PROSPECTING REPORT ON THE EVA AND RAM QUARTZ CLAIMS WNW OF DAWSON, Y.T. AT CLINTON CREEK

EVA 95-97, EVA 98-102 AND RAM 4-17 YC17387-89, YC12178-82 AND YC17390-403

DAWSON MINING DISTRICT YUKON TERRITORY

N.T.S. 116 C-7 64°23' N. LATITUDE 140°43' W. LONGITUDE.

REGISTERED OWNER: BRIAN R. SAUER

WORK PERFORMED BETWEEN JUNE 21 AND JULY 26, 2000

REPORT BY: BRIAN R. SAUER AND TERENCE M. ELLIOTT, B.SC., M.S. DATE SUBMITTED: JANUARY 29, 2001.

TABLE OF CONTENTS

		Page
1.0	OVER ALL SUMMARY	2
2.0	INTRODUCTION	2
	- Location And Access	2 2 2 3 3
	-Claims Data	2
	-Recent History in Forty-mile River Area	3
	-Work Completed Before July 30, 2000	3
3.0	PHYSIOGRAPHY	4
4.0	REGIONAL AND PROPERTY GEOLOGY	4
5.0	ROCK GEOCHEMISTRY AND DATA	5
	-Purpose of Rock Sampling	5
	-Description of Rocks Sampled.	5 5
	(A) Rocks Analyzed for Precious Metals	5
	(B) Rocks Collected But Not Selected For Analysis	6
	- Significant Geochemical Analyses	7
6.0	SUMMARY AND CONCLUSIONS	7
7.0	RECOMMENDATIONS	8
8.0	SENIOR AUTHOR'S STATEMENT OF QUALIFICATIONS	9
	APPENDICES	

APPENDIX 1: ROCK CHEMICAL ANALYSES RESULTS (ACME LABS, VANCOUVER, B.C.)

APPENDIX 2: ITEMIZED COST STATEMENT.

APPENDIX 3: GOV'T OF CANADA WARNING NOTICE RE: CLINTON CK. JULY 26, 2000

MAPS

After Page

REGIONAL LOCATION MAP2CLAIMS LOCATION MAP2CLINTON CREEK OREBODIES MAPPEROMENERGY, MINUS2U.B.C. M.S.C. THESIS BY M. HTOON BOX 2703
Whitehorse, Yukon Y1A 2C64

EVA AND RAM CLAIMS

1.0 OVERALL SUMMARY

18 rock samples were collected by B. Sauer from the Clinton Creek area. Of these, 9 samples were analyzed for precious metals by fire geochemistry and 2 samples were further analyzed by 35 element ICP.

Of special interest is serpentinite sample E186111 (C00-1105) which contains 9 ppb. gold and 0.81% nickel.

As outlined in the "recommendations" of this report, future work should focus on the nickel potential of the property with selected high nickel-bearing samples being analyzed for precious metals.

2.0 INTRODUCTION

Location and Access

The EVA and RAM claims are in the Dawson Mining District on map sheet 116-C-7 at approximately 64 23'N. Latitude and 140 23' W. longitude. Some of the claims cover a part of the now-abandoned Clinton Creek Asbestos Mine.

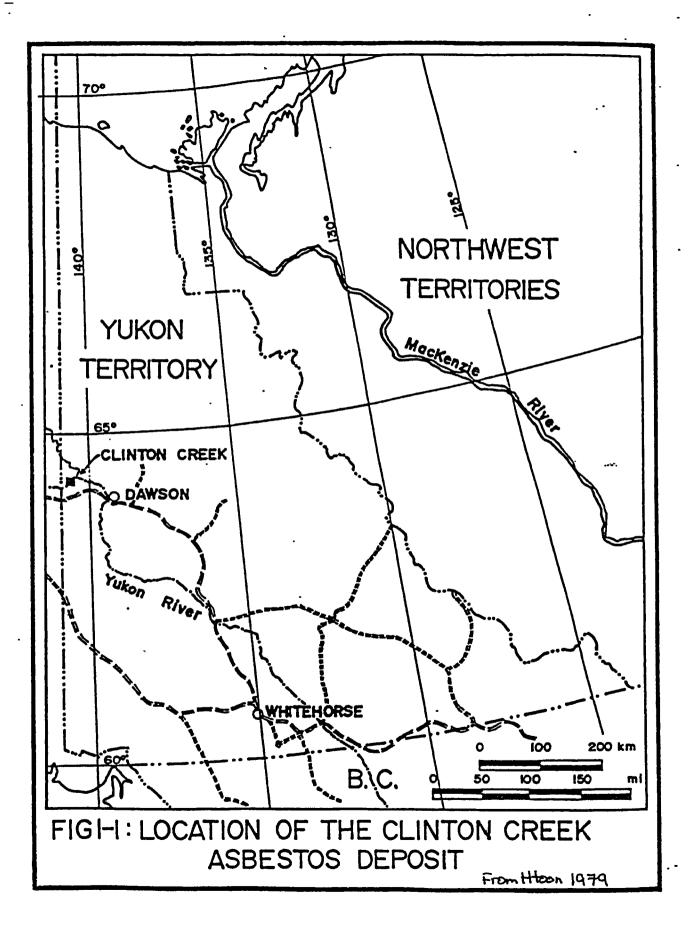
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Claims Data

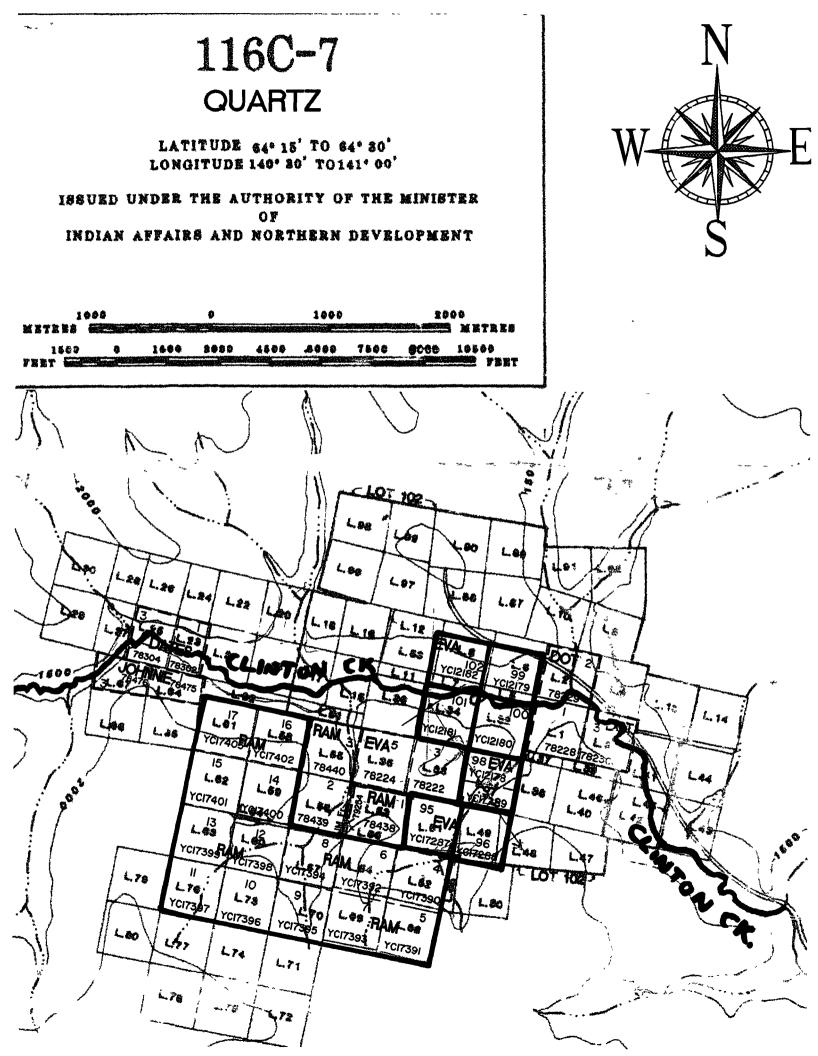
The EVA and RAM claims are 100% owned by Brian R. Sauer of Edmonton, Alberta. The Claims Status Report is as follows:

