PROSPECTUS
Oct. 10, 1986.
062218
#29 TALLY-H

SUMMARY EVALUATION REPORT

ON THE

TALLY-HO MOUNTAIN PROPERTY

N.T.S. Sheet 105-D-3
Whitehorse Mining Division
Whitehorse, Yukon
60° 15 North Latitude / 135° 04' West Longitude

FOR

TALLY-HO EXPLORATION COMPANY LTD.
Suite 123 - 470 Granville Street
Vancouver, B.C.
V6C 1V5

BY

J.E. WALLIS, P.ENG.
ARCTIC ENGINEERING SERVICES LTD.
Atlin, B.C.

April 2, 1986

TABLE OF CONTENTS

APPENDICES

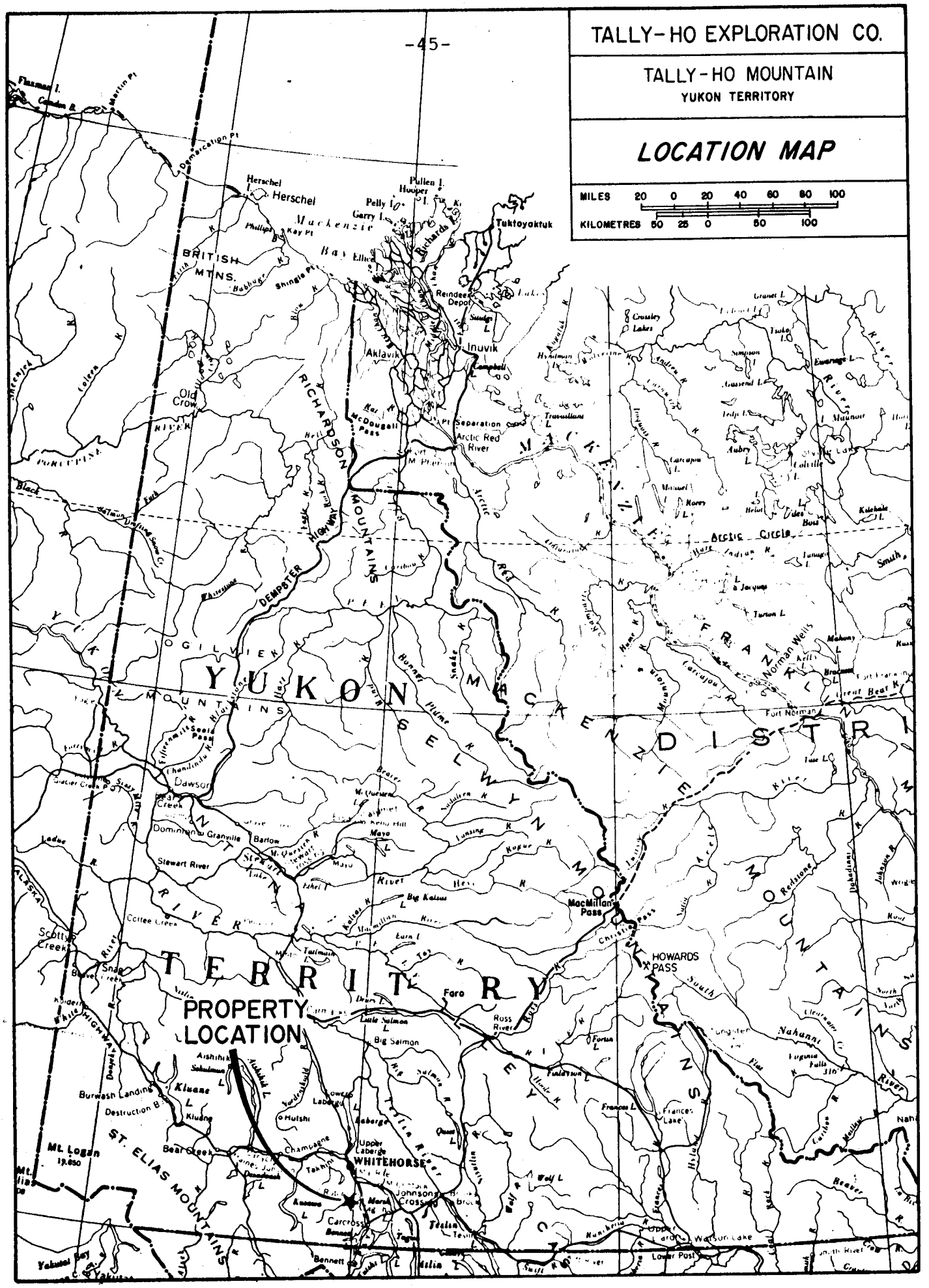
TALLY-HO EXPLORATION CO.

TALLY-HO MOUNTAIN
YUKON TERRITORY

LOCATION MAP

MILES 20 0 20 40 60 80 100

KILOMETRES 50 25 0 50 100



INTRODUCTION

At the request of Mr. G. Macdonald of Tally-Ho Exploration Co. Limited, the writer has examined and summarized the work completed on the Wheaton river property since 1984.

Grid "A" on the Tally-Ho 9 and 10 M.C.'s was filled in and geochemically sampled to cover the area where grab samples of float taken by the writer returned assay results as high as 0.009 oz. Au/ton; 155.2 ozs. Ag/ton; 7.0% Pb and 0.2% Cu. A "cat" trench was cut in this area, but soon encountered frost and was unable to reach bedrock exposures. Geochemistry indicates a silver anomalous zone striking north-south over a length of some 2800 feet Five short percussion holes were drilled over the target area late in the 1985 season, but returned inconclusive results. Further examination indicates that downslope drift of the anomalous values has been greater than previously recognized.

Grid B covering the vein system on the Leader Crown Grant claim was completed and soil sampled. A narrow anomalous zone corresponding to the strike of the vein system is evident. It is of particular interest to note that the geochemical anomaly indicates that the vein has been cross faulted to the east in at least 2 places. Geologic mapping of the area has also shown that block faulting occurs with vertical displacements of several hundreds of feet.

A grid was completed (Grid C) over a favourable rhyolite zone to the west of Grid A and geochemically sampled on 10 meter intervals. Results for this area are not encouraging.

Grid D on the upper end of Tally-Ho Gulch was established to cover an area that was extensively trenched in the 1910 - 1920 era. Geochemical results for this area show only normal background levels for Au, Ag, Pb and Cu.

LOCATION AND ACCESS

The Tally-Ho property is located approximately 50 kilometers southwest of Whitehorse, Yukon. The claim group covers a portion of the northeast corner of N.T.S. claim sheet 105-D-3.

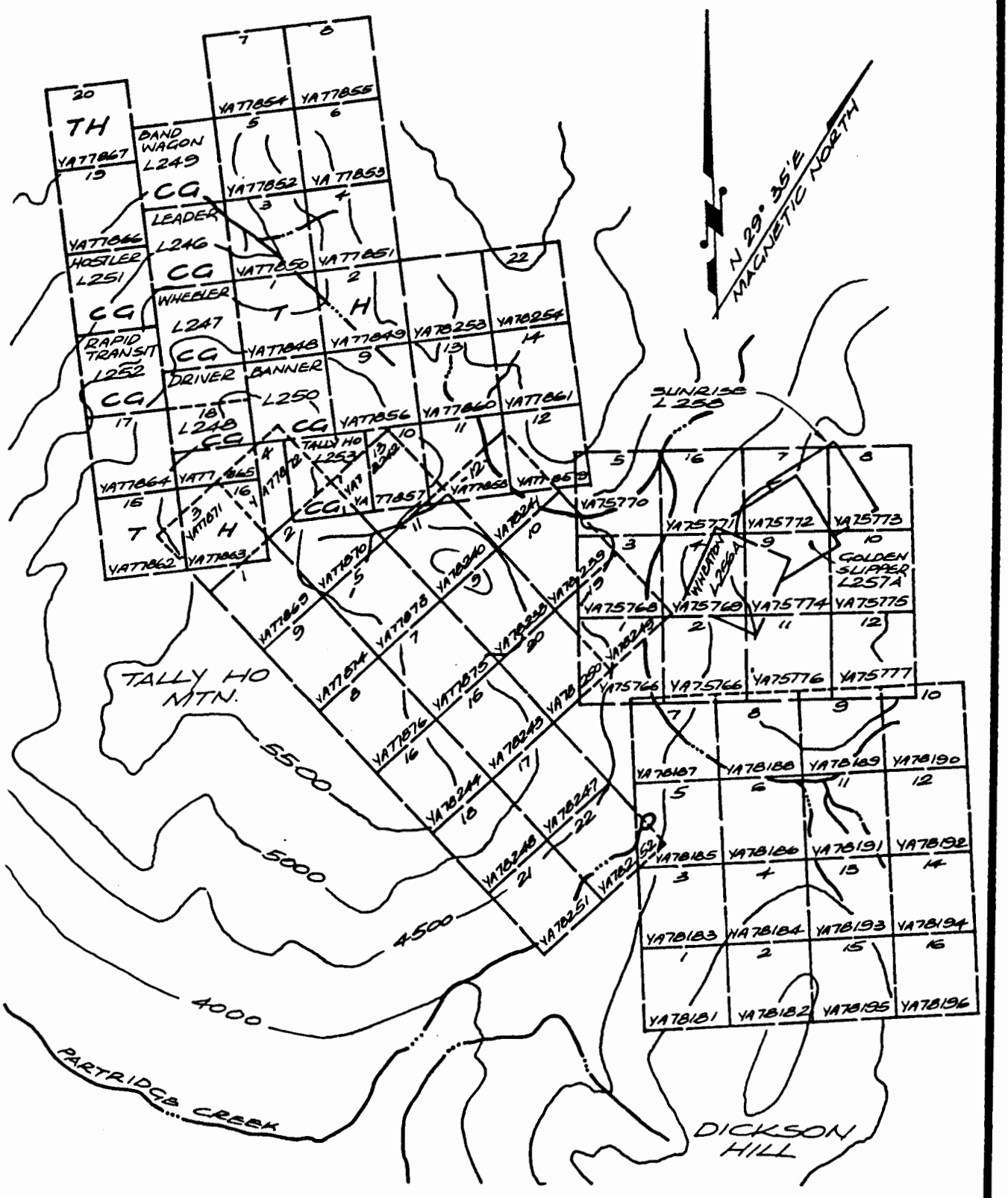
Geographical co-ordinates of the property are 60° 15' North Latitude and 135° 04'West Longitude.

