

CZN-12/1108

54-1



Indian and Northern Affairs Canada / Affaires indiennes et du Nord Canada

Northern Affairs Program, P.O. Box 150, Fort Simpson, N.W.T. XOE ONO

Your file / Votre référence

Our file / Notre référence

N92C778

August 17, 1992

San Andreas Mining Corp., 900-595 Howe Street, Vancouver, BC V6C 2T5

Attn: President of San Andreas

Re: Land Use Permit N92C778  
Access, Diamond Drilling and Trenching  
Prairie Creek Minesite, NT

As you are probably aware, your Mr. Brian V. Hall is no longer your Project Manager for the above noted Land Use operation, and todate we have not been notified of his replacement (Mr. Colin McAleenan advises that he has sent information to your office). I would appreciate your Company responding to Land Use Permit operating condition number 34 (per attached permit copy), as soon as possible, in order to communicate with a Company representative to discuss the ongoing operations.

Also attached is a copy of an Environmental Inspection Report carried out by Land Use Inspector, Scott Davidson and two other officers on August 14, 1992. The Inspector was accompanied by Mr. Colin McAleenan who drove us to the drill sites, and brought us up todate on the operation. The operation todate is carried out with only a few minor corrections required in order to keep restoration measures progressively satisfactory.

If you have any questions or comments on this report, or on the operation as a whole, please feel free to contact the Inspector or the undersigned at 403-695-2626 any time.

Yours truly,  
*B. J. J. Gauthier*  
B.J.J. Gauthier,  
District Manager

encls:

cc: Land Resources  
Director of Operations  
Colin McAleenan,  
c/o Wolverine Air

BJJF/fcm

Canada



ENVIRONMENTAL INSPECTION REPORT

Date: August 14, 1992

Permittee: (complete name and address) San Andreas Mining Corp.  
900-595 Howe Street Vancouver BC V6C 2T5

Land Use Permit No.	N92C778	Permit Expiry Date	Dec 31, 1993	Last Previous Inspection	Annual
Quarrying Permit No.					
Contractor:	Paragon Drilling	Subcontractor:			

Location(s) Inspected: 6 Drilling locations for 10 drill holes.  
Area NE of 3050 Portal on the Surface Waste, Campsite.

Current Stage of Operation: Drilling in progress drilling site 6 Hole #10

Program Modifications Approved: None Noted.

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected		
		Drilling	CAMP	
A	Location as Permitted	A		
B	Timing as Permitted	N/A		
C	Equipment as Approved	A		
D	Methods & Techniques	A*		See Note #1
E	Facilities	A		
F	Erosion	N/A		See Note #2
G	Chemicals, Waste	A		
H	Wildlife & Fisheries Habitat	-		
I	Ecological Resource	-		
K	Fuel Storage	A		
L	Brush Disposal	N/A		
M	Matters Not Inconsistent	A		
N	Water Engineering	-		
O	Water Supply	-		
P	Restoration	-		
Q	Quarrying Methods	-		
R	Sections 12 to 19 T.L.U.R.	-		
S				
T				

Surveillance Network Program N/A

Explanatory Remarks (attach page 2, if required) Note #1 - Excavations and Embankments permittee to ensure that all sidehill cuts are backfilled per rule 10. It is arranged that this work be completed in a progressive manner. Note #2. Please note Page 2 attached  Yes  No

Representative's Signature  
Representative's Title

Inspector's Initials

Inspector's Signature  
District Mgr. Initials



Date August 14, 1992

Permit No. N92C778  
No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

Areas of potential erosion and take the necessary steps to ensure that erosion is kept to a minimum. Steps would include construction of diversion ditches or ditches along an access roads in the area of your work. This can be completed in conjunction with backhoeing operations. (Condition # 16)

All conditions appear to be satisfactory and in accordance to the provisions of the Land Use Permit. All work inspected this date falls within the Surface Lease 95F/10-S-3

Thank you to Mr. Roger Potvin and Colin McAlenan for their assistance and hospitality extended to inspectors during their inspection of the site.



 A. J. Jansen  
Land Use Inspector - Inspecteur de l'utilisation des terres

11

CZN-1101408

RGR ~~424~~  
54-2



Indian and Northern Affairs Canada  
Affaires indiennes et du Nord Canada

Northern Affairs Program,  
P.O. Box 150,  
Fort Simpson, N.W.T.  
XOE ONO

Your file Votre référence

Our file Notre référence  
N92C778

November 26, 1992

San Andreas Mining Corp.,  
900 - 595 Howe Street,  
Vancouver, BC V6C 2T5

Attn: Peter P. Tsaparas, P. Eng.

Re: Land Use Permit N92C778  
Access, Diamond Drilling and Trenching  
Prairie Creek Minesite, N.W.T.

Attached for your information and records is a copy of an Environmental Inspection Report carried out by Mr. S. Davidson accompanied by Mr. Kent Halvorson. The report was carried out on November 24, 1992 and covered your drilling operation near Prairie Creek.

All Land Use Permit operating conditions were found to be acceptable at the time of the inspection, and we are pleased with your operation so far. Our Inspector has reminded your Project Manager that restoration should be progressive. It is understandable that until the drilling is completed, access roads may be re-utilized from time to time, however we wish to emphasize the fact that restoration should keep pace as much as is possible in a progressive manner.

A copy of the extension letter is also attached for your records. Keep up the good work.

Yours truly,

B.J.J. Gauthier,  
District Manager

encls:

cc: Land Resources  
Director of Operations  
Colin McAleenan

BJJG/fcm

Land Use Permit No.	N92C778	Permit Expiry Date	Dec 30, 1993	Last Previous Inspection	August 29/92
Quarrying Permit No.					

Contractor: San Andreas Mining Corp Subcontractor:

Location(s) Inspected: <sup>(Holes)</sup> Sites 10, 6, 1, 2, 3, 18, 19, 20A, 13, 14, 7, 8, 9, 12, 11  
 Preparation for site 21 - Site for 2-3 holes.

Current Stage of Operation: Presently re-drilling Site 6 Hole # 10 for more depth.

Program Modifications Approved: Extension Approved to Dec 30, 1993 on Oct 2, 1992.

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected		
		Drilling	Camp.	
A	Location as Permitted	A	A	
B	Timing as Permitted	A	A	
C	Equipment as Approved	A+	A	See Remarks (Credited)
D	Methods & Techniques	A+	—	See Remark - Sump.
E	Facilities	A	A	
F	Erosion	A	—	
G	Chemicals, Waste	A	A	
H	Wildlife & Fisheries Habitat	—	—	
I	Ecological Resource	—	—	
K	Fuel Storage	A	—	
L	Brush Disposal	A	—	
M	Matters Not Inconsistent	A	A	
N	Water Engineering	—	—	
O	Water Supply	—	—	
P	Restoration	—	—	
Q	Quarrying Methods	—	—	
R	Sections 12 to 19 T.L.U.R.	A	A	
S				
T				

Surveillance Network Program N/A.

Explanatory Remarks (attach page 2, if required) Operations continue reasonably smoothly since our last inspection of Aug 29, 1992. Since that date 3 new sites have been drilled for a total of 10 holes. Inspectors noted a new

Site presently being constructed for up coming drilling Activities. to Date there have been 21 holes drilled.

