MAP NO.	ASSESSMENT REPORT	X	DOCUMENT NO.: 092686
	PROSPECTUS		MINING DISTRICT: Watson Lake
105 B 2, 3	CONFIDENTIAL	X	TYPE OF WORK: Trenching
	OPEN FILE		

REPORT FILED UNDER: First Yukon Silver Resources Inc.

DATE PERFORMED: August 8 to September, 1988 DATE FILED: 8 March 1989

LOCATION: LAT.: 60°08'N AREA: Swift River

LONG.: 131°02'W VALUE $: 18,600.00

CLAIM NAME & NO.: KEY 1-30 YB09486-515; PARK 1-64 YB09516-79; LANE 1-52 YB09580-631; PINE 1-36 YB09632-667; DAN 1-122 YB14428-491,494-551

WORK DONE BY: D. Schellenberg

WORK DONE FOR: First Yukon Silver Resources Inc.

DATE TO GOOD STANDING		REMARKS:
		#23 BAR Trenching of seven trenches was carried out with an excavator, and a geochemical survey was intitiated on the DAN claims. A massive sphalerite-pyrrhotite lens was found wider than previously known, being 3 m wide, grading 13.2% Zn. Zone appears continuous to NW 61 m, where 10% Zn across 2 m.

092686

Report On

Summary of 1988 Work Program
Swift River Project

Watson Lake Mining District, 105 B-2 and 105 B-3

On Behalf of

First Yukon Silver Resources Inc.

by

D. Schellenberg, B.Sc.

December, 1988

Claims

Name:

Key 1-30
Park 1-64
Lake 1-52
Pine 1-36
Dan 1-122

Location:

60 08' North, 131 02'West

Dates:

August 8 to September , 1988

092686

This report has been examined by the Geological Evaluation Unit under Section 53 (4) Yukon Quartz Mining Act and is allowed as representation work in the amount of $ 18,600.00.

D A Emond

for Regional Manager, Exploration and Geological Services for Commissioner of Yukon Territory

I recommend approval of this trenching report
DAE

Table of Contents

List of Illustrations
(in pocket)

List of Claims

Name	Tag Number
Key 1-30	YB09486 - YB09515
Park 1-64	YB09516 - YB09579
Lake 1-52	YB09580 - YB09631
Pine 1-36	YB09632 - YB09667
Dan 1-64	YB14428 - YB14491
Dan 65-122	YB14494 - YB14551

Owner: First Yukon Silver Resources Inc.
#2601 - 1177 West Hastings Street
Vancouver, British Columbia V6E 2K3

Work Performed For: First Yukon Silver Resources Inc.

Introduction[1]

The Swift River property was explored extensively during the 1960 and 1970's primarily by Boswell River Mines Ltd. At that time, most of the exploration on this property was based on the concept of finding another Faro type base metal deposit. There are massive and disseminated deposits of magnetite plus pyrite with associated sphalerite, chalcopyrite and traces of galena. Sphalerite rich, massive to disseminated pyrrhotite beds or bands occur primarily along the northern boundary of the claim block and are the closest to a Faro type. Other areas have a higher galena content with silver ratios ranging from 1/2 -1-2.

There have been at least two sets of airborne geophysics flown on the property as well as some ground geophysics. There were about 1/2 dozen grids cut over each individual section of the property. Geochemistry in the form of stream silt and soil grid samples were completed. There was considerable bulldozer trenching and several diamond drill holes.

There is the potential for large low-grade zinc deposits, for zinc, lead and copper deposits, and maybe for silver-lead-zinc deposits as a result of the previous exploration work. There were few if any assays for gold and the potential for significate gold values at today's price of gold has never been explored.

[1] Taken directly from the report of Alex Burtons' dated April 1988, attached as appendix A.

Geology[2]

The Cassiar Fault which is a major regional tetonic structure passes just north of the property and forms the southern boundary of the Cretacious Cassiar Batholith.

South of the fault there is a band of Cambrian and Ordovician sediments that trend in a NNW direction. These Cambrian and Ordovician sediments are succeeded to the south by Mississippian and Pennsylvanian sediments separated by a thrust fault.

The Cambrian sediments consist of carbonates interbedded limestone and phyllite, limestone, dolostone, marble and minor schist. The next band of sediments to the south consists of Cambrian and Ordovician, phyllite, hornfels and minor limestone. South of the thrust fault the Mississippian and Pennsylvanian sediments consists of unsubdivided mylonite, breccia, quartzite and dolostone. Two prominent stocks of diorite are reported on the property.

2 Taken directly from the report of Alex Burtons' dated April 1988, attached as appendix A.)

Program Summary

The purpose of the 1988 Swift River exploration program was to provide an assessment of the known showings on the property by trenching with an excavator. The amount of work done equaled the minimum amount required for assessment work on the claims. A geochemical survey was initiated on the Dan claim block and half of the area was sampled. The grid will be completed during the 1989 exploration season. Samples taken during the 1988 program that were not assayed are currenty being stored on the property.

Trenching Results

Trench #1: (Old cat trenches 1964?) reference Map #1

The old trenches were re-examined by the author and two feet of sphalerite pyrrhotite mineralization was observed at Sevensma's sample site #8083. No other outcrop was exposed in trenches to the northwest. These trenches predate Boswell's work in the area and were done by either Hudson Bay Mining in the late 1940's or by W. McKinnon in 1964.

Further trenching at the 2' outcrop (sample site #8083) showed the mineralization to be much wider than originally assumed by Sevensma. A massive sulphide sphalerite pyrrhotite lens with a true width of 10' and grading 13.2% zinc was exposed. The exposed outcrop was a smooth glacially scoured surface with a typical orange-brown zinc oxide veneer. Ten one foot chip samples were taken from north to south (Sample #S1-S10) across the zone. Samples S1 - S8 were chipped with difficulty from the smooth oxidized surface. A large open fracture crosscutting the lens for the final two feet allowed for fresh material in Samples S9 and S10. Sample S9 assayed 26.25% zinc and S10 assayed 28.80 % zinc, suggesting that the overall grade of this zone maybe much higher than 13.2% zinc. Sample #8084 (Sevensma, 1966) taken approximately 200 feet N.W. and on strike, assayed 10.0% zinc across 7 feet.

