



Crows Nest Resources

Eau Claire Place, 525 - 3rd Avenue S.W., Calgary, Alberta (403) 232-4355 **LIMITED**
P.O. Box 2699, Station M, Calgary, Alberta T2P 2M7 Telex 03-822505

December 30, 1981

Ministry of Energy, Mines and Petroleum Resources
British Columbia

Enclosed please find our report on the Mount Reesor Project

Mr. Dennis E. Bell planned and supervised the 1981 geological field program on Mount Reesor B.C. Coal Licences held by Shell Canada Resources Limited and operated by Crows Nest Resources Limited. Gary Cox assisted with the field work, and the preparation of this report.

Mr. Dennis E. Bell, B.Sc., graduated in Geology from Dalhousie University in 1965. Since 1968 he has specialized in mapping, structural interpretation, and exploration supervision in the coking coal belt of British Columbia and Alberta. He has worked on projects similar to this property for this company and a number of other major coal companies. Mr. Bell is registered as a Professional Geologist in the Association of Professional Engineers, Geologists, and Geophysicists of Alberta.

Gary Cox, B.Sc., graduated in Geology from the University of Alberta in 1981.

There work was carried out under the supervision of our District Manager, British Columbia, Mr. Frank Martonhegyi.

Yours very truly,

R.D. Gilchrist, P. Geol.
Senior Geologist

BG/nmc **GEOLOGICAL ENGINEERING
ASSESSMENT REPORT**

CONFIDENTIAL
OPEN FILE

00 551

MOUNT REESOR

COAL EXPLORATION

- 1981 -

Coal Licences 4472 and 4473

Licences dropped

B.C. Coal Licences held by Shell Canada Resources Limited and Operated by
Crows Nest Resources Limited

Peace River Land District, Northeast British Columbia

National Topographic Series 93P/3W Bullmoose Creek

Latitude and Longitude 55 Degrees 04 Minutes North

121 Degrees 26 1/4 Minutes West

Consultant and Author Dennis E. Bell, P. Geol. (Alberta)

Max Air Exploration Limited

P.O. Box 878

Jasper, AB T0E 1E0

Field Work July and August, 1981

Submission Date December 31, 1981

4/CFa.1

OPEN FILE

TABLE OF CONTENTS

	<u>Page</u>
1.0 SUMMARY	2
2.0 INTRODUCTION	4
2.1 Coal Land Tenure	4
2.2 Location, Geography, and Physiography	6
2.3 Access	8
2.4 Environment	9
3.0 WORK DONE	10
3.1 Summary of Previous Work	10
3.2 Scope and Objective of 1981 Exploration	11
3.3 Work Done in 1981	12
3.4 Costs of Work Done in 1981	13
4.0 GEOLOGY	16
4.1 Regional Geology	16
4.2 Stratigraphic Geology	19
4.3 1981 Geologic Mapping	21
4.3.1 Geologic Base Map 1:25,000	23
4.3.2 Structural Cross Section 1:25,000	30
4.4 Structural Geology	33
4.4.1 1981 Stereographic Analysis	33
5.0 RECOMMENDATIONS	41
6.0 BIBLIOGRAPHY	42

ILLUSTRATIONS

		<u>Scale</u>	<u>CNRL No.</u>	<u>Page</u>
FIG. 1	LOCATION MAP		AA-760	1
FIG. 2	FORMATIONAL DIAGRAM BULLHEAD AND MINNES GROUPS			17
FIG. 3	FORMATIONAL DIAGRAM FORT ST. JOHN GROUP			18
FIG. 4	STRATIGRAPHIC SECTION	1:5,000	AA-752	20
FIG. 5	1981 MT. REESOR STRUCTURAL CROSS SECTION 000 N/S	1:25,000	AA-753	32
FIG. 6	SCATTER DIAGRAM, MT. REESOR SYNCLINE			35
FIG. 7	CONTOUR PLOT, MT. REESOR SYNCLINE			36
FIG. 8	SCATTER DIAGRAM, MT. REESOR ALL ATTITUDES.			39
FIG. 9	CONTOUR PLOT, MT. REESOR ALL ATTITUDES			40

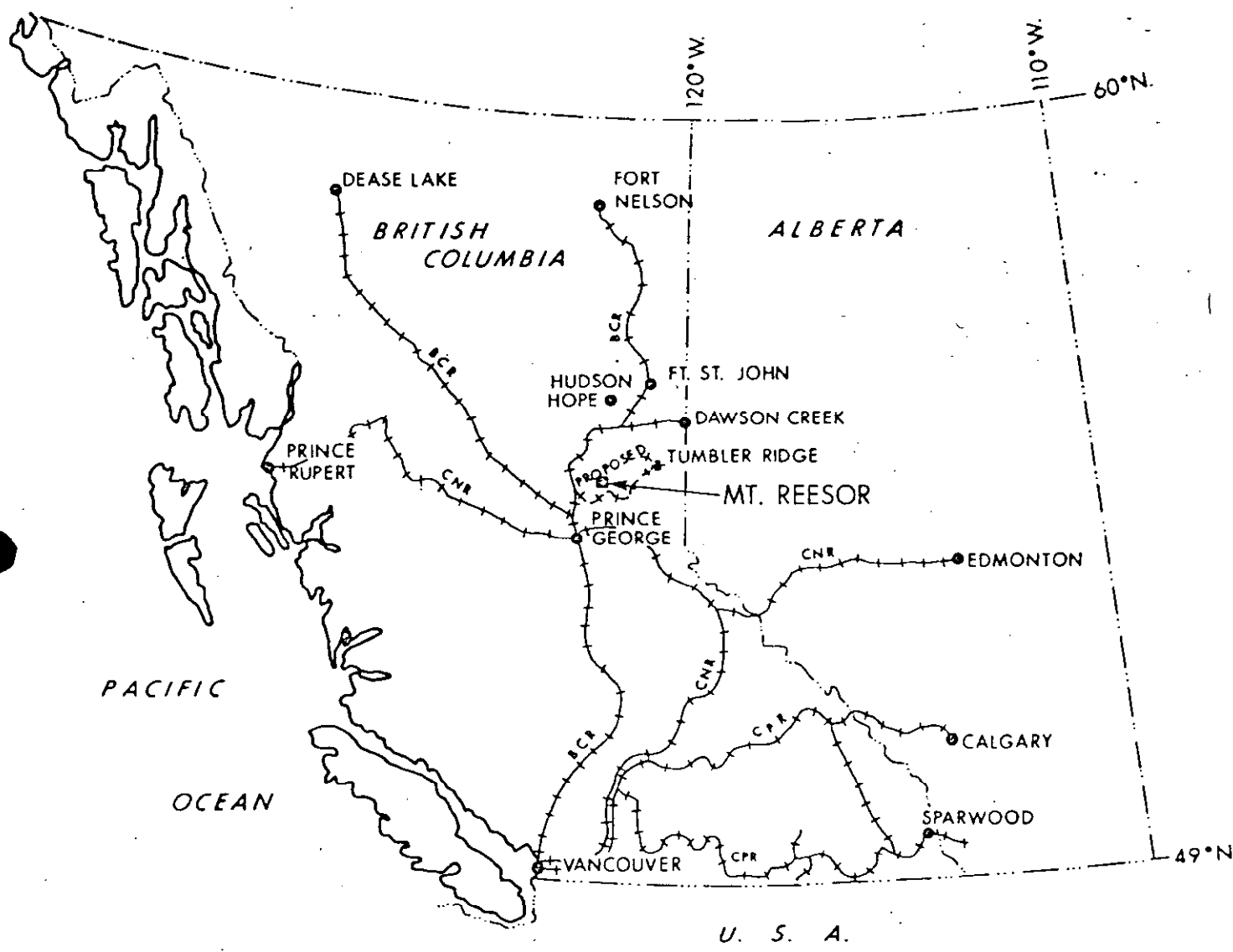
TABLES

TABLE 1	B.C. COAL LICENCES TENURE STANDING, MOUNT REESOR			5
TABLE 2	ABBREVIATIONS LEGEND, GEOLOGICAL MAPS AND SECTIONS			25

APPENDICES

		<u>SCALE</u>	<u>CNRL NO.</u>
APPENDIX A	INDEX, COAL LAND DISPOSITION AND GEOLOGIC COMPILATION MAPP	1:50,000	HC-92
APPENDIX B	1981 GEOLOGIC MAP	1:25,000	HG-92

4/CFa.0.3



Crows Nest Resources Limited
EXPLORATION

MT. REESOR
NE BC

LOCATION MAP
FIGURE 1

AUTHOR: D. BELL	SCALE: N.T.S.	ENCLOSURE No:
DATE: BI-11-24	REVISED:	DRAWING No: AA-760
To Accompany		

1.0 SUMMARY

During the field season of 1981, Crows Nest Resources Limited conducted a surface geologic mapping program on the two coal licences composing Mount Reesor, northeastern British Columbia. The area is named after Mount Reesor, 2043 m (6,703 feet), which has its peak within the licences. Expenditures on the project, totally helicopter-supported, was \$14,022.

Helicopter inspection shows that much of the area of interest is above treeline, erosion has outlined a relatively flat-bottomed syncline approximately 1 km in width and 1 1/2 km in length, left behind as an erosional remnant to form Mt. Reesor. The whole of the prospective Gething Formation is contained within the syncline, but significant thickness of the coal-bearing part of the Gates Member of the Commotion Formation above the Gething is missing.

Mount Reesor is located between Bullmoose Creek and the Wolverine River, 5 km north of the proposed Wolverine rail line which will service proposed coal mining in the area.