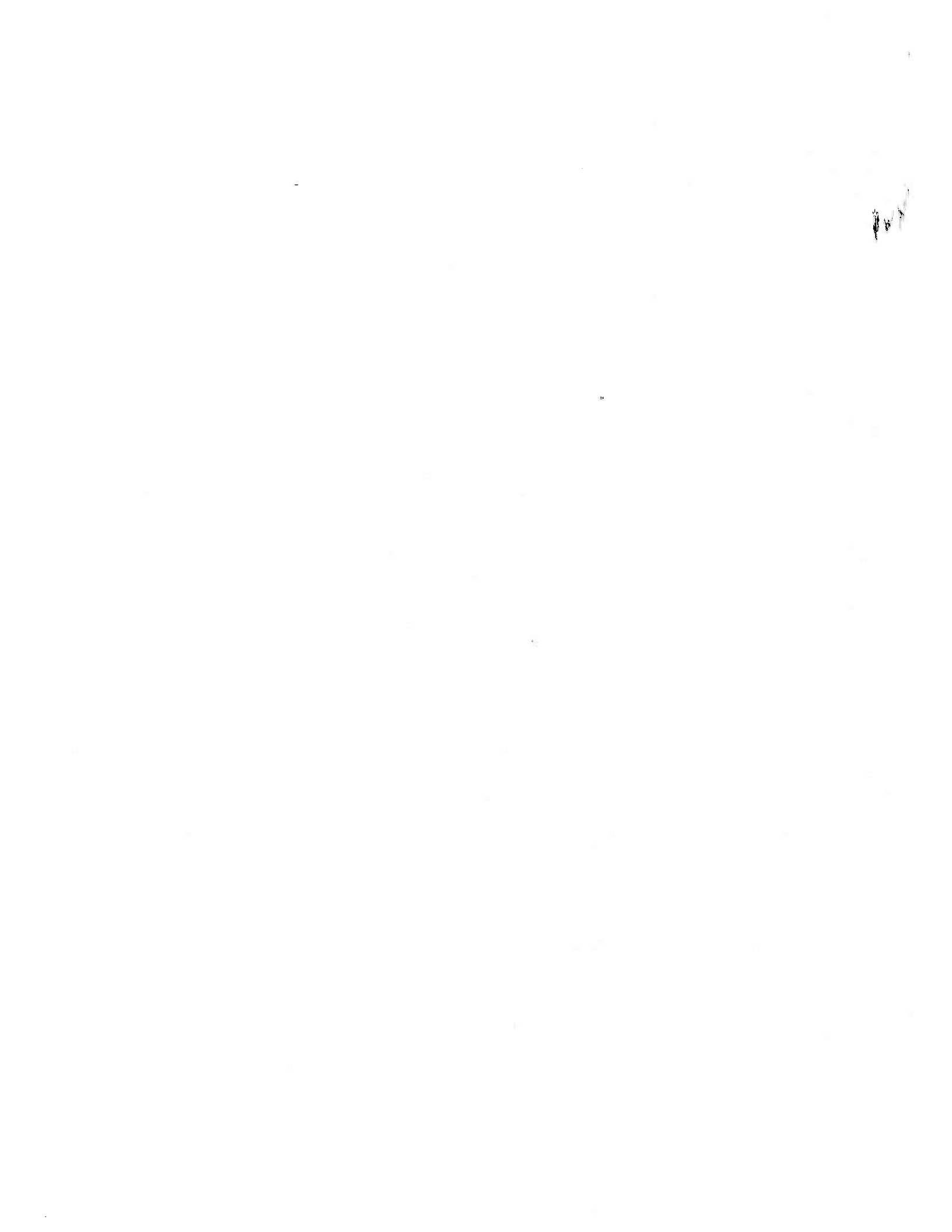
Drilling sumps have been utilized as required by condition #10 as annexed to the land Use Permit. It was explained by Mr. Colin McAleenan that in all but one hole to date that circulation of fluids were lost after reaching the 100-150' mark in drilling which eliminates the need for the sump, however sump are routinely constructed and utilized at each drilling location.

Drilling Activities have taken run approximately 500m to the NNE from the upper portal.

Reclamation activities have not commenced as a majority of access roads & sites cleared will be required for some time to come. The Permittee is reminded of their reclamation requirements as this program progresses.

Overall the operation is fully acceptable, the camp continues to use the tanking paid for sewage disposal. Water for all operations including drilling is pumped from a well as the creek has dried up. Drill water is heated utilizing 3 oil fired heaters positioned along the water line.

Thank you to Colin McAleenan & Sandy Guleson for their cooperation & assistance during this inspection.







Indian and Northern  
Affairs Canada

Affaires indiennes  
et du Nord Canada

CZN-Dec/2108

*SFB*

RFRS4-3

Northern Affairs Program  
P.O. Box 150  
Fort Simpson, N.W.T.  
XOE ONO

March 4, 1993

Your file    Votre référence

Our file    Notre référence

N92C778

San Andreas Mining Corp.  
900 - 595 Howe Street,  
Vancouver, B. C. V6C 2T5

Re: Land Use Permit Application N92C778  
San Andreas Mining Corp.  
Access, Diamond Drilling, and Trenching  
Prairie Creek Minesite, N.W.T.

On March 3, 1993 Scott Davidson, Land Use Inspector, conducted an inspection on the above noted Land Use Operation. An Environmental Inspection Report is attached for your information. Please note the Inspectors comments and respond accordingly to recommendations made.

As indicated all operating conditions as annexed to the above referenced Land Use Permit were found to be fully satisfactory.

We encourage your staff to keep us informed of your progress on a regular basis, and give us sufficient notification of drill movement, especially to new areas. By providing this information our District Office can plan our inspections accordingly.

I wish to thank Mr. Sandy Gibson and Mr. Roger Potvin for assistance extend to the inspector during this inspection.

Should you have any questions regarding this inspection pleas call the Inspector or the undersigned at (403) 695-2626.

Yours truly,

*B. J. J. Gauthier*

B.J.J. Gauthier  
District Manager

encls.

cc: Land Resources  
Director of Operations

BJJG/sd

Canada



ENVIRONMENTAL INSPECTION REPORT

Date: March 31/93

Permittee: (complete name and address) San Andreas Mining Corp  
900-595 Howe Street Vancouver B.C. V6C 2T5

Land Use Permit No.	N92C778	Permit Expiry Date	Dec 30 1993	Last Previous Inspection	Nov 24 1992
Quarrying Permit No.					

Contractor: San Andreas Mining Corp. Subcontractor: N/A

Location(s) Inspected: Drill Hole 21. (22 23 24 & 25) 22 and 26

Current Stage of Operation: Dullery @ Hole 26.

Program Modifications Approved: none noted.

