REPORT

ON A

GROUND MAGNETIC

AND VLF SURVEY

VINCENT TOWNSHIP

N.W. ONTARIO

FOR

CANAMAX RESOURCES INC.

September, 1983

A. Watts
Geophysicist

TABLE OF CONTENTS

INTRODUCTION

During the period January 6-7, 1983, Northwest Geophysics Ltd., of Thunder Bay carried out ground magnetic and VLF surveys on a group of six claims in Vincent Township, near the town of Jellicoe, N. Ontario for Amax Minerals Exploration, now Canamax Resources Inc., of Toronto, Ontario.

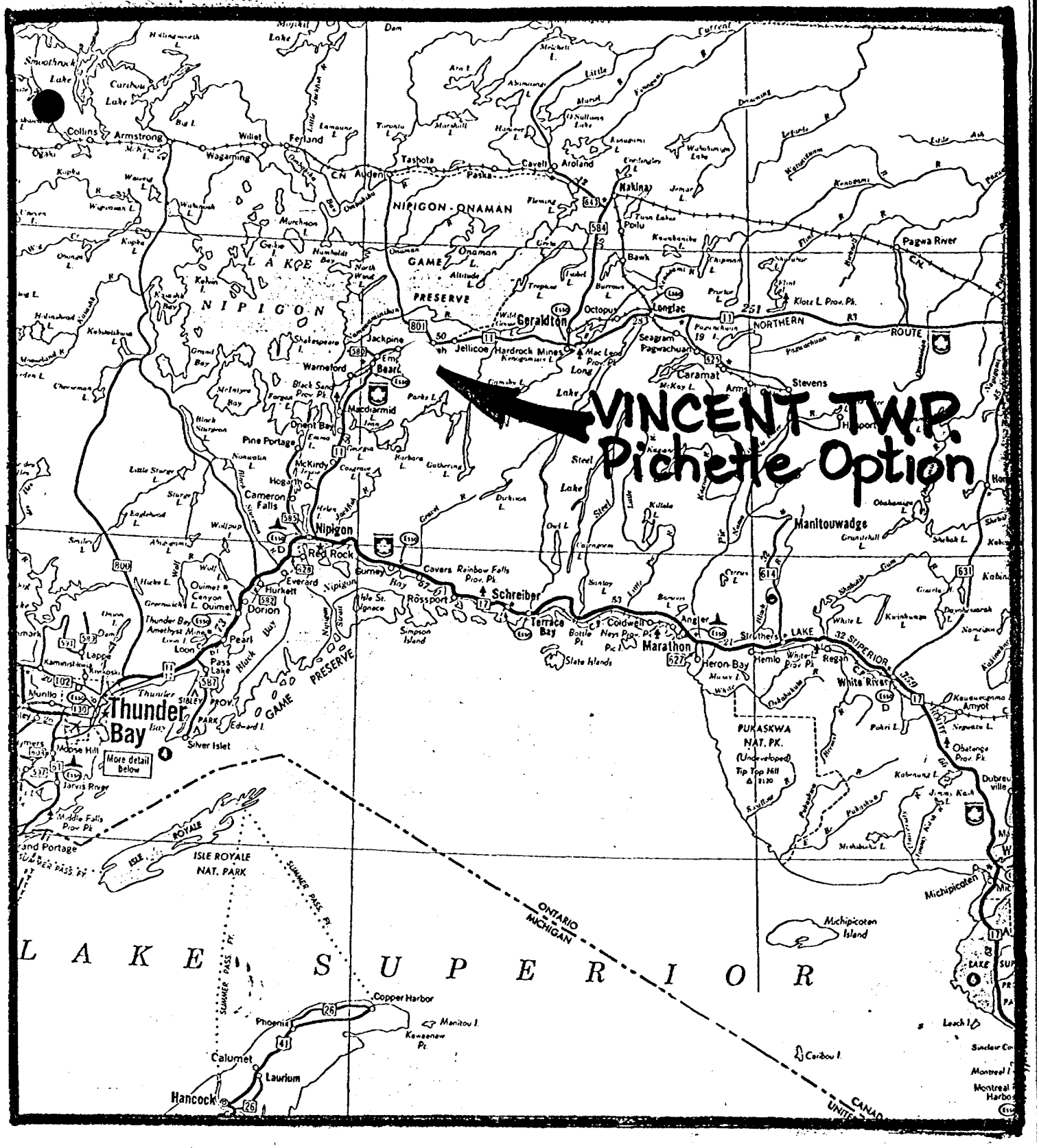
The purpose of the survey was to;

i) assist in a more complete understanding of the geology on the claim group, which is covered to a large extent by overburden and

ii) to define any possible Au bearing geological environment.