Trench #2: (FYS, August 1988) Reference Map 2

Two large angular blocks of sphalerite pyrrhotite mineralization were discovered at this location during the 1988 season. Two attempts were made to reach bedrock at this location but at a depth of 20 feet the holes flooded.

Trench #3: (FYS, August 1988) Reference Map 2

This trench was an extention of Boswell's Trench #3 (1970) downslope to the north. The trench continued for 120 feet to a depth of 22 feet and was terminated when bedrock could no longer be reached. Bedrock consisted of white to light green silicious argillite with disseminated pyrrohotite and pyrite throughout.

Trenches #4 and #5: (Crescent Lake trenches, 1988) Reference May 2

Pyrrohitite magnetite mineralization was first discovered at this site when a road was cut by Boswell River Mines in 1970. The showing was extensively trenched by First Yukon Silver in August 1988. The lower trench crossed approximately 200 feet of massive and disseminated magnetite in green argillite. Pyrrohitite occurred as fine grained massive lenses three to four feet wide. Ten 20 foot chip samples were taken from east to west across the zone. The highest zinc assay was 1.54% zinc in sample #2. The second trench, parallel to the first, approximately 100 feet upslope, encountered similar mineralization. The zone remains open in all directions.

Trench #6 (Park claim #64 - on banks of Swift River)

The area excavated lies directly east of the Teslin suture in a sheered zone of predominately carbonate sediments of the Cassiar platform. The sheer zone is vertical and strikes north 10 degrees east, producing a prominent depression through the north. The 80 foot wide excavated zone displayed a number of phases of quartz calcite flooding. Mineralization consisted of pyrrite and marcasite with the highest concentration in the calcite. Samples from this zone will be assayed for gold during the 1989 program.

Trench #7 (FYS August 1988, Pine claim #18)

At the location of an old diamond drill site (1950's?) an attempt was made to reach bedrock. Overburden consisted of a light green clay.

Roadwork: (Location #10) Reference Map 3

Road reconstruction was required at this location to allow access by semi-trailer truck to enable the setting up of camp.

Recommendations

1. Existing lines on the Crescent Lake and Dan grids should be re-cut, and new lines cut between them, to reduce the spacing to 200 feet.

2. Soil samples should be taken at 100 foot intervals along these new grid lines.

3. A magnetometer survey should be conducted using the new grid.

4. Results of these surveys should be used to direct a trenching program.

5. Simultaneous with the work previously mentioned, excavating should be continued on Trenches #1, #4 and #5, as well as Locations #8 and #9, which uncovered zinc mineralization in previous work by Boswell (see Map 2). This should be combined with detailed geological mapping to gain insight into the depositional environment.

6. Overall geological mapping of the Crescent Valley/Dan grid with a view to determining if the mineralized zones are volcanogenic massive sulphides.

Conclusions

The author agrees with the conclusions of previous reports (Sevensma 1967, McLeod and Sevensma, 1969) as to the stratiform nature of the mineralization, favourable geological environment and potential for large tonnage deposit.

Mineralization, field relationships, and geological setting suggest that this is a zinc copper type volcanogenic massive sulphide deposit.

Cost Statement

Transportation:		
	Truck rental & fuel for 28 days	$ 2891.58
	A.T.V. rental	500.00
Excavator Rental and fuel:		
	Leibher 945	20,146.93
Wages:	***Line Cutters***	
	Fred McMillan	3554.00
	Samplers	
	Edward Jack	1160.00
	George Frank	1200.00
	Jean Legare	600.00
Camp Mobilization and Demobilization:		1950.00
Camp Operating Expenses:		1645.86
Food and Accommodation:		4603.10
Assaying Costs:		1002.78
Report Preparation:		1500.00
TOTAL		$40,754.25

Qualifications

I, Douglas Schellenberg, with a business address of Suite 2601, 1177 West Hastings Street, Vancouver, British Columbia, do hereby certify that:

1) I am a consulting geologist;

2) I am a graduate of the Colorado School of Mines and obtained a Bachelor of Science degree in Geological Engineering in 1973;

