# FORTYMILE PROSPECTING PROGRAM 

YUKON MINING INCENTIVES PROGRAM
YMIP PROJECT 07-031
Focused Regional

April 1, 2007 - January 31, 2008

UNIVERSAL TRANSVERSE MERCATOR PROJECTION CO-ORDINATES (NAD83)
PLACER CLAIM SHEET - 116 C 7

Grant Allan
Box 31486, Whitehorse, Yukon, Canada Y1A 6K8
Ph.: 867-668-3367
Email: gallan@northwestel.net

## Table of Contents

1. Property Location \& Access
2. Deposit Type \& Geology
3. Objectives
4. Equipment Used
5. Methodology \& Work Performed
6. Results \& Conclusions
7. Recommendations

## PROPERTY LOCATION and ACCESS

The property being prospected for placer gold in this project is in the 40 Mile/Clinton Creek area of the Dawson Mining District of the Yukon. Specifically it is the 40 Mile River downstream from approximately 1500 ft , upstream of the Clinton Creek Road bridge over the 40 Mile River. Also included is Mickey Creek, approximately 3,000 ft. upstream from the 40 Mile River and the upper bench on the right limit of Mickey Creek. Also included are Clinton Creek and its main tributaries from the west, upstream as far as 1000 ft . from Eagle Creek. Also included is the lower bench of the 40 Mile River and the Yukon River where this 40 Mile River bench ends. The areas involved can be found on NTS map \& placer claim sheet 116C-7 and is in the Dawson Mining District. See Location Reference Maps \#1and \#2

Access to area is from our base camp located in West Dawson, Yukon. The project area is reached by driving approx. 50 km ( 45 min . drive) west of Dawson on the Top of the World Highway (YTG Hwy \# 9) to the Clinton Creek Road; then north-west approx. 35 km down the Clinton Creek Road. In the fall of 2006 a field camp was set up at an abandoned road construction and prospecting camp near the intersection of the road and Mickey Creek. From here, roads \& trails access most locations defined in this report.

Despite its isolated situation, easy access to most of these areas has been made by many years of hard rock \& placer exploration by others over the past century. The main access roads to the various test sites can be traveled by car or tractor/trailers with heavy equipment. More remote prospecting sites in the area are accessible by ATVs \& 4x4 trucks on trails/cat trails that require little to moderate brush clearing. Quite often these roads \& trails have side cuts \& clearings to access gravels and bedrock at many of the target locations. Helicopter support is about $1 / 2 \mathrm{hr}$. from Dawson City. Barging and/or small boat travel is also available to the area approx. 75 km downstream of Dawson City on the Yukon River.


Encanmelimilimil 1003 Bxo ell 23.02 lul


Location Reference Map\#2

## DEPOSIT TYPE(S) \& GEOLOGY

These deposits are from large gravel channels from ancient streams that flowed generally east and south as part of the Bell River system. This river system is considered to have been slow moving and deposited what is known as white channel in the Tertiary period, possibly, specifically late Pliocene. The stream erosion of the 40 Mile River and its tributaries, such as Clinton Creek, Mickey Creek and Maiden Creek, has eroded this floodplain deposit. Schist and quartzite are the predominant clast types with some granitic and white quartz clasts.

The white channel is reported to vary from a relatively thin layer 1 to 2 meters above bedrock to up to 200ft. thickness in some locations (such as in the Maiden/Mickey Creek area. Placer gold is found in varying quantities in these high terrace white channel gravels.

There is more recent yellow or brown channel deposits, some from the outwash of glaciers. The medium and lower terraces are formed where existing rivers and creeks have flowed, concentrating and depositing the higher gravels into these benches over time. These benches are referred to as: high bench, medium bench and low bench.

McConnell reports that gold in the high benches is more concentrated in the 2 metres above bedrock. Other studies have found gold concentrations dispersed through the white channel over 75 metres above bedrock.

In the studied area the bedrock underneath the high gravels generally at the 1600 foot level.

The medium benches in the areas studied consist of a mix of gravels and weathered bedrock approximately 300 to 500 ft . above at the lowest benches above the Fortymile River and its lower tributaries. It is understood that these geological features contain eroded white channel gravels from above with reconcentrated placer gold.

The low benches and the current flood plain contain a mix of gravels eroded from above and contain concentrations of gold where it would be expected by examining the current and recent river and creek courses.

Gravels are various blends of smooth \& rounded stones and pebbles, angular bedrock material, possibly talus, intermixed with sands, silts and clay.

Information on samples is available.
(see the attached Test Hole \& Sample reports and logs)

This Focused - Regional YMIP project is for undertaking basic exploration work directed at appraising the potential of an under explored area in the 40 Mile River area. This includes low, medium and higher terraces in the 40 Mile River valley, and gulches and tributaries up river from Maiden Creek. The exploration work will be by means of conventional prospecting, the excavation of pits and shafts by hand and by portable auger drill. After preliminary reconnaissance and sampling there will be more follow-up sampling and mapping. If there are any major modifications (changes and additions) to this prospecting program (using a backhoe, larger drill, additional prospecting, magnetometer or other geophysical surveys, etc. the YMIP office will be notified.

All necessary permits and notifications, or land use permits required to do this work program will be completed to the Water Board and YTG as appropriate. All operations and work will be in compliance with the laws and regulations of general application, particularly those related to mining, water, land use and environmental regulations.

All necessary reclamation work will be done. The program area is not adjacent to or contiguous with an operating mine or proven occurrence owned by the applicant.

