

Prepared for ARGENT RESOURCES LTD.

## COAST MOUNTAIN GEOLOGICAL LTD.

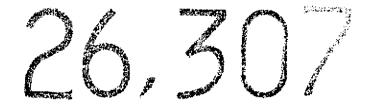
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August 4, 2000

GEOLOGICAL SURVEY BRANCH



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#### <u>Summary</u>

In July of 2000, Coast Mountain Geological Ltd. was contracted by Argent Resources Ltd. to conduct a limited geological, geochemical and geophysical exploration program on the Slocan Property. The purpose of the program was to:

- 1) maintain claim assessment requirements
- 2) examine the southern portion of the South Claim Group to determine whether the "Smoke-Trak" soil geochemistry anomaly (reported in Goldsmith, L.B., 1994) extends onto the property.
- 3) test and demonstrate the effectiveness of the VLF-EM geophysical system in delineating structural features that may control mineralization in this historic mining camp.
- 4) make recommendations for future exploration, including the acquisition of contiguous properties.

The highest assay returns from the rock sampling program came from the Cross Roads claim, MD-10: 212 ppm Zn and 1.2 ppm Ag. Lead and gold values from this component of the program were low.

The geochemical program undertaken on the South Claim Group delineated a northeast striking zone of threshold to anomalous silver (up to 5.4 ppm Ag). This may represent a subparallel structure to the nearby Payne Vein.

On the Boon Claim Group a VLF-EM survey delineated 3 to 4 anomalous features striking NE and SE. These are consistent with the complex set of variably striking mineralized structures known to occur in the immediate vicinity.

A follow-up program consisting of geophysical surveys (VLF-EM), soil geochemistry and mapping is recommended with a result-dependent second phase program of trenching and drilling. In addition, it is recommended that the acquisition of additional mineral claims be considered, in order to create a larger contiguous property encompassing the presently separate South, Cross Roads and Boon claim groups.

#### <u>1.0</u> Property, Location, Access

The Slocan Mining Property consists of the South claims, the Cross Roads claim and the Boon claims. Tenure to the claims is held by Rene deLarrabeiti of Vancouver British Columbia. Argent Resources, of Vancouver B.C. holds an option to acquire a 100% interest in the Slocan Properties.

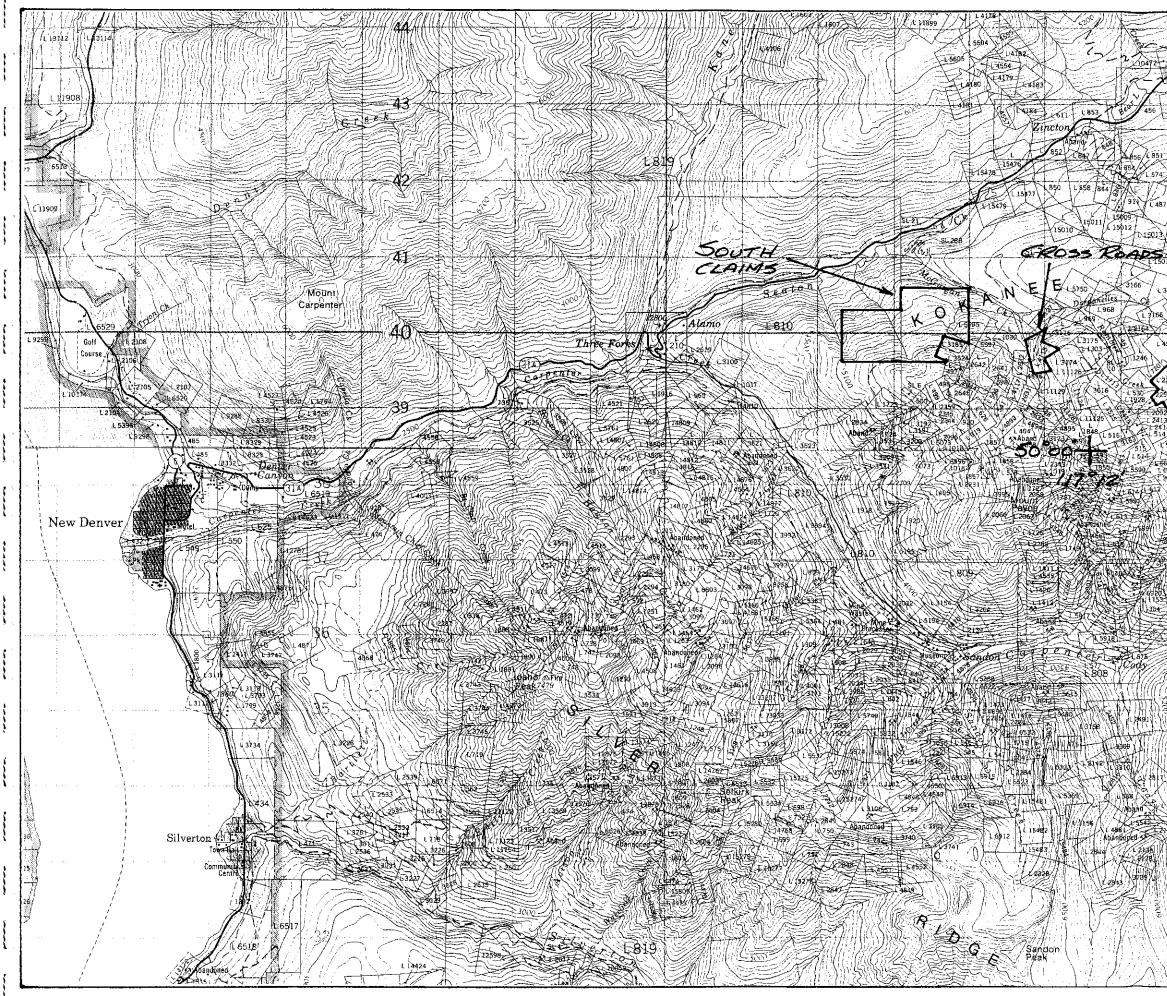
### Table 1 – Claim Status

Claim	Units	Tenure #	Anniv. Date
South 1	1	349335	July 26
South 2	1	349336	July 26
South 3	1	349337	July 26
South 4	1	349338	July 26
South 5	1	349339	July 26
South 6	1	349340	July 26
South 7	1	349341	July 26
South 8	1	349342	July 26
Cross Roads	1	256949	March 15
Boon 1	1	349350	July 28
Boon 2	1	349351	July 28
Boon 3	1	349352	July 28
Boon 4	1	349353	July 28
Boon 5	1	349354	August 6
Boon 6	1	349355	August 8
Boon 7	1	349356	August 8
Boon 8	1	349357	August 8
Boon 9	1	349358	August 8
Boon 10	1	349359	August 8
Boon 11	1	349360	August 12
(Total	Unite 20)		

(Total Units: 20)

The South, Cross Roads and Boon claims lie in the Kokanee Range of the Selkirk Mountains, in the Slocan Mining Division, British Columbia (NTS 82 K/3E and 82F095). The South and Cross Roads claims are situated on the steep north-facing slope of Mount Payne within the McGuigan creek watershed. The Boon claims, 2 kilometers to the east, extend northward from Reco Mountain and straddle the Stenson and Rambler creek watersheds. The nearest community where basic services may be obtained is New Denver, approximately 16 kilometers to the west.

The South and Cross Roads claims are accessible by four-wheel drive and foot from the dirt road that ascends the McGuigan Creek watershed from highway 31A in the Seaton Creek valley. This track is in reasonable condition though is quite narrow with a number of very sharp switchbacks. A partial washout just past the Cross Roads claim limits continued access to the South claims. The final 1.5 kilometers can be traversed by foot or dirt-bike. In addition, the dirt track that ascends the western flank of Mount Payne from



Fish Lak ANGE **R** BOON CLAIMS ARGENT RESOURCES LTD. SLOCAN PROPERTY CLAIM LOCATION PLAN 1:50,000 AUG. 2000 DR. BY. CB FIG: 1

the historic K+S railbed in Sandon also accesses these claims though it is also blocked for truck access by a partial washout 3.5 kilometers from the South claims.

The Boon claims can be reached via the Stenson creek road, which joins highway 31A by the Retallack snow-cat ski lodge. This track is in slightly better condition, as it is maintained by the ski operation, however, at the time this exploration program was conducted, a small rock slide 1.5 kilometers from the Boon claims hindered truck access. Further up the Stenson creek valley a number of logging trails branch up-slope and provide rough access to higher elevations on the Boon claims.

### 2.0 Regional Geology and Mineralization

### 2.1 Introduction

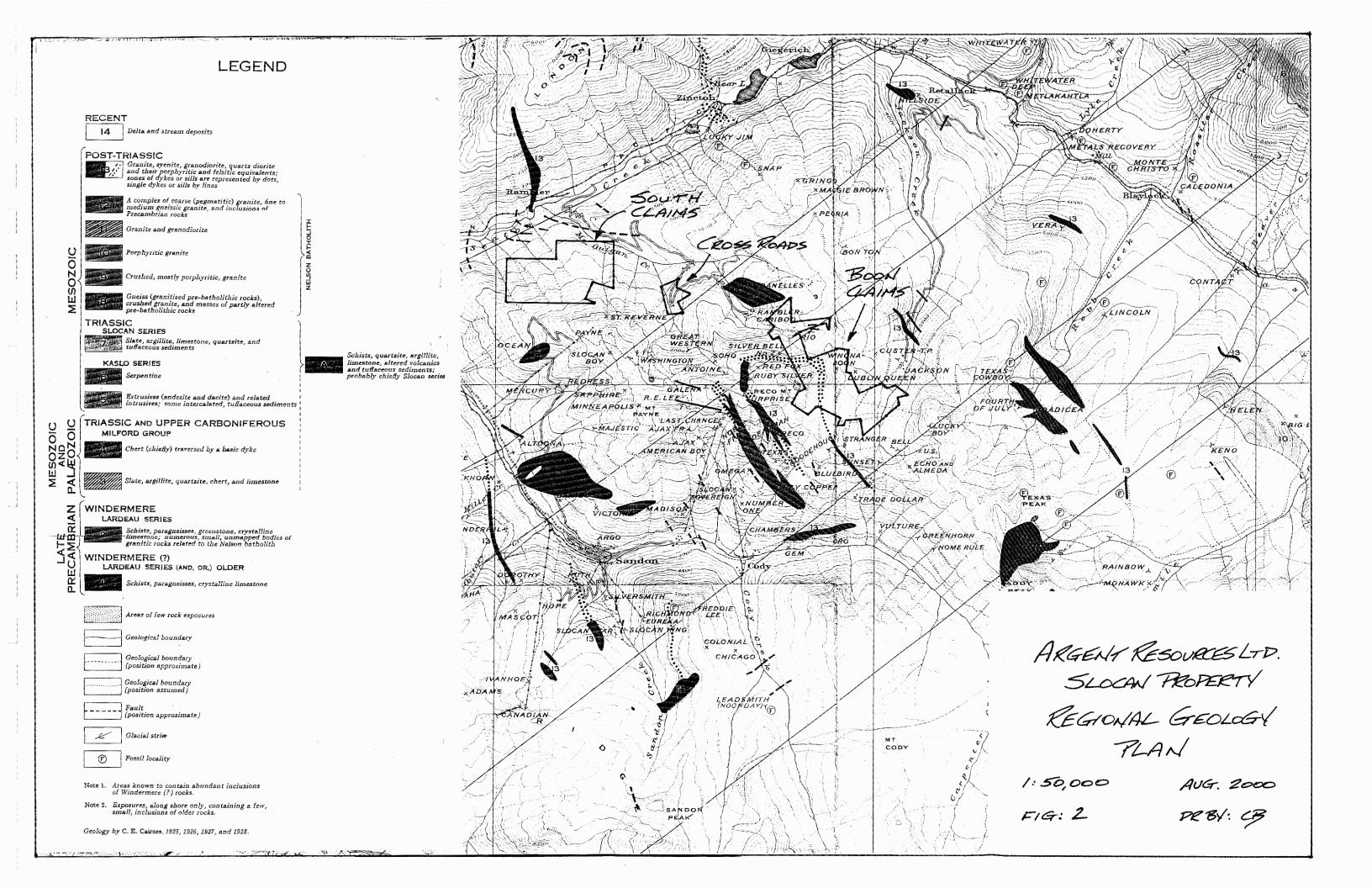
The property is situated about 4 kilometres northeast of Sandon in the highly mineralized Slocan Mining Camp, a well known historic silver-lead-zinc mining camp. The geology and mineralization of the region is described by numerous authors, including Cairnes (1934, 1935), Hedley (1952), Little (1960) and Read (1976). The following summary is taken largely from these sources. Figure 2, from Cairnes (1934) shows the general geology and known mineral occurrences in the vicinity of the property.

