

COMOX RESOURCES LTD.

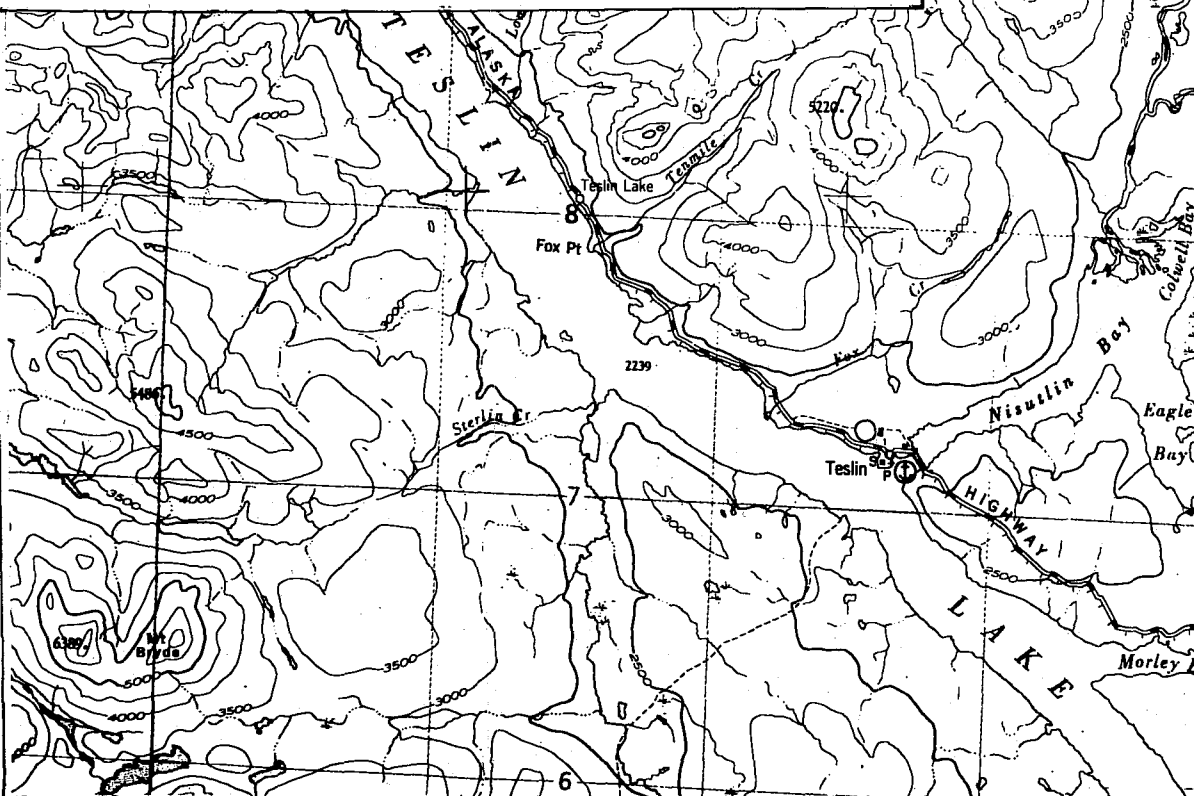
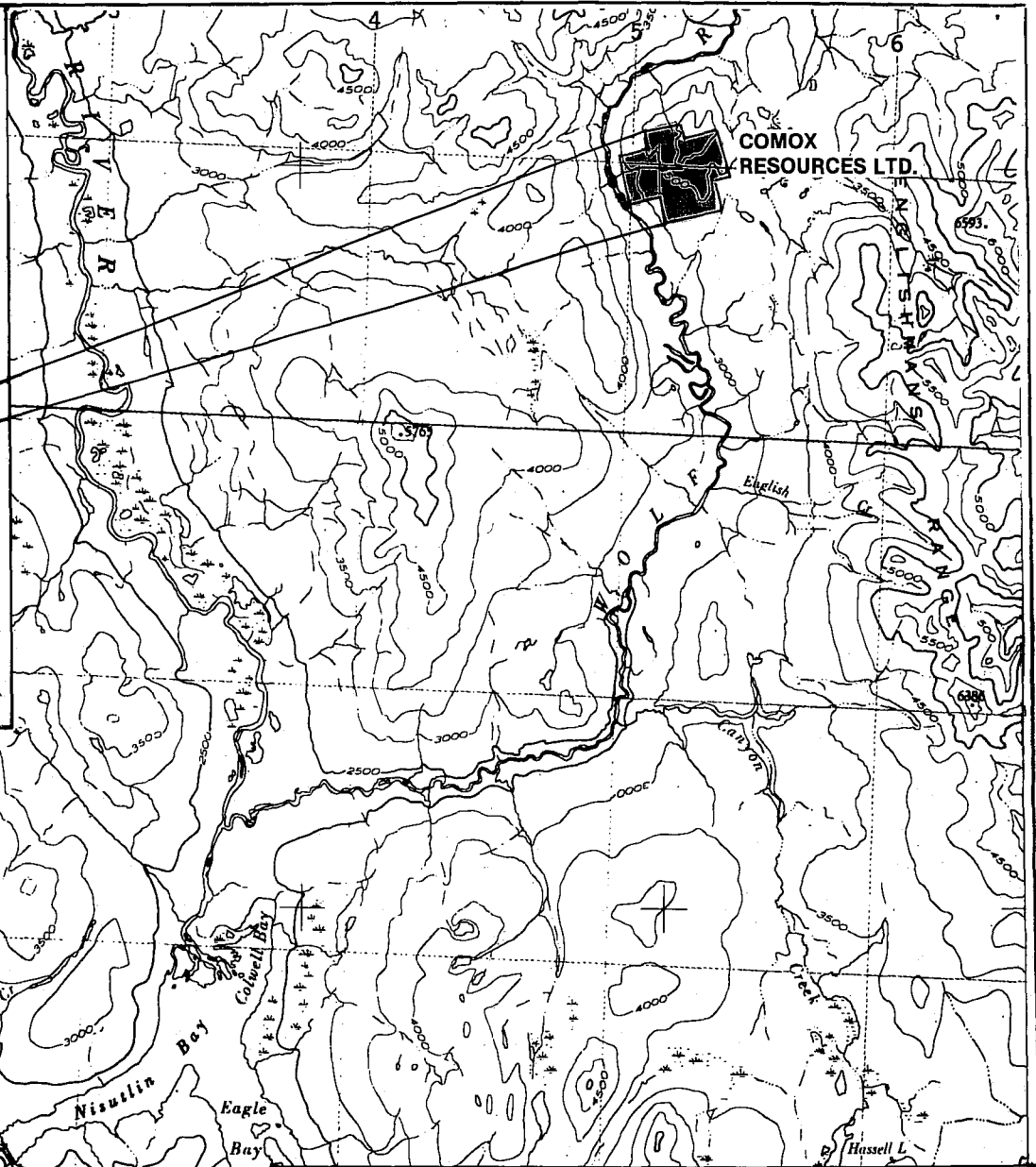