Claim Name and No.	Grant No.	Anniversary Date
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Recent History in Forty-Mile River Area

(1) <u>1967-1987</u>

Clinton Creek asbestos mine produced an estimated 1,000,000 tones of fibre.

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Canada Tungsten Corp. had options on placer claims and completed rotary drilling and test trenching along the shore of the Forty-mile River.

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Homestake Mineral Development Co. Ltd. staked claims and examined a property named the Forty-Mile Property.

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What later became the MIC Claims at Latitude 64 18' N. and Longitude 140 30' W. was staked by Archer Cathro and Associates for YGC Resources Ltd.

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Atna Resources explored the MIC Claims with a geochemical survey looking for <u>VMS or</u> <u>SEDEX deposits.</u> Large lead and zinc anomalies paralleling a north-south trend were discovered. Copper and barium were found to be useful pathfinder elements. On the downside, Atna failed to find enough surface mineralization on the Property; deep weathering is a factor in this.

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B Sauer Staked the EVA 98-102 claims at Clinton Creek and undertook a preliminary rock geochemical survey <u>emphasizing gold analyses.</u>

(8) <u>1999</u>

B. Sauer staked the EVA 95-97 and RAM 4-17 claims in the summer.

Work completed Before July 30, 2000

A total of 10 days were spent by B. Sauer as follows: June 21st to 26th, July 17th and 18th, and July 25th and 26th. The latter 2 days were travel days before receiving the July 26, 2000 WARNING by the Government of Canada re a possibility of tailings dam failure at Clinton Creek (See Appendix 3).

A program of rock sampling as outlined in Section 5.0 was completed.

3.0 PHYSIOGRAPHY

The Clinton Creek asbestos deposits are in the <u>Klondike Plateau</u> which trends NW into Alaska. To the northeast of the Old Mine is the <u>NW-trending Tintina Trench</u>.

The elevations of most ridge tops are between 1,000 and 1,350 meters; most rock outcrops are found on the mostly unglaciated ridges which escaped the Pleistoceme glaciation.

The main orebody mined is on Porcupine Hill overlooking Clinton Creek at an elevation of 535 meters. This creek has a gentle gradient and Bear Creek flows northerly into Clinton Creek west of the Mine Site (see Clinton Creek Orebodies Map Fig 3-6 from U.B.C. M.Sc. Thesis by M. Htoon, 1979).

4.0 REGIONAL AND PROPERTY GEOLOGY

Regionally 80% of the Clinton Creek area is underlain by older schists and quartzites, and younger carbonaceous and limy argillitites. These rocks of the Yukon Metamorphic Complex are thought to be originally Ordovician age sequences of marine sedimentary and volcanic rocks.

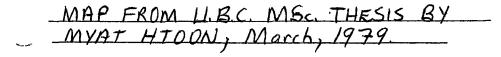
Htoon suggests that the ultramafic rocks were emplaced during the Permian Period which is the time of the main metamorphism. He writes that the <u>alpine-type ultramafic bodies</u> of Clinton Creek <u>were tectonically-emplaced</u> along a zone of weakness associated with the Tintina fault a few kilometers north of the Mine.

During Late Cretaceous to Early Tertiary time, acid rocks intruded the vicinity of the Clinton Creek area and are believed by Htoon to be associated with the main phase of mineralization. Cooling granodiorite may have been associated with aqueous solutions reacting with serpentine to deposit the chrysotile-fibre of the deposits.

At Clinton Creek, fibre-bearing serpentine is found in three distinct bodies of a once-larger 1,400 meters long by 270 meters wide ultramatic body which has been faulted into 3 segments; the main Porcupine ore zone is 535 meters long and 135 meters wide; these faults trend north-south.

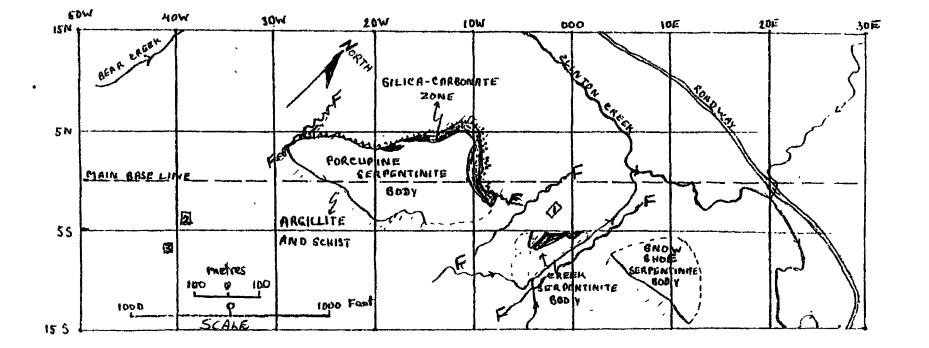
Of exploration interest in the Mine Area is a zone of silica-carbonate with chromite, iron oxides and mariposite; hence, tentatively called a Listwanite. This zone, at the contact between serpentinite and argillite, is itself zoned as follows from core to margin: (1) serpentinite with some carbonates, (2) talc-carbonate, and (3) silica-carbonate. The host contact rock in the Porcupine Pit is black argillite.

Also sampled within the silica-carbonate zone by B. Sauer were opal and chalcedonybearing sub-zones.



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<u>FIGURE 3-6</u>: PORCUPINE, CREEK AND SNOW SHOE ORE BODIES. 1 = Mine crusher 2 = Drill core storage 3 = Drill storage F = Fault

5.0 ROCK GEOCHEMISTRY DATA

Purpose of Rock Sampling:

A variety of different rocks were collected from both outcrop or subcrop and from waste dumps. Samples were selected mainly based on their gossanous (rusty) nature and/or hydrothermal alteration and veining. The presence of oxides and/or sulphides were also positive indicators for sampling.

Samples selected for analysis were hoped to contain highly anomalous <u>precious metals</u> such as platinum (Pt), palladium (Pd) and gold (Au). These were thought to be possibly associated with the quartz-carbonate alteration zone or the serpentinites.