### 2.2 History

Mineralization was discovered in the Sandon area in the late 1880's, and the 1890's marked the boom years of the camp. By the mid-1890's the district ranked as the most productive camp in the province in terms of number of producing mines and the value of the ore sold. Peak production in the camp was reached in 1918. Since the initial boom years, periods of activity and recession in the camp have largely been controlled by metal prices.

Metallurgical advances have had a large effect on the mining operations in the district. In the early years, the metallurgy of the time was such that sphalerite was of no value and was considered to be gangue material. As a result, those properties with a higher zine and a lower lead and silver content were considered worthless. By about 1910, most operations were producing both lead and zine concentrates, but it wasn't until the 1920's that selective flotation was developed to the stage that clean lead and zine concentrates could be produced. The grade of the flotation concentrate was much better than could be made by gravity, and the overall recovery of silver, lead and zine was significantly increased.

Within the Slocan Mining Camp, over two hundred properties are documented as having shipped ore, although the majority of the production was from a relatively few deposits, as summarized below:



Name	Minfile #	Production (tonnes)	Ag	Pb	Zn	Au
Silvana	082FNW050	510,964	475.5 g/t	7.6 %	5.1 %	
Mascot, Minnie	ehaha)					
Silversmith	082FNW053	355,110	636.7 g/t	9.2 %	3.3 %	0.11 g/t
Van Roi	082FNW064	284,706	304.5 g/t	2.8 %	2.7 %	0.03 g/t
Hewitt	082FNW065	112,573	529.7 g/t	1.6 %	2.4 %	0.03 g/t
Standard	082FNW180	746,235	372.8 g/t	5.3 %	6.6 %	0.03 g/t
Victor	082FNW204	149,502	863.7 g/t	14.5 %	9.5 %	0.51 g/t
Payne	082KSW006	110,604	1052.3 g/t	15.7 %	0.9 %	
Rambler	082KSW018	189,421	575.2 g/t	5.6 %	1.4 %	
Lucky Jim	082KSW023	1,065,798	17.5 g/t	0.3 %	7.5 %	
Whitewater	082KSW033	471,063	230.7 g/t	3.0 %	4.9 %	0.12 g/t

### Table 2 – Slocan Mining Camp Deposits

Exploration and development in the camp has been intermittent since the 1890's. The most recent major activity has been at the Silvana Mine (covering the old Mascot and Minniehaha claims) just west of Sandon. Silvana Mines (and later Dickenson Mines Limited) operated the mine and a 150 ton per day mill from 1970 to 1993. The property has since been acquired by Treminco (now Elkhorn Gold Mining Corp) and plans are to continue exploring and developing the property.

It is interesting to note that most of the productive lodes in the Sandon camp were discovered by the early 1890's, and that relatively few important discoveries have been made since this time (although work has continued on a number of the known deposits in more recent years). This would seem to be a function of a number of factors. The fragmented ownership of claims in the area has prevented thorough comprehensive exploration of the camp. Combined with this is the fact that relatively few modern exploration programs have been conducted in the camp and those that have been done have been on small, isolated properties rather than on any sizeable property. Successes by Cream Minerals on the Kaslo Silver property, some 13 km south of the South-Boon claims, are largely a result of utilizing modern exploration methods (particularly geophysics followed by diamond drilling) on a large land package covering many old producers and known showings. A similar approach is recommended to explore the Sandon camp.

#### 2.3 Regional Geology, Structure and Mineralization

The Sandon area is situated within the Quesnel Terrane, east of the Shuswap metamorphic complex and on the western margin of the Kootenay arc. Sediments of the Upper Triassic Slocan Group underlie most of the area and host the majority of the mineral deposits in the camp. Regionally, the Slocan Group uncomformably overlies the Permo-Triassic Kaslo Group, which in turn overlies the Upper Paleozoic Milford Group. In general, the rocks become progressively younger to the southwest. Neither the Kaslo or Milford Groups is exposed in the Sandon area.

The Slocan Group is a thick sequence of generally marine sediments, including shale, argillite, siltstone, quartzite and minor limestone. Towards the top of the sequence, pyroclastic units are seen, which pass upwards into massive flows. The sediments are highly deformed and are metamorphosed to lower greenschist facies. There is little pure argillite, quartzite or limestone within the area. Most commonly, the rock is a dark, well bedded quartzitic argillite with alternating hard and soft beds. Individual beds range from a few millimetres up to perhaps a metre in thickness. Generally, the rocks are fine grained, silty estuarian deposits with rapid alternations in character and local evidence of turbulent deposition.

A large intrusion of the Mid Jurassic Nelson plutonic suite intrudes the rocks of the Slocan series a few kilometres south of the Sandon area. Small intrusive plugs and dykes related to this intrusion are common throughout the Sandon area and may also host mineralization. At least six texturally and compositionally distinct phases of the intrusion are recognized, ranging from diorite to lamprophyre. The most common phase is a medium to coarse grained K-spar porphyritic granite or quartz diorite.

The rocks in the area are complexly folded. Hedley (1952) described the entire assemblage as being involved in one major recumbent fold, the Slocan fold, which strikes northwesterly and is open to the southwest. The Slocan fold includes many smaller folds.

Faulting was initiated during the final stages of folding, and served as an avenue to release stresses built up by the folding process. The larger, regional faults are complex zones along which the amount and direction of movement varied as the fault passed through the complexly folded rocks. Faults typically follow bedding in the rocks and as such it is often difficult to determine the relative movement and amount of displacement of a given fault. Most commonly, mineralization is associated with regional northeast trending, moderate to steeply southeast dipping fault zones.

Mineralization in the Sandon area consists of lead-zinc-silver mineralization, as fissure filling and replacement type mineralization within sediments of the Slocan Group and within intrusions belonging to the Nelson plutonic suite. Mineralization has been attributed to the intrusion of the Nelson batholith and is regarded as being late in the period of intrusion. The main ore mineralization from the Silvana mine has been dated at  $169 \pm 7.3$  Ma (mid Jurassic).

Folding and subsequent faulting are important controls on both fissure filling and replacement type mineralization. In the first case, mineralization occurs as discrete bodies, "like plums in a pudding", within major regional fault zones which are known to be up to 8 km in strike length. Mineral deposition occurs where conditions were favorable along these structures, such as in more competent beds, hinge zones of folds and the intersection zones of fissures. That said, even the least competent beds can contain ore bodies, provided that other conditions are favorable for deposition. A distinction is made in the literature of the Sandon area between lodes and veins, with lodes referring to structures which carry mineralization, and veins referring to the zones of mineralization within the lodes. In the above table of primary producers in the Sandon area, 8 of the 10 listed deposits are examples of fissure filling mineralization.

Replacement type mineralization, such as occurs at the Lucky Jim and Whitewater Mines, is a variation on the fissure filling type of deposit described above. Replacement mineralization occurs where mineralization is hosted within limestone. These deposits can be significant in size (the Lucky Jim exceeded 1 million tonnes) although they tend to be much lower in silver grade than the fissure filling deposits. At the Lucky Jim, pervasive replacement of limestone on zones or cross fractures produced near vertical, tabular orebodies up to 12 metres in width and with lengths varying depending on the width of the limestone bed.

The Sandon area has always been considered to be a silver-lead-zinc district and not a gold district, however several properties do contain significant gold values. At the Jackson Mine a sample of galena is reported to have returned 18.8 g/t Au (0.55 oz/t Au). Gold is said to be associated with pyrite at the Monitor and with chalcopyrite and pyrite at the Molly Hughes. Significant gold mineralization, associated with copper, arsenic and antimony is related to Jurassic intrusives at the Willa prospect, about 15 km to the southeast.

The idea of a regional thermal gradient resulting in a district wide zonation of metals in the camp was proposed by Cairnes (1934) and has been widely accepted by many. This theory would suggest that the ore in the Sandon area is zoned, with high silver, siliceous ores at higher levels, grading down through lead ore into zinc and finally into pyrite mineralization. Hedley (1952) cautions against applying this concept to the district as a whole, although he concurs that some individual veins do show this zonation on the scale of the deposit. He argues that changes in geology or in depositional conditions on a local scale have a greater effect on metal ratios than a regional thermal gradient. Furthermore, in many cases Hedley feels that the mining practice and economics of the day have resulted in this apparent zonation. Early mining was near surface, from highly oxidized ore, high in silver and low in lead and zinc. Later mining was carried out inexpensively near the surface, on ore that was sorted to be as nearly clean of zinc as possible, sphalerite being considered gangue at the time. Lower workings, involving longer adits, were more expensive and if primarily zinc and little lead were encountered, exploration stopped because the value of the zinc was insufficient to pay for the costs of continuing. This gave the impression that the ore bodies bottomed in zinc-rich ore.

