85-313-13703

GEOLOGICAL BRANCH ASSESSMENT REPORT

GEOLOGICAL REPORT ON THE SMOKEY PINES CLAIM

(Record Number 5211)

OMINECA MINING DISTRICT Mapsheet 93E/14W

Latitude 53° 45' N Longitude 127° 24' W

By: Doug G. Hooper Ryan Exploration Co., Ltd.

September 18, 1984

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SUMMARY AND RECOMMENDATIONS

A four-man crew from Ryan Exploration Company, Ltd. spent two days working on the Smokey Pines property during July, 1984. Preliminary geological mapping, as well as rock chip geochemical sampling was carried out. Unseasonally late snow covered over 50% of the property, including a 3 meter snow bank over the high-grade silver showing in the northwest saddle. Although the showing has been previously sampled by Ryan workers, this writer was not able to observe it. A total of 34 rock samples were obtained from the area, of which 19 are from within the claim boundaries. All samples were analysed for Cu, Pb, Zn, Mo, W, Ag and Au.

Results of the sampling duplicated good Ag and Cu anomalies from previous years' work, but failed to achieve the spectacular Ag grade results (up to 400 oz/ton) from work done in 1982 (assays from the "saddle" showing). Economic potential of the property can not be properly evaluated without further sampling and mapping of the "saddle" showing, therefore it is recommended that a two-man crew spend one week on the claim site doing a detailed evaluation of the Ag showing, and continuing the small scale mapping and sampling program initiated this year.

INTRODUCTION

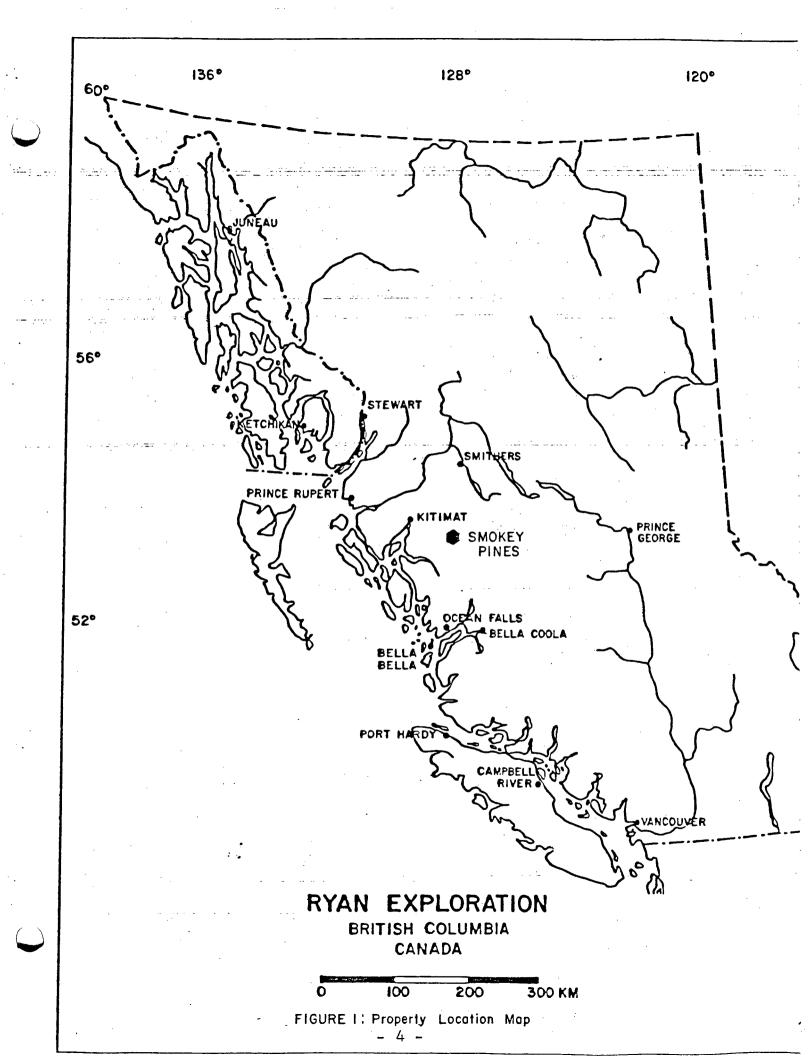
The Smokey Pines claim is located 5 kilometers north of Tahtsa Lake on the Nechako Reservoir, and approximately 90 kilometers southwest of the town of Houston, British Columbia (Figures 1 and 2). The property lies within high alpine glacial terrain at an average elevation of 6000 feet. Access to the property is by helicopter, either from Houston or Kemano. Logging and mining roads pass within two kilometers to the north of the claims, while water access to major roads is easily attainable on the Nechako Reservoir.

