ASSESSMENT REPORT ON THE ARIZ #1 MINERAL CLAIM
IN THE NELSON MINING DIVISION

GEOCHEMICAL REPORT

LOCATION:	1:50,000 N.T.S. 82F/6
L.C.P. (SW CORNER ARIZ #1):	49°19'40N, 117°08' W
UTMG COORDINATES:	5463600 mN, 90300 mE
OWNER/OPERATOR	ARIZAKO MINES LTD. 812-475 HOWE ST. VANCOUVER, B.C. V2B 2B3
AUTHOR:	R.A. WELLS
DATE:	AUGUST, 1984

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MAPS

THE ARIZ #1 MINERAL CLAIM

INTRODUCTION

The Ariz #1 M.G.S. mineral claim (record number 3162) consists of 8 units owned and operated by Arizako mines Ltd. The claim is located 30 kilometers south-southeast of Nelson, in the Nelson Mining Division. Workings on the property occur on the northwest slope of the Ymir Creek Valley 13.2 kilometers northeast of the town of Ymir and between 1220 and 1420 meters elevation.

Access to the property is by a logging road which runs from Ymir up Ymir creek to the old Wilcox millsite. From this point access to the claim is by foot trail along the old tramways and sidehill trails.

Vegetation over the claim area is variable, ranging from cedar/hemlock at the base of the valley to secondary post fire growth of willow-poplar in the vicinity of the workings. Above 1500 m the vegetation opens to free standing spruce and fir. The terrain typically consists of steep 30^{o} slopes with increasing outcrop visible towards the higher elevations.

The Ariz #1 is contiguous with 6 Crown Grants: the Arizona, Bywater, M.S., Fourth of July, Royal, and New Victor. In the early 1900's these crown grants were explored by prospectors but only the Arizona crown grant has recorded information. In 1905 the Minister of Mines Report mentioned that 250 tons was shipped and milled at

the then existing Wilcox stamp mill. No values for this shipment were recorded. The claim remained dormant until 1941 when it was leased and an undetermined amount of ore was shipped. In 1943, 24 tons were shipped averaging 1.42 oz/ton Au, and 2.58 oz/ton Ag. The last recorded work was by B. Sterna in 1945 when 13 tons of ore averaged 1.92 oz/ton Au and 5.15 oz/ton Ag. The nearby Wilcox mine located on the Wilcox claim has a recorded production of 16,041 tons of ore milled which yielded 7,780 ounces of gold (.485 oz Au/ton), 16,932 ounces of silver, 216,551 pounds of lead, 65,569 pounds of zinc between 1901 and 1943.

The claim area lies within the Kootenay Arc, a north-southwesterly concave structural province representing a compressed suite of geosyndinal sedimentary and volcanic rocks locally intruded by phases of the Nelson Batholith. The actual property is underlain by various phases of the Nelson Intrusive series which contains north-northeast trending pendants which strike subparallel to the regional foliation. Locally where these pendants are sheared, they form mica schists.

Exploration and development activity, in the past, centered on several quartz veins (75°-80° strike, 70°-90° north dip) which have been emplaced along minor shears in the granite. The mineralized veins (particularly those occuring in the Wilcox mine) abut and appear to terminate against a roof pendant of Ymir sedimentary rock (10°-82° southeast). These veins consist of massive white bull quartz containing up to 30% sulphides composed of pyrite

and pyrrhotite with minor sphalerite, galena and arsenopyrite. Emplacement of these veins is believed to be coincident with similar veins in the main Ymir gold camp. Values are principally in gold, however, there are minor values in silver and trace amounts of lead and zinc.

Veins which were economically mined on the Wilcox claim terminate to the west against a roof pendant. In this contact area the mineralization has invaded the host granite forming L and T shaped mineralized zones of disseminated mineralization of up to 4.90 meters.

To explore the possibility that mineralization has persisted into the pendant 5 geochemical soil lines 150 meters in length at 30 meter intervals were established near the granite/pendant contact.

