

TITAN PROJECT

Report on Progress of Exploration
No. 3
by A.E. Aho

August 30, 1963

TO: L. Adie - Canex Aerial Exploration Ltd.
B.O. Brynolsson - Noranda Exploration Company Ltd.
D.C. Sharpstone - Homestake Mining Company
Mr. Sirola - Kerr-Addison Gold Mines Ltd. (2 copies)
A.E. Aho - Silver Titan Mines Ltd.

Gentlemen:

I visited the Titan Project on August 10 and 11, examined the May Greak area on August 21, 22, and 23, and discussed progress of exploration with the staff on August 24.

Geochemical silt sampling of streams on both sides of McQuesten river as far west as the North McQuesten was essentially completed, and geologic mapping of select areas is nearing completion. Testing of the geochemical samples is progressing well after some delay in arrival of chemicals for heavy metals tests.

Work on the Shanghai prospect adit in Trench No. 1 was progressing reasonably with an advance of 35 feet, and is encountering promising mineralized float, but with a low silver-lead ratio.

GALENA HILL PROPERTY

Soil sampling of the select area "A" on the Galena Hill property has been completed and Dave Seymour was preparing to run through the samples with the mercury detector.

Since the overburden consists of up to 20 to 40 feet of glacial till it appeared doubtful to me that geochemistry could detect an underlying mineralized zone. However, D.R. Clows was reported by Seymour to have expressed the opinion that it could, but that a fusion rather than cold extractable methods would be necessary for heavy metals detection under the prevailing conditions. It may thus seem advisable to send the samples to the Noranda or U.B.C. laboratories for the fusion methods. Feasibility of the mercury method will have been determined by Seymour.

Whether the geochemical methods used give positive results or not, the ore-finding possibilities of a vein-fault system of the type suggested by geophysics and drill hole, geologic, and test pit data to date are such that further test pit work and/or drilling are well warranted in my opinion. It is hoped, however, that the geochemical results would narrow down the target zone from that indicated by the other data.

Since the above writing, Seymour has reported by telephone (Sept. 2) that strong mercury anomalies have been confirmed in a zone about 1000 feet long and about 50 feet northwest (up dip) from the zone of resistivity highs (see attached plans of Area "A"). Heavy metals results are reported to partly confirm and partly contradict the above; they should probably be run by fusion methods to avoid transported leachable material. The anomaly will have to be detailed by closer sampling, but even from the above evidence this would appear to be the most promising prime target for exploration, using prospect pits sunk on the peaks of mercury anomalies.

More detailed magnetometer readings were also taken along the same lines that were surveyed before, but the results of this check survey were completely erratic with no correlation with ^{previous readings} it appears that either the instrument sensitivity is insufficient and magnetic surveys are not applicable for indicating structure, or that the instrument was not functioning properly. The same instrument had shown previous malfunction, and several days later when used by Ray McKamey of Canex, it was again not functioning at all. It would appear that the first survey done may be reliable but that the detailed check survey may not be.

NORTH LIMB PROPERTIES

Main Shanghai Area

I did not examine the Shanghai property since I was delayed an extra day at May Creek and Skonseng and Ball were coming out on the only day that I could have gone in (August 25). Seymour had visited the prospect a couple of days before and reported that it had encountered what appeared to be the northwest wall of the vein-fault zone and had been turned to follow that wall northeast into the hill until bedrock would be encountered in the vein zone itself. More float of gossan with galena and sphalerite was being encountered and Dave Seymour sent two samples out for assay.

Upon returning on August 25, Skonseng and Ball reported finding one angular piece of vein float up to 14 inches across from which specimens showed about 50% sugary white vein quartz and about 50% sulfides consisting of sphalerite, galena, and pyrite. More weathered gossan float was also reported and one piece of massive sphalerite with chalcopyrite was brought back.

Assays from the float are as follows.

Seymour:	Ag oz/ton	Pb %
Galena, minor sphalerite, pyrite in quartzite and quartz breccia	25.8	24.7
Sphalerite and galena with gossan	2.20	3.7

Aho:	Ag oz/ton	Pb %
Chips of lower grade from 14-inch float of quartz, sphalerite, galena, pyrite, minor chalcopyrite	6.96	5.4

Although silver content is low, as expected from appearance and previous assays, the float suggests a definite strong vein zone. Since a higher silver-lead ratio has been reported from float found by Peli about 100 feet to the west and high grade material exists in a stringer in trench No. 2 and elsewhere, it is anticipated that high grade sections occur somewhere along this northeast vein-fault zone and that this adit might encounter such material in place in this part of the zone.