As the region has not yet been mapped on a 1:50,000 scale by the Geological Survey of Canada, the general purpose of the mapping was to map the existence and extent of the formations within the licences. Particular objectives were to establish a site for a first drill hole,

based upon measured thicknesses of the formations, and to establish lithologic and structural frameworks for the property.

There is no road or trail access to Mt. Reesor. Future work will have to be totally helicopter-supported, from the road and rail access presently being constructed along the Wolverine. The new town of Tumbler Ridge will be 25 km east by air.

The mapping was done at a scale of 1:25,000, on a blown-up 1:50,000 topographic base. Stereographic analysis of the bedding attitudes has established the structural orientation and parameters of the main syncline. A grid on the base map has been created, and a structural cross section at a scale of 1:25,000 on this grid has been prepared.

Mt. Reesor is now ready for drilling and trenching of the 200 m of Gething Formation contained within the area. The mapping located a partially-exposed coal seam slightly greater than 1 m in thickness near the top of the formation. Beyond the main syncline the licences contain complexly-folded undifferentiated Minnes Group sediments, which themselves may be prospective for coal.

2.0 INTRODUCTION

2.1 Coal Land Tenure

Two licences, 4472 and 4473, 594 ha total, compose Mt. Reesor.

The project is named after Mount Reesor, which has its peak within licence 4472.

The following table entitled "B.C. Coal Licences Tenure Standing, Mt. Reesor" gives details of tenure.

4/CFa.5

2.2 Location, Geography, and Physiography

Mt. Reesor is composed of two contiguous coal licences covering a north-south rectangular area of 3.2 km by 1.6 km.

Some location descriptions are:

- 1) covering the peak and western slopes of Mt. Reesor, 2,043 m, an inner foothill of the Rocky Mountain' Foothills Belt in northeastern British Columbia.
- 2) Centered about latitude 55 degrees, 04 minutes north and longitude 121 degrees, 26 1/4 minutes west.
- 3) 160 km west from Grande Prairie, Alberta.
- 4) 105 km southwest from Dawson Creek, British Columbia.
- 5) 70 km south-southeast from Chetwynd, British Columbia.
- 6) 150 km northeast from Prince George, British Columbia.
- 7) 25 km west from the new town of Tumbler Ridge, British Columbia.

Relief varies from 1325 m (4350 ft.) on the northwestern edge of licence 4473 to Mount Reesor's peak at 2043 m (6703 ft.) in the northeastern corner of licence 4472, a total of 718 m (2356 ft.). The drop to Bullmoose Creek on the northwest is only 45 m to 1280 m (4200 ft.). On the south the drop to the future rail line along the Wolverine is approximately 945 m (3100 ft.) from mid-Gething

Formation at 1829 m (6,000 ft.) to the Wolverine at 884 m (2,900 ft.). For a haul route on the east side of the unnamed creek running in this direction the distance is approximately seven to eight kilometres, meaning a grade of approximately 100-125 m per km, or 10 to 12 1/2%.

The two Mt. Reesor licenses lie across a major northeast-southwest ridge line, the high point of which is the peak. Most of the Crows Nest-controlled Gething Formation within the two licenses lies under the northwest-facing slope of this ridge, the opposite side to the rail line to the south. Denison Mines has the remainder of the Gething on the southeast-facing slope of the ridge.

2.3 Access

The 1981 mapping program on Mt. Reesor was serviced totally by a Hughes 500D helicopter, based at the Petro-Canada Monkman coal camp 53 km to the southeast, where the crew boarded for the season. There is no road or trail access to the licences at present.

Future road access to the license could come up Bullmoose Creek from the north. The present rail construction in the Wolverine River Valley to the south, however, means that good gravel access up this river from the outer foothills is at hand. In addition, the town of Tumbler Ridge, now being constructed, is only 30 km downstream to the east from the closest rail point to the licences.

Distance by air to Chetwynd is only 70 km, and so future helicopter-supported work could be serviced from this base, along with other Crows Nest work occurring in the Pine Pass-Sukunka region.

2.4 Environment

Mt. Reesor has the harsh climate through much of the year characteristic of the Rockies of northeastern British Columbia. Snow can be expected over much of the ground until May.

The two Mt. Reesor licences cover ground mostly above treeline, and classified by the province as sensitive alpine. As the licences cover ground which is situated athwart a high ridge, any future mining operations would encounter relatively high winds and changeable weather conditions.

The closest rail point on the new line along the Wolverine to the south is at a relatively low 884 m (2,900 ft.). Average atmospheric temperature gradient means an average annual temperature difference of 6 degrees Celsius (10 1/2 degrees F) between the mining and rail levels.

Overall, the general climate on the Mt. Reesor licences would be similar to that expected at Denison's proposed Quintette operations.

3.0 WORK DONE

3.1 Summary of Previous Work

Previous work on the Mt. Reesor licences by Crows Nest Resources consists of a small amount of geological mapping by Georgia Hoffman. This was done in August, 1979, on a 1:50,000 scale, and described in her report, "1979 Geological Report, Mt. Reesor Coal Property," dated March 27, 1980.

This 1979 mapping described basic stratigraphy and structure, and established the presence of the prospective Gething Formation. Several thinner coal seams in differing locations were identified.

The 1979 mapping was qualitative, however, done as reconnaissance. No strikes, dips, or other geologic measurements were reported, and unit thicknesses are approximate only.

3.2 Scope and Objectlve of 1981 Exploration

The 1981 mapping program on Mt. Reesor was designed to duplicate the 1979 mapping by Georgia Hoffman, at a slower pace and in more detail, by chaining traverses and recording strikes, dips, and other detail of a quantitative nature in order to flesh out the 1979 work.

Further mapping by chain and compass was intended to expand the geologic base, and to qualify the structural setting.

Hand-trenching was planned.

Finally, an objective of an "immediate" sense was to establish a first or several drill sites, determining in the process their targets, positions, and depths.

3.3 Work Done in 1981

The summer of 1981 has been the driest, warmest summer since the keeping of records in northeastern British Columbia. Forest travel bans due to the fire hazard prevented mapping on the ground except during the morning period of each day.

The mapping was abbreviated, therefore, and only a partial conclusion of the objectives was reached.

The 1979 mapping was partially duplicated, this time on a 1:25,000 base and including strikes, dips, and measured sections. Mapping was not, however, expanded from the main ridge line over the peak. Sufficient data was gathered to quantify the position and partially the nature of the major structural features. Two drill sites were established for the Gething Formation.

A geologic map at a scale of 1:25,000 has been prepared. Bedding attitudes were analyzed stereographically and a geologic grid established on paper, designed to provide the best cross section orientation and structural analysis. Major formations, units, and structures have been outlined partially by chain and compass and partially by helicopter. This provides quantitative control for drill and trench planning, and structure location. An up-date 1:50,000 geologic compilation has been prepared. A 1:25,000 cross section which incorporates the proposed drill sites has been prepared.

3.4 Costs of Work Done in 1981

Detailed costs of the 1981 Mt. Reesor geologic program are contained in the Application to Extend Term of Licence on the following pages.

Total cost of the 1981 program was \$14,022.

4/CFa.14



Province of British Columbia
Ministry of Energy, Mines and Petroleum Resources

APPLICATION TO EXTEND TERM OF LICENCE

LESLIE GRAMANTIK agent for SHELL CANADA RESOURCES LIMITED
(Name) (Name)

P.O. BOX 100 CALGARY
(Address) (Address)

ALBERTA T2P 2H5

Valid FMC No. 207568

hereby apply to the Minister to extend the term of Coal Licence(s) No(s). 4472 & 4473

TWO LICENCES, 594 HECTARES

for a further period of one year.

2. Property name MT. REESOR, PEACE RIVER LAND DISTRICT

3. I am allowing the following Coal Licence(s) No(s). to forfeit N/A

4. I have performed, or caused to be performed, during the period JANUARY 1981 to

DECEMBER 29th, 19 81, work to the value of at least \$ 14,022.00

on the location of coal licence(s) as follows:

CATEGORY OF WORK

CATEGORY OF WORK	Licence(s) No(s).	Apportioned Cost
Geological mapping	4472, 4473	13,682.00
Surveys: Geophysical	-	-
Geochemical	-	-
Other	-	-
Road construction	-	-
Surface work	-	-
Underground work	-	-
Drilling	-	-
Logging, sampling, and testing	-	-
Reclamation	-	-
Other work (specify)	-	-
Off-property costs	GEOLOGICAL REPORT	340.00

5. I wish to apply \$ 14,022.00 of this value of work on Coal Licence(s) No(s). 4472, 4473

6. I wish to pay cash in lieu of work in the amount of \$ N/A on Coal Licence(s) No(s).

7. The work performed on the location(s) is detailed in the attached report entitled

THE GEOLOGICAL REPORT WILL BE SUBMITTED IN 90 DAYS

DECEMBER 21, 1981
(Date)

Gramantik
(Signature)

ASSISTANT LANDMAN
(Position)

CATEGORY OF WORK

GEOLOGICAL MAPPING

Yes No

	Area (Hectares)	Scale	Duration
Reconnaissance	350	1:25,000	25 MAN DAYS
Detail: Surface			
Underground			
*Other (specify)			
			Total Cost \$ 13,682.00

GEPHYSICAL/GEOCHEMICAL SURVEYS

Yes No

Method
 Grid
 Topographic
 *Other (specify)
 Total Cost \$

ROAD CONSTRUCTION

Yes No

Length Width
 On Licence(s) No(s)
 Access to
 Total Cost \$

SURFACE WORK

Yes No

	Length	Width	Depth	Cost
Trenching				
Seam Tracing				
Crosscutting				
*Other (specify)				
				Total Cost \$

UNDERGROUND WORK

Yes No

	No. of Adits	Maximum Length	No. of Holes	Total Metres	Cost
Test Adits					
*Other workings					
					Total Cost \$

DRILLING

Yes No

	Hole Size	No. of Holes	Total Metres	Cost
Core: Diamond				
Wireline				
Rotary: Conventional				
Reverse circulation				
*Other (specify)				
Contractor				
Where is the core stored?				
				Total Cost \$

LOGGING, SAMPLING AND TESTING

Yes No

Lithology: Drill samples	<input type="checkbox"/>	Core samples	<input type="checkbox"/>	Bulk samples	<input type="checkbox"/>
Logs: Gamma-neutron	<input type="checkbox"/>	Density	<input type="checkbox"/>		
*Other (specify)					
Testing: Proximity analysis	<input type="checkbox"/>	FSI	<input type="checkbox"/>	Washability	<input type="checkbox"/>
Carbonization	<input type="checkbox"/>	Petrographic	<input type="checkbox"/>	Plasticity	<input type="checkbox"/>
*Other (specify)					

OTHER WORK (specify details)

GEOLOGICAL REPORT

Cost 340.00

Total Cost \$ 340.00
 On-property costs 13,682.00
 Off-property costs 340.00
 Total Expenditures \$14,022.00

Dec 22nd 81
 (Date)

W. J. Kowalski
 (Signature)

MANAGER ACCOUNTING - CNRL
 (Position)

*A full explanation of other work is to be included.

