer	Other Costs Paid by Em- ployer *	Total Assessable Work
Calabrigo	Bridge	110	\$ 8,689.70	\$ 2,310.30	\$ 100.00(3)	\$ 11,100.00
Ashcroft	Golden	76	17,000.00	4,279.05	2,000.00 ⁽³⁾	23,279.05
Calabrigo	МВ	240	20,131.80	3,868.20	100.00 (3)	24,100.00
Ventura	МВ	80	6,500.00	1,238.40	1,000.00 ⁽³⁾	8,738.40
R. Dion	Easy	20	1,595.00	405.00	50.00(3)	2,050.00
Alexander	DH	40	3,254.80	. 745.20	100.00(3)	4,050.00
Black Diamond	FLY	40	3,000.00	763.20	567.00 ⁽²⁾	4,330.20
Southern Union	FLY 6	20	1,625.00		400.00 ⁽¹⁾	2,025.00
Knobby Lake	Dip & Corner	35	3,000.00	542.16		3,542.16
Foremost Energy	Survey	120	9,480.00	2,520.00	100.00(3)	12,100.00
R. Dion	(GCS, GCN (YAKI-3 (BET, (GOLDBIT) ·) 79)	<u>4,740.00</u> \$79,016.30	\$16,671.51	\$4,367.00	<u>4,740.00</u> \$100,054.81

* (1) Cash in Lieu

(2) Helicopters Costs, or

(3) Engineering Reports (estimated)

NOTE: The Contractor's Cost Figure \$79,004.00 (from Appendix A) = 99.98% of total of contract prices above.

Therefore, for all practical purposes, the pro-rated cost of each contract performed is equal to the contract price paid by each employer to the contractor.

The Contracts were originally accepted on terms of cost plus 25% but field conditions and resulting performance were sc poor that the contracts resulted in "break-even" operations.

APPENDIX "ET"

Contractor's Cost Analysis (from the books of account of Team Mineral Services Inc.)

PART I Payroll Analysis (September - December, 1979 inclusive)

Employee	Gross Wages	(Days Worked)		
	September	October	November	December	Totals
Dion, R.	\$1500 (10)	\$1500(10)	\$1500(10)	\$1500(10)	\$6000 (40)
Hunchuk, D.	2000(20)	1500(15)	2000 (20)	. 2000(20)	7500 (75) _.
MacRae, B.	1200 (20)	900(15)	1200(20)	1800(30)	5100 (85)
Kolesar, T.		1100(20)	1200 (20)	780(13)	3080(53)
Degontiere, R.		500(10)	1200 (20)	780(13)	2480(43)
Meyerhoff, M.		500(10)	1200 (20)	780(13)	2480(43)
Kirkwood, W.		500(10)	1200(20)	780(13)	2480 (43)
Neufeld, T.		500(10)	1200(20)		1700(30)
Montrose, A.		600(10)	600(10)		1200(20)
Croft, T.		600(10)	1200(20)		1800(30)
Harper, S.				1009(20)	1000(20)
					\$34820(482)

PART II Total Cost Analysis

Payroll (as above		\$34,820
Holiday pay, U.I.C., CPP, WCB @ 20%		6,964
	Sub-total	41,784
Room & Board @ \$40/man/day		19,280
Air fares and excess baggage	<u>.</u>	3,940
Fuel, Insurance, Engineering supplies and miscellaneous costs (estimated)		4,600
Truck Rentals		8,400
Typing, Drafting and Maps		1,000
		\$79,004