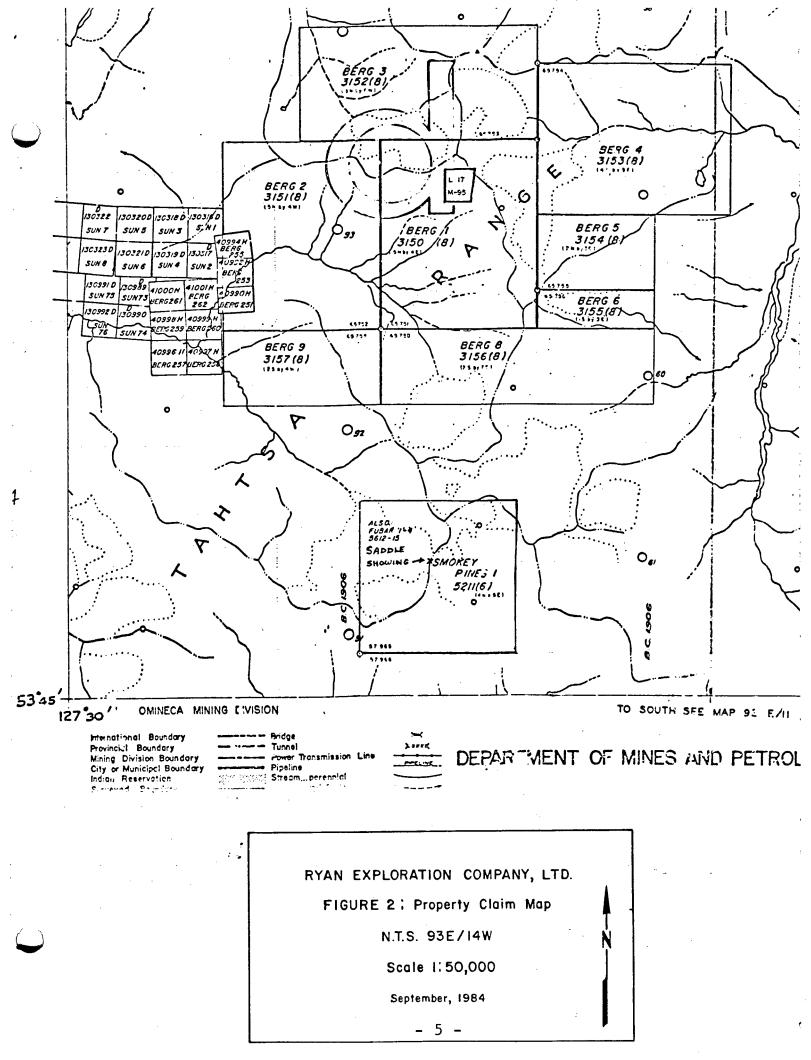
Staking of the Smokey Pines claims was carried out by representatives of Ryan Exploration Company, Ltd. in June, 1983 and initially constituted two 20-unit claim blocks, Smokey Pines 1 and 2. The claims were held to 1984 by payment of cash-in-lieu and the claims were reduced to a 16-unit block, Smokey Pines 1, in May, 1984. Lead-zinc mineralization in the northwest saddle on the property was recorded by S. Duffel of the Geological Survey of Canada in 1959. Previous work on the saddle showing included a 10 m X 2 m trench, from which 1982 sampling yielded Ag grades ranging from 19 - 400 oz/ton.