Description of Rocks Sampled

(A) Rocks analyzed for precious metals (Described by both B. Sauer and T. Elliott)

Sample Descriptions have field numbers listed on the left followed by the corresponding Acme Analytical Labs number in brackets:

CC00-2100 (E186115): NE of Porcupine Pit Lake

Coarse float/subcrop probably from uphill in gossan area. Rock is matrix-supported <u>black chalcedony</u> surrounding buff angular felsic fragments. Fragments previously veined with quartz. Minor green alteration in fragments.

CC00-1104 (E186114): Hanging wall Side of Gossan

Vuggy white quartz vein; minor chalcedony.

CC00-1105 (E186111): Outcrop below old Mill (S.)

Gossanous orange <u>Serpentinite</u>. Zone 20-30 meters wide. In area of sample, rock is extremely weathered; clay alteration & quartz-calcite; strong manganese staining.

CC00-2106 (E186110): Subcrop/Coarse Float 20 Meters Down Hill and East of CC00-1105

Quartz-magnetite-veined Serpentinite

(6)

<u>CC00-2107 (E186113:) Waste Dump Sample Probably Derived From Top Level of Porcupine</u> <u>Hill</u>

Quartz-carbonate-veined Muscovite-Biotite Schist. No sulphides.

CC00-2111 (E186116): Waste Dump

<u>Carbonate alteration</u>. Surface graphite (?) Minor pyrite cubes and tiny stringers less then 1 mm across.

CC00-1114 (E186117): Waste Dump.

<u>Schistose white tremolite(?)</u> w. talc (very soft).

CC00-2116 (E186118): Waste Pile SW. Corner of EVA 97F

Deep orangish to chocolaty brown gossanous rock.

CC00-2118 (E186112): South of Mill Overlooking Pond to East

Light green Serpentinized <u>Felsite (?)</u> With minor asbestos veinlets and 1-2 cm. quartzcarbonate vein containing magnetite plus minor pyrite.

(B) Rocks collected but not selected for geochemical analysis (Described in field by B. Sauer).

CC00-2101: Approximately 100 meters south at 190° from CC00-2100

Coarse float/subcrop. Black mafic rock with khaki-coloured rind on exterior. Magnetic and brittle. Hardness = 6. No visible pyrite.

CC00-2103: Near south end of Pit lake. Approximately 150 meters at 200° from CC00-2101

Coarse float/subcrop. White rock with asbestos fibres. Mod. Magnetite. No visible pyrite

CC00-2108: Waste dump

Black sandstone(?) No visible pyrite.

CC00-2109: Waste dump

Green shale. Pyrite rare on fracture surfaces.

CC00-2110: Waste dump.

Black siliceous schist. Small veinlets of quartz less than 1 cm. thick. Mod. rusty but no visible pyrite.

CC00-2112: Waste dump.

Black calc./quartz altered metasediment. No visible pyrite. Sericitic alteration (?)

CC00-2113: Waste dump.

Olive green metasediment. Minor iron stain. No visible pyrite. Quartz-calc. alteration.

CC00-2115: Waste dump

Fault breccia. Strong iron staining. Crumbly. Sediment fragments up to 5 cm across. Calc. alteration.

CC00-2117: 50 meters West of 2116.

Mafic serpentinite. Moderately magnetic with possible magnetite veinlet less than 1 mm. wide; Possible bornite. Disseminated pyrite. Mod. manganese stain.

Significant Geochemical Analyses

Of the 18 rock samples collected, 9 were fire geochemically analyzed for Au, Pt, Pd and Rh (Rhodium).

Samples E186110 and E186111 contained the highest geochemical values in gold from serpentinites. These samples were further analyzed by 35 element ICP.

Serpentinite sample E186111 (0.81% nickel) was especially interesting because it contains what is considered to be above background nickel (0.15%-0.20%) for ultramafic rocks.

6.0 SUMMARY AND CONCLUSIONS

With reference to M. Htoon's Figure 3-6 at Clinton Creek, three ultramafic bodies were outlined over an area 270 meters wide and 1400 meters long. The largest ore body mined was the Porcupine chrysolite-bearing deposit of alpine-type serpentine origin, emplaced into argillite and schist. In his thesis, Htoon mentions 18 serpentinized bodies in the thesis mine area of which 75% of the ultramafic rocks are <u>not</u> chrysotile-bearing.

However, B. Sauer has found serpentine containing up to 0.81% nickel with minor platinum and gold, (see attached analyses). The precious metal values are very low, but there is a lot of nickelbearing serpentine easily located near the surface.

The preliminary nature of the work encourages the continuation of serpentinite sampling as outlined in the following recommendations.

7.0 <u>RECOMMENDATIONS</u>

<u>A short list of recommendations</u> follow from the known large sizes and potential sizes of ultramafic, alpine-type bodies in the area. These follow from the preliminary success of sampling on the EVA and RAM claims:

(1) Rock sample CC00-2117, a serpentinite, should be analyzed by 35 element ICP.

(2) A preliminary ground magnetic survey in the old mine site area to determine whether or not ultramafic bodies can be distinguished from host argillite and schist.

(3) <u>Bench testing</u> in a laboratory of a large enough sample of <u>high nickel-bearing samples</u> to determine expected nickel recoveries from serpentinites or other ultramafics or non-chrysotile-bearing samples.

(4) If the preliminary magnetic survey and study of published airborne magnetic maps is helpful, the ground geophysical surveys should be undertaken over all known targets on the claims. The claims might warrant expanding to cover adjacent targets. It should be noted that some <u>large ultramafic bodies</u> may only have a <u>small surface expression</u>.

(5) Quartz-carbonate (\pm fuchsite) alteration sampling around ultramatic bodies should be continued as not enough data has, as yet, been collected in these zones; precious metals could have a "nugget distribution effect".

A great boost would be given to the property's potential if <u>samples containing greater than</u> 1% nickel and/or greater than 500ppb. (0.5 grams) of any of the precious metals were found.

8.0 SENIOR AUTHOR'S STATEMENT OF QUALIFICATIONS

I, Terence M. Elliott of #301-519 12th Street, in the City of New Westminster, British Columbia, V3M 6V9, Canada, do hereby certify that:

- 1. I am presently a Contract Geologist.
- 2. I graduated with an Honours B.Sc. Degree in Geology from U.B.C., in 1967 and from Stanford University, California, U.S.A. with Degree in Geology in 1973.

3. I have worked for 24 field seasons in mineral exploration in the North American Cordillera of Canada and U.S.A..

- 4. I examined and described rocks submitted by me to Acme Analytical Labs in 2000.
- 5. I am the main author of this report titled "Prospecting Report on the EVA and RAM Claims WNW of Dawson, Y.T. at Clinton Ck.

Dated at Vancouver, British Columbia this 29th day of Janaury, 2001.

Respectfully Submitted:

Levence M. Elliot

Terence M. Elliott, B. Sc., M.S.

APPENDIX 1

ROCK CHEMICAL ANALYSES RESULTS

(ACME LABS, VANCOUVER, B.C.)