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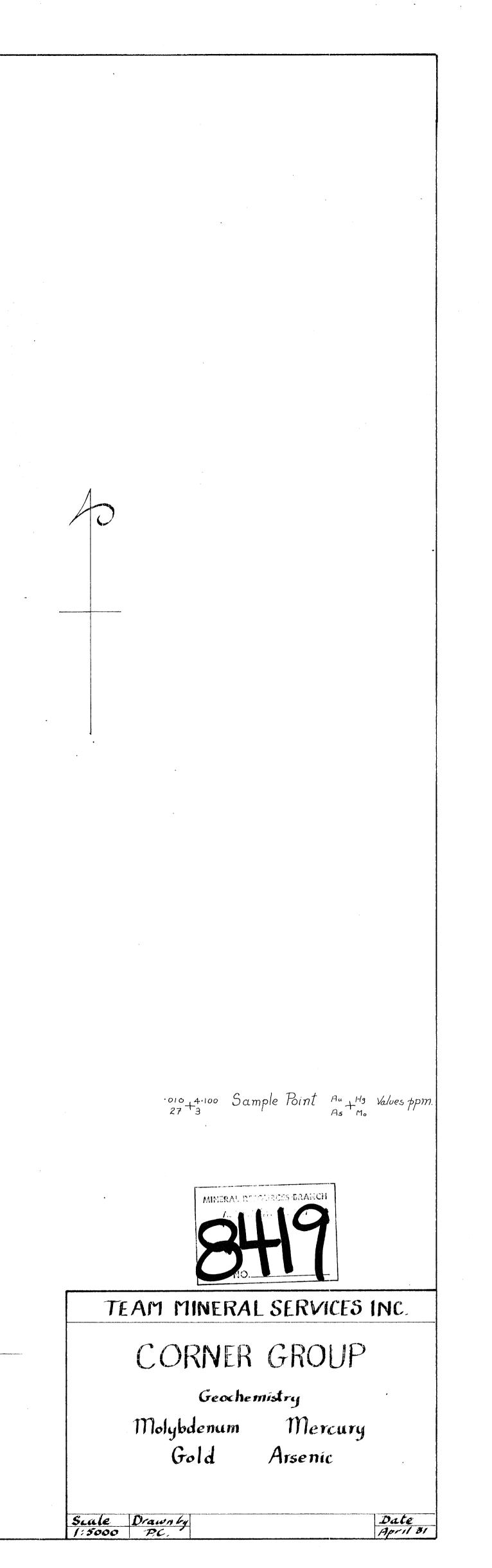
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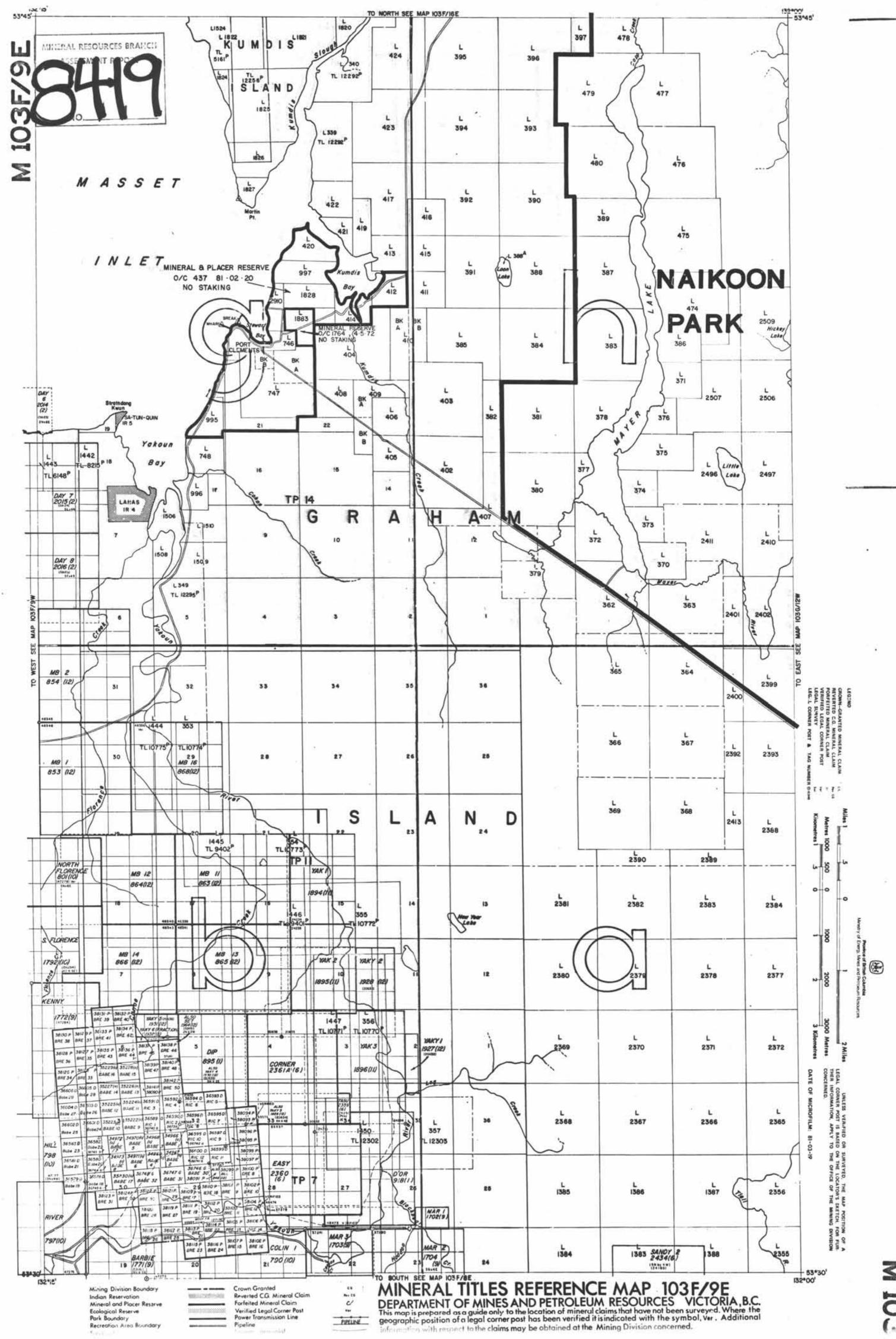
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