The claims are accessible by road from Whitehorse via the Alaska Highway and the Carcross-Skagway Highway. At Robinson on the Carcross-Skagway Highway, the Wheaton River road swings southwesterly and passes along the north boundary of the claim group. This road has been upgraded over the last 2 years to provide good all season access. A four wheel drive access trail strikes southerly up Tally-Ho Gulch for 5 kilometers from kilometer 30 on the Wheaton River road.

PROPERTY

Tally-Ho Exploration Co. Limited controls 43 contiguous claims and 8 Crown grant claims on Tally-Ho Mountain, described as follows:

Claim Name	Number of Claims	Record Numbers	Expiry Date
Tally-Ho 1 - 8	8	YA77869-76	31 December, 1990
Tally-Ho 9 - 13	5	YA78238-42	31 December, 1990
Tally-Ho 15 - 16	2	YA78243-44	31 December, 1990
Tally-Ho 17 - 22	6	YA78247-52	31 December, 1990
TH 1 - 20	20	YA77848-67	31 December, 1990
TH 21 - 22	2	YA78253-54	31 December, 1990
Leader C.G.	1	L246	2 July, 1986
Wheeler C.G.	1	L247	2 July, 1986
Driver C.G.	1	L248	2 July, 1986
Band Wagon C.G.	1	L249	2 July, 1986
Banner C.G.	1	L250	2 July, 1986
Hostler C.G.	1	L251	2 July, 1986
Rapid Transit C.G.	1	L252	2 July, 1986
Tally-Ho C.G.	1	L253	2 July, 1986



TALLY HO EXPLORATION LTD. WHEATON RIVER CLAIMS WHITEHORSE MINING DIVISION	JAN. 1986 1" = 1/2 MILE
ARCTIC ENGINEERING SERVICES LTD. ATLIN B.C.	JL. FIGURE # 1

Crown granted mineral claims are held by annual property tax payments of $100 per claim paid to the Yukon Territorial Government.

All claims are recorded on N.T.S. Map Sheet 105-D-3, Whitehorse Mining Division, Whitehorse, Yukon.

PHYSIOGRAPHY

The property is situated regionally within the eastern portion of the Coast Plutonic Complex and has very high relief, from steep canyons to high mountains.

Relief on the property is in the order of 900 meters, from 800 meters to 1700 meters. Drainage is into the Wheaton River via several small creeks. The lower slopes to the 1100 meter elevation are covered with thick underbrush consisting of willows, alders and scrub conifers. The higher slopes are grassy with some short arctic birch or buck brush. Permafrost conditions exist above the 1450 meter elevation. Bedrock exposures are small and are mostly limited to steep canyon slopes and small drainage systems.

CLIMATE

Although no accurate climatic records on the property are available, it is reported that conditions are somewhat similar to Carcross and Whitehorse. Average annual precipitation is approximately 35 centimeters. Temperatures range from -50°C in winter to 25°C in summer. The property is normally snow covered from early September to early May.

EARLY HISTORY

The early history of the Tally-Ho property is well documented in previous reports on the property. As such, only the most pertinent facts will be mentioned here.

During 1909, the original locators of the property drove a 250 foot adit plus short raises, winzes and cross-cuts on a vein system located on the "Leader" Crown Grant. A number of hand sorted shipments were made to the Tacoma Smelter between 1909

and 1921. The only documented shipment was made during the winter of 1917-1918 and it returned 2.34 oz. Au/ton, 5.1 ozs. Ag/ton and 6.85% Pb.

Late in the 1983 season Tally-Ho Exploration Co. Limited re-opened the caved portal of the original tunnel with hopes of gaining access to the old workings. However, the ground was found to be very unstable and the tunnel badly caved. As a result the project was abandoned.

Results of a late season geochemical reconnaissance traverse over a favourable geologic environment were received in October of 1983 and indicated the presence of a highly anomalous silver zone. Although the area was covered with several inches of snow at the time, examination of the anomalous area by the writer revealed the presence of a zone of angular rhyolitic rocks with malachite stain. Two large grab samples of this rock were taken for assay. Assay results were as follows:

Sample No.	Au ozs/ton	Ag ozs/ton	Pb %	Cu %
1	0.009	155.52	7.0	0.2
2	0.011	55.9	2.4	0.2

GEOLOGY

The geology of the area is well documented by D.D. Cairnes in G.S.C. Memoir 31, 1912 and J.O. Wheeler in G.S.C. Memoir 312, 1961.

The rocks outcropping on Tally-Ho Mountain are all members of the Coast Range Batholith. The granitic rocks very somewhat in texture but apparently all represent different phases of the same magma. Coarse grained grey-white granodiorite is exposed on Tally-Ho Mountain below the 1450 meter elevation. Sedimentary rocks consisting primarily of limestone, argillaceous siltstone and occasionally quartzite overly the granodiorite. A thin layer of volcanics composed of dacites and rhyolites cap the sedimentary rocks above the 1650 meter elevation.

The dominant structural features appear to be a series of steep isoclinal folds with a general north-south axial plane.

1985 GEOCHEMISTRY

During the 1985 field season, Tally-Ho Exploration Co. Limited concentrated their efforts on expanding the grid systems over areas of known mineralization and/or areas having the right geological environment for gold and silver deposition. A total of 16.5 kilometers of grid lines were established in four separate areas identified as grids A, B, C, and D (see enclosed plan "Grid Locations - Tally-Ho Mountain"). Soil samples were taken from the "B" horizon at 10 meter intervals over the grid areas and analyzed for Ag, Au, Cu and Pb.

Grid A

Grid "A" was expanded in the area where high grade silver mineralization was discovered in a float train late in 1983. Lines were run at 50 meter intervals and soil samples taken every 10 meters along the lines. A total of 560 samples were analyzed geochemically by Bondar-Clegg & Company for Ag, Pb, Au and Cu. Results are plotted on the enclosed plan "Geochemistry - Grid A, Tally-Ho Mountain". The results indicate a definite Ag anomalous zone some 2800 feet in length.

Grid B

Grid "B" was established in Tally-Ho Gulch with the baseline running parallel to the vein system on the Leader Crown Grant mineral claim. Crosslines were established every 50 meters along this baseline and soil samples taken every 10 meters. A total of 344 samples were analyzed by Boundar-Clegg & Company for Au and Ag. Results are shown on the enclosed plan "Geochemistry - Grid B, Tally-Ho Mountain".

The plan shows a distinct anomalous zone parallel to the vein system. Definite offsets are noted along the anomaly which are undoubtedly related to block faulting in the area. This may well be the reason that the early day developers of the vein system ran out of high-gradeable ore.

Grid C

Grid C was established immediately to the west of Grid A to cover an area underlain by favourable rhyolitic rocks. A total of 175 soil samples were taken and analyzed by Bondar-Clegg & Company for Au, Ag, Cu and Pb (see enclosed map entitled "Geochemistry - Grid C, Tally-Ho Mountain"). Results show few geochemical values above normal background.

Grid D

Grid D was established to the east of Grid B to cover an area which was extensively trenched during the boom years prior to 1918. Soil geochemistry results indicate normal background levels for Au, Ag, Pb and Cu. See enclosed map "Geochemistry - Grid D, Tally-Ho Mountain").

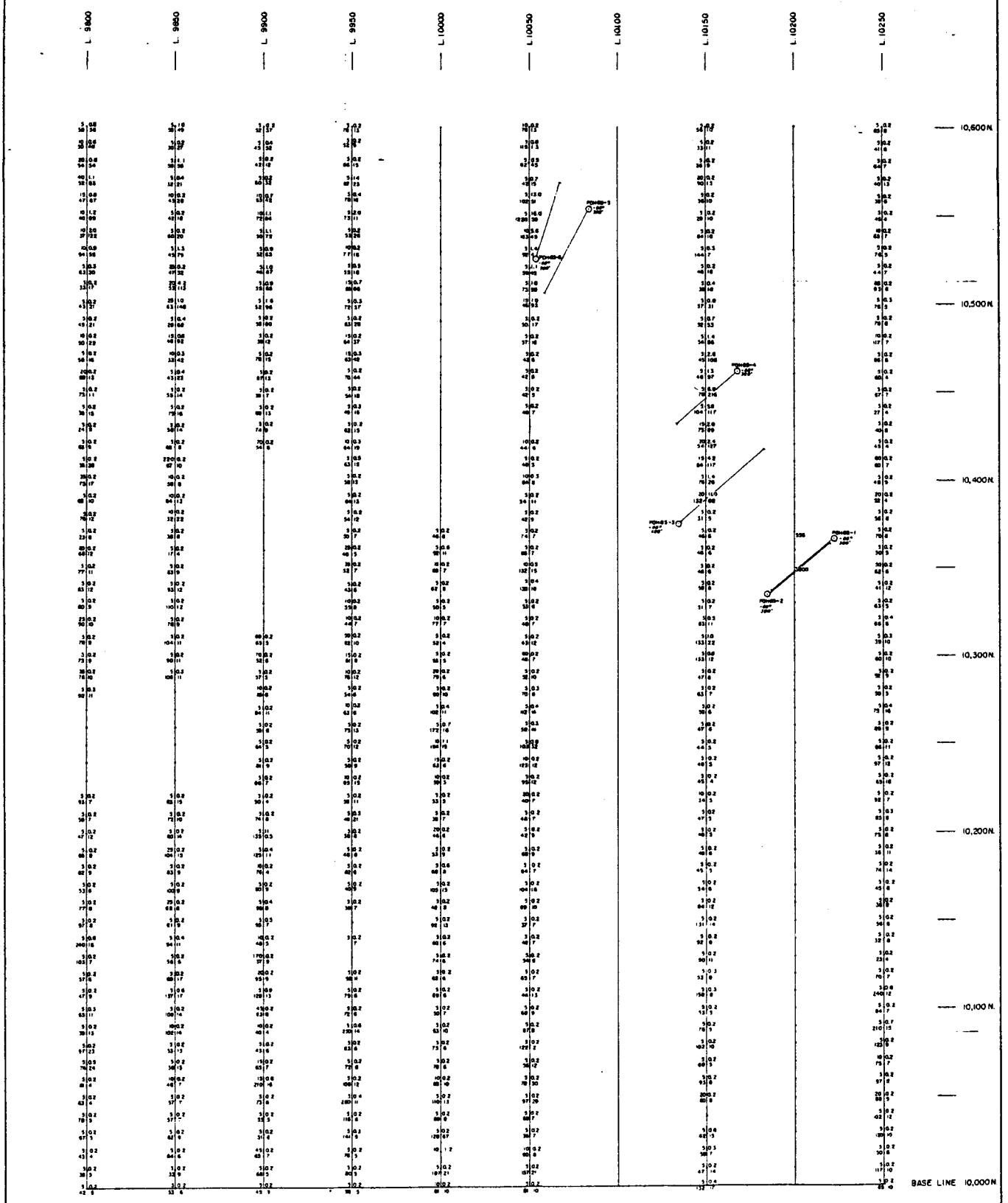
GEOPHYSICS

Both magnetometer and VLF electromagnetic surveys were completed over Grid A to test geophysical response in a known mineralized area. Examination of the mapped results indicates the following;

a) there are no correlation of anomalous areas;
b) the magnetics reveal the presence of three distinct rock types.