4.0 GEOLOGY

4.1 Regional Geology

The nomenclature used in this report is the same as that used by the author in 1980 reports on Five Cabin Creek, Onion Lake, and Secus Mountain licences to the southeast along the coal belt. The formational diagrams of the next two pages outline this nomenclature. Its author is Stott (Geological Survey of Canada Bulletin 152).

As the Mt. Reesor mapping consisted of only a week's mapping with the days shortened by fire bans, and as the geology can be matched to the nomenclature commonly in use in that part of the coal belt, no attempt is made here to outline regional geology in further detail.

The two accepted most prospective formations, the Commotion of the Ft. St. John Group and the Gething of the Bullhead Group, are present within the licenses, although the small extent and thickness of the Commotion precludes it from further exploration. In addition, there is a structurally-confused thickness of pre-Gething section which is presently being explored by other companies elsewhere in the region and which contains known thin coal seams.

FORMATIONAL DIAGRAM
LOWER CRETACEOUS SERIES
BULLHEAD & MINNES GROUP

FIG. NO. 2

MCLERN 1918	MCLERN 1923	WICKENDEN AND SHAW 1943	BEACH AND SPIVAK 1944	MATHWS 1947	ALBERTA STUDY GROUP 1954	WARREN AND STELCK 1958	ZIEGLER AND POCOCK 1960	STOTT (this report)
UPPER MEMBER	GETHING MEMBER	GETHING MEMBER	GETHING FORMATION	NON-MARINE BULLHEAD	BULLHEAD GROUP GETHING FORMATION	BULLHEAD GROUP GETHING FORMATION	CADOMIN FORMATION	GETHING FORMATION
LOWER MEMBER	LOWER MEMBER	LOWER CONGLOMERATIC MEMBER	DUNLEVY FORMATION	MARINE BULLHEAD	BULLHEAD GROUP CADOMIN FORMATION	BULLHEAD GROUP DUNLEVY FORMATION	CADOMIN FORMATION	CADOMIN FORMATION
					MONACH FORMATION	LOWER BULLHEAD MONACH FORMATION	KOOTENAY FACIES	UNNAMED
					DEATTIE PEAKS FORMATION	DEATTIE PEAKS FORMATION	NIKANASSIN FACIES	MONACH FORMATION
					MONTEITH FORMATION	MONTEITH FORMATION	NIKANASSIN FACIES	DEATTIE PEAKS FORMATION
					SHALY RECS	SHALY RECS	NIKANASSIN FACIES	MONTEITH FORMATION
					NIKANASSIN FORMATION	NIKANASSIN FORMATION	NIKANASSIN FACIES	MONTEITH FORMATION
	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION	FERNIE FORMATION

This nomenclature (Stott, Geological Survey of Canada Bulletin 152) is used in this report and on all maps and sections.

FORMATIONAL DIAGRAM
UPPER/LOWER CRETACEOUS SERIES
FORT ST. JOHN GROUP

FIG. NO. 3

SELWYN UPR. PEACE R. 1877	DAWSON UPR. PEACE R. 1881	MCCONNELL LWR. PEACE R. 1893	MCLEARN UPR. PEACE R. 1918	MCLEARN UPR. PEACE R. 1923	MCLEARN UPR. PEACE R. 1932	WICKENOEN AND SHAW PINE R. 1943	MCLEARN AND KINDLE UPR. PEACE R. 1950	ALBERTA STUDY GROUP PEACE R. PLAINS 1954	STOTT (in this report)	
									PINE R.	UPR. PEACE R.
DIVISION II		ST. JOHN FORMATION		ST. JOHN FORMATION		ST. JOHN FORMATION		ST. JOHN FORMATION		
	DUNVEGAN SS.	DUNVEGAN SS.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.	DUNVEGAN FM.
	FORT ST. JOHN SHALES	FORT ST. JOHN SHALES	UPPER SHALE	ST. JOHN SHALES	FORT ST. JOHN FORMATION	CRUISER FORMATION	CRUISER FORMATION	SHAFTESBURY FORMATION	CRUISER FORMATION	CRUISER FORMATION
		PEACE RIVER SANDSTONE				GOODRICH FORMATION	GOODRICH FORMATION		GOODRICH FORMATION	GOODRICH FORMATION
						HASLER FORMATION	HASLER FORMATION		HASLER FORMATION	HASLER FORMATION
						COMMOTION FORMATION	COMMOTION FORMATION		COMMOTION FORMATION	COMMOTION FORMATION
			SANDSTONE MEMBER	GATES FORMATION	GATES FORMATION		GATES FORMATION	PAUDY MEMBER CADDIE MEMBER HARMON MEMBER	BOULDER CREEK MEMBER	
			LOWER SHALE	MOOSEBAR FORMATION	MOOSEBAR FORMATION		MOOSEBAR FORMATION	NGIRWIN MEMBER TALMER MEMBER WILKICH MEMBER	MULCROSS MEMBER	
								BEVERE FORMATION	GATES MEMBER	GATES FORMATION
									MOOSEBAR FORMATION	MOOSEBAR FORMATION

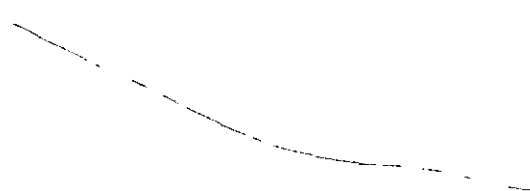
This Pine River nomenclature (Stott, Geological Survey of Canada Bulletin 152) is used in this report and on all maps and sections but with the modification as shown in Fig. No. 4

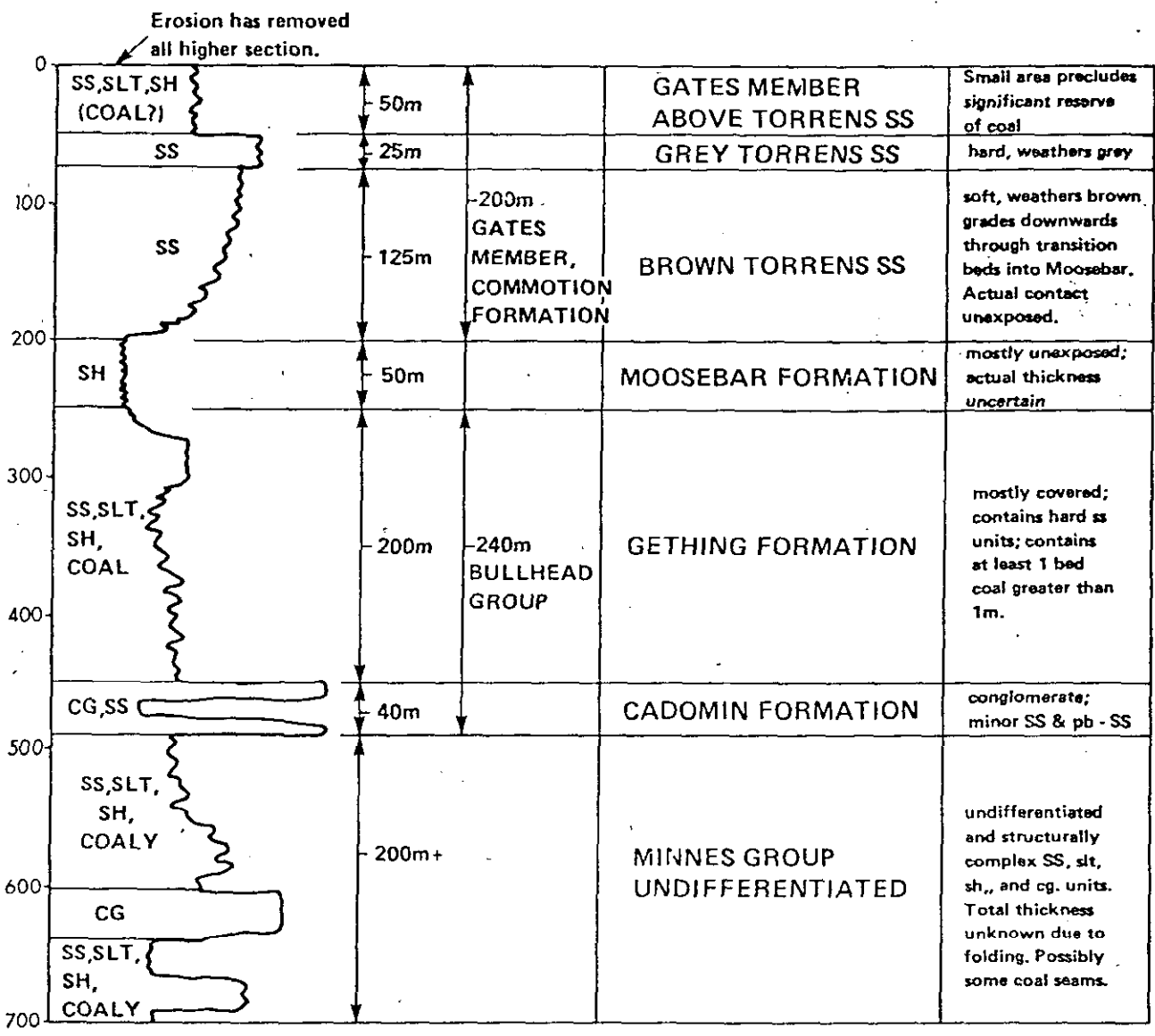
4.2 Stratigraphic Geology

As the mapping on Mt. Reesor coal licences consisted of only a week of days shortened by fire bans, and the property consists of two licences only, no detailed descriptions of the stratigraphy are included in this report. The author has followed the stratigraphy outlined in the following page.