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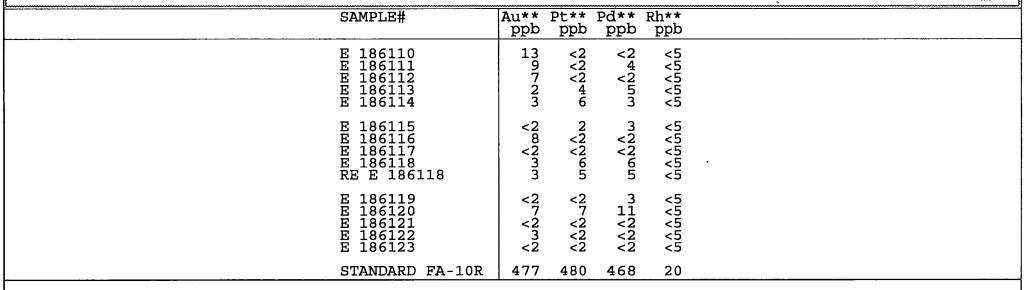
852 E. HASTINGS ST. VANCOUVER BC V6A 1R6

PHONE(604) 253-3158 FAX(604) 253-1716

GEOCHEM PRECIOUS METALS ANALYSIS



Elliott, Terry File # A004777 301 - 519 - 12th St., New Westminster BC V3M 6V9 Submitted by: Terry Etliott



GROUP 3B - FIRE GEOCHEM AU, PT, PD, RH- 30 GM SAMPLE FUSION, DORE DISSOLVED IN AQUA - REGIA, ICP ANALYSIS. UPPER LIMITS = 10 PPM. - SAMPLE TYPE: ROCK R150 60C <u>Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.</u>

DATE RECEIVED: NOV 28 2000 DATE REPORT MAILED: Dec 8 00	SIGNED BY
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SAMPLE#	Mo ppm				Ag ppm			Mn ppm		As ppm	-					Sb ppm		-	Ca %		La ppm			Ba ppm	••	B ppm	Al %	Na %	K %	W ppm			Tl ppm		Ga ppm
E 186110 E 186111 E 186120 RE E 186120 STANDARD C3	2.4 <.2 .8 .9 27.2	13 5 4	<2 <2 <2	34 10 8	<.1 <.1 <.1	8142 1568 1551	494 69 68	3832 693 667		4 5 5	2 <1 <1	<2 <2 <2	<1 <1 <1	240 102 99	<.2 <.2 <.2	9.5 3.7 3.4	<.5 <.5 <.5	25 18 17	5.88 2.50 2.38	002. 001.> 001.>	1 <1 <1	771 485 479	4.57 8.97 15.96 15.30 .65	751 175 171	.001 .001 .001	53 4 3		.005 .005 .005	.01 .02 .02	5 2 2	•	18.2 6.8 6.5	<1<. <1<. <1 1 <1	.01 .62 .62	1 <1

GROUP 1DX - 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 OPTIMA ICP-ES. 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. ASSAY RECOMMENDED FOR ROCK AND CORE SAMPLES IF CU PB ZN AS > 1%, AG > 30 PPM & AU > 1000 PPB

- SAMPLE TYPE: ROCK PULP <u>Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.</u>

Dec 27/2000 SIGNED BY ... A. A. M. ... D. TOYE, C.LEONG, J. WANG; CERTIFIED B.C. ASSAYERS DEC 15 2000 DATE REPORT MAILED: DATE RECEIVED:

APPENDIX 2:

ITEMIZED COST STATEMENT

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EVA and RAM CLAIMS

	Non Grant (\$)	Applicable to Prospector's Assistance Grant. (\$)
Prospector's Wages.		
13 days at \$250.00/days	3250.00	0.00
Travel	832.00	314.31
Truck Rental	1016.36	1016.36
Supplies	926.06	962.06
Food	650.89	650.89
Accommodation	167.10	167.10
<u>Fuel</u>	671.10	671.10
Maps and Photocopies	25.58	25.58
Rock Shipping	41.57	41.57
Geochemical Analyses Including Sample Preparation	78.46	178.46
<u>Report Preparation</u> Wages for T. Elliott at \$250.00/day	1250.00	1250.00
Recording Fees	120.00	0.00
TOTALS	<u>\$ 9,128.29</u>	<u>\$5241.45</u>

APPENDIX 3:

GOV'T OF CANADA WARNING NOTICE

RE: CLINTON CK. JULY 26, 2000

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July 26, 2000

The Government of Canada is advising persons with interests in the areas near the abandoned Clinton Creek asbestos mine of a significant safety hazard associated with Hudgeon Lake.

Hudgeon Lake, located approximately nine kilometres upstream from the confluence of Clinton Creek and the Forty Mile River, was created in the 1970's as the result of a waste rock slope failure blocking Clinton Creek. This blockage has recently deteriorated, and it is apparent that a release of significant quantities of water is possible.

This release, which may be triggered by rain events or geological instability, could occur with little or no warning.

The potentially affected area appears to be the Clinton Creek valley, downstream of Hudgeon Lake, including the road crossing Clinton Creek to the former town site, west of the Forty Mile River bridge.

In addition to this letter, informational signs will be posted advising area users, travellers and others entering the area of this situation.

The Emergency Measures Organization, area property owners, other government agencies, mineral claim holders and stakeholder groups are being advised.

If you have any questions, please contact the Department of Indian Affairs and Northern Development's Waste Management Program at 867-667-3268.

Breff Hartshorne. Today > Sy.s. Hvy roin=Enster
10:45 AM.
Forestry (6'6") Todd? bad shape, flen in two days ago not looking good.

WARNING NOTICE

TNTA Bob (L.D. v.a Deuson off) 880 hr. app 2000° outrip 65 miles 2 trips YUKON ENERGY, MINL & RESOURCES LIBRA PO Box 2703 Whitehorse, Yukon Y142 mobfrom 40 mile Bridge. * Recid 845 Am July 27,2000 Mining Rec. Off.

MAGNETOMETER AND PROSPECTING REPORT ON THE EVA AND RAM QUARTZ CLAIMS WNW OF DAWSON, Y.T. AT CLINTON CREEK

EVA 95-97, EVA 98-102 AND RAM 4-17 YC17387-89, YC12178-82 AND YC17390-403

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REGISTERED OWNER: BRIAN R. SAUER

WORK PERFORMED BETWEEN OCTOBER 9 AND OCTOBER 19, 2000

REPORT BY: BRIAN R. SAUER AND TERENCE M. ELLIOTT, B.SC., M.S. DATE SUBMITTED: FEBRUARY 28, 2001.