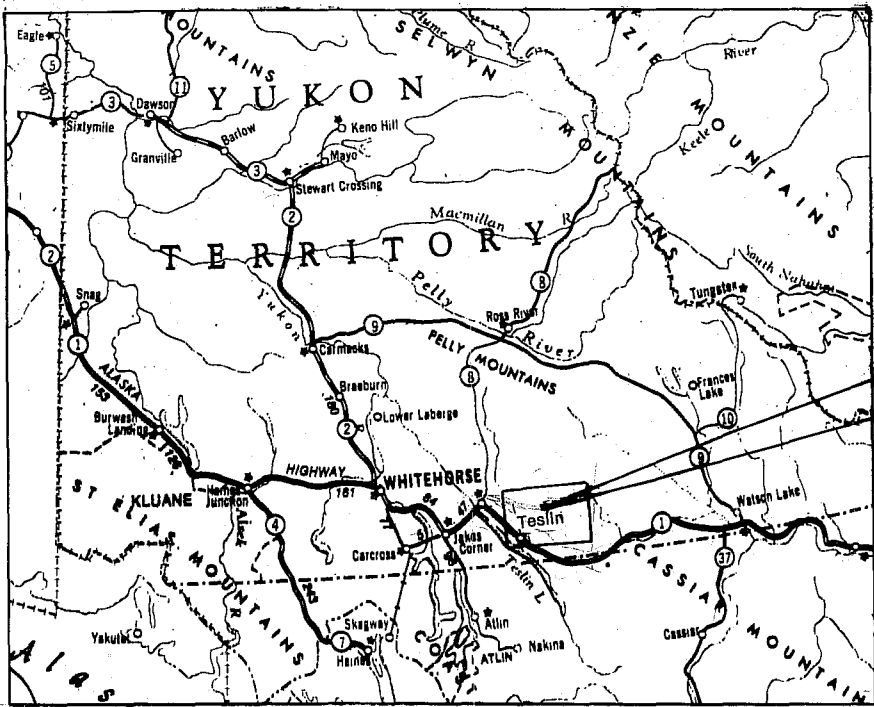
1458 Rupert Street, North Vancouver, British Columbia V7J 1G1