The presence of iron-formation in the general survey suggested that the VLF/magnetic combination would be the most suitable and cost-effective approach to adopt.

A total of approximately 9km of ground geophysical surveying, at a 25 metre reading interval, was thus undertaken on this six (6) claim group.



CANAMAX RESOURCES INC.,

Vincent Township

PICHETTE OPTION

LOCATION MAP

1" = 30 mi.

LOCATION AND ACCESS

The property lies approximately 2 km south of the CN railway link between Thunder Bay and Longlac, and 4 km southwest of Nezah Station. The Blackwater River, which runs immediately south of the CN line for several miles in the project area, makes access to the property difficult, especially in the summer if the river is high. Once across the Blackwater River, however, a good trail leads directly to the centre of the property.

GEOLOGICAL HISTORY

The property is underlain by mafic (andesite and dacite) meta-volcanics interbedded with iron-formation. Metamorphism frequently recrystallizes the iron to magnetite and also where hydration has occurred, chlorite and rosettes of fibrous actinolite. This general sequence of rocks is intruded by numerous quartz-feldspar porphyry dikes. Intruding all the above are veins of gold-bearing quartz. Though these veins occur primarily in the meta-volcanics, and iron-formation close to porphyry intrusions, they have been found in the Temiskaming sediments north of the property. These quartz veins tend to be

narrow generally less than 4 feet, and are found more often in iron-formation than in the meta-volcanics.

Though gold was first reported from the Beardmore-Nezah area in 1916, widespread staking was initiated only in 1925, most of the claims situated in a 3-5 mile belt centred on the CN railway line. After this initial flurry of activity, lack of any mineable discovery caused the area to lie dormant until the recent dramatic increase in the price of gold.

SURVEY TECHNIQUE

1) VLF ELECTROMAGNETIC METHOD

A Phoenix VLF II instrument was used to measure the dip angle and horizontal field strength components of the VLF primary field. The frequency used was the 17.8 KHz signal transmitted from Cutler, Maine. Readings were obtained at 25 metre intervals.

2) MAGNETIC METHOD

A Geometrics G-816 total field proton precession magnetometer was used, with readings obtained every 25 metres. All readings were tied into a central base-station and subsequently corrected for any diurnal variation.

DISCUSSION OF RESULTS

Magnetic Survey

The magnetic survey has outlined two distinct magnetic regimes on the property. To the north and west an area of low susceptiblity rocks has been mapped which likely reflects underlying sedimentary rocks. The boundary created by the abrupt increase in magnetic activity from 2N southward across most of the grid is interpreted as reflecting a sedimentary/volcanic contact. Within the magnetically active portion of the grid are numerous, approximately east-west striking, magnetic anomalies which appear to arise from several sources, the most common of which is magnetite-rich iron-formation as mapped in the vicinity of 150S on Line 500E. Some of the numerous ultra-mafic (gabbro) intrusives outcropping in the south-eastern portion of the grid are also sporadically magnetic, i.e. at 200S Line 125E.

The known association of Au-bearing quartz veins with iron-formation in this area suggests that the magnetic survey has outlined a number of interesting targets for follow-up. The most notable of these are the relatively continuous magnetic trends centred approximately on 75N and 250S respectively.

VLF Electromagnetic Survey

The main conductive trend to be resolved by the VLF survey coincides with the iron-formation as outlined by the magnetic survey between 75N and 100N on most survey lines. It should be noted that the convention for a valid dip-angle cross-over is negative to positive for this survey A second probable iron-formation at 175N between lines 125E and 375E serves to broaden the enhanced field strength response especially on Line 125E. Erratically anomalous field strength response in the north and west portions of the grid confirms the presence of weakly conductive overburden.

On the south half of the survey grid the only responses of any apparent significance are located at 275S on Line 125W and 350 S on Line 875E, the former of which is coincident with the iron-formation mentioned in the discussion of the magnetic survey.

CONCLUSIONS AND RECOMMENDATIONS

The VLF and magnetic surveys have outlined two top priority iron-formation type targets. The first of these should be field checked at 100N on Line 125E, the second at 75S on Line 125W. Any outcrop found should of course be sampled for precious metals. If no satisfactory explanation can be found for these two prominent geophysical features, drill-testing would be an obvious next step.