Mineralization in the camp occurs over a vertical range of in excess of 1200 metres. Over 200 past producing mines are documented. Most of these were relatively small bodies, although several have had significant tonnage. As tabulated above, 10 deposits within the area have had in excess of 100,000 tonnes of production, with the largest producer being the Lucky Jim (about 3 km north of the South-Boon property). Individual mines on a single controlling structure have been shown to have a vertical extent of up to 400 metres. Typical grades (from past production) are in the order of about 600 g/t Ag, 8% Pb and 4% Zn. It should be noted that grades from production records are not entirely representative of ores, due to early sorting of high grade and because zinc was generally not recovered during early years.

Most of the known ore bodies have outcropped on surface, although this is more the result of the limitation of historic exploration techniques than of the distribution of mineralization.

On this note, Cream Minerals is actively exploring for lead-zinc-silver mineralization on the Kaslo Silver property in the Keen Creek area, approximately 13 km southeast of the Boon claims. Cream Mineral's property is situated in an area which is geologically, structurally and mineralogically similar to the Sandon Camp and which includes the past producing Cork-Province Mine. Aggressive exploration efforts by Cream, from 1997 to the present, have delineated a mineralized shear structure for a strike length of 6.5 km. Geophysics has proven to be a very successful exploration tool, both for defining the controlling structure and for locating zones of mineralization along the structure. A number of different zones of mineralization have been identified. At the Cork South zone, a 6.5 metre wide mineralized body was discovered by drilling which averaged 179.5 g/t Ag, 5.1% Pb and 7.3% Zn. Trenching at the Silver Bear zone returned 372 g/t Ag, 3.2% Pb and 4.9% Zn across a 7.5 m true width. Much of the 6.5 km strike length of the main mineralized structure remains untested by drilling or trenching.

A similar approach in the Sandon area remains to be taken. Exploration in the camp has been restricted to small, isolated properties. A modern exploration program on a significant sized land package would be an ideal way to conduct exploration in this area.

### 2.4 Property Geology and Mineralization

#### 2.4.1 South Claims

There is little information as to the history of exploration of the South claims and it is unknown whether any workings exist on the property.

The claims are, however, situated immediately northwest of the Payne-St. Keverne property (Minfile 082KSW006, 007), one of the 10 largest producers in the camp and the first discovered in the area. The Payne Mine produced 110,604 tonnes of ore at an average grade of 1052.3 g/t Ag, 15.7% Pb and 0.9% Zn from 1893 to 1939, with the bulk of the production prior to 1906. Seven adits and four

intermediate levels have been developed, to a depth of 440 metres below surface. The deposit consists of a single vein to a series of close spaced veins which pass downwards into a 2 - 2.5 m wide shear zone. The main ore shoot averages 300 metres in length and strikes 055°/60°S. The vein is terminated by a northwest trending fault at the northeast end. Ore zones occur in the zone of maximum curvature of a recumbent fold, which has a near horizontal axial plane and which is open to the northeast. Mineralization is also controlled by more competent lithologies such as quartzite. Exploration was completed on the Payne property by Minotaur Resources from 1986-88, and by Touchstone Resources from 1988-1992. Several trenches were completed to test geochemical anomalies northwest of the old workings.

### 2.4.2 Cross Roads Claim (L4115)

The Cross Roads claim, situated about 1 km east of the South Claims, was historically part of the Slocan Boy property (Minfile 082KSW083). The claim adjoins the Payne-St. Keverne claims (described above) to the east.

Two different mineralized lodes occur on the Slocan Boy group some 500 metres southwest of the Cross Roads claim. A total of 346 tonnes of high grade ore was mined between 1896 and 1905 from these lodes, at an average grade of 3972 g/t Ag and 64.4% Pb. The ore is hosted within the upper limb of the recumbent fold hosting the Payne mine.

Although several hand dug pits were discovered on the Cross Roads claim, there was no evidence of mineralization.

#### 2.4.3 Boon Claims

The Boon claims cover the western slopes of Jackson Basin, at the headwaters of Stinson Creek, and extend to the west and north across the divide between Stinson and McGuigan Creeks. Historically this block of claims is known as the Corrigan Group, and is detailed in Minfile 082KSW014 and described by Cairnes (1935).

The claims are underlain by sediments of the Slocan Group, striking 320-330°, and dipping either northeast or southwest. Along the northeastern edge of the claim group, between Stinson Creek and the westerly ridge, the claims are underlain by massive quartzite and argillite. Elsewhere, the rocks are predominantly fissile slate, with interbedded limestone and quartzite. Numerous quartz porphyry dykes intrude the Slocan sediments, particularly the slates on the Winona and Boon fractions.

There are no extensive workings on the claim group although minor production is noted from several short adits, opencuts and shallow shafts exploring vein exposures. A total of 110 tonnes of ore was produced in 1900, and a further 23 tonnes between 1948 and 1970 from a number of different locations. The average grade of the 133 tonnes produced was 1643.7 g/t Ag, 33.5% Pb and 2.5% Zn. Most of the ore was apparently mined from the Winona-Boon workings.

The lodes on the Boon claims have varied orientations. At the old New Era shaft (on the Custer claim but very near the boundary with the Dublin Queen), the lode strikes  $250^{\circ}$  and dips steeply southeast. The shaft was dug to a depth of about 5 metres. An altered dyke forms the hangingwall of the lode.

To the southwest, near the Winona-Dublin Queen claim boundary, two other lodes occur and are known as the Winona-Boon lodes. One or other of these two lodes may be continuous with the New Era lode described above. The lower and southernmost of these lodes is also known as the Dublin Queen lode (part of the adjacent Jackson occurrence). The upper, more northerly lode, situated near the Winona-Boon cabin, strikes  $065^{\circ}$  and dips steeply to the southeast. Two adits have been developed on this upper lode, and several open cuts were made. The adits are connected by a raise near the end of the workings and ore was mined from a bench off this raise. The adits are 18 and 24 metres long, and in both cases the lodes within them are terminated by faults. A 5-25 cm wide vein, consisting mainly of galena occurs in the lode, following jointing in the argillite host. Towards the face in the upper adit, the vein changes in tenor to calcite, brecciated argillite and pyrite, and in orientation to  $320^{\circ}$ , along bedding in the argillite.

A further 60 metres uphill from the Winona-Boon lode, near the south boundary of the Winona claim, a short adit is developed on a small fracture carrying minor mineralization. The fracture strikes 065° and dips to the southeast. It appears to line up with the Dublin Queen lode.

The Boon adit, 150 metres further uphill, is developed on a fissure striking nearly east in slaty argillite and quartz porphyry dykes and sills. Minor lenses of limestone occur. Near the portal, the fissure contains a narrow stringer of galena. Further in the adit, the vein is dominantly sphalerite. A high grade of silver was reported from this vein and is attributed to tetrahedrite or pyrargyrite. Three tons of ore was apparently shipped from this vein.

The Winona-Boon and Boon tunnels were reopened in 1966 and a small amount of ore recovered. In 1967, 30 metres of surface stripping was done and two short diamond drill holes (totaling 46 metres) were completed. Two tonnes of sorted ore from old mine dumps was shipped. In 1975, a short drill hole (15 metres) was drilled. No work is reported since this time.

Numerous mineral occurrences are situated on claims immediately adjacent to the Boon property, including the Rambler (82KSW108), Rio (082KSW013), Jackson-Dublin Queen (082KSW015), Bell (082FNW028), Silver Bell (082KSW012), and Surprise (082FNW021). Two of these adjoining properties are summarized briefly below.

To the north, the Boon claims adjoin the Rambler property, one of the 10 largest producers in the district and said to be one of the more consistent producers. The mine operated continuously from 1895 to 1935, then intermittently until 1951. A total of 189,421 tonnes of ore was produced, at an average grade of 575.2 g/t Ag, 5.6 % Pb and 1.4% Zn. The lode system on the Rambler is hosted principally in a quartz diorite stock, and strikes 040°/50-80°SE. A series of cross-cutting fissure veins occurs and ore appears to be closely related to dilation jogs and cross fractures. Three main ore shoots were discovered, over a horizontal distance of about 610 metres. The shoots were up to 5 metres in width, to 60 metres in length, and consisted of up to 2 metres of massive galena in a drusy quartz gangue. The South shoot is situated near the northern boundary of the Boon property.

The Jackson Mine is situated immediately east of the Boon property. The mine produced intermittently from 1894 to 1975, with a 55 tonne per day mill operating on site during the early-mid 1950's. Five adits are developed on the Jackson property, as well as a 45° incline. Several different lodes are known, with the main load, the Jackson lode, being the most productive. The Jackson lode strikes at 075-085°/40°E, but changes over its strike length to about 145°/60°SW and appears to continue northwesterly onto the Boon claims. Overall the lode is said to be well defined and 60-180 cm in width. Ore minerals include galena, sphalerite, chalcopyrite and pyrite in a matrix of siderite, quartz and brecciated basic dyke hostrock. A near solid band of sphalerite follows the foowall of the lode. Although gold is generally not mentioned in descriptions of the property, Cairnes (1934) notes that a selected specimen of galena from the portal of the No.5 adit at the Jackson Mine returned 18.8 g/t Au (0.55 oz/t Au). Total production from the Jackson mine was 5,847 tonnes at a grade of 531 g/t Ag, 14.7% Pb, 10.9% Zn. There has been minor exploration of the property in recent years, including a fan of six diamond drill holes drilled by Locke Rich Minerals Ltd. in 1988.

### 3.0 2000 Exploration Program

In July of 2000, Coast Mountain Geological Ltd. was contracted by Argent Resources Ltd. to conduct a geological, geochemical and geophysical exploration program on the Slocan Property. The purpose of the program was to:

- 1) maintain claim assessment requirements
- 2) examine the southern portion of the South Claim Group to determine whether the "Smoke-Trak" soil geochemistry anomaly (reported in Goldsmith, L.B., 1994) extends onto the property.
- 3) test and demonstrate the effectiveness of the VLF-EM geophysical system in delineating structural features that may control mineralization in this historic mining camp.
- 4) make recommendations for future exploration, including the acquisition of contiguous properties.

### 3.1 Detailed Geological Mapping

Detailed geological mapping at a scale of 1:10,000, and rock sampling was undertaken on portions of the South Claims, the Cross-Roads Claim (L4115) and the Boon Claims. The following is a summary of the findings including geology, structure, potential mineralization and significant rock samples.