(604) 988-1545

June 28, 1984

PROPERTY SUBMISSION

- OWNER: COMOX RESOURCES LTD.
- PROPERTY: 44 BAR Claims. Watson Lake Mining District
- LOCATION: Maps 105C/8,9 Yukon Territory. See Figure I
45 km. northeast of Teslin.
- ACCESS: By helicopter from Teslin. A tractor road extends from the Alaska Highway along the east side of the Wolf River and across the west portion of the property.
- MINERALIZATION:
- (1) A pyritic barite horizon which is considered to be the distal exhalative portion of a volcanogenic massive sulphide target indicated by an IP anomaly approximately 600 m x 300 m in extent. See Figures II and III. Separate sections of massive and disseminated pyrite were encountered in drill holes 1 and 4. Age of mineralization is considered to be Lower Mississippian.
 - (2) Minor pyrite galena mineralization associated with margins of a silica cap - hematite alteration zone considered to be a younger epithermal precious metals structure. This zone is termed the "silicified zone" on Figures II and III



COMOX RESOURCES LTD.
PROPERTY LOCATION MAP

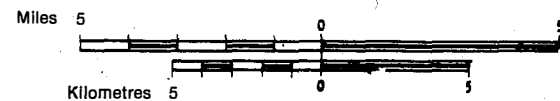


FIGURE I

- GEOCHEMISTRY:
- (1) The barite horizon and associated iron rich sinter deposits are anomalous in silver, lead, mercury, thallium, arsenic and antimony.
 - (2) The "silicified zone" is anomalous in silver, lead and zinc. Elements such as Hg, As, Tl were not determined in these Chevron Minerals samples.
 - (3) The "limestone dome" area is surrounded by iron rich sinter deposits which are anomalous in zinc, thallium, mercury and lesser arsenic and antimony.

There is a distinct spatial separation of the zinc rich and the lead-silver rich geochemical anomalies and it is thought these anomalies are derived from separate and different sources.