FIELD MAPPING

Rock outcrops on Tally-Ho Mountain are sparse. Talus trains are evident on the upper slopes and some bedrock exposed in the steep canyons and along small drainage systems. Detailed mapping has been limited to Tally-Ho Canyon in the area covered by Grids "B" and "D". Rock exposures make up less than 5 percent of the area mapped. See enclosed map "Geology - Tally-Ho Mountain".



LEGEND

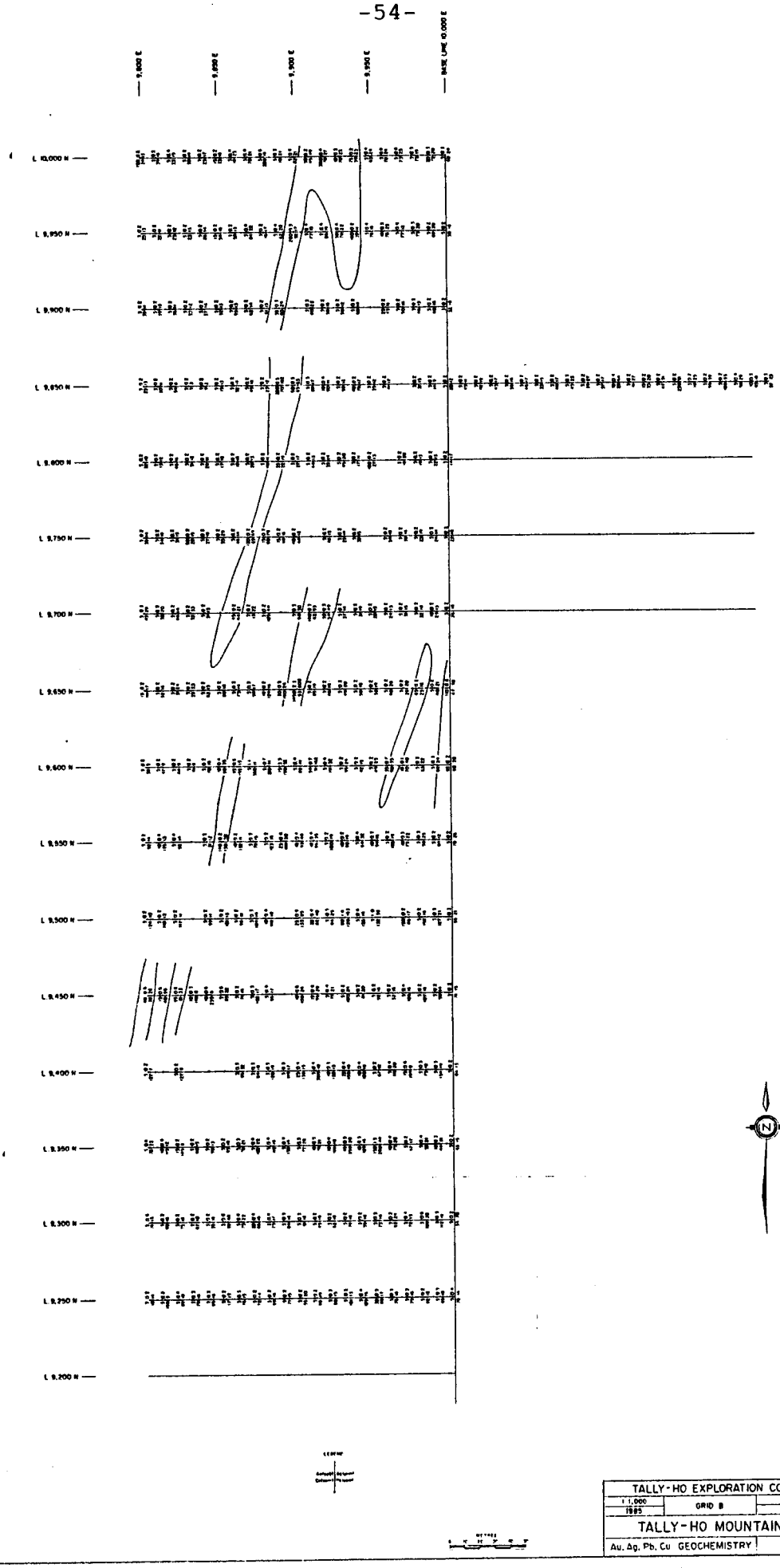
METRES

TALLY-HO EXPLORATION CO.