### 3.1.1 South Claims

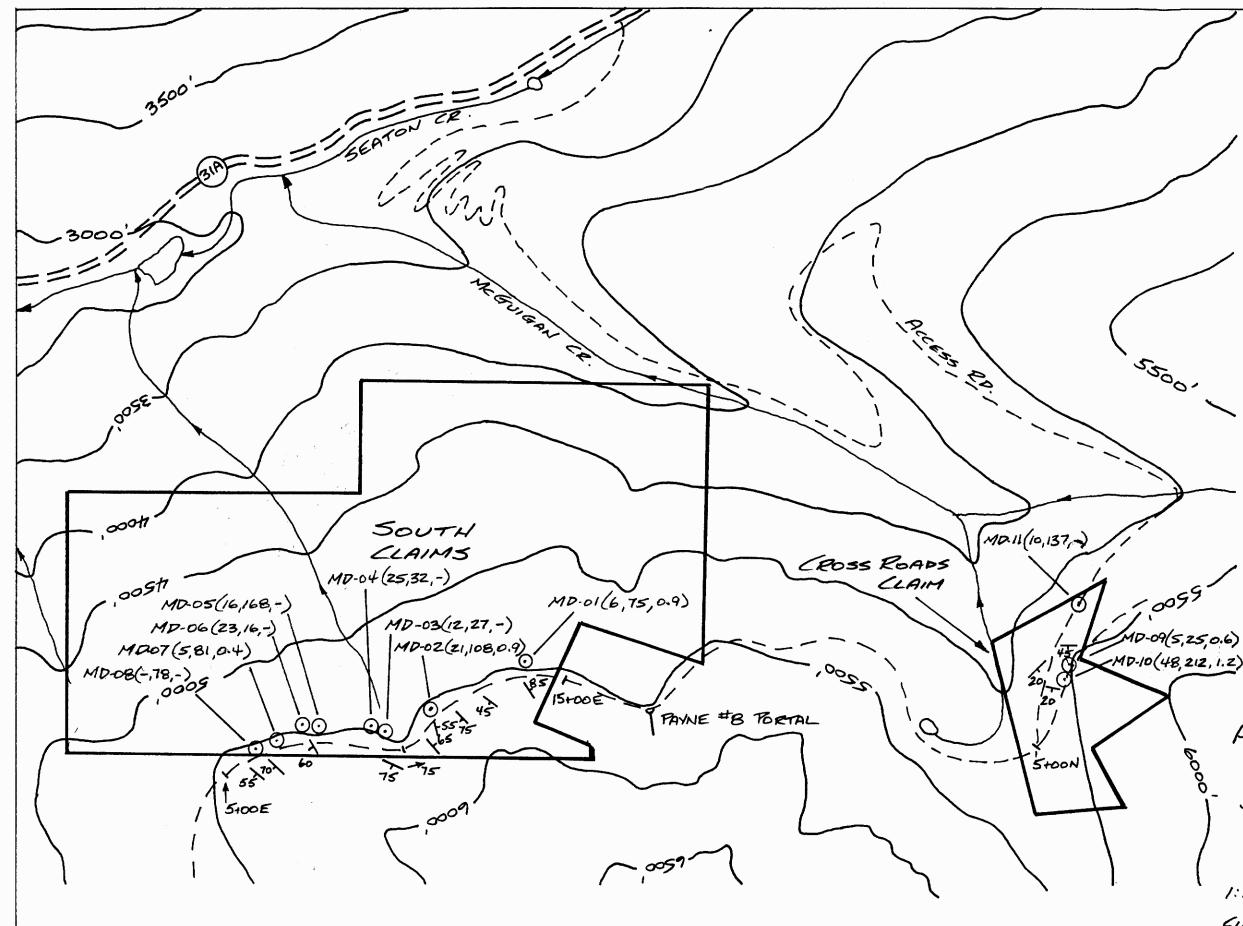
Detailed geological mapping was undertaken along the old mining road in the southern portion of the claim group at approximately the 5500 foot elevation contour, east of the Payne mine (Figure 3). A 1000 meter contour line was established along this road starting at 5+00E, at the west end of the road, to 15+00E at the east end of the road where it enters the L3185 claim.

Bedrock exposures were frequent along this road cut with the overburden thickness less than 1m. The bedrock consists mainly of a dark, fine grained, shaly and quartzitic argillite with alternating hard and soft beds. These sediments are intruded by various sills and dykes of quartz feldspar porphyry. Individual beds range from a few centimeters to ~50cm.

The bedding structure of the sediments typically trends in the range of 280 to 345 degrees, and dipping 45 to 85 degrees to the SW or NE. The weathered buff coloured intrusive sills typically intruded within the bedding and often contain up to 5% of finely disseminated pyrite. The argillite also displays zones of shearing or faulting and micro folding, which commonly host quartz and lesser carbonate veins. One fold located at 9+25E had a strike of 80 degrees and plunges 75 degrees east. The shear or fault zones are generally parallel to the bedding. Where folding has occurred, the rusty and vuggy quartz veins occur mainly at the hinge of the fold.

Mineralization was limited to minor amounts of disseminated pyrite. The pyrite was noted primarily within the more competent beds of argillite and at the hinge zones of folds, and within some of the quartz veins.

A total of eight rock samples were collected throughout the traverse. The samples consisted mainly of quartz vein material occurring in fracture zones and structural folds, mineralized intrusive sills, and mineralized competent argillite beds. In general the analysis of the rock samples returned low values in Lead, Zinc, Silver and Gold. The highest results came from MD-05; 168 ppm Zn and 271 ppm Cr. and MD-02; 108 ppm Zn, 0.9 ppm Ag and 6.2 ppb Au.



LEGEND ROCK SAMPLE  $\odot$ SAMRE# (ppmPb, ppmZn, PPMAg) BEDDING, DIP 701 FOLD PLUNGE, DIP MD-09(5,25,0.6) ARGENT RESOURCES LTD. SLOCAN PROPERTY 000 SOUTH/CROSS ROADS CLAMS GEOLOGY-ROCK SAMPLE PLAN 1:10,000 AUG. 2000 FIG: 3 DR.BY: CB

### 3.1.2 Cross Roads Claim

Detailed geological mapping was undertaken along the upper road in the central portion of the claim at approximately the 5400 foot elevation contour. A 350 meter contour line with 50m intervals was established along this road. (Figure 3)

Bedrock exposures along the road cuts are more prevalent along the northern half of the road section. The exposed bedrock generally consists of the same sediment package described in the South claims. However, the intrusive quartz feldspar porphyry sills occur more commonly than in the South claims and are generally thicker in width (up to 1.5m). They also often contain 5-10% disseminated pyrite (sample MD-10) and are often cross-cut by quartz veinlets 1-2cm wide (sample MD-09).

Bedding structure within the sediments appears to be generally striking 270-280 degrees and dipping 20-45 degrees south. A strong area of deformation was noted between 7+05N and 7+10N, which appears to be the hinge of a fold, perhaps suggesting the top of a broad anticline, plunging gently east. The argillite beds and intrusive sills are all highly fractured across the bedding structure. Highly compressed and sheared argillic material occurs within the fractures of the sills, suggesting a later shearing event allowing for the penetration of the argillite into the sills.

Mineralization was again noted in minor amounts in the intrusive sills, the quartz veins and within some of the more competent argillite beds, as disseminated and fine fracture filling pyrite.

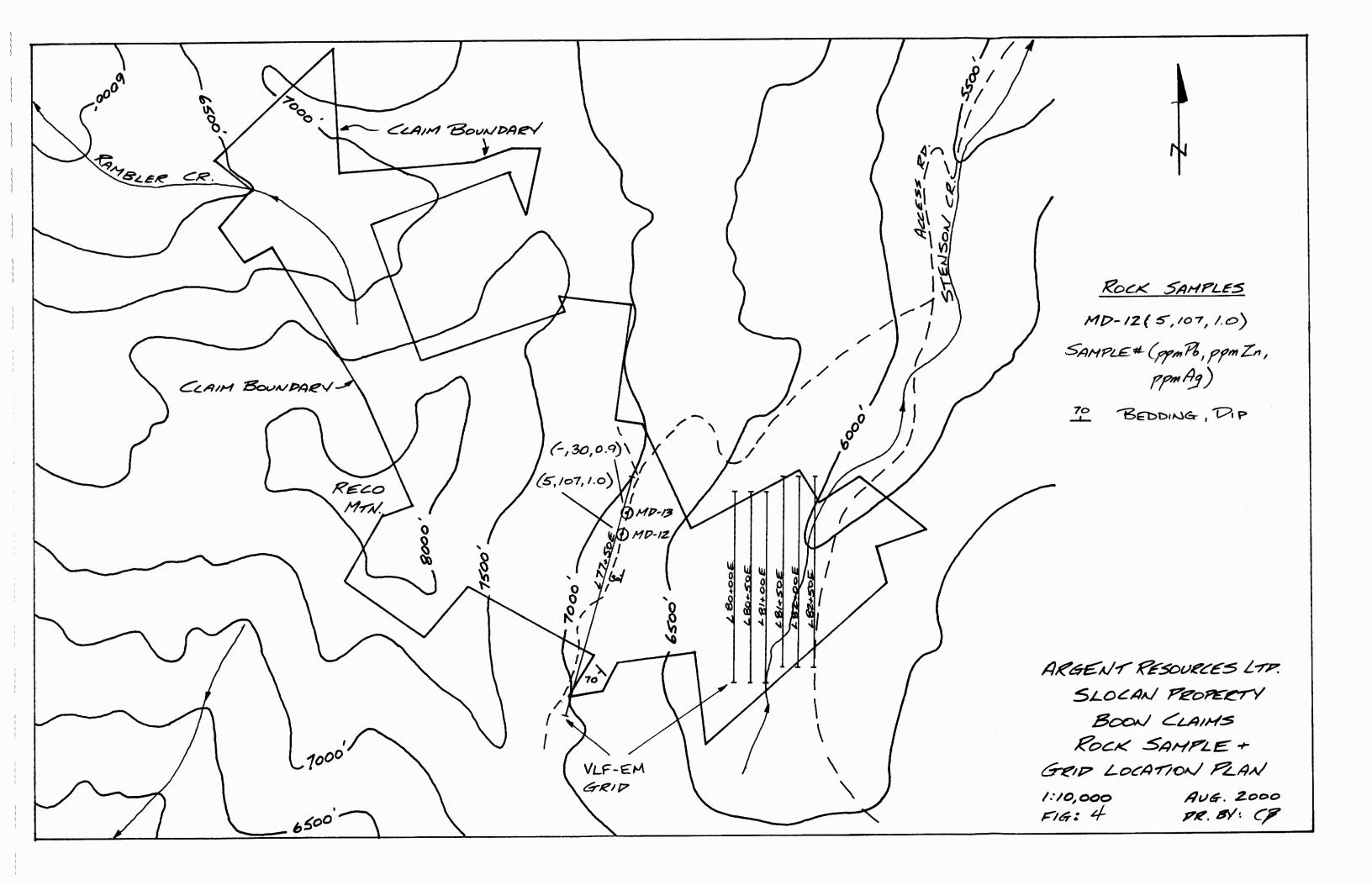
A total of three rock samples were collected in the Cross Roads claim. Samples MD-09 and MD-10 were taken along the upper road, while MD-11 was taken along the lower road. The highest values returned from analysis came from MD-10; 212 ppm Zn and 1.2 ppm Ag.