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected		
		Dullery	Camp.	
A	Location as Permitted	A	A	
B	Timing as Permitted	A	A	
C	Equipment as Approved	A*	A	Condition #10
D	Methods & Techniques	A	-	
E	Facilities	A	A	
F	Erosion	A	-	
G	Chemicals, Waste	A	A	
H	Wildlife & Fisheries Habitat	-	-	
I	Ecological Resource	-	-	
K	Fuel Storage	A	-	
L	Brush Disposal	A	-	
M	Matters Not Inconsistent	A	A	
N	Water Engineering	-	-	
O	Water Supply	-	-	
P	Restoration	-	-	
Q	Quarrying Methods	-	-	
R	Sections 12 to 19 T.L.U.R.	A	A	
S				
T				

Surveillance Network Program N/A

Explanatory Remarks (attach page 2, if required) Operations started up on Feb 9, 1993 after a 8 week Christmas break. 5 holes have been drilled with the drill positioned @ +26 pending repairs. San Andreas continues to make use of  
Page 2 attached  Yes  No

Representative's Signature: [Signature] PROJECT GEOLOGIST  
Inspector's Signature: [Signature]  
RMO Initials: [Blank]  
District Mgr. Initials: [Signature]

Date March 3, 1993

Permit No. N92C778  
 No de permis

Explanation and Remarks (Continued)  
 Explications et remarques (suite)

samples at each location despite the fact that they generally have circulation and do not require the pump (as explained last inspection). Hole 26 will likely generate fluids as it is located at a previously drilled site, which the formation was solid enough for circulation to be maintained, a pump is yet to be established at this site.

all other conditions related to drilling operations appeared to fully acceptable at the time of this inspection. Sandy <sup>Gibson</sup> (Project Geologist) explained that drilling as originally applied for, in and around the mill site is near completion (operations to the North will be held off until the summer) and he explained the next leg of proposed operations and the location of hole # 27. He was advised to sample a proposal for approval to test resources and the District allowing sufficient time for processing (2 weeks). Sandy explained that it is almost impossible to pin point exact drilling locations as this is dependent of the last hole drilled, but agreed he could send us an indication or projection of the area they plan to proceed to.

The camp site location in office complex is being run in a fully acceptable manner and sewage continues to be disposed of in the tailing pond.

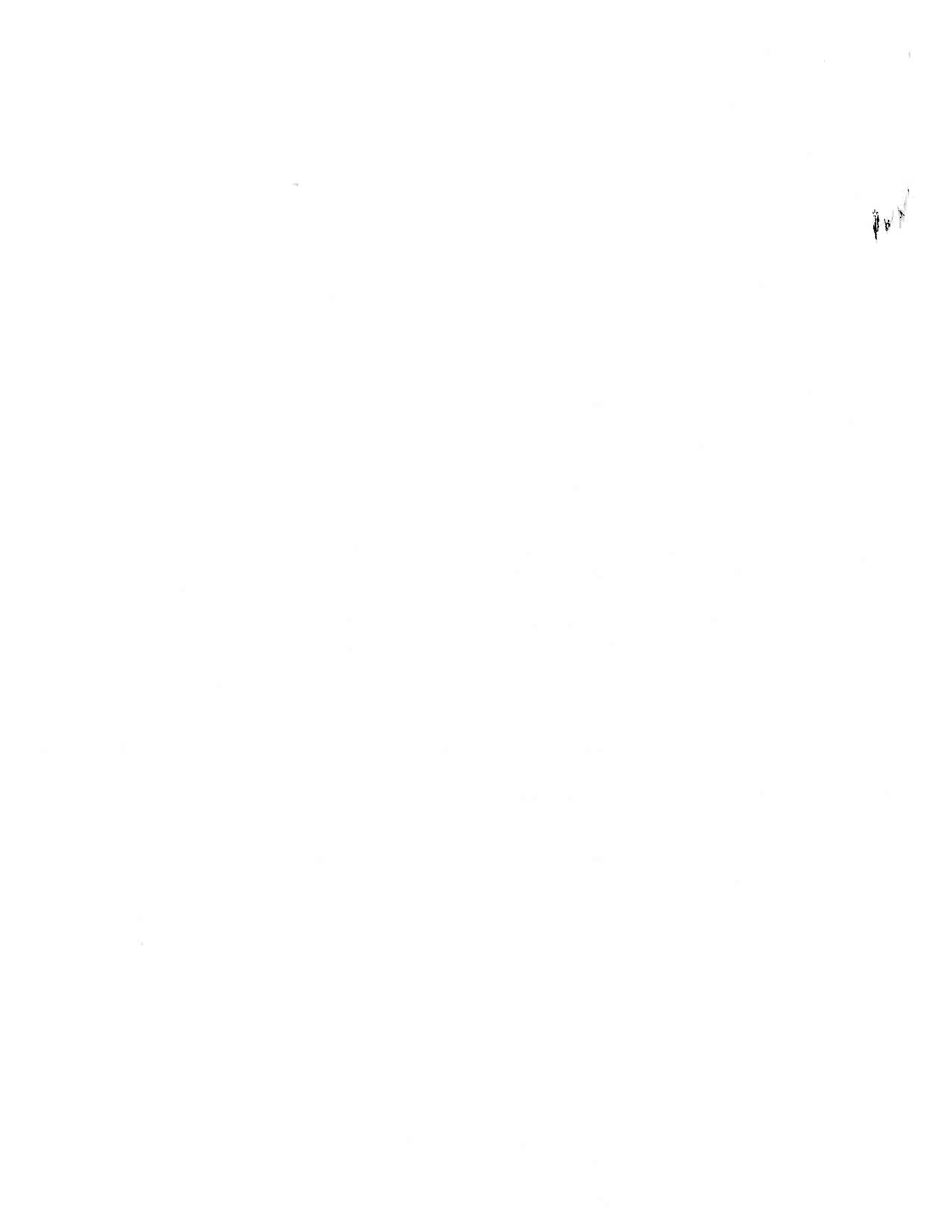
Mr. Sandy <sup>Gibson</sup> accompanied the Inspector during this inspection, his assistance is appreciated as is Mr. Roger Paduano.

  
 Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).

Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).





Indian and Northern  
Affairs Canada

Affaires indiennes  
et du Nord Canada

CZW-Hee12108

~~528~~

REF 54-4

**Northern Affairs Program**  
P.O. Box 150  
Fort Simpson, N.W.T.  
XOE 0N0

June 3, 1993

Your file    Votre référence

Our file    Notre référence  
**N92C778**

**San Andreas Mining Corp.**  
900 - 595 Howe Street,  
Vancouver, B. C. V6C 2T5

**Re: Land Use Permit N92C778**  
**San Andreas Mining Corp.**  
**Access, Diamond Drilling, and Trenching**  
**Prairie Creek Minesite, N.W.T.**

On June 2, 1993 Scott Davidson and Kent Halvorson, Land Use Inspectors and Ken Etherington, Water Resource Officer, accompanied by Mr. Sandy Gibson of your company conducted an inspection on the above noted Land Use Operation. An Environmental Inspection Report is attached for your information.

As indicated by Mr. Davidson, all operating conditions as annexed to the above referenced Land Use Permit were found to be acceptable. Please note the Inspectors comments regarding restoration and brush disposal and the requirement to initiate cleanup of the completed drilling sites as soon as possible. Fuel identified in the Inspection Report next to Harrison Creek must be relocated to an area that would place the fuel more than 30 meters from the Creek.

Mr. Gibson has discussed these above requirements with Mr. Davidson and stated that he would act on them as soon as possible.

I wish to thank Mr. Sandy Gibson and Mr. Roger Potvin for assistance extended to the Inspectors during this inspection.

