#### SOIL GEOCHEMISTRY

BELLE GROUP

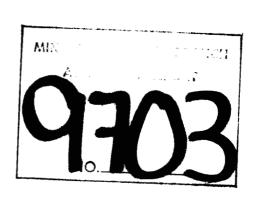
SHEEP CREEK DISTRICT

NELSON MINING DIVISION

N.T.S. 82F/3E

LATITUDE 49 09' LONGITUDE 117 08'

#### ARCTEX ENGINEERING SERVICES



J. M. LOGAN

GEOLOGIST

LOCKE B. GOLDSMITH, P. ENG.

CONSULTING GEOLOGIST

ARCTEX ENGINEERING SERVICES

OCTOBER, 1981

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#### SOIL GEOCHEMISTRY

BELLE GROUP

SHEEP CREEK DISTRICT

NELSON MINING DIVISION, B.C.

#### ABSTRACT

Soil geochemical sampling on the Wolf and Argyle reverted crown granted claims (Belle Group), complicated by contamination from past milling operations, has failed to isolate any definite targets other than two areas with high gold background values. These require rapid evaluation to determine whether detailed soil sampling is warranted.

#### INTRODUCTION

On May 28, 1981 grid lines on the Argyle claim (1980 program) were located and extended southward over the remainder of the claim onto the Wolf claim. About 1.1 kilometers of grid was established and a total of 15 soil samples were collected and sent to Loring Laboratories Ltd. for analysis.

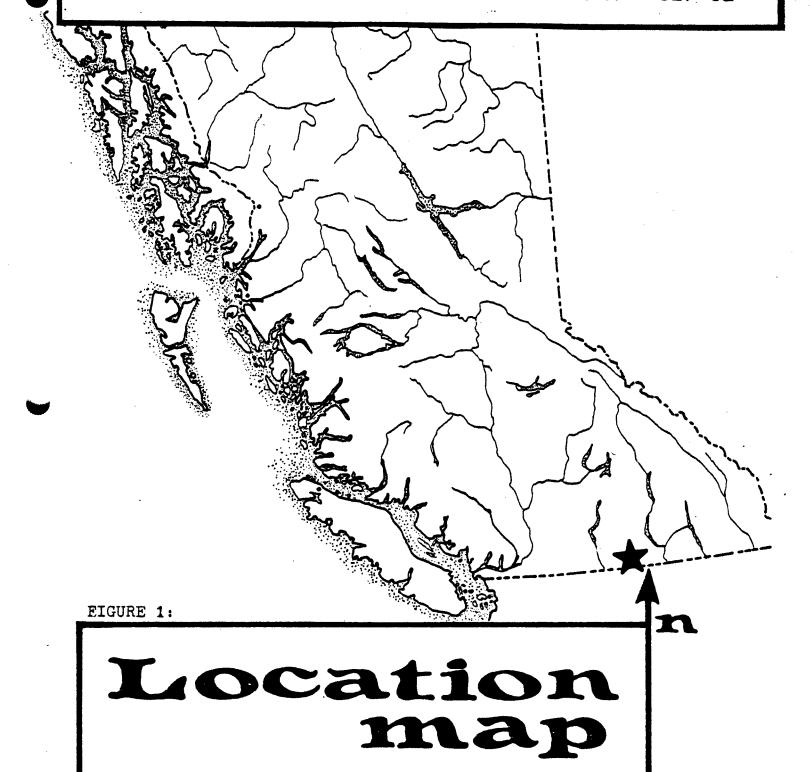
The Belle Group consists of the Wolfe (L 3856) and Argyle (L 10155) reverted crown granted claims. These two contiguous claims are located immediately west of the junction of Sheep and Waldie Creeks, 12 kilometers southeast from the town of Salmo, B.C. Situated 49 09' latitude, 117 08' longitude, in the Nelson Mining Division, the area covered by the claims extends up-slope both north and south from Sheep Creek which approximately, bisects the group from east to west.

#### ACCESS

Access is gained to the property via the formed all weatherSheep Creek Road which leaves Old Highway 3 about 5.5 kilometers south of Salmo, B.C. Heading east up Sheep Creek, this road bisects the Belle Group 8 kilometers from the point where it left Old Highway 3. Owing to the revival of mining interests in the Sheep Creek valley, this road may be kept open by plowing in winter.