Respectfully submitted,

A. Watts

A. Watts

SCHEDULE OF CLAIMS

Our Project: 54019-01

Vincent Township

TB 519316
TB 519428
TB 534700
TB 534701
TB 535205
TB 614162

Total - 6 Claims

2.5886. Land Management

Ministry of Natural Resources — Ontario

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

#4438

FILE: 519316

The Mini

42E12NE0201 2.5886 VINCENT

900

Type of Survey(s): Electromagnetic and Magnetometer Surveys	Township or Area: Vincent Township - G.163
Claim Holder(s): Canamax Resources Inc.	Prospector's Licence No.: T. 1318
Address: Suite 1100 - 181 University Avenue, Toronto, Ontario M5H 3M7	
Survey Company: Northwest Geophysics	Date of Survey (from & to): 6 1 83 (Day | Mo. | Yr.) — 7 1 83 (Day | Mo. | Yr.)
Total Miles of line Cut: 9 Km	
Name and Address of Author (of Geo-Technical report): A. H. Watts, 306 Bogert Avenue, Willowdale, Ontario M2N 1L5	

Credits Requested per Each Claim in Columns at right

		Days per Claim
Special Provisions		
For first survey: Enter 40 days. (This includes line cutting)	Geophysical - Electromagnetic	40
	Geophysical - Magnetometer	20
For each additional survey: using the same grid: Enter 20 days (for each)	Geophysical - Radiometric	
	Geophysical - Other	
	Geological	
	Geochemical	
Man Days		Days per Claim
Complete reverse side and enter total(s) here	Geophysical - Electromagnetic	
	Geophysical - Magnetometer	
	Geophysical - Radiometric	
	Geophysical - Other	
	Geological	
	Geochemical	
Airborne Credits		Days per Claim
Note: Special provisions credits do not apply to Airborne Surveys.	Electromagnetic	
	Magnetometer	
	Radiometric	

Mining Claims Traversed (List in numerical sequence)

Mining Claim Prefix	Mining Claim Number	Expend. Days Cr.
TB	519316	60
	519428	60
	534700	60
	534701	60
	535205	60
	614162	60

Mining Claim Prefix	Mining Claim Number	Expend. Days Cr.

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OCT 21 1983
MINING LANDS SECTION

Total number of mining claims covered by this report of work: 6

Expenditures (excludes power stripping)

Type of Work Performed:

Performed on Claim(s):

Calculation of Expenditure Days Credits

Total Expenditures: $ ÷ 15 = Total Days Credits

Instructions: Total Days Credits may be apportioned at the claim holder's choice. Enter number of days credits per claim selected in columns at right.

Date: Oct. 3/83

Recorded Holder or Agent (Signature): Z. A. Barclay

For Office Use Only

Total Days Cr. Recorded	Date Recorded	Mining Recorder
360	Oct. 7/83	Audrey M. Hayes
	Date Approved as Recorded: 84.1.26	Branch Director

Certification Verifying Report of Work

I hereby certify that I have a personal and intimate knowledge of the facts set forth in the Report of Work annexed hereto, having performed the work or witnessed same during and/or after its completion and the annexed report is true.

Name and Postal Address of Person Certifying: A. H. Watts, 306 Bogert Avenue, Willowdale, Ontario M2N 1L5

Date Certified: Oct. 3/83

Certified by (Signature): A. Watts

1362 (81/9)

Ontario

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) Ground Magnetic & Electromagnetic

Township or Area Vincent Township

Claim Holder(s) Canamax Resources Inc.
1100-181 University Ave., Toronto, Ont.

Survey Company Northwest Geophysics

Author of Report A. H. Watts

Address of Author 306 Bogert Ave., Willowdale, Ont.

Covering Dates of Survey January 1 - 7, 1983
(linecutting to office)

Total Miles of Line Cut 9 Km (5.6 miles)

SPECIAL PROVISIONS CREDITS REQUESTED

ENTER 40 days (includes line cutting) for first survey.

ENTER 20 days for each additional survey using same grid.

	DAYS per claim
Geophysical	
–Electromagnetic	40
–Magnetometer	20
–Radiometric	
–Other	
Geological	
Geochemical	

AIRBORNE CREDITS (Special provision credits do not apply to airborne surveys)

Magnetometer _____ Electromagnetic _____ Radiometric _____
(enter days per claim)

DATE: Oct. 7/83 SIGNATURE: A. Watts
Author of Report or Agent

Res. Geol. _____ Qualifications 2.2910

Previous Surveys

File No.	Type	Date	Claim Holder

MINING CLAIMS TRAVERSED
List numerically

(prefix)	(number)
TB	519316
TB	519428
TB	534700
TB	534701
TB	535205
TB	614162

RECEIVED
OCT 12 1983
MINING LANDS SECTION

If space insufficient, attach list

TOTAL CLAIMS 6

OFFICE USE ONLY

837 (5/79)

GEOPHYSICAL TECHNICAL DATA

GROUND SURVEYS - If more than one survey, specify data for each type of survey

Number of Stations 354 Number of Readings 354

Station interval 25 metres Line spacing 125 metres

Profile scale 1 cm = 10°, 1 cm = 25% (Field Strength)

Contour interval 100 gammas for magnetics

MAGNETIC

Instrument Geometrics G-816

Accuracy – Scale constant 1 gamma

Diurnal correction method Base-station loops - linear drift correction

Base Station check-in interval (hours) 1 hr.