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TABLE OF CONTENTS

1.0 OVER ALL SUMMARY	Page 2
1.0 OVER ALL SUMMARY	2
2.0 INTRODUCTION	2
-Location And Access	2
-Claims Data	
-Recent History in Forty-mile River Area	2 3
-Work Completed Between October 9 and 19, 2000.	3
3.0 PHYSIOGRAPHY	4
4.0 REGIONAL AND PROPERTY GEOLOGY	4
5.0 MAGNETOMETER SURVEY	5
-Methodology Employed	5
-Description of Results Obtained	5
6.0 ROCK GEOCHEMISTRY	5
-Description of Rocks Sampled	5
-Significance of Results	6
7.0 DISCUSSION AND RECOMMENDATIONS	6
8.0 SENIOR AUTHOR'S STATEMENT OF QUALIFICATIONS	7
APPENDICES	
APPENDIX 1: ROCK CHEMICAL ANALYSES RESULTS (ACME LABS, VANCOUVER, B.C.)	
APPENDIX 2: ITEMIZED COST STATEMENT.	

APPENDIX 3: MAGNETOMETER EQUIPMENT SPECIFICATIONS

<u>MAPS</u>

After Page

REGIONAL LOCATION MAP	2
CLAIMS LOCATION MAP	2
CLINTON CREEK OREBODIES MAP FROM	
U.B.C. M.S.C. THESIS BY M. HTOON, 1979	4
MAGNETOMETER SURVEY GRID EVA-RAM	
CLAIMS (Scale 1:5,000)	5
MAGNETOMETER SURVEY EVA-RAM	
CLAIMS (Scale 1:1000)	In Pocket

(1)

EVA AND RAM CLAIMS

1.0 OVERALL SUMMARY

<u>A successful ground magnetometer survey</u> has generally defined the serpentiniteargillite contact north of the old Porcupine Pit. This type of survey is useful for the type of result expected above.

Of 4 rock samples collected for precious metals analyses, only listwanite sample 201001(E186120) had slightly "elevated" amounts of gold, platinum and palladium.

The relatively large size (1400 m. by 270 m.) of the serpentinite body mined at Clinton Creek, combined with the knowledge that the Klondyke Plateau is unglaciated, leads one to the next step for exploration in the area: <u>the possibility of nickel laterite</u> <u>deposits should be investigated</u>. Rusty serpentinite samples collected from previous work by B. Sauer have contained up to 0.80% nickel.

2.0 <u>INTRODUCTION</u> (modified and copied from Prospecting Report on the EVA and RAM QUARTZ CLAIMS dated January 29, 2001)

Location and Access

The EVA and RAM claims are in the Dawson Mining District on map sheet 116-C-7 at approximately 64°23' N. Latitude and 140°23' W. Longitude. Some of the claims cover a part of the now-abandonned Clinton Creek Asbestos Mine.

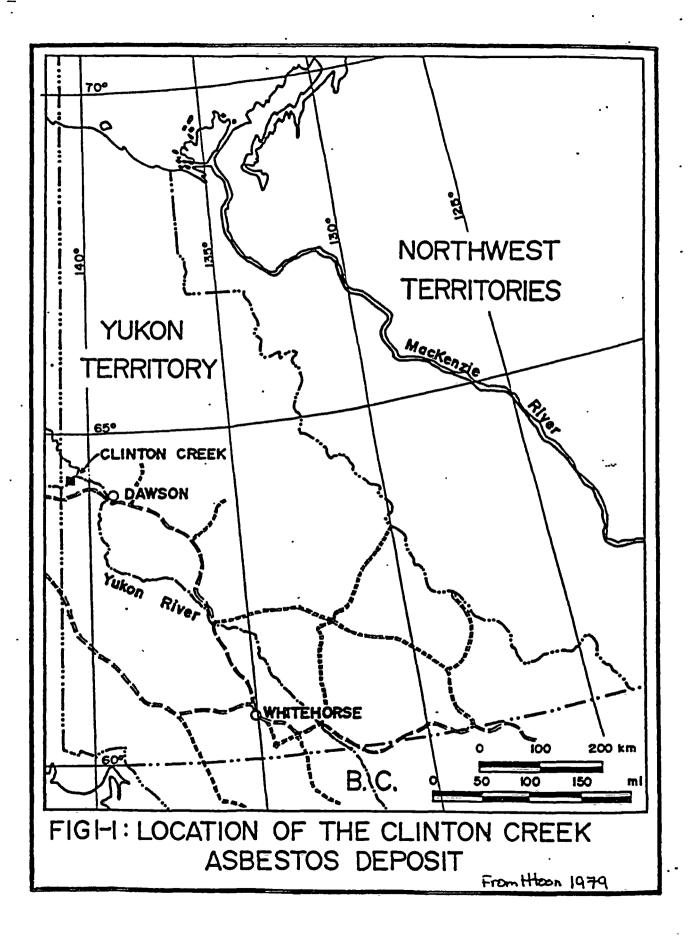
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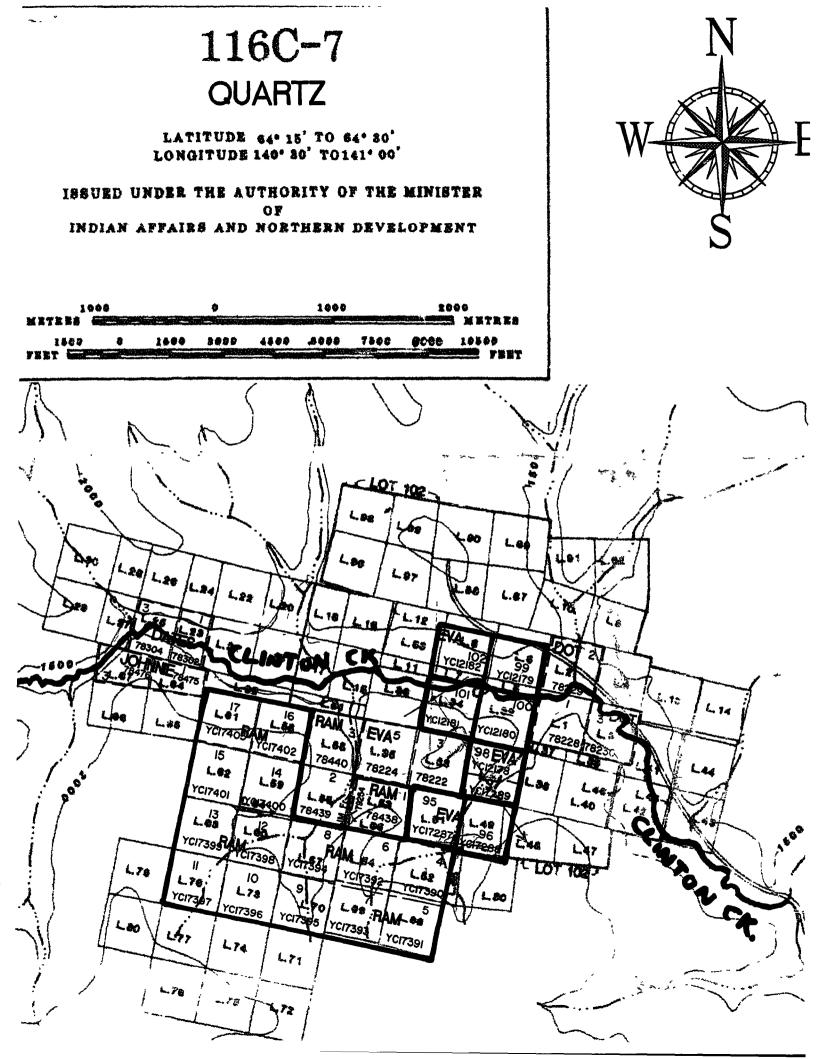
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Homestake Mineral Development Co. Ltd. staked claims and examined a property named the Forty-Mile Property.