1:1,000	GRID A	
1985		

TALLY-HO MOUNTAIN

Au, Ag, Pb, Cu GEOCHEMISTRY

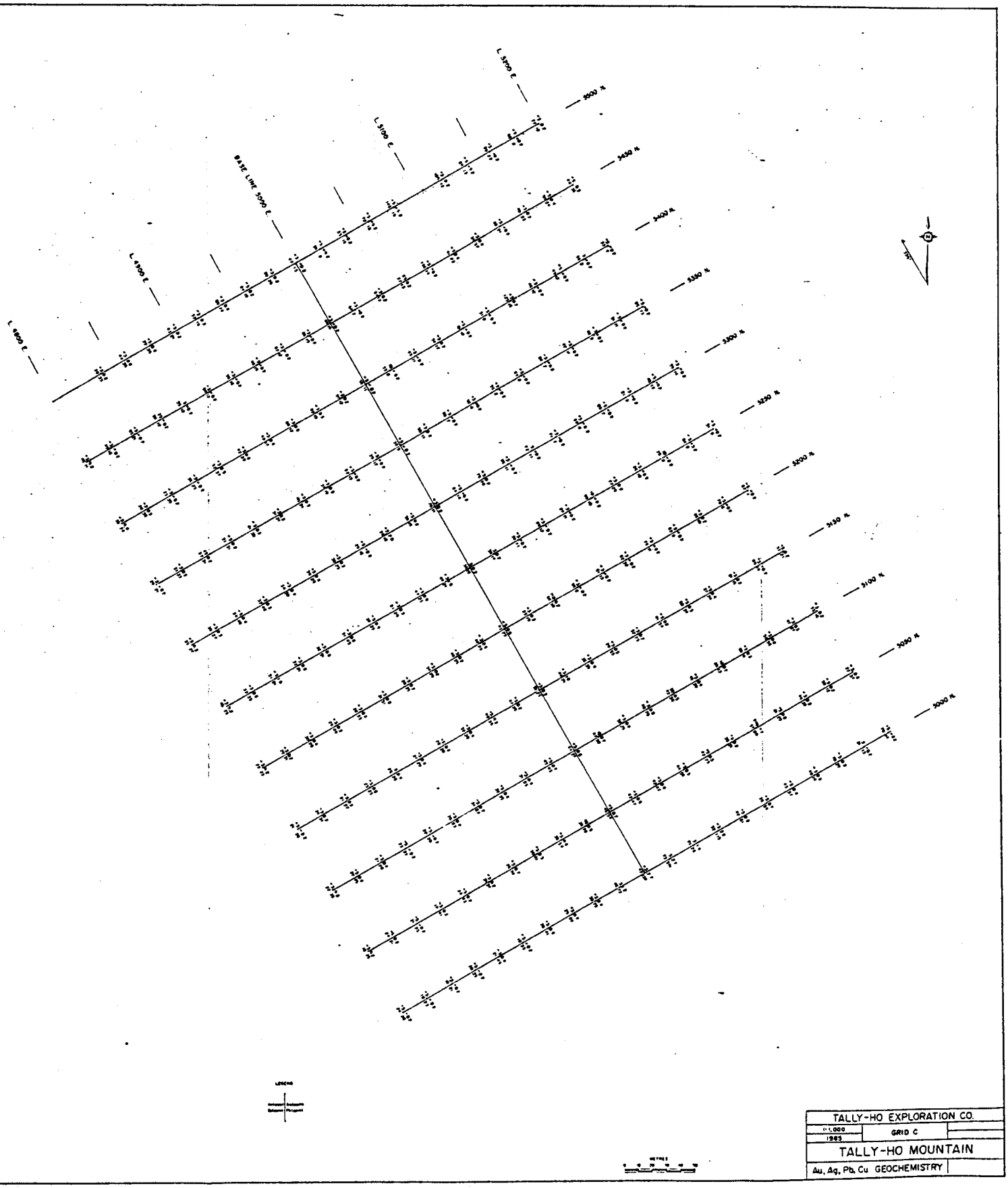


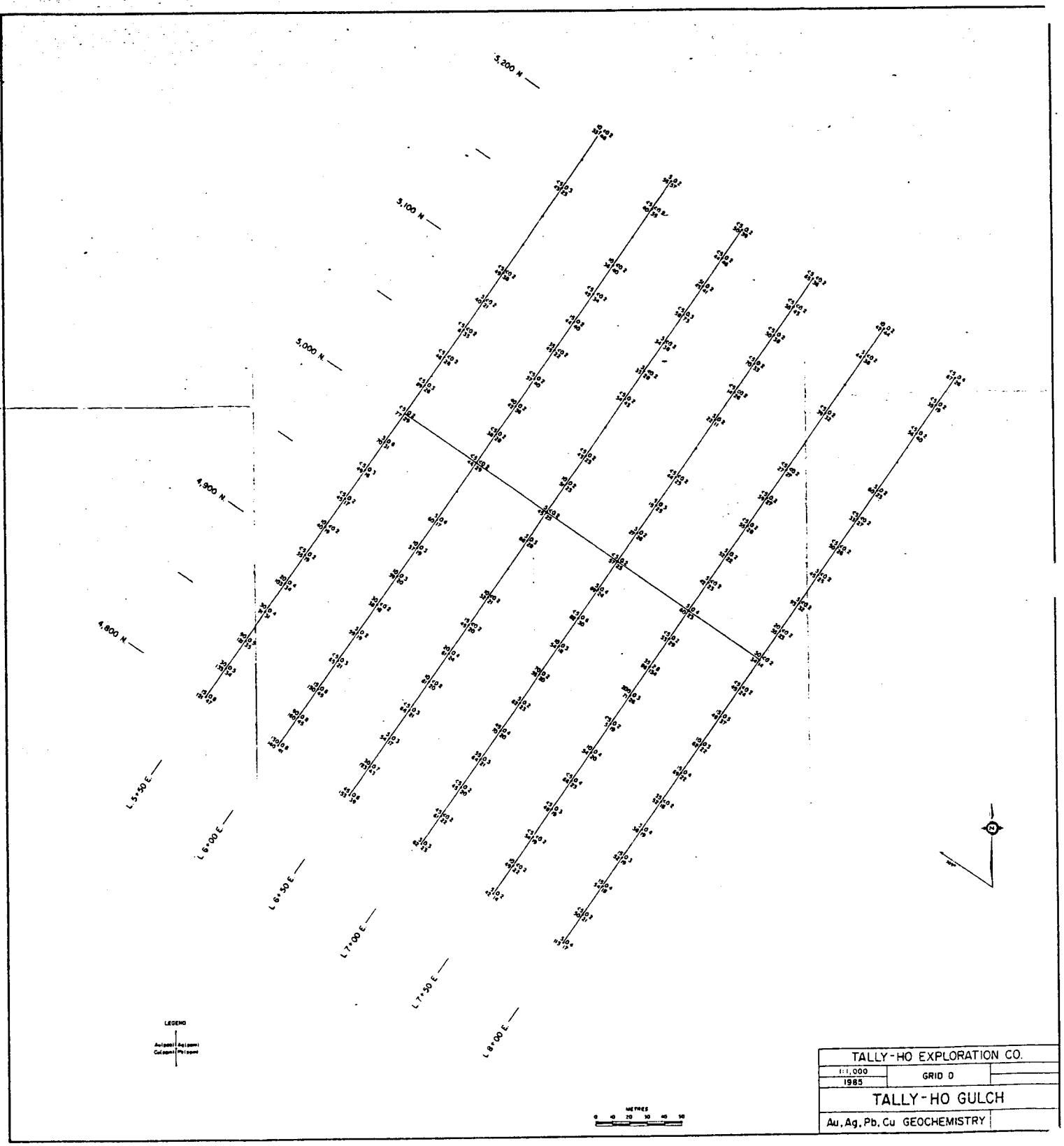
TALLY-HO EXPLORATION CO.

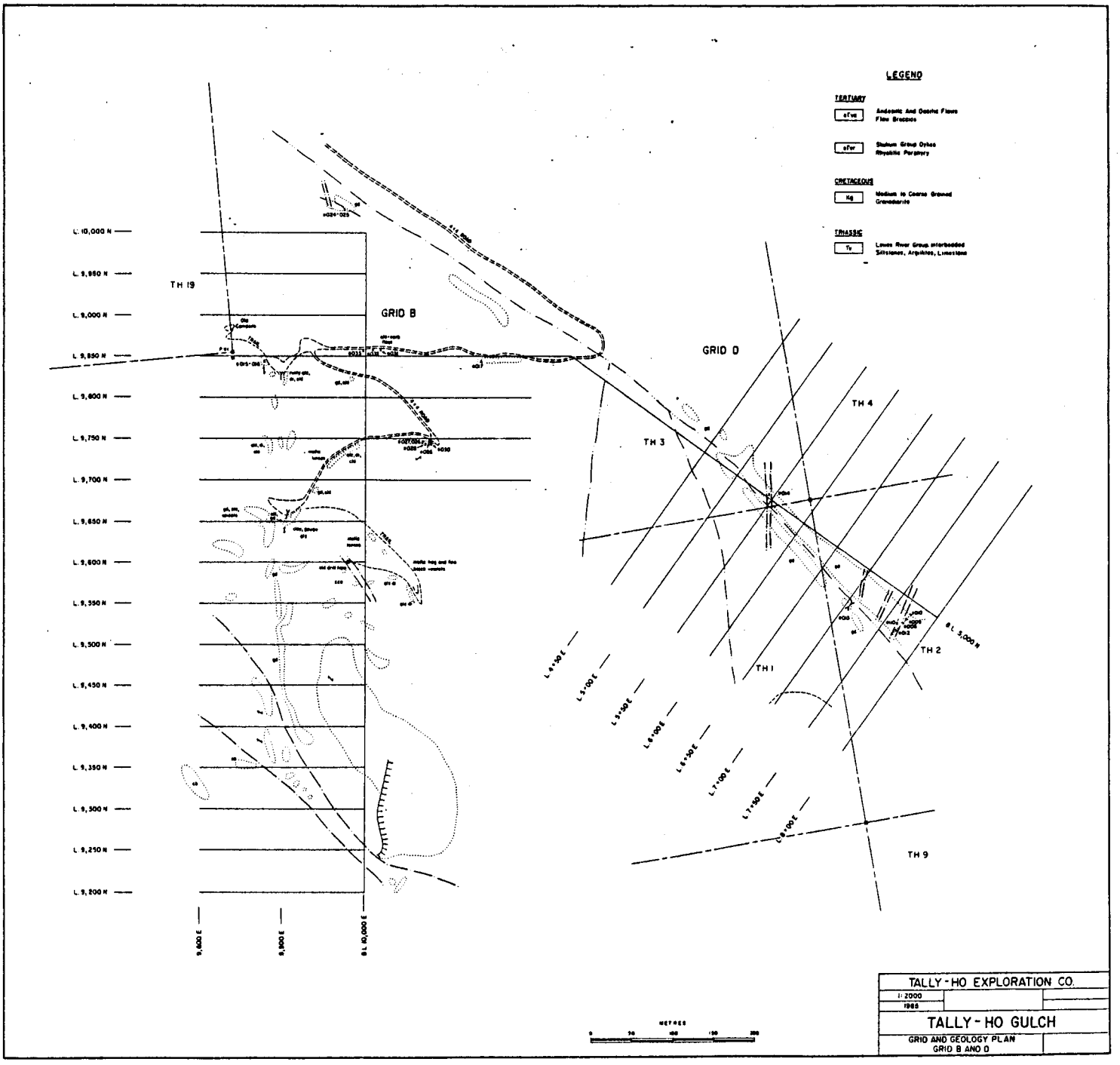
1:1,000	GRID B
1985	

TALLY-HO MOUNTAIN

Au, Ag, Pb, Cu GEOCHEMISTRY


L 5700 E
L 5100 E
BASE LINE 5000 E
L 4900 E
L 4600 E
5500 N
5450 N
5400 N
5350 N
5300 N
5250 N
5200 N
5150 N
5100 N
5050 N
5000 N
TALLY-HO EXPLORATION CO.
1:1,000
1983
GRID C
TALLY-HO MOUNTAIN
Au, Ag, Pb, Cu GEOCHEMISTRY


5,200 N
5,100 N
5,000 N
4,900 N
4,800 N
L 5+50 E
L 6+00 E
L 6+50 E
L 7+00 E
L 7+50 E
L 8+00 E
LEGEND
METRES
0 10 20 30 40 50
TALLY-HO EXPLORATION CO.
1:1,000
GRID D
1985
TALLY-HO GULCH
Au, Ag, Pb, Cu GEOCHEMISTRY


LEGEND
TERTIARY
aTvs Andesitic And Dacitic Flows Flow Breccias
aTvr Skukum Group Dykes Rhyolitic Porphyry
CRETACEOUS
Kg Medium to Coarse Grained Granodiorite
TRIASSIC
Tv Lower River Group interbedded Siltstones, Argillites, Limestone
GRID B
GRID D
TH 19
TH 3
TH 4
TH 1
TH 2
TH 9
L. 10,000 N
L. 9,950 N
L. 9,900 N
L. 9,850 N
L. 9,800 N
L. 9,750 N
L. 9,700 N
L. 9,650 N
L. 9,600 N
L. 9,550 N
L. 9,500 N
L. 9,450 N
L. 9,400 N
L. 9,350 N
L. 9,300 N
L. 9,250 N
L. 9,200 N
9,600 E
9,800 E
E 10,000 E
L 4+50 E
L 5+00 E
L 5+50 E
L 6+00 E
L 6+50 E
L 7+00 E
L 7+50 E
L 8+00 E
L 3,000 N
METRES
TALLY-HO EXPLORATION CO.
1:2000
1988
TALLY-HO GULCH
GRID AND GEOLOGY PLAN
GRID B AND D

TRENCHING

A dozer access road was extended from the Tally-Ho Gulch road to the Grid "A" area. It was assumed that trenching across the zone where high grade silver values were discovered in 1983 would readily permit bedrock examination. Unfortunately, the covering mantle of broken rock and soil is deeper than expected and also the permafrost line. As a result, bulldozer trenching was unsuccessful in exposing bedrock.

DRILLING

Flow through funds were utilized to mount a small drilling program to test the anomalous zone on Grid "A" in early December of 1985. Winter weather conditions were firmly entrenched in the area by this time and drill water was not available. As a result, it was elected to utilize a truck mounted Schramm reverse circulation machine for the drilling. This system utilizes a dual wall drill pipe with the drill cuttings being air forced up through the center of the pipe. The return from the holes was passed through a cyclone and the cuttings bagged in 5 foot intervals. Each bag was carefully weighed to check on both rock density and recovery.