One of the objectives in 1981 mapping was to measure the true thickness of the various formations and units. This is presented in the stratigraphic diagram on the next page. The thicknesses were derived from measurements using a hand-held plane table and a 50 m chain, and trigonometric calculations resulting therefrom. They should be considerably more accurate than pogo measurements for thickness.

The lowermost unit of the stratigraphic diagram is termed the Minnes Group undifferentiated. Due to repetition by folding (and possibly disruption by faulting) its thickness within the licence boundaries is uncertain, although it is definitely thicker than that shown on the diagram.






SYMBOLS:

- CG CONGLOMERATE
- SS SANDSTONE
- SLT SILTSTONE
- SH SHALE
- PB PEBBLE

FIG. 4

 <p>Crow's Nest Resources Limited EXPLORATION</p>		
<p>MOUNT REESOR N.E. B.C.</p>		
<p>1981 STRATIGRAPHIC SECTION</p>		
AUTHOR: D. BELL	SCALE: 1:5000	ENCLOSURE No.
DATE: 81-11-27	REVISED:	DRAWING No. AA752
To Accompany		

4.3 1981 Mapping Geology

During a slow flight around the Mt. Reesor licences, the major syncline which supports the peak and which contains the centre prospective Gething Formation is spectacularly visible. On either side of this syncline, along the high ridge of which the peak at the axis is the high point, the section on either side of the fold may be seen to be folded into smaller, sharper folds, in an echelon pattern.

The Gething is recognizable not so much by its appearance in outcrop, but by its position between the Cadomin and the Moosebar topographic recession above.

Above the Torrens sandstone cliffs above the Moosebar and almost to the peak, from the west, is a small section of Gates Member of the Commotion Formation, which appears to be so limited by erosion that it cannot be a significant extent of possible coal.

Beneath the Gething, in beds that are Cadomin or older, there is no outcrop or topographic indication of significantly thick coal seams (although thin beds, in the order of 1 m, do occur).

In 1979, G. Hoffman sketched this basic outline on air photographs and a map of 1:50,000 scale. To continue from this point, the

1981 mapping commenced with a 1:25,000 scale and mapped the same outline, this time with chain and compass to measure the section, and to more accurately locate the positions of the structures. These measurements are plotted on the geologic map and in the cross section, and they enabled a basic level of stereographic analysis of the structures.

The intent has been to provide a stratigraphic section accurate to within 25 to 50 m, depending upon the basic thickness of the unit involved, upon which to base drill and trench footages. In addition, the stereographic study provides orientation for drafting and drill hole projections.

4.3.1 Geologic Base Map 1:25,000

1:25,000 topographic base for the mapping is a 1:50,000 blow up. Contour interval is 100 ft. (30.5 m). Starting from the peak, 50 m chain lines were run in either direction along the main ridge line. Contacts are therefore as accurate on the ridge line as drawing them on a 1:25,000 scale allows. Trigonometric corrections to chain lengths for vertical variation were made, based on held-held inclinometer.

Forest fire travel bans were imposed shortly before mapping on Mt. Reesor began. The intent had been to foot traverse most of the licences, following in particular major ridge-forming units to measure their attitudes and outline the structures.

A shortened plan of measuring the thickness and orientation of the main units and structures along the main ridge only was adopted. This has allowed the width of the major syncline containing the Gething to be more accurately stated, along with the actual thickness of the Gething within it. Sufficient bedding attitudes were gathered to allow stereographic determination of the syncline's orientation and to allow the best-oriented grid to be established to provide a framework for future work.

In addition, the number and position of the folds or dip reversals on either side of the syncline, stretching to the licence boundaries, were plotted and bedding attitudes recorded. A problem with a scale as large as 1:25,000 is that little detail can be drafted on the base, given the scale of the units of geology. The field notes contain further description of stratigraphy, lithology, and structural setting that cannot be reproduced on this base, but will be retained as part of the working file.

The following pages lists that part of the Abbreviations Legend too large to include on the map and section.

TABLE 2
ABBREVIATIONS LEGEND
GEOLOGICAL BASE MAPS

SCALE 1:5 000

1.	<u>Sizes</u>	cm m	centimeters true thickness meters true thickness
2.	<u>Lithologic Types</u>	cg, cgs md sh slt ss qzt	conglomerate, -s mudstone shale siltstone sandstone quartzite, -itic
3.	<u>Grain Sizes</u>	bld, blds cb, cbs pb, pbs cs ms fs vfs	boulder, -s cobble, -s pebble, -s coarse-grained sandstone medium-grained sandstone fine-grained sandstone very fine-grained sandstone
4.	<u>Bed Thickness</u>	fiss flgy msv plty	fissile flaggy massive platey
5.	<u>Bedding</u>	bd, bds intbd x-bd	bed, -s interbedded cross-bedded
6.	<u>Colours</u>	blk brn grn gry rsty lt drk	black brown green gray rusty light dark
7.	<u>Miscellaneous</u>	otc, otcs occ mnr cov rcv res hd ovln unln wth, wthg	outcrop, -s occasional minor covered recessive resistant hard overlain underlain weathers, weathering

At the peak the section is brown Torrens sandstone, dipping steeply southwest. In less than one 50 m chain in this direction, a fault is crossed, and the section is now dipping northeasterly. The axis of the syncline is, in other words, not directly locatable on the ground; it is represented at this altitude within the syncline by the fault. The section now dipping northeasterly is lowermost Gates Member, a coal-bearing zone in other places along the coal belt, and it is here composed of siltstone, shale, sandstone, all with coaly stringers.

This Commotion section, however, is such a small erosional slice that it cannot be a significant coal reserve. Underlying is 12-13 m of grey Torrens, dipping 27 degrees northeasterly. Next is a long cliff section of brown Torrens sandstone, typically cross-bedded and coloured, down into covered Moosebar. Ground cover is lichens and alpine grasses.

All of the above is easily observable from a helicopter, and the fault at the axis is easily discerned. Moosebar may be seen to be outcropping elsewhere around the peak, but it was not visited at this time.

Next, the upper half of the Gething is covered under sheep and goat grasses, although the contact is easily placeable by topography. The lower central portion of the Gething consists of a ridge-forming sandstone unit, containing an upper, thin coarse grey-weathering prominent sandstone underlain by softer brown sandstone with weather-etched cross-bedding similar to that of the brown Torrens sandstone. The cycle is very similar to the Torrens cycle.

The remainder of the Gething is covered, along to the dip-slope massive ledges of the Cadomin conglomerate underlying, the more recessive Gething sandstone.

Next, there are three massive pebble-conglomerate and conglomeratic sandstone units forming a topographic rise. The first, directly underlying the Gething, is 40 m in thickness. Next is an exposed section of interbedded siltstone and sandstone, quite recessive. Then comes the second conglomerate unit, a 5 m ledge. After another thick recessive interbedded siltstone and sandstone comes the third conglomerate, a massive 24 m cliff-ledge.

Further southwest along the ridge it is 1.1 km to the south boundary of the licences, through a structurally complex section of ridge-forming conglomerates and sandstones, with

interbedded mostly-covered more recessive units containing often-exposed softer and finer sandstones. This section does contain some thin coal beds at least.

The author has chosen to call of this latter section Minnes Group, undifferentiated, even though the two conglomerate units which occur in this direction appear to be identical to the already-named Cadomin. By implication the intervening more recessive units containing much softer sandstones are not called Bullhead, but are kept also in the Minnes.

There are also five dip reversals in this 1.1 km along the ridge; two of them are almost surely folds, as the closing of the units may be seen; the others could involve faulting. The scale of the folds on the ridge means that none of them could contain a reserve of coal comparable to the reserve possibly available in the major syncline surrounding the peak. As the first structure to be drilled would logically be this syncline, this division into Minnes from Bullhead is practically feasible, as it sets apart the lower priority of this section of the ridge line. In addition, the scale, type, and appearance of the folding (fairly apparent in the view from the air) leads the author to judge the section of this ridge to closely resemble the

section beneath the Cadomin southeast along the coal belt, in which seams thicker than 1 m are rare and local only, and which is regarded as Minnes.

In the other direction from the peak, northeast along the ridge, the section is exposed brown Torrens sandstone, of thickness and character similar to that of the west limb, down into covered Moosebar.

The base of the topographic recession of the Moosebar is marked by a 32 m ridge-forming sandstone, the first strong upper Gething unit. The remainder of the distance to the Cadomin is covered under grasses.

