

GEOCHEMICAL SAMPLING REPORT ON THE PC PROPERTY

FORT STEELE MINING DIVISION, BC

TRIM 82 F/ 050

Latitude: 49° 27'N

Longitude: 116° 07'W

OWNER /OPERATOR: Klondike Gold Corp. #711 - 675 West Hastings Street Vancouver, B.C. V6B 1N2

BY: P. SOUTHAM, P. Geo. (B.C.)

January, 2003

GEOLOGICAL SURVEY BRANCH
ASSESCRIPTION OF THE PROPERTY OF T



# TABLE OF CONTENTS

LOCATION AND ACCESS	1
TOPOGRAPHY AND VEGETATION	1
PROPERTY STA US	1
HISTORY	4
REGIONAL GEOLOGY	4
PROPERTY GEOLOGY	5
WORK PROGRAM	5
GEOCHEMICAL SURVEY METHOD	5
GEOCHEMICAL SURVEY RESULTS	5
SUMMARY AND CONCLUSIONS	7
LIST OF TABLES	
Table 1 - Claims List	1
LIST OF FIGURES	
Figure 1 - Property Location Map	2
Figure 2 - Claim and Soil Contour Line Location Map	3
Figure 3 - Contour Soil Sample Results - Gold (ppb)	6
<u>APPENDICES</u>	
Appendix I - STATEMENT OF EXPENDITURES	
Appendix II - STATEMENT OF QUALIFICATIONS	
Appendix III - ASSAY RESULTS	

### LOCATION AND ACCESS

The property is located approximately 30 kilometers west-southwest of Cranbrook, BC (figure 1). The PC claims are centered on 49° 27' north latitude and 116° 07' west longitude or UTM co-ordinates NAD83 Zone 11 E 564000 N 5477000 on Mineral Titles Reference Map M082F050. It is accessible from highway 95A to the St. Mary's River road and then on to the Perry Creek road. The area is accessible year round due to logging activity.

# **TOPOGRAPHY AND VEGETATION**

The topography of the area is rolling hills ranging in elevation from 1520 meters (4985 ft.) above sea level (ASL) in the Perry Creek valley to 2220 meters (7281 ft.) ASL. The vegetation consists of coniferous trees with underbrush of alders.

### **PROPERTY STATUS**

The property (figure 2) consists of 24 two-post claims listed in Table 1.

Table 1 - Claims List

CLAIM NAME	RECORD No.	UNITS	EXPIRY DATE*	OWNER
PC 1	381620	1	Oct 19, 2003	KG
PC 2	381621	1	Oct 19, 2003	KG
PC 3	381622	1	Oct 19, 2003	KG
PC 4	381623	1	Oct 19, 2003	KG
PC 9	381628	1	Oct 19, 2003	KG
PC 10	381629	1	Oct 19, 2003	KG
PC 13	382901	1	Oct 19, 2003	KG
PC 14	382902	1	Oct 19, 2003	KG
PC 15	382903	1	Oct 19, 2003	KG
PC 16	382904	1	Oct 19, 2003	KG
PC 17	382905	1	Oct 19, 2003	KG
PC 18	382906	1	Oct 19, 2003	KG
PC 19	382511	1	Oct 19, 2003	KG
PC 20	382512	1	Oct 19, 2003	KG
PC 21	382513	1	Oct 19, 2003	KG
PC 22	382514	1	Oct 19, 2003	KG