Should you have any questions regarding this inspection please call our office at (403) 695-2626 and speak to either Mr. Davidson or the undersigned.

Yours truly,

  
\_\_\_\_\_  
B.J.J. Gauthier  
District Manager

encls.  
cc: Land Resources  
Director of Operations  
SWD/sd

**Canada** 



ENVIRONMENTAL INSPECTION REPORT

Date: June 2, 1993

Permittee: (complete name and address) San Andreas Mining Corp.  
900-595 Howe Street, Vancouver B.C. V6C 2T5

Land Use Permit No.	N92C778	Permit Expiry Date	Dec. 30, 1993	Last Previous Inspection	March 8, 1993
Quarrying Permit No.					

Contractor: San Andreas Mining Subcontractor: Same

Location(s) Inspected: Drill Holes (27, 30, 31) (35) (28, 29) (32) and (33)

Current Stage of Operation: Presently drilling @ hole # 36

Program Modifications Approved: None Noted.

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected		
		Drilling	Camp	
A	Location as Permitted	A	A	
B	Timing as Permitted	A	A	
C	Equipment as Approved	A*	N/A	Condition #10.
D	Methods & Techniques	A	N/A	
E	Facilities	A	—	
F	Erosion	A	—	
G	Chemicals, Waste	A	A	
H	Wildlife & Fisheries Habitat	—	—	
I	Ecological Resource	—	—	
K	Fuel Storage	A*	A	See Note Page 2.
L	Brush Disposal	A*	—	See Note Page 2.
M	Matters Not Inconsistent	A	A	
N	Water Engineering	—	—	
O	Water Supply	—	—	
P	Restoration	—	—	
Q	Quarrying Methods	—	—	
R	Sections 12 to 19 T.L.U.R.	A	A	
S				
T				

Surveillance Network Program N/A

Explanatory Remarks (attach page 2, if required) See Page 2  
Page 2 attached  Yes  No

Representative's Signature  
Representative's Title

RMO Initials

Inspector's Signature  
District Mgr. Initials



Date: June 2, 1993

Permit No. N92C778  
No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

Scott Dandson and Ken Halverson were accompanied by Sandy Gibson of San Andreas and Ken Othrington, Water Officer NAP during this inspection.

Drilling operations had recommenced on June 1, 1993 after a 19 day lay off. Since the last inspection 6 new drilling locations (PADs) were constructed with 9 holes being drilled. All pads inspected were found to be acceptable with several items identified requiring Action. Per condition # 10 of the Land Use Permit Mr Gibson was encouraged to assess previously constructed drilling pads and plan to re-enter these areas to excavated slope and backfill cuts made in an attempt to restore these sites. Some debris disposal (trees and brush) was also discussed.

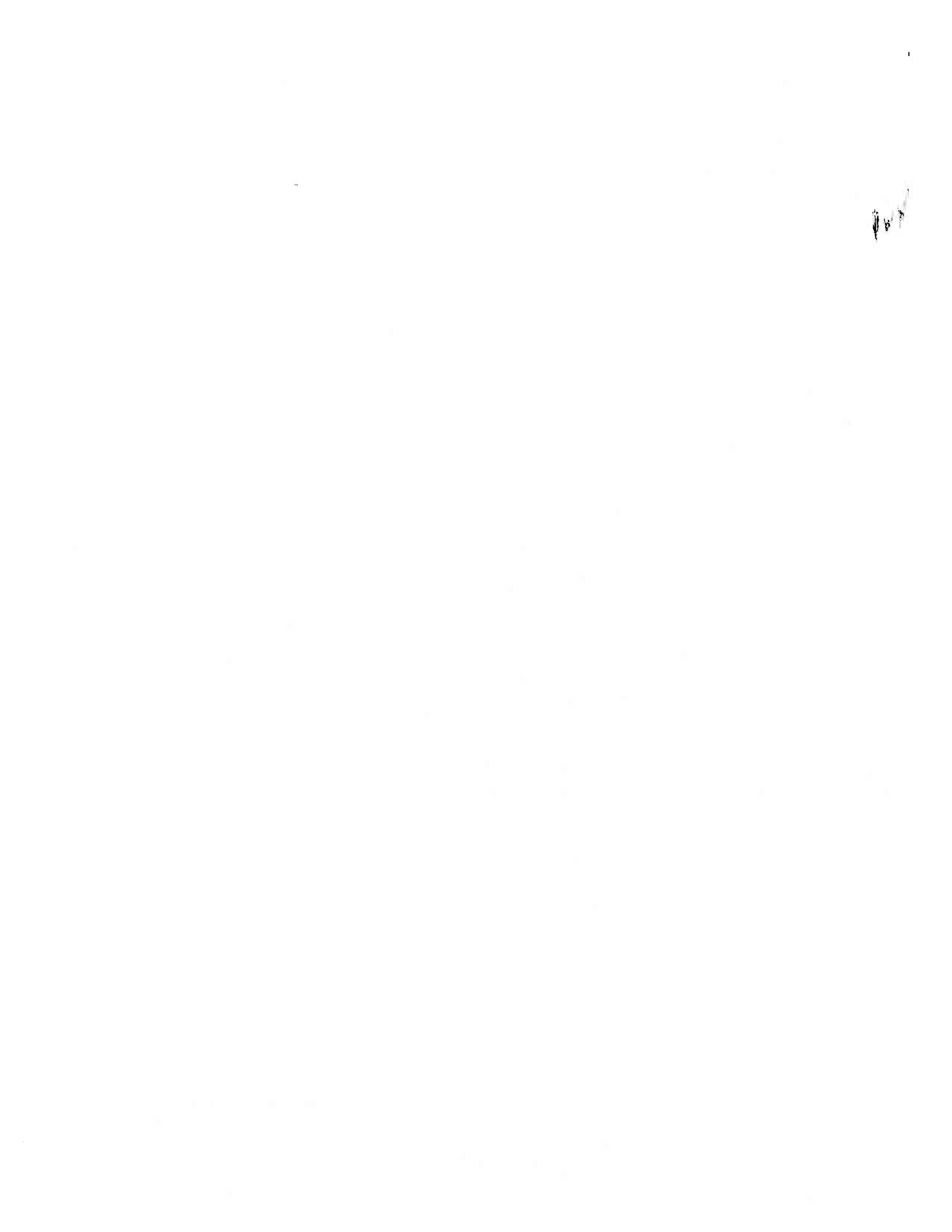
The water line pump is located in Harrison creek feeding the drill. It was noted that 2 45 gallon barrels of fuel were placed 2 meters from the waters edge. Mr. Gibson is requested to move this fuel 30 meters from the OELW of the stream per condition # 24.

All other conditions were found to be fully acceptable. Inspectors wish to thank Mr. Gibson for his assistance & Hospitality extend to uspectu during this inspection.

AMG

Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).  
Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).