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What later became the MIC Claims at Latitude 64 18' N. and Longitude 140 30' W. was staked by Archer Cathro and Associates for YGC Resources Ltd.

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(7) <u>1998</u>

B Sauer Staked the EVA 98-102 claims at Clinton Creek and undertook a preliminary rock geochemical survey emphasizing gold analyses.

(8) <u>1999</u>

B. Sauer staked the EVA 95-97 and RAM 4-17 claims in the summer.

(9) <u>2000</u>

B.Sauer prospected and sampled the EVA 95-102 and RAM 4-17 claims.

Work completed Between Oct. 9 and 19, 2000

A total of 11 days were spent by B. Sauer and a hired prospector on a program of rock sampling and a magnetometer survey during October, 2000.

3.0 <u>PHYSIOGRAPHY</u> (copied from Jan 29, 2001 report by B.R. Sauer and T.M. Elliott)

The Clinton Creek asbestos deposits are in the <u>Klondike Plateau</u> which trends NW into Alaska. To the northeast of the Old Mine is the <u>NW-trending Tintina Trench</u>.

The elevations of most ridge tops are between 1,000 and 1,350 meters; most rock outcrops are found on the mostly unglaciated ridges which escaped the Pleistoceme glaciation.

The main orebody mined is on Porcupine Hill overlooking Clinton Creek at an elevation of 535 meters. This creek has a gentle gradient and Bear Creek flows northerly into Clinton Creek west of the Mine Site (see Clinton Creek Orebodies Map Fig 3-6 from U.B.C. M.Sc. Thesis by M. Htoon, 1979).

4.0 <u>REGIONAL AND PROPERTY GEOLOGY</u>

(modified from Jan. 29, 2001 report by B.R. Sauer and T. M. Elliott)

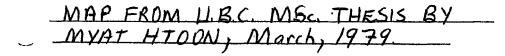
Regionally 80% of the Clinton Creek area is underlain by older schists and quartzites, and younger carbonaceous and limy argillitites. These rocks of the Yukon Metamorphic Complex are thought to be originally Ordovician age sequences of marine sedimentary and volcanic rocks.

Htoon suggests that the ultramafic rocks were emplaced during the Permian Period which is the time of the main metamorphism. He writes that the <u>alpine-type ultramafic bodies</u> of Clinton Creek <u>were tectonically-emplaced</u> along a zone of weakness associated with the Tintina fault a few kilometers north of the Mine.

During Late Cretaceous to Early Tertiary time, acid rocks intruded the vicinity of the Clinton Creek area and are believed by Htoon to be associated with the main phase of mineralization. Cooling granodiorite may have been associated with aqueous solutions reacting with serpentine to deposit the chrysotile-fibre of the deposits.

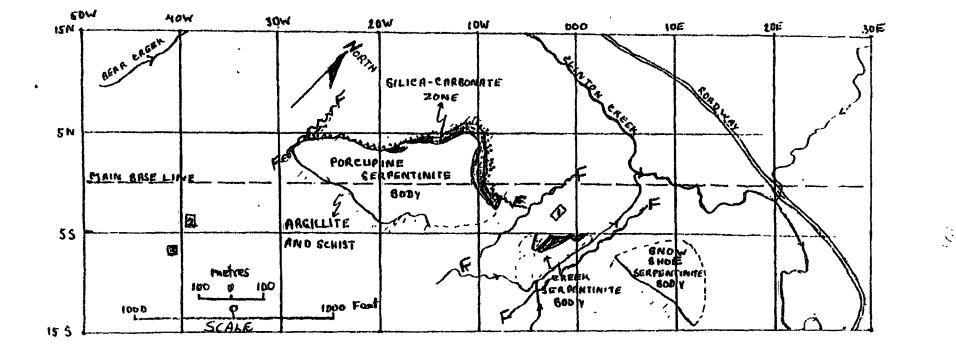
At Clinton Creek, fibre-bearing serpentine is found in three distinct bodies of a once-larger 1,400 meters long by 270 meters wide ultramafic body which has been faulted into 3 segments; the main Porcupine ore zone is 535 meters long and 135 meters wide; these faults trend north-south.

Of exploration interest in the Mine Area is a zone of silica-carbonate with chromite, iron oxides and mariposite; hence, tentatively called a Listwanite. This zone, at the contact between serpentinite and argillite, is itself zoned as follows from core to margin: (1) serpentinite with some carbonates, (2) talc-carbonate, and (3) silica-carbonate. The host contact rock in the Porcupine Pit is black argillite.



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<u>FIGURE 3-6</u>: PORCUPINE, CREEK AND SNOW SHOE ORE BODIES. 1 = Mine crusher 2 = Drill core storage 3 = Drill storage F = Fault

5.0 MAGNETOMETER SURVEY

Methodology Employed (for Equipment Used see APPENDIX III)

Each day the 50000E Baseline was surveyed at the beginning and end of work. The crosslines were "looped" with readings done on only 1 side of the Baseline for each loop beginning and ending at the Baseline.

Description of Results Obtained

In general, the WSW-ENE-trending survey lines crossed an area of increasing magnetics readings from west to east. When the "noise" of the readings (ie., their local variabilities) are filtered out, contours such as those drawn on the 1:5000 map (shown after this page) and on the same, but more detailed, 1:1000 scale map in the pocket, are easily discernible.

Serpentinite found by B. Sauer cropping out in Clinton Creek to the northeast intrudes argillite north of the Porcupine Pit and in the Pit. It is not known where the quartz-carbonate zone is exactly as the contours do not change sharply enough from below 7600 to above 8200 gammas.

It is hoped that further, more detailed contouring of data shown on the 1:1000 scale map may eventually be of help to others interpreting the results with new ideas or explanations in mind. In fact, B. Sauer did contour at a 100 unit interval but this work was not included so as not to detract from the overall trend.