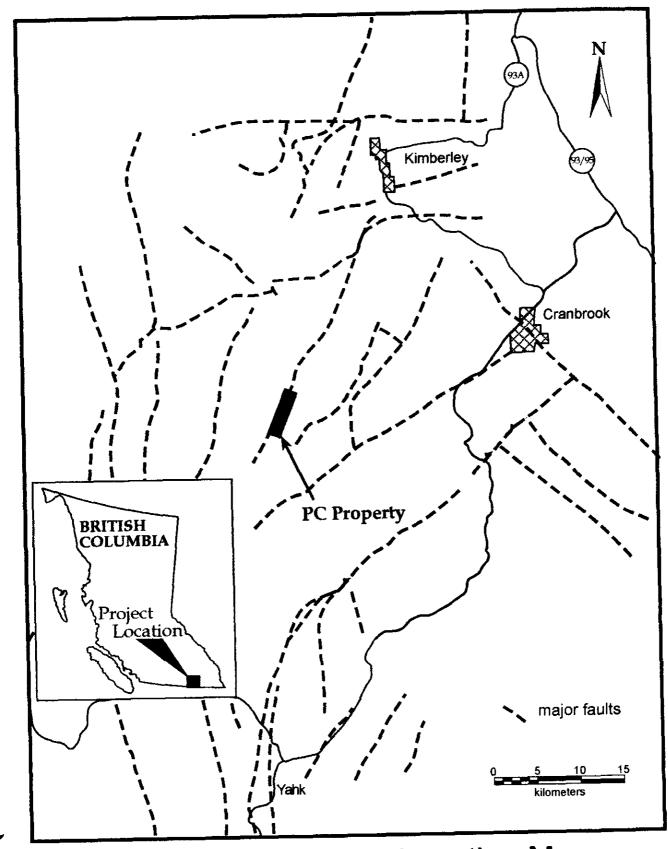
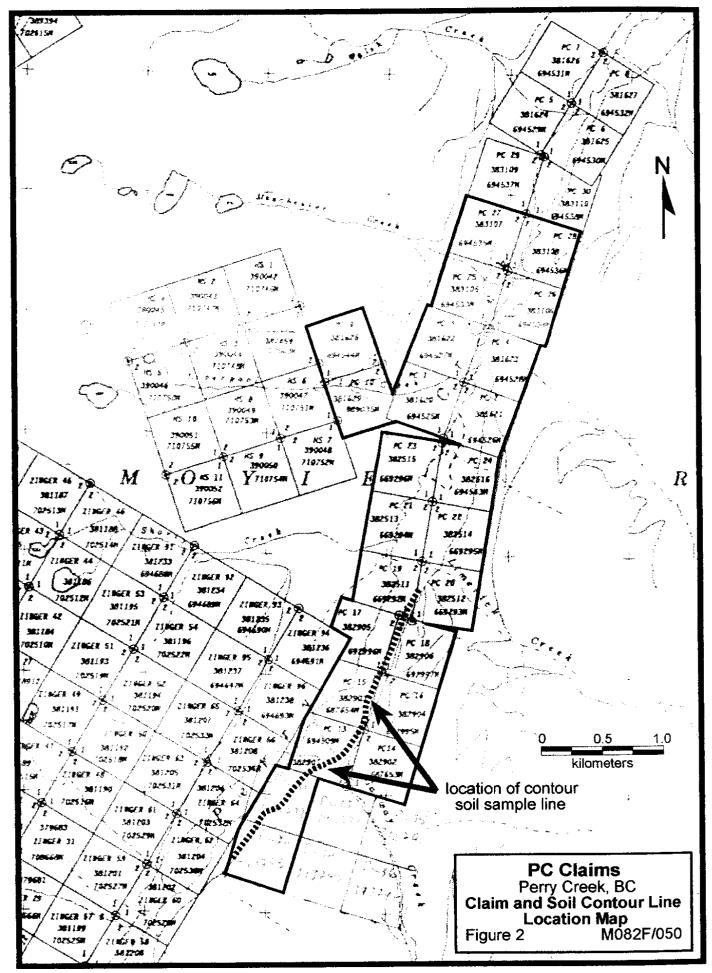


Figure 1. Property Location Map



PC 23	382515	1	Oct 19, 2003	KG	
PC 24	382516	1	Oct 19, 2003	KG	
PC 25	383105	1	Oct 19, 2003	KG	
PC 26	383106	1	Oct 19, 2003	KG	
PC 27	383107	1	Oct 19, 2003	KG	
PC 28	383108	1	Oct 19, 2003	KG	
PC 31	393737	1	April 30, 2003	KG	
PC 32	393738	1	April 30, 2003	KG	-

<sup>\*</sup> With acceptance of this report.