A representative sample was then split from the bagged cuttings and sent to Bondar-Clegg & Company in Vancouver for geochemical analysis of Pb and Ag values (see Appendix A - Rotary Drilling Results 1985).

A total of 2175 ft. of rotary hole was completed in 6 holes. It should be noted that hole No. 5 was lost at 220 ft. and re-drilled as hole No. 5A.

Examination of the geochemical results showed slightly anomalous values for both Ag and Pb in 3 of the 6 holes drilled. Megascopic examination of the drill cuttings indicates the presence of minor sulphides in limestone near the limestone - metasediment contact (Appendix B - Rotary Drill Logs).

CONCLUSIONS

Basic grass roots exploration on Tally-Ho Mountain to date has outlined two significant mineralized zones which warrant drill testing.

1. Zone A

This area is covered by the mineral claim and is detailed on Grid A. Samples of a white, angular rhyolite taken from a "boulder train" in late 1983 returned values of up to 155 ozs. silver per ton. Detailed soil sampling over the area has outlined an anomalous silver zone extending over a 2800 foot strike length.

This zone was tested with 6 holes drilled with a rotary drill in December 1985. Undoubtedly, the drill target was completely missed. Although the geochemical anomaly traces the high grade "boulder train" very accurately, the drill holes were not spotted with sufficient allowance to compensate for down slope drift of the material.

A fence line of diamond drill holes drilled upslope from the anomaly should locate the mineralized zone and will provide a better understanding of the geology.

2. Zone B

This quartz vein system on the Leader Crown Grant mineral claim was the site of limited underground development and high grading activity between 1909 and 1920. The area is detailed on Grid B.

Examination of the soil geochemistry data from the grid over the vein system clearly shows an anomalous zone generally following the known strike of the vein. A plot of anomalous values also indicates that the vein has been cross faulted at several points over its length.

Close examination of the field geology map covering this same area indicates that block faulting has occurred with vertical displacements of several hundred of feet.

Taking both these factors into account, it is not surprising that the original developers "lost" the vein.

RECOMMENDATIONS

A 2 phase exploration drilling program is recommended for the Tally-Ho Mountain property. Details and projected costs are as follows:

Phase 1

a) Zone A

Approximately 900 ft. NQ drilling in total. Initial holes to be 100 feet long drilled in a fence at -60° and started on L10150 Sta. 10,300N bearing 225°. When the target is intersected, step out holes will be spotted.

Costs

900 ft. NQ drilling @ $50/ft	$ 45,000
Camp costs	2,500
Sub-total	47,500
Contingency	4,500
Total	$ 52,500

b) Zone B

Approximately 900 ft. of NQ diamond drilling in 3 - 300 ft. holes.

Costs

900 ft. NQ drilling @ $50/ft	$ 45,000
Camp costs	2,500
Sub-total	47,500
Contingency	4,500
Total	$ 52,000
Total Costs Phase 1	$ 104,000

If Phase 1 results are favourable, Phase 2 will be undertaken as follows:

Phase 2

2,000 ft. NQ drilling @ $50/ft	$ 100,000
D7 Dozer preparing drill sites, moves 50 hours @ $125/hr	6,250
Camp costs	6,000
Truck rental	1,500
Assaying	1,500
Engineering	4,000
Sub-total	$ 119,250
Contingency 10%	12,750
Total Phase 2	$ 132,000

CERTIFICATE OF QUALIFICATIONS

I, J.E. Wallis, of Box 59, Atlin, British Columbia, do certify that:

1. I am a registered Professional Engineer in good standing in the Association of Professional Engineers of British Columbia.

2. I am a graduate of the Haileybury School of Mines 1958, the University of Alaska, B.Sc. 1965 and Queen's University, M.Sc. (Eng) 1967.

3. I have been practicing my profession for 25 years and as a Professional Engineer for the past 20 years.

4. I do not have nor have I ever had any interest direct, indirect or contingent, in the shares of Tally-Ho Exploration Ltd., nor do I expect to receive any interest, either direct or indirect, in the properties or securities pertaining thereto.

5. I have personally visited the property reviewed in this report on two occasions an àm familiar with the district.

6. I hereby grant my permission for Tally-Ho Exploration Company Limited to use this report for filing with the Vancouver Stock Exchange as partial requirement of a Statement of Material Facts or for any legal purposes normal to the business of Tally-Ho Exploration Ltd.

Dated at Atlin, British Columbia, this 2nd day of April, 1986.

J.E. Wallis, P.Eng.

APPENDIX A

ROTARY DRILLING RESULTS 1985

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668-2044

-64-

SHEET NO. 225

TO: BONDAR CLEGG

SAMPLE TYPE: DRILL CUTTINGS CLIENT: TALLY HO

FRACTION: PULVERIZE ALL PROJECT CODE: 206

THL-RDH-85-1 GEOLOGIST: ROBERTSON

SAMPLER:

REPORT NO.: 125-3942

		ANALYSE FOR								
	SAMPLE NUMBER	AG	PB					sample wt. lbs		RDH 85-1
1	70061	0.8	18					16		0-5
2	70062	0.7	14					21		5-10
3	70063	0.4	8					35		10-15
4	70064	0.3	8					74		15-20
5	70065	0.3	5					26		20-25
6	70066	0.6	6					60		25-30
7	70067	0.6	7					45		30-35
8	70068	0.6	8					53		35-40
9	70069	1.5	30					56		40-45
10	70070	2.0	169					27		45-50
11	70071	3.1	56					36		50-55
12	70072	2.8	60					46		55-60
13	70073	2.8	50					76		60-65
14	70074	1.6	54					49		65-70
15	70075	1.3	10					50		70-75
16	70076	1.6	17					15		75-80
17	70077	1.0	33					53		80-85
18	70078	1.4	97					34		85-90
19	70079	1.1	42					21		90-95
20	70080	1.2	17					25		95-100
21	70081	0.9	9					45		100-105
22	70082	0.8	2					82		105-110
23	70083	0.9	<2					77		110-115
24	70084	1.5	18					48		115-120
25	70085	2.1	8					40		120-125
26	70086	2.3	3					26		125-130
27	70087	2.2	6					12		130-135
28	70088	1.4	8					16		135-140
29	70089	1.6	8					38		140-145
30	70090	0.8	9					54		145-150

OVERSIZE:

PULPS: STORE

DATE SAMPLED: 25-11-85

DATE SHIPPED:

DATE RESULTS RECEIVED:

COST ESTIMATE:

INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1
(403) 668-2044

-65-

SHEET NO. 326

TO: BONDAR CLEGG

SAMPLE TYPE: SOIL GEOCHEM CLIENT: TALLY

FRACTION: MINUS 80 MESH PROJECT CODE: 206

GEOLOGIST: MACDONALD

SAMPLER:

REPORT NO.: 125-3942

	SAMPLE NUMBER	ANALYSE FOR Au	Ag					Sample wt. lbs		
1	70091	0.3	3					75		150-155
2	70092	0.2	3					75		155-160
3	70093	0.4	3					47		160-165
4	70094	0.4	4					58		165-170
5	70095	0.8	8					60		170-175
6	70096	1.2	14					74		175-180
7	70097	1.5	10					40		180-185
8	70098	1.4	12					44		185-190
9	70099	1.3	8					53		190-195
10	70100	1.2	4					59		195-200
11	70101	1.2	3					26		200-205
12	70102	1.0	6					24		205-210
13	70103	1.0	11					82		210-215
14	70104	0.8	8					65		215-220
15	70105	0.9	11					63		220-225
16	70106	0.5	5					56		225-230
17	70107	0.4	4					26		230-235
18	70108	0.4	<2					17		235-240
19	70109	0.4	<2					42		240-245
20	70110	0.3	<2					18		245-250
21	70111	0.4	<2					19		250-255
22	70112	0.5	<2					17		255-260
23	70113	0.4	<2					38		260-265
24	70114	0.6	9					35		265-270
25	70115	0.9	30					27		270-275
26	70116	0.8	26					36		275-280
27	70117	1.7	96					52		280-285
28	70118	1.0	33					65		285-290
29	70119	0.8	13					66		290-295
30	70120	0.7	8					59		295-300'

OVERSIZE:

PULPS: STORE

DATE SAMPLED: 26-11-95

DATE SHIPPED: 11-11-95

DATE RESULTS RECEIVED:

COST ESTIMATE:

INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668 - 2044

TO: [illegible]

-66-

SAMPLE TYPE: [illegible]

FRACTION: [illegible]

THL-RDH-85-2

SHEET NO. 223

CLIENT: [illegible]

PROJECT CODE: 2 6

GEOLOGIST: [illegible]

SAMPLER:

REPORT NO.: 125-3932

	SAMPLE NUMBER	Ag	Pb					Sample wt. (lb)		RDH 85-2
1	70001	0.5	17					66		0-5'
2	70002	0.5	11					80		5-10
3	70003	0.8	18					66		10-15
4	70004	0.6	12					117		15-20
5	70005	0.7	19					17		20-25
6	70006	0.3	10					33		25-30
7	70007	0.5	9					35		30-35
8	70008	1.3	20					38		35-40
9	70009	2.6	53					24		40-45
10	70010	1.5	39					28		45-50
11	70011	3.2	200					44		50-55
12	70012	1.4	51					55		55-60
13	70013	1.9	52					29		60-65
14	70014	1.6	110					27		65-70
15	70015	1.6	52					55		70-75
16	70016	1.3	48					70		75-80
17	70017	1.6	112					44		80-85
18	70018	1.9	61					20		85-90
19	70019	2.7	55					29		90-95
20	70020	2.3	57					86		95-100
21	70021	2.6	53					60		100-105
22	70022	2.4	18					45		105-110
23	70023	2.8	24					73		110-115
24	70024	4.0	25					55		115-120
25	70025	2.6	36					53		120-125'
26	70026	1.0	14					78		125-130
27	70027	0.6	6					102		130-135
28	70028	0.4	7					87		135-140
29	70029	0.4	8					95		140-145'
30	70030	0.9	59					72		145-150'

OVERSIZE:

PULPS: STORE

DATE SAMPLED: 24.11.85

DATE SHIPPED: 25.11.85

DATE RESULTS RECEIVED:

COST ESTIMATE:

INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
YIA IXI (403) 668-2044

TO: [illegible]