6.0 ROCK GEOCHEMISTRY

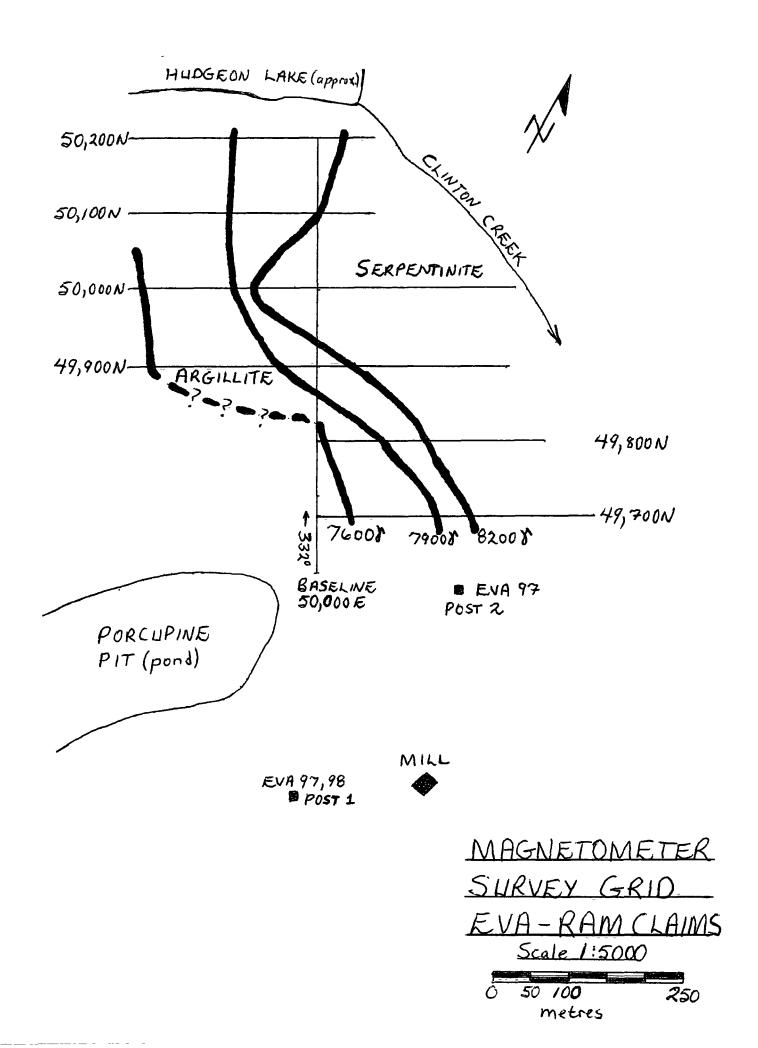
Quartz-rich samples were collected by B. Sauer in hopes of finding some indication of anomalous values in precious metals.

Descriptions of Rocks Sampled

Sample descriptions have field numbers listed on the left followed by the corresponding Acme Analytical Labs number in brackets:

201001 (E186120): approx. 575 meters east of Mill; 50 meters northwest of 201004.

Listwanite containing very fine grained brown sulphides.



201002 (E186121): Float grab sample; 66⁶ from Mill; in Snowshoe Pit??

Carbonate and chalcedony-altered buff cherty Felsite.

201003 (E186122): Coarse float from same location as 201002.

White Quartz with several 1-4 mm. apple green asbestos veins.

201004 (E186123): Two to three meter-wide creek near camp flowing into Clinton Creek from east; drains tailings 575 meters east of Mill.

Brown, gray and black sand; 1-3 mm. grain size and well sorted.

Significance of Results

Sample 201001(E186120) contains "slightly elevated" gold (7 ppb.), platinum (7ppb.) and palladium (11ppb.) This sample also contains between 15 and 16% magnesium. This result is not high enough for one to be significantly encouraged. Ten times more precious metals are needed in similar samples for an optimistic viewpoint on such results.

7.0 DISCUSSION AND RECOMMENDATIONS

With reference to the magnetometer survey grid maps, ground magnetics clearly has defined a serpentinite-argillite contact on the grid. Although the <u>precise</u> location of <u>quartz-</u> <u>carbonate alteration</u> was not determined as hoped-for, the general area and direction of the contact is defined by the 7900 gamma contour.

Ground magnetometer surveys could be utilized in future work to generally define the locations of contact alteration zones. Careful follow-up prospecting of such-determined contacts should be used to find out whether or not altered rock is anomalous in precious metals and/or nickel.

The rocks collected for geochemical analysis showed some variability in precious metals values. Follow-up, more exhaustive sampling is needed of listwanite samples to find highly anomalous samples; if such samples were found, than the possible favourability of listwanite would be confirmed at Clinton Creek.

8.0 SENIOR AUTHOR'S STATEMENT OF QUALIFICATIONS

I, Terence M. Elliott of #301-519 12th Street, in the City of New Westminster, British Columbia, V3M 6V9, Canada, do hereby certify that:

- 1. I am presently a Contract Geologist.
- 2. I graduated with an Honours B.Sc. Degree in Geology from U.B.C., in 1967 and from Stanford University, California, U.S.A. with Degree in Geology in 1973.
- 3. I have worked for 24 field seasons in mineral exploration in the North American Cordillera of Canada and U.S.A..
- 4. I examined and described rocks submitted by me to Acme Analytical Labs in 2000.
- 5. I am the main author of this report titled "Magnetometer and Prospecting Report on the EVA and RAM Claims WNW of Dawson, Y.T. at Clinton Ck".

Dated at Vancouver, British Columbia this 28th day of February, 2001.

Respectfully Submitted:

Jerence M. Ellit

Terence M. Elliott, B. Sc., M.S.

APPENDIX 1

ROCK CHEMICAL ANALYSES RESULTS

(ACME LABS, VANCOUVER, B.C.)

ACME	ANAI	YTIC	AL.	LAB	ORATO	RIES	LTD.	`
	(ISO	9002	Ă	zcré	dited	ŧ Ċo.	¥	

852 B. HASTINGS ST. VANCOUVER BC V6A 1R6

PHONE (604) 253-3158 FAX (604) 253-1716

GEOCHEM PRECIOUS METALS ANALYSIS

AA

Data AFA

Elliott, Terry File # A004777 301 - 519 - 12th St., New Westminster BC V3N 6V9 Submitted by: Terry Elliott

SAMPLE#	Au** Pt** Pd** Rh** ppb ppb ppb ppb
E 186110 E 186111 E 186112 E 186113 E 186113 E 186114	$\begin{array}{cccccccccccccccccccccccccccccccccccc$
E 186115 E 186116 E 186117 E 186118 RE E 186118	<pre><2 2 3 <5 8 <2 <2 <5 <2 <2 <2 <5 2 <2 <2 <5 3 6 6 <5 / 3 5 5 <5</pre>
E 186119 E 186120 E 186121 E 186122 E 186122 E 186123	$\begin{array}{cccccccccccccccccccccccccccccccccccc$
STANDARD FA-10R	477 480 468 20
GROUP 38 - FIRE GEOCHEM AU, PT, PD, RH- 30 GM SAMPLE FUSION, DC - SAMPLE TYPE: ROCK R150 60C <u>Samples beginning 'RE' are Rer</u> DATE RECEIVED: NOV 28 2000 DATE REPORT MAILED: Dec 8 00	DRE DISSOLVED IN AQUA - REGIA, ICP ANALYSIS. UPPER LIMITS = 10 PPM. <u>runs and 'RRE' are Reject Beruns.</u> SIGNED BY