Base Station location and value Baseline 0, Line 125W, 60098 gammas

ELECTROMAGNETIC

Instrument Phoenix VLF II

Coil configuration

Coil separation

Accuracy 1° Dip Angle, 5% Field Strength

Method: ☐ Fixed transmitter ☐ Shoot back ☐ In line ☐ Parallel line

Frequency 17.8 KHz (specify V.L.F. station)

Parameters measured Dip Angle, Field Strength

GRAVITY

Instrument

Scale constant

Corrections made

Base station value and location

Elevation accuracy

INDUCED POLARIZATION RESISTIVITY

Instrument

Method ☐ Time Domain ☐ Frequency Domain

Parameters – On time Frequency

– Off time Range

– Delay time

– Integration time

Power

Electrode array

Electrode spacing

Type of electrode

SELF POTENTIAL

Instrument _____ Range _____

Survey Method _____

_____

Corrections made _____

_____

RADIOMETRIC

Instrument _____

Values measured _____

Energy windows (levels) _____

Height of instrument _____ Background Count _____

Size of detector _____

Overburden _____

(type, depth – include outcrop map)

OTHERS (SEISMIC, DRILL WELL LOGGING ETC.)

Type of survey _____

Instrument _____

Accuracy _____

Parameters measured _____

_____

Additional information (for understanding results) _____

_____

_____

AIRBORNE SURVEYS

Type of survey(s) _____

Instrument(s) _____

(specify for each type of survey)

Accuracy _____

(specify for each type of survey)

Aircraft used _____

Sensor altitude _____

Navigation and flight path recovery method _____

_____

Aircraft altitude _____ Line Spacing _____

Miles flown over total area _____ Over claims only _____

GEOCHEMICAL SURVEY – PROCEDURE RECORD

Numbers of claims from which samples taken _____

_____

_____

Total Number of Samples _____

Type of Sample _____
(Nature of Material)

Average Sample Weight _____

Method of Collection _____

_____

Soil Horizon Sampled _____

Horizon Development _____

Sample Depth _____

Terrain _____

_____

Drainage Development _____

Estimated Range of Overburden Thickness _____

_____

_____

SAMPLE PREPARATION
(Includes drying, screening, crushing, ashing)

Mesh size of fraction used for analysis _____

_____

_____

_____

General _____

_____

_____

_____

_____

_____

_____

_____

_____

_____

ANALYTICAL METHODS

Values expressed in: per cent ☐
p. p. m. ☐
p. p. b. ☐

Cu, Pb, Zn, Ni, Co, Ag, Mo, As,-(circle)

Others _____

Field Analysis (_____ tests)

Extraction Method _____

Analytical Method _____

Reagents Used _____

Field Laboratory Analysis

No. (_____ tests)

Extraction Method _____

Analytical Method _____

Reagents Used _____

Commercial Laboratory (_____ tests)

Name of Laboratory _____

Extraction Method _____

Analytical Method _____

Reagents Used _____

General _____

_____

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_____

_____

Ministry of Natural Resources
Ontario

Geotechnical Report Approval

File 2.5886

Mining Lands Comments

☑ To: Geophysics Mr. Roger Barlow

Comments

☑ Approved ☐ Wish to see again with corrections | Date Dec 5/83 | Signature

☐ To: Geology - Expenditures

Comments

☐ Approved ☐ Wish to see again with corrections | Date | Signature

☐ To: Geochemistry

Comments

LD

☐ Approved ☐ Wish to see again with corrections | Date | Signature

☐ To: Mining Lands Section, Room 6462, Whitney Block. (Tel: 5-1380)

1593 (81/10)

January 12, 1984 Your File: 2.5886

Canamax Resources Inc
Suite 1100
181 University Avenue
Toronto, Ontario
M5H 3M7

Dear Sirs:

RE: Geophysical (Electromagnetic and Magnetometer) Survey submitted on Mining Claims TB 519316 et al in the Township of Vincent

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We are endeavouring to compile a list of qualifications of those persons who sign reports of geological, geochemical and geophysical surveys submitted to this Ministry for assessment work credits. It would be appreciated, therefore, if you would please furnish a brief resume of Mr. A. Watts' qualifications for our records.

For further information, please contact Mr. F.W. Matthews at (416)965-1380.

Yours very truly,

J.R. Morton
Acting Director
Land Management Branch

Whitney Block, Room 6643
Queen's Park
Toronto, Ontario
M7A 1W3
Phone:(416)965-1380

M.E. Anderson:mc

cc: Mining Recorder
Thunder Bay, Ontario

2.5886

CANAMAX RESOURCES INC.