-67-

SAMPLE TYPE: [illegible]
FRACTION: [illegible]

THL-RDH-85-2

SHEET NO. [illegible]
CLIENT: [illegible]
PROJECT CODE: [illegible]
GEOLOGIST: [illegible]
SAMPLER:
REPORT NO.: 125-3932

	SAMPLE NUMBER	ANALYSE FOR [illegible]	[illegible]					SAmple wt. lbs		
1	70031	0.6	71					56		150-155'
2	70032	0.8	14					50		155-160'
3	70033	0.5	14					84		160-165'
4	70034	0.3	11					63		165-170'
5	70035	0.3	11					50		170-175'
6	70036	0.3	13					95		175-180'
7	70037	0.4	24					80		180-185'
8	70038	0.9	204					67		185-190'
9	70039	0.4	17					70		190-195'
10	70040	0.4	10					48		195-200
11	70041	0.4	7					82		200-205
12	70042	0.6	11					45		205-210
13	70043	0.4	8					45		210-215
14	70044	0.7	19					48		215-220
15	70045	0.5	9					33		220-225
16	70046	0.4	10					36		225-230
17	70047	0.5	10					45		230-235
18	70048	0.4	10					63		235-240
19	70049	0.4	9					84		240-245
20	70050	0.3	7					77		245-250
21	70051	0.4	8					65		250-255
22	70052	0.4	8					83		255-260
23	70053	0.3	8					75		260-265
24	70054	0.6	8					55		265-270
25	70055	0.2	5					35		270-275
26	70056	0.2	4					43		275-280
27	70057	0.2	5					40		280-285
28	70058	<0.2	5					60		285-290
29	70059	<0.2	4					50		290-295
30	70060	0.2	4					65		295-300

OVERSIZE:
PULPS: STORE
DATE SAMPLED: 24-11-85
DATE SHIPPED: 25-11-85
DATE RESULTS RECEIVED:
COST ESTIMATE:
INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1
(403) 668-2044

-68-

SHEET NO. 327

TO: [illegible]

SAMPLE TYPE: Drill cuttings
FRACTION: pulverize
THL-RDH-85-3

CLIENT: [illegible]
PROJECT CODE: 206
GEOLOGIST: [illegible]
SAMPLER:

REPORT NO.: 125-3959

	SAMPLE NUMBER	ANALYSE FOR Au	Sb					Sample wt. lbs		INTERVAL (Feet)
1	70121	<0.2	17					45		0 - 5
2	70122	<0.2	10					48		5 - 10
3	70123	0.4	19					17		10 - 15
4	70124	0.8	28					33		15 - 20
5	70125	0.7	55					72		20 - 25
6	70126	1.7	44	T				63		25 - 30
7	70127	3.1	62	|				16		30 - 35
8	70128	13.0	140	|				58		35 - 40
9	70129	5.2	150	|				59		40 - 45
10	70130	5.0	188	|				23		45 - 50
11	70131	2.4	99	|				27		50 - 55
12	70132	2.9	114	|				71		55 - 60
13	70133	5.3	156	|				49		60 - 65
14	70134	(X) 50.0	91	|				62		65 - 70
15	70135	6.7	19	|				41		70 - 75
16	70136	5.6	27	|				56		75 - 80
17	70137	4.2	78	|				40		80 - 85
18	70138	4.8	102	|				66		85 - 90
19	70139	2.7	114	|				71		90 - 95
20	70140	1.5	31	|				86		95 - 100
21	70141	0.8	14	—				70		100 - 105
22	70142	0.7	9					101		105 - 110
23	70143	0.8	[illegible] 7					77		110 - 115
24	70144	[illegible] 0.6	[illegible] 7					95		115 - 120
25	70145	[illegible] 0.5	[illegible] 6					80		120 - 125
26	70140	[illegible] 1.4	10					92		125 - 130
27	70147	1.6	13					68		130 - 135
28	70148	1.0	11					78		135 - 140
29	70149	0.6	7					64		140 - 145
30	70150	0.8	6					39		145 - 150

OVERSIZE:
PULPS: 5 Dixie

DATE SAMPLED: 28/29.11.85
DATE SHIPPED: 2.12.85
DATE RESULTS RECEIVED:

COST ESTIMATE:
INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668-2044

TO: [illegible]

-69-

SAMPLE TYPE: Dill Cuttings
FRACTION: pulverize
THL-RDH-85-3

SHEET NO. 328
CLIENT: Tally Ho
PROJECT CODE: 206
GEOLOGIST: [illegible]
SAMPLER:
REPORT NO.: 125-3959

	SAMPLE NUMBER	Ag	Pb					Sample wt. lbs		INTERVAL (FT)
1	70151	0.7	7					69		150-155
2	70152	1.2	15					88		155-160
3	70153	0.8	15					74		160-165
4	70161	<0.2	6					46		200-205
5	70162	0.4	14					42		205-210
6	70163	0.4	17					46		210-215
7	70164	0.6	12					54		215-220
8	70165	0.3	16					65		220-225
9	70166	0.2	16					42		225-230
10	70167	0.2	8					73		230-235
11	70168	3.5	64					24		235-240
12	70169	3.0	82					13		240-245
13	70170	1.2	32					22		245-250
14	70171	1.1	23					31		250-255
15	70172	0.7	15					26		255-260
16	70188	0.2	2					53		335-340
17	70189	0.4	3					46		340-345
18	70190	<0.2	2					53		345-350
19	70191	<0.2	4					45		350-355
20	70192	0.2	5					43		355-360
21	70193	0.6	18					26		360-365
22	70194	<0.2	6					65		365-370
23	70195	<0.2	5					34		370-375
24	70196	<0.2	7					20		375-380
25	70197	<0.2	7					40		380-385
26	70198	<0.2	2					64		385-390
27	70199	<0.2	5					64		390-395
28	70200	<0.2	2					42		395-400
29	70201	<0.2	2					62		400-405
30	70202	<0.2	<2					58		405-410

OVERSIZE:
PULPS: STORE

DATE SAMPLED: 28/29.11.85
DATE SHIPPED: 29.11.85
DATE RESULTS RECEIVED:

COST ESTIMATE:
INVOICE:

G. MACDONALD & ASSOCIATES LTD.
205 ROGERS STREET, WHITEHORSE, YUKON
YIA 1X1 (403) 668-2044

SHEET NO. 329

TO: [illegible] Clegg

SAMPLE TYPE: Drill Cuttings

FRACTION: [illegible]

THL-RDH-85-3

CLIENT: [illegible]

PROJECT CODE: 206

GEOLOGIST: [illegible]

SAMPLER:

REPORT NO.: 125-3959

	SAMPLE NUMBER	Ag	Pb					Sample wt. lbs		INTERVAL (ft)
1	70203	<0.2	2					52		410-415
2	70204	<0.2	<2					50		415-420
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28										
29										
30										

OVERSIZE:

PULPS: Store

DATE SAMPLED: 28/29.11.85

DATE SHIPPED: 29.11.85

DATE RESULTS RECEIVED:

COST ESTIMATE:

INVOICE:

G. MACDONALD & ASSOCIATES LTD.
205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668-2044

SHEET NO. 330

TO: [illegible]

SAMPLE TYPE: Drill Cuttings
FRACTION: pulverize

THL RDH 85-4

CLIENT: [illegible]
PROJECT CODE: 200
GEOLOGIST: [illegible]
SAMPLER:
REPORT NO. 125-3961

	SAMPLE NUMBER	ANALYSE FOR: Ag	Pb					Sample wt. lbs		INTERVAL (ft.)
1	70205	0.3	16					92		0-5
2	70206	0.2	9					104		5-10
3	70207	0.2	2					123		10-15
4	70208	<0.2	<2					127		15-20
5	70209	<0.2	11					51		20-25
6	70218	<0.2	<2					24		65-70
7	70219	<0.2	<2					65		70-75
8	70220	<0.2	<2					80		75-80
9	70221	<0.2	<2					56		80-85
10	70222	<0.2	4					54		85-90
11	70223	<0.2	4					66		90-95
12	70224	<0.2	4					44		95-100
13	70225	<0.2	3					56		100-105
14	70226	<0.2	2					59		105-110
15	70237	<0.2	2					44		160-165
16	70238	<0.2	2					36		165-170
17	70239	<0.2	2					33		170-175
18	70240	<0.2	3					45		175-180
19	70248	<0.2	6					57		215-220
20	70249	<0.2	5					47		220-225
21	70250	<0.2	2					50		225-230
22	70251	<0.2	2					44		230-235
23	70252	<0.2	2					47		235-240
24	70253	<0.2	4					66		240-245
25										
26										EOH 275'
27										
28										
29										
30										

OVERSIZE:
PULPS: [illegible]
DATE SAMPLED: [illegible] 85
DATE SHIPPED: [illegible] 85
DATE RESULTS RECEIVED:
COST ESTIMATE:
INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668-2044

TO: [illegible]

-72-

SAMPLE TYPE: Drill Cuttings

FRACTION: Pulverize

TAL RDH-85-2 / 5A

SHEET NO. 331

CLIENT: [illegible]

PROJECT CODE: [illegible]

GEOLOGIST: [illegible]

SAMPLER:

REPORT NO.: 125-3962

	SAMPLE NUMBER	[illegible]	Pb					Sample wt. lbs		INTERVAL'
1	70260	0.2	6					35		0-5
2	70261	0.2	2					51		5-10
3	70262	<0.2	4					94		10-15
4	70263	<0.2	2					102		15-20
5	70264	<0.2	6					86		20-25
6	70265	<0.2	2					70		25-30
7	70266	<0.2	2					59		30-35
8	70267	<0.2	3					80		35-40
9	70268	<0.2	5					47		40-45
10	70269	<0.2	3					106		45-50
11	70270	0.3	5					77		50-55
12	70271	0.3	4					54		55-60
13	70272	<0.2	2					46		60-65
14	70273	<0.2	<2					66		65-70
15	70288	<0.2	<2					82		140-145
16	70289	<0.2	4					75		145-150
17	70290	<0.2	3					50		150-155
18	70291	<0.2	<2					103		155-160
19	70292	<0.2	<2					77		160-165
20	70298	<0.2	5					64		190-195
21	70299	<0.2	2					73		195-200
22	70300	<0.2	2					38		200-205
23	70301	<0.2	2					63		205-210
24	70302	<0.2	<2					80		210-215
25	70303	<0.2	3					50		215-220
26	70304	<0.2	<2					54		220-225
27	70305	<0.2	<2					55		225-230
28										
29										
30										