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ACME AN				 	TORI ed C		LTD.	1	85	2 1	t, X	ias:	!IN(38 S	T . 1	VANC	ouv	BR	BC	V6A	1R	\$	PH	IONE	(604) 25	3-31	L58	FA	C (6)	04)2	53-1	171	6
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TT							2	101 + f	<u>I</u> 119 =	<u>51 1</u> 121	<u>10</u> h st	<u>tt,</u> , N	T en l	err Iestmi	Y nstei	Fil BC V	e 1 311 6	# A \$V\$	004 Subm	777 tte	R I by:	Terry	ELH	iott			`					1		Ľ
SAMPLE#	oM mqq	Cu ppm		-		Co ppm	Mn ppm		As ppm	-	Au ppm			Cd ppm	Sb ppm			Ca %		La ppm	Cr ppm		Ba ppm		B ppm	Al %	Na X		W M	Hg ppm	Sc ppm			Ga ppm
E 186110	2.4	-	-	 				3.85		-							•			-		4.57					.004<		5	<1	2.2	<1<.	01	<1
E 186111 E 186120	<.2 .8	. –	_	 				21.51 4.66											.002. 001.>			8.97 15.96					.005		5 2	-	18.2	<1<. <1 .		1 <1
RE E 186120 Standard C3	.9 27.2				1551 38														<.001 .094			15.30		.001	_		.005		2 14	-	6.5 4.4	1.		<1 8
·····					,																													

GROUP 1DX - 0.50 GM SAMPLE LEACHED WITH 3 ML 2-2-2 HCL-HN03-H2O AT 95 DEG. C FOR ONE HOUR, DILUTED TO 10 ML, ANALYSED BY OPTIMA ICP-ES. 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. ASSAY RECOMMENDED FOR ROCK AND CORE SAMPLES IF CU PB ZN AS > 1%, AG > 30 PPM & AU > 1000 PPB

- SAMPLE TYPE: ROCK PULP <u>Samples beginning 'RE' are Reruns and 'RRE' are Reject Reruns.</u>

Dec 27 2000 SIGNED BY. N. S. My. D. TOYE, C.LEONG, J. WANG; CERTIFIED B.C. ASSAYERS DATE RECEIVED: DEC 15 2000 DATE REPORT MAILED:

APPENDIX 2:

ITEMIZED COST STATEMENT

ITEMIZED COST STATEMENT

EVA and RAM CLAIMS

	Canadian (\$)
Prospector's Wages.	
11 days w. I.F.A. Certification at \$250.00/day 11 days B. Sauer at \$250.00/day	2750.00 2750.00
Accommodation	253.33
<u>Truck Rental</u> At \$390.00/week	780.00
Fuel	798.48
Food	274.02
<u>Magnetometer Rental</u> At \$100.00/day	300.00
G.P.S. Rental at \$30.00/wk.	60.00
<u>Chainsaw Rental</u> At \$180.00/wk	360.00
Maps and Photocopies	34.99
Parts and Hardware	123.73
Geochemical Analyses	98.67
<u>Report Preparation</u> Wages for T. Elliott at \$250.00/day	<u>1250.00</u>
TOTAL	<u>\$ 9893.22</u>

APPENDIX 3:

MAGNETOMETER

EQUIPMENT SPECIFICATIONS

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	GSM-19 Instruction Manual	
	APPENDIX G GSM-19T MAGNETOMETER/GRADIOMETER	
		27 C
THEORETI	CAL DESCRIPTION	
Introduction		
The GSM-19T	is a portable standard proton magnetometer/gradiometer designed for handheid or	
 base station use field monnoring 	for geophysical, geotechnical, or archaeological exploration, long term magnetic g al Magnetic Observatories, volcanological and seismic research, etc. The GSM-	
19T is a second	ary standard for measurement of the Earth's magnetic field, having 0.2nT InT absolute accuracy over its full temperature range	
storage is a avai	is a microprocessor based instrument with storing capabilities. Large memory ilable (up to 2Mbytes). Synchronized operation between hand held and base	
station units is j	possible, and the corrections for diurnal variations of magnetic field are done The results of measurement are made available in serial form (RS-232-C	
interface) for c	ollection by data acquisition systems, terminals or computers. Both on-line and ransfer are possible.	
-	•	<u>.</u>
strict control of	nt of two magnetic fields for determination of gradient is done concurrently with measuring intervals. The result is a high quality gradient reading, independent of	
diumal variation	is of maganetic field	
Optionally the measurement is	addition of a VLF sensor for combined magnetometer / gradiometer-VLF	
Headmethen: 19		2
Magnetic Field	Measurement	
	and measuring process consist of the following steps.	e e
	•••	
a) rotarization	A strong DC current is passed through the sensor creating polarization of a proton-rich fluid in the sensor.	
b) Pause:	The pause allows the electrical transients to die off, leaving a slowly	
V) 16622.	decaying proton precession signal above the noise level.	<u>ð</u>
c) Counting:	The proton precession frequency is measured and converted into	
_	magnetic field units.	
d) Storage:	The results are stored in memory together with date, time and	
	coordinates of measurement. In base station mode, only the time and total field are stored.	9-11
	GEM System Inc.	24

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GSM-19 Instruction Manual

63

INSTRUMENT SPECIFICATIONS

MAGNETOMETER / GRADIOMETER

Resolution:	0.01nT (gamma), magnetic field and gradient.
Accuracy:	0.2nT over operating range.
Range:	20.000 to 120.000nT.
Gradient Tolerance;	Over 10. 000nT/m
Operating Inserval:	3 seconds minimum faster optional. Readings initiated from keyboard,
·····	external trigger, or carriage return via RS-232C.
Input / Output:	6 pm westherproof connector, RS-232C, and (optional) analog output.
Power Requirements:	12V, 200mA peak (during polarization), 30mA standby 300mA peak in
	grediometer mode.
Power Source:	Internal 12V, 2.6Ah scaled lead-acid battery standard, others optional.
	An External 12V power source can also be used.
Battery Charger:	Input: 110 VAC, 60Hz. Optional 110 / 220 VAC, 50 / 60Hz.
-	Output: dual level charging.
Operating Ranges:	Temperature: - 40°C to +60°C.
	Battery Voltage: 10.0V minimum to 15V meximum.
	Humidity: up to 90% relative, non condensing.
Storage Temperature:	-50°C to +65°C.
Display;	LCD: 240 X 64 pixels, OR 8 X 30 characters. Built in heater for operation
	below -20°C.
Dimensions:	Console: 223 x 69 x 240mm.
	Sensor Staff: 4 x 450mm sections.
	Sensor: 170 x 71mm dia.
	Weight: console 2.1kg, Staff 0.9kg, Sensors 1.1kg each.
VLF	•••••••••••••••••••••••••••••••••••••••
Frequency Range:	15 - 30.0 kHz plus 57.9 kHz (Alaskan station)
Parameters Measured: Resolution:	Vertical in-phase and out-of-phase components as percentage of total field.
	2 relative components of horizontal field Absolute amplitude of total field.
Number of Stations:	0.1%. Up to 3 at a time.
Storage:	Automatic with: time, coordinates, magnetic field / gradient, slope, EM field,
	frequency, in- and out-of-phase vertical, and both horizontal components for each selected station.
Terrain Slope Range:	0° - 90° (entered manually).
Sensor Dimensions:	140 x 150 x 90 mm. (5.5 x 6 x 3 inches).
Sensor Weight:	T.0 kg (2.2 lb).
	9 V 1997

9 V 1**99**7

GEM System Inc.

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