KG - Klondike Gold Corp.

#### **HISTORY**

The following has been culled from the Minfile database: "The Perry Creek gold showings (Mark, Luke, John claims) are located about 23 kilometres west-southwest of Cranbrook. The area has been prospected for placer and lode gold since the mid 1800s (it is recorded that a total of 103,823 grams of placer gold was recovered from Perry Creek, mostly from 1874 to 1895). Several small shipments of gold ore are reported from adits, shafts and trenches although no major deposit was discovered. In the early 1980s, Gallant Gold carried out prospecting, geologic mapping and rock chip sampling; soil, silt and heavy mineral sampling; VLF-EM and magnetometer surveys and bulldozer trenching."

A small lode gold occurrence called the Yellow Metal property was discovered in 1916 on what is now the PC 9 and PC 10 claims. Work on the property consisted of a shallow shaft and two exploratory adits where gold was found in association with bull quartz veins. In 1999 and 2000, broad geochemical sampling to the south and west identified widespread gold mineralization on the current Zinger property, just west of the PC claims.

#### REGIONAL GEOLOGY

The PC claims lie within the Belt-Purcell basin, a Middle Proterozoic basin with an early synrift fill succession, the Pritchard and Aldridge formations, and an overlying rift cover succession. The Aldridge Formation and correlative Pritchard Formation in the United States are dominated by deep water turbidites that contain numerous mafic sills and a variety of base metal deposits including the massive to stratiform Sullivan SEDEX deposit, many small veins in the Aldridge, stratbound Cu-Co in Pritchard rocks and some of the Ag-Pb-Zn-rich veins of the Coeur d'Alene camp (Hoy, T., Anderson, D., Turner, R.J.W. and Leitch, C.H.B.)

#### PROPERTY GEOLOGY

The Perry Creek area is underlain by sedimentary rocks of the Creston Formation of the Middle Proterozoic Purcell Supergroup. The Middle Creston Formation consists of a sequence of medium bedded, grey to maroon, fine-grained quartzite with intercalated thin beds of grey phyllite. The Creston formation rocks strike northeast and are tightly folded due to what appears to be northeast trending high angle reverse faults. West-northwest faults also occur in the area. Approximately six kilometers to the northwest of the property is the Grassy Mountain Stock, a Cretaceous-aged granodiorite to quartz monzonite intrusion. A stockwork of quartz veinlets is found within the Creston Formation quartzite possibly controlled by high angle structures and stratigraphic horizons adjacent to these structures.

#### **WORK PROGRAM**

One contour soil sampling line was taken along the slope above the Perry Creek road for a distance of two kilometers to test for gold mineralization down slope of the Zinger property gold anomaly and to test for possible northwesterly-trending structures.