DETAILED TECHNICAL DATA AND INTERPRETATION

During the month of June 1984, the author and an assistant traversed to the area of interest. Surface exposures of mineralized quartz veins were observed to strike into the granite/pendant contact area. The thin overburden over the contact suggested that soil geochemistry would be an effective means to detect the presence of persisting mineralization. To cut the contact area obliquely, 5 flagged control lines were established at 075° and soil samples were collected at 15 meter intervals. At certain sites soil samples could not be collected due to extensive talus.

The sampling procedure consisted of excavating a hole generally 20-30 cm in depth with a digging tool, well into

the B-horizon and collecting 100-200 grams of soil which in each case was stored in appropriately labelled standard brown paper soil bags. The 39 soil samples collected were shipped to Kamloops Research and Assay to be analysed for gold, lead, and zinc.

Results:

The soil analyses results for the three elements were plotted on a composite grid plan (see Figure 4). Several sites, particularly on line 0+60S, and line 0+90S contain anonalous values that exceed 100 ppb Au, 100 ppm Pb, and 1,000 ppm Zn.

Conclusions and Recommendations:

The positive response of the geochemical survey is very encouraging. The anonalous nature of the Au, Pb, Zn suggests that mineralization of interest may well persist into the sedimentary pendant.

Several of the highest response sites should be hand-excavated to attempt to determine the source of the Au, Pb, Zn. If initial follow-up prospecting is successful a control grid will be establised to facilitate geological mapping and further soil geochemistry, Perhaps applied soil geochemistry to the northeast and southwest along the granite/pendant contact will identify other mineralized veins occuring in the vicinity.

KAMLOOPS
RESEARCH & ASSAY
LABORATORY LTD.

B.C. CERTIFIED ASSAYERS

912 LAVAL CRESCENT — KAMLOOPS, B.C.
V2C 5P5
PHONE: (604) 372-2784 — TELEX: 048-8320

GEOCHEMICAL LAB REPORT

Scope Exploration Ltd.
Box 1101,
Merritt, B.C.
V0K 2B0

DATE June 27, 1984.

ANALYST

FILE NO. Project #102

FILE NO. G 1108

KRAL NO.	IDENTIFICATION	ppb Au	ppm Pb	ppm Zn
1	L0+00S 0+00	L5	23	163
2	0+15W	25	22	250
3	0+30W	80	46	506
4	0+75W	10	40	356
5	0+90W	45	29	268
6	1+05W	15	59	273
7	1+20W	15	53	262
8	1+35W	15	26	178
9	1+50W	L5	33	200
10	L0+30S 0+30W	20	49	362
11	0+75W	40	47	230
12	1+20W	10	35	235
13	1+35W	10	18	157
14	1+50W	15	39	161
15	L0+60S 0+75W	190	142	600
16	0+90W	200	151	535
17	1+05W	225	165	994
18	1+20W	90	172	582
19	1+35W	115	137	769
20	1+50W	120	147	702
21	L0+90S 0+00	270	129	415
22	0+15W	115	153	498
23	0+30W	150	145	486
	0+45W	115	166	925
	0+60W	45	175	939
	0+75W	140	170	1100
	0+90W	105	170	1030
	1+05W	85	189	968
	1+20W	85	177	922
	1+35W	115	180	939

KRAL #	Identification	ppb Au	ppm Pb	ppm Zn
31	L0+90S 1+50W	75	177	1010
32	L1+20S 0+00	140	155	1040
33	0+15W	80	161	1070
34	0+45W	65	174	1020
35	0+75W	115	168	995
36	0+90W	60	160	810
37	1+20W	55	182	861
38	1+35W	70	160	850
39	1+50W	85	163	895

Au Method: -80 mesh
Fire assay
Atomic absorption

Pb, Zn Method: -80 mesh
Hot acid extraction
Atomic absorption

DETAILED COST STATEMENT

GEOLOGIST AND ASSISTANT	
4.0 days for R. Wells @ 225.00/ day	900
3.0 days for assistant J. Beggs @ 120/day	360
Food and accomodation	150
4-wheel drive pickup rental plus gas	270
DRAUGHTS MAN	
1.0 days for R. Mitchell @ 140/day	140
KAMLOOPS RESEARCH AND ASSAY LABRATORY LTD.	
Invoice	370
TYPING & SUPPLIES	120
TOTAL COST	$2,310

KAMLOOPS
RESEARCH & ASSAY
LABORATORY LTD.

