



41110NE0010 0016 KELLY

010

GEOLOGICAL REPORT

on the

14 CLAIM GROUP, KELLY TOWNSHIP, ONTARIO

SOUTHGATE RESOURCES LIMITED

*Scott Frostad B.Sc.
Rayan Exploration Ltd.
R.R. #2 Hwy 11 N
North Bay, Ontario
P1B 8G3*

RECEIVED

MAY 7 - 1985

MINING LANDS SECTION



41110NE0010 0016 KELLY

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|------------------|-----------------------|

1. INTRODUCTION

A geological survey was carried out on a claim block comprised of fourteen (14) unpatented claims in SW Kelly Township, Ontario during August of 1984. The claim numbers are 647611 - 18 and 647626 - 31 and are recorded in the name of Southgate Resources Ltd.

2. LOCATION AND ACCESS

The claim block of fourteen claims is situated approximately 25 miles NE of Sudbury. They can be reached by taking the Kutagami Lake gravel road north from Stinson to the Sportsman's Lodge.

From the Sportman's Lodge a boat is required to head east to the large peninsula that the claim block covers.

3. PERSONNEL

The following personnel were involved with this survey from August 21-26, 1984 inclusive.

S. Frostad

North Bay, Ontario

J.D. Walker

London, Ontario



MINING DIVISION

- 1 Eastern Ontario
- 2 Sudbury
- 3 Larder Lake
- 4 Porcupine
- 5 South Ste Marie
- 6 Thunder Bay
- 7 Patricia
- 8 Red Lake
- 9 Kenora

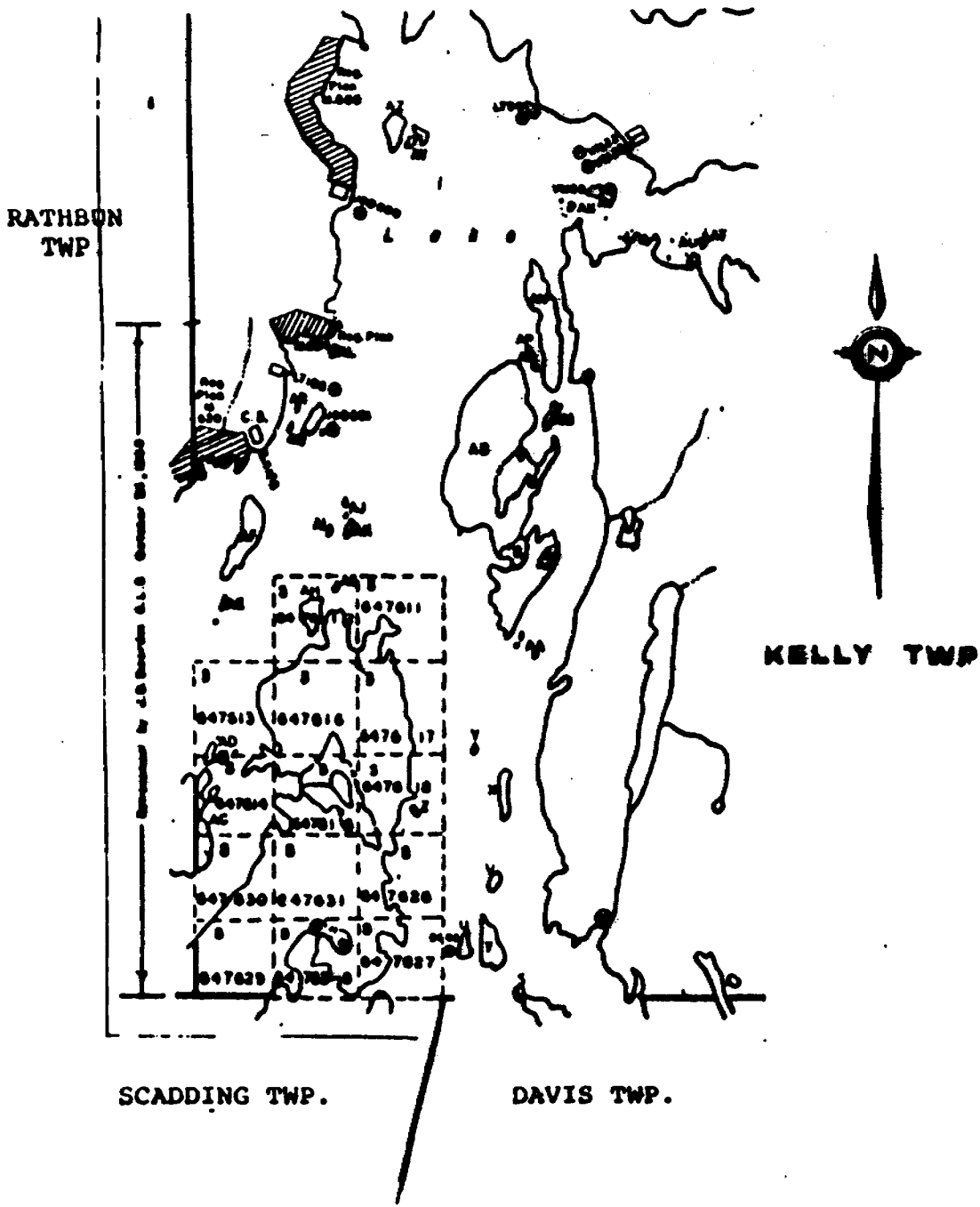
FIGURE 1



SOUTHGATE RESOURCES LTD.

NORTHGATE EXPLORATIONS

LOCATION MAP
Scale: 1" = 4 Miles.
FIGURE 2



KELLY TWP. CLAIMS
 SCALE 1" = 1/2 mile
 FIGURE 3

4. TOPOGRAPHY

The peninsula has well exposed outcrops along its shorelines with shallow overburden and two large N-S trending swamps within the interior.

5. PREVIOUS WORK

There are a number of old test pits located on the property from former operators.

Mid-Nations Developments Ltd. conducted an electromagnetic survey over an area of the peninsula now covered by the Southgate claims.

In 1966 Kelly-K-Mines Limited conducted a combined magnetic - self potential survey over a group of six claims on the peninsula. An east-northwest striking magnetic anomaly was discovered near the west shore of the peninsula. It is about 240 metres long, showed more than five times normal geomagnetic background, and strikes across a northwest-striking quartz-carbonate vein (Figure 4). This vein was tested by two short drill holes; only one of these intersected it at depth and returned a nil gold value.