#### 3.1.3 Boon Claims

Detailed geological mapping and rock sampling was undertaken along an old mining road intersecting the claim group on the middle slopes, west of Stenson Creek, at approximately the 6700 foot elevation contour. A 650 meter traverse (trending 15 degrees of North) was established along this road. (Figure 4)

Bedrock exposures were common as the overburden coverage is thin. The bedrock consists mainly of a dark, rusty, fissile argillite, intruded by felsic, quartz feldspar porphyry sills and dykes. The sills commonly contain a series of crosscutting quartz veins.

The bedding structure of the argillite and sills typically trends in the range of 320 to 360 degrees, and dip steeply either SW or NE. Zones of deformation were



noted and display intense fracturing which commonly host a stockwork of rusty, vuggy quartz veins (samples MD-12 and MD-13).

Mineralization was limited to minor amounts of disseminated pyrite contained in the quartz veins and within the more siliceous intrusive sills. The highest analytical returns came from MD-12; 107 ppm Zn and 1.0 ppm Ag.

### 3.2 South Claims Soil Geochemistry

A soil geochemistry program was undertaken on the southern portion of the South claims. (Figure 5) Previous work in the area identified a geochemical anomaly immediately south of the claim boundary, (Smoke-Trak, Goldsmith, 1994). Two contour soil lines were established up-slope of the access trail at approximately the 5500' and 5700' elevation level. Line 5500' extended 1000 m from 5+00E to 15+00E, and line 5700' extended 400 m from 11+00E to 15+00E. In total, 48 soils were collected and submitted for analysis.

With few exceptions, the soil horizon development along the very steep slopes surveyed was thin and poor. A mixed B/C soil horizon, at an average depth of 15 centimeters, was the soil medium sampled.

Of the 48 samples analyzed, 2 returned anomalous silver values, 5 threshold silver values, and one threshold lead value. The threshold and anomalous levels, utilized for the purposes of this report, have been generated by Goldsmith from a significantly larger population of soil sampling results over the Slocan Group rocks.

	Ag, ppm	Pb, ppm	Zn, ppm
Background	<2.3	<38	possibly two
Threshold	2.3 to 4.9	38 to 150	populations
Anomalous	>4.9	>150	>980

The sample collected at 5500'/10+75E returned an anomalous value of 5.1 ppm Ag. Approximately 125 meters to the east-northeast sample 5700'/14+00E returned 5.4 ppm Ag. Threshold silver values occur 25 to 50 meters along both lines from these anomalous sites.

A possible interpretation of these results would be a mineralized structure sub-parallel to the Payne Vein structure. A VLF-EM program and, depending on results, a trenching/drilling program (supported by the access trail platform) is recommended to follow up on this anomalous geochemical feature. In addition, extending the soil geochemistry survey down-slope is recommended.

### 3.3 Geophysical Program

In a review of the available literature on this historic mining camp, little reference was found of the use of geophysical methods of exploration. This has perhaps been

,00011 SOUTH CLAIMS (15,126,0.8) (10,123,0.6) ,005# 19,100,0.7) (8,127,0.8) (13,180,2.0) (14,117,0.9) (11,173,1.6) (13,116,1.5) (10,104,0.8) (9,164,2.2) (13,143,1.3) (11,124,0.6) (19,99,1.1) (9,126,1.5) (23,45,1.3) (24,52,1.0) (11,126,1.4) (15,195,3.4) ,0009 (20,207,0.8) (19,76,-) (15,230,5.1) (18,129,-) (24,134,2.8) (37,171,5.4) (20,172,3.4) (22,84,1.9) PAYNE #8 (15,222,1.3) (15,67,-) (23,195,1.5 (19,83,0.7) (19,103,0.9) (30,135,2.7) (22,91,0.7) (13,126,0.4)- $(6,98,-)^{-}$ (19,160,3.7) (28,102,0.5) 10+00E (8,89,-)-(26,125,1.5) (30,186,0.6) (18,184,2.0) 5+00E (29,173,1.5) (43,110,0.6) (19,218,0.6) (29,150,2.0) (18,108,1.6) - 0009 1 (21,171,1.3) RD/5500'LINE 5700'LINE ARGENT RESOURCESLTD. SLOCAN PROPERTY SOUTH CLAIMS SOIL GEOCHENISTRY - (19,218,0.6) N 1:5,000 SAMPLE AUG. 2000 (ppmPb, ppmZn, ppmAg) LOCATION FIG: 5 DR BY: CB

due to fragmented tenure ownership, challenging terrain and era of exploration activity. The nature of the mineralization and structures in this camp, however, presents good targets for systems such as VLF-EM.

The geophysical survey conducted in this program was a VLF-EM survey, utilizing the Geonics EM-16 instrument. The VLF transmitting station at Seattle Washington (24.8 KHz) was used. Its location, west-southwest of the properties, was judged most suitable for coupling with the known mineralized structures in the camp. Both the In-Phase and Quadrature components were measured at each station.

### <u>3.3.1 Cross Roads Claim – VLF-EM Survey</u>

An orientation survey line was run on the Cross Roads claim (Figure 6). The upper road transecting the property strikes north-northeast and outcrop exposure along it allowed for detailed mapping and rock sampling. This road, therefore, was selected as suitable for such an orientation survey.

The In-Phase component was strongly negative over the entire line suggesting significant topographic distortion of the primary field due to the steep north facing slope. Two anomalous features were delineated; one between 6+25N and 6+75N and a weaker feature at 8+00N. The first feature flanks to the south a strong area of deformation noted in the geological mapping of the claim. No significant geological/structural feature was noted in the vicinity of the second VLF anomaly.

### 3.3.2 Boon Claims - VLF-EM Survey

A grid was established over the south-eastern portion of the Boon Claim Group to facilitate an VLF-EM survey (Figure 4). Six N-S lines were surveyed at 50 meter intervals at the base of the valley along Stenson Creek and up the slope to the west. This area is at the toe of a wide avalanche chute and ranges from alpine meadow by Stenson Creek to dense cedar, spruce and slide alder up-slope. In addition, a seventh line was surveyed 350 meters up-slope to the west, approximately along a logging access trail striking 15 degrees.

On the main portion of the survey 3 VLF-EM anomalies were delineated (Figure 7). They are typified by a moderate to strong In-Phase cross-over with a relatively weak Quadrature response. The 2 southern features strike northeasterly and the northern feature strikes southeasterly. This is consistent with the strikes of the known mineralized structures in the immediate vicinity.

On the upper line (L77+50E) 4 crossovers were observed, the strongest occurring at 78+75N.

The lower elevations of the Boon Claims exhibit virtually no outcrop exposure for mapping programs and several slide events in the valley may render soil geochemistry problematic. These factors combined with the data generated by this

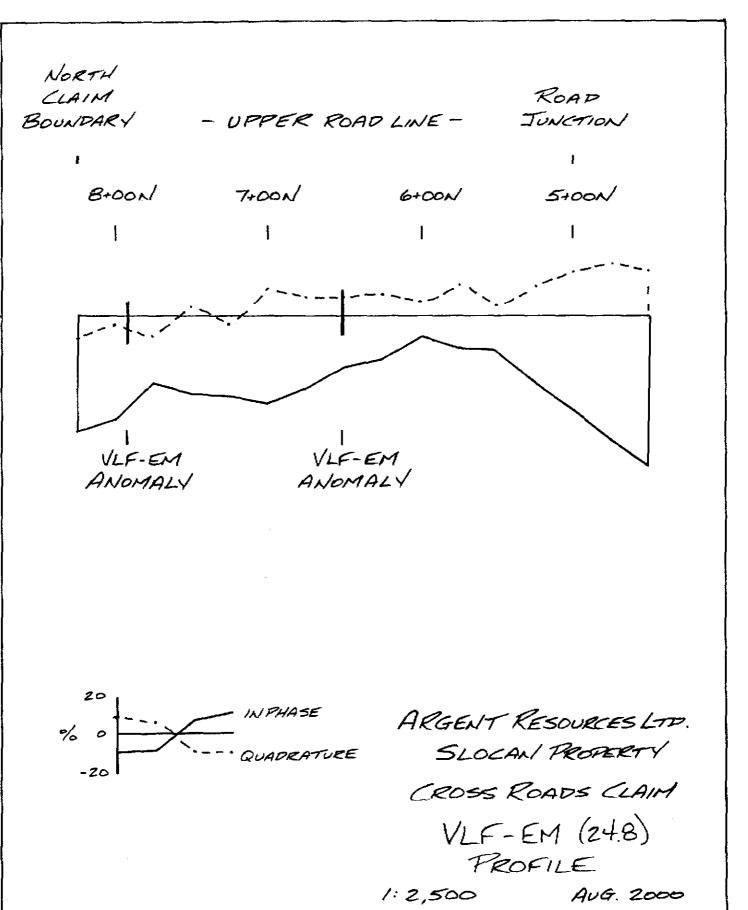


FIG:6

PR BY: CB

program suggest that EM methods, such as VLF, should be employed to develop trenching and drilling targets.

### 4.0 Conclusions

Faulting in the camp is controlled to a large degree by complex folding and a good understanding of the structural geology will be critical to successful exploration of this area. That said, the strong structural control to mineralization in the camp makes geophysics an excellent first pass method of exploration. Old timers were primarily restricted to exploring zones of exposed mineralization along major structures. With the nature of the mineralization "like plums in a pudding", it is easy to see how zones of mineralization at depth along a structure might not have been discovered by early exploration methods. Cream Minerals has successfully shown how, using modern exploration methods, new zones of mineralization can be discovered in this historic mining area.

Although the Sandon area has historically been known as a silver-lead-zinc district, locally good gold values are known to occur. All sampling should include analysis for gold. Attention should be paid to intrusive phases because of the association of gold with Jurassic intrusives at the Willa property to the southeast.

The 2000 program delineated a northeast trending zone of threshold to anomalous silver values in soils on the South Claim Group. This may represent a sub-parallel structure to the nearby Payne Vein. In addition, the program demonstrated the effectiveness of the VLF-EM system, in particular on the Boon Group, where 3 to 4 VLF anomalies were delineated.

### 5.0 Recommendations

The property is comprised of 3 small non-contiguous blocks. It would be most effective to assemble a larger land package prior to further work on the claims.

A detailed compilation of all exploration and development data in the vicinity of the claims (from assessment, private and government reports) should be completed. The compilation should include all geological and structural information, locations of known old mine workings, areas of known mineralization, as well as any geochemical and geophysical data. Information should be compiled onto a series of appropriate scale maps (1:5,000, 1:2,500).

Once all existing information has been assessed, then a close spaced grid should be established over the property area and ground magnetic and VLF-EM surveys should be completed. The grid area should be prospected, and in particular known workings should be ground located and assessed. Areas of interest defined by the geophysics or prospecting should be followed up with detailed geological mapping and possibly additional geophysics (Max-min, Mise a la Masse). Soil sampling may also be effective as a follow-up tool, depending on rock exposure and terrain in the area in question.