Three conglomerate units occur, the upper 12 m thick, the middle 9 m, and the lower 8 m. Intervening are 14 and 8 m thick recessive exposed sandstone, siltstone, and mudstone units, some of the mudstone being coaly. This section has been named Cadomin, corresponding to the similar section on the west limb. Further northeast along the ridge line the topography becomes a broad upland. As far as chained along the best route for outcrop, there are three more dip reversals, the last at a prominent conglomerate that could also be called Cadomin. As on the west line of the ridge, this is called Minnes, as is the other section to this point, by inference and structure. It is possible that some thicker coal seams could occur.

4.3.2 Structural Cross Section 1:25,000

Drafting of the 1:25,000 structural cross section is difficult because of the large scale. A grid based on stereographic analysis was chosen, with the peak as the origin point. This cross section is 000 North/South on this grid; the grid is overlain on the 1:25,000 geologic base map. Further sections have not been drawn, as mapping did not proceed to this point.

The major syncline at the peak is outlined; the dip of the limbs and the axial plane as shown by stereograph is drawn. The altitude at which to draw the Cadomin at the axis is moot. The altitude drawn is at the high end of the possible range; it may be considerably lower.

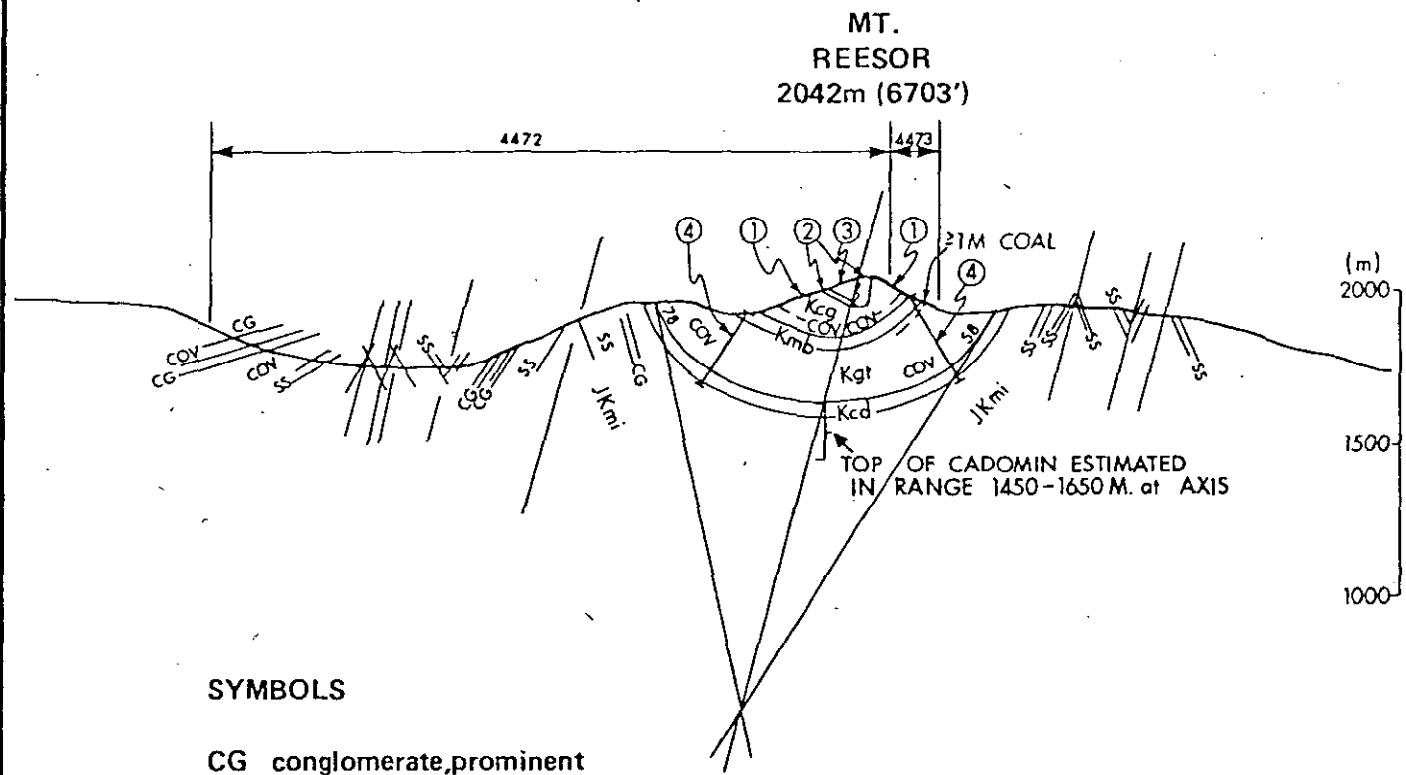
The stereographic study shows that the syncline is plunging southeast at 04 degrees. This plunge direction, however, is at odds with the view from the air; at the southeast end of the syncline the top of the Cadomin has been spotted from the air at 1460 m, 1.2 km from the plane of the section. A plunge of 04 degrees over this distance means a vertical variation from this 1460 m of 84 m. At this stage, until further mapping is done on a detailed basis, it is not possible to state the altitude of the top of the Cadomin

more closely than to use a range of 1380 m on upwards to 1540 m and higher. On the cross section the syncline has been drawn as shallow, although it may be considerably deeper, within the projected limbs as shown.

The width of the syncline, Cadomin to Cadomin, is accurate to 50 m as shown. The stereographic study shows that the axial plane dips steeply west, although it may be steeper than that drawn.

The positions of the dip reversals and the prominent topographic units at the appropriate dips east and west along the ridge from the major syncline are shown on the section. Axial planes as drawn are representational only.

- NOTES: 1. This unit is Brown Torrens Sandstone, in massive cliffs.
2. This unit is Grey Torrens Sandstone, which overlies the Brown Torrens.
3. This is a small section of Gates Member above the top of the Torrens, faulted against the grey Torrens of the east limb.
4. Proposed 300m drill holes to test entire Gething Formation, Dip 60 . Holes spudded in Moosebar shales.



SYMBOLS

- CG conglomerate, prominent
- SS sandstone, prominent
- ~ fault
- cov covered interval

LEGEND

- Kcg Gates Member, Commotion Formation
- Kmb Moosebar Formation
- Kgt Gething Formation
- Kcd Cadomin Formation
- JKmi Minnes Group, Undifferentiated

FIG. 5
PR-04 Reesor 812 VA *1

Crows Nest Resources Limited EXPLORATION		
MOUNT REESOR N.E. B.C.		
1981 STRUCTURAL CROSS SECTION 000 N/S		
AUTHOR: D. BELL	SCALE: 1:25000	ENCLOSURE No.
DATE: 81-11-27	REVISED:	DRAWING No. AA-753

4.4 Structural Geology

One of the objectives of the 1981 mapping was to enumerate the number of folds on the licences, outline their size, and determine as well as possible their orientation.

The folds (or, at least, dip reversals) are placed on the 1:25,000 base map and cross section; their position along the main ridge line should be accurate to 50 m as presented.

The cross section is oriented on a grid established using the stereographic analysis. Only the one section has been prepared; future mapping may be expected to fill in others. The grid is overlain on the 1:25,000 geologic base map.

4.4.1 Stereographic Analysis

The following pages contains copies of scatter diagrams and contour plots of the bedding attitudes recorded during the mapping. A concerted attempt was made to collect evenly-spaced, representative attitudes.

The attitudes were run in two sets using Golder and Associates' computer facilities and program "STEREO" to produce the stereographs. The first set, MRSYN81, "Mt.

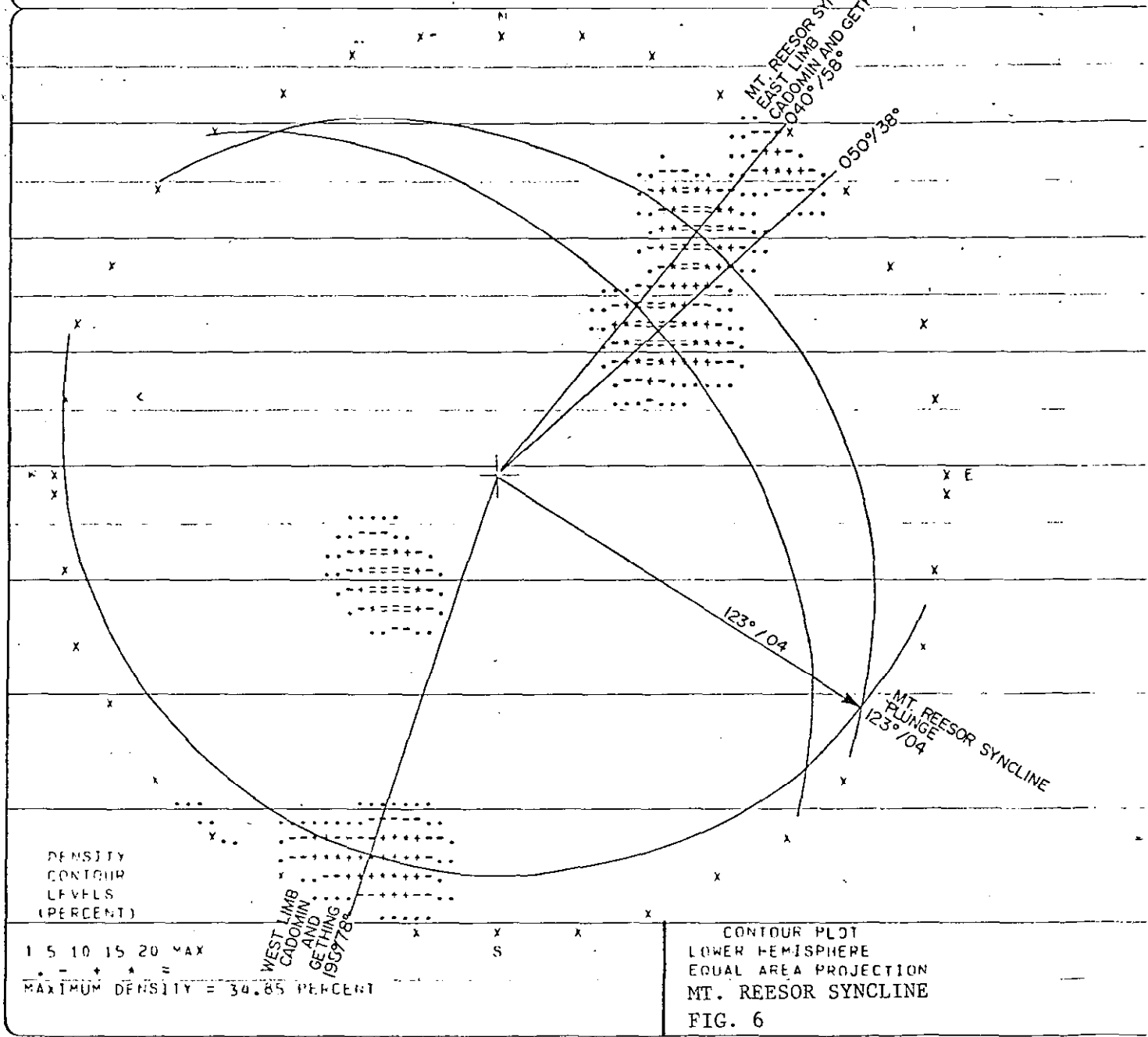
Reesor Syncline 1981", is composed of attitudes from the Mt. Reesor Syncline, Cadomin to Cadomin, by itself. Using the attitudes for the Cadomin on both limbs, the fold may be seen on the contour plot to have a plunge of 04 degrees to the southeast, 123 degrees true. This is drafted on the plot. Using the attitudes for the brown Torrens and higher section, however, the plunge is essentially nil. The fold, in other words, is changing shape within itself, and the change is altitude-linked.

