

July, 1988

MARG PROPERTY, YUKONTYPE OF TARGET:

Volcanogenic massive sulphide deposit.

CLAIMS:

Tudl 1-32

EXPIRY: September 14, 1990 *

Marg 1-144

July 15, 1989 *

* will be extended to 1994 dates with current work

OWNERSHIP:

NDU Resources Ltd. - 2/3 working interest

SMD Mining Co. Ltd. - 1/3 working interest

Chevron Minerals Ltd. - 5% NPI

[Archer, Cathro has a small portion of the SMD & Chevron interests]

LOCATION:NTS: 106D/1LAT: 64°01'LONG: 134°28'ACCESS:

Currently by helicopter:

- nearest road is 25 miles west.

- nearest lake suitable for Beaver is 4 miles west.

- nearest airport (Mayo) is 53 miles southwest.

Possible all-weather road route - 34 miles from Keno City, which is 37 miles from Mayo, 290 miles from Whitehorse, and 410 miles from the seaport of Skagway, Alaska by good highway (mostly paved).

PREVIOUS WORK :

1964- stream sediment Pb/Zn/Cu anomaly identified by GSC (Operation Keno); results released in 1965.

1965-67 - staking, linecutting, geochem sampling and hand trenching by Canadian Superior and United Keno Hill.

1977 - restaked as Flash Group by Mountaineer Mines Ltd. and Archer, Cathro; work recommended by C. Ikona but not performed.

1982-84 - restaked by Archer, Cathro-managed joint venture between SMD, Chevron and Enterprise Exploration Ltd. (C.R.A.) - 1/3 each. Work was confined to recce sampling and mapping in 1982 and hand trenching and mapping in 1984. Total cost was about \$27,000. Enterprise abandoned its interest.

1986-87 - All-North Resources Ltd. performed a \$103,000 geochemical, geophysical, geological and hand trenching program in 1986 to earn a 50% interest. This was sold to NDU Resources Ltd. in 1987.

1988 - Chevron converted its 25% working interest to a 5% NPI before drilling commenced.

S

N

AXIS OF EM CONDUCTOR
X

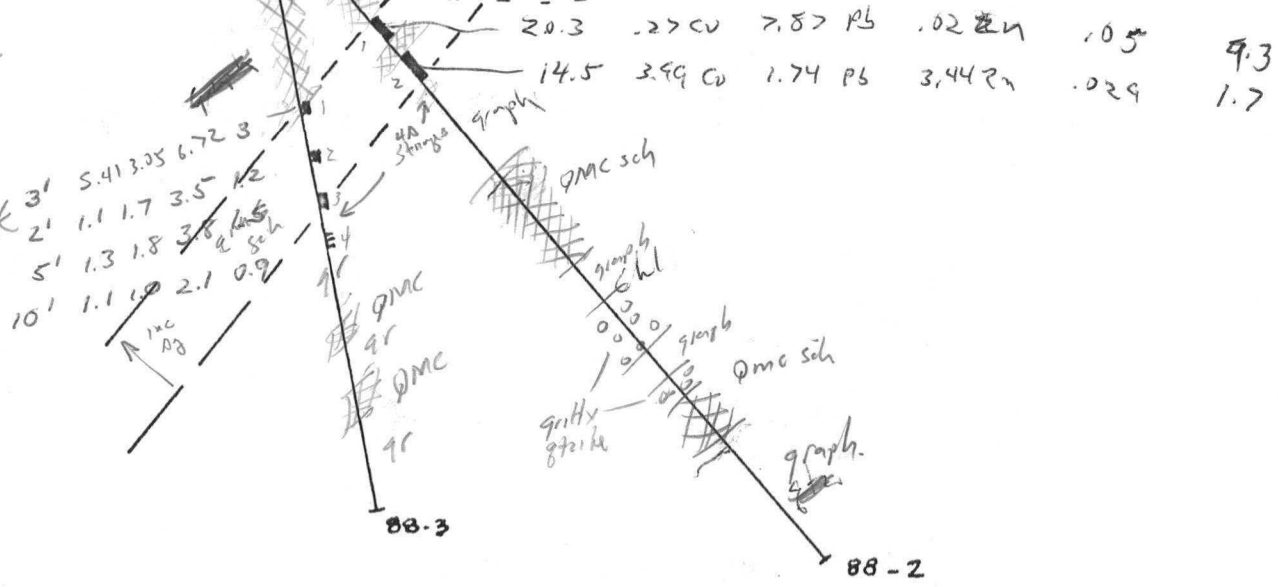
TRENCHES 88-2/3 (30 m W)

1400 m

Should be graphitic per EM

traceable for 380 m to cause of Pb zone

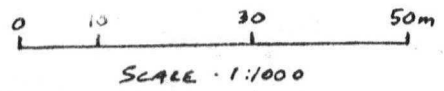
1350 m



1300 m

- ||| STRINGER SULPHIDES
- MASSIVE SULPHIDES

MARG PROPERTY
 CROSS-SECTION - HOLES 88-2
 88-3



JUNE / 88