A high intensity, self potential response was recorded over another northwest-striking quartz carbonate vein at the east shore of the peninsula (Vein #1, Figure 5). In 1966 three short

holes intersected this vein returning an average assay of 0.10 ounce of gold per ton, 1.3 ounces of silver per ton, 0.90 percent copper, and 8.78 percent lead. Two other holes testing nearby quartz-calcite veins returned gold values of trace and nil.

From three test pits, several bulk samples were taken. At vein #1 a 300 pound representative sample was removed and split into three equal parts, a 200 pound sample from vein #2 was split into three equal parts and at vein #3 a 150 pound sample was removed then sent for chemical analyses. The results are shown in Figure 5.

In 1967 the company diamond drilled two more holes, this time for lengths of 183.1 m and 183.4 m. Of the six quartz veins intersected by Hole 67-1 only one assay returned a trace gold value with the other five being nil. In the O.G.S. Report 213 by B. Dressler (1982), this hole was incorrectly reported as having returned a 0.24 ounce of gold per ton from an 18 cm thick vein. This incorrect assay was also reported by P. Brown in his 1983 evaluation of the 14 claim group, Kelly Township for Southgate Resources Ltd.

FIGURE 4

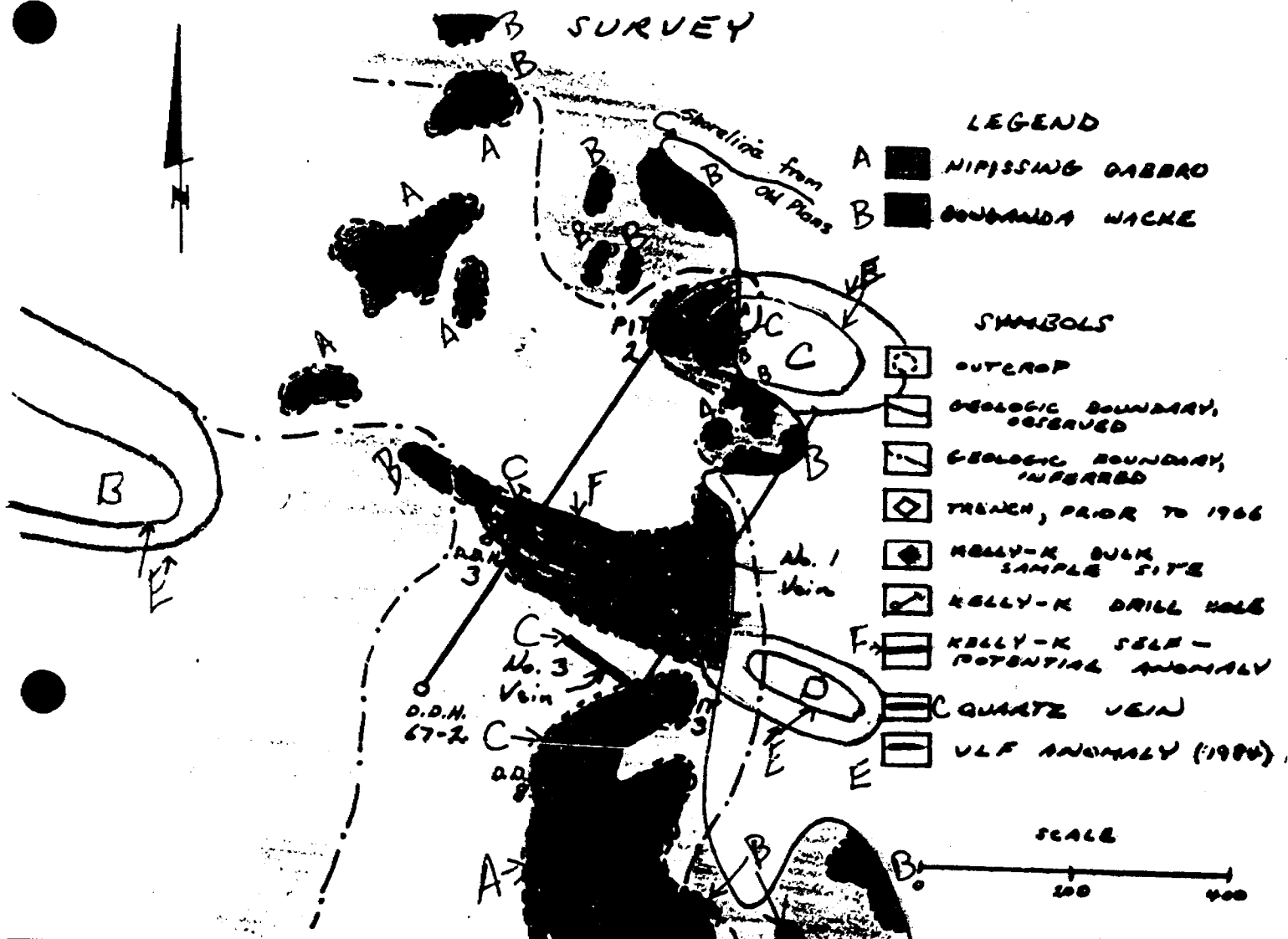
COMPILATION SKETCH OF PREVIOUS
WORK AND PRESENT GEOLOGICAL
SURVEY



- LEGEND**
- A NIPISSING GABBRO
 - B GOWGANDA WACKE
- SYMBOLS**
- OUTCROP
 - GEOLOGIC BOUNDARY, OBSERVED
 - GEOLOGIC BOUNDARY, INTERPRETED
 - C QUARTZ VEIN
 - SWAMP
 - TRENCH, PRIOR TO 1966
 - KELLY-K DRILL HOLE
 - D KELLY-K MAGNETIC ANOMALY
 - E VLF ANOMALY (1984)

FIGURE 5

COMPILATION SKETCH OF PREVIOUS WORK AND PRESENT GEOLOGICAL



**RESULTS OF KELLY-K MINES
BULK SAMPLING DURING
1966 AND 1967**

| | | A ₁ oz/ton | A ₂ oz/ton | Cu % | Pb % |
|---|----|--------------------------|--------------------------|------|-------|
| 1 | 1A | .26 | .50 | .77 | 1.10 |
| | 1B | - | .64 | .49 | 1.60 |
| | 1C | - | .96 | .45 | 2.05 |
| 2 | 2A | - | - | .08 | .05 |
| | 2B | - | - | .08 | .06 |
| | 2C | - | - | .02 | .04 |
| 3 | 3 | .02 | 5.30 | .45 | 20.50 |