Table 2 - Sample Data

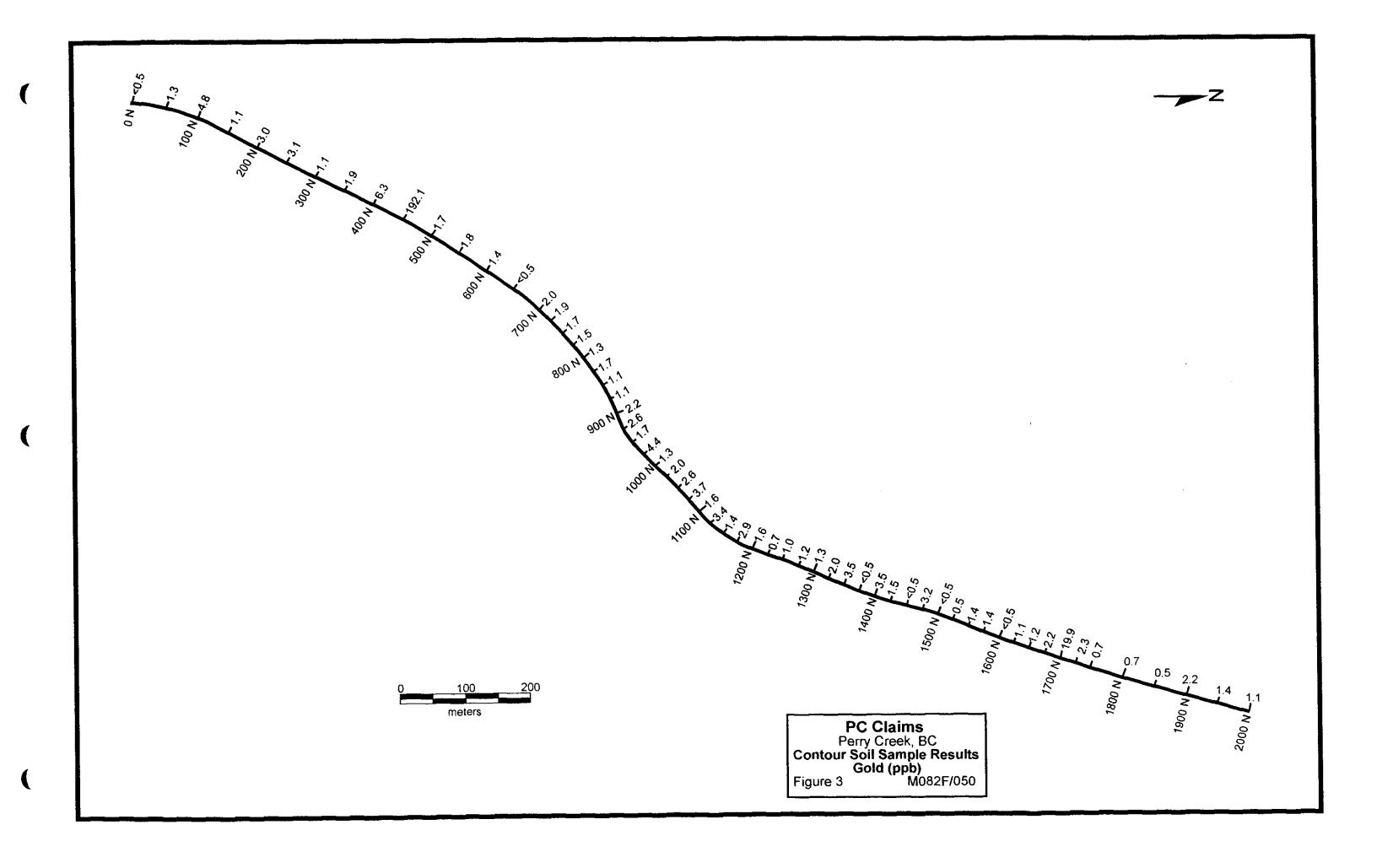
Line Name	Line Kilometers	No. of Samples	Sample Spacing
PC	2.0	62	25 and 50 m

#### GEOCHEMICAL SURVEY METHOD

Sample stations are at 50 meter intervals for stations 0 N to 700 N and stations 1750 N to 2000 N and at 25 meter intervals from 700 N to 1750 N. All samples are marked with flagging tape. Soil samples were taken from the B-horizon, found at depths of 5 to 40 centimeters where the soil was undisturbed, using a standard mattock. The samples were placed in kraft soil sample bags and dried prior to shipping to Acme Labs for analysis. Each sample was tested by 30-element ICP including gold. A 10.0 gram portion of each sample was leached with 60 ml 2-2-2 HCL-HNO3-H20 at 95 degrees C for one hour, diluted to 200 ml and analysed by ICP-MS.