OVERSIZE:

PULPS: [illegible]

DATE SAMPLED: 851203

DATE SHIPPED: 851204

DATE RESULTS RECEIVED:

COST ESTIMATE:

INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1 (403) 668-2044

TO: Bondar Clegg

-73-

SAMPLE TYPE: Drill Cuttings
FRACTION: [illegible]

TAL RDH 85-5/5A

SHEET NO. 332
CLIENT: Tally Ho
PROJECT CODE: [illegible]
GEOLOGIST: Anderson
SAMPLER:
REPORT NO.: 125-3962

	SAMPLE NUMBER	ANALYSE FOR: Ag	Au						Sample wt. lbs		INTERVAL'
1	70310	0.4	7						62		250-255
2	70311	<0.2	3						32		255-260
3	70312	<0.2	3						65		260-265
4	70313	<0.2	2						44		265-270
5	70314	<0.2	<2						82		270-275
6	70315	<0.2	<2						20		275-280
7	70316	<0.2	<2						64		280-285
8	70317	<0.2	4						60		285-290
9	70318	<0.2	2						45		290-295
10	70319	<0.2	<2						44		295-300
11											↓
12											(EOH - 350')
13											
14											
15											
16											
17											
18											
19											
20											
21											
22											
23											
24											
25											
26											
27											
28											
29											
30											

OVERSIZE:
PULPS: STORE

DATE SAMPLED: 85 12 03
DATE SHIPPED: 85 12 04
DATE RESULTS RECEIVED:

COST ESTIMATE:
INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1
(403) 668-2044

TO: [illegible]

SAMPLE TYPE: Drill cuttings
FRACTION: pulverise
THL RDH 85-6

SHEET NO. 333
CLIENT: Tally Ho
PROJECT CODE: 206
GEOLOGIST: Robertson
SAMPLER:
REPORT NO.: 125-3990

	SAMPLE NUMBER	Au	Pb					Sample wt. lbs		INTERVAL
1	70330	<0.2	7					47		0 - 5'
2	70331	<0.2	6					76		5 - 10
3	70332	<0.2	2					45		10 - 15
4	70333	0.2	3					85		15 - 20
5	70334	<0.2	7					57		20 - 25
6	70335	<0.2	3					30		25 - 30
7	70336	<0.2	3					52		30 - 35
8	70337	<0.2	2					57		35 - 40
9	70338	<0.2	3					53		40 - 45
10	70339	<0.2	3					76		45 - 50
11	70340	<0.2	4					40		50 - 55
12	70341	<0.2	4					65		55 - 60
13	70342	<0.2	4					52		60 - 65
14	70343	<0.2	<2					54		65 - 70
15	70344	<0.2	<2					70		70 - 75
16	70345	1.2	27					82		75 - 80
17	70346	<0.2	<2					50		80 - 85
18	70347	<0.2	3					73		85 - 90
19	70348	<0.2	2					48		90 - 95
20	70349	<0.2	2					55		95 - 100
21	70350	<0.2	2					53		100 - 105
22	70351	<0.2	<2					51		105 - 110
23	70352	<0.2	<2					70		110 - 115
24	70353	<0.2	[illegible]2					60		115 - 120
25	70354	<0.2	<2					52		120 - 125
26	70355	<0.2	<2					60		125 - 130
27	70356	<0.2	<2					51		130 - 135
28	70357	<0.2	2					45		135 - 140
29	70358	<0.2	4					41		140 - 145
30	70359	<0.2	2					62		145 - 150'

OVERSIZE:
PULPS: Store

DATE SAMPLED: 4 · 11 · 85
DATE SHIPPED: 5 · 11 · 85
DATE RESULTS RECEIVED:

COST ESTIMATE: 375.00
INVOICE:

G. MACDONALD & ASSOCIATES LTD.

205 ROGERS STREET, WHITEHORSE, YUKON
Y1A 1X1
(403) 668-2044

TO: Bonanza Geology Ltd. (TD).

-75-

SAMPLE TYPE: Drill Cuttings
FRACTION: Pulverized
THL RDH 85-6

SHEET NO. 334
CLIENT: Thayer
PROJECT CODE: 206
GEOLOGIST: Robertson
SAMPLER:

ANALYSE FOR

REPORT NO.:

	SAMPLE NUMBER	Au	Pb					Sample wt. lbs		INTERVAL ft
1	70360	<0.2	<2					62		150 - 155
2	70361	<0.2	3					28		155 - 160
3	70362	<0.2	<2					40		160 - 165
4	70363	<0.2	<2					33		165 - 170
5	70364	<0.2	<2					38		170 - 175
6	70365	<0.2	<2					39		175 - 180
7	70366	<0.2	6					31		180 - 185
8	70367	<0.2	6					64		185 - 190
9	70368	<0.2	3					75		190 - 195
10	70369	<0.2	<2					98		195 - 200
11	70370	<0.2	<2					78		200 - 205
12	70371	<0.2	<2					39		205 - 210
13	70372	<0.2	<2					58		210 - 215
14	70373	<0.2	<2					91		215 - 220
15	70374	<0.2	<2					52		220 - 225
16	70375	<0.2	<2					59		225 - 230
17	70376	<0.2	<2					45		230 - 235
18	70377	<0.2	<2					78		235 - 240
19	70378	<0.2	<2					45		240 - 245
20	70379	0.3	<2					45		245 - 250
21	70380	1.6	2					76		250 - 255
22	70381	0.3	<2					96		255 - 260
23	70382	0.2	<2					60		260 - 265
24	70383	<0.2	<2					66		265 - 270
25	70384	0.8	<2					57		270 - 275
26	70385	<0.2	<2					72		275 - 280
27	70386	<0.2	<2					52		280 - 285
28	70387	<0.2	<2					64		285 - 290
29	70388	<0.2	<2					66		290 - 295
30	70389	<0.2	<2					90		295 - 300

OVERSIZE: —
PULPS: Store

DATE SAMPLED: 4-12-85
DATE SHIPPED: 5-12-85
DATE RESULTS RECEIVED:

COST ESTIMATE:
INVOICE:

APPENDIX B

ROTARY DRILL LOGS

TALLY-HO MOUNTAIN

Hole #1

SAMPLE NUMBER	INTERVAL Ft.	ELEMENTS Au PPB	Ag PPM	Pb PPM	SAMPLE WEIGHT LBS	SAMPLE DESCRIPTION
	0 - 5					0 - 25 oxidized metased
	5 - 10					and rhyolite porphyry
	10 - 15					
	15 - 20					
	20 - 25					
	25 - 30					25 - 40 whitish limestone
	30 - 35					some metased. sericite.
	35 - 40					some quartz
	40 - 45		1.5	30		40 - 50 dark metased. some
	45 - 50		2.0	169		limestone, minor quartz, pyr.
	50 - 55		3.1	56		50 - 65 50% dark metased, 30%
	55 - 60		2.8	60		limestone, 20% quartz fragm.
	60 - 65		2.8	50		minor sulphide in qtz limestone.
	65 - 70		1.6	54		65 - 80 less quartz but
	70 - 75		1.3	10		similar to 50-65 feet.
	75 - 80		1.6	17		
	80 - 85		1.0	33		80 - 85 transition to limestone sulphides
	85 - 90		1.4	97		85 - 90 limeston,white
	90 - 95		1.2	42		90 - 95 60% white, 40% grey limestone
	95 -100		1.2	17		95-100 limestone rusty, diss. black sulph.
	100 -105					100-120 white limestone, minor
	105 -110					rusty frag., minor pyrite in
	110 -115					115-120
	115 -120		1.5	18		
	120 -125		2.1	8		120-135 grey limestone
	125 -130		2.3	3		white to blush qtz, pyrite,
	130 -135		2.2	6		black sulphide
	135 -140					135-140 50% white, 50% grey
	140 -145					limestone.
	145 -150					

NOTES :

TALLY-HO MOUNTAIN

HOLE #1

SAMPLE NUMBER	INTERVAL Ft.	ELEMENTS Au	Ag	Pb	SAMPLE WEIGHT	SAMPLE DESCRIPTION
		PPB	PPM	PPM	LBS	
	150 - 155					150-170' fine grained diorite.
	155 - 160					
	160 - 165					
	165 - 170					
	170 - 175					170-225' white limestone
	175 - 180					
	180 - 185					
	185 - 190					
	190 - 195					
	195 - 200					
	200 - 205					
	205 - 210					
	210 - 215					
	215 - 220					
	220 - 225					
	225 - 230					225-270' grey metasediment.
						270-300' white qtz and limestone

NOTES :

TALLY-HO MOUNTAIN

HOLE #2

SAMPLE NUMBER	INTERVAL Ft.	ELEMENTS Au PPB	Ag PPM	Pb PPM	SAMPLE WEIGHT LBS	SAMPLE DESCRIPTION
	0 - 5					0-20 rhyolite porphyry,
	5 - 10					30% qtz fragm., some
	10 - 15					limestone fragments
	15 - 20					
	20 - 25					20-35 increasing % of limestone
	25 - 30					fragments, some qtz and
	30 - 35					porphyry fragments
	35 - 40		1.3	20		35-40 some limestone, black-blue
	40 - 45		2.6	53		qtz fragments, bl. sulphides?
	45 - 50		1.5	39		rhyolite(?) 45-50 yellowish white limestone
	50 - 55		3.2	200		
	55 - 60		1.4	51		55-70 light limestone & blue-
	60 - 65		1.0	52		black siliceous metased
	65 - 70		1.6	110		
	70 - 75		1.6	52		70-85 60% light limestone, 40%
	75 - 80		1.3	48		dark metased, silicified.
	80 - 85		1.6	112		
	85 - 90		1.9	61		85-100 more limestone, some
	90 - 95		2.7	55		blue-gray qutz.
	95 -100		2.3	57		
	100 -105		2.6	53		100-120 limestone, some sericite
	105 -110		2.4	18		
	110 -115		2.8	24		
	115 -120		4.0	25		120-130 slightly rusty limestone
	120 -125		2.6	36		with white quartz frag.
	125 -130					
	130 -135					130-145 fine gr. diorite
	135 -140					
	140 -145					
	145 -150					145-160 white limestone, quartz and some darker metased frag.