4/CFa.35

STEREO 6121587 -- CROWSTON RESOURCES LTD -- STRUCTURAL MAPPING DATA.

TRAVERSE - MHSYNH1

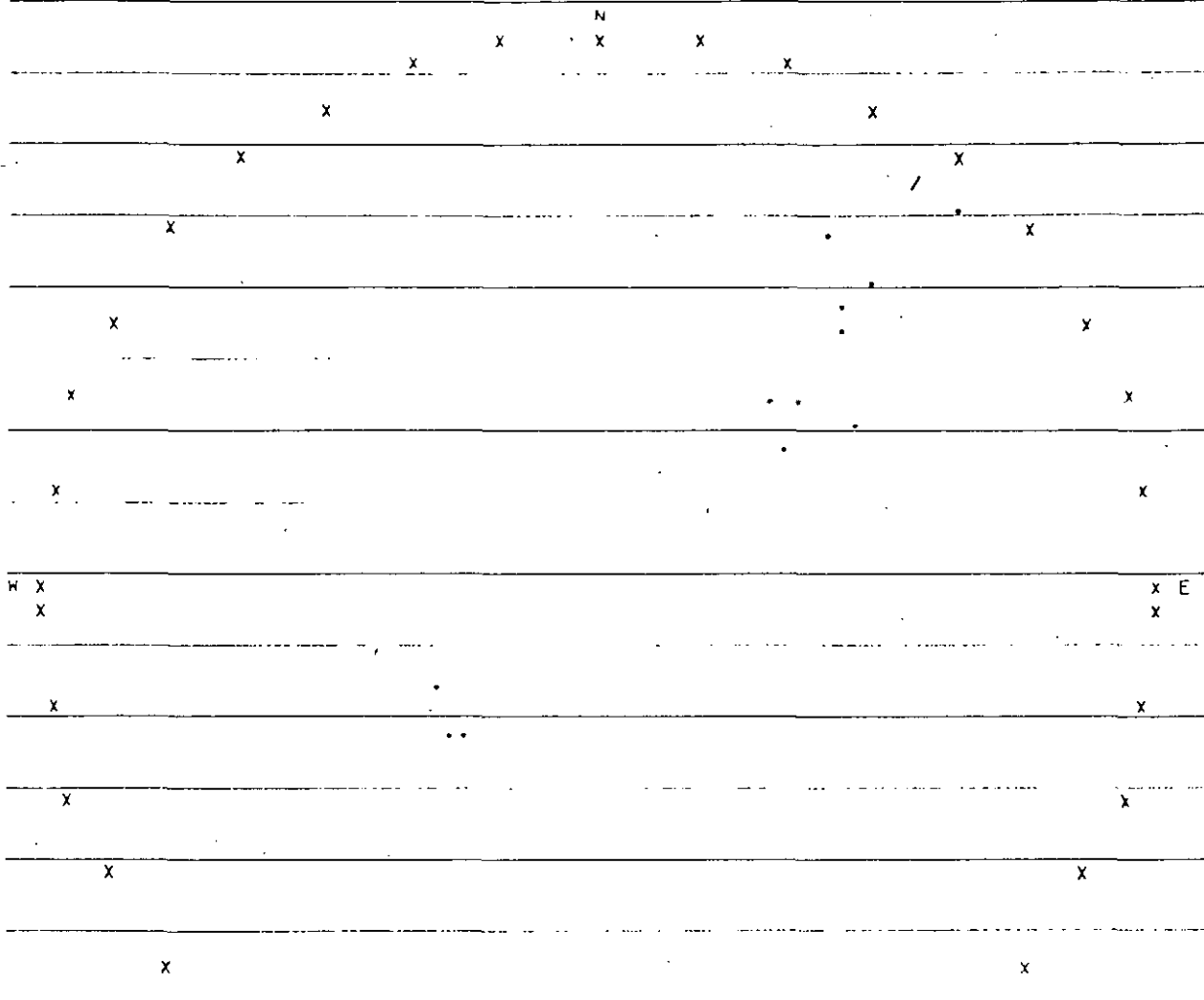
15 ORIGINAL POLES



STEREO E:21587 -- CROWNEST RESOURCES LTD -- STRUCTURAL MAPPING DATA.

TRAVERSE - MRSYN81

15 ORIGINAL POLES



LEGEND		
•	1 POLE	
-	2	
+	3	
*	4	
5-9	5,6,7,8,9	S
4-7	10,11,...	
/	MEAN VECTOR = 81.23/ 216.88	
		SCATTER DIAGRAM LOWER HEMISPHERE EQUAL AREA PROJECTION MT. REESOR SYNCLINE FIG. 7

The fold is also somewhat asymmetric, with the east limb at 58 degrees dip and the west at 78 degrees dip. It is difficult to state the exact dip of the axial plane, due to the low plunge, but, in the case of Cadomin to Cadomin, it is demonstrably steeply dipping southwest. Within the brown Torrens it has changed to being more vertical.

The second set of attitudes is composed of the first set plus all attitudes, from the other smaller structures, to the east and west of the Mt. Reesor Syncline: MRALL81, Mt. Reesor ALL Attitudes 1981.

The contour plot shows folded structures with an average plunge of 07 degrees to the southeast, 126 degrees true, but there is a considerable degree of range about this, up to 20 degrees in either direction in strike. The average westerly attitude in the folding is strike of 315, dip 45 southwest, and the average easterly attitude is strike 295 degrees, dip 56 degrees northeast. It is normal in a thrust environment that northeasterly dips are steeper than southwesterly dips.

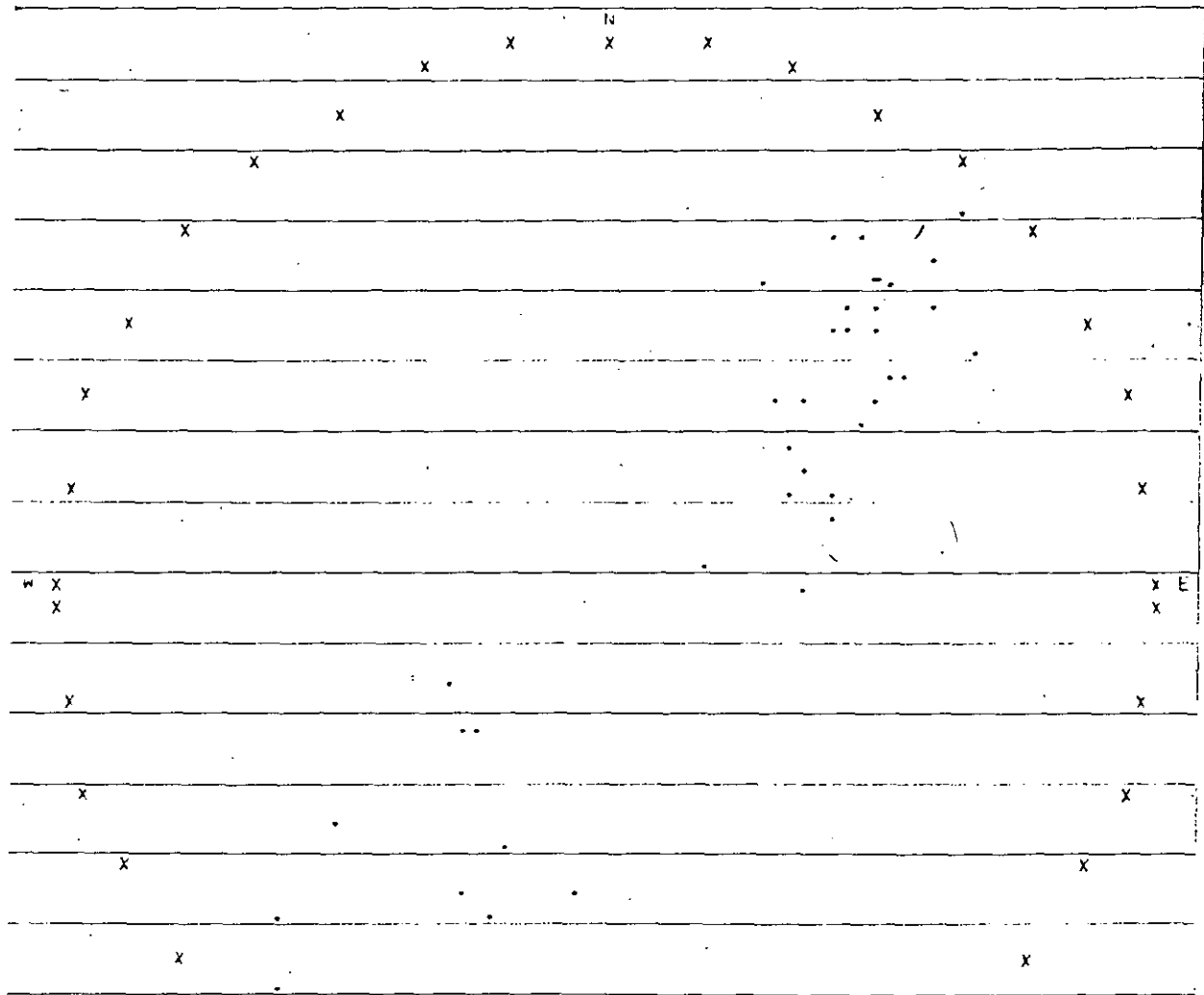
In choosing a baseline for a grid, the plunge direction of 123 degrees of the Mt. Reesor Syncline was used, rather than the overall 126 degrees average. This was done as the syncline is logically to be explored first, and the difference of three degrees is negligible in apparentness.