#### GEOCHEMICAL SURVEY RESULTS

The survey returned only one sample anomalous in gold (192 ppb) at station 450 N (figure 3). This sample occurs on the southern portion of the line adjacent to the Zinger claim group where rock grab samples have returned up to 31 grams/ton gold.



# SUMMARY AND CONCLUSIONS

The Perry Creek area has long been known for its placer gold and minor hard rock gold mineralization. Work by previous operators and on adjacent property suggests the area has good potential for discovery of significant gold mineralization. The results of the survey are discouraging given the proximity to the broad soil anomaly on the Zinger property. No further work is recommended for this portion of the claim group at this time.

# **BIBLIOGRAPHY**

HOY, T., ANDERSON, D., TURNER, R.J.W. and LEITCH, C.H.B., 1995; Tectonic, magmatic and metallogenic history of the early synrift phase of the Purcell Basin, southeastern British Columbia, BC Mineral Deposits Research Unit - short course, October, 1995

# APPENDIX I

STATEMENT OF EXPENDITURES

# PC PROPERTY - EXPENDITURES

# **SALARIES**

Glen Rodgers - 1 manday @ \$350/day	350
Report preparation - P. Southam - 1 manday @ \$240/day	240
ASSAYS	835
LOGISTICAL COSTS, SUPPLIES	53
SUBTOTAL	1478
Administration Fee (15%)	221
GST on administration (#126616507)	15
Portable Assessment Credit withdrawal (up to 30%) - from Klondike Gold Corp. acct.	486
TOTAL	\$2200

# APPENDIX II

STATEMENT OF QUALIFICATIONS

## STATEMENT OF QUALIFICATIONS

I, Philip James Southam of 19021 - 117A Avenue, Pitt Meadows, British Columbia, do hereby certify:

- 1. I am a geologist registered with the Association of Professional Engineers and Geoscientists of British Columbia.
- 2. I graduated from Brandon University in 1987 with a Bachelor of Science degree majoring in geology.
- I have practised my profession continuously since graduation in British Columbia, Manitoba, Yukon Territory and California in the field of mineral exploration.
- 4. I am employed by Hastings Management Corp. to provide geological services for Klondike Gold Corp.

5. I have reviewed all pertinent data from the work conducted on this property.

Philip Southam, P. Geo.

COLUMBIA OS CIENT APPENDIX III

ASSAY RESULTS

YTICAL LABORATORIES LTD. (ISO 9002 Accredited Co.)

852 R. HASTINGS ST.

OUVER BC V6A 1R6

PHONE (604) 253-3158 FAX (604) 2

1716

#### GEOCHEMICAL ANALYSIS CERTIFICATE

Klondike Gold Corp. PROJECT PERRY CREEK-GALWAY File # A203621 711 - 675 W. Hastings St., Vancouver BC V6B 1N2 Submitted by: Glen Rodgers