LAKE KUKAGAMI

DIAMOND DRILL RECORD

PROPERTY KELLY-K MINES LIMITED (Kelly Twp.) HOLE NO. EXT core

SHEET NUMBER _____ SECTION FROM _____ TO _____ STARTED _____
 LATITUDE _____ DATUM _____ COMPLETED _____
 DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____
 ELEVATION _____ DIP _____ PROPOSED DEPTH _____

| DEPTH FEET | FORMATION | SAMPLE NO. | WIDTH OF SAMPLE | GOLD g | SILVER g | COPPER % | LEAD % |
|-------------------|--|------------|-----------------|--------|----------|----------|--------|
| <u>HOLE NO. 1</u> | Loc: 12+40E, 25+75S; Dir: N.33° E (az.) Dip -45° | | | | | | |
| 0-92 | Diabase: Course grained grading to gabbro | | GOLD | SILVER | COPPER | LEAD | |
| 21.0-22.5 | 18" quartz-calcite vein, sampled | S-3 | 0.16 | 1.32 | 2.30% | 15.25% | |
| <u>HOLE NO. 2</u> | Loc: 11+85E, 25+25S; Dir: N.33° E (Az.) Dip -45° | | | | | | |
| 0-82 | Diabase: Course grained grading to gabbro | | | | | | |
| 39-40.5 | 18" quartz-calcite vein, sampled | S-1 | 0.16 | 1.46 | 0.24% | 6.80% | |
| <u>HOLE NO. 3</u> | Loc: 10+55E, 25+00S; Dir: N.33° E (Az.) Dip -45° | | | | | | |
| 0-88 | Diabase: Course grained grading to gabbro | | | | | | |
| 49-50 | 12" quartz-calcite vein, sampled | S-5 | nil | 0.12 | 0.27% | 2.30% | |
| <u>HOLE NO. 4</u> | Loc: 0+40W, 15+40S; Dir: N.30° E (az.) Dip -45° | | | | | | |
| 0-55 | Diabase: Course grained grading to gabbro | | | | | | |
| 23-24 | 12" broken calcite vein, sampled | S-2 | nil | nil | 0.03% | 0.25% | |

N.M.P. TORONTO-STOCK FORM NO. 901 REV. 12/51

DRILLED BY **ADVANCE GEOLOGY & GEOPHYSICS LIMITED**

SIGNED G.L. Kitwer

DIAMOND DRILL RECORD

EXT. CASE NO. _____

PROPERTY KELLY-K MINES LIMITED (Kelly Township) HOLE NO. _____

SHEET NUMBER _____ SECTION FROM _____ TO _____ STARTED _____

LATITUDE _____ DATUM _____ COMPLETED _____

DEPARTURE _____ BEARING _____ ULTIMATE DEPTH _____

ELEVATION _____ DIP _____ PROPOSED DEPTH _____

| DEPTH FEET | FORMATION | SAMPLE NO. | WIDTH OF SAMPLE | GOLD g. | SLURGE GOLD g. | | |
|-------------------|---|------------|-----------------|---------|----------------|-------|--|
| <u>HOLE NO. 5</u> | <u>Loc: 12+40E, 27+10S, Dir: 010' Az.; Dip -47°</u> | | | | | | |
| 0-81 | Diabase: Course grained grading to gabbro | | GOLD | SILVER | COPPER | LEAD | |
| 74-74.8 | 9" quartz-calcite vein, sampled | S-4 | tr. | 2.38 | 0.537 | 8.257 | |
| <u>HOLE NO. 6</u> | <u>Loc: 11+20E, 26+90S, Dir: 035° Az.; Dip -43°</u> | | | | | | |
| 0-71 | Diabase: Course grained grading to gabbro | | | | | | |
| 33-33.7 | 8" quartz-calcite vein, sampled | S-5 | nil | 0.14 | 0.027 | 0.277 | |
| <u>HOLE NO. 7</u> | <u>Loc: 0+00, 15+70S, Dir: 005° Az.; Dip: -60°</u> | | | | | | |
| 0-80 | Diabase: Course grained grading to gabbro | | | | | | |
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N.M.P., TORONTO-STOCK FORM NO. 501 REV. 12/51

SIGNED _____
G.L. KITWAN

DIAMOND DRILL RECORD

PROPERTY KELLY-K MINES LIMITED, Kelly Twp., Ont. HOLE NO. 67-1

SHEET NUMBER _____

SECTION FROM 11+50E, 28+50S TO OF

STARTED June 7, 1967

LATITUDE 28+50S

DATUM 1550 ft. east of F.3 claim
134183

COMPLETED June 19, 1967

DEPARTURE 11+50E

BEARING 033° Az.

ULTIMATE DEPTH 601

ELEVATION _____

DIP -60°

PROPOSED DEPTH _____

| DEPTH FEET | FORMATION | SAMPLE NO | WIDTH OF SAMPLE | GOLD S | BLUOGG GOLD † | | |
|------------|--|-----------|-----------------|--------|---------------|-----|------|
| 0-601 End | GABBRO: Typical coarse-grained. Much hornblende. Quartz vein 36-37 ft. | | Au | Ag | Cu | Zn. | Pb. |
| | quartz vein 63-63.6 | 1 | nil | | | | |
| | 205-207.5 ground core | 2 | nil | 0.24 | 1.40 | nil | 0.58 |
| | 227-228. quartz vein | 3 | nil | | | | |
| | 272-272.6 quartz vein | 4 | nil | | | | |
| | 329-331 quartz vein (no min.) | 5 | Tr. | | | | |
| | 473-473.9 Quartz vein | 6 | nil | | | | |
| | 475-477.5 ground core | | | | | | |
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N.M.P., TORONTO-STOCK FORM NO. 501 REV. 12/61

DRILLED BY Geo-Surveys Consultants Ltd.

[Handwritten Signature]

DIAMOND DRILL RECORD

PROPERTY KELLY-K MINES LIMITED, Kelly Twp., Ont. HOLE NO. 67-2

SHEET NUMBER _____

SECTION FROM _____ TO _____
 9+65E, 27+00S or 1365 ft. east, 200 ft.

STARTED May 23, 1967

LATITUDE 27+00S

DATUM north, post 3 claim 134183

COMPLETED June 3, 1967

DEPARTURE 9+65E

BEARING 033° Az.

ULTIMATE DEPTH 602

ELEVATION _____

DIP -60°

PROPOSED DEPTH 600

| DEPTH FEET | FORMATION | SAMPLE NO. | WIDTH OF SAMPLE | GOLD g | SLUDGE GOLD g | |
|-------------|--|------------|-----------------|--------|---------------|--|
| 0-116 | GABBRO: Typical coarse grained. Much hornblende | | | | | |
| 116-125 | DIABASE: Typical Nipissing diabase texture. Grades to gabbro | | | | | |
| 125-379 | (as 0-116) 197-199 slight sulphide min. 272.5-273 highly siliceous | | | | | |
| 379-602 end | (as 116-125) | | | | | |
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N.M.P. TORONTO-STOCK FORM NO. 501 REV. 12/51

Prepared by **Geo-Surveys Consultants Ltd.**
 GEO-SURVEYS CONSULTANTS LTD.

Handwritten notes:
 J.L. Williams
 J.L. Williams

6. GENERAL GEOLOGY

The Wanapitei intrusion is 1 of over 90 tholeiitic intrusions distributed across northern Ontario and is part of the Nipissing Diabase intrusive suite (Miller, 1911). Nipissing dikes, sills and irregularly - shaped bodies occur primarily within the Southern Structural Province and generally intrude the less competent Gowganda and Bruce Formations (Card and Pattison, 1973).

Arcuate in shape, the Wanapitei intrusion intrudes Gowganda wacke, arkose, and conglomerate, and is cut by an olivine dike of the Sudbury Swarm. All rocks have been subjected to lower greenschist facies metamorphism and the gabbro has in places been altered due to the addition of water (Dressler, 1982).

All the gold or gold-copper occurrences within the area are associated with quartz and quartz-carbonate veins that occur within Gowganda Formation wackes, or in Nipissing gabbro near or at the contact wacke with the gabbro (Dressler, 1982). The veins and dikes are a few centimetres to about 18 m thick and strike parallel to the contacts or cut across them (Dressler, 1982).

2. PROPERTY GEOLOGY

The Kelly Township claims block is comprised of Gowanda wackes that have been intruded by Nippissing gabbro and both cut by later olivine diabase. Mineralization is confined to quartz-carbonate veins usually close to the gabbro contact and along the gabbro contact.

7. CONCLUSIONS

The typical geological setting of gold occurrences in the Wanapitei Lake Area is present on the Kelly claim block.

In the Lake Wanapitei area, gold occurs near or at the contacts of Gowganda wacke and Nipissing gabbro.

Induced Polarization surveys have been successful in the area for tracing the gabbro-wacke contacts and outlining sulphide occurrences.

Gold occurs erratically within the quartz-carbonate veins and reliable ore grades can only be determined by bulk sampling.

The occurrence of gold near or at contacts of Gowganda wacke and Nipissing gabbro indicates locating this contact through detailed geological mapping, an Induced Polarization survey and diamond drilling essential.

The VLF anomalous zones B and D indicate good exploration targets since they are located near the intersects of a gold-bearing quartz-carbonate vein and gabbro-wacke contacts.

2. RECOMMENDATIONS

- a) *Blasting and reassembling of veins.*
- b) *Induced Polarization survey should be conducted to substantiate the VLF anomalies and to locate the Nipissing gabbro and Gowganda wacke contact.*
- c) *Diamond drilling of VLF anomalies B and D after freeze up to intersect vein #1 and rock contact.*
- d) *Stripping, sampling and detailed geologic mapping of Nipissing gabbro and Gowganda wacke contact.*
- e) *Further diamond drilling if the above exploration program locates favourable targets.*

10. REFERENCES

Card, K.D., and Pattison, E.F.

*1973: Nipissing Diabase of the Southern Province, Ontario;
Geological Association of Canada, Special Paper 12, p. 7-30*

Dressler, B.O.

*1982: Geology of the Wanapitei Lake Area, District of Sudbury,
Ontario Geological Survey, Report 213, 131 p. Accompanied
by Maps 2450, 2451, scale 1:31,680 (1 inch to 1/2 mile).*

Kuwall, W.F., and Edgar, A.D.

*1983: Petrology, Geochemistry, and Economic Potential of the
Nipissing Gabbro, Grant 100, p. 153-157 in Geoscience
Research Grant Program, Summary of Research, 1982-1983,
edited by E.G. Pye, Ontario Geological Survey, MP 113,
197p.*

Miller, W.G.

*1911: Notes on the Cobatt Area;
Engineering and Mining Journal, Volume 92, p. 645-649.*

CERTIFICATE

I, Scott Frostad of North Bay, Ontario hereby certify that:

- 1) I hold a B.Sc in Geology from the University of Western Ontario.
- 2) I have based conclusions and recommendations contained in this report on knowledge of the area, my previous experience, and on the results of my field work conducted on the property during September of 1984.
- 3) I hold no interest, directly or indirectly in this property other than professionally, nor do I expect to receive any interest in the property.

North Bay, Ontario, Canada

S.R. Frostad, B.Sc.

NOV. 25th, 1984





41110NE0010 0016 KELLY

900

Mining Lands Section

File No 28069

Control Sheet

TYPE OF SURVEY GEOPHYSICAL
 GEOLOGICAL
 GEOCHEMICAL
 EXPENDITURE

MINING LANDS COMMENTS:

geology discussion brief
overburden not mapped.

ld

LD

Signature of Assessor

Date



Ministry of Natural Resources

File _____

GEOPHYSICAL - GEOLOGICAL - GEOCHEMICAL
TECHNICAL DATA STATEMENT

TO BE ATTACHED AS AN APPENDIX TO TECHNICAL REPORT
FACTS SHOWN HERE NEED NOT BE REPEATED IN REPORT
TECHNICAL REPORT MUST CONTAIN INTERPRETATION, CONCLUSIONS ETC.

Type of Survey(s) Geological
Township or Area Kelly
Claim Holder(s) Southgate Resources Limited
Survey Company Rayan Exploration
Author of Report Scott Frostad
Address of Author North Bay, Ontario
Covering Dates of Survey Aug. 21 - 26, 1984 incl.
(linecutting to office)
Total Miles of Line Cut _____

MINING CLAIMS TRAVERSED
List numerically

| (prefix) | (number) |
|-----------------------------|----------|
| 647611 | |
| 647612 | |
| 647613 | |
| 647614 | |
| 647615 | |
| 647616 | |
| 647617 | |
| 647618 | |
| 647626 | |
| 647627 | |
| 647628 | |
| 647629 | |
| 647630 | |
| 647631 | |
| RECEIVED | |
| MAY 7 - 1985 | |
| MINING LANDS SECTION | |
| TOTAL CLAIMS <u>14</u> | |

| SPECIAL PROVISIONS CREDITS REQUESTED | | DAYS per claim |
|---|------------------|-------------------|
| ENTER 40 days (includes line cutting) for first survey. | Geophysical | |
| | -Electromagnetic | _____ |
| | -Magnetometer | _____ |
| | -Radiometric | _____ |
| | -Other | _____ |
| ENTER 20 days for each additional survey using same grid. | Geological | <u>20</u> |
| | Geochemical | _____ |

AIRBORNE CREDITS (Special provision credits do not apply to airborne surveys)
Magnetometer _____ Electromagnetic _____ Radiometric _____
(enter days per claim)

DATE: April 29/85 SIGNATURE: Scott Frostad
Author of Report or Agent

Res. Geol. _____ Qualifications 26223

| Previous Surveys | | | |
|------------------|------|------|--------------|
| File No. | Type | Date | Claim Holder |
| | | | |
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If space insufficient, attach list



**Technical Assessment
Work Credits**

File
2.8069

Date
1985 06 24

Mining Recorder's Report of
Work No.
85-38

| | |
|------------------|-----------------------|
| Recorded Holder | RANDY CURTIS ROBINSON |
| Township or Area | KELLY TOWNSHIP |

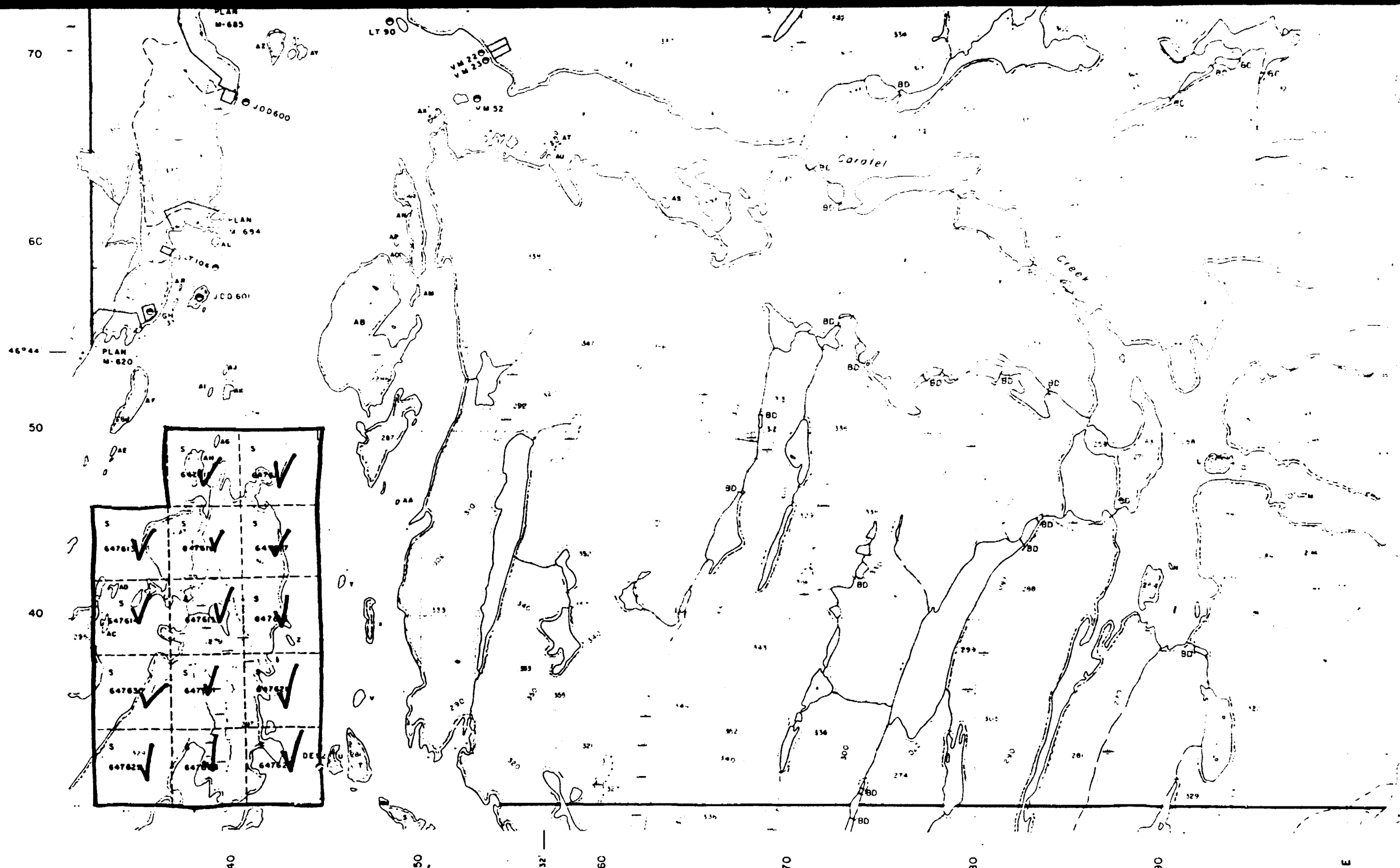
| Type of survey and number of Assessment days credit per claim | Mining Claims Assessed |
|---|--|
| Geophysical Electromagnetic _____ days Magnetometer _____ days Radiometric _____ days Induced polarization _____ days Other _____ days Section 77 (19) See "Mining Claims Assessed" column Geological _____ 12 _____ days Geochemical _____ days Man days <input type="checkbox"/> Airborne <input type="checkbox"/> Special provision <input checked="" type="checkbox"/> Ground <input checked="" type="checkbox"/> <input checked="" type="checkbox"/> Credits have been reduced because of partial coverage of claims. <input type="checkbox"/> Credits have been reduced because of corrections to work dates and figures of applicant. | S 647611 to 618 inclusive 647626 to 631 inclusive |

Special credits under section 77 (16) for the following mining claims

No credits have been allowed for the following mining claims

not sufficiently covered by the survey Insufficient technical data filed

The Mining Recorder may reduce the above credits if necessary in order that the total number of approved assessment days recorded on each claim does not exceed the maximum allowed as follows: Geophysical — 80; Geological — 40; Geochemical — 40; Section 77(19)—80:



KELLY TWP

M-963

1:20000

DAVIS TWP.

3400000"E



Ministry of
Natural
Resources

Geotechnical
Report
Approval

File 2.8069

Mining Lands Comments

- IS THE GEOLOGICAL DISCUSSION ADEQUATE OR IS IT TOO BRIEF?

To: Geophysics

Comments

Approved

Wish to see again with corrections

Date

Signature

To: Geology - Expenditures C. KUSTRA

Geological discussion is sketchy, but the map makes up for it. Not worth sending back.
RECEIVED
MAY 27 1985
MINING LANDS SECTION

Approved

Wish to see again with corrections

Date

Signature

May 24/85 CKustra

To: Geochemistry

Comments
LD logd

Approved

Wish to see again with corrections

Date

Signature

To: Mining Lands Section, Room 6462, Whitney Block.

(Tel: 5-1380)

#85-38



Department of Resources

Report of Work
(Geophysical, Geological,
Geochemical and Expenditures)

2069

FILE 5-647611 June 20th

Note - Only days credits calculated in the "Expenditures" section may be entered in the "Expend. Days Cr." columns - Do not use shaded areas below

The Mining Act

Type of Survey: **GEOLOGICAL MAPPING** Township or Area: **KELLY TWP. (M. 963)**

Claim Holder(s): **RANDY CURTIS ROBINSON** Prospector's Licence No: **C-34120**

Address: **8-621 GORMANVILLE ROAD, NORTH BAY, ONTARIO PIB 8N9**

Survey Company: **RAYAN EXPLORATION LTD.** Date of Survey (from & to): **21 08 84 - 26 08 84** Total Miles of line Cut: **14.2**

Name and Address of Author (of Geo-Technical report): **SCOTT FROSTAD, B.Sc., RR#2, HWY #11 (NORTH) NORTH BAY, ONTARIO PIB 8G3**

Credits Requested per Each Claim in Columns at right

| Special Provisions | Geophysical | Days per Claim |
|---|-----------------|----------------|
| For first survey: Enter 40 days. (This includes line cutting) | Electromagnetic | |
| | Magnetometer | |
| | Radiometric | |
| | Other | |
| For each additional survey using the same grid: Enter 20 days (for each) | Geological | 20 |
| | Geochemical | |

| Man Days | Geophysical | Days per Claim |
|---|-----------------|----------------|
| Complete reverse side and enter total(s) here | Electromagnetic | |
| | Magnetometer | |
| | Radiometric | |
| | Other | |
| | Geological | |
| | Geochemical | |

Note: Special provisions and credits do not apply to Airborne Surveys

RECEIVED
MAY 1985

Mining Claims Traversed (List in numerical sequence)

| Mining Claim | | Expend. Days Cr. | Mining Claim | | Expend. Days Cr. |
|--------------|--------|------------------|--------------|--------|------------------|
| Prefix | Number | | Prefix | Number | |
| S | 647611 | | | | |
| | 647612 | | | | |
| | 647613 | | | | |
| | 647614 | | | | |
| | 647615 | | | | |
| | 647616 | | | | |
| | 647617 | | | | |
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| | 647628 | | | | |
| | 647629 | | | | |
| | 647630 | | | | |
| | 647631 | | | | |

Expenditures (excludes power stripping)

Type of Work Performed: **MINING LANDS SECTION**

Performed on Claim(s):

Calculation of Expenditure Days Credits

Total Expenditures: **S** = **15** = Total Days Credits

Days Credits to be used as proportion of the claim holder's choice. Enter number of days credits per claim selected.

Total number of mining claims covered by this report of work: **14**

For Office Use Only

Total Days Cr. Date Recorded: **280** **May 1/85**

Mining Recorder: **[Signature]**

Date Approved as Recorded: **see revised statement**

Branch Director: **[Signature]**

Date: **APRIL 26/85**

Recorded Holder or Agent Signature: **R.M. Blais**

Certification Verifying Report of Work

Name and Postal Address of Person Verifying: **R.M. BLAIS APT 306 - 130 WORTHINGTON ST. WEST NORTH BAY, ONTARIO PIB 3B2**

Date Certified: **APRIL 26, 1985**

Certified Signature: **R.M. Blais**

| | | | | | | |
|--------|---------------|--------------------------------------|--------|---------------|--|--|
| 647611 | $\frac{3}{4}$ | | 647626 | $\frac{2}{4}$ | | |
| 612 | $\frac{2}{4}$ | | 627 | $\frac{3}{4}$ | | |
| 613 | $\frac{3}{4}$ | | 628 | $\frac{1}{4}$ | | |
| 614 | $\frac{3}{4}$ | | 629 | ✓ | | |
| 615 | $\frac{1}{4}$ | | 630 | $\frac{1}{4}$ | | |
| 616 | $\frac{1}{4}$ | | 631 | ✓ | | |
| 617 | $\frac{1}{4}$ | | | | | |
| 618 | $\frac{1}{4}$ | | | | | |
| | | | | | | |
| | | | | | | |
| | | $\frac{22}{4} = 5.5 \rightarrow 12.$ | | | | |

R.M. Blais & Associates Limited

Civil and Mining Engineers

1425 PINEGROVE CRES.

NORTH BAY, ONTARIO
P1B 4P9

Office 705-474-4110
Home 705-474-4793

May 3, 1985

Mr. F.W. Matthews
Ministry of Natural Resources
Land Management Branch
Room 6450 - Whitney Block
Toronto, Ontario M7A 1W3

Dear Sir,

**RE: GEOLOGICAL MAPPING
14 Claim Group
Kelly Township, Sudbury Mining Division
Report by S. Frostad, B. Sc.**

Please find enclosed the following:

1. Two copies of Geological Mapping Report on 14 claim group, Kelly Township, Sudbury Mining Division, by S. Frostad, B. Sc.
2. Copy of Report of Work submitted to Mining Recorder's Office at Sudbury, Ontario.

Yours truly,



R.M. Blais, P. Eng.

RMB/rmb
Encl.



Ministry of
Natural
Resources

July 10/85

1985 06 24

Your File: 85-38
Our File: 2.8069

Mining Recorder
Ministry of Natural Resources
199 Larch Street
Sudbury, Ontario
P3E 5P9

Dear Sir:

Enclosed are two copies of a Notice of Intent with statements listing a reduced rate of assessment work credits to be allowed for a technical survey. Please forward one copy to the recorded holder of the claims and retain the other. In approximately fifteen days from the above date, a final letter of approval of these credits will be sent to you. On receipt of the approval letter, you may then change the work entries on the claim record sheets.

For further information, if required, please contact Mr. R.J. Pichette at 416/965-4888.

Yours sincerely,

S.E. Yundt
Director
Land Management Branch

Whitney Block, Room 6643
Queen's Park
Toronto, Ontario
M7A 1W3

RJ D. Isherwood:mc

Encls.

cc: Randy Curtis Robinson
8 621 Gormanville Road
North Bay, Ontario
P1B 8N9
cc: R.M. Blais
Apt 306
130 Worthington Street West
North Bay, Ontario
P1B 3B2

cc: Scott Frostad, B.Sc.,
R.R.#2, Hwy #11(North)
North Bay, Ontario
P1B 8G3
cc: Mr. G.H. Ferguson
Mining & Lands Commissioner
Toronto, Ontario



Ministry of
Natural
Resources

Ontario

Notice of Intent
for Technical Reports

1985 06 24

2.8069/85-38

An examination of your survey report indicates that the requirements of The Ontario Mining Act have not been fully met to warrant maximum assessment work credits. This notice is merely a warning that you will not be allowed the number of assessment work days credits that you expected and also that in approximately 15 days from the above date, the mining recorder will be authorized to change the entries on his record sheets to agree with the enclosed statement. Please note that until such time as the recorder actually changes the entry on the record sheet, the status of the claim remains unchanged.

If you are of the opinion that these changes by the mining recorder will jeopardize your claims, you may during the next fifteen days apply to the Mining and Lands Commissioner for an extension of time. Abstracts should be sent with your application.

If the reduced rate of credits does not jeopardize the status of the claims then you need not seek relief from the Mining and Lands Commissioner and this Notice of Intent may be disregarded.

If your survey was submitted and assessed under the "Special Provision-Performance and Coverage" method and you are of the opinion that a re-appraisal under the "Man-days" method would result in the approval of a greater number of days credit per claim, you may, within the said fifteen day period, submit assessment work breakdowns listing the employees names, addresses and the dates and hours they worked. The new work breakdowns should be submitted direct to the Land Management Branch, Toronto. The report will be re-assessed and a new statement of credits based on actual days worked will be issued.

1985 07 18

Your File: 85-38
Our File: 2.8069

Mining Recorder
Ministry of Natural Resources
199 Larch Street
Sudbury, Ontario
P3E 5P9

Dear Sir:

RE: Notice of Intent dated June 24, 1985
Geological Survey on Mining Claims
S 647611, et al. in Kelly Township

The assessment work credits, as listed with the above-mentioned Notice of Intent, have been approved as of the above date.

Please inform the recorded holder of these mining claims and so indicate on your records.

Yours sincerely,

S.E. Yundt
Director
Land Management Branch

Whitney Block, Room 6643
Queen's Park
Toronto, Ontario
M7A 1W3
Phone: (416) 965-4888

D. Isherwood:mc

cc: Randy Curtis Robinson
North Bay, Ontario
cc: R.M. Blais
North Bay, Ontario

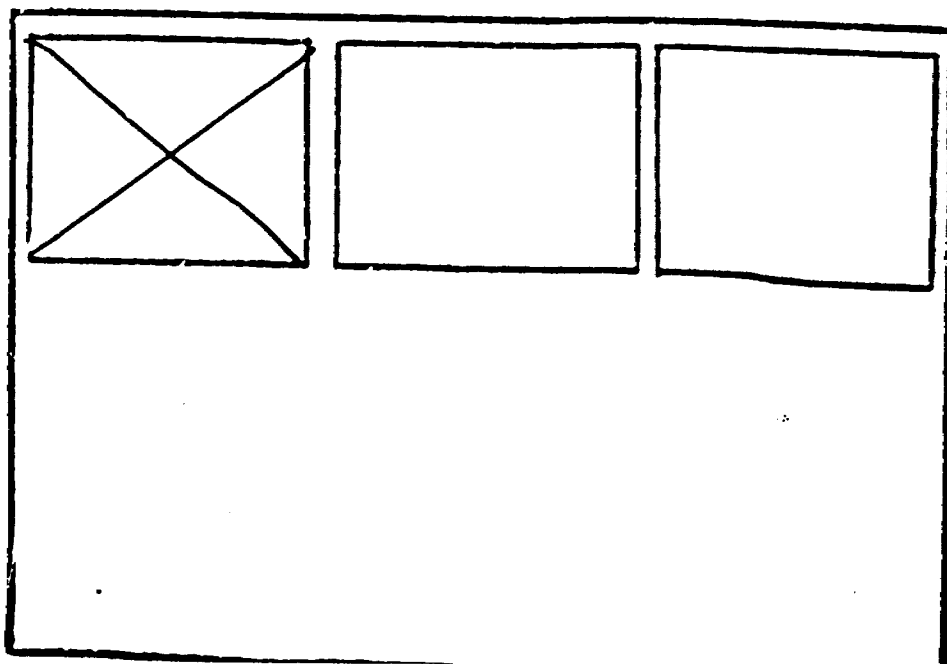
Encl.

cc: Scott Frostad, B.Sc.,
North Bay, Ontario
cc: Mr. G.H. Ferguson
Mining & Lands Commissioner
cc: Resident Geologist
Sudbury, Ontario

SEE ACCOMPANYING
MAP(S) IDENTIFIED AS

KELLY-0016, #1

LOCATED IN THE MAP
CHANNEL IN THE FOLLOWING
SEQUENCE (X)



Lake Kukagami

40+00 N

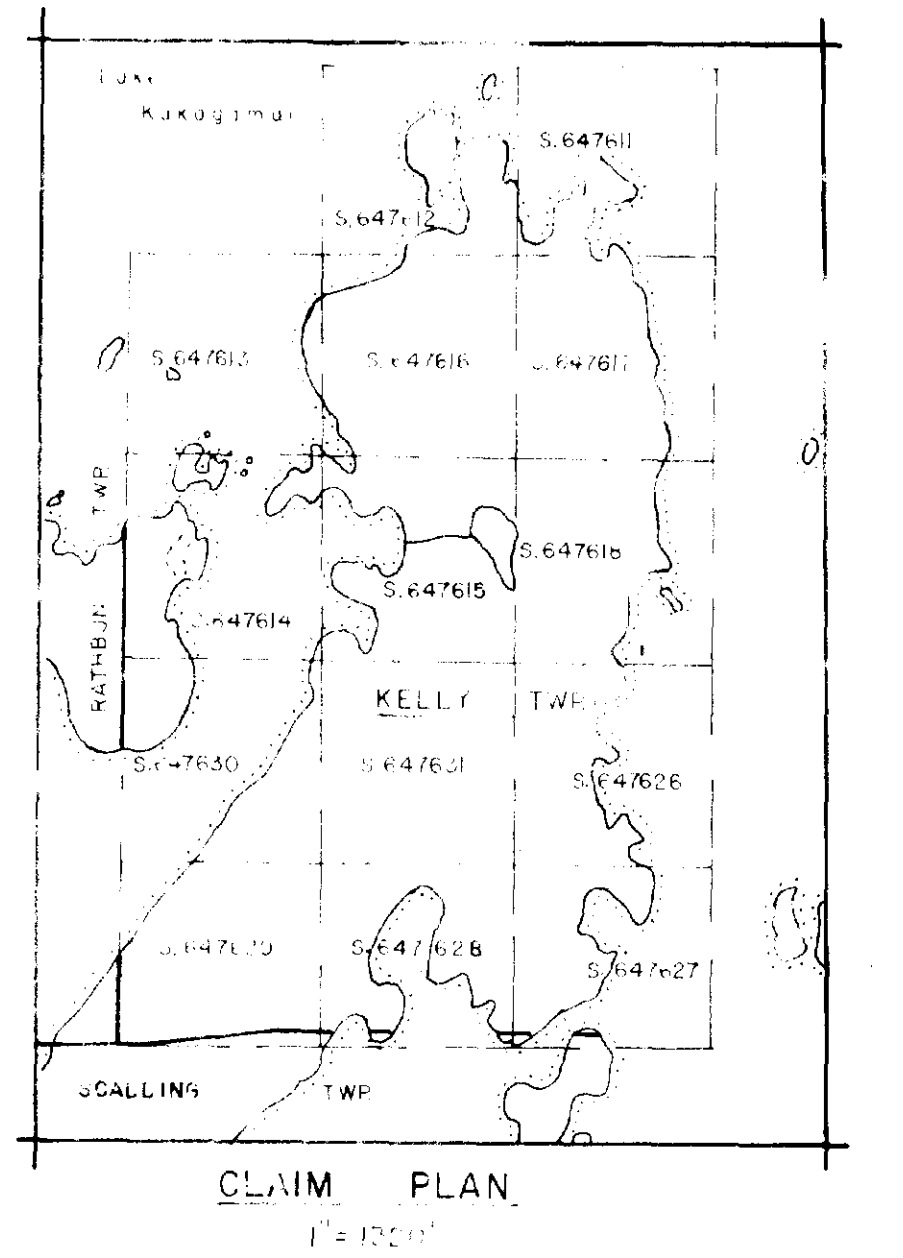
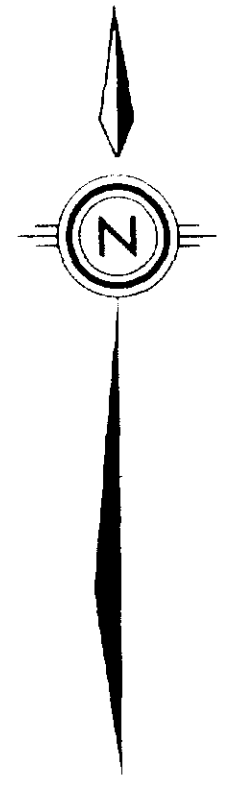
30+00 N

Lake Kukagami

20+00 N

10+00 N

BASELINE - EAST
0+00



LEGEND

- LATE PRECAMBRIAN**
MAFIC INTRUSIVE ROCKS
3 OLIVINE DIABASE
INTRUSIVE CONTACT
- MIDDLE PRECAMBRIAN**
MAFIC INTRUSIVE ROCKS
2 NIPISSING GABBRO
INTRUSIVE CONTACT
- HURONIAN SUPERGROUP**
COBALT GROUP
1 GOWSANDA WACKE

SYMBOLS

- OUTCROP
- GEOLOGICAL BOUNDARY, OBSERVED
- GEOLOGICAL BOUNDARY, INFERRED
- KELLY-K DRILL HOLE
- KELLY-K BULK SAMPLE SITE
- SWAMP
- TRENCH, PRIOR TO 1966
- KELLY-K SELF-POTENTIAL ANOMALY
- KELLY-K MAGNETIC ANOMALY
- QUARTZ VEIN
- V.L.F. ANOMALY (1984)

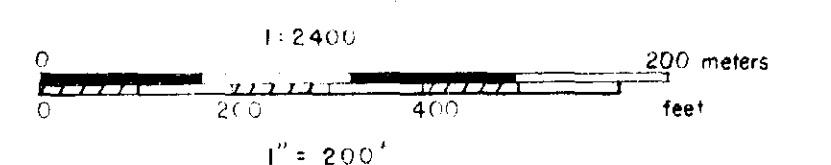
- PICKET LINE
- CLAIM LINE
- CLAIM POST
- W.P. WITNESSED POST
- SHORE LINE
- TRAILS ROADS
- SWAMP
- PATENTED LANDS

MINING CLAIMS — KUKAGAMI LAKE

KELLY TOWNSHIP
SUDBURY MINING DIVISION
ONTARIO

FOR
SOUTHGATE RESOURCES LTD.

28069



KELLY-0016, #1

Southgate Resources Ltd.



200