B.C. CERTIFIED ASSAYERS

912 - 1 LAVAL CRESCENT — KAMLOOPS, B C
V2C 5P5
PHONE: (604) 372-2784 — TELEX: 048-8320

Scope Exploration Ltd.
Box 1101,
Merritt, B.C.
V0K 2B0

INVOICE: 84-0319
DATE: June 27, 1984.
FILE No. G 1108

Re: Project 102

39 Sample preparation	@ $ .70	$ 27.30
39 Gold geochem	@ 6.00	234.00
39 Lead geochem	@ 1.90	74.10
39 Zinc geochem	@ .90	35.10
		$ 370.50

A SERVICE CHARGE OF 2% ($1.00 min.) PER MONTH, 24% PER ANNUM, WILL BE CHARGED ON STATEMENT BALANCES CARRIED FORWARD FROM PREVIOUS MONTH.
THIS IS AN ACCOUNT FOR PROFESSIONAL SERVICES AND IS DUE ON PRESENTATION.

AUTHORS CERTIFICATE

I, Raymond A. Wells, of Merritt, British Columbia, do hereby certify that:

1. I am a geologist employed by Scope Exploration Services Ltd., P.O. Box 1101, Merritt, British Columbia.

2. I am a graduate of the University of British Columbia with a B. Sc. Degree in Geology (1976).

3. I have practised my profession since graduation. My previous employers include Trigg, Woollett and Associates of Edmonton, Pan Ocean Oil Ltd., of Calgary, and Cordilleran Engineering of Vancouver.

4. Recent clients include London Silver Corporation of Vancouver, Lawrence Mining Corporation and Goldrich Resources Inc. of Vancouver, B.C.

5. This Assessment report is based on research and field activities conducted during 1984.

Respectfully submitted,

R. A. Wells.

Raymond A. Wells,
August 16, 1984

STATEMENT OF QUALIFICATION

I, John Beggs, have been employed in exploration field work for 5 years. During this time I have gained extensive experience in geochemical techniques and grid preparation under the direction of seasoned field personnel.