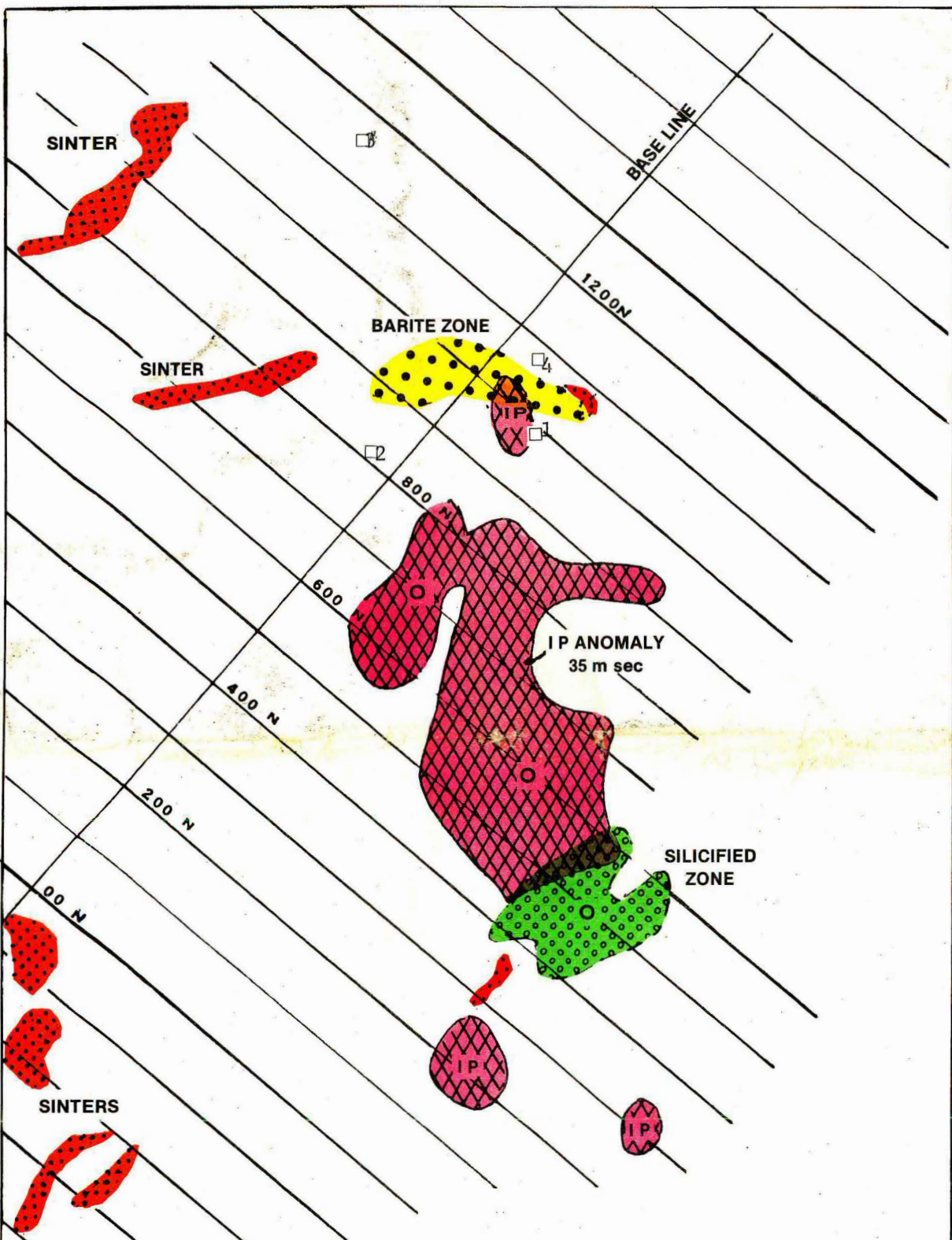
GEOPHYSICS: The main IP anomaly, Fig. II, is about 600m x 300m in extent with values of 35 milli secs or greater. This main anomaly, and the barite-pyrite zone, are surrounded by a weaker IP response.

The "silicified zone" is marked by an IP resistivity high approximately 100m x 50m in extent.

The pulse EM and VLF-EM surveys indicate strong response from black shale horizons north of the barite-IP zone and below the "limestone dome".

There is no significant magnetic pattern in the vicinity of the mineralized areas.

ASSAY VALUES: No ore grade material is exposed. The best drill intersection assayed 1.17% zinc, 1.30 oz. silver and 0.20% lead over 11 feet. Highest surface assays obtained were in the order of 3% zinc, 2 oz. silver and 1% lead.