No other work is presently being done on the main Shanghai area but trench No. 2 and several of the other trenches should now be sufficiently thawed to enable trenching to bedrock with a D-6 or D-7 bulldozer that had been tentatively arranged for this area and for the Lundquist area.

Kavanagh and Sirola of Kerr-Addison Gold Mines visited the Shanghai and Lundquist areas at the end of August and have recommended that the adit and bulldozer work be suspended due partly to indefinite knowledge of distance to bedrock in the adit and unknown significance of the bulldozer targets.

Lundquist Area (Western Shanghai Claims)

Soil samples re-run and checked with the mercury detector showed definite moderately anomalous zones which appear to be related to northeast vein-fault breaks mapped in the area by Dirk Tempelman-Kluit and myself.

Since galena float has also been reported from this area by the old timers (Lundquists), the indicated zones should be exposed by bulldozer trenching when a bulldozer is next in the area.

UR Claims

Geochemical sampling has been completed and the soil samples from the UR 1-8 claims were being run with the mercury detector. On September 2 Seymour reported that no significant results appeared in this zone.

Before the end of the season a "showing" reported by Jack Gillis, one of the line cutters employed last year, will be searched for on the eastern part of the UR property. Soil sampling of a wild-cat bulldozer trench on this slope is reported (Sept. 2) to show a high mercury anomaly.

A check of the "spring" area along the northeast projection of the UR 1-8 vein-fault zone with the Jalander magnetometer showed erratic readings the same as those on the detailed check survey on the Galena Hill property (see enclosed plan). It is therefore not known if any magnetic

method would be useful. However, heavy metals anomalies in the silts of Foli Creek increase to a strong high up to the rusty spring and then drop back to background so this area along the NE projection of the main break is a promising target for more soil sampling especially since it lies within the favourable quartzite section.

RECONNAISSANCE

Silt Sampling

Silt sampling of all the significant streams as far west as the North McQuesten river is now essentially completed and, after a long delay, chemicals have finally arrived for testing the silts for total cold extractable heavy metals (mostly Cu and Zn). Silts from the more critical areas such as Ross-Seattle Creek, Rodin Creek, and others will be tested first so that detailed followup soil sampling can be done immediately.

McQuesten Lake

Prospecting by John French has revealed only low grade, lousy lead-silver mineralization on the east side of the 8-mile Creek pass near McQuesten Lake. Although a few days mapping of this area by Dirk Tempelman-Kluit showed the presence of a previously unknown Keno Hill quartzite section, the area is of no economic interest because of the bedding-plane type mineralization and its low silver content. Width of mineralization was only a few inches scattered in lenses over a distance of a few hundred feet. Two assays gave 4.68 oz/ton silver and 20.0% lead and 5.22 oz/ton silver and 22.6% lead respectively.

Haldane-Seattle Creek Area

Geologic mapping by Dirk Tempelman-Kluit and Dr. L.E. Green of the Geological Survey of Canada in the last three weeks has revealed an important new stretch of massive, competent Keno Hill quartzite about 3000 feet thick extending some 7 to 8 miles westward from the vicinity of Ross Creek across Seattle Creek on the south limb of the McQuesten "anticline". Significant faulting or structural breaks were found on the Ewing property on Mt. Haldane and about a mile west of Ross Creek.

Earlier in August Foli and Smith had staked 24 claims covering this quartzite west of Ross Creek and have been prospecting it with a bulldozer. Only traces of galena mineralization have been found so far but their property may prove important if significant results are turned up.

John French has been prospecting westward along these quartzites around Seattle Creek, had discovered only minor copper stain at the end of August but was reported by wire (Sept. 4) to have made a discovery since that time. The significance of this new discovery in this new quartzite

vicinity is not yet known. Several poorly defined air photo linears in the area may reflect vein faults, and silt samples may locate stream sources of mineralization. This new quartzite area is typical of the "new" sections being sought by the Titan Project.