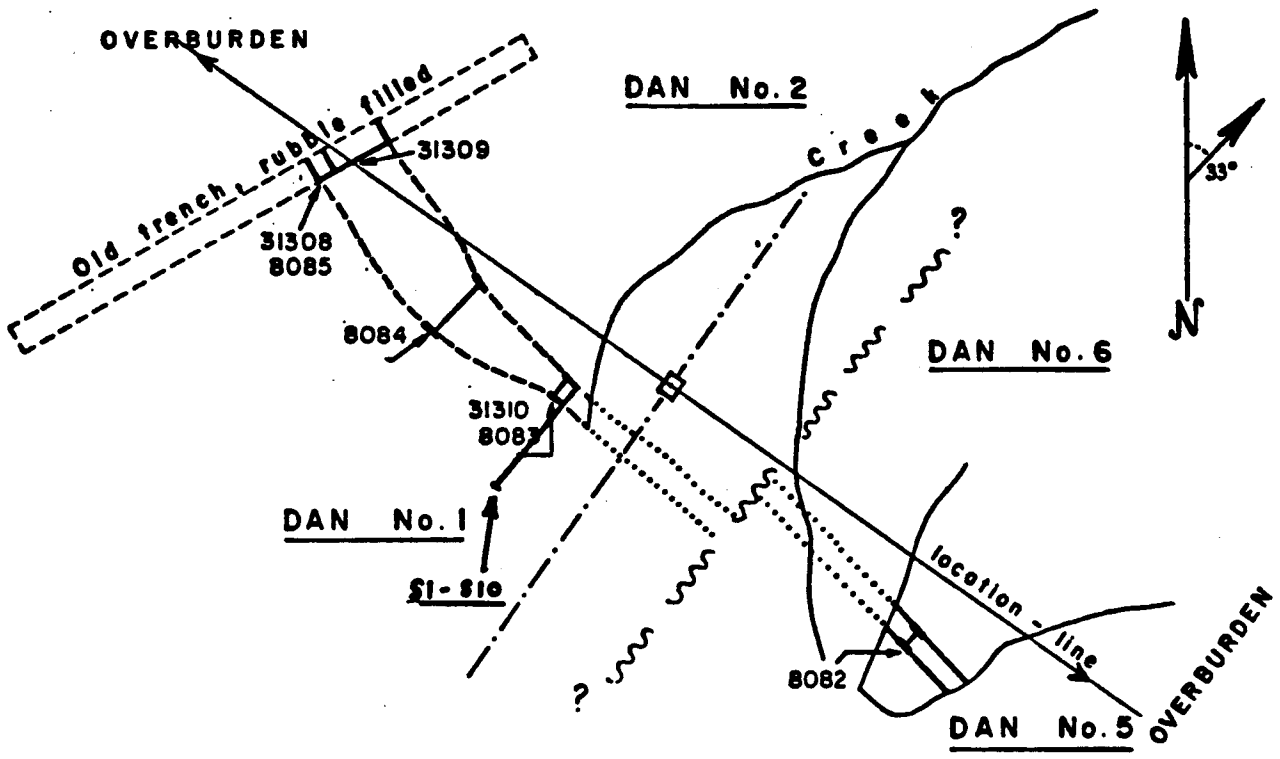
3) I have supervised the trenching for this survey;

4) I am the President, Director and a shareholder of First Yukon Silver Resources Inc.

Respectfully submitted,

D. Schellenberg, B.Sc.
December 20, 1988

DIAGRAM #1



		Width	Ag	Pb	Zn	Cu	
8082	Main showing	2'	Tr.	Tr.	Tr.	Tr.	
8083		2'	Tr.	Tr.	8.8	Tr.	
31310		20"	.12	nil	3.0	nil	
8084		7'	.20	Tr.	10.0	Tr.	
8085		2'	Tr.	Tr.	6.1	Tr.	
31308		2'	.08	nil	1.6	nil	
31309		6'	.54	nil	6.1	nil	
8086	Trench 4	Float?	Tr.	Tr.	3.6	Tr.	
31311		Float?	1.50	0.5	2.8	nil	

* Trench 4 is about 700' due East from the Main showing.

31308 - 311 Samples taken JUNE 24, 1962
8082 - 8086 " " JULY 22, 1966

LOCATION OF SAMPLES S1-S10 - 1988 PROGRAM

for

FIRST YUKON SILVER RESOURCES INC.

December 1988

By:
Douglas Schellenberg

Based on a map made for:
Boswell River Mines Ltd.

BOSWELL RIVER MINES LTD.

DAN GROUP of CLAIMS.

105-B-3 WATSON LAKE M.D. Y.T.