CZW-Dec/2108  
→ file RFR 54-5



Indian and Northern Affairs Canada  
Affaires indiennes et du Nord Canada

Northern Affairs Program,  
P.O. Box 150,  
Fort Simpson, NT  
XOE 0NO

Your file    Votre référence

Our file    Notre référence

N92C778

July 15, 1993

San Andreas Mining Corp.,  
900 - 595 Howe Street,  
Vancouver, BC V6C 2T5

Re: Land Use Permit N92C778  
Access, Diamond Drilling, and Trenching  
Prairie Creek minesite, NWT

Enclosed, please find a copy of an Environmental Inspection Report carried out on the above noted operation on July 13, 1993. The inspection was carried out by Mr. Kent Halvorson, and Mr. Ken Etherington, Water Resource Officer for the Fort Simpson District. Mr. Halvorson was accompanied by your Mr. Sandy Gibson at the minesite, who signed this report after discussing the contents.

The report is self explanatory and I note with interest that reclamation work was carried out as instructed by the officers. As well we were advised well in advance (July 10 letter) of your company's proposals to carry out a diamond drilling operation in area 'D' (zones 6 and 7). The request to trench within 30 metres of a stream at the winter road showing, was sent in to the Engineer for his review, this date. We will advise Mr. Gibson as soon as this process is complete.

Yours truly,

*B.J.J. Gauthier*  
B.J.J. Gauthier,  
District Manager

encls:

cc: F.N. Adlem  
Land Resources  
Sandy Gibson

BJJG/fcm

Date July 13 1993Permit No. N 92C 778

No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

week to complete the program in this area. Drilling is planned to commence in approx. 3 weeks time South West of the mine site in a new location.

Reclamation work near the boneward as recommended in the last inspection report for the pads on holes 27, 30, 31, 35 has been carried out and is fully ~~not~~ acceptable. One new pad has been constructed since the last inspection for hole # 37. All roads + pads in this area are fully acceptable.

The mine site has hired Joe Roth of Fort Simpson to begin a general cleanup of junk, wood + scrap metal on the site. This will improve on the general condition of the camp and mine site area.

The area that has been selected for proposed trenching is in the same location as trenching done in the past and will be within the 30 meter zone of a creek. Due to the lay of the road and a ditch between the creek and trenching area, there should be no contamination of the creek in any way.

The Geologist camp is approx 7.5 km. North and West of the Mine site and is fully acceptable. There are two tents and all garbage is burned and hauled out. All other waste is disposed of ~~properly~~ in an acceptable manner.

The bio pump and fuel drums located close to Banison Creek have been moved a sufficient distance from the creek and placed in a metal base that acts as a berm also. This is now fully acceptable.

The Northern Affairs Program would like to thank Sen Andreas for their prompt attention to recommendations in the last inspection and for their hospitality during this inspection.

All aspects of this inspection are fully acceptable.