Preliminary geological mapping was carried out at a scale of 1:5,000, and was supplemented by rock chip and talus sampling. Snow cover and time restraints restricted this work to only one-

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third of the property area.





REGIONAL GEOLOGY

Work by G. Woodsworth (et. al., 1980) of the Geological Survey of Canada shows the Smokey Pines area to be a geologically complex terrain, hosting six different groups of rocks. Eocene granite to granodiorite lie in contact with older Late Cretaceous and/or early Tertiary diorite and gabbro in the northwest saddle area. Upper Cretaceous Skeena Group sediments, including micaceous sandstone, siltstone and shale, lie to the east and south of the intrusives. Lower Jurassic Hazelton Group Telkwa Formation volcanic tuffs and flows with minor sediments lie to the west and north of the property. Hazelton volcanics border with Upper Cretaceous Kasalka Group rhyolite to andesite volcanics to the south. The relationships between these groups appear enigmatic, and preliminary mapping by Ryan Exploration geologists only confirmed the complex lithologic setting.

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PROPERTY GEOLOGY

Since snow cover was extensive, 1:5,000 scale preliminary mapping was restricted to three areas: 1) the ridge to the north and northwest of the saddle showing, and its valley on the southwest side; 2) the eastern face of the ridge to the south of the saddle showing; and 3) the ridge on the east side of the claim area (Figure 3). An Eocene (?) quartz-diorite to granodiorite plug underlies the saddle showing and areas to the north and northeast of the showing. Tourmalene veins with cockscomb quartz crystals, indicative of open space filling, cross-cut the intrusives. A 150 meter thick wedge of rhyolite and dacite flows (?), with minor sediments, lie immediately north of the saddle showing. This wedge abuts a larger quartzdiorite to granodiorite plug to the north and east. The contact between these two bodies is marked by a gossanous band, 1-5 meters wide, which is traceable over 150-200 meters.

The northwest ridge on the property is predominantly the same Eocene (?) granodiorite plug which gives way to andesite tuff and small bodies of quartzite and siltstone. The valley to the southwest of this ridge hosts similar andesite tuffs with minor interbedded volcaniclastic sediments. The volcaniclastics follow a contact, parallel to the creek, with green andesite and andesite feldspar porphyry flows. Dykes of basaltic, rhyolitic composition cross-cut the volcanics locally.

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A quartz-diorite plug lies to the south and southwest of the saddle showing. This unit is locally dioritic and may be equivalent to the Late Cretaceous and/or early Tertiary diorite and gabbro group mapped by G. Woodsworth. Gossanous weathering dacite-andesite tuffs (?) and silicified, pyritized quartzdiorite are in possible fault contact with unaltered quartzdiorite to the south of the claims.

The ridge on the eastern edge of the property is comprised primarily of sediments with interbedded volcanic tuffs, flows (?) which are in contact with the Eocene (?) quartz-diorite to granodiorite body to the north. This intermixed sedimentary and volcanic unit is believed to be of the Upper Cretaceous Skeena Group. The sediments are predominantly lithic arenite, cherty argillite, limey siltstone, and limestone. The lithic arenite becomes micaceous to the north, and is difficult to differentiate from the intrusives. Intermixed dacite and dacite tuffs appear conformable to bedding, although the presence of cross-cutting basalt and rhyolite dykes may be indicative of more complex relationships.

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MINERALIZATION

Anomalous mineralized showings are scattered throughout the Smokey Pines area, although only the Ag grades appear to favour economic potential (Figure 4). The volcanic and sedimentary wedge north of the saddle showing hosts small quartzepidote and quartz-tourmalene veins containing pyrite, chalcopyrite, and arsenopyrite. One sample with epidote-pyritechalcopyrite veinlets contained 47.3 ppm Ag. The gossanous pyritized, silicified quartz-diorite plug to the south of the property assayed at 36.5 ppm Ag.

