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AGIP "A" (Y-09) - the LATER Claims

Drilling here with 2 of Drilcor's light machines went very rapidly - so much so that it was hard to keep up with the core production! Subsequently the drills were split up - one going to the SAID claims (AGIP "B") and the other to the VIC.

14 holes were completed for a total of 3065 feet. The deepest was 472 feet and three were aborted in difficult scree overburden at depths of 10, 27 and 45 feet. So the average depths of completed holes was 271 feet. All of the camp, equipment and personnel were moved in and out by Hughes 500 D helicopter from the nearby Wheaton River strip - it worked out very efficiently.

All the targets (see your LATER Map 3b) were adequately tested to the extent that the assay results will dictate whether or not more work is warranted on the LATER property.

No strong veined structures were intersected, the only observable mineralisation being pyritic skarn with traces of galena in a 10 to 15 foot wide zone at the faulted contact between the Older Volcanics and the metasediments of the Basement. Last year we found float running up to 0.3 ozs/ton gold and 4.7 ozs/ton silver in presumed oxidized equivalents of the intersected skarn.

Holes in the rhyolite zone intersected pyritic sericitised rock evidencing extensive alteration but no massive veining and only minor stockwork vein development. No enhancement of gold values over the anomalous surface results is expected because no change in lithology with depth could be seen.

The assays are coming in piecemeal. Results from 3 holes so far reveal anomalous gold levels in the 100 to 600 ppb range, several arsenic anomalies to 2500ppm and a silver high of 1.2 ozs/ton in a background of 2 to 4 ppms. The writer will be visiting the project in early July and will report in more detail next month.

AGIP "B" (Y-10) - SAID/THE CLAIMS

By month end a 400 foot hole had been completed with one of the rigs initially used on the LATER claims. The hole was collared on Line 11 North and drilled to intersect the south western section of the vein system. Verbal reports indicate that quartz stringers up to 4 inches wide have been intersected but no drill logs or assays have been received yet.

Apart from the 3000 feet of drilling planned for this project, further geological and geochemical work will be done.

Nothing further has been done as yet on the GLENLIVET and EARL Claims.



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