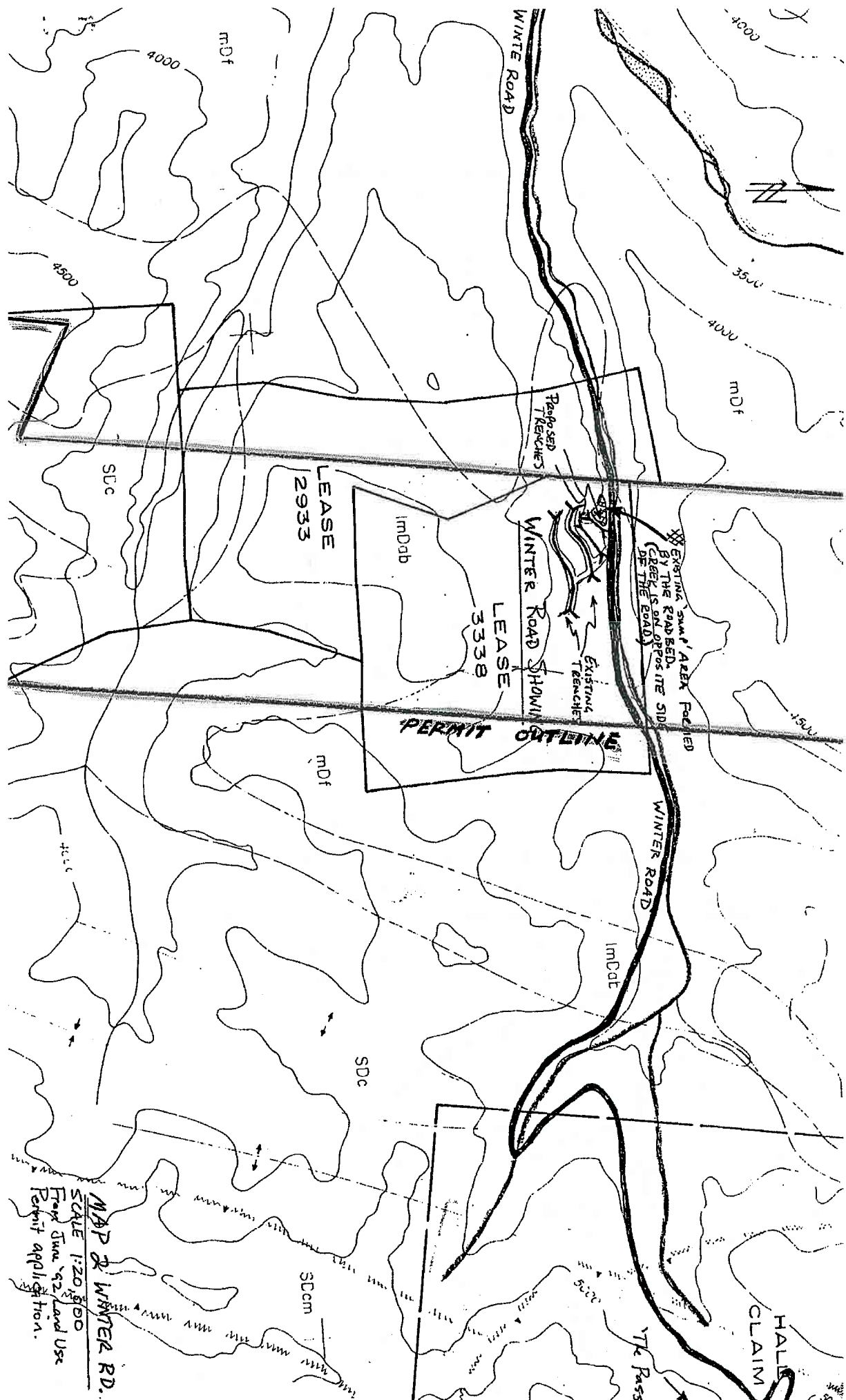
*Am Gibbs*

*[Signature]*

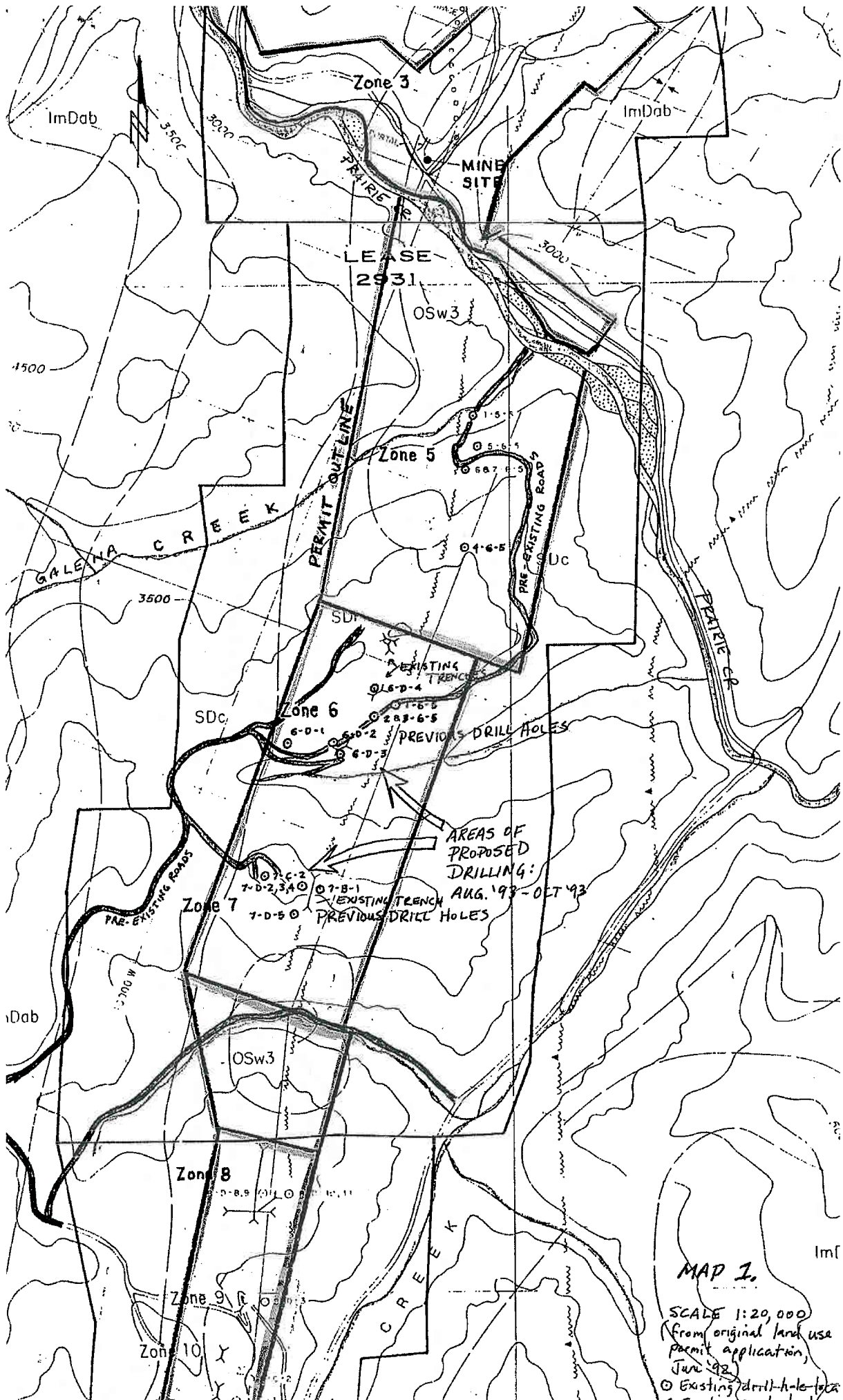
Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).

Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).



MAP OF WINTER RD.  
 SCALE 1:20,000  
 For Use of Land Use  
 Permit application.



**MAP 1.**

SCALE 1:20,000  
 (From original land use permit application, June '92)  
 ○ Existing drill-hole loca

ENVIRONMENTAL INSPECTION REPORT

Date: July 13, 1993

Permittee: (complete name and address) **SAN ANDREAS MINING CORP.**  
**900-595 HOWE STREET, VANCOUVER B.C. V6C 2T5**

Land Use Permit No.	<b>N 92C 778</b>	Permit Expiry Date	<b>DEC. 30 1993</b>	Last Previous Inspection	<b>JUNE 2 1993</b>
Quarrying Permit No.					
Contractor:	<b>SAN ANDREAS MINING</b>	Subcontractor:	<b>Sami.</b>		

Location(s) Inspected: **DRILL HOLES 40, 27 28 29 30 31 35**  
**REMOTE GEOLOGIST CAMP - TRENCHING AREA - ACCESS ROAD**

Current Stage of Operation: **PRESENTLY DRILLING ON HOLE 40.**

Program Modifications Approved: **N/A.**

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected		
		DRILLING	CAMP	REMOTE CAMP
A	Location as Permitted	A	A	A
B	Timing as Permitted	A	A	A
C	Equipment as Approved	A	N/A	N/A
D	Methods & Techniques	A	N/A	N/A
E	Facilities	A	-	-
F	Erosion	A	-	-
G	Chemicals, Waste	A	A	A
H	Wildlife & Fisheries Habitat	-	-	-
I	Ecological Resource	-	-	-
K	Fuel Storage	A	A	N/A
L	Brush Disposal	A	-	N/A
M	Matters Not Inconsistent	A	A	A
N	Water Engineering	-	-	-
O	Water Supply	-	-	-
P	Restoration	-	-	-
Q	Quarrying Methods	-	-	-
R	Sections 12 to 19 T.L.U.R.	A	A	A
S				
T				

Surveillance Network Program

Explanatory Remarks (attach page 2, if required) **LENT HALVORSON WAS ACCOMPANIED BY SAMI GIBSON OF SAN ANDREAS ON THIS INSPECTION. THE DRILL IS BACK ON HOLE # 40 AND THIS IS GOING TO BE THE LAST DRILLING DONE IN THIS AREA. DRILLING IS GOING TO END BY THE END OF THE** Page 2 attached  Yes  No

Representative's Signature: *[Signature]*  
 Representative's Title: \_\_\_\_\_  
 RMO Initials: *[Initials]*  
 Inspector's Signature: *[Signature]*  
 District Mgr. Initials: \_\_\_\_\_

11/11/11

CZW-DeclH08

→ file RFR 54-6



Indian and Northern Affairs Canada / Affaires indiennes et du Nord Canada

please fax copy to  
Colin El Sanders sent before  
Jelvis  
Pete.

Your file / Votre référence

Our file / Notre référence  
N92C778

Northern Affairs Program  
P.O. Box 150,  
Fort Simpson, N.W.T.  
X0E 0N0

August 20, 1993

San Andreas Mining Corp.,  
900 - 585 Howe Street,  
Vancouver, B.C. V6C 2T5

Re: Land Use Permit N92C778  
Access, Diamond Drilling and Trenching  
Prairie Creek Area, N.T.

On August 19, 1993 Scott Davidson, Land Use Inspector, accompanied by Mr. Sandy Gibson and Mr. Allan Taylor of your company, conducted an inspection of your operations as described above. An Environmental Inspection Report is attached for your review.

The Inspector notes that trenching recently authorized in both the Rico and Zebra showings has commenced and has been completed at the Zebra site and is on-going at the Rico showing. All work completed to date is fully satisfactory.

Diamond Drilling operations in Zone 6 were also inspected as identified in the attached Inspection Report, this operation was also found to be fully acceptable.

I wish to thank you and your staff for their assistance and hospitality extended to Inspectors during this Inspection.

Should you have any questions regarding this inspection please contact either the undersigned or an Inspector at our Fort Simpson Office at 695-2626.