The most significant showing on the property is the sphalerite, galena, chalcopyrite and pyrite mineralization in the northwest saddle; this is referred to as the "saddle" showing and is exposed along a 10 m X 2 m trench (Figure 2). The showing was sampled and described by B. Devlin of Ryan Exploration in 1982. Mineralization is hosted by narrow 4-8 cm wide quartz stringers in the quartz-diorite stock. The stringers fill openspace fractures which trend 040 degrees and dip vertically. Sulphides are disseminated in the veins, although massive galena and sphalerite were found. Five samples from trenched boulders yielded assays of 19.0, 19.1, 96.2, 135, and 400 oz/ton Ag with less than one ppm Au. The hosting quartz-diorite has undergone silicification and pyritization.

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CONCLUSIONS

Epigenitic late stage argenitiferous quartz, quartztourmalene and quartz-epidote veins host disseminated and massive sulphide mineralization. Work by Ryan Exploration geologists has not delineated any extension of high grade silver veins in the saddle showing, although extensive snow cover has restricted this work. The size and extent of the Ag veins discourage estimations of economic potential, yet the high grade nature of the veins warrant additional consideration before the property can be written off.

ITEMIZED OOST STATEMENT

WAGES

Name	Position	TotalRate PerDates Worked (1984)DaysDay			Total		
D. Hooper	Geologist	May 7-8; July 23-24; Sept. 17-18	6	\$150	\$	900	
B. Devlin	Geologist	July 23-24	2	\$150	\$	300	
R. Haslinger	Assistant	July 23-24	2	\$ 80 [°]	\$	160	
D. Moore	Assistant	July 23-24	2	\$80	\$	160	
			Total	L Wages	\$1	,520	
ACCOMMODATION							
Kemano Staff Hous	se	July 23-24 8 Man-days	s@\$50.00/d	lay	\$	400	
FOOD AND SUPPLIES							
July 23-24 8 Man-days @ \$10.00/day \$							
TRANSPORTATION							
Truck \$35.00/day for 2 days							
Helicopter \$475.00/hr. (incl. fuel) 5.0 hours						,375	
ANALYSES							
19 rock samples analysed for Cu, Pb, Zn, Au, Ag, Mo, W @ \$25.00/sample (incl. shipping)						475	
REPORT PREPARATIO	N						
Maps: Blow-up						180	
Drafting, typing, reproduction						200	
	-	TOTAL EXPEN	DITURES		\$5	,300	

STATEMENT OF QUALIFICATIONS

I, Doug G. Hooper of 679 Arbutus Avenue, Maple Bay, in the province of British Columbia hereby certify that:

- I obtained a B.sc. in Geology from the University of British Columbia in 1984.
- I have worked seasonally in mineral exploration since 1978.
- I have been employed by Ryan Exploration Company, Ltd. since May 1, 1984.
- This report is based on personally working on the Smokey Pines claims during July, 1984.

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APPENDIX I: ANALYTICAL PROCEDURES

The following procedures are the standard analytical techniques used by the U.S. Borax Research Corporation in Anaheim which processes Ryan Exploration's samples.

Cu, Pb, Zn, Mo, Ag: Samples dissolved in aqua regia and values determined by atomic absorption.

- Au: Fire assay pre-concentration followed by atomic absorption analysis of the dore bead.
- As: Samples digested with aqua regia and values determined by hydride generation-atomic absorption.

APPENDIX II: GEOCHEMICAL ANALYSES

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USBRC Geochemical Analysis --- BC84RC26 --- 24-AUG-84

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USBRC Geochemical Analysis --- BC84RC26 --- 24-AUG-84

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	CDKE 42098 7R		16.		
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	CDKE 41404 9R CDKE 41405 9R CDKE 41405 8R	1.7 0.7 8.2	2. 1. 1.	131. 20. 53.	•
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	CDKE 41409 7R CDKE 41410 1R	1.7	1. 2.	279. 36.	· · · ·
	CDKE 41411 1R CDKE 42099 1R	0.5	1. 22.	56. 207.	
	CDKE 42100 7R CDKE 42101 1R	< 0.2	6. 2.	40. 5.	
	CDKE 42102 9R CDKE 42103 R CDKE 42104 1R CDKE 42105 1R	0.2 1.4 10.8 11.0	3. 1. 3. 6.	< 2. 80. 13. 10.	

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