It is recommended for the present property configuration that three grids be established; 24 line kilometers on the Boon Group, 20 line kilometers on the South Group and 5 line

kilometers on the Cross Roads. A combined geophysical, geochemical and geological program may then be undertaken with such ground control.

# Proposed Budgets:

	Boon	South	<b>Cross Roads</b>
Gridding	\$ 8,500	\$ 6,500	\$ 1,000
Analysis	12,500	10,500	2,600
Geophysics	3,000	2,400	600
Support	12.000	_10,600	1,800
Total	\$36,000	\$30,000	\$ 6,000

### 6.0 Statement of Costs

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#### Entire Program: nr.

<u>Entre i rograni.</u>		
Linda Caron, M.Sc., P.Eng.	3 days @ \$400/day	\$ 1,200.00
Marc Deschenes, B.Sc. Geo.	6 days @ \$350/day	2,100.00
Chris Basil, Manager, Geophys. Op.	8 days @ \$350/day	2,800.00
Analysis: Soils	48 @ \$15.10	724.80
Rocks	13 @ \$18.70	243.10
4x4 Truck Rental	8 days @ \$100/day	800.00
Food/Accommodation	8 mandays @ \$75/day	600.00
Fuel		387.00
EM-16 Rental	3 days @ \$45/day	135.00
Report		<u> </u>
	Subtotal	\$ 9,889.90
	GST	<u>\$ 692.29</u>
	TOTAL	\$10,582.19

## Breakdown of Costs to Claim Groups:

### Shared (Prorata) Costs

Linda Caron, M.Sc., P.Eng.	3 days @ \$400/day	\$ 1,200.00	
Chris Basil, Mgr. (Mob/Demob)	2 days @ \$350/day	\$ 700.00	
4x4 Truck Rental	8 days @ \$100/day	\$ 800.00	
Food/Accommodation	8 mandays @ \$75/day	\$ 600.00	
Fuel		\$ 387.00	
Report		<u>\$ 900.00</u>	
-	Subtotal	\$ 4,587.00	
<u>Cross Roads Claim</u>			
Marc Deschenes, B.Sc. Geo.	0.5 days @ \$350/day	\$ 175.00	
Chris Basil, Mgr., Geophys. Op.	0.5 days @ \$350/day	175.00	
Analysis: Rocks	3 @ \$18.70	56.10	
EM-16 Rental	0.5 days @ \$45/day	22.50	
5% of Shared (Prorata) Costs		<u>229.3</u> 5	
	Subtotal	\$ 657.95	
	GST	<u>\$ 46.06</u>	
	TOTAL	\$ 704.01	
South Claim Group			
Marc Deschenes, B.Sc. Geo.	2.5 days @ \$350/day	\$ 875.00	
Chris Basil, Mgr.	2.5 days @ \$350/day	875.00	
Analysis: Rocks	8 @ \$18.70	149.60	
Soils	48 @ \$15.10	724.80	
45% of Shared (Prorata) Costs	-	<u>_2,064.15</u>	
	Subtotal	\$ 4,688.55	
	GST	<u>\$ 328.20</u>	
	TOTAL	\$ 5,016.75	

# Boon Claim Group

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Marc Deschenes, B.Sc. Geo.	3 days @ \$350/day	\$ 1,050.00
Chris Basil, Mgr., Geophys. Op.	3 days @ \$350/day	1,050.00
Analysis: Rocks	2 @ \$18.70	37.40
EM-16 Rental	2.5 days @ \$45/day	112.50
50% of Shared (Prorata) Costs		<u>_2,293,50</u>
	Subtotal	\$ 4,543.40
	GST	<u>\$318.04</u>
	TOTAL	\$ 4,861.44

### 7.0 <u>References</u>

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Descriptions of Properties, Slocan Mining Camp, British Columbia, GSC Memoir 184.

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#### Hedley, M.S., 1952.

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### Little, H.W., 1960.

Nelson Map Area, West Half, British Columbia (82F W1/2), GSC Memoir 308.

### Read, P.B., 1976.

Geology Lardeau West Half, GSC Open File 432.

**APPENDIX 1** 

STATEMENT OF QUALIFICATIONS

### STATEMENT OF QUALIFICATIONS

I, Linda J. Caron, certify that:

- 1. I am an independent exploration geologist residing at 717 75th Ave (Box 2493), Grand Forks, B.C.
- 2. I obtained a B.A.Sc. in Geological Engineering (Honours) in the Mineral Exploration Option, from the University of British Columbia (1985).
- 3. I graduated with a M.Sc. in Geology and Geophysics from the University of Calgary (1988).
- 4. I have practised my profession since 1987 and have worked in the mineral exploration industry since 1980.
- 5. I am a member in good standing with the Association of Professional Engineers and Geoscientists of B.C. with professional engineer status.
- 6. I have no direct or indirect interest in the property described in this report, nor in any property within 10 km of the subject property, nor in the securities of Argent Resources Ltd. I have completed a brief examination of the property and have based my recommendations on this examination, combined with the results of a review of available literature on the property and the general area.

Linda Caron, P. Eng.

Hug id/00 Date

### STATEMENT OF QUALIFICATIONS

I, CHRISTOPHER M. BASIL, of 2117 Graveley Street, Vancouver British Columbia, DO HEREBY CERTIFY:

- 1) That I have been employed by Coast Mountain Geological LTD since 1988 as a Geophysical Operator, Project Manager and Vice President.
- 2) That I majored in Physics at McGill University, Montreal, Quebec from 1977 to 1981.
- 3) That I completed the Advanced Prospecting Course through Malaspina College.
- 4) That I have been practicing my profession for 19 years.
- 5) That the information, conclusions and recommendations in the report are based on personal work on the property, and a review of pertinent literature.

Dated at Vancouver, British Golumbia this  $\frac{10^7}{10^7}$  day of August, 2000.

Christopher Básil

APPENDIX 2

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### **ROCK SAMPLE DESCRIPTIONS**

## **APPENDIX 2**

## **ROCK SAMPLE DESCRIPTIONS**

### South Claims:

MD-01:	Grab of competent and shaly argillite with small stockwork of carbonate veinlets with 5% pyrite. 14+00E / 5500': 6 ppm Pb, 75 ppm Zn, 0.9 ppm Ag, 2.1 ppb Au
MD-02:	Grab in competent black argillite within a 30-40 cm shear zone containing vuggy and rusty qtz-carbonate veining and disseminated pyrite (3-5%). 11+25E / 5500': 21 ppm Pb, 108 ppm Zn, 0.9 ppm Ag, 6.2 ppb Au
MD-03:	Grab in intensely sheared, folded, shaly argillite. Quartz filling in fold with trace pyrite. 9+30E / 5500': 12 ppm Pb, 27 ppm Zn, < 0.3 ppm Ag, 0.5 ppb Au
MD-04:	Grab in deformed, siliceous, shaly argillite containing finely disseminated pyrite (5-8%). 9+20E / 5500': 25 ppm Pb, 32 ppm Zn, <0.3 ppm Ag, 1.8 ppb Au
MD-05:	Grab in loosely folded, competent to shaly and siliceous argillite with less than 5% pyrite. 7+80E / 5500': 16 ppm Pb, 168 ppm Zn, <0.3 ppm Ag, 1.9 ppb Au, 271 ppm Cr
MD-06:	Grab in rusty, vuggy shear zone with quartz veining within shaly argillite. Minor carbonate with 2% pyrite. 7+45E / 5500': 23 ppm Pb, 16 ppm Zn, <0.3 ppm Ag, 0.9 ppb Au
MD-07:	Grab from shear zone in competent argillite with disseminated and fracture filled pyrite 5-10%. 6+65E / 5500': 5 ppm Pb, 81 ppm Zn, 0.4 ppm Ag, 1.5 ppb Au
MD-08:	Grab from siliceous fine-grained sill with disseminated pyrite 3-5%. 6+05E / 5500': <3 ppm Pb, 78 ppm Zn, <0.3 ppm Ag, 1.1 ppb Au

### **Cross Roads Claim:**

- MD-09: Grab from cross-cutting quartz vein within siliceous fine-grained intrusive sill containing minor disseminated pyrite. 7+25N / RD: 5 ppm Pb, 25 ppm Zn, 0.6 ppm Ag, 0.2 ppb Au
- MD-10: Grab from siliceous quartz feldspar porphyry sill with minor pyrite. 7+00N / RD: 48 ppm Pb, 212 ppm Zn, 1.2 ppm Ag, 2.8 ppb Au
- MD-11: Grab of vuggy, rusty quartz vein within competent argillite with minor disseminated pyrite. Lower Road / North Claim Boundary: 10 ppm Pb, 137 ppm Zn, <0.3 ppm Ag, 1.7 ppb Au

### **Boon Claims:**

- MD-12: Grab from series of rusty, vuggy quartz veins within very folded, sheared and shaly argillite. Minor pyrite. 81+00N / 77+50E: 5 ppm Pb, 107 ppm Zn, 1.0 ppm Ag, 0.9 ppb Au
- MD-13: Grab quartz vein within folded and sheared argillite. Minor pyrite. 82+08N / 77+50E: <3 ppm Pb, 30 ppm Zn, 0.9 ppm Ag, 0.5 ppb Au