JAN 17 1984

TORONTO, ONTARIO
181 UNIVERSITY AVE.
SUITE 1100
M5H 3M7
TELEPHONE 416-364-6188

January 13, 1984

Mr. J. R. Morton,
Acting Director,
Land Management Branch,
Ontario Ministry of Natural Resources,
Whitney Block, Room 6643,
Queen's Park,
Toronto, Ontario
M7A 1W3

Dear Sir:

Re: Resume of Qualifications
Mr. A. Watts - File 2.5886

As requested in your letter dated January 12, 1984, we enclose a photocopy of Mr. Watts' resume for your files.

A copy of this resume was sent to Mr. Mr. F. W. Matthews on February 27, 1979.

Yours truly,

Elizabeth A Barclay

Elizabeth A. Barclay

E.
encl.

cc: A. Watts

I, Anthony H. Watts, residing at 24 Forest Manor Road, Willowdale, Province of Ontario, hereby certify that:

1) I am a graduate of Rhodes University, Grahamstown, South Africa, having received a B.Sc. in Geology and Chemistry in 1972.

2) I have been practising as a geophysicist since joining Geoterrex Limited, of 2060 Walkley Road, Ottawa, Ontario, in January, 1973.

3) I have been employed as a mineral exploration geophysicist by Amax Minerals Exploration since November, 1978.

4) I am an Associate Member of the Society of Exploration Geophysicists.

February 23, 1979
Date

Signed A. Watts
A. H. Watts, B.Sc.

1983 10 17 2.5886

Mrs. Audrey Hayes
Mining Recorder
Ministry of Natural Resources
P.O. Box 5000
Thunder Bay, Ontario
P7C 5G6

Dear Madam:

We have received reports and maps for a Gepphysical (Electromagnetic and Magnetometer) survey submitted under Special Provisions (credit for Performance and Coverage) on mining claims TB 519316 et in the Township of Vincent.

This material will be examined and assessed and a statement of assessment work credits will be issued.

We do not have a copy of the report of work which is normally filed with you prior to the submission of this technical data. Please forward a copy as soon as possible.

Yours very truly,

E.F. Anderson
Director
Land Management Branch

Whitney Block, Room 6643
Queen's Park
Toronto, Ontario
M7A 1W3
Phone:(416)965-1380

D. Kinvig:mc

cc: Canamax Resources Inc.
Suite 1100
181 Univer$$ty Avenue
Toronto, Ontario
M5H 3M7

CANAMAX RESOURCES INC.

TORONTO, ONTARIO
181 UNIVERSITY AVE.
SUITE 1100
M5H 3M7
TELEPHONE 416-364-6188

October 7, 1983

Mr. F. W. Matthews,
Ontario Ministry of Natural Resources,
Room 6450 - Whitney Block,
Queen's Park,
Toronto, Ontario
M7A 1W3

Dear Sir:

Re: Ground Magnetic & Electromagnetic Survey
Vincent Township - Mining Claims TB 519316,
TB 519428, TB 534700, TB 534701, TB 535205
and TB 614162 - Our Project 54019-01

Enclosed are two copies of a Report and Plans in the above connection. A Report of Work was filed with the Mining Recorder in Thunder Bay on October 3, 1983.

Thank you.