A traverse of Mt. Baldans by Green and Tempelman-Kluit also showed that the vein-fault system on which Ewing's silver lead property on Bigham Gulch is situated, shows a large fault displacement which was previously not recognized. A detailed examination had been made of the property by John McAndrew of Silver Titan Mines in 1962, which showed some good mineralization, but did not indicate how strong the structure was. A sizeable portion of the property is difficult to explore because of extensive blocky talus. I have arranged to re-examine the property about September 10 to 12 with Tempelman-Kluit to determine exploration possibilities in view of this new structural picture.

MAY CREEK AREA

On August 21, 22, and 23 I examined the May Creek area with Dirk Tempelman-Kluit. I had first visited the area in 1956 and found several showings and float, all low in silver-lead ratio. However, assays up to 140 oz/ton have been reported by Norman Hiddery, and in 1963 Al Triggs and General Construction prospected and trenched several showings with a D-7 cat on a joint venture. Dirk Tempelman-Kluit accompanied Triggs and David Moses into the area to map and provide geologic guidance.

About 20% of the non-magnetic heavy sand concentrate from nearby Boulder Creek is cassiterite, therefore the area could also contain lode tin prospects.

During the course of the recent work, several showings were discovered, trenched, and examined as described below:

1. Hiddery Vein (See sketch plan)

This showing, held by A.D. Ross and Associates separate from the Triggs holdings, consists of a 700-foot long, N20°E trending vein zone which dips 60° NW across competent, micaceous quartzite. Mineralization consists of a manganese stained quartz zone of unexposed width, with manganese oxides, limonite, galena, pyrite, and minor chalcopyrite suggesting widths up to perhaps 1 or 2 feet of such sulfides. A minor amount of unidentified mineral which might possibly be cassiterite was seen in the quartz. A 140-ounce silver assay has been reported from the old adit on this zone, and a 900-ounce silver assay is rumored.

Recent assays by Strebekuk and others from massive galena on the dump have shown only about 25 oz/ton silver. Select grab samples taken to check the oxidized material on the dumps assayed as follows:

	<u>Au oz/ton</u>	<u>Ag oz/ton</u>	<u>Sn</u>
Limonite from adit dump	Tr	29.9	Tr
Manganese oxides & quartz, middle trench	Tr	.05	

Since the showing contains low silver and no gold or tin, it is of no economic interest unless a much larger deposit can be found. No work is recommended.

2. Zinc Showing

A small area of sphalerite-galena mineralization in varied granitic rocks on peak 5880 was trenched out, leaving only manganese stain.

3. Skarn

A dense, greenish, actinolitic(?) skarn zone a couple of hundred feet in extent on the top of peak 5880, contains minor chalcopyrite, sphalerite, and arsenopyrite and yielded 0.2% tin on a spectrographic test of an assorted chip sample. Unidentified minerals, probably garnet and quartz or idocrase occur in the skarn.

The tin is to be checked by chemical assay.

This skarn zone lies near a granitic contact, appears to be very limited in extent, and therefore appears to warrant no further work.

4. Triggs Vein System (Detailed plan to be submitted by Tempelman-Kluit)

The Triggs vein strikes N70°E, dips steeply, and is a maximum of 3 feet wide, mostly mineralized with quartz, manganese oxides and residual rhodonite, and minor galena and probably arsenopyrite and other sulfides which have been weathered away.

One select grab sample of galena assayed 80.4 oz/ton silver and 66.5% lead, while a 3-foot wide chip sample of the manganiferous oxides from the best exposed section 90 feet long assayed a trace of gold, 1.0 oz/ton silver, and only .04% tin.

This portion of the vein has been traced for about 400 feet on top of the ridge, and float indications to the west suggest two or three other veins of this system on the steep talus slope down to the head of Hay Creek. One of these veins was trenched and found to be 3 feet wide, mostly of quartz with possible minor cassiterite, and minor galena, sphalerite, and arsenopyrite (also found as float in 1956). A general grab sample of various pieces assayed .02 oz/ton gold, 11.0 oz/ton silver and only a trace of tin.

Unless further prospecting reveals richer and wider sections the Triggs Vein System is too narrow to be of economic interest.