LOCATION OF SAMPLES TAKEN BY P.H.SEVENSMA

JUNE 24, 1962 and JULY 22, 1966

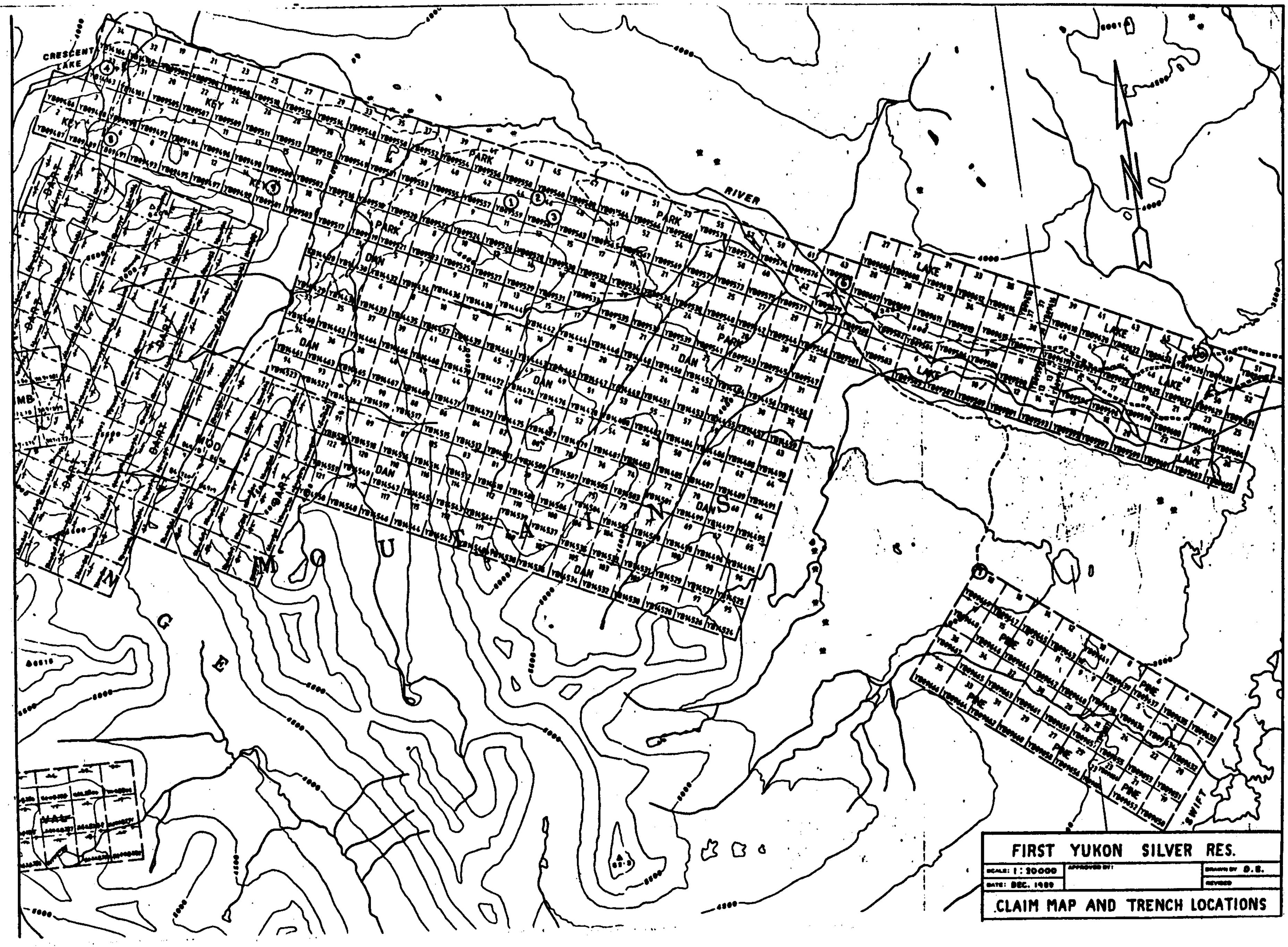
1" = 20' June 1967

P.H.SEVENSMA —— CONSULTANTS LTD. —— VANCOUVER, B.C.

FIG. 4

LOCATION OF TRENCHES DUG IN 1988 PROGRAM
for
FIRST YUKON SILVER RESOURCES INC.
December 1988
BOSWELL RIVER MINES LTD.
MacDONALD CONSULTANTS LTD.
SWIFT RIVER PROPERTY
By:
Douglas Schellenberg
Based on a map made for:
Boswell River Mines Ltd.
SCALE 1" = 1000'
DATE SEPT. 1970
NUMBER 294-6
GEOCHEMICAL
SURVEY
ZINC
PROFESSIONAL ENGINEER
PROVINCE OF BRITISH COLUMBIA
H. WOBER
092686
18
ZINC Geochemical Anomaly
Road
Streams
Trail
Map Reference 105-B-3 East
Topography by Lockwood Survey Corp.
SWIFT RIVER
Crescent Lake
Gossan Lake
Drumlin Lake
TRENCH 1
TRENCH 2
TRENCH 3
TRENCH 4
TRENCH 5
TRENCH 6
131°10'
60°10'
N

D1


CRESCENT LAKE
KEY
PARK
DAN
LAKE
PINE
MOD
SWIFT
RIVER
FIRST YUKON SILVER RES.
SCALE: 1 : 20000
APPROVED BY:
DRAWN BY D.E.
DATE: DEC. 1989
REVISED
CLAIM MAP AND TRENCH LOCATIONS

SAMPLES 1-10 TRENCH 4.

COMPANY: FIRST YUKON SILVER
PROJECT NO:
ATTENTION: D.SCHELLENBERG

BIN-EN LABS ICP REPORT
705 WEST 15TH ST., NORTH VANCOUVER, B.C. V7M 1T2
(604)980-5814 OR (604)988-4524

ANCT:F31) PAGE 1 OF 1
FILE NO: 8-1393/P1
DATE:AUGUST 31, 1988

8 TYPE ROCK GEOCHEM 8

(PPM)	1	2	3	4	5	6	7	8	9	10	NONUMBER
AG	1.3	2.8	2.5	2.5	.4	.3	.6	.1	1.2	.3	73.7
AL	9820	11460	9620	14290	10300	12860	7660	10670	9400	4330	6650
AS	10	29	40	19	17	21	9	24	7	35	7
B	5	13	16	10	6	7	7	9	8	13	4
BA	25	8	8	13	22	12	17	9	12	5	8
BE	.5	1.0	1.4	1.7	.2	.4	.1	1.7	1.5	1.7	.3
BI	8	2	6	4	3	4	2	1	4	5	77
CA	26900	34400	35250	51910	32410	38530	19970	34150	25960	11760	880
CD	3.4	54.9	6.9	4.2	3.2	9.2	1.5	2.1	.1	2.6	11.6
CE	18	45	93	35	36	24	80	21	25	31	14
CO	72	584	1079	994	165	8	251	149	129	278	315
FE	93980	169150	254460	148330	112760	114600	132950	164280	135680	257640	71040
K	1520	1290	1150	1210	1130	1170	1280	1120	1170	1040	1170
LI	52	48	45	48	49	48	51	48	49	46	57
MG	3350	2120	1790	2890	3560	3730	4660	2610	2430	1660	4680
MN	1090	1316	1354	2175	2005	2765	8816	1644	895	978	484
MO	10	3	3	3	4	4	4	2	3	2	6
NA	760	600	650	650	630	540	650	630	500	410	620
NI	1	2	23	2	6	5	1	3	3	7	1
P	650	460	290	340	440	350	410	360	440	460	270
PB	25	8	14	18	24	51	27	16	9	13	9377
SB	4	9	7	4	1	3	5	4	1	1	1
SR	3	1	2	1	2	2	5	2	3	2	9
TH	2	2	4	1	1	1	1	1	1	1	1
U	1	1	1	1	1	1	1	1	1	1	2
V	58.8	41.5	33.9	43.0	35.8	41.4	28.2	30.5	21.9	21.6	23.0
ZN	716	11400	2647	1099	808	1567	135	112	60	77	2017
GA	6	7	10	1	1	1	6	4	8	9	1
SN	8	1	1	4	4	5	3	4	3	1	5
W	2	2	2	2	1	2	1	1	1	2	2
CR	72	71	57	84	74	71	51	45	47	38	117

Sample Number	CU %	ZN %	AG G/TONNE	AG OZ/TON	AU G/TONNE	AU OZ/TON
#1	.018	.09	0.7	0.02	.02	0.001
#2	.072	1.54	4.0	0.12	.16	0.005
#3	.128	.38	3.6	0.11	.03	0.001
#4	.071	.15	3.7	0.11	.01	0.001
#5	.026	.10	1.0	0.03	.02	0.001
#6	.005	.23	1.2	0.04	.01	0.001
#7	.036	.01	2.0	0.06	.04	0.001
#8	.030	.01	1.2	0.04	.03	0.001
#9	.028	.01	0.8	0.02	.02	0.001
#10	.048	.02	0.2	0.01	.02	0.001
NO NUMBER	.036	.21	88.0	2.57	.01	0.001

SAMPLES S1 - S10 TRENCH 1

Certificate of ASSAY

Company: FIRST YUKON SILVER — File: 8-1678/P1
Project: — Date: SEPT 30/88
Attention: D.SCHELLENBERG — Type: ROCK ASSAY

We hereby certify the following results for samples submitted.