1980
1984

PREVIOUS DRILLING
PROPOSED DRILLING

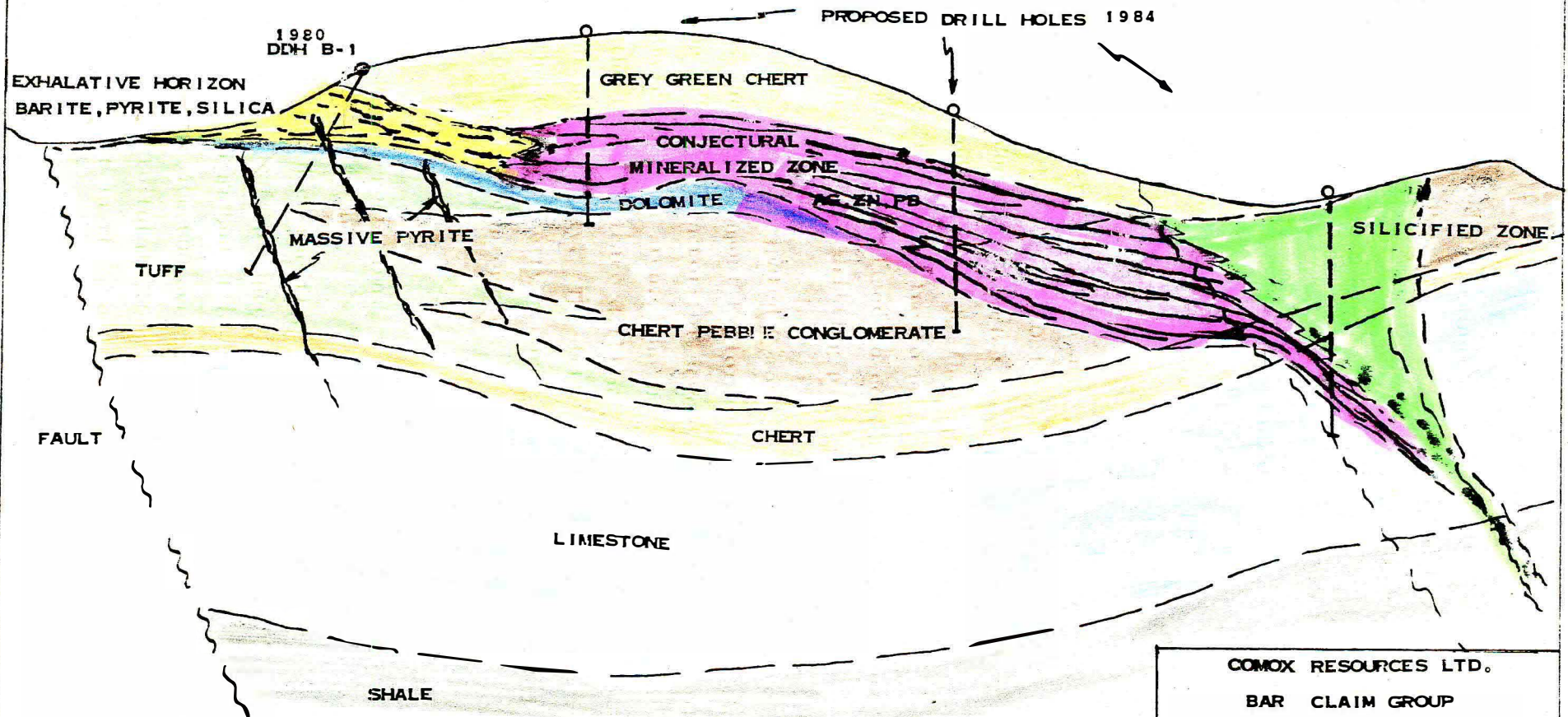
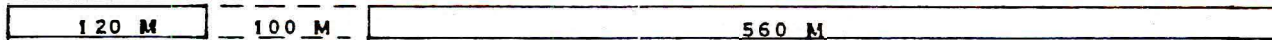
0m 400m

COMOX RESOURCES LTD.
BAR CLAIM GROUP
I.P. ANOMALY & SINTERS
TESLIN AREA, YUKON

FIGURE II

VERTICAL SECTION FACING EAST

EXTENT OF I.P. ANOMALY



COMOX RESOURCES LTD.
BAR CLAIM GROUP
HYPOTHETICAL DIAGRAM
OF MINERALIZED STRUCTURES
(MAIN IP ZONE)

FIGURE III

REFERENCES:

Little has been published regarding the property. The following geologists, independent of Comox Resources, have worked on or examined the property and are free to discuss their observations.