5. Boundary Vein

A 0.85-foot wide pyrite-arsenopyrite-galena vein occurs at the head of the creek draining into Fortymile Creek. This was not examined but a select sample from a 2-inch vein in this vicinity in 1956 showed about 20 oz/ton silver.

6. Galena Claim

Several manganeseiferous float trains with minor galena indicate a zone of discontinuous veins at the crest of the ridge to the north of the Triggs vein area. One of these vein zones showed a few inches of oxidized, manganese-stained alteration which contained no tin or other metal of interest.

Nearby float of an odd-looking greenish-brown breccia assayed only 0.04% tin.

Minor zinc mineralization also occurs around this vicinity.

None of the above mineralization appears to be abundant enough to warrant any further investigation.

7. Moses Vein

The Moses vein zone, on the southeast end of the ridge overlooking McQuacken valley, consists of minor N45°E trending, 70° SW dipping stringers and pods of manganese oxides up to 2" wide with traces of galena. These are of no economic importance.

8. Contact Breccia

On the spur down to the mouth of Boulder Creek is a greenish-brown contact breccia zone over 50 feet wide and of undetermined length. An assay showed only a trace of tin.

Rocks in the May Creek area are mainly fairly uniform, competent micaceous quartzite, dipping flatly, and cut by east-plunging dioritic to granitic intrusives, thus providing a favourable geologic environment for mineralization.

However, the veins are more siliceous and higher temperature (rhodonite?) than in the Keno Hill area and the gold and silver content of the veins is far too low and the veins much too narrow to make the area economically interesting unless better grades and widths are found elsewhere in the vicinity.

The area and other such localities should be prospected more specifically for tin, which is difficult to identify and would have been missed in any past prospecting.

However, none of the assays showed any significant amount of tin, therefore no prospecting is recommended in the area this season.

CONCLUSIONS

Although geochemical work has been lagging due to several reasons, the work is now being brought up to date and promising results are being obtained in several localities:

(a) Area "A" on the Galena Hill property looks most promising because of coincidence of geochemical and geophysical anomalies where ore might be anticipated.

(b) The adit on trench No. 1 on the Shanghai is encountering promising float but of low silver-lead ratio. Bedrock has not yet been encountered.

(c) Two localities on the UR property show promising geochemical anomalies that require detailed followup.

(d) A promising new section of quartzites extending about 8 miles beyond Mt. Haldane has been mapped and new possibilities may appear in this section. John French is reported to have made a new discovery in this vicinity (wired in Sept. 4).

RECOMMENDATIONS

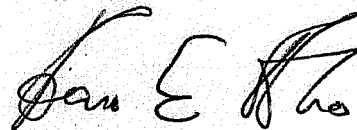
In view of the way in which results of the 1963 season's exploration programs are beginning to confirm the exploration possibilities suggested in this district, a much more aggressive attitude should be adopted toward exploring present and up-coming indications that will be available before freeze-up:

1. The adit on the Shanghai property should be continued and completed.
2. Bulldozer trenching should be completed on the Shanghai property before freeze-up and minor work may be justified on the Lundquist area.
3. Geochemical anomalies should be detailed in all areas of strong results.

4. Test pits should be sunk on the anomalous zone in area "A" on the Salena Hill property as soon as detailed results are available.
5. Followup trenching should be done before freeze-up wherever indicated by detailed soil sample results. (Oct. 1 to 15 depending on weather).

As proposed at the beginning of August, 1963, an additional amount of \$6,000 should be allotted to (a) make trenching possible during this period when the maximum season's thaw is still available instead of losing nearly a year, and (b) make it possible to complete the adit and followup test pits through beyond freeze-up.

Respectfully submitted,



Aaro E. Aho.

ONLY MINOR SHEAR
SEEN ON RIDGE TO N.

OLD CUT, MINOR GALENA, UNIDENTIFIED MINERAL
IN QUARTZ, MANGANESE OXIDES

OLD CUT, GALENA WITH MINOR CHALCO. ON DUMP
MANGANESE OXIDES & QTZ.