Sample Number	AU G/TONNE	AU OZ/TON	ZN %	CU %	AG G/TONNE	AG OZ/TON
S 01	.01	0.001	12.15			
S 02	.01	0.001	14.15			
S 03	.01	0.001	15.00			
S 04	.01	0.001	13.10			
S 05	.02	0.001	7.60			
S 06	.04	0.001	11.40			
S 07	.01	0.001	1.83			
S 08	.01	0.001	2.33			
S 09	.01	0.001	26.25			
S 10	.10	0.003	28.80			

(VALUES IN PPM)	AG	AL	AS	B	BA	BE	BI	CA	CD	CO	CU	FE
S01	3.2	8740	19	201	14	.2	1	48570	1070.4	122	443	96380
S02	2.8	9990	24	1144	11	.5	1	55600	1180.0	134	276	119090
S03	5.7	6430	16	1461	7	1.1	5	41950	1186.8	185	568	164260
S04	7.7	8870	29	295	9	1.6	6	28250	1092.5	245	1084	174640
S05	6.5	6920	7	72	14	.8	8	16580	609.0	389	1571	252350
S06	5.3	6940	5	55	14	1.1	3	18440	963.8	352	1136	215420
S07	3.4	15790	30	1285	30	.3	1	51610	185.0	70	236	81060
S08	2.2	17060	27	218	31	.3	1	51900	214.3	45	157	67810
S09	5.4	1390	29	125	15	1.3	3	2740	2221.8	305	660	178250
S10	4.6	1270	24	181	8	1.7	2	3610	2579.6	377	612	172760

(VALUES IN PPM)	K	LI	MG	MN	MO	NA	NI	P	PB	SB	SR	TH
S01	500	6	4090	2409	3	60	1	570	101	1	4	1
S02	380	7	4270	2762	4	60	4	560	97	1	2	1
S03	350	6	3510	2618	4	50	6	480	173	1	4	1
S04	370	5	3700	2696	2	60	1	580	293	5	3	1
S05	450	5	2160	1656	1	70	6	380	223	5	1	1
S06	400	4	1740	2087	4	60	3	470	139	9	4	1
S07	550	6	3580	2107	4	80	4	630	96	4	2	1
S08	580	5	2580	2058	1	80	3	550	64	1	3	1
S09	400	4	850	3024	1	60	5	550	127	7	22	1
S10	300	4	1040	3008	1	60	4	530	98	4	24	1

(VALUES IN PPM)	U	V	ZN	GA	SN	W	CR
S01	1	30.3	108122	1	1	3	75
S02	1	32.4	124163	1	2	1	73
S03	1	22.4	125106	1	4	2	52
S04	1	34.8	125111	1	1	6	70
S05	1	25.2	70964	1	1	1	48
S06	1	27.2	111094	1	2	3	60
S07	1	52.9	17708	1	1	1	105
S08	1	54.6	20553	1	1	1	131
S09	1	8.2	246961	1	1	1	35
S10	1	6.6	246577	1	1	2	30

REPORT

on the

Spencer Creek Property

Rancheria Area, Watson Lake Mining District
Yukon Territory

N.T.S. 105 B 1
Latitude 60 degrees 10' N
Longitude 130 degrees 20' W

for

FIRST YUKON SILVER RESOURCES INC.,
26 Floor - 1177 West Hastings Street,
Vancouver, B.C. V6E 2K3

by

Alex Burton, P.Eng,
Burton Consulting Inc.,
810 - 626 West Pender Street,
Vancouver, B. C. V6B 1V9

and

Tim Liverton, Geologist,
Tarmachan Exploration Services Ltd.,
Box 529,
Watson Lake ,Yukon, Y0A 1C0

APRIL, 1988

BURTON CONSULTING INC.

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INTRODUCTION

The claim block covers the middle unexplored portion of ground between the Midway camp and the rich silver veins of the Silver Hart-Jack camp. The claims are at lower elevations in the trees below the bare alpine slopes.

They are surrounded on the west and north with neighbouring properties. To the east there is heavy timber in lower ground and to the south is the Alaska Highway and the Rancheria River Valley.

The majority of the claims are underlain by Lower Cambrian carbonate sediments and are cut by major NW and NE faults. This is the preferred environment for mineralization on the neighbouring properties. The claims have the features that are permissive for epithermal high grade silver lead veins, for massive sulphide zinc, lead, silver deposits, and base metal manto and breccia deposits.

There is a known gossan zone that has not been sampled yet, and also a system of quartz veins that has been identified, but not explored or sampled.

An exploration program to look for these kinds of mineralization is recommended and a budget has been prepared.

LOCATION AND ACCESS

The property is in the Watson Lake Mining District, Rancheria Area, Yukon Territory. It is at latitude 60 degrees 10'N and longitude 130 degrees 20'W, N.T.S. 105 B1. The property is 52 miles west of Watson Lake where the access road turns of the Alaska Highway up the Jack Trace Access Road, which cuts the claim block diagonally. The southern boundary of the claims parallel the Alaska Highway. Most of the property is below timberline and is covered with evergreens, mainly black spruce.