<u> </u>		<del></del>									<u> </u>				<u> </u>														<del></del>				<del></del>	
SAMPLE#	1				_	Ni				As ppm				Sr ppm (								Cr ppm				B Dom							⊺i s pm: %	
	bbu	ppm	- bbiii	ppiii	ppiii	ppm	- ppm	ppm		ppm	ppm	- ppo	ppm	ppii i	bhii b	Pin P	1 1115	- Jan	/1		hbiii	ppii	<u></u>	-Phii					/h )	abii I	ppiii F	shiii h	, III	, pps
G-1	1.7	3.4	1.9	36	<.1	4.8	3.9	513	1.89	1.0	1.7	<.5	4.1	71 -	<.1 <	.1	. 1	38	.47	.093	7	33.8	.48	205	.112	1	.82	.070	.44	1.1<	.01 1	8.1	.3<.05	<b>.</b> 4
PC 2000N	.4	5.2	4.9	14	<.1	8.6	4.6	59	1.68	3.4	.5	1.1										8.8				<1 1	.52	.002	.06	.2	.03 1	1.1 <	.1<.05	3
PC 1950N	.5					8.4						1.4										9.4											.1<.05	
PC 1900N	.6					7,0																11.7											.1<.05	
PC 1850N	.6	6.9	10.6	27	<.1	8.4	6.7	145	1.70	3.5	.9	.5	5.5	3 -	<.1	.1	. 2	20	.03	.062	14	10.4	.25	88	.038	1 2	.55	.007	.06	.1	.07 1	1.7	.1<.05	6
PC 1800N	.6	10.4	14.8	30	. 1	8.2	5.5	138	1.74	3.9	1.1	.7	5.0	4 .	<.1	.1	.3	20	.03	.072	15	9.2	.24	82 .	.061	2 2	.02	.008	.04	.1	.07 1	1.5	.1<.05	7
PC 1750N	.5	4.5	4.9	25	<.1	5.9	2.9	72	1.41	3.9	.7	.7	5.0	2 -	<.1	.1	.1	12	.02	.045	18	7.2	.22	51 .	.029	1 1	.45	.004	.03	.1	.04 1	1.1 <	.1<.05	4
PC 1725N						4.3						2.3								.032				50 .									.1<.05	
PC 1700N												19.9								.024				95 .									.1<.05	
PC 1675N	.5	2.5	8.5	13	<.1	4.8	2.4	71	-91	2.8	1.9	2.2	.4	14	. 1	. 1	.2	11	.11	.050	15	7.3	.20	212 .	.013	<1 1	.13	.005	.05	.1	.07	.7 <	.1≺.05	5
PC 1650N	.3	4.9	6.4	24	<.1	7.9	4.5	228	1.09	2.8	3.1	1.2	.7	27	.1 <	. 1	.2	11	.30	.067	15	9.8	.34	322	010	1 1	.38	.009	.06	.1	.04	.6 <	.1<.05	4
PC 1625N	-4					5.8						1.1						_		.043													.1<.05	
PC 1600N						7.3														.022													. 1< .05	
PC 1575N						6.8						1.4																					.1<.05	
PC 1550N	.5	3.7	7.8	24	<.1	8.4	5.2	92	1.43	3.5	1.4	1.4	2.5	8 -	<.1	• 1	.2	15	.06	.035	21	10.4	.33	289 .	.016	1 1	.56	.005	.07	.1	.04	1.0	. 1< . 05	5
PC 1525N						7.0														.022		7.9											.1<.05	_
PC 1500N						9.1						<.5																					.1<.05	
PC 1475N												3.2																					.1<.05 .1<.05	
PC 1450N PC 1425N																																	. 1<.05	
rc 1425N	. 4	10.3	10.,	LJ	```	0.7	4.1	120	1.50	7.7		1	7 . 1		` '	• •	. 4	10	• • •	.011	10	7.0	.20	· ·	OOL	~ ( 6		.007	.01	• •	.00		, 1 \ . 0 J	U
RE PC 1425N												284.9								.066		9.3											.1<.05	
PC 1400N												3.5								. 294													.1<.05	
PC 1375N PC 1350N												<.5 3.5								.047 .055													.1<.05	
PC 1325N												2.0												94 .									.1<.05 .1<.05	
																						,.,	.07	,, ,	ILO	`, 4	- 6. /	.013	.07		. 12 6		. 1 0 .	11
PC 1300N						6.3						1.3																					.1<.05	
PC 1275N						7.9						1.2								.042													.1<.05	
PC 1250N						6.0						1.0																					.1<.05	
PC 1225N PC 1200N						5.9 4.5						.7 1.6								-081 -176													.1<.05	
PC TZUUN	.0	13.4	Q. I	24	• •	4.3	3.0	147	2.02	2.0	1.1	1.0	3.3	4	. '	. 2	٠.	29	.04	- 170	,	8.3	.07	40 .	. 127	<b>«</b>   4	ממ.	-016	.02	-2 .	. 13 3	). F ≪	.1<-05	11
PC 1175N		14.4				6.2						2.9									6												.1<-05	
PC 1150N												1.4																					.1<.05	
PC 1125N PC 1100N						6.6						3.4																					.1<.05	
PC 1075N						7.8						7.6	6.Z	2 4	<.1	.1	.2	15 .	.02	.U66	12	10.0	.23	27 .	019	<11	-51 17	.004	.02	.1 .	.06 1	.1 <	.1<.05	3
, C TOT JN	. ,	4.7	0.7	د (	. (	4.1	2.0	O,		٠.٠	- 3	3.1	J . J	۷ ،		. 1		(3)	.UI	. 057	13	a.0	. 17	20 .	U ID	<1 1		.003	.02		.02 1	.0 <	. 15.00	3
STANDARD DS4	6.7 1	22.0	32.3	140	.3	34.0	11.3	825	3.14	22.7	6.3	27.2	4.0	25 5	.4 5	.3 5	.1	77 .	.53	.093	17 1	162.3	.56	141 .	083	1 1	.69	.032	.17 4	.0.	.29 3	.9 1	.1 .07	6