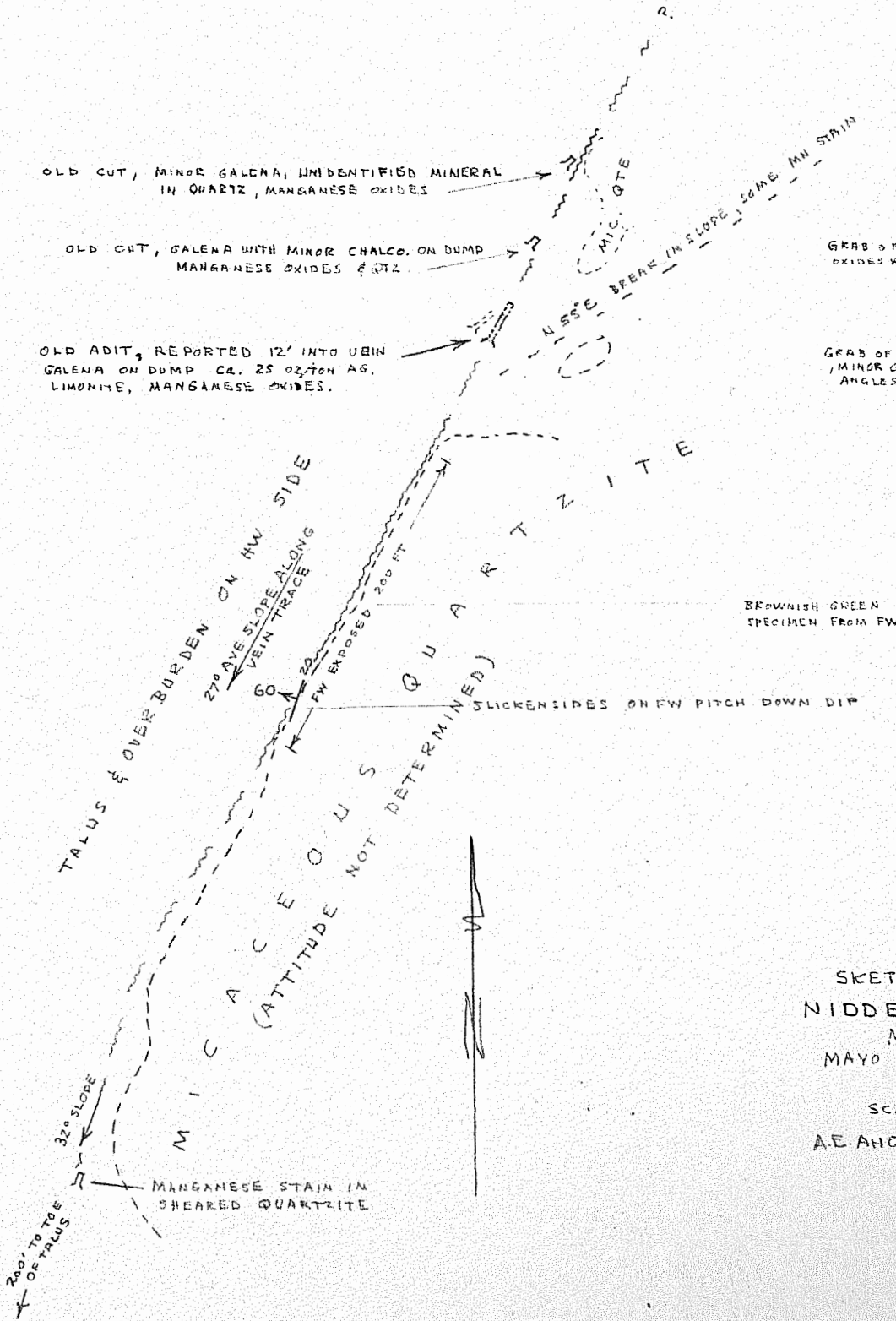
OLD ADIT, REPORTED 12' INTO VEIN
GALENA ON DUMP CA. 25 OZ/TON AG.
LIMONITE, MANGANESE OXIDES.

GRAB OF MN
OXIDES W. QTZ

AN	AG	SN
OZ/TON	OZ/TON	%
TR	.05	—

GRAB OF LIMONITE,
MINOR GALENA &
ANGLESITE

TR	29.9	TR
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SKETCH PLAN OF
NIDDY VEIN ZONE
MAY CREEK
MAYO MINING DISTRICT
YUKON

SCALE 1"=100 FT.
A.E. AHO AUG 24/63

A.E. Aho