## KOOTENAY BELLE MINE

SHEEP CREEK, B.C. NELSON MINING DIVISION 82F 3E



ARCTEX ENGINEERING SERVICES OCTOBER 1981

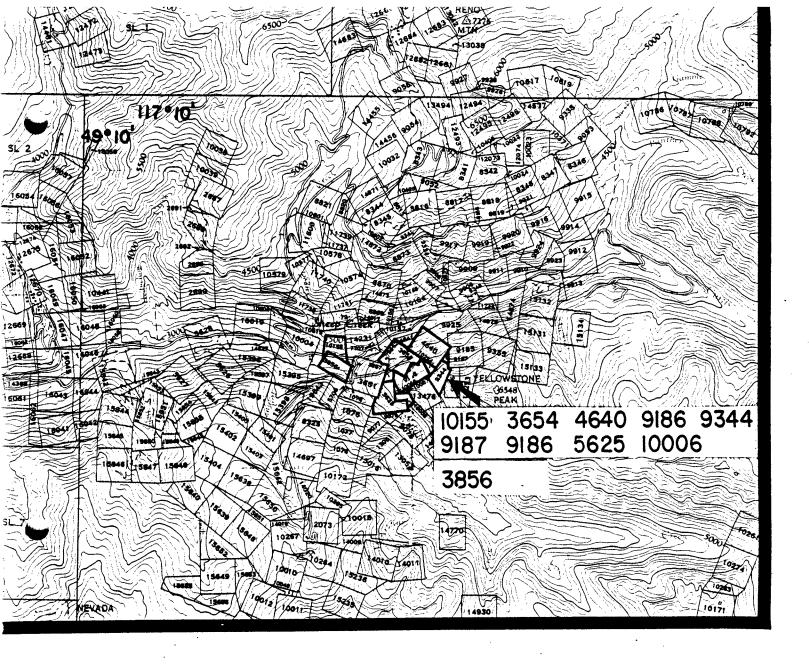


FIGURE 2:



### KOOTENAY BELLE MINE

SHEEP CREEK, B.C.

NELSON MINING DIVISION 82F 3E

#### HISTORY

History for the "Sheep Creek Mining Group" is amply discussed by Mathews (1953) and Walker (1929). The Argyle and Wolfe crown granted claims were probably acquired in the rush to hold land after the major discovery. Nothing in the way of development work is reported in the literature and no evidence was noted on site.

#### GEOLOGY

The general geological relatinships covering the claim group and surrounding area is described in numerous publications, specifically 1980 Assessment Report and will not here be reiterated.

A Surface Geolgy and Soil Geochemistry Map, adapted from the Mathews Map (1953), is located in the back pocket. This shows the claim group to be underlain by lower Cambrian(?) limestone and argillite of the Laib Group. No rock exposures were encountered during this years' work and the likelihood of outcrop occurring on the northern portion of the group is minimal.

#### SOIL GEOCHEMISTRY

Grid lines were extended southward from the Argyle baseline at Az. 185. Line spacing was 100 keters with a sampling interval of 50 meters. Samples were taken from between 25 to 30 cms below the surface in the 'B' horizon (where developed). Each sample was packaged in a labelled kraft sample bag and shipped to Loring Laboratories Ltd., for analysis of gold, copper, lead and zinc values. The Certificates of Analysis are appended.

Samples are screened to -80 mesh and 500 mg of the fine fraction is weighed into test tubes. Aquaregia is added and the sample is digested in a water bath at 100.0 for three hours. Test tubes are then bulked to the 10 ml level, mixed and allowed to settle overnight. The samples are then put through the atomic absorption, with appropriate standards and the results are reported in parts per million, or in the case of gold, in parts per billion (Goldsmith, 1980).

#### DISCUSSION OF GEOCHEMICAL RESULTS

Owing to the nature of material sampled, the number of samples and the topographic situation, statistical evaluation is not feasible and comparison between Argyle values of 1980 and 1981 is further complicated by the limited number of truly representative values collected (1981). The low lying nature of the Wolf claim appears to have attracted the site of a settling pond(?)/area(?) for mill tailings. These are easily recognizable as either brilliant orange or dull grey silt and silt sized material which usually return quite anomalous values.

1. L 00W, 0+50S; 1+00W, 0+75S to\_1+75S; 2+00W, 0+50S to 1+00S

Anomalous values for gold and lead and specifically
copper and zinc (1+00W, 1+50S) are attributed to either
sampling of mill tailings or material which has been
contaminated subsequently by secondary dispersion from
this old settling pond.

#### 2. L 1+00W, 0+50S; 3+00W, 1+00W

Generally poor samples consisting of sand and gravel had to be taken owing to reworking action of the creek at high water. Anomalous values are attributed to creek transported and concentrated elements.

#### 3. L 3+00W, 0+50S

The high gold value with respect to the low values of lead, copper and zinc make this area worthy of note.

Contamination would not likely have been so selective.

#### 4. L 2+00W, 2+00S; 1+00W, 2+50S

High background gold values occur in the vicinity of old donkey trails and newer roads. Contamination is a likely suspect, but a rapid re-assessment is required.