John Beggs

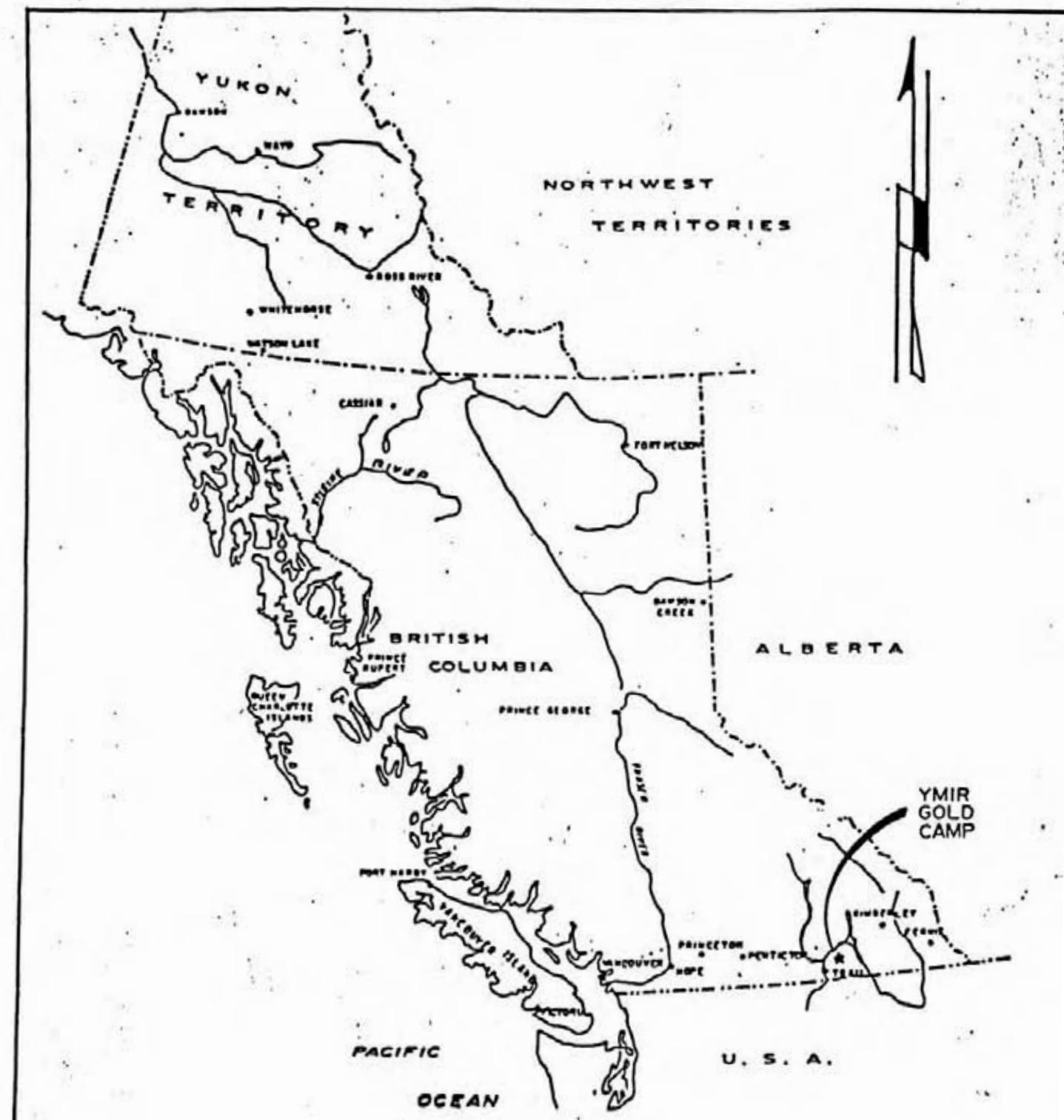
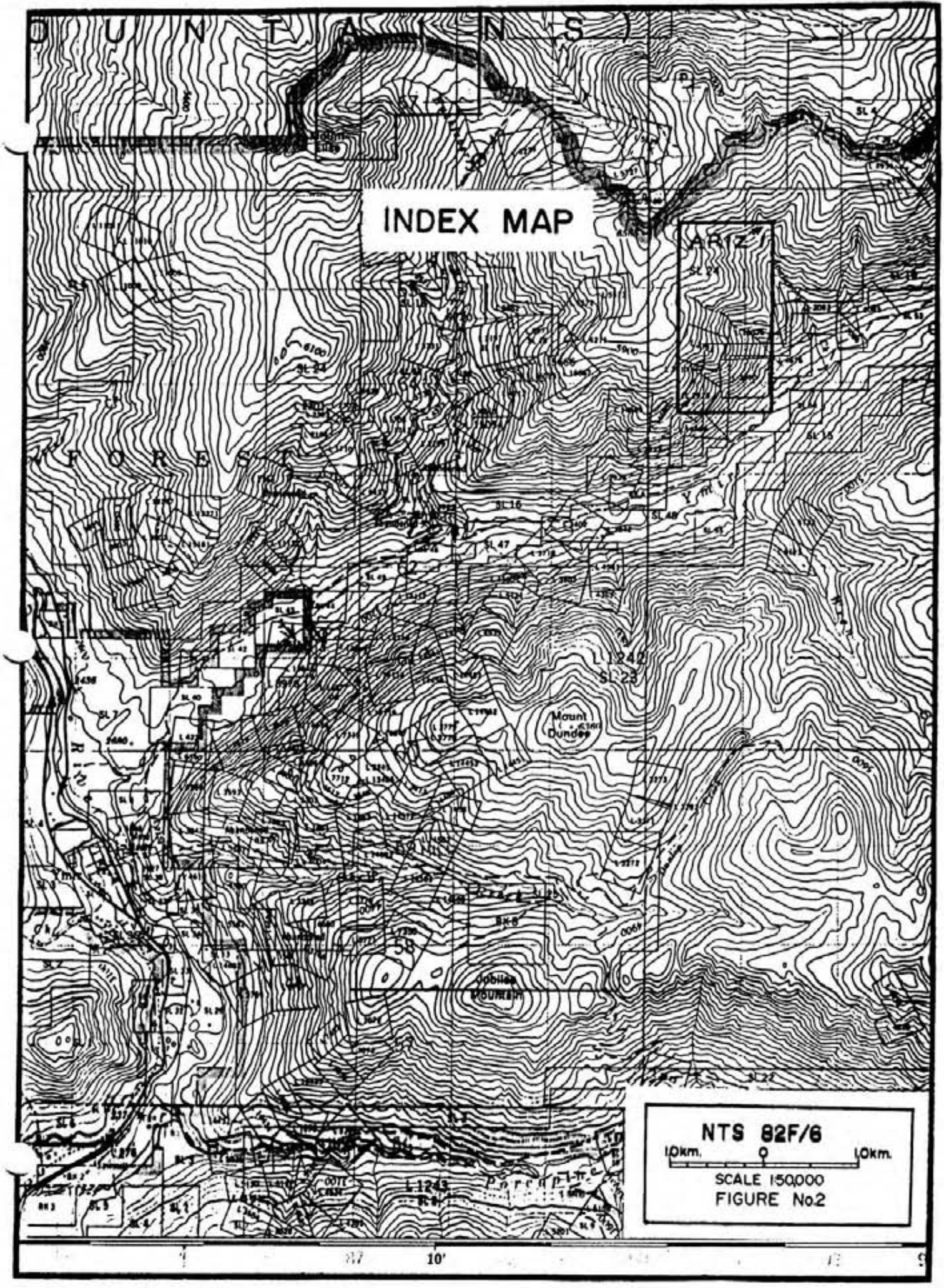


