

DIAMOND DRILL LOG
of the continuation of
D.D.H. # 79 - 1
drilled on the
ZZ # 7 Claim
of
China Commercial Corporation Ltd

situated
7 miles west of Kamloops, B.C.
in the
Kamloops Mining Division
N.T.S. 92I/9(W)
Lat: 50°41'N Long: 120°30'W

by

D.R. Morgan, P.Eng
Consulting Geologist

Date: April 15, 1981

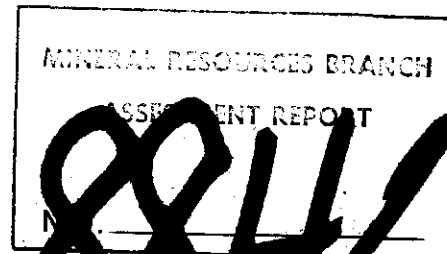


TABLE OF CONTENTS

	page
1 - 0 INTRODUCTION	1
2 - 0 CLAIMS	1
3 - 0 LOCATION OF THE PROPERTY	1
4 - 0 LOCATION OF THE DRILL HOLE	1
Property Location Map	2
Claim Diagram	3
Diamond Drill Hole Location Map	4
5 - 0 DRILL LOG	5
6 - 0 STATEMENT OF COSTS	13
7 - 0 CONTRACTOR'S LETTER	14
8 - 0 STATEMENT OF QUALIFICATIONS	15

1 - 0 INTRODUCTION: In February 1981 the writer was asked by Mr. Andy Joe, President of China Commercial Corporation Ltd., 1555 Franklin Street, Vancouver, B.C., V5L 1P3, to conduct a diamond drill program on the Company's Kamloops area property.

It was decided to deepen further, diamond drill hole # 79 - 1 which was started on the property in February 1979 and deepened in February 1980.

A vertical BQ wireline hole was drilled from 522 feet (159 m) to 727 feet (222 m) between

The writer logged the core which is now stored at the Company's office at 1555 Franklin Street, Vancouver.

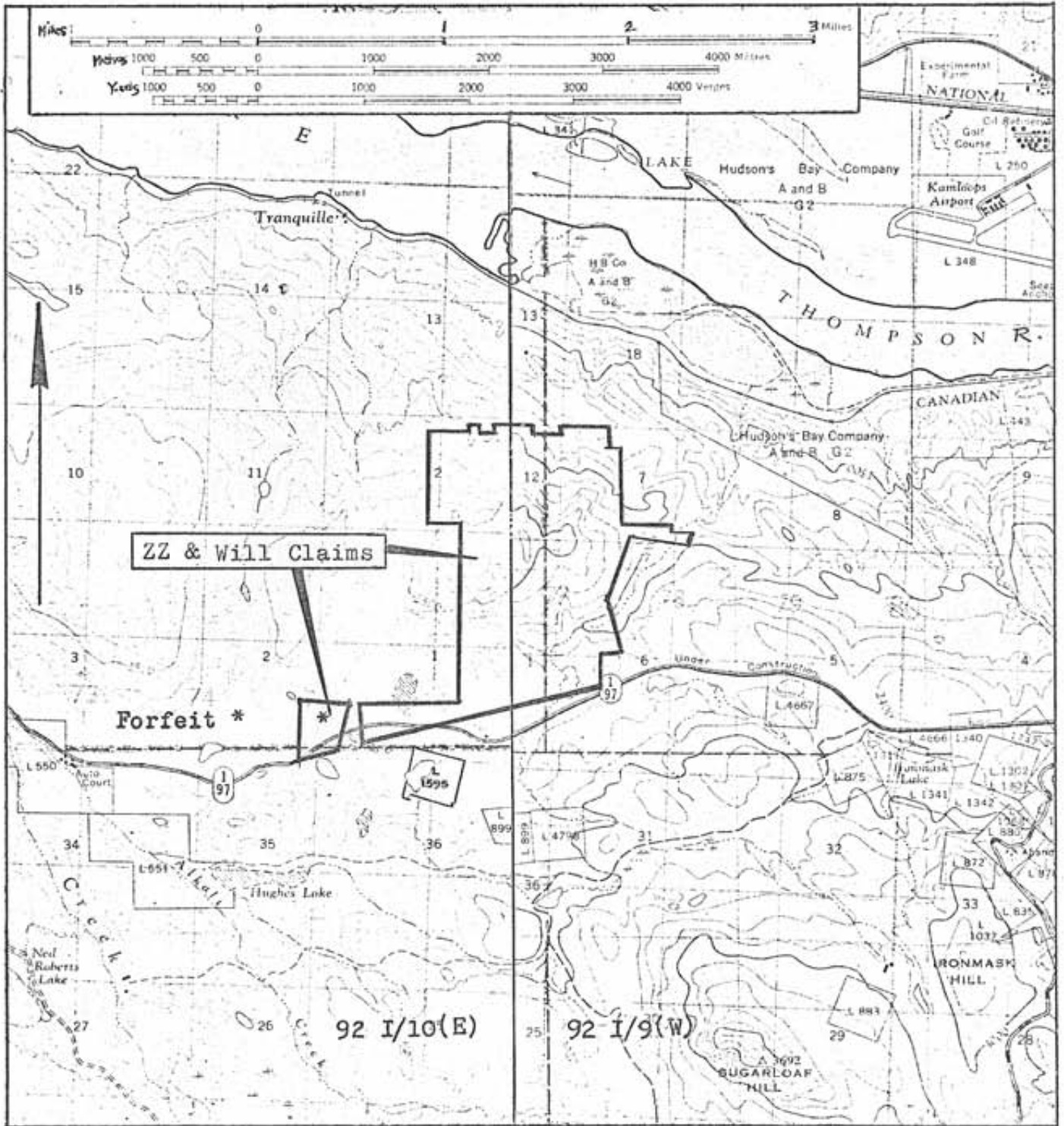
2 - 0 CLAIMS: China Commercial Corporation holds title to the ZZ and Will claims as follows:

<u>Number</u>	<u>Name of Claims</u>	<u>Record Numbers</u>	<u>Years Applied</u>	<u>New C of W Due</u>
7	ZZ 2 - 8	78062-68	1 each	21 March 1982
6	ZZ 15-20	78073-78	"	"
6	ZZ 27-32	78083-88	"	"
6	Will 1-5 & 7	119464-68 & 70	"	& June 1982
<u>25 Total</u>				

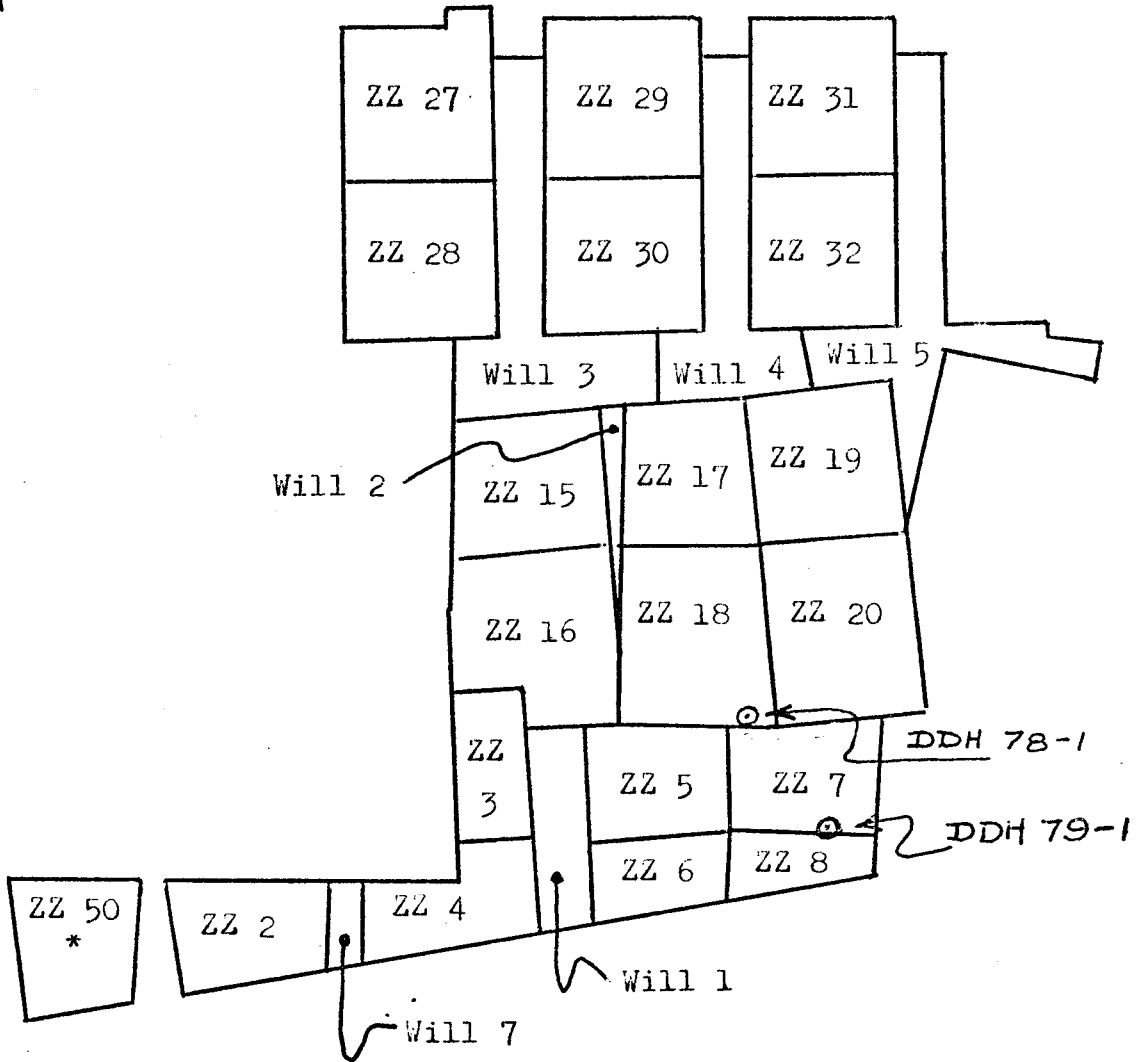
A Statement of Exploration And Development was filed on 18th of March 1981 by the writer in Vancouver on the basis of the work described in this report. Acceptance of this work will put these claims in good standing until 21 March 1982.

3 - 0 LOCATION OF THE PROPERTY: The property is located 7 miles due west of Kamloops, B.C. It is in the Kamloops Mining District, straddles N.T.S. Areas 92-I/10(E) and 92-I/9(W) and has a latitude of 50°41' N and a longitude of 120°30'W.

4 - 0 LOCATION OF THE DRILL HOLE: The drill hole (D.D.H. 79-1) is located 400 feet west and 2 feet north of the # 2 post of ZZ # 7 claim.

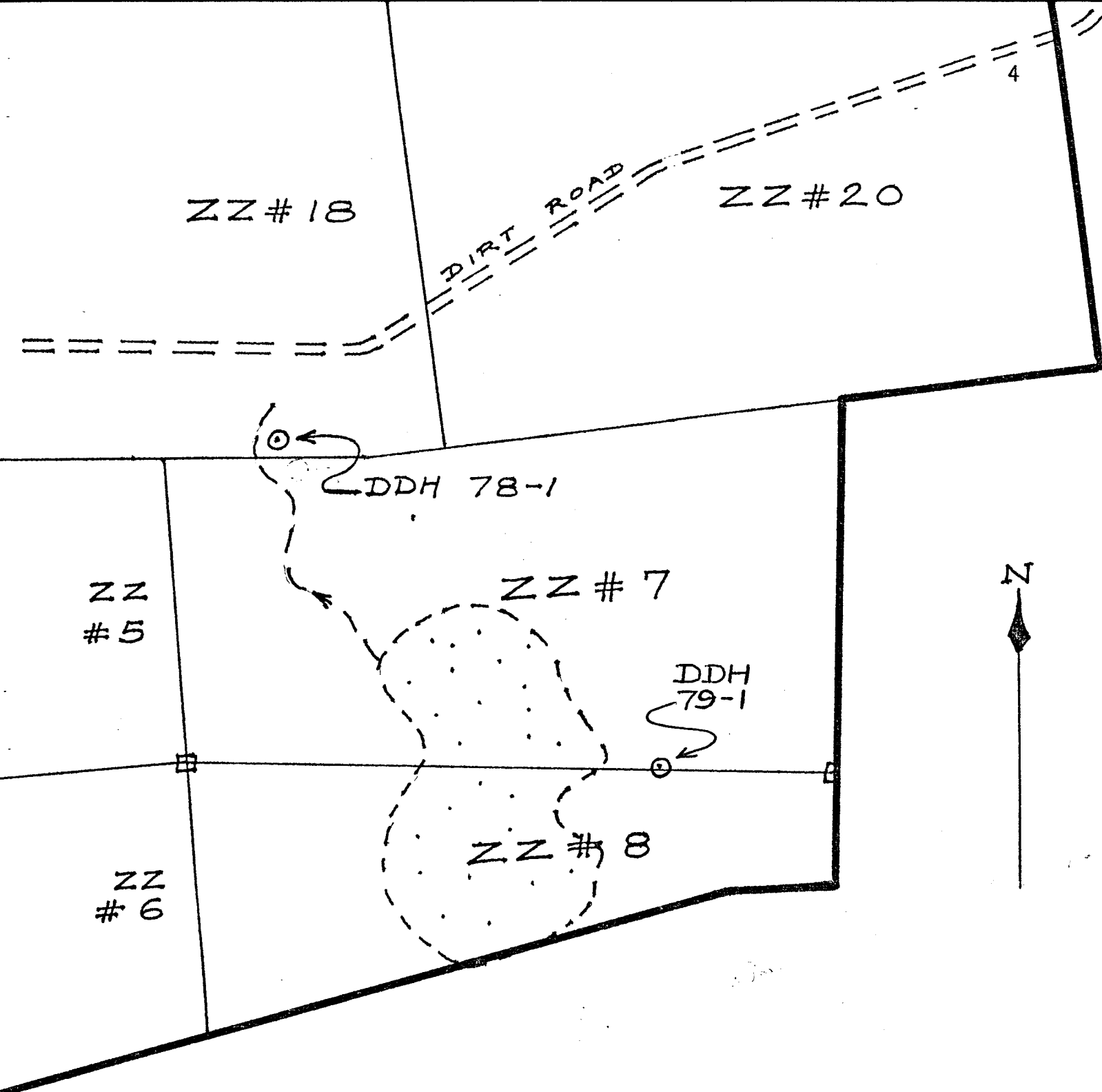


CHINA COMMERCIAL CORPORATION LTD
Property Location Map
 for
ZZ & Will Claims
Scale: 1:50,000
Date: 15 April 1981
By: D.R. Morgan, P. Eng.



* Forfeit

CHINA COMMERCIAL CORPORATION LTD
Claim Diagram
 of
 ZZ & Will Claims
Scale: 1" - 1500 feet
Date: 15 April 1981
By: D.R. Morgan, P. Eng.



CHINA COMMERCIAL CORPORATION LTD
"ZZ" Claims, Kamloops Area, B.C.
Diamond Drill Hole Location Map
Scale: 1" - 300 feet
Date: 15 April 1981
By: D.R. Morgan, P. Eng.

Company: CHINA COMMERCIAL	NTS: 92I/9W
Property: ZZ	Lat: 50°41'N
Claim: ZZ #7	Long: 120°29'W

DIAMOND DRILL LOG

SHEET 1
of

HOLE #: 79-1

LOCATION _____ BEARING _____ LATITUDE _____
 DATE COLLARED _____ LENGTH _____ DEPARTURE _____
 DATE COMPLETED _____ DIP VERTICAL _____ ELEVATION 2180

CORE SIZE BQ (1" 7/16) LOGGED BY D.R. MORGAN
 SCALE OF LOG 1" = 5 ft DATE _____
 REMARKS DEEPENING OF HOLE DRILLED IN 1979 & 1980 (AR# 7274 &)

Company: CHINA COMMERCIAL
 Property: ZZ

Diamond Drill
 3

HOLE #: 79-1

SHEET
 #16

ROCK TYPES AND ALTERATION	GRAPHIC LOG		MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS			Sample length		
	ROCK TYPE ALTERATION	FOOTAGE				WT. IN GRAMS		SAMPLE No.		CORE		SLUDGE	COMBINED
						CORE %	SLUDGE %	CORE	SLUDGE				
		515											
		520											
START OF MARCH 81 DRILLING ANDESITIC FRAGMENTAL:		522	-----										
K-spar alteration has re crystallized the andesite so that it appears like a VFG intrusive		525											
		530											
					532								
		535				83%							
		540											
----- ANDESITE - MASSIVE - Decreasing Kspar alteration			-----		542								
		545				85%							
		550											

160°

0

Company: CHINA COMMERCIAL
 Property: ZZ

Diamond Drill

HOLE #: 79-1

SHEET #17

ROCK TYPES AND ALTERATION	GRAPHIC LOG		MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS			Sample length		
	ROCK TYPE ALTERATION	FOOTAGE				STRUCTURE	WT. IN GRAMS		SAMPLE No.			CORE	SLUDGE
							CORE	SLUDGE	CORE	SLUDGE		COMBINED	
ANDESITE - MASSIVE K-spar alteration in irregular splotches	550		Fg disseminated Pyrite begins here & continues to end of hole.		552								
	555	30°	3mm			84%							
	560	30°	2mm										
	565				561								
					56A	95%							
	570	30°	Network of 2mm siliceous stringers										
	575	30°	4mm		57A	84%							
	580												
	585					92%							

Company: CHINA COMMERCIAL
 Property: ZZ

Diamond Drill
 3

HOLE #: 79-1

SHEET
 #18

ROCK TYPES AND ALTERATION	GRAPHIC LOG		MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS			Sample length		
	ROCK TYPE ALTERATION	FOOTAGE				STRUCTURE	WT. IN GRAMS		SAMPLE No.			CORE	SLUDGE
							CORE %	SLUDGE %	CORE	SLUDGE		COMBINED	
ANDESITE - MASSIVE	585	30°	2mm stringers			92%							
PROPYLITIC ALTERATION Andesite bleached to pale grey green	588										590		
	590												
	595				594	83%		4606	.006	AU 0.25/ton	CU % .02	10ft	
	600												
	602	30°	Brecciated & gougy		602								
	605					86%							
	610												
	615	30°	Brecciated & gougy		612								
	620	30°	Brecciated & gougy			80%							

Company: CHINA COMMERCIAL
 Property: 22

Diamond Drill
 I

HOLE #: 79-1

SHEET
 #19

ROCK TYPES AND ALTERATION	GRAPHIC LOG		MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS			Sample length		
	ROCK TYPE ALTERATION	FOOTAGE				STRUCTURE	WT. IN GRAMS		SAMPLE No.			CORE	SLUDGE
							CORE	SLUDGE	CORE	SLUDGE		COMBINED	
ANDESITE MASSIVE		620	35° Brecciated & gougy										
		625				86%							
		630	35° Brecciated & gougy										
		635			632								
		640			636	80%							
ANDESITE - MASSIVE Recrystallized K-spar alteration Underlens appearance VFG Intrusive		645				83%							
		650	30° 1 cm stringer								650		
		655	30° 1 cm stringer			64%	4607				10 feet ↓		

Company: CHINA COMMERCIAL
 Property: ZZ

Diamond Drill
 3

HOLE #: 79-1

SHEET
 #20

ROCK TYPES AND ALTERATION	GRAPHIC LOG			MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS				Sample length		
	ROCK TYPE ALTERATION	FOOTAGE	STRUCTURE				WT. IN GRAMS		SAMPLE No.		CORE	SLUDGE		CORE	SLUDGE
							CORE	SLUDGE	CORE	SLUDGE					
							%	%	COMBINED						
ANDESITE - MASSIVE Re-crystallized K-spar alteration Under lens appear like VFG intrusive	655					657	64%		4607 (cont)	AU 0.35/ton	Cu % .01				
	660												660		
	665						69%		4608	.001	.02		10ft		
	670		15° Brecciated & gougy			667									
	675						73%								
	680														
	685					682									
	690						79%						10		

Company: CHINA COMMERCIAL

Diamond Drill

Property: ZZ

HOLE #: 79-1

SHEET

#22

ROCK TYPES AND ALTERATION	GRAPHIC LOG		MINERALIZATION AND STRUCTURES	SPECIFIC GRAVITY	FOOTAGE BLOCKS	RECOVERY		ASSAY RESULTS			Sample length		
	ROCK TYPE ALTERATION	FOOTAGE				STRUCTURE	WT. IN GRAMS		SAMPLE No.			CORE	SLUDGE
							CORE	SLUDGE	CORE	SLUDGE		COMBINED	
						%	%						
Andesite: MASSIVE END of HOLE 727		725	-----										

6 - 0 STATEMENT OF COSTS:

DOMINION OF CANADA: }
PROVINCE OF BRITISH COLUMBIA. }
To Wit:

In the Matter of the DIAMOND DRILLING carried out on the ZZ # 7 Mineral Claim held by China Commercial Corporation Ltd., 7 miles west of Kamloops, B.C. in March 1980:


I, David R. Morgan, Geologist, P. Eng.
of 3424 West 6th Avenue, Vancouver, B.C. V6R 1T3

in the Province of British Columbia, do solemnly declare that the following costs were incurred in carrying out this diamond drilling:

<u>Diamond Drilling:</u> 205 feet of B.Q. wireline drilling carried out by H. Allen Diamond Drilling Ltd., of Merritt, B.C.	4,500.
<u>Geologist:</u> (D.R. Morgan) Logging core and report writing, 2 days at \$250/day:	500.
<u>Core Storage:</u>	<u>50.</u>
Total Costs:	<u><u>5,050.</u></u>

And I make this solemn declaration conscientiously believing it to be true, and knowing that it is of the same force and effect as if made under oath and by virtue of the "Canada Evidence Act."

Declared before me at the CITY
of VANCOUVER, in the
Province of British Columbia, this 14th
day of APRIL 1981, A.D.



H. ALLEN DIAMOND DRILLING LTD.

TELEPHONE 378-4494

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

Invoice No. 623.

March 18, 1981.

To: China Commercial,
155 Franklin St.,
Vancouver, B.C.

In Account With:

H. Allen Diamond Drilling Ltd.,
Box 1397,
Merritt, B.C. VOK 2B0.

This invoice is for drilling near Kamloops, B.C.

Deepening Hole No. 2 from 522 ft. to 727 ft. - 205 ft. @ \$20.00 per ft.....	\$ 4,100.00
Mobe de mobe.....	\$ 300.00
12 bags mud (drilling).....	\$ 100.00
	<u>\$ 4,500.00</u>

Contractor's Representative

Company's Representative

H. Allen

8 - 0 STATEMENT OF QUALIFICATIONS:

I, David R. Morgan of 3424 West 6th Avenue, Vancouver, B.C. V6R 1T3, do hereby certify that:

1. I am a 1954 graduate of McGill University, Montreal, Quebec, with a Bachelor of Science degree in Honours Geology.
2. I am a registered member in good standing of the Association of Professional Engineers of the Province of British Columbia.
3. I am a Consulting Geologist.

Signed,



David R. Morgan, Geologist, P. Eng.

15 April 1981

Vancouver, B.C.