#### CONCLUSIONS

The site of an old settling pond, low topography (at creek level), and more recently road rehabilitation have all limited the effectiveness of soil geochemistry as a prospecting tool

#### RECOMMENDATIONS

1. In collaboration with work on the remainder of the Sheep Creek Property, geochemical anomalies 3 and 4 should be investigated to determine whether detailed sampling is required.

If fill-in sampling is deemed necessary, sampling would be taken at 25M X 25M spacings.

2. Assessment work should be filed at present and the group held in good standing for as long as work costs permit.

All of which is respectfully submitted,

James M. Logan,

James M. Geologist

Vancouver, B.C. October, 1981

Locke B. Goldsmith, P. Eng.

o Consulting Geologist

#### STATEMENT OF QUALIFICATIONS

#### JAMES M. LOGAN

- 1. I, James M. Logan, of 5058 Ross St., Vancouver, B.C. am a graduate of Brock University, St. Catharines, Ont. with a B.Sc. (Honours) degree in Geology.
- 2. I have been engaged in mining exploration for five years.
- 3. I have written the report entitled "Soil Geochemistry, Belle Group, Sheep Creek District, Nelson Mining Division" dated October 1981. The report is based on research and fieldwork conducted and supervised by the author.
- 4. I have no ownership in the property nor do I own shares of Arctex Engineering Services.
- 5. I consent to the use of this report in a prospectus or in a statement of material facts related to the raising of funds.

Respectfully submitted,

Vancouver, B.C. October, 1981

James M. Logan, Geologist

#### ENGINEER'S CERTIFICATE LOCKE B. GOLDSMITH

- I, Locke B. Goldsmith, am a Registered Professional Engineer in the Province of Ontario and a Registered Professional Geologist in the State of Oregon. My address is 301 - 1855 Balsam St., Vancouver, B.C.
- I have a B.Sc. (Honours) degree in Geology from Michigan 2. Technological University and have done postgraduate study at Michigan Tech, University of Nevada and University of British Columbia. I am a graduate of the Haileybury School of Mines and am a Certified Mining Technician.
- I have been engaged in mining exploration for 22 years. 3.
- I have co-authored the report entitled "Soil Geochemistry 4. Belle Group, Sheep Creek District, Nelson Mining Division". The report is vased on field work conduted and supervised by the author.
- I control, with associated, 100% interest in the property. 5.
- 6. I consent to the use of this report in a prospectus or in Che rais

  OROFESSOR DESCRIPTION OF THE PROPERTY OF THE PROPERT a statement of material facts related to the raising of funds.

Vancouver, B.C. October, 1981

Goldsmith, P. Eng.

1ting Geologist

#### REFERENCES

Goldsmith, L.B.

1980: Soil Geochemistry, Kootenay Belle Mine, Sheep Creek District, Nelson Mining Division" for / Arctex Engineering Services, November, 1980.

Mathews, W.H.

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1929: Mineral Developments in Salmo Map-Area, B.C., G.S.C. Summary Report, Part A.

Walker, J.F.

1934: Geology and Mineral Deposits of Salmo Map-Area, B.C., G.S.C. Mem. 172.

#### COST STATEMENT

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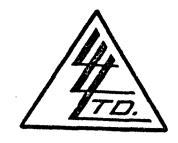
Name	Position	Rate	Days	Cost
L.B. Goldsmith	Consulting	\$ 320	1/2 Oct 21	\$ 160.00
J.M. Logan	Geologist Field Geologist	, 220	May 27-29 *	660.00
P. Harker	Prospector	140	May 27-29	420.00
ROOM AND BOARD				
6 man days @ \$30.	13 per day			180.78
TRANSPORTAION				
4-Wheel Drive @ \$	30 for 3 days			90.00
Fuel and mileage	- · ·	م ا		259.00
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ASSAYS				
15 soil samples a	malysed for:	Au, Zn, Cu	, Pb	
	:	\$14.85 per	sample	222.75
			•	
REPORT WRITING	7 1/2 00+ 19	00+ 10. 3	darra @ \$220	660.00
1/2 Oct 14, Oct 1	.7, 1/2 000 10,	000 19; 5	days w \$220.	
Typing				25.00
Drafting				40.00
Copies				37.00

Total

\$2754.53

\* Travel from Vancouver- Salmo, May 27, return May 29 APPENDIX

To:CRÚW_EQUITIES_LTD.,
524. 550 - 6th Avenue S.W.,
algary, Alberta
ATTN: N.K. Ursel
cc: L.B. Goldsmith
J. Logan (2)