## OBJECTIVES

This project objective is to undertake basic exploration work directed at appraising the potential of an under explored area in the 40 Mile River area. The area on Clinton Creek and some tributaries and the 40 Mile River and some of its benches were to be prospected by means of conventional prospecting, the excavation of pits and shafts by hand. After preliminary reconnaissance and sampling there will be more follow-up sampling and mapping. If there are prospects worthy of further evaluation some of this targeted ground will be staked.

Plans and budgets for future work will be made. The main project objectives were successfully completed. Further work is being prepared for the 2008 season. Three additional placer gold claims on Mickey Creek based upon gold detected in gravel. Plans for further exploration work is being done.

## EQUIPMENT USED

- Kubota KH-41 backhoe with 1.25 cu. ft. bucket
- $6^{\text {" }}$ auger drill mounted on flat deck truck
- $4 \times 4$ Chev $3 / 4$ ton truck
- Toyota station wagon
- $4 x 4$ ATV
- chainsaws
- Hand held GPS's
- Hand shovels and gold pans


## METHODOLOGY \& WORK PERFORMED

All government land use laws and regulations were followed, and care taken to minimize disturbance and reclaim affected land.

This area survey was conducted by truck, ATV, boat and foot, with the aid of GPS and mapping programs. Access to some target areas underwent minor brush clearing on existing trails.

Existing road/trail cuts and naturally eroded locations were the primary source for hand sampling. Several sites with gravel contact atop bedrock were found and sampled.

Field placer samples were transported to, and stored at the field camp and at head office in Whitehorse. Means of transportation was by truck and occasionally by ATV. Hand excavation was used for the summer season.

Traditional panning techniques were used as well. Hand excavation was used for the summer season. Actual locations to be GPS located.

Traditional panning techniques were used with size of sample and location recorded. Hand excavation was done for surface samples and from excavated trenches at different depths.

Selected gravels were washed and/or screened out of the bucket samples, but were recorded as proportion of sample.

Many of our target areas were generally intersected by existing roads \& trails facilitating the work.

An existing road at a ford on Mickey Creek was crossed and Mickey Creek valley prospected. A shaft dug there reached water, and will be continued when possible.

The upper bench on Mickey Creek, right limit was tested and a hand dug trench was begun.

The 40 Mile River, right limit was prospected along with the left limit of the Yukon River up from the 40 Mile town site with positive showings. A shaft was begun on this bench near where gold was found.

An unnamed tributary on the west side of Clinton Creek as well as Clinton Creek, was prospected. No signs of old trails or workings on the tributary. Samples were taken.
A trip west up from Clinton Creek to a bench overlooking the 40 Mile River was done and samples tested, with no gold found. There is no substantial bench and any white channel has manly been eroded off.
(see sample maps and logs for more information)

## RESULTS \& CONCLUSIONS

The ground was tested at 87 locations in the part of the area we prospected. It is clear that there is the presence of large deep white channel deposits at and above the 1600 ft . level in this area. The erosion of these ancient stream channels into the valleys has resulted in placer gold to be deposited there. Mickey Creek erodes through gold bearing white channel and is present in the valley as well, but not continuously. The specific gold deposits grade and locations depend upon the streams' courses as they eroded and deposited gravel with gold at lower levels through time.

The Forty Mile River carries fine gold that has been deposited on the lower benches, some of which have been mined up river from where we prospected.

Conclusions are that there is very probably pay channels in the lower benches and probably in the medium benches and definitely in the higher benches where there is white channel. It is not continuous and this raises many more questions, requiring substantial more prospecting.

More detail information on the work done and the results can be seen on the sample location maps and the test hole and sample logs.

## RECOMMENDATIONS

Determine exact targets for further exploration and the best way to proceed. The economics, value and logistics of various options are being determined.

It is recommended acquiring a medium size excavator on wheels to do

1. Trenching on the upper bench along the bedrock, and into the white channel to determine thickness and value of the placer gold bearing zone
2. Dig shafts and or pits and trenches to bedrock at locations in the lower bench beside the lower 40 Mile River
3. Dig shafts and or pits and trenches in the Mickey Creek valley to bedrock
4. Use placer test plant near field camp and mobile test plant where necessary to accurately test gravels at each targeted location.
5. A $6^{n}$ auger on an all terrain vehicle like a Nodwell to test swampy, frozen sections of the benches. An experienced operator with a good test plant and recovery system is essential.
6. Grassroots exploration and prospecting should be continued along the Forty Mile river and its tributaries with the goal of finding targets for systematic sampling, testing and evaluations. Prospecting by hand excavations and small auger drill in locations with gold potential. These locations can be accessed by foot, by ATV, by boat, and possibly by helicopter.


SAMPLEMAPI

## 116c07.png NAD27 Canada 1/23/2008



116c07.png NAD27 Canada 1/23/2008


SAMPLE MAP 3

Photo of gold sample Fortymile Prospecting Program 2007


## CLINTON FOCUS REGIONAL 2007 - TEST HOLE \& SAMPLE LOG



See attached reference map for locations


## Waypoint List

| Map Name | 116c07.png |
| :---: | :---: |
| Map File | C:IDocuments and Settings\AdministratorlMy Documents\Maps1116C07.map |
| Datum | NAD83 |
| Waypoint File | C:IOziExplorerlDatalFocRegsamplesites2007.wpt |
| 1/23/2008 2:0 | 12 PM |
| Num Name | Latitude Longitude Alt(ft) Description |



Waypoint List continued .....