FIGURE 1.0

PROPERTY LOCATION


INDEX MAP
Mount Dundee
Jobies Mountain
NTS 82F/6
10km.
10km.
SCALE 150,000
FIGURE No.2

HALL CREEK GROUP
- INCLUDES FORMER WORKINGS ON THE BEAR & GOLD KING FR

TOP & ERIC
- INCLUDES THE JENNIE BELL AND YMIR MINT WORKINGS

YMIR GROUP

WILDHORSE TUNNEL
- INTERSECTS THE LOWER LEVELS OF THE YANKEE GIRL AND DUNDEE VEINS

FOURTH OF JULY GROUP
- HAS WORKINGS ON THE DUMAS AS WELL AS THROUGHOUT THE DAYBREAK
- AS WELL, NEARBY IS THE FORMERLY PRODUCING WILCOX MINE

DUNDEE GROUP
- HEADLINED BY FORMER PRODUCERS:
① THE DUNDEE
② YANKEE GIRL
③ LAKEVIEW

CENTRE STAR
- ONE OF THE ORIGINAL PRODUCERS AND ANOTHER IN THE DUNDEE GROUP

WREN GROUP

CENTENIAL GROUP

TRIASSIC-JURRASIC
- NICOLA GROUP (formally known as BELL-IRMINGER VOLCANICS)
- ANDESITE, BASALT, TUFF, AGGLOMERATE, MINOR SEDIMENTARY ROCKS

CRETACEOUS
- NELSON PLUTONICS
- GRANODIORITE, GRANITE, QUARTZ MONZONITE

LOWER JURRASIC VOLCANICS

Ariz Geochem lines

TO NELSON HWY. 6

SALMO RIVER

CLEARWATER CREEK

HALL CREEK

BARRET CREEK

ELISE CREEK

STEWART CREEK

QUARTZ CREEK

HUCKLEBERRY CREEK

YMIR CREEK

PORCUPINE CREEK

WREN CREEK

OSCAR CREEK

BOULDER MILL CREEK

HIDDEN CREEK

BEAR CREEK

ACTIVE CREEK

ALICE CREEK

WILLY CREEK

WEST KOOTENAY POWER

HWY. 6 TO SALMO

N MAGNETIC DECLINATION 20°16

SCOPE EXPLORATION LTD

GEOLOGICAL BRANCH ASSESSMENT REPORT

12,726

ARIZAKO MINES LTD.