Yours truly,

B.J.J. Gauthier  
B.J.J. Gauthier  
District Manager

cc: Floyd Adlem  
Land Resources

encl.

SWD/sd

ENVIRONMENTAL INSPECTION REPORT

Date: August 19, 1993

Permittee: (complete name and address) San Andreas Mining Corporation  
900-595 Howe Street, Vancouver, B.C. V6C 2T5

Land Use Permit No.	<u>N92C778</u>	Permit Expiry Date	<u>Dec 30, 1993</u>	Last Previous Inspection	<u>July 13, 1993</u>
Quarrying Permit No.					

Contractor: San Andreas Subcontractor:

Location(s) Inspected: Winter Road Shaving (Pico), Zebra Shaving and Diamond Drilling Hole #41

Current Stage of Operation: Drilling Hole #4, trenching @ Pico Shaving and Access and trenching @ Zebra Shaving.

Program Modifications Approved: Trenching Pico Shaving Approved July 21/93  
" Zebra " " August 11/93

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected			
		Pico	Zebra	CAMP	Drilling
A	Location as Permitted	A	A	A	A
B	Timing as Permitted	A	A	A	A
C	Equipment as Approved	A	A	A	A
D	Methods & Techniques	A*	A*	A*	A*
E	Facilities	A	A	A	A
F	Erosion	A*	A*	N/A	A
G	Chemicals, Waste	A	A	A	A
H	Wildlife & Fisheries Habitat	-	-	-	-
I	Ecological Resource	-	-	-	-
K	Fuel Storage	A	A	A	A
L	Brush Disposal	A*	A*	N/A	A
M	Matters Not Inconsistent	A	A	A	A
N	Water Engineering	-	-	-	-
O	Water Supply	-	-	-	-
P	Restoration	-	-	-	-
Q	Quarrying Methods	-	-	-	-
R	Sections 12 to 19 T.L.U.R.	A	A	A	A
S					
T					

Surveillance Network Program

Explanatory Remarks (attach page 2, if required) at the time of this inspection the inspector was accompanied by Sandy Gordon and Al Taylor of San Andreas. The inspection included on site inspections of recent trenching at the Page 2 attached  Yes  No

Representative's Signature: [Signature] Representative's Title: Project Geologist  
 RMO Initials: [Signature]  
 Inspector's Signature: [Signature] District Mgr. Initials: [Signature]





Date August 17/93

Permit No. N92C778  
No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

Pico and Zelma Shimming. Work completed <sup>to date</sup> at both of the locations was found to be fully acceptable. The Access Road and trenching at the Zelma shimming has been completed, all trenches have been backfilled and the access has been left open for possible future Drilling. Trenching at the Pico Shimming is ongoing and will continue for some time. Adequate measures have been taken to ensure that run off water does not enter the adjacent creek, a pit at the end of the trench will ensure this. Reclamation work is pending at both of these locations.

Drilling has commenced at hole #41 to the South and West of camp in Zone 6. This hole will be completed in the next day also. All aspects of the drilling operation was found to be fully satisfactory.

No changes were noted at the <sup>main</sup> campsite at the mine site. Remote camps used by the geologists in the field have been cleaned up as required in a fully acceptable manner.

Access from the Mine site to the Zelma and Pico shimmings has been opened up with minimal disturbance in charge to the original roadway.

Am Gibb

Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).

Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).

11

CZW-Rec 12/108  
RFR 54-7



Indian and Northern Affairs Canada  
Affaires indiennes et du Nord Canada

International Year of the World's Indigenous People



Année internationale des populations autochtones

A New Partnership

Un nouveau partenariat

Northern Affairs Program  
P.O. Box 150,  
Fort Simpson, N.W.T.  
X0E 0N0

Your file    Votre référence

June 27, 1994

Our file    Notre référence

**N92C778**

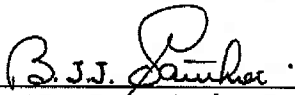
San Andreas Mining Corp.,  
900 - 585 Howe Street,  
Vancouver, B.C. V6C 2T5

Re: Land Use Permit N92C778  
Access, Diamond Drilling and Trenching  
Prairie Creek Area, N.T.

Enclosed for your review and records is a copy of an Environmental Inspection Report carried out by Inspector's from Fort Simpson on June 23, 1994. All aspects of your operations were inspected as well as water samples taken as part of our monitoring program. The report is self explanatory. I would like to emphasize the statement made by the Inspector however, that areas no longer used should be restored on an on-going basis. This would be carried out in a progressive manner in order to prevent erosion.

I appreciate the copy of your updated map prepared by your field staff and the co-operation of your company representatives. If you have any questions on this report please feel free to discuss this with the Inspector at any time.

Yours truly,

  
\_\_\_\_\_  
B.J.J. Gauthier  
District Manager

encls:

cc: Floyd Adlem, Director of Operations  
Lands Administration  
Water Resources

BJJG/sd



ENVIRONMENTAL INSPECTION REPORT

Date: JUNE 23/74

Permittee: (complete name and address) SAN ANDREAS MINING CORPORATION  
900-595 Howe Street VANCOUVER B.C. V6C-2T5

Land Use Permit No.	N92C778	Permit Expiry Date	Dec 29/94	Last Previous Inspection	AUGUST 19, 1993
Quarrying Permit No.					
Contractor:		Subcontractor:			

Location(s) Inspected: Rio showing, Zebra showing, Access roads to zones 5, 6, 7, 8, 9  
Camp.

Current Stage of Operation: DRILLING IN ZONE # 6 - HOLE # 59 - Now drill to re-enter zone 3 in few days on hole # 60. Rio showing, Zebra showing zones 5, 6, 7, 8  
~~had production~~

Program Modifications Approved: Amendment to include a second drill, now access  
Trenching + sampling in zone 9. Possible trenching south of the Rio showing

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected			
		Rio	Zebra	Camp	Access
A	Location as Permitted	A	A	A	A
B	Timing as Permitted	A	A	A	A
C	Equipment as Approved	A	A	A	A
D	Methods & Techniques	A	A	A	A
E	Facilities	A	A	A	A
F	Erosion	A*	A	N/A	A
G	Chemicals, Waste	A	A	A	A
H	Wildlife & Fisheries Habitat	-	-	-	-
I	Ecological Resource	-	-	-	-
K	Fuel Storage	A	A	N/A	A
L	Brush Disposal	A	A	N/A	A
M	Matters Not Inconsistent	A	A	A	A
N	Water Engineering	-	-	-	-
O	Water Supply	-	-	-	-
P	Restoration	-	-	-	-
Q	Quarrying Methods	-	-	-	-
R	Sections 12 to 19 T.L.U.R.	A	A	A	A
S					
T					

Surveillance Network Program

Explanatory Remarks (attach page 2, if required) Inspectors were accompanied by Mr. Jimmy Gibson, Project Geologist during this inspection. One drill is operating in zone 6 at this time, on hole # 59. A second drill is currently being upgraded.  
Page 2 attached  Yes  No

Representative's Signature: [Signature] Inspector's Signature: [Signature]  
RMO Initials: [Initials] District Mgr. Initials: [Initials]  
Representative's Title: [Blank]



Date June 23/94

Permit No. N92C778  
No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

and will be placed back in zone 3 on sub # 60.  
All access roads to zones 3, 5, 6, 7 & 9 are fully acceptable.  
The main access road leading out past the River and  
Zebra spawning has been graded and is also fully  
acceptable. There is some slight slumping around  
where the benching was completed on the River spawning  
however this does not pose any threat to the watercourse  
below as a ditch separates the two.