HISTORY

There are no known showings or any history of previous work on the claims. Exploration work in 1987 during the staking discovered a gossan zone and a system of quartz veins.

GEOLOGY

Cambrian, Cambrian-Ordovician and Devonian carbonate sediments separated into fault blocks underlie the property. The major fault systems run NW SE and it is postulated that the northwestern extension of the Kechika Fault passes through the middle portion of the claims. Sub parallel NE trending faults which are hosts for mineralization on adjacent properties pass through the claims.

The Cambrian unsubdivided carbonates, includes interbedded limestone and phyllite, limestone, dolostone, marble and minor schist. These rocks cover the majority of the property.

A more siliceous band of these Cambrian sediments runs NW through the eastern end of the property and may be sinistrally offset by one of the NE faults.

Cambrian and Ordovician unsubdivided phyllite, hornfels and minor limestone occur within the postulated Kechika Fault and extend at least into the claims.

Devonian unsubdivided limestone and minor dolostone occurs as a fault block along the southern edge of the property.

Igneous rocks of the Cassiar Batholith are about 5 km. west of the property.

Mineralized northeast faults in the camp have wall-rock alteration typical of epithermal systems.

ADJACENT SHOWINGS

The adjacent showings are discussed in clockwise order from the Alaska Highway.

STERLING (Zulu Lady)

The main showing consists of regular plods of coarse grain, galena, sphalerite and pyrite, associated with a north trending dolostone-limestone breccia. One of the showings trends north 65 degrees east.

A & B (Luck)

Silver, lead, zinc replacement pods occur in the highly deformed Cambrian carbonates, appearing to follow fault axes. It has been postulated that such stratabound mineralization was redistributed and formed replacement bodies along the northeast trending faults in this camp.

FIDDLER

Northeast striking quartz veins contain silver, lead, zinc mineralization as well as wolframite, scheelite, fluorite, cassiterite and minor amounts of stanite, sphalerite, chalcopyrite and pyrite. A breccia also strikes N60E.

DK

The DK is reported to contain silver in lead-zinc veins along NE trending structures.

HARDTACK (Oro)

Gossans occur along a contact of a N75E striking mafic dyke. Below the black iron ozide and possibly manganese gossans, galena and sphalerite assays rich in silver.

KODIAK

Galena bearing carbonate veins strike NE to east, contain galena and sphalerite which assays high in silver and weathers to a black or rust coloured wad. Mafic dykes occur locally and trend northeasterly to east.

COR

The Cor is north of the Jack and is presumed to be similar.

JACK

The Jack Property is directly north and was explored extensively in 1987. Northeast trending sets of faults with epithermal alteration contain silver, lead, zinc veins. Surface trenching in 1987 showed that the number of veins increases proportionately to the amount of trenching done to explore for them. In addition, the widths and size of the alteration zones imply substantial mineralization below.

CANAMAX (Head)

At least two linear (NE) soil geochemical anomalies which have not been followed up constitute the property. Fault breccia and galena are reported on the property.

BUTLER MOUNTAIN (YP)

Mineralization in the carbonate sediments is related to a north trending zone of steeply dipping felsic dykes and breccias. Drill intersections of 15.26 g/t Au over 3.4 M and 337.37 g/t Ag over 2.2 M have been reported. Mineralization is in massive sulphide lenses and quartz veins.

EXPLORATION POSSIBILITIES

Most of the exploration in this camp has taken place above the timberline and explains why so little prospecting has been done on the claims which are below the treeline. With recent work the controls on mineralization are now understood and this can be applied to the claims with the expectation of some success.

Factors to be taken into consideration include the following. Major control is the northeast fault systems, which almost universally contain mineralization. These northeast fault systems show up extremely well on the geomorphology of the land forms and can be seen on airphotos and direct field observations. Andesitic to lamprophyre dykes, mainly pre-mineralizaion, occur along the northeast faults and may be related to the epithermal mineralization.

Gossans in the form of blue-black manganese wad as well as limonite goethite types can occur over mineralized shoots along the faults. They sometimes are well exposed on the surface, but even when leached away some manganese stain is still visible.

Quartz float with sulphides is often seen on the surface when the main sulphide lense is leached away.

Stream drainages on the property should be sampled with standard silt samples and heavy sediment suction dredge sampling to test for gold, lead and tungsten resistates.

Soil sampling using the qualitative dithizone cold extraction method which gives immediate results in the field, is the best system in this environment. In addition, reference soil samples will be collected for later analysis. The existing claims lines form an obvious control grid for the soil sampling program as proposed originally by Douglas Schellenberg.

Geological mapping at a scale of 1:15,000 with the aid of stereoscopic airphotos should be completed early in the program.

Any zones of mineralization, gossans or geochemical anomalies that are discovered should be evaluated and then explored by excavator trenching. The budget for trenching is not included in this report.

BUDGET

Estimated budget for

the geochemistry and geology	$20,000.00

REFERENCES

ABBOTT, Grant Silver-bearing Veins and Replacement Deposits of the Rancheria District In YEG (1983)

D.I.A.N.D. 1979-80, 81, 83 Yukon Exploration & Geology, Dept. Indian Affairs and Northern Development

LOWEY, G.W. & LOWEY J.F. 1986 Geology of Spencer Creek (105 B 1) Daughney Lake (105 B 2) Map Areas, Rancheria District, Southeast Yukon. Open File 1986-1

RODDICK & GREEN 1959 G.S.C. Wolf Lake Sheet

C E R T I F I C A T E

I, ALEX BURTON, P. Eng., Consulting Geologist, with offices at 810 - 626 West Pender Street, Vancouver, B.C. V6B 1V9, am a graduate geologist from the University of British Columbia.

I am a registered Professional Engineer #6262 with the Association of Professional Engineers of B.C. I am a geochemist and a member of the Asssociation of Exploration Geochemists. I am a Fellow of the Geological Association of Canada. I am also a member of the C.I.M.M., B.C. & Y.T. Chamber of Mines and A.G.I.D.