YMIR GOLD CAMP

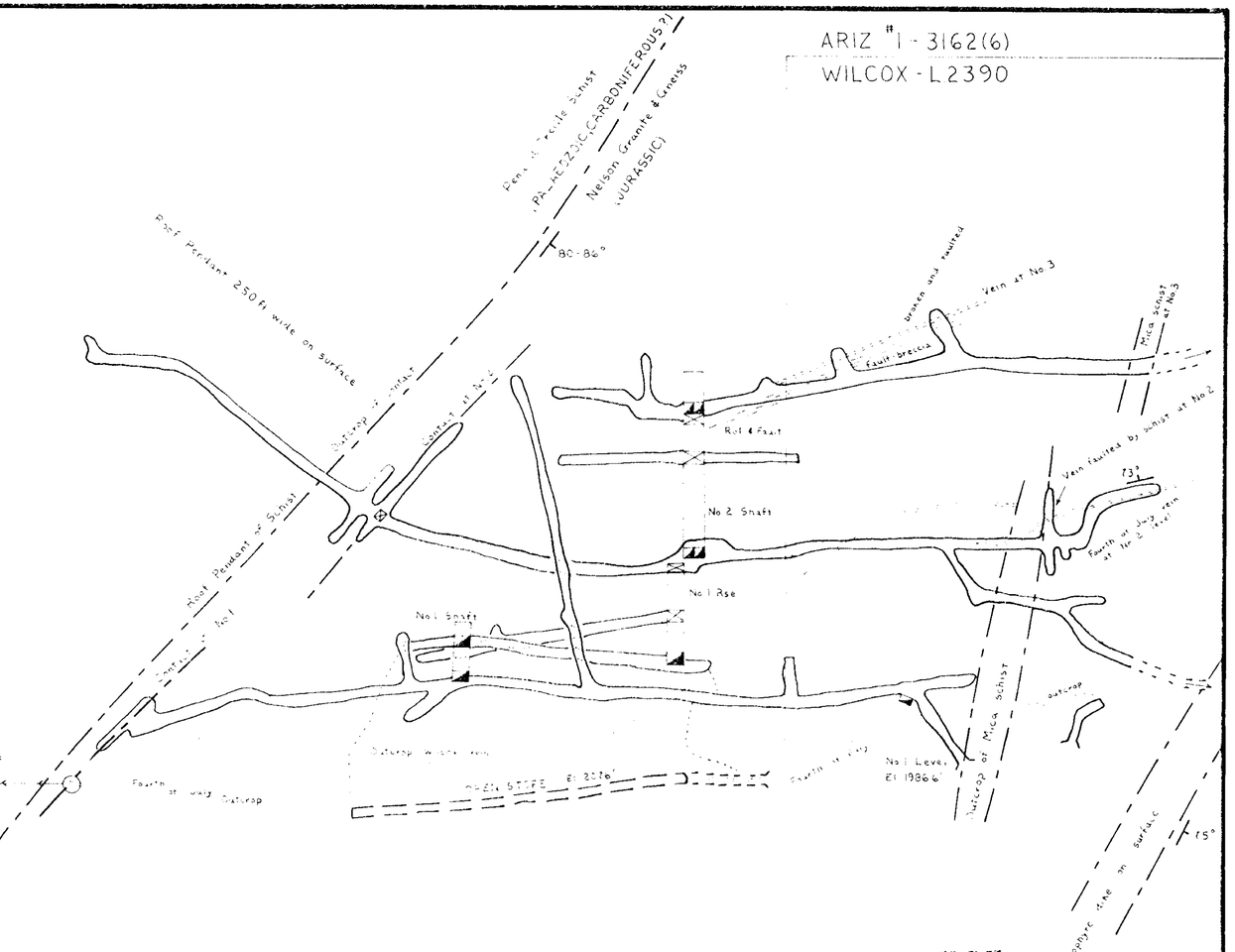
CLAIM GROUPINGS

DWG. BY R. MITCHELL | DERIVED FROM B.C. 82F/6

500m 0 500 1000m

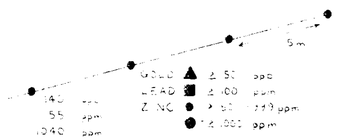
SCALE 1:20,000

ARIZ #1 - 3162(6)
WILCOX - L2390



GEOLOGICAL BRANCH
ASSESSMENT REPORT

12,726



ARIZAKO MINES LTD

FOURTH OF JULY CLAIM GROUP

AR Z #1 GEOCHEM GRID

Date BY A.M. 31/06/84 | FIG #3

10m 0 20m

SCALE 1:600