GROUP 1DA - 10.0 GM SAMPLE LEACHED WITH 60 ML 2-2-2 HCL-HN03-H2O AT 95 DEG. C FOR ONE HOUR, DILUTED TO 200 ML, ANALYSED BY ICP-MS. UPPER LIMITS - AG, AU, HG, W = 100 PPM; MO, CO, CD, SB, BI, TH, U & B = 2,000 PPM; CU, PB, ZN, NI, MN, AS, V, LA, CR = 10,000 PPM. - SAMPLE TYPE: SOIL SS80 600 Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.



Klondike Gold Corp. PROJECT PERRY CREEK-GALWAY FILE # A203621

Page 2



SAMPLE#	Mo		Pb ppm		-						U	uA daq						٧	Са		La	Cr	Mg	Ba	Τí	В	Αl						Tl ppm	
G-1 PC 1050N PC 1025N PC 1000N PC 975N	1.5	2.4 7.6 5.3 5.8	2.1 7.8 11.2 12.4	40 24 28 15	<.1 <.1 .1	4.2 6.6 4.6 4.1	4.1 4.3 2.3 2.3	541 86 146 88	1.90 1.64 2.27 2.29	1.2 3.8 5.4 4.5	2.6 .6 .5	<.5 2.6 2.0 1.3	5.0 4.9 4.7 4.2	69 3 6 2	<.1 <.1 <.1 <.1	<.1 .1 .1	.1 .2 .3	39 17 34 36	.55 .01 .04	.105 .034 .080 .067	8 16 14 9	13.5 8.2 10.3 10.0	,58 ,21 ,18	217 59 45 50	.121 .028 .045	2 <1 1 2 1 2	.91 1.69 2.02 2.83	.065 .005 .006	.50 .03 .03	2.2< .1 .2	.01 .03 .04	2.0 1.7 1.5 1.7	.3<.0 .1<.0 .1<.0 .1<.0	5 5 5 5 5 7 5 10
PC 950N PC 925N PC 900N PC 875N PC 850N	.4 .3 .7	8.2 8.4	6.0 8.5 11.8	21 8 37	.1 .1 .1	4.1 3.3 15.5	2.4 1.1 7.7	51 18 182	1.44 1.26 1.79	2.7 3.8 7.0	.7 2.7 7.9	2.6 2.2 1.1	3.3 1.9 6.2	3 10 18	<.1 <.1	.1 .1	.2 .1 .3	19 14 22	.03 .10 .23	.086 .038 .035	8 13 16	5.9 5.0 18.1	.12 .08 .63	38 77 663	.058 .088 .032	<1 2 <1 2 1 3	2.74 2.54 3.03	.011 .017 .011	.02 .01 .12	.1 .1	.04 .07 .05	1.5 1.5 1.9	<.1<.0 <.1<.0 <.1<.0 <.1<.0	5 6 5 8 5 7
PC 825N PC 800N PC 775N RE PC 775N PC 750N	.4	4.4 5.0 4.8	5.1 7.4 7.5	36 21 22	<.1 .1 .1	7.9 3.9 3.8	3.8 3.3 3.1	74 190 192	1.65 1.46 1.36	4.5 4.2 4.4	.5 .6 .6	1.7 1.3 1.5 1.2 1.7	3.5 4.2 4.1	3 3 3	<.1 .1 .1	.1 .1 .1	.2 .2 .2	18 21 19	.02 .02 .02	.053 .097 .097	21 22 23	9.2 6.3 6.0	.37 .16 .17	69 54 55	.017 .064 .062	1 ' 2 ' 1 '	1.43 1.69 1.64	.003 .008 .009	.05 .03 .03	.1 .1	.03 .02 .03	1.1 1.2 1.1	.1<.0 .1<.0 <.1<.0 <.1<.0	5 4 5 8 5 8