## APPENDIX 3

### ROCK AND SOIL ANALYSIS

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SAMPLE#	Mo	Cu ppm	Pb ppin	Zn ppiii	Ag ppm	N ໂ ppni	Co ppm	Min ppm	Fe %	As ppiii	U mqq	Au PPm	th ppm	Sr ppm	Çd ppm	Sb ppm	Bi ppm	V ppm	Ca %	P %	La ppin	Сг ppm	Mg %	Ва ррп	⊺i %	B ppm	Al %	Na %	К %	ม ppm	Au* ppb
MD-01 MD-02 MD-03 MD-04 MD-04 MD-05	2 1 8 3	44 18 21 17 16	6 21 12 25 16	75 108 27 32 168	.9 .9 <.3 <.3 <.3	31 11 21 20 93	7 2 3 5	428 288		3 2 4 3 26	11 9 <8 <8 <8	<2 <2 <2 <2 <2 <2 <2 <2	6 <2 4 2 5	219 244 9 674 179	.8 1.1 <.2 1.2 .8	<3 3 <3 <3 <3	9 6 3 7 3	10 2 6 3 91	3.35		9 3 9 6 28	14 19 29 9 271	1.13 .19 .16 .49 3.52	43	.01 <.01 <.01 <.01 <.01		.57 .06 .36 .23 2.78	02 03 01 <01 <01 02	.28 .04 .10 .07 .12	<2 6 <2 <2 <2	2.1 6.2 .5 1.8 1.9
MD-06 MD-07 MD-08 MD-09	16 2 <1 3	24 44 107 7	23 5 <3 5 48	16 81 78 25 212	<.3 .4 <.3 .6 1.2	21 35 84 10 4	3 7 23 <1 1	412	1.10 1.79 5.25 .68 .78	<2 <2 11 7 26	<8 <8 <8 <8 <8	~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	3 2 <2 3 3	529 287 233 21 197	.4 .9 <.2 <.2 2.0	3 3 3 3 3	11 9 <3 <3 4	4 7 87 1 1	5.09 4.23 .05	.022 .125 .223 .015 .015	8 10 5 4 7	13 10 80 15 7	.10 1.68 2.60 .02 .03	114 206 96	<.01 <.01 .20 <.01 <.01	<3 <3 3 3 6	.29	<.01 .02 .02 .06 .05	.10 .16 1.17 .11 .18	3 <2 <2 <2 <2 <2	.9 1.5 1.1 .2 2.8
MD-10 MD-11 MD-12 MD-13 RE MD-13 STANDARD C3/DS2	5 1 6	14 33 19 17 66	10 5 <3 <3 37	137 107 30	<.3 1.0 .9	18 30 23 21 38	9 9 8	103 467 190 177	.60 2.59 1.63 1.63 3.43	4 3	<8 15 <8 <8 28	<2 <2 <2 <2 <2 <4	2 6 3 2 19	37 13 9 27	2.1 2.4 <.2 .4 24.1	<3 6 4 3 21	<3 7 4 24	2 5 3 3 76	07	.087 .033 .035 .032 .032	7 8 4 3 17	23 17 27 25 160	.02 .03 .11 .11 .61	63 35	<.01 <.01 <.01 <.01 <.01 .09	6 <3 <3 <3 20	.12 .25 .27 .26 1.82	.01 .02 .03 .03 .03	.06 .09 .05 .05 .17	<2 6 2 2 16	1.7 .9 .5 .3 196.7

GROUP 1D - 0.50 GM SAMPLE LEACHED WITH 3 ML 2-2-2 HCL-HNO3-H2O AT 95 DEG. C FOR ONE HOUR, DILUTED TO 10 ML, ANALYSED BY 1CP-ES. UPPER LIMITS - AG, AU, HG, W = 100 PPM; MO, CO, CD, SB, BI, TH, U & B = 2,000 PPM; CU, PB, ZN, N1, MN, AS, V, LA, CR = 10,000 PPM.

ASSAY RECOMMENDED FOR ROCK AND CORE SAMPLES IF CU PB ZN AS > 1%, AG > 30 PPM & AU > 1000 PPB

AU\* BY ACID LEACHED, ANALYZE BY ICP-MS. (10 gm)

- SAMPLE TYPE: ROCK Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.

DATE RECEIVED: JUL 25 2000 DATE REPORT MAILED: ANg/3/00

SIGNED BY.....D. TOYE, C.LEONG, J. WANG; CERTIFIED B.C. ASSAYERS

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SAMPLE#	Мо	Сц	РЪ	Zn	Ag	Ni	P.0 Co	Bo) Mn	( 11604 Fe	As	υ - α 	Au	Th	Sr.	Cd	sb	Bī	V	Ca %	P		Cr	Mg %	Ba ppm	Ti %	B	۸۱ %	Na %	к %	W ppm	Au* ppb
5500 10+00E 5500 10+25E 5500 10+50E 5500 10+75E 5500 10+75E 5500 11+00E	ррт 8 7 7 5 7 7	71 62 78 75 73		195	ppm 1.5 1.5 1.3 5.1 .8	61 53 79 72 65	20 15 15 19	516 586 792	4_84 3.42 2.93 3.93 2.89	22 12 8 3 7	28 <8 <8 <8 <8	<pre>ppm &lt;2 &lt;2</pre>	5 6 6 3 4	16	1.2 .6 1.8 2.7 1.6	5 5 4 6 5	<3 <3 <3 <3 <3 <3 <3	17 16	.18 .19 .44 .29	.286 .339	22 26 19 19 23	21 16 12	.30 .41 .37 .47 .35	61 65	.02 .01 .01 .03 .01	7 3 6 3	2.20 .81	<.01 <.01 .01 <.01	. D2 . D6 . 09 . 04 . D6	<2 <2 <2 2	10.4 4.3 3.0 2.9 2.6 3.8
5500 11+25E 5500 11+50E 5500 11+75E 5500 12+00E 5500 12+25E	3 4 4 3 3	37 42 49 29 41	11 9 19	126	1.4	33 35 45 28 36	8 10 5	179 207 145	2.40 2.70 2.55 2.99 2.66	6 8 5 3 5	<8 <8 <8 <8 <8	<2 <2 <2 <2 <2 <2	5 5 3 4	8 9 11 11 11	1.7 .7 .5 .7	<3 3 <3 4 <3	उ उ उ उ	25 21 16 29 27	.09 .13 .04	.167 .192 .126 .127 .080	14 20 20 15 18	16 17	.23 .28 .44 .15 .62	82 70	.02 .02 .01 .06 .07	<3 <3 4	1.17 1.27 .75	.01 .01 <.01 .01 .01	-06	<2	3.4 2.2 6.9 1.1
5500 12+50E 5500 12+75E 5500 13+00E 5500 13+25E 5500 13+50E	1 3 2 2 2	30 46	14 19 15	104 117 100 126 123	.8 .9 .7 .8 .6	45	13	581 273 326	2.48 2.47 2.99 2.85 5 2.72	<2 3 13 9 4	<8 <8 <8 <8 <8	<2 <2 <2 <2 <2 <2	3 <2 <2 4 6	18 20 17 11 8	.8 .4	ব্য ব্য ব্য ব্য ব্য	उ उ उ उ उ	25 17 26 26 25	.27 .23 .13	.099 .121 .317 .138 .103	13 19 11 17 16	20 21 18 25 23	.56 .65 .27 .46 .56	69 86 59 100 95	.06 .02 .04 .03 .05	<3 <3 <3	1.04 1.28 1.97	.01 <.01 .01 <.01 .01	.07 .05	<2 <2 <2 <2 <2 <2 <2	2.9 2.1 3.7 1.9 2.3
5500 13+75E 5500 14+00E 5500 14+25E 5500 14+50E 5500 14+75E	3 3 3 3 4	48 50 42 50	8 13 13 13	127 180 116 143	1.5	56 31 42	8 14	654 217 483	2.33 3.16 2.2.60 3.3.32 4.2.69	6	<8 <8 <8 <8 <8	<2 <2 <2 <2 <2 <2	3 3 5 5 3	10 12 7 9 11	.7 .3 1.0	3 4 4 <3 <3	ও ও ও ও ও	18 24 25 23 22	.12 .05 .07	.110 .216 .189 .174 .107	15 19 14 18 19	19 25 20 21 20	.38 .48	58 158 80 79 88	. 06	<3 <3 <3	1.58 2.39 2.11	<.01 <.01 .01 .01 <.01	.08 .07 .07	<2 <2 <2 <2 <2 <2 <2	8.6 2.2 3.0 3.7 2.3
5500 15+00E RE 5500 15+00E 5700 11+00E 5700 11+25E	4 4 6 9	61 64 38 48	9 8 18 29	164 167 184 184 150	2.2 2.0 2.0	49 50 40 43	10 10 14	31! 14 27	D 2.79 5 2.84 6 3.26 6 3.71 8 2.24	10 7 7	<8 <8 <8 <8 <8	<2 <2	3 4 6 7 <2		.8 1.0 1.5	<3 <3	ব ব ব ব ব ব		. 15 . 05 . <b>1</b> 5	.161 .164 .155 .053 .067	19 21 23 27 16	22 16 21	.33 .24	78 84 128 81 152	.03 .02 .06	<3 <3 <3	1.44 1.59 2.71	<.01 <.01 <.01 .01 .01	.11 .06 .05	<2	
5700 11+50E 5700 11+75E 5700 12+00E 5700 12+25E 5700 12+50E 5700 12+50E		21 35 33 2 21	18 43 5 26 19	3 108 5 110 5 125 9 160	1.6 .6 1.5 3.7	19 26 29 23	6 12 10 13	28 99 27 33	1 2.48 2 2.43 0 3.97 9 2.51 0 3.41	<2 9 8 9	<8 <8 <8 <8 <8	<2 <2 <2	<2 7 3	12 10 18	2 2.0 ) .8 3 1.1	<3 3 4	ও ও ও ও ও	26 31 24	.08 .06 .23	.081 .067 .073 .073 .177 .076	12 13 12 7 12	12 17 12	.19 .14 .13 .19 .13	63 99 116	.10 .08	<3 <3 <3	1.81		.04 .03 .05	<2 <2 <2	20.6 26.6 20.7 19.8 17.3
5700 12+75E 5700 13+00E 5700 13+25E 5700 13+50E STANDARD DS2	1	5 3 <u>9</u>	5 19 5 3( 7 2)	9 103 0 139	5 .9 5 2.7 4 1.9	2 30 7 37 2 21	) 13 7 9 1 4	5 37 7 34 6 63	4 2.86 5 4.57 5 1.74 3 3.04	5 6 7 7 4	<8> <8	s <2 s <2	5 <2	1: 14	1 .7 5 1.2 4 1.1 9 10.2	় <3 <3	<3 <3	28 24	.13	.069 3 .229 3 .076 4 .088	16 11	16 8	.23		. 05	i <1	1.29 1.3 5 .6 5 1.7	7 .01 z .01		<2 <2	22.8 25.0 7.4 227.9
		UPPE	R LIM MPIE	ITS - TYPE:	AG, AG, A	AU, HI	G, W 1 AU* B	= 100 Y ACI	D PPM;  D LEAD	3 ML 2 MO, C CHED, A	ANAL'	ZE BY	ICP-	MS.		,-	FOR 00 PP	ONE H M; CU		DILUTI , ZN, .	ED TO NI, M	10 M In, As	IL, AN ;, V,	ALYSE LA, C	D BY R = 1	1CP-8 10,000	ES. ) PPM				

SAMPLE TYPE: SOIL AU\* BY ACID LEACHED, ANALYZE BY ICP-MS.
 Samples beginning 'RE' are Reguns and 'RRE' are Reject Reruns.

DATE RECEIVED: JUL 25 2000 DATE REPORT MAILED: Hug 3/00

Data $d^{\prime}$ FA

All results are considered the confidential property of the client. Acme assumes the liabilities for actual cost of the analysis only.