The drill in zone 6 will be placing 3 holes in that area  
and a mound will remain on what is found there. Water for  
the drill is being pumped up from Riverbank with  
just south of the drill. All aspects of the drilling  
operation are fully acceptable.

There is no change to the camp itself other  
than the addition of a few new employees making  
a total of 6 people in camp. There are plans to  
increase this number in the near future with the addition  
of a few shuffles and a dish washer.

All areas that will no longer require access or activity  
should be considered for reclamation on an ongoing basis.

*Amable*

*[Signature]*

*[Signature]*  
Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use  
Regulations, IAND 52-221 (10-72).  
Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisa-  
tion des terres territoriales, MAINC 52-221 (10-72).

11

CZW-Dee/2108  
RFR 54-8



Indian and Northern  
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et du Nord Canada

International Year of  
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A New Partnership



Année internationale  
des populations autochtones

Un nouveau partenariat

Indian and Northern Affairs Canada  
P.O. Box 150  
Fort Simpson, N.W.T.  
X0E 0N0

Your file    Votre référence

October 20, 1994

Our file    Notre référence  
**N92C778**

San Andreas Mining Corp.  
900 - 595 Howe Street,  
Vancouver, B. C. V6C 2T5

Re: Land Use Permit N92C778  
San Andreas Mining Corp.  
Drilling Operations Zone 3 & 6 and Zebra & Rico Showings  
Prairie Creek Minesite, N.T

Attention: Mr. Colin McAleenan  
Project Manager

On October 18, 1994 Kent Halvorson, Land Use Inspector, accompanied by Sandy Gibson, Project Geologist, conducted an inspection of drilling operations associated with this Land Use Permit. We have enclosed a self explanatory Environmental Inspection Report for your review.

Mr. Halvorson reports that a considerable amount of activity has occurred since our last inspection of June 23, 1994 and that 90 holes have been drilled to date. A review of your operations indicate that all conditions as annexed to this Land Use Permit are being complied with in a satisfactory manner. The D-8 cat which over-turned is a concern, however I understand that you have initiated steps to up-right this machine as soon as possible. Please heed the Inspectors request to monitor for fuel and oil leakage on a regular basis, and do whatever is necessary to avoid such an occurrence.

I wish to thank Mr. Sandy Gibson for providing his assistance, transportation and hospitality to Mr. Halvorson during this inspection.

Yours truly,

  
B.J.J. Gauthier  
District Manager

encls.

cc: Lands Administration  
Floyd Adlem - Director of Operations

Canada



Date Oct 18, 1994

Permit No. N99 C 778  
No de permis

Explanation and Remarks (Continued)  
Explications et remarques (suite)

in for this season. There have been 30 new holes marked on since the last inspection on June 23 1994. 13 of these were in zone 3. This zone is 7 in the 2 other showing road, 7 in the 2 other showing road and 2 in zone 2. Two new roads have been marked out to accommodate the drilling areas in zone 3 and in the 2 other showing. Both of these roads are fully water saturated.

The 3 holes drilled in zone 2 are on the old road now and did not require access work to be done. Zone 6 has been abandoned for the season and may be re-occupied next summer if studies warrant this. If not then reclamation work will commence on the road shoulders and drilling pads.

The 2 other showing holes are drilled on either side of the access road and are fully acceptable.

The current plan is to begin the drilling program in zone 3 and have them operate the second drill that is now in storage. It will be taken to the location and where some soil testing holes will be drilled in the area. This drill will stay down in camp and the crew will return to complete hole 90 in zone 3 and then stop for the season.

The only concern at this time is a D-8 cat that has rolled on to its side in zone 3. It should be excluded from any fuel or oil spillage and returned to its upright position as soon as possible. Mr. Gibson reports that a crew is being assembled to complete this task. All other aspects of the drilling operations are fully acceptable.

There are 14 people in camp at this time and that number will decrease to 2 in early November. There are no charges to the camp and it is also fully acceptable.

We would like to thank Mr. Gordon Gibson and Mr. Roger Patwin for their assistance and hospitality during this inspection.

*[Signature]*  
Land Use Inspector - Inspecteur de l'utilisation des terres

Note: This form is to be used as necessary in conjunction with the Land Use Inspection Report Territorial Land Use Regulations, IAND 52-221 (10-72).  
Au besoin, annexer la présente feuille au rapport d'inspection de l'utilisation des terres, Règlements sur l'utilisation des terres territoriales, MAINC 52-221 (10-72).





ENVIRONMENTAL INSPECTION REPORT

Date: Oct 18, 1994

Permittee: (complete name and address) **SAN ANDREAS MINING CORPORATION**  
**900-595 HOWE STREET VANCOUVER B.C. V6C-2T5**

Land Use Permit No.	<b>N92C778</b>	Permit Expiry Date	<b>DEC 29, 94</b>	Last Previous Inspection	<b>JUNE 23, 1994</b>
Quarrying Permit No.					
Contractor:	Subcontractor:				

Location(s) Inspected: **RICO SHOWING, ZEBRA SHOWING, ACCESS ROADS + EXTENSIONS ZONES 3 5 and 6 CAMP AREA**

Current Stage of Operation: **DRAINING IN ZONE 3 on hole # 90, only 1 drill in operation.**

Program Modifications Approved: **NONE**

Condition of Operation "A"-Acceptable "U"-Unacceptable "N/A"-Not Applicable

	Operating Condition	Aspect Inspected				
		RICO	ZEBRA	Zone 3	Zone 6	CAMP
A	Location as Permitted	A	A	A	A	A
B	Timing as Permitted	A	A	A	A	A
C	Equipment as Approved	A	A	A	A	A
D	Methods & Techniques	A	A	A	A	N/A
E	Facilities	A	A	A	A	A
F	Erosion	A	A	A	A	N/A
G	Chemicals, Waste	A	A	A	A	A
H	Wildlife & Fisheries Habitat	-	-	-	-	-
I	Ecological Resource	-	-	-	-	-
K	Fuel Storage	A	A	A	A	A
L	Brush Disposal	A	A	A	A	N/A
M	Matters Not Inconsistent	A	A	A	A	A
N	Water Engineering	-	-	-	-	-
O	Water Supply	-	-	-	-	-
P	Restoration	-	-	-	-	-
Q	Quarrying Methods	-	-	-	-	-
R	Sections 12 to 19 T.L.U.R.	A	A	A	A	A
S						
T						

Surveillance Network Program **N/A**

Explanatory Remarks (attach page 2, if required) **Inspector was accompanied by District Geologist Mr. Sandy Gibson during this inspection. Only one drill is operating at this time in zone # 3 on hole #90. This is to be the last hole worked**

Page 2 attached  Yes  No

**AMGibs**  
 Representative's Signature

**PROTECT GEOLOGIST**  
 Representative's Title

**[Signature]**  
 RMO Initials

**[Signature]**  
 Inspector's Signature

**[Signature]**  
 District Mgr. Initials