Future mapping may be particularly oriented to filling in several evenly-spaced sections to the northwest of the one drawn, using mapped-in altitudes of the units, as the overall view from the air and on photograph indicated the Mt. Reesor Syncline is plunging northwest, whereas the stereographic data from the main ridge line mapping in 1981 indicated the plunge is southeast. It is likely that the plunge is varying evenly and continually within the fold, in an echelon style, and only careful mapping of outcrop altitudes to within 25 m will describe the final shape.

STEREO 8121587 -- CROWSNEST RESOURCES LTD -- STRUCTURAL MAPPING DATA.

TRAVERSES - MRALLB1 AND MRSYNB1

43 ORIGINAL POLES

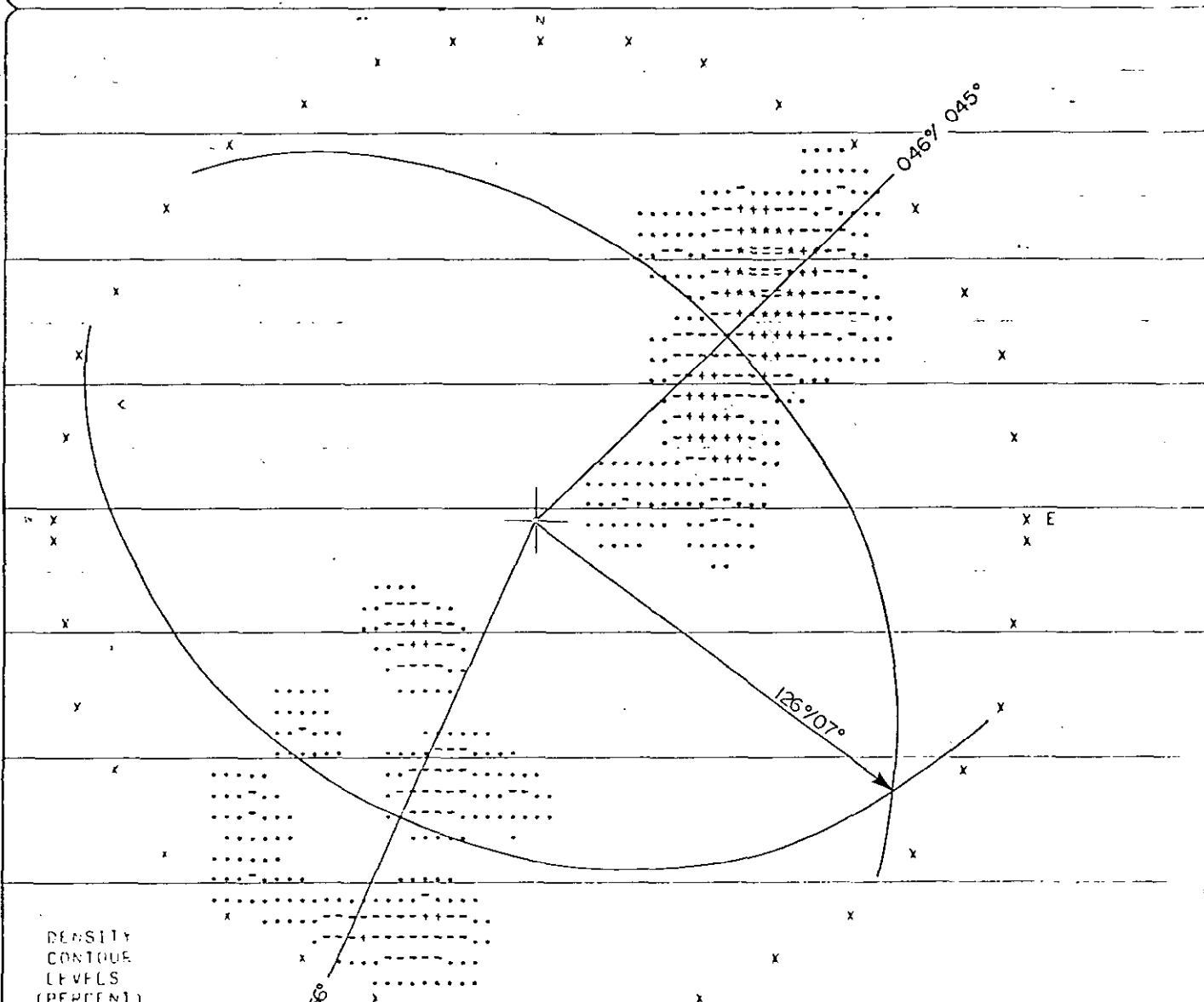


LEGEND		
•	1 POLE	
-	2	
+	3	
*	4	
S-9	5,6,7,8,9	
A-2	10,11,...	
/ MEAN VECTOR = 74.75 / 220.07		
		SCATTER DIAGRAM LOWER HEMISPHERE EQUAL AREA PROJECTION
		MT. REESOR ALL ATTITUDE. FIG. 8

STEREO 8121587 -- CROWNEST RESOURCES LTD -- STRUCTURAL MAPPING DATA.

TRAVERSES - MHALLHI AND MRSYNEI

43 ORIGINAL POLES



DENSITY
CONTOUR
LEVELS
(PERCENT)

1 5 10 15 20 MAX
 . - + * =
 MAXIMUM DENSITY = 24.44 PERCENT

CONTOUR PLOT
 LOWER HEMISPHERE
 EQUAL AREA PROJECTION
 MT. REESOR ALL ATTITUDES
 FIG. 9

5.0 RECOMMENDATIONS

There is considerable work that may be done at Mt. Reesor; mapping may be continued, on a smaller scale, and there is much section that could be trenched by hand or machine along the main ridge line.

The Gething is measured to be 200 m thick, with an accuracy of possibly 25 m, but probably within 50 m. Single drill holes 275 and 300 m deep should therefore penetrate the whole of the section on either limb of the Mt. Reesor Syncline. It is quite possible to set the holes on the flat platform of the recessive Moosebar as natural sites, although the distance to water, and the vertical raise, will be excessive. There is, at the present, little reason to pick one limb over the other for a first hole, and distance to water could decide the question.

An alternative to drilling would be to trench the entire ridge line across the Gething on both limbs. Should thicker coal beds not be discovered, the priority of drilling could be reduced. This method would require, however, a small tracked backhoe and a means of getting it to the licences.

As Mt. Reesor is only 70 km by air from Chetwynd, trenching or drilling could be serviced from this base along with other Crows Nest properties in the region. The new town of Tumbler Ridge will provide an even closer base, 25 km, and lower altitude in route of travel.