Yours truly,

Elizabeth A. Barclay

E.
encl.

cc: K. R. Clemiss
cc: A. H. Watts
cc: D. H. Waddington
cc: G. F. Pichette

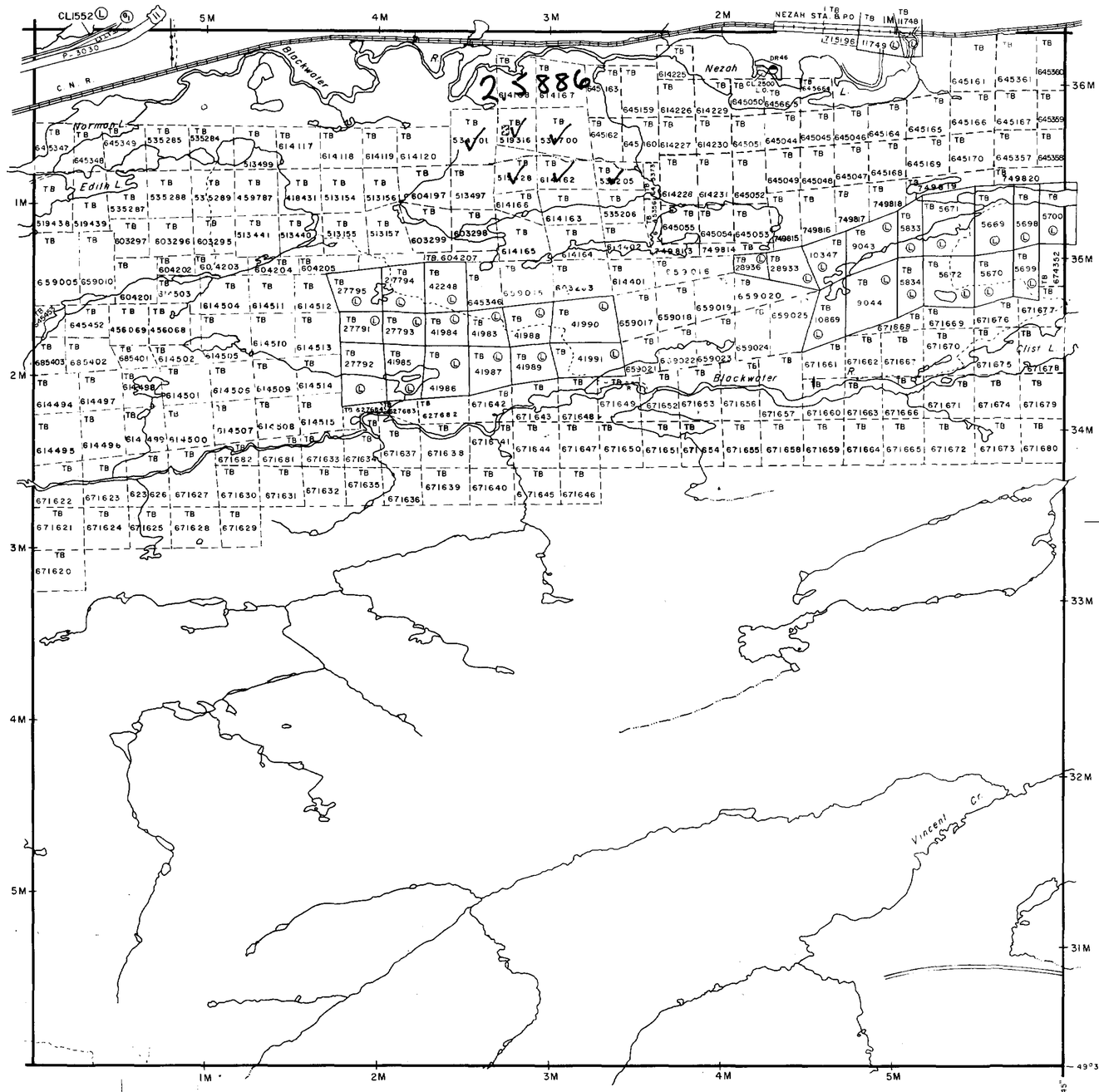
RECEIVED
OCT 1 2 1983
MINING LANDS SECTION

RECEIVED
OCT 14 1983
MINING LANDS SECTION

	EM	MFG				2.5886		
TB 519316	✓	✓						
519428	✓	✓						
534700	✓	✓						
01	✓	✓						
535205	✓	✓						
611162	✓	✓						

NOTES

WALTERS TWP G-171



McCOMBER TWP G-166

CLIST LAKE G-24

LEOPARD LAKE G-68

BEARDMORE G-7

LEOPARD LAKE G-68

TOWNSHIP

VINCENT

M.N.R. ADMINISTRATIVE DISTRICT

NIPIGON

MINING DIVISION

THUNDER BAY

LAND TITLES REGISTRY DIVISION

THUNDER BAY

SAND AND GRAVEL

(9) GRAVEL — FILE: 131085

(G) QUARRY PERMIT

LEGEND

PATENTED LAND	(P) or ●
PATENTED FOR SURFACE RIGHTS ONLY	◑
LEASE	(L)
LICENSE OF OCCUPATION	L.O.
CROWN LAND SALES	C.S.
LOCATED LAND	Loc.
CANCELLED	C.
MINING RIGHTS ONLY	M.R.O.
SURFACE RIGHTS ONLY	S.R.O.
HIGHWAY & ROUTE NO.	(17)
ROADS	
TRAILS	
RAILWAYS	
POWER LINES	
MARSH OR MUSKEG	
MINES	

*used only with summer resort locations or when space is limited

DATE OF ISSUE
DEC 19 1983
Ministry of Natural Resources
TORONTO

SCALE: 1 INCH = 40 CHAINS

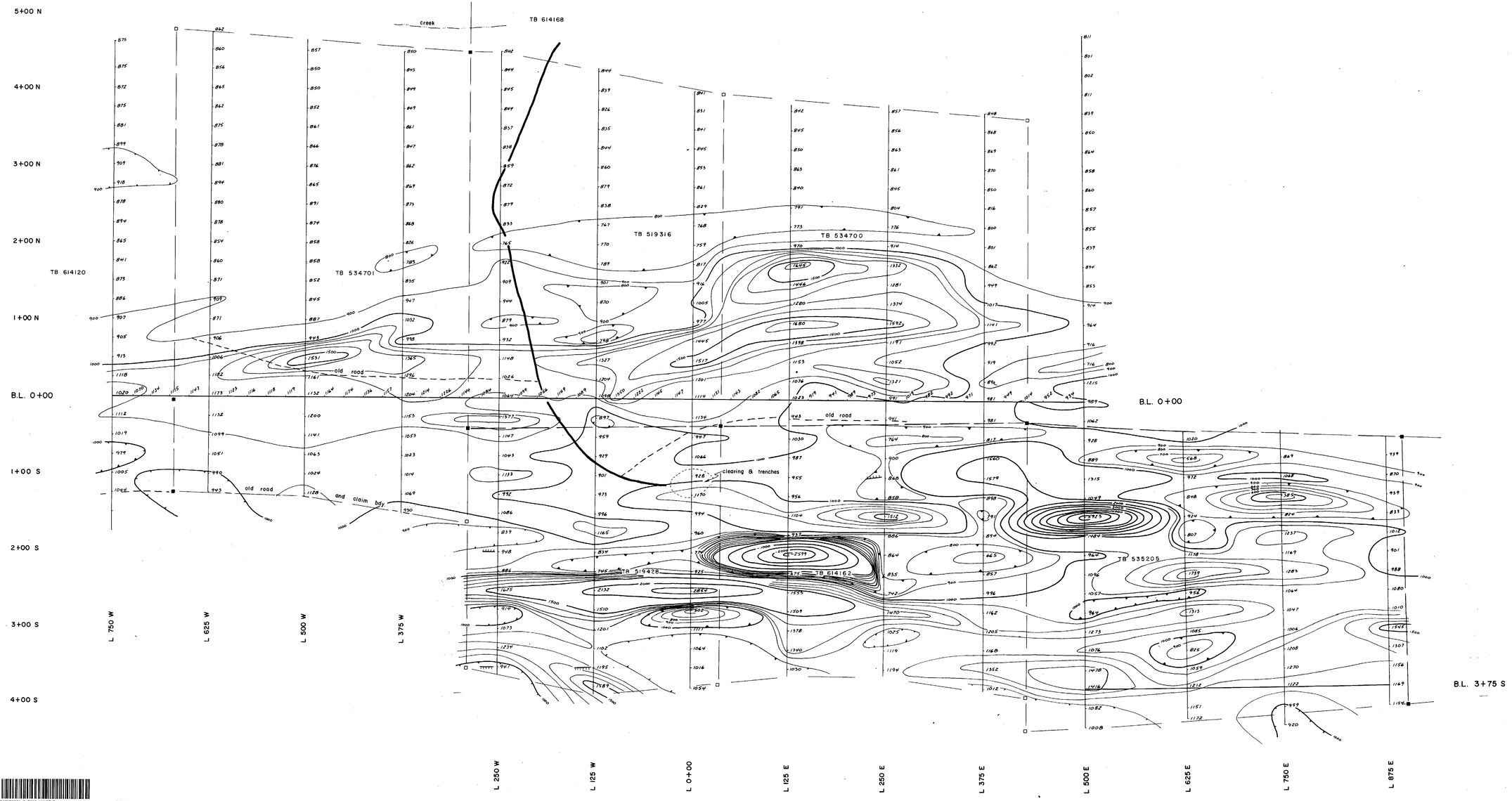
FEET 0 1000 2000 4000 6000 8000

METRES 0 200 1000 (1 KM) 2000 (2 KM)

Ontario Ministry of Natural Resources — Land Management Branch

Date FEBRUARY 16th, 1981

Number **G-163**



MAGNETOMETER SURVEY

INSTRUMENT : GEOMETRICS 816 MAG.
READINGS REDUCED BY : 59,000 ∝
CONTOUR INTERVAL : 0 - 1000 at 100 ∝
> 1000 at 500 ∝

MAGNETIC LOW :

■, □ Claim post (located, assumed)
Swamp
Cliff
Claim line
o.c. Outcrop
o Drill hole
Road

A Watts

NORTHWEST GEOPHYSICS LTD.
THUNDER BAY, ONT.

GEOPHYSICAL SURVEY
VINCENT TOWNSHIP

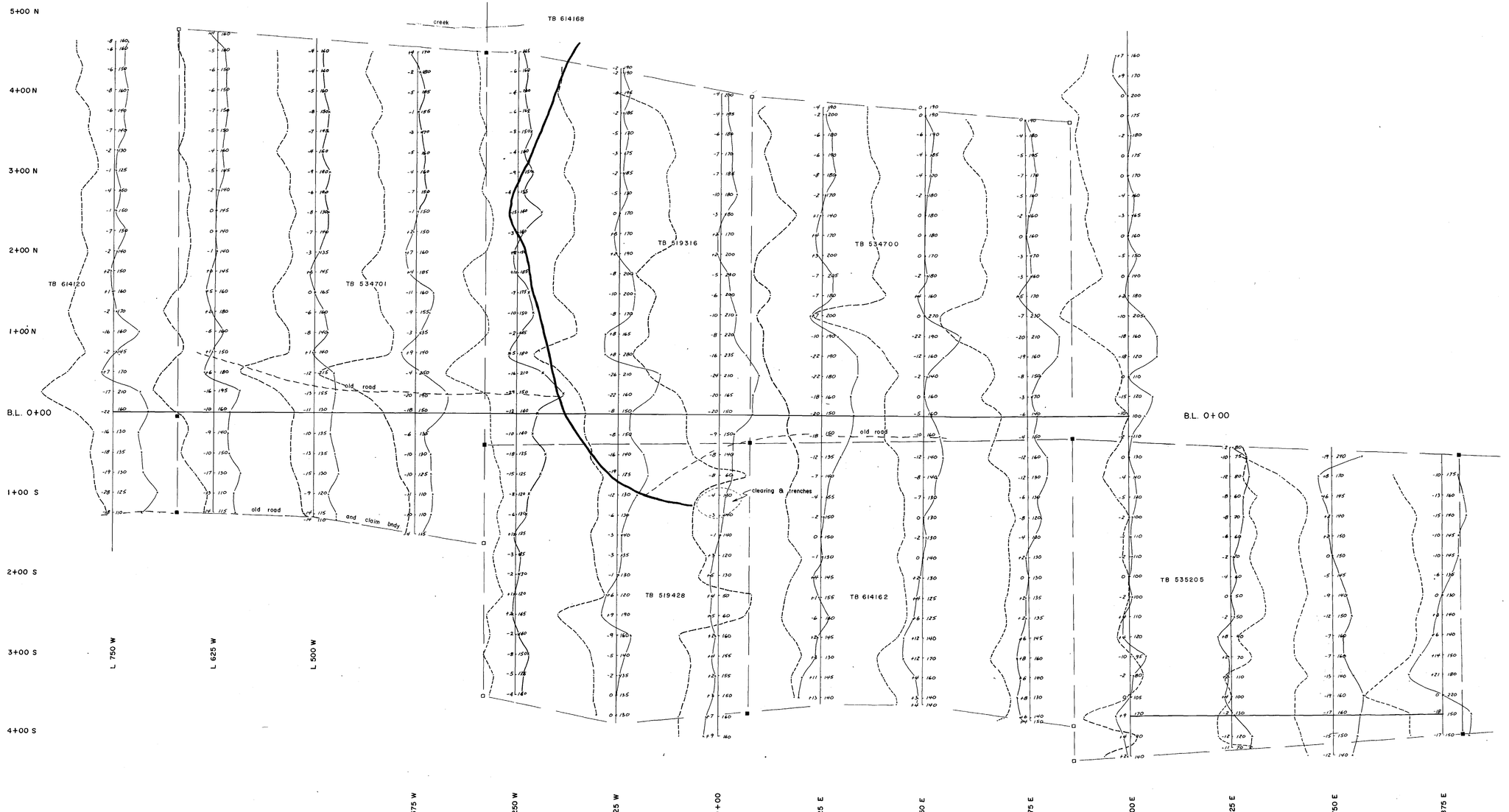
CANAMAX RESOURCES INC.
JELLICOE, ONT. 2.5886

DATE	SCALE	DRAWN BY :	CHECKED BY :
JANUARY, 1983	1 cm = 20 metres	GEO-DRAFT	

TO ACCOMPANY REPORT BY: A Watts Pichette Option Project 54019

42E12NE0091 2.5886 VINCENT

210



V.L.F. SURVEY

INSTRUMENT: PHEONIX VLF II
TRANSMITTER STN.: CUTLER, MAINE
DIRECTION: FACING WEST

■, □ Claim post (located, assumed)
Swamp
Cliff
Claim line
o.c. Outcrop
o Drill hole
Road

Dip Angle (°) 1 cm = 10°
(−North, + South)

Horizontal Field Strength(%) 1 cm = 25%

A. Watts

NORTHWEST GEOPHYSICS LTD.
THUNDER BAY, ONT.

GEOPHYSICAL SURVEY
VINCENT TOWNSHIP

CANAMAX RESOURCES INC.
JELLICOE, ONT. 2.5886

DATE	SCALE	DRAWN BY:	CHECKED BY:
JANUARY, 1983	1 cm = 20m	GEO-DRAFT	