PC 725N PC 700N PC 650N PC 600N PC 550N	.6 .4 .4	18.7 9.3 9.4	13.4 10.9 7.9	39 33 26	.1 .1 <.1	18.2 9.5 8.3	9.6 5.4 4.1	413 92 59	1.84 1.83 1.75	5.9 5.1 4.8	17.3 2.6 1.7	1.9 2.0 <.5 1.4 1.8	9.6 4.8 5.4	16 4 3	.1 .1 <.1	.1	.4 .3 .3	19 18 18	.15 .03 .02	.089 .023 .046	21 29 25	16.9 10.4 7.9	.52 .47 .37	478 213 112	.037 .018 .034	1 3	3.66 1.54 1.73	.013 .003 .005	.12 .05 .04	.2 .1 .1	.06 .03 .04	2.8 1.3 1.3	<.1<.0 .1<.0 .1<.0 .1<.0	5 6 5 5 5 6
PC 500N PC 450N PC 400N PC 350N PC 300N	.5 .5	6.0 8.7 8.5	4.2 5.0 8.6	24 43 37	< .1 < .1	7.1 9.5 6.4	4.8 5.6 4.5	289 161 566	1.82 1.54 1.44	4.6 4.0	.9 .8 6.0	1.7 192.1 6.3 1.9	6.7 4.8 1.5	2 3 10	.1 .2 .1	.1 .2 .1	.2 .2 .2	11 14 19	.02 .03 .07	.125 .091 .087	20 26 17	9.9 9.3 11.2	.39 .44 .24	48 106 256	.010 .017 .040	1 1 1 2 2 2	1.54 2.27 2.76	.002 .005 .012	.05 .05 .04	.1 .1	.06 .07 .09	1.2 1.7 1.4	<.1<.0 <.1<.0 .1<.0 .1<.0	5 3 5 4 5 7
PC 250N PC 200N PC 150N PC 100N PC 50N	.5 .6 .2	8.5 6.8 4.4	8.4 8.4 4.1	19 24 19	.1 .1 <.1	6.7 9.2 7.5	5.6 8.0 4.5	144 365 139	1.74 1.78 .92	4.0 4.4 2.7	11.5 15.3 6.0	3,1 3.0 1.1 4.8 1.3	3.9 2.8 2.1	8 18 15	<.1 .1 <.1	.1 .1 .1	.2 .3 .2	23 21 11	.07 .13 .19	.058 .066 .076	15 15 15	8.7 12.9 9.0	.30 .37 .48	238 521 181	.072 .037 .010	1 3 2 3 1	5.29 3.05 .85	.013 .009 .004	.04 .06 .04	1. 1 1.>	.06 .07 .02	2.3 1.8 .9	.1<.0 .1<.0 .1<.0 .1<.0	5 9 5 7 5 2
PC ON STANDARD DS4												<.5 27.0																					.1<.0 1.1<.0	

Sample type: SOIL SS80 60C. Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.