I have practiced my profession for many years in senior positions with major mining companies and as an independent consultant.

I have visited the Spencer Creek Property.

I have no personal interest in the property or FIRST YUKON SILVER RESOURCES INC. nor do I expect to receive directly or indirectly any interest in such property or securities. I consent to the use of this report by FIRST YUKON SILVER RESOURCES INC. in a prospectus or Statement of Material Facts.

Dated this 26th day of April, 1988 in Vancouver, B.C.

PROFESSIONAL ENGINEER
PROVINCE OF BRITISH COLUMBIA

ALEX BURTON, P. Eng.
Consulting Geologist

STATEMENT OF QUALIFICATIONS

I, TIMOTHY LIVERTON, graduated from the University of Sydney with a BSc. degree in Geology and Geophysics in 1965. Between 1965 and 1980 I was employed by several consulting, Mineral exploration and Mining Companies as a geologist and worked on a wide variety of projects in Australia, Canada, the U.S.A., Brazil, Norway, Portugal and the United Kingdom.

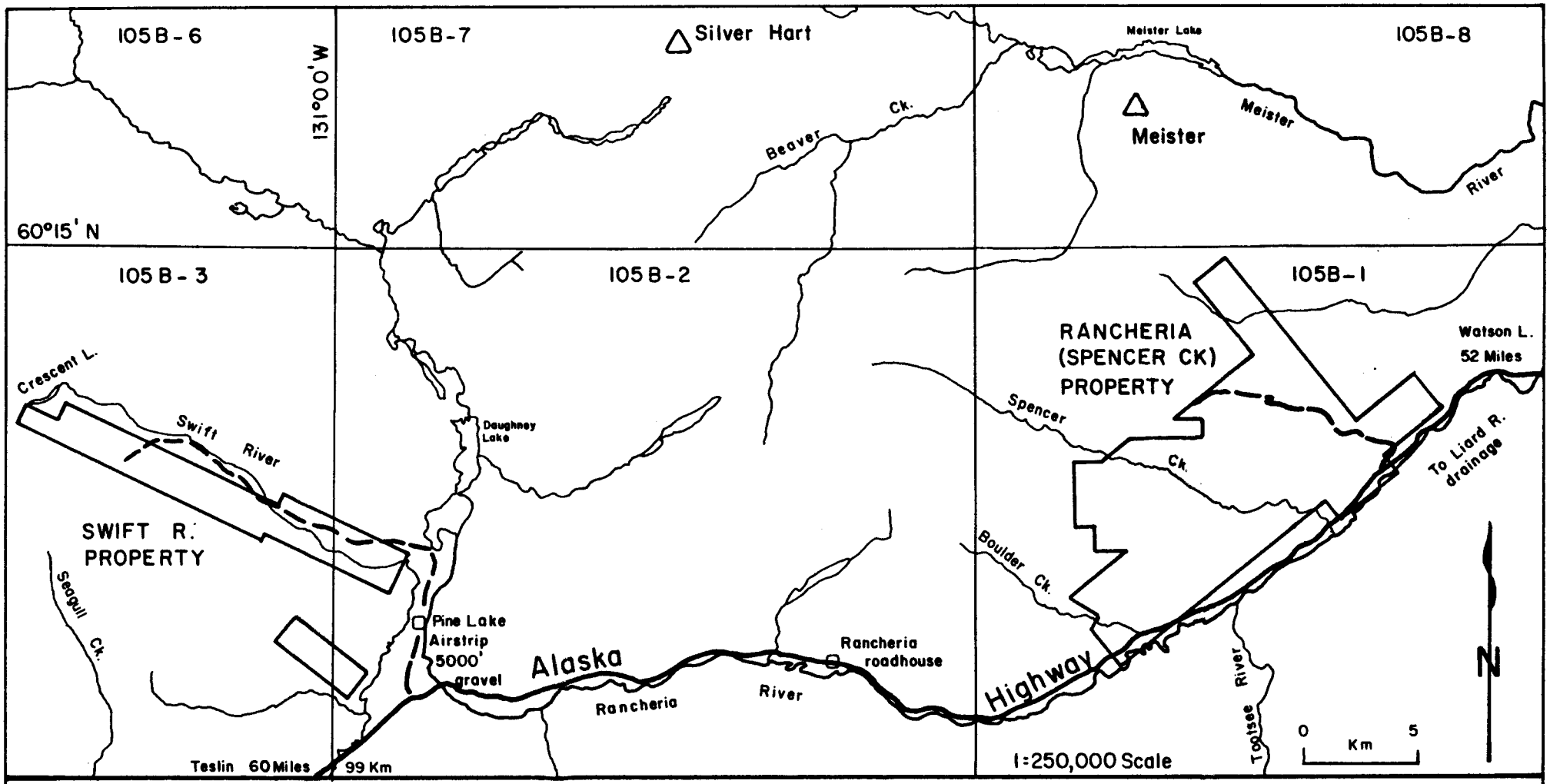
Since 1980 I have been self-employed, carrying out geological, geophysical and surveying work on mineral properties in the Yukon, Northern B.C. and the N.W.T.

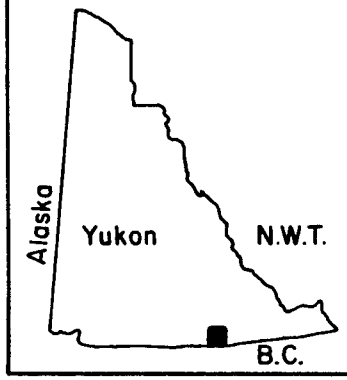
The Rancheria area is familiar to me and I have worked on several properties in the area. The Swift River and Spencer Creek Properties held by First Yukon Silver Resources Inc. have been examined by me on many occassions between 1977 and October, 1987.