File No. 21719

Date June 23, 1981

Samples Soil & Gravel

Servificate of ASSAY

### LORING LABORATORIES LTD.

Page # 2

SAMPLE No.				
OMM LE 110.	PPM Cu	PPM Pb	PPM Zn	PPM Ag
Soil & Gravel"			,	
WO-LO+0+50S	27	490	23	2.2
WO-1W-0+50S	23	78	75	1.3
1+50S	480	1500	4000	10.0
2+00S	26	40	146	1.4
2+50S	17	30	210	1.0
3+00S	19	32	110	0.7
WO-2W-1+00S	30	460	116	1.6
1+50S	19	36	160	1.2
2+00S	18	37	166	1.4
2+50S	20	41	140	1.1
WO-3W-0+50S	13	40	50	0.8
1+00S	78	260	220	1.8
1+50S	24	39	104	1.1
2+00S	28	45	142	1.0
2 <b>+</b> 50S	23	38	115	1.2

Rejects Retained one month.

Pulps Retained one month unless specific arrangements made in advance.

Ford Dena :

To:	CROW EQUIT	IES LTD.,
52	4, 550 - 6	th Avenue S.W.,
<u> </u>	lgary, Albe	rta
AT	TN: N.K. U	rsel
cc	: L.B. Go1	dsmith
	J. Logan	(2)



File No. 21719-1

Date July 10, 1981

Samples Soil & Gravel

Servificate of ASSAY of

### LORING LABORATORIES LTD.

SAMPLE No.		PPB Au		ŧ		<del></del>
"Soil & Gravel"						
WO-LO+0+50S		3580	•			
WO-1W-0+50S		1446	•			
1+50S		4500			• .	
2+00S		60	•			
2+50\$	•	100		•		•
3+00s		32				
WO-2W-1+00S		272	•	•	:	
1+508	•	78				
2+00s		128				
2+508	•	60		•		
WO-3W-0+50S		150			••	
1+00s	•	510				
1+50s		54				
2+00S		48				
2+50S	•	48			•	
					•	
		•				

Rejects Retained one month.

Pulps Retained one month
unless specific arrangements
made in advance.

Leclor & T

## LEGEND

# Stratigraphy

PROBABLY POST-TRIASSIC

LOWER CAMBRIAN (?)

LAIB GROUP

RENO FORMATION

ARGILLITE, ARGILLACEOUS QUARTZITE, DARK QUARTZITE, GRIT.

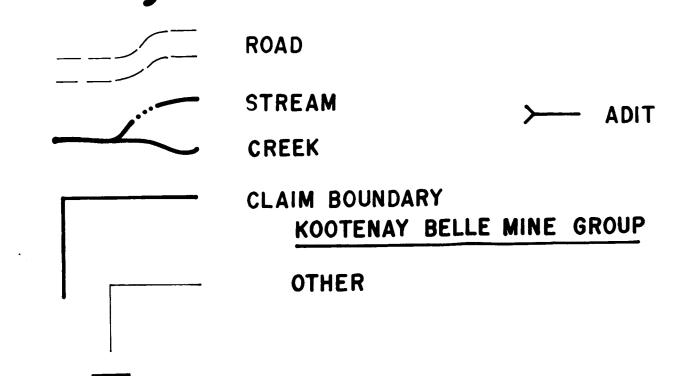
QUARTZITE RANGE FORMATION

NEVADA MEMBER - QUARTZITE, ARGILLACEOUS

UPPER AND MIDDLE NUGGET MEMBERS - QUARTZITE AND ARGILLACEOUS QUARTZITE.

LOWER NUGGET MEMBERS - ARGILLITE AND ARGILLACEOUS QUARTZITE

MOTHERLODE MEMBER - QUARTZITE, MINOR ARGILLITE, GRIT, GREEN SCHIST.



BUILDING

SAMPLE LOCATION -----

GEOCHEMICAL GRID LINE ---P - POOR SAMPLE C - CONTAMINATED N.S. - NO SAMPLE

SOIL SAMPLE VALUES

₹ 23 | 38 NOTE:

KOOTENAY BELLE MINE

GEOLOGY AFTER W.H. MATTHEWS

D. M. B. 31

BLACK DIAMOND RESOURCES LTD.

FOR DETAILS OF VANCOUVER ADIT SEE UNDERGROUND GEOLOGY & ASSAY PLANS, AUGUST 1938, AND JUNE 1981.

SURFACE GEOLOGY & ALCOHOLING ALCOHOLING SURFACE GEOLOGY & SURFACE GEOLOGY & ALCOHOLING A

# SHEEP CREEK PROPERTY

NELSON MINING DIVISION N.T.S.: 82F/3E

L.B. GOLDSMITH, P.Eng. consulting geologist

ARCTEX ENGINEERING SERVICES OCTOBER 1980 REVISED AUGUST 1981