<b>££</b>	
ACNE ANALYTICAL	

Coast Mountain Geological Ltd. PROJECT SLOCAN FILE # A002562

Page 2

Data

FA

ACNE ANALYTICAL	Ma	Cu	Pb	Zn	Ag ppm	Ni	Co ppn	Mn ppill	Fe %	As ppni	U ppm	Au ppin	Th ppm	Sr PPIII	Cd. ppm	Sb ppm	Bi ppm	V ppiñ	Ca %	P %	La ppm	Cr ppm	Mg %	Ва ррп	Ti %	B ppm	AL %	Na %	к %	N Madd	Au* ppb
5700 13+75E 5700 14+00E 5700 14+25E 5700 14+50E 5700 14+75E	ppm 6 4 3 1	55 126 51 36 18	20 37 24 22 23	ppm 172 171 134 110 49	3.4 5.4	50 63 37 32 10	14 19	337 1046	3-89 5.55 4.62 3.91	13 22 29 7 5	<8 <8 <8 <8 <8 <8	<2 <2 <2 <2 <2 <2 <2	2 2 7 3 <2	25 26 7 7 5	.8 1.1 .4 .2 .3	3 5 5 <3 <3	3 <3 <3 <3 <3	25 12 32 31 21	.35	.314	15 26 14 14 11	16 17 18 15 7	.34 .22 .19 .11 .09	66 51 62 47 50	.02 .01 .08 .06 .03	<3 <3	1.62 1.56 3.14 1.11 .66	.01 .01 .01 .01 .01	.05 .06 .05 .04 .03	<2 <2 <2 <2 <2 <2	17.1 17.6 22.8 27.6 19.3
5700 15+00E RD 5+00E RD 5+50E RD 5+50E RD 6+50E RD 6+50E	1 7 <1 1 4	19 46 44 121 98	24 19 8 6 13	218 89 98	1.0 .6 <.3 <.3	48 19 55	3 13 13 27 25	404 358 616	2.94 3.42	3 13 4 10 7	<8 <8 <8 <8 <8	<2 <2 <2 <2 <2 <2	<2 4 2 2 3	5 12 13 20 25	.5 .8 <.2 .2 <.2	ব্য ব্য ব্য ব্য ব্য	ব্য ব্য ব্য ব্য ব্য	22 26 36 186 8	.11 .26 .42	.083 .164 .145 .216 .504	11 19 13 9 9		.09 .49 1.21 2.39 .08	53 93 65 153 63	.04 .02 .11 .31 .01		1.61 3.74	.01 .01 <.01 <.01 <.01	.03 .06 .06 .50 .03	<2 <2 <2 <2 <2 <2	12.7 1.9 .5 1.0 .5
RD 7+00E RD 7+50E RD 7+50E RD 8+00E RD 8+50E RD 9+00E	4 2 4 1 6	47 26 21 42	19 15 18 19	83 67 129 76	.7 <.3 <.3 <.3	19 16 22 43	16 16	182 558 575	3.44 2.10 3.76 2.91 4.85	2 8 5	<8 <8	<2	6 6 2	5 7 12 33 11	-4 -3 .7 -4 .2	८३ ८३ ८३ ८३ ८३	ও ও ও ও ও ও	29 31 40 67 31	.06 .09 .43	.084 .225		13 40 31 99 25		41 108 33 49	.06 .14 .09 .11 .02	उ उ उ	2.90	.02 .01 <.01 <.01	.02 .03 .03 .03 .03	2 <2 <2 <2	1.1 2.3 .7 .8 2.0
RD 9+50E RE RD 9+50E STANDARD DS2	7 6 14	29 28 128	30	178	£	5 24	15	i 642	4.59 4.41 3.06	11	<8	<2		12 11 30		<3	<3 <3 11	41 40 75	.05 .04 .54		16	21	.30	70		<3	3.34 3.13 1.76	.01	.04 .04 .17	<2	2.5 2.3 223.6

Sample type: SOIL. Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.

All results are considered the confidential property of the client. Acme assumes the liabilities for actual cost of the analysis only.

APPENDIX 4

### VLF-EM DATA

.

Line	Station	in Phase	Quad	FF Station	F. Filter
7750	8300	-1	-8		
7750	8275	6	4	8262.5	20
7750	8250	-3	-2	8237.5	25
7750	8225	-12	-14	8212.5	9
7750	8200	-10	-4	8187.5	-38
7750	8175	4	-6	8162.5	-28
7750	8150	12	-7	8137.5	6
7750	8125	10	4	8112.5	29
7750	8100	0	-8	8087.5	21
7750	8075	-7	-4	8062.5	4
7750	8050	-4	0	8037.5	
7750	8025	-7	3	8012.5	-13
7750	8000	0	-2	7987.5	-14
7750	7975	2	-5	7962.5	-29
7750	7950	5	-9	7937.5	-49
7750	7925	26	-20	7912.5	-33
7750	7900		-18	7887.5	-21
7750	7875	34	-6	7862.5	0
7750	7850	43	-23	7837.5	45
7750	7825	21	-16	7812.5	58
7750	7800	11	-13	7787.5	37
7750	7775	-5		7762.5	-2
7750	7750	0	-8	7737.5	-23
7750	7725	8		7712.5	-27
7750	7700	10		7687.5	-20
7750	7675	25		7662.5	39
7750	7650	13			70
			2		20
7750	7625	-15		7587.5	
7750	7600	-15			
7750	7575				<u> </u>
7750	7550	-10	+	· · · · · ·	
	0050	0	-6	ł	
8000	8250				3
8000	8225	<u> </u>	<u>i</u>		8
8000	8200				4
8000	8175		<u> </u>		-3
8000	8150			·	
8000	8125				
8000	8100	<u> </u>	· ·		· · · · · · · · · · · · · · · · · · ·
8000				· · · · · · · · · · · · · · · · · · ·	
8000	8050				
8000	8025				
8000				· · · · · · · · · · · · · · · · ·	
8000	7975				·
8000	7950				
8000					
8000	7900	1			
8000					
8000		-+	1 7	7 7837.5	
8000			5 6	7812.5	-22

Line	Station	In Phase	Quad	FF Station	F. Filter
8000	7800	11	2	7787.5	-14
8000	7775	15	-2	7762.5	7
8000	7750	15	-4	7737.5	25
8000	7725	4	-2	7712.5	20
8000	7700	1	8	7687.5	5
8000	7675	-2	12		
8000	7650	2	11		
	1000				
8050	8250		6	· ·	
8050	8225	-13	-1	8212.5	-15
8050	8200	-5	-1	8187.5	-10
8050	8175	-4	0	8162.5	-3
8050	8150	-4	3	8137.5	-1
8050	8125	-2	5		2
8050	8100	-5			-4
4	8075	-3	<u> </u>		-18
8050	8050	0	-2	· · _ · _ · _ · _ · _ · _ · _ ·	-18
8050	8030	10			13
8050		5	<u> </u>		24
8050	8000	-8			-14
8050	7975			1	-23
8050	7950				6
8050	7925	L		· · · · · · · · · · · · · · · · · · ·	9
8050	7900	+			0
8050	7875		4		-15
8050	7850		1		-35
8050	7825	. <u> </u>			-8
8050	7800				36
8050	7775				28
8050	7750			·	-2
8050	7725				
8050	7700			· · · · · · · · · · · · · · · · · · ·	1 /
8050	7675			<u> </u>	·
8050	7650	12		<u></u>	
8100	8250	-1(		5	
8100			4	8212.5	
8100			) <u> </u>	2 8187.5	16
8100			2	3 8162.5	
8100					
8100			2 -	5 8112.5	
8100			2	4 8087.5	
8100				1 8062.5	1
8100	· · · · · · · · · · · · · · · · · · ·			4 8037.5	1
8100				5 8012.5	
8100				5 7987.5	
8100	<u> </u>			6 7962.5	
8100		*		0 7937.5	
				8 7912.5	
8100				8 7887.5	
8100	) 790 787			6 7862.5	

Line	Station	In Phase	Quad	FF Station	F. Filter
8100	7850	29	-22	7837.5	-38
8100	_{	45	-13	7812.5	-11
8100		50	-17	7787.5	48
8100		35	-14	7762.5	77
8100		12	-3	7737.5	57
8100		-4	-14	7712.5	18
8100		-6	5	7687.5	-11
8100		-4	16		
8100		5	20		
0100					
8150	8300	-2	5		
8150		-3	0	8262.5	-23
8150		4	13	8237.5	-29
8150		14	10	8212.5	2
8150		16	10	8187.5	31
8150		0	2	8162.5	9
8150			-2	8137.5	-27
8150		8	6	8112.5	-16
8150		18		8087.5	18
8150		5	<u>i                                    </u>	8062.5	14
8150		3	6	8037.5	-5
8150		6		8012.5	-8
8150		7	  0	7987.5	-7
8150		10	<u> </u>	7962.5	-10
8150		10	3	7937.5	-12
8150		17		7912.5	-18
8150		15	<u> </u>	7887.5	-36
8150		30			-30
8150		38		7837.5	2
8150		37		7812.5	5
8150		29	·······		-19
8150		41	-6	7762.5	-19
815		44		7737.5	
815		45			·
8150		{		·····	
	. <u>100</u>		<u>+</u>		
820	8300	3	-2		
820					3
820				· · · · · · · · · · · · · · · · · · ·	-16
820	_ +	<u> </u>	·		-33
820					
820		·		· · · · · · · · · · · · · · · · · · ·	
820	·····				
820					<u> </u>
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Line	Station	In Phase	Quad	FF Station	F. Filter
8200	7950	9	-1	7937.5	-45
8200	7925	18	-6	7912.5	-47
8200	7900	31	-2	7887.5	-27
8200	7875	43	1	7862.5	15
8200	7850	33	-6	7837.5	30
8200	7825	26	-2	7812.5	15
8200	7800	20	-6	7787.5	-4
8200	7775	24	-2	7762.5	-17
8200	7750	26	-4	7737.5	-20
8200	7725	35	0	ļ	
8200	7700	35	5		
8250	8300	2	-8	, ,	
8250	8275		-7	8262.5	4
8250	8250	2	-5	8237.5	5
8250	8225	-1	-10		-10
8250	8200	1	-9		-19
8250	8175	10	-8		5
8250	8150	9	-4		30
8250	8125	-3			19
8250	8100		-2		-3
8250	8075	-5			-5
8250	8050	-3			-3
8250	8025		<u> </u>		-7
8250	8000				-8
8250	7975		-12	<u></u>	-16
8250	7950	4			-28
8250	7925		· · · · · · · · · · · · · · · · · · ·		-20
8250	7900				8
8250	7875				20
8250	7850	8			7
8250					-4
8250	7800				-10
8250					-21
8250	7750				-21
8250	7725				! +
8250	7700	23	2		l

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Line	Station	In Phase	Quad	FF Station	F. Filter
		-80	24		
Upper Road	450			487.5	-60
Upper Road	475	-65	28	512.5	-62
Upper Road	500	-50	24		-50
Upper Road	525		16	537.5	-24
Upper Road	550	-18	6	562.5	
Upper Road	575	-17	16	587.5	-1
Upper Road	600	-12	8	612.5	19
	625	-22	12	637.5	31
Upper Road			10		37
Upper Road	650				
Upper Road	675				
Upper Road	700	-46	15		
Upper Road	725		-4	737.5	
	750		6	762.5	
Upper Road			-10	787.5	39
Upper Road	775				
Upper Road	800				
Upper Road	825	-60	-11		