I do not hold any shares in FIRST YUKON SILVER RESOURCES INC., neither do I expect to receive any interest in the Company. This report and my name as co-author may be used in a prospectus of First Yukon Silver Resources Inc.

Dated this 26th day of April, 1988 in Vancouver, B.C.

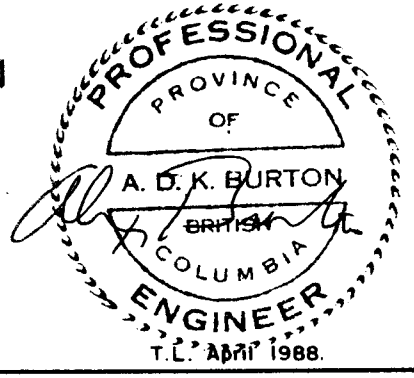
TIMOTHY LIVERTON, Geologist
Tarmachan Exploration Services Ltd.
Box 529, Watson Lake, Yukon

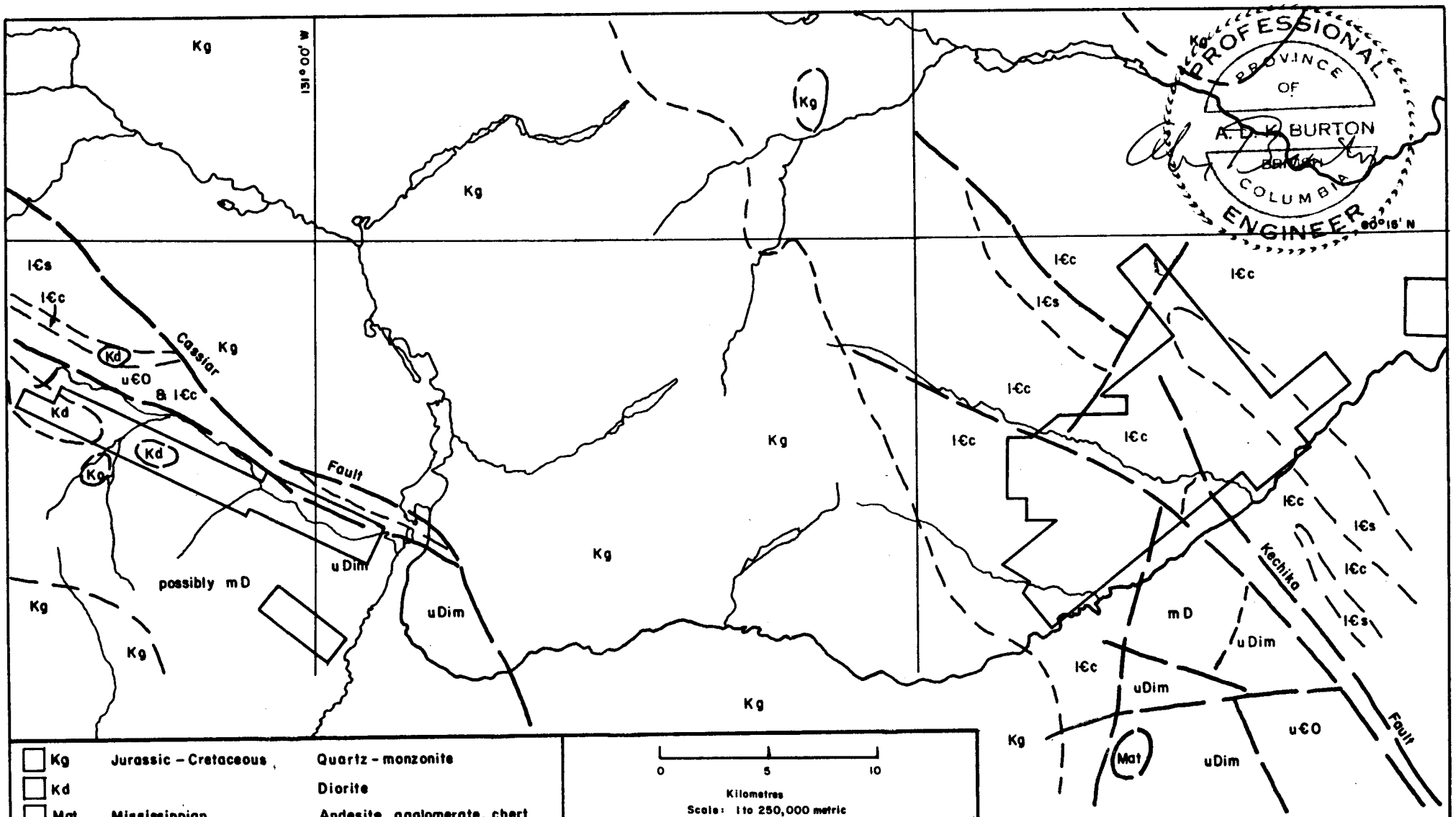




First Yukon Silver Resources Inc.

SWIFT RIVER AND RANCHERIA PROSPECTS, YUKON
LOCATION AND ACCESS FROM ALASKA HIGHWAY





First Yukon Silver Resources Inc.

SWIFT RIVER AND RANCHERIA PROSPECTS, YUKON
REGIONAL GEOLOGY AND LOCATION

T.L. April 1988

60°15' N

Contours shown are for 4000, 4500, 5000 foot elevations.

0 5

Kilometres
Scale: 1 to 100,000 metric

Faults

Prospects

Jack

Kodiak

Oro
(Hardtack)

u/h

D K

Fiddler

A&B

Sterling
(Zulu Lady)

YP
(Butler Mountain)

ALASKA HIGHWAY

130° 30' W

130°00' W

60°05'N

PROFESSIONAL ENGINEER
PROVINCE OF BRITISH COLUMBIA
A. D. K. BURTON

First Yukon Silver Resources Inc.

Rancheria (Spencer Creek) Silver Property

MAP SHOWING SURROUNDING PROSPECTS AND MAJOR GEOLOGICAL STRUCTURES

T.L. April 1988

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