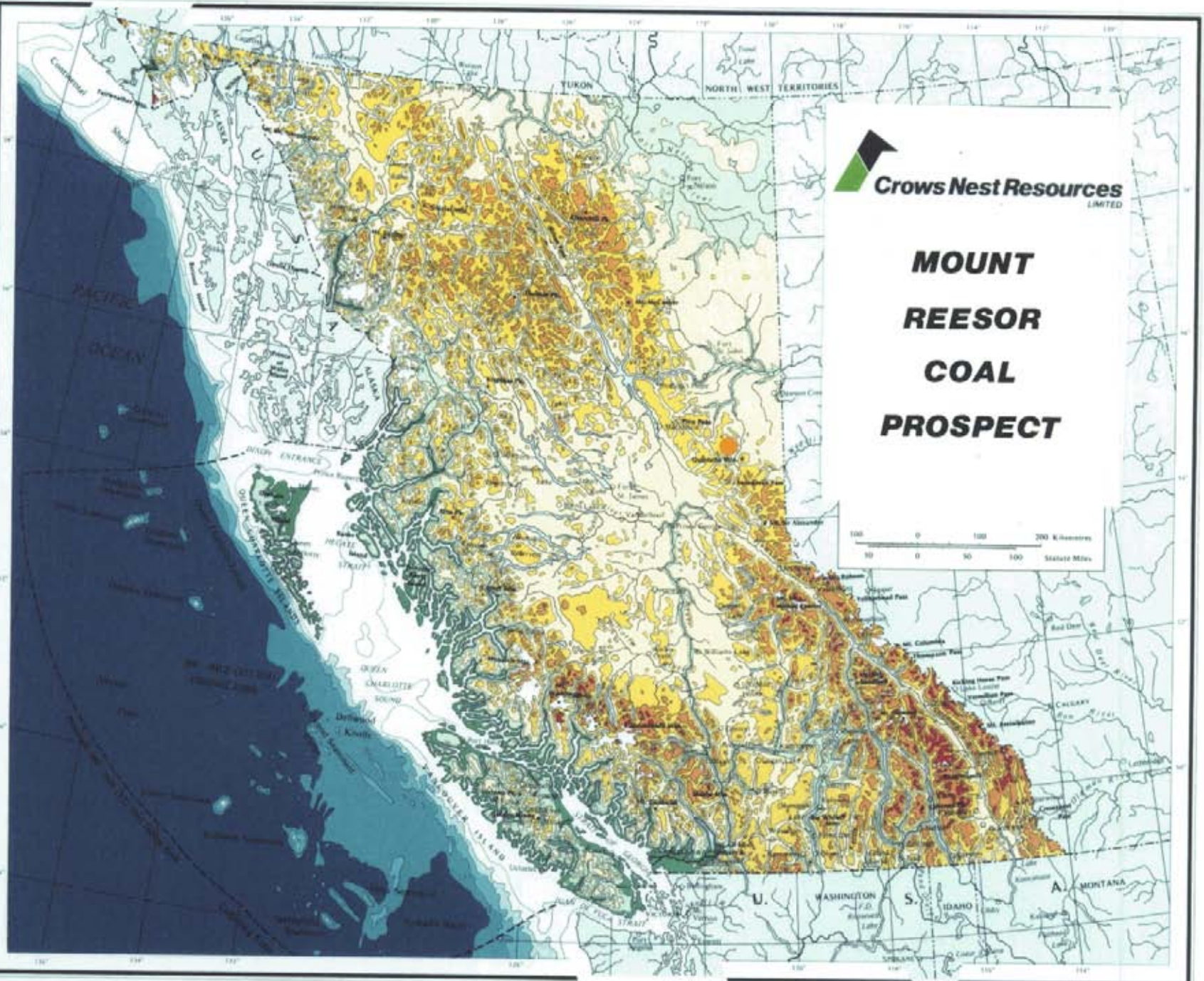
SELECTED BIBLIOGRAPHY

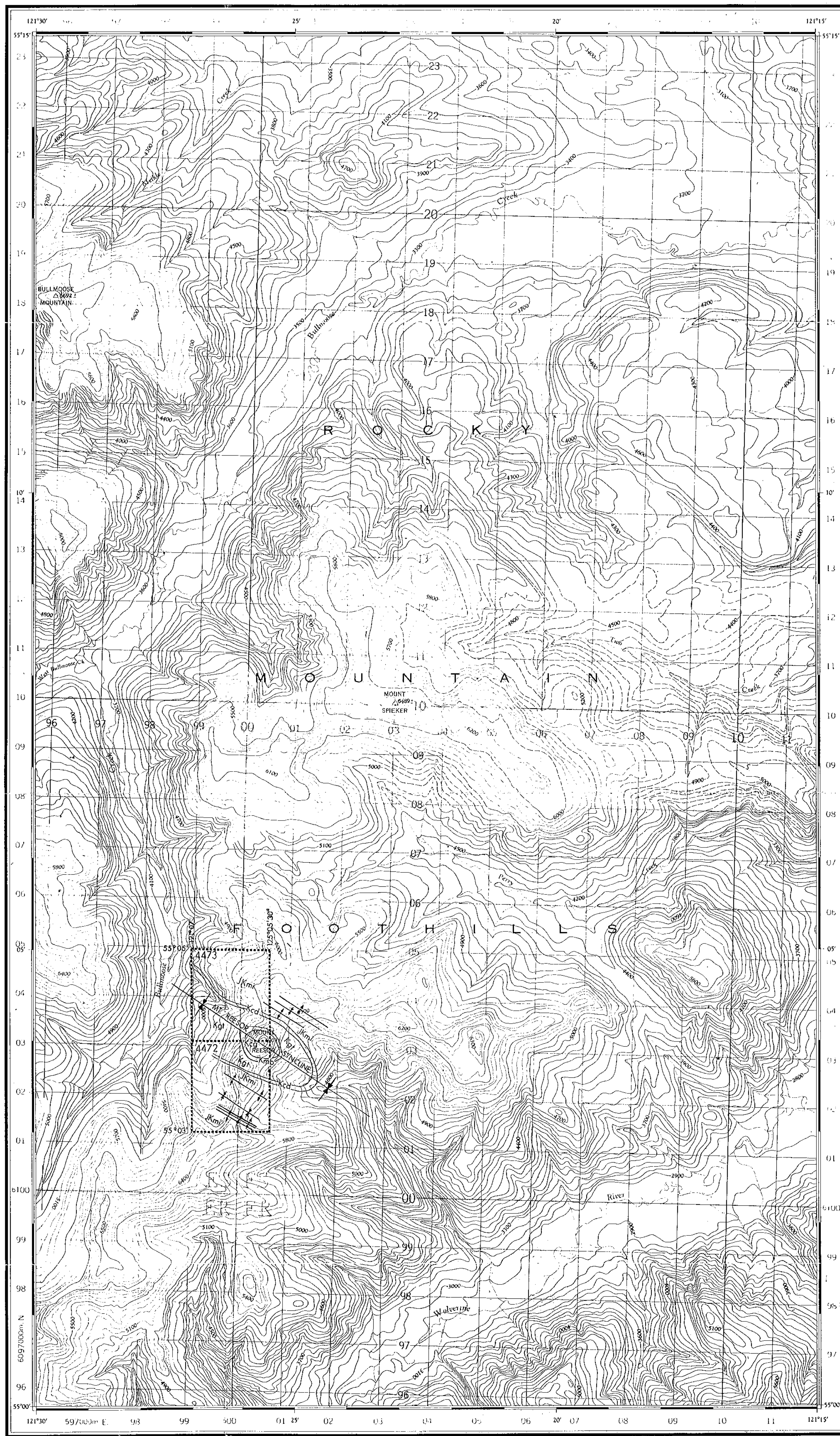
- Hoffman, Georgia (1980): Geological Report, Mount Reesor Coal Property; internal Crows Nest, Resources Limited filed with B.C. Ministry of Energy, Mines and Resources
- G.S.C. (1960): Cretaceous Rocks of Smoky and Pine Rivers Area Rocky Mountain Foothills, Alberta and British Columbia; Map 21-1960
- G.S.C. (1966): Monkman Pass, British Columbia; Open File Report No. 630
- Karst, R.H. (1981): Correlation of the Lower Cretaceous Stratigraphy of Northeastern British Columbia from the Foothills to the Plains; in B.C. Ministry of Energy, Mines and Petroleum Resources, Geological Fieldwork 1980, Paper 1981-1
- McLearn, F.H. and
Kindle, E.D. (1950): Geology of Northeastern British Columbia; Geological Survey of Canada, Memoir 259
- Stott, D.F. (1961): Dawson Creek Map - Area, British Columbia; Geological Survey of Canada, Paper 61-10
- Stott, D.F. (1961): Type Sections of Some Formations of the Lower Cretaceous Fort St. John Group Near Pine River, British Columbia; Geological Survey of Canada, Paper 61-11
- Stott, D.F. (1963): Stratigraphy of the Lower Cretaceous Fort St. John Group and Gething and Cadomin Formations, Foothills of Northern Alberta and British Columbia; Geological Survey of Canada, Paper 62-39
- Stott, D.F. (1973): Lower Cretaceous Bullhead Group between Bullmoose Mountain and Tetsa River, Rocky Mountain Foothills, Northeastern British Columbia; Geological Survey of Canada, Bulletin 219
- Stott, D.F. (1974): Lower Cretaceous Coal Measures of the Foothills of West-Central Alberta and Northeastern British Columbia; in CIM Bulletin Vol. 67, No. 749, Pages 87-100
- Stott, D.F. (1979): Lower Cretaceous Bullhead and Fort St. John Groups, Between Smoky and Peace Rivers, Rocky Mountain Foothills, Alberta and British Columbia; Geological Survey of Canada, Bulletin 152



Crows Nest Resources
LIMITED

MOUNT REESOR COAL PROSPECT





Surveyed and compiled by the SURVEYS AND MAPPING BRANCH, BRITISH COLUMBIA. Produced by the MAPPING AND CHARTING ESTABLISHMENT, DEPARTMENT OF NATIONAL DEFENCE. Information depicted current as of 1957. Printed 1967. Copies may be obtained from the Map Distribution Office, Department of Energy, Mines and Resources, Ottawa.

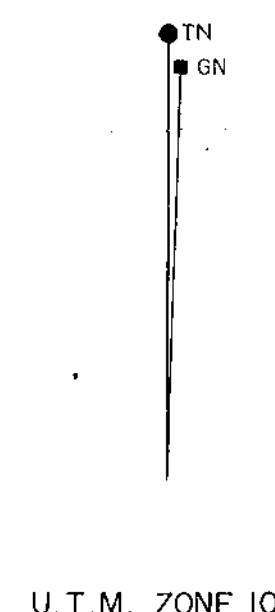
BULLMOOSE CREEK
 PEACE RIVER DISTRICT
 BRITISH COLUMBIA
 SCALE 1:50,000 ÉCHELLE

Levés et dessinés par la DIRECTION DES LEVÉS ET DE LA CARTOGRAPHIE, COLOMBIE-BRITANNