



52B13SW0012 2.12019 MIRANDA LAKE

010

BLUE RECALL RESOURCES LIMITED

THE LAM SPRING OCCURRENCE PROPERTY
DISTRICT OF RAVEN RIVER
ONTARIO

RECEIVED

JAN 16 1989

MINE LANDS SECTION

by Wayne E. Redmantel

January 4, 1989

Serial
2-3787

GEOCOM CONSULTING



S2B13SW0012 P.12019 MIRANDA LAKE

010C

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INTRODUCTION

The Law-Spence Occurrence property is owned by Blue Regal Resources Ltd. It consists of 22 contiguous, unpatented mining claims in the Calm Lake and Righteye Lake areas in the District of Rainy River, Ontario. The claims were staked by Rick Angove and Matt Stewardson.

The following report describes the history, geology and mineralization of the Law Occurrence and the Spence Occurrence and the immediate vicinity and geological mapping of the property.

The claim numbers listed below are 100% owned by Blue Regal Resources Ltd.:

940895	940939	989649
940896	974196	989650
940897	974197	1000621
940898	974198	1000622
940899	974199	1000623
940900	974200	1000624
940901	989648	1000625
940938		

The Law Occurrence and Spence Occurrence are located between Banning and Eleven Lakes south of Asmusson Township and about 30 kilometers west of Atikokan, Ontario (latitude 48° 44', longitude 92° 00'). Access is via Highway 11, one kilometre north and by boat across Banning Lake and by foot trail across the claims. Most services are available in Atikokan or Thunder Bay.

HISTORY

The Law Occurrence was first described in a Geological Survey of Canada report by Tanton (1927). He reported that "Mr Law of Banning reported discovering gold-bearing vein material visibly mineralized with chalcopyrite at a locality 650 feet south of Niven Lake along the portage to Seine river near Banning. Two grab samples taken by him from this vicinity are said to have shown, upon assay, gold values at the rate of \$28(1.33 oz.) and \$33(1.57 oz.) per ton, respectively."

The Spence Occurrence was first described in 1928 in a letter written by Frank Spence of Fort William to Mr. Watson of the Mining Corporation in Toronto (Resident Geologist's Files, Thunder Bay). In the letter he reported a quartz porphyry dike "that varies from 300 to 500 feet in width and extends over one mile in length. There has been no work on this and only surface assays which run \$0.20 (0.01 oz), \$1.92 (0.09 oz), \$13.40 (0.64 oz) and \$18.00 (0.86 oz), in gold with a 5% copper content."

The Law Syndicate was formed and in 1929 conducted prospecting, trenching and stripping (Schnieders and Dutka, 1985). Results were not available at the time of writing.

In 1956, Moneta Porcupine Mines conducted geological mapping and ground electromagnetic surveys (Schnieders and Dutka, 1985).

John Neilman, a former owner of the property of no known affiliation, drilled two short holes (212 feet) on the Law Occurrence in 1960. He intersected greenstone, diorite and occasional quartz veining all mineralized with pyrite. Some chalcopyrite was detected in the quartz veining. No assay values were included.

Cominco carried out geological and geophysical surveys and 150 metres of diamond drilling in 1966. The holes were drilled to intersect electromagnetic conductors. The mineralized rocks encountered consisted of silicified and graphitic zones up to 3 meters thick with massive pyrite, pyrrhotite and trace amounts of chalcopyrite (Fumerton, 1985).

In 1981, the property was staked by Fern Elizabeth Gold Mining Company Limited (Schnieders and Dutka, 1985).

Phantom Exploration conducted a property visit for Strike Exploration Limited in 1982 (Schnieders and Dutka, 1985).

In 1987, Matt Stewardson, a former owner of the property, took 10 grab samples from the Law Occurrence and had them assayed for gold and silver by Geoscience Laboratories in Toronto. The best gold results were; 0.04 oz/ton from a mineralized quartz vein on claim 940899, 0.03 oz/ton in quartz vein with up to 20% sulphides and 0.01 oz/ton in massive pyrite (70%) containing siliceous fragments (possibly sheared quartz vein material).

No further exploration work was done on the property in 1987.

LINE CUTTING AND GEOLOGICAL MAPPING

An east-west trending baseline with cross-lines spaced at 100 meters were cut over the entire property. A total of 24 km of lines were cut on the property in June, 1988.

Geological mapping was done by Mr Eddy Canova in August, 1988 at a scale of 1:2500. The results of the mapping are presented in the accompanying maps.

GEOLOGY AND MINERALIZATION

The Blue Regal property is mineralized by a series of sulphide showings that occur within quartz veins or minor shear zones in mafic metavolcanics intercalated with banded ironstone and felsic metavolcanics. These rocks have been folded and the occurrence is in the core of a large fold which occurs primarily east of the present map area (Calm Lake area). The metavolcanics have been intruded by a number of mafic dikes, and felsic dikes and stocks. The rocks around the showings have been cut by shear zones.

In the northern group of trenches near Wright Lake the host rocks consist of compositionally banded and homogeneous tuffs which are strongly foliated or sheared parallel to the banding where present. Quartz veins, mineralized with chalcopyrite and pyrite are parallel to the foliation, but are discontinuous, and are up to 25 cm thick. The total sulphide concentrations range from trace amounts to 2 percent, and the veins tend to be concentrated into 1 m thick bands. In the southern group of trenches sparsely disseminated pyrite and pyrrhotite, and trace amounts of chalcopyrite occur in bands of highly sheared and altered rock which trend north. The shear zones are up to 3 m thick and contain unmineralized quartz veins less than 2 cm thick that parallel the shear zones. Abundant disseminated carbonate occurs throughout the shear zones. Laterally these shear zones grade into unsheared, fine-grained basalts."

Little (1928) described the Spence Occurrence as follows; "The chief rock exposures are basic lavas which have been altered to sericite, chlorite and in some places andalusite schist. There appear to be two distinct lines of weakness. Two claims are crossed by a large porphyry dike striking N35E, the schistening following the dike. On the claims to the north of this the schistening is north and south corresponding with a pronounced "burn". Small intrusions of diabase were seen but no porphyry was noted in the northern group, but on account of the small amount of work that has been done and the large extent of the property nothing definite can be stated about this. A siliceous quartz porphyry dike striking N35E contains quartz veins striking in the same direction and dipping about 70 degrees to the north. From what shows in the only pit on this vein, the quartz is widening downwards and the south wall still shows stringers of quartz. There is a good deal of mineral in the quartz. A chipped sample taken over a width of 7 feet gave trace gold. The owner claims to have got over 3% copper here, which seems doubtful. The porphyry plunges into the swamp to the west; it is stated on reliable authority to be traceable for half a mile further, but work which has only been done this year has been concentrated in the pit which owing to the slope of the hill exposes the vein well. Fifty feet south another pit has been

started on a similar quartz vein in the porphyry. Conditions here appear similar but there is not much mineral in evidence and only a small amount of work has been done. Half a mile north of the porphyry dike and striking almost north and south is a pronounced "burn" which can be traced for several hundred feet (Law Occurrence). Several old test pits were sunk on this exposing a good deal of pyrrhotite and some pyrite, no chalcopyrite was seen in the older pits at the south end. The width probably averages six feet. The pits were not cleaned out and sampling was impossible. The strike at the south end was N5E. The strike has not been followed straight through owing to low ground, but what is supposed to be the same vein outcrops half a mile further north. It is doubtful if this is the same thing as its strike is N10W and its appearance is very different. There is a fair amount of chalcopyrite in one pit where most of the work has been done, in the centre of a quartz vein. A sample here gave 1.66% copper. One claim east there is another pronounced "burn" striking north and south, which can be traced across two claims, but as absolutely no work has been done on it very little can be said about it." (Resident Geologists Files, Thunder Bay)

REFERENCES

- Ferguson, S. L., Groen, B. A., Haynes, R.
1971: Gold Deposits of Ontario, Part I, Ontario Department of
Mines and Northern Affairs, Mineral Resources Circular 13, 315 p.
- Pomerleau, S. L.
1985: Geology of the Calm Lake Area, District of Rainy River;
Ontario Geological Survey Report 226, 72 p.
- Pomerleau, S. L.
1986: Geology of the Righteye Lake Area, District of Rainy River;
Ontario Geological Survey Report 239, 57 p.
- Little, W. C. B.
1928: Private Report to Mining Corporation of Canada Limited,
Resident Geologist's Files, Thunder Bay, 5 p.
- Schneiders, B. R., and Dutka, R. J.
1985: Property Visits and Reports of the Atikokan Economic
Geologists, 1979-1983, Atikokan Geological Survey; Ontario
Geological Survey Open File Report 5539, 512 p.
- Spence, F.
1928: Letter to Mr Watson of Mining Corporation, Resident
Geologist's Files, Thunder Bay, 1 p.
- Sullivan, B.
1908: Extracts from Reports of Engineers on Elizabeth Gold Mines,
Resident Geologist's Files, Thunder Bay.
- Tanton, T. L.
1927: Mineral Deposits of the Steeprock Lake Map Area, Ontario;
Geological Survey of Canada, Summary Report for 1925, Part C, p.
1-11.
- Willkinson, S. J.
1982: Gold Deposits of the Atikokan Area; Ontario Geological
Survey, Mineral Deposits Circular 24, 54 p.

CERTIFICATE

I, Wayne E. Holmstead, of the City of Kingston in the Province of Ontario, DO HEREBY CERTIFY THAT:

1. I am a Consulting Geologist with address at 1074 Dillingham Street, Kingston, Ontario, Canada.

2. I graduated from the University of Toronto with a Bachelor of Science in Geology in 1976 and have been practicing my profession since.

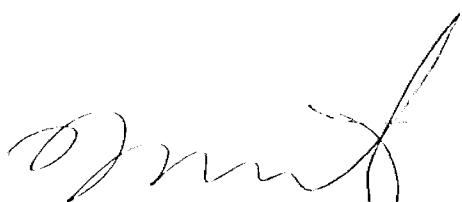
3. I am a fellow in good standing of the Geological Association of Canada.

4. I have no interest, directly or indirectly, nor do I expect to receive any interest, directly or indirectly, in the mining property described in this report or in the securities of Blue Regal Resources Ltd.

5. This report is based upon the sources listed on Page 7, and upon several visits to the property.

6. I permit Blue Regal Resources Ltd. to use this report or portions of this report in the prospectus or other documents of the company.

Dated at Kingston, Ontario, this 4th day of January, 1988.



Wayne E. Holmstead, B.Sc., P.G.A.C.



Ministry of
Northern Affairs
Mines

Report of Work

(Geophysical, Geological,
Geochemical and Expenditures)

DOCUMENT NO.

W8804516



52B13SW0012 2.12019 MIRANDA LAKE

Jack 11/management Factor Lake G-529.22

2.120 Mini

900

Type of Survey(s)

GEOLOGICAL / MCQUAT LAKE, FACTOR LAKE, MIRANDA LAKE G-529.22

Claim Holder(s)

BLUE REGAL RESOURCES

Prospector's Licence No.

T5003

Mailing Address

500 - 67 RICHMOND ST. WEST, TORONTO, M5H 1Z5

Survey Company

GECOM CONSULTING

Date of Survey (From 1 to 10)

1 8 88 Day

Total Miles of line Cut

33 KM

Name and Address of Author for Geo-Technical report

WAYNE HOLMSTEAD, 116 NIAGARA ST., KIRKLAND, QUEBEC H9J 3B6

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	
	Geological	40
	Geochemical	
Man Days	Geophysical	Days per Claim
Complete reverse side and enter total(s) here	- Electromagnetic	
	- Magnetometer	
	- Radiometric	
	- Other	
	Geological	
	Geochemical	
Airborne Credits	Electromagnetic	Days per Claim
Note: Special provisions credits do not apply to Airborne Surveys.	Magnetometer	
	Radiometric	

Expenditures (excludes power stripping)

Amount of Expenditure Days Crdts	Total Days Credits
Total Expenditure	Days Credits
\$ <input type="text"/>	+ <input type="text"/> = <input type="text"/>

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 Recorded Holder or Agent (Signature)
SEPT 27, 1988 *D. Holmstead*

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

WAYNE HOLMSTEAD, AS ABOVE

For Office Use Only		Mining Recd
Total Days Crdts Recorded	880	Oct 18 1988 Catherine J. Collins
Date Approved as Recorded	880	Branch Director

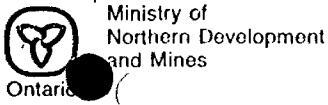
Date Certified

SEPT 27 1988

Artilized by (Signature)

D. Holmstead

22



Technical Assessment
Work Credits

File
2.12019

Date
January 30, 1989

Mining Recorder's Report of
Work No.
W8804-540

Recorded Holder

Blue Regal Resources

Township or Area

Factor, Hepburn, McQuat and Miranda Lakes

Type of survey and number of Assessment days credit per claim	Mining Claims Assessed
Geophysical	
Electromagnetic _____ days	
Magnetometer _____ days	TB 940895 to 901 inclusive 940938-39 974196-97-98
Radiometric _____ days	974200
Induced polarization _____ days	989650
Other _____ days	1000621-22-23
Section 77 (19) See "Mining Claims Assessed" column	
Geological _____ 35 _____ days	
Geochemical _____ days	
Man days []	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.	

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

TB 974199
989648-49
1000624-25

880 Bay Street
3rd Floor
Toronto, Ontario
M5S 1Z8

(416) 965-4888

March 1, 1989

Your File: W3804-540
Our File : 2.12019

Mining Recorder
Ministry of Northern Development and Mines
435 James Street South
P.O. Box 5000
Thunder Bay, Ontario
P7C 5G6

RECEIVED
March 7, 1989
Ministry of Northern Development and Mines
435 James Street South
P.O. Box 5000
Thunder Bay, Ontario
P7C 5G6

Dear Sir:

RE: Notice of Intent dated January 30, 1989.
Geological Survey on Mining Claims 940895 et al
in Factor, Hepburn, McQuat and Miranda Lakes

RECEIVED

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,

W.R. Cowan
Provincial Manager, Mining Lands
Mines & Minerals Division

Encls:

AB:sc

cc: Blue Regal Resources
Suite 500
67 Richmond Street West
Toronto, Ontario
M5H 1Z5

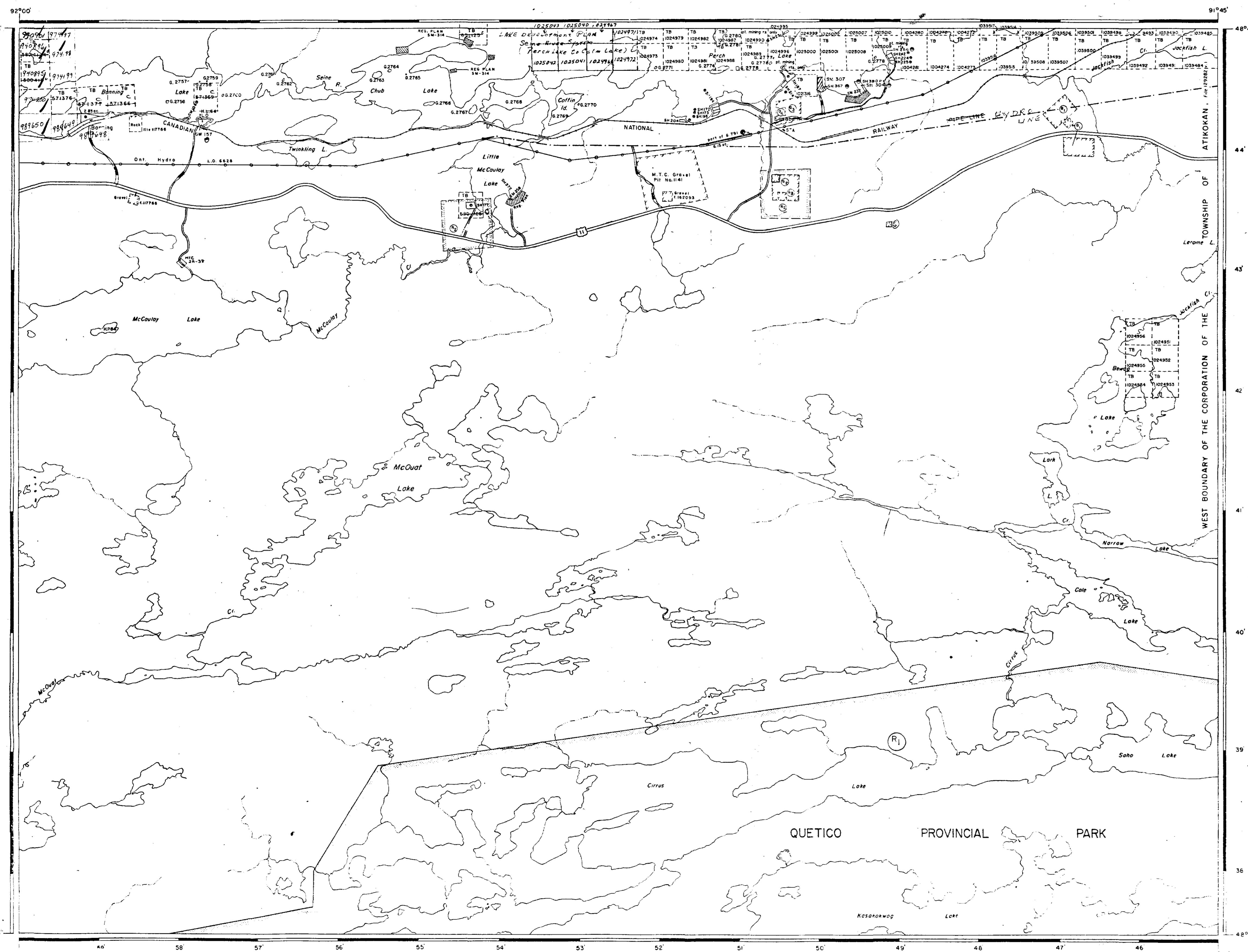
cc: Mr. Wayne Holmstead
1074 Dillingham St.
Kingston, Ontario
K1P 2P4

cc: Mr. G.H. Ferguson
Mining & Lands Commissioner
Toronto, Ontario

cc: Resident Geologist
Thunder Bay, Ontario

MIRANDA LAKE G-543

FACTOR LAKE G-527



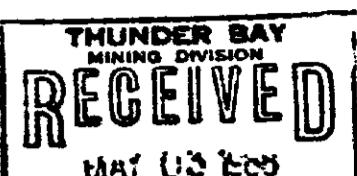
QUETICO LAKE G-551

REFERENCES

AREAS WITHDRAWN FROM DISPOSITION

S.R. - SURFACE RIGHTS M.R. - MINING RIGHTS

Description Order No. Date Disposition File
Sect. 43 M. Act. W. 41/73 31/6/73 S.R.A.M.R. 180216
I.R.O. 1970
W. 21/BONCR 30/6/80 S.R.O. 163472



LAND AND GRAVEL

- (1) M.T.C. Gravel Reserve Oct. 16, 1979
(2) M.T.C. Gravel Reserve Oct. 16, 1979
(3) Grover File 162093
(4) M.T.C. Grove Reserve 2A-8, File 162093

Area within the Quetico Provincial Park withdrawn from staking.

LEGEND

HIGHWAY AND ROUTE NO.	
OTHER ROADS	
TRAILS	
SURVEYED LINES	
TOWNSHIPS, EASE LINES, ETC.	
LOTS, MINING CLAIMS, PARCELS, ETC.	
UNSURVEYED LINES	
LOT LINES	
PARCEL BOUNDARY	
MINING CLAIMS ETC.	
RAILWAY AND RIGHT OF WAY	
UTILITY LINES	
NON-PERENNIAL STREAM	
FLOODING OR FLOODING RIGHTS	
SUBDIVISION OR COMPOSITE PLAN	
RESERVATIONS	
ORIGINAL SHOVELINE	
MARSH OR MUSKEG	
MINES	
TRAVERSE MARKMENT	

DISPOSITION OF CROWN LANDS

TYPE OF DOCUMENT	SYMBOL
PATENT, SURFACE & MINING RIGHTS	●
" SURFACE RIGHTS ONLY	○
" MINING RIGHTS ONLY	■
LEASE, SURFACE & MINING RIGHTS	□
" SURFACE RIGHTS ONLY	□
" MINING RIGHTS ONLY	□
LICENCE OF OCCUPATION	▼
ORDER-IN-COUNCIL	○C
RESERVATION	○R
CANCELLED	○C
SAND & GRAVEL	○G

NOTE: MINING RIGHTS IN PARCELS PATENTED PRIOR TO MAY 6, 1910, VESTED IN ORIGINAL PATENTEE BY THE PUBLIC LANDS ACT, R.S.O. 1970, CHAP. 380, SEC. 63, SUBSEC. 16.

SCALE: 1 INCH = 40 CHAINS

FEET 0 1000 2000 3000 4000 5000 6000 8000
METRES 0 200 400 600 800 1000 1200 2000
(1 KM) (2 KM)

AREA

McOUAT LAKE

M.N.R. ADMINISTRATIVE DISTRICT

ATIKOKAN

MINING DIVISION

THUNDER BAY

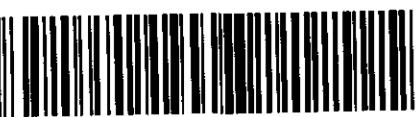
LAND TITLES / REGISTRY DIVISION

RAINY RIVER

Ministry of Natural Resources Ontario Land Management Branch

Date DECEMBER, 1981 Number

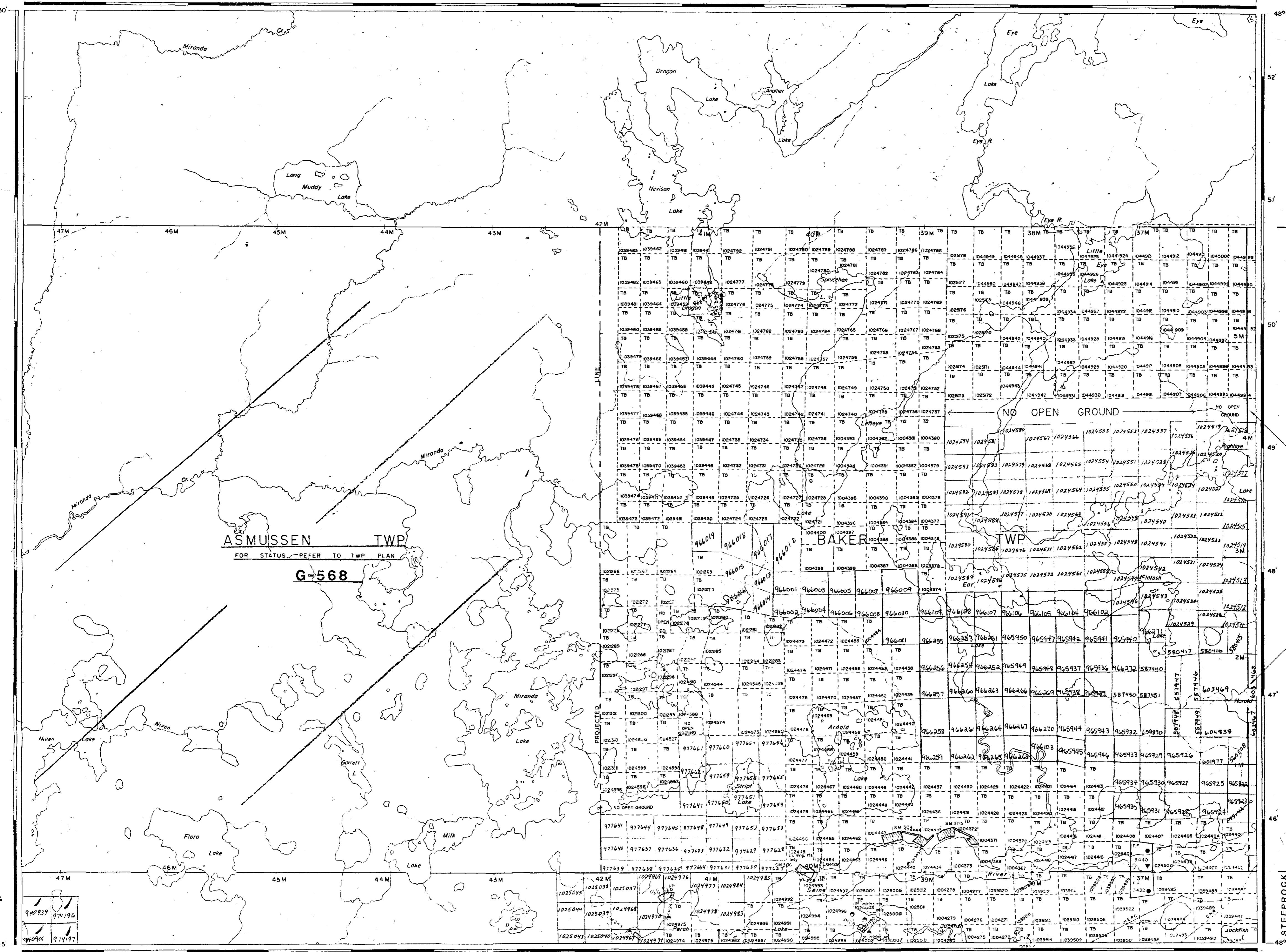
G-542



CROWROCK LAKE G-520

HEPBURN LAKE G-532

MCQUAT LAKE G-542



REFERENCES

AREAS WITHDRAWN FROM DISPOSITION

S.R. -- SURFACE RIGHTS M.R. -- MINING RIGHTS

Description Order No. Date Disposition File

SAND AND GRAVEL

(G) Quarry Permit 483

LEGEND

- HIGHWAY AND ROUTE NO.
OTHER ROADS
TRAILS
SURVEYED LINES
TOWNSHIPS, BASE LINES, ETC.
LOTS, MINING CLAIMS, PARCELS, ETC.
UNSURVEYED LINES
LOT LINES
PARCEL BOUNDARY
MINING CLAIMS & TC
RAILWAY AND RIGHT OF WAY
UTILITY LINES
NON-PERENNIAL STREAM
FLOODING OR FLOODED RIGHTS
SUBDIVISION OR COMPOSITE PLAN RESERVATIONS
ORIGINAL SHORELINE
MARSH OR MUSKEG
MINES
TRAVERSE MONUMENT

DISPOSITION OF CROWN LANDS

TYPE OF DOCUMENT	SYMBOL
PATENT, SURFACE & MINING RIGHTS	●
“ SURFACE RIGHTS ONLY	○
“ MINING RIGHTS ONLY	■
LEASE, SURFACE & MINING RIGHTS	□
“ SURFACE RIGHTS ONLY	△
“ MINING RIGHTS ONLY	▽
LICENCE OF OCCUPATION	OC
ORDER-IN-COUNCIL	OC
RESERVATION	○
CANCELLED	○
SAND & GRAVEL	○

NOTE: MINING RIGHTS IN PARCELS PATENTED PRIOR TO MAY 6, 1913, VESTED IN ORIGINAL PATENTEE BY THE PUBLIC LANDS ACT, R.S.O. 1970, CHAP. 380, SEC. 63, SUBSEC. 1.

SCALE: 1 INCH = 40 CHAINS

FEET	0 1000 2000 4000 6000 8000
METERS	0 200 1000 2000 (2 KM)

AREA

MIRANDA LAKE

M.N.R. ADMINISTRATIVE DISTRICT

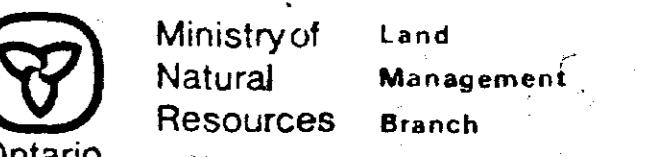
ATIKOKAN

MINING DIVISION

THUNDER BAY

LAND TITLES / REGISTRY DIVISION

RAINY RIVER




Data Number

August 15, 1985

G-543

230



2.12019