NOTES : _____

TALLY-HO MOUNTAIN

HOLE #3

SAMPLE NUMBER	INTERVAL Ft.	ELEMENTS Au	Ag	Pb	SAMPLE WEIGHT	SAMPLE DESCRIPTION
		PPB	PPM	PPM	LBS	
	0 - 5					0-10 dark metased, minor
	5 - 10					quartz
	10 - 15					10-20 60% limestone, 30% dark
	15 - 20					metased, 10% white quartz
	20 - 25					20-30 yellow to white limestone
	25 - 30		1.7	44		and minor quartz
	30 - 35		3.1	62		30-40 dark blue-black silicified
	35 - 40		13.0	140		metased and quartz
	40 - 45		5.2	150		40-60 white limestone, some
	45 - 50		5.0	188		darker fragments.
	50 - 55		2.4	99		
	55 - 60		2.9	114		
	60 - 65		5.3	156		60-65 darker gray pitted frag. in limestone
	65 - 70		50.0	91		65-80 white limestone, some
	70 - 75		6.7	19		quartz
	75 - 80		5.6	27		
	80 - 85		4.2	78		80-90 or 10% qtz with limestone
	85 - 90		4.8	102		
	90 - 95		2.7	114		90-115 grey limestone
	95 -100		1.5	31		
	100 -105					

NOTES :

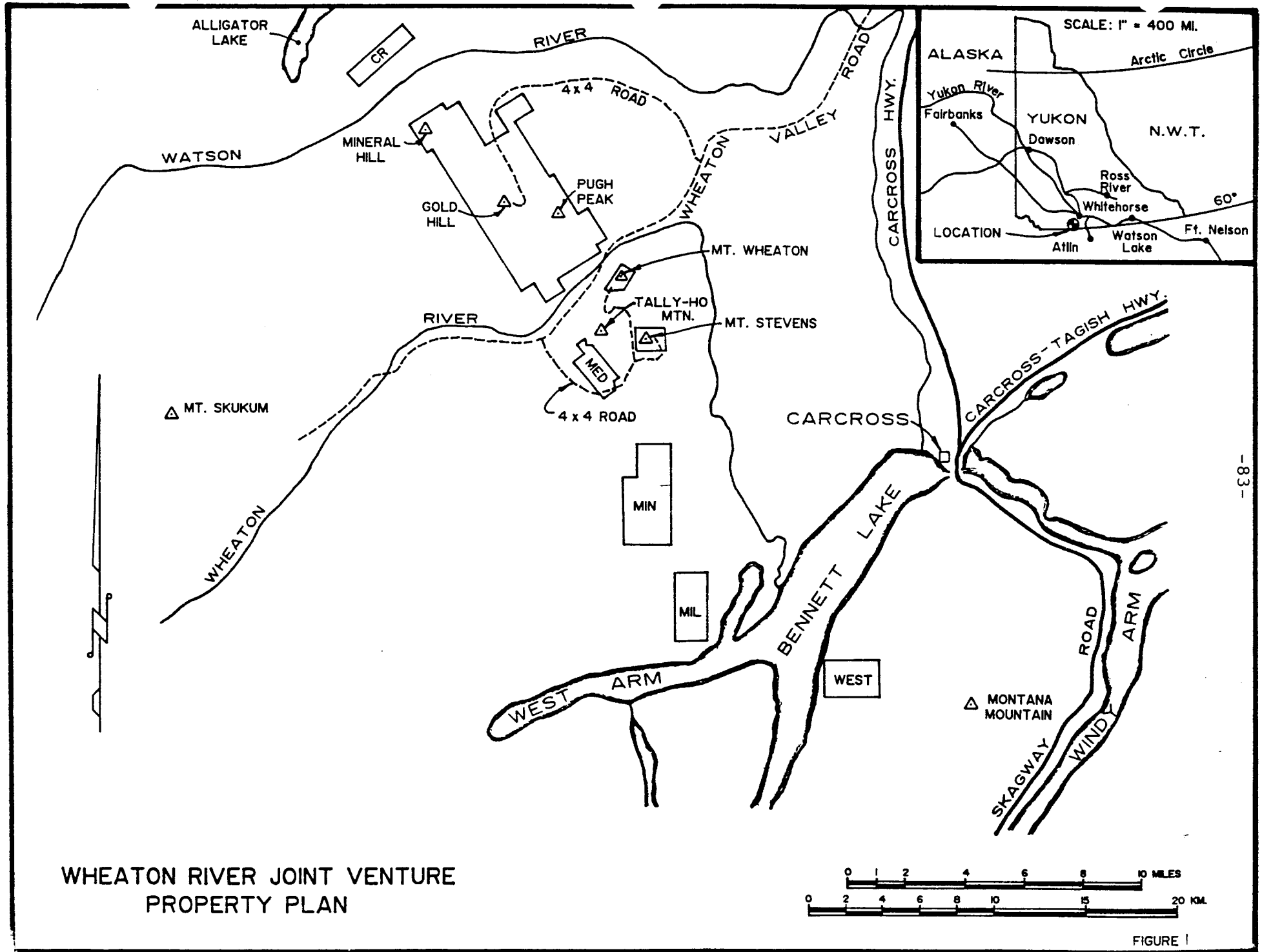
A P P E N D I X C

APPENDIX C

TALLY-HO EXPLORATION LTD.

Wheaton River Joint Venture Property

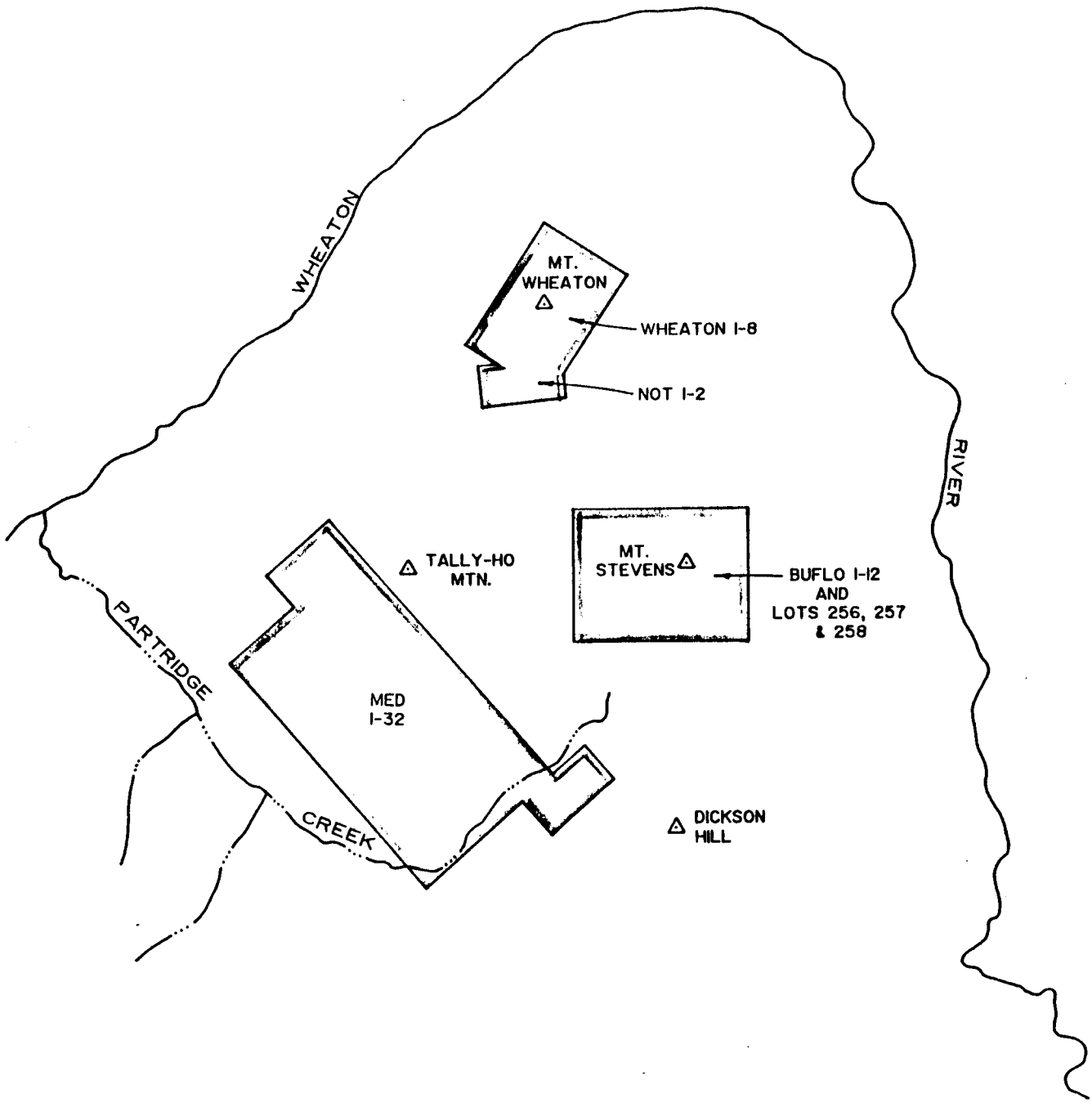
Tally-Ho Exploration Ltd. holds fifty-four located Yukon mineral claims adjoining the main Tally-Ho Mountain property. These claims, in three blocks, are being explored under a joint venture agreement with Euro Petroleum Ltd. and Permian Resources Ltd. Property relationships are shown on the accompanying plan. Other Tally-Ho Exploration Ltd. - Wheaton River Joint Venture property holdings in the Wheaton River District are also identified on this plan.



WHEATON RIVER JOINT VENTURE
PROPERTY PLAN

FIGURE 1

WHEATON RIVER JOINT VENTURE
MT. STEVENS, MT. WHEATON & TALLY-HO MTN.



EXPIRY DECEMBER 31, 1990.

SCALE: 1 : 60000

0 100 200 300 400 500
METRES

FIGURE 2B