Ken Dawson,	G.S.C.
David Shaw,	Chevron Minerals
Bruce Mawer,	Cominco Ltd.
Robt Carne,	Archer Cathro

CURRENT POSITION:

Comox Resources Ltd entered into an underwriting agreement with McDermid Miller & McDermid; Osler, Wills Bickle; Merit Investments and West Coast Securities. A prospectus was prepared which received approval by the Superintendent of Brokers office June 21, 1984. Due to poor market conditions the brokerage houses have declined to complete the underwriting in time to meet the proposed drilling program schedule.

In preparation for the anticipated Comox drilling a cooperative arrangement was made with Dupont Exploration and D.C. Syndicate to use the same drill contractor for several small drill programs in the Swift River - Teslin area. The Dupont drilling has been completed and the D.C. Syndicate drilling will be completed during the first week of July. The drill will then be located 12 miles from the Comox property affording much cheaper mobilization costs for the Comox program.

PROPOSED OPTION:

All terms are open to negotiation.

- (1) Cash payment of \$75,000.
- (2) Commitment to conduct the first stage drill program as outlined in the Comox draft prospectus. This includes 2000' of BQ drilling and a total budget of \$115,000.
- (3) Cash payments of \$400,000 over four years 1985 - 1988.
- (4) Work commitments to total \$500,000 by December 31, 1988 all to earn 60% interest in the property.

It is suggested the cash payments may be used to purchase Comox shares at escalating prices with the initial \$75,000 to buy shares at \$0.50 while Comox is still a private company. It is the intention of Comox to complete an underwriting in order to qualify as a public company within a reasonable period.

Comox would expect to raise funds through issue of flow through shares in order to maintain its 40% participation in the property.

TIME CONSTRAINTS:

In order to take advantage of the drill equipment available near the property a commitment would be necessary before August 1, 1984.

J.C. Stephen, President
Comox Resources Ltd.

RECEIVED

COMOX RESOURCES LTD JUL 27 1984
KERR ADDISON MINES LTD.

1458 Rupert Street, North Vancouver, British Columbia V7J 1G1

(604) 988-1545

July 26, 1984

Mr. R.A. Dujardin
Kerr Addison Mines Ltd.
#703 - 1112 West Pender Street
Vancouver, B.C. V6E 2S1

Dear Mr. Dujardin:

RE: BAR GROUP 105C/8,9

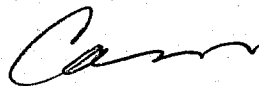
For your information we enclose a sketch of the location and geochem results of three rock samples analysed for thallium and gold which I collected recently on a visit to the property.

It is evident the cash payments we requested in our proposed option deal are too steep and I will be asking our directors for approval to change the proposal to: -

- (1) commitment to conduct the first stage of drilling as set out in the prospectus \$115,000.00
- (2) if results are sufficiently positive an option on 100,000 Comox shares @ 50¢ before starting a second stage of drilling or other work.
- (3) a series of work commitments and payments to earn 60% ownership in the property. Terms to be negotiated.

Let us know whether you may reconsider under these terms.

Yours very truly,
Comox Resources Ltd.


J.C. Stephen

CHERT

X 66636A 25PPM TL
 25PPB AU
 X 66637A 32PPM TL
 10PPB AU

IP CHARGEABILITY ANOMALY

21

SINTER

IP RESISTIVITY ANOMALY

Hematite Alteration

Silicified Zone

TRENCH

TRENCH

Hematite Alteration

22

IP CHARGEABILITY ANOMALY

X 66635A 1.3 TL, 10PPB AU

CONGLOMERATE RUBBLE

CHERT PEBBLE CONGLOMERATE

COMOX RESOURCES LTD.
 SILICIFIED AND HEMATITE
 ALTERATION ZONES
 ROCK GEOCHEM RESULTS
 1 INCH 200 FEET JULY 1984