GEOPHYSICAL REPORT

on an

INDUCED POLARIZATION SURVEY

AGIO Resource Corporation

Flint and Mission claims, Hedley area Osoyoos M.D. B.C. Lat. 49°20'N Long. 120°07'W N.T.S. 92 H/8E

AUTHOR: Glen E. White, B.Sc., P.Eng. DATE OF WORK: September 15 - October 1, 1980 DATE OF REPORT: October 23, 1980





CONTENTS

PAGE

Introduction	1
Property	1
Location and Access	1 - 2
General Geology	2
Survey Grid	2
Induced Polarization Survey	3
Discussion of Results	4 - 5
Conclusion & Recommendations	6
Instrument Specifications	7.
Statement of Qualifications	8.
Cost Breakdown	9

Illustrations

Figure 1 - Claims and location map Figure 2 - Chargeability - milliseconds Figure 3 - Apparent resistivity

Plate 1 - Detail line 100S Plate 2 - Detail line 200S

INTRODUCTION

AGIO Resources Corporation is a reorganization of Austro-Can Explorations Ltd. The area covered by this survey was known as the Flint claims group under the two part staking system and was covered by a limited amount of geochemical and electromagnetic surveying in 1972 by Glen E. White Geophysical Consulting and Services Ltd. on behalf of Austro-Can Explorations Ltd. Since that time bulldozer trenching in an area of geochemical interest exposed multiple veinlets of auriferous and argentiferous arsenopyrite and sphalerite.

Thus the purpose of this survey was to try and trace this zone by the induced polarization method such that a demand filling program could be planned. The induced polarization surveying was conducted during the period Septemer 15 - October 1, 1980.

PROPERTY

The present Flint claim is comprised of four units and covers the showings that were in the old two part staking group. The present Flint claims are also enclosed in the Mission claim comprising sixteen units as illustrated on Figure 1.

LOCATION AND ACCESS

The Flint mineral claims are located some four kilometers southwest of Hedley B.C. - Latitude 49⁰20'N Longitude 120⁰07'W N.T.S. 92 H/8E, Osoyoos Mining Division B.C.

Access to the property is southward from the Similkameen bridge some eight kilometers west of Hedley on Highway #3, thence three and one half kilometers southerly on Whistle Creek logging road to the fork

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1

of Henri Creek road and then some eleven kilometers along the southern branch of the Henri Creek road.

2

GENERAL GEOLOGY

G.S.C. Map 888A shows the area of the claim group. An evaluation report on the Mission and Flint claims was prepared by L. S. Trenholme P.Eng. dated October 10, 1979. Mr. Trenholme describes the recent trenching and the old work as discussed in the 1936 B.C. Minister of Mines report.

In general the area is underlain by a tongue of granite which trends northwesterly across the Mission claim and is flanked by outcrops of mainly argillaceous sediments mapped as belonging to the Nicola group of Upper Triassic age.

The recent bulldozer work uncovered an area of intense sericitization and silicifications in the granite which is laced with veinlets of arsenopyrite and sphalerite. Individual shears and stringers strike E.N.E. and dip steeply to the north giving a general ladder effect.

SURVEY GRID

A survey grid comprising some fifteen kilometers of traverse line was established. The lines are orientated east-west and spaced one hundred meters apart. A central baseline controls the grid. The 0 - 0 point for the grid is the old Flint initial post. The old Flint posts are marked on the map such that the 1972 and present work can be correlated.

INDUCED POLARIZATION SURVEY

The equipment used on this survey was the Huntec pulse-type unit, and Mark III receiver. Power was obtained from a Briggs and Stratton motor coupled to a 2.5 KW 400 cycle three phase generator, providing a maximum of 2.5 KW D.C. to the ground. The cycling rate is 1.5 seconds "current on" and 0.5 seconds "current off", the pulse reversing continuously in polarity. Power was transmitted to the ground through two potential electrodes, P_1 and P_2 which were deployed in the three electrode array with an "a" spacing of 50 m and separations of N = 1, 2 and 3.

The data recorded in the field consists of careful measurements of the current (I) in amperes flowing through electrodes C_1 and C_2 , the primary voltage (V_p) appearing between electrodes P_1 and P_2 during the "current on" part of the cycle, and the secondary voltage (V_s) appearing between electrodes P_1 and P_2 during the "current off" part of the cycle. A cycle time of 4 seconds was used with a duty ratio of 2.2 - 1, T_p .20 ms and T_d 60 ms.

The apparent chargeability (M') in milliseconds, is calculated by $T_p(M_1 + 2M_2 + 4M_3 + 8M_4) = M'$, where T_p is the basic integrating time in tenths of seconds. M_1 , M_2 , M_3 and M_4 are the chargeability effects at various times on the voltage decay curve following switch off of the transmitter, measured as a percentage of the primary voltage.

DISCUSSION OF RESULTS

The chargeability map Figure 2 shows a very strong anomaly which reaches a high of 45.2 milliseconds. This anomaly encompasses a major portion of the southwest corner of the survey grid. The eastern flank of the anomaly where it drops from a high of 36.7 milliseconds to some 16 milliseconds is over the area of previous trenching. The background values away from the anomaly are some 3 - 5 milliseconds. The anomaly appears to be trending NE-SW and is open to the SW. The previous VLF-electromagnetometer survey conducted in 1972 shows a trend in the same direction. The conductor would appear to relate to a fault which separates the eastern and western lobes of the main chargeability high. The arsenic and silver geochemical data suggest the presence of arsenopyrite mineralization on the western lobe of the chargeability anomaly as well as on the eastern one where the trenching has been done.

The apparent resistivity data varies from a high of 2268 ohm-meters to a low of 53 ohm-meters. These variations are caused in part by the physical characteristics of the overburden as well as the underlaying geology. The high resistivity area may possibly relate to shallow overburden over a resistive bedrock or resistive overburden such as graull. The resistivity contours show a bias for the NE-SW direction which suggest that they are sensing lithology and or structure. A resistivity low occurs in the area of the trenching as well as over a portion of the chargeability high. This would suggest that there is no particular relationship between the content of

chargeability materials and the resistivity. However the resistivity lows are likely caused in part by zones of structural weakness such as a shear zone.

5

Plates 1 and 2 show the detail surveying with separations n = 1, 2 and 3 over lines 100S and 200S. The three separations show a strong anomaly which appears to extend to depth. Line 100S clearly shows the anomaly as two lobes separated by a resistivity low. This low continues to the SW as shown on Plate 2.

The geology of the area is argillites intruded by a tongue of granite. Possible considerations for the high chargeabilities are threefold:

- that it is caused by graphite and or pyrite bearing sediments
- that it is largely a marcasite bearing argillite and
- that it is a highly altered mineralized granite.

The first suggestion should have given strong VLF-EM responses which is not the case. In respect to the second possibility only minor mineralization has been reported in the argillite. The trenching to date has exposed highly altered granite with some 15% sulphide mineralization by volume which would tend to support possibility three. In either case the limited coverage geochemical soil sampling program of 1972 detected a 33 p.p.m. silver and greater than 500 p.p.m. arsenic anomaly which lies nearly on the western lobe of the chargeability high.





CONCLUSION

A program of induced polarization surveying covering the Flint claims on behalf of AGIO Resource Corporation during the month of September 1980, located a strong induced polarization anomaly some ten times background. Argentiferous and auriferous arsenopyrite and sphalenite mineralization of some 10 -20% by volume occur in trenches on the eastern lobe of the strong anomaly. The western lobe which is unexplored is higher in amplitude and has an associated intense silver and arsenic geochemical anomaly.

6

RECOMMENDATIONS

It is recommended that a minimum of four diamond drill holes be undertaken to evaluate the anomaly as follows:

- Hole 1 collared at road near 100S 50E and drilled westerly at an angle of -45° for a length of 100m.
- Hole 2 collared at 300S 0 drilled westerly at an angle of -450 for a length of 100m.
- Hole 3 collared at 4+50S 325W on the road and drilled N45^oW at an angle of -45^o for a length of 150m.
- Hole 4 collared at 150S 425W on the road and drilled easterly at an angle of -45° for a length of 150m

Respectfully tted, GLEN E. WI SICAL & CONSUL LTD. Glevá E. P.Eng. Consulting sicist

INSTRUMENT SPECIFICATIONS

7

INDUCED POLARIZATION SYSTEM

A.	Instruments
	(a) Type - pulse
	(b) Make - Huntec
	(c) Serial No transmitter #107 - receiver #3016
B.	Specifications
	(a) Size and Power - 2.5 KW
	(b) Sensitivity - 300 x 10.5 volts
	(c) Power Sources - 2.5 KW 400 cycle - three-phase generator
	(d) Power - 8 H.P. Briggs and Stratton @ 3000 R.P.M.
	(e) Timing - electronic, remote and direct.
	(f) Readings - (i) ampls (ii) volts primary and secondary
	(g) Calculate (i) Resistivity - ohm-meters (ohm-feet)
	(ii) Chargeability - milliseconds
с.	Survey Procedures
	<pre>(a) Method - power supplied to mobile probe along TW 18 stranded wire from stationary set-up</pre>
	(b) Configuration - Pole-dipole (three electrode array) Plot point midway between C_1 and P_1
D.	Presentation
	Contour Maps (i) Chargeability - milliseconds
	(ii) Resistivity - ohm-meters (ohm-feet)

STATEMENT OF QUALIFICATIONS

NAME: WHITE, Glen E., P. Eng.

PROFESSION: Geophysicist

EDUCATION: B.Sc. Geophysics - Geology University of British Columbia

PROFESSIONAL

ASSOCIATIONS: Registered Professional Engineer, Province of British Columbia

Associate member of Society of Exploration Geophysicists.

Past President of B. C. Society of Mining Geophysicists.

EXPERIENCE: Pre-Graduate experience in Geology - Geochemistry - Geophysics with Anaconda American Brass.

Two years Mining Geophysicist with Sulmac Exploration Ltd. and Airborne Geophysics with Spartan Air Services Ltd.

One year Mining Geophysicist and Technical Sales Manager in the Pacific north-west for W. P. McGill and Associates.

Two years Mining Geophysicist and supervisor Airborne and Ground Geophysical Divisions with Geo-X Surveys Ltd.

Two years Chief Geophysicist Tri-Con Exploration Surveys Ltd.

Ten years Consulting Geophysicist.

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COST BREAKDOWN

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Personnel		Date		Wages	Total
т. G.	Allman Ennis	Sept.15 - Sept.15 -	Oct.1/80 Oct.1/80	\$115 \$ 90	\$1955.00 \$1530.00
в.	Kitchen	- Sept.15 -	Oct.1/80	\$ 85	\$1445.00
ο.	Aareskjold	Sept.22 -	Oct.1/80	\$90	\$ 950.00
Mat	cerials				\$ 55.00
Meals and Accomodations				\$1830.00	
Vehicle					\$1105.00
Instrument lease				\$ 850.00	
Interpretation and reports				\$ 850.00	

TOTAL.....\$10,570.00

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October 23, 1980

AGIO Resources Corporation 201 - 845 Hornby St. Vancouver, B.C. V6Z 1V1

INVOICE #245

To Professional Services -

Glen E. White Geophysical Consulting & Services Ltd. Induced polarization survey Flint claims\$1	0,570.00
Mobilization(\$	8,000.00)
Field invoice	3,000.00)
Total\$	2,570.00

Amount this invoice\$ 2,570.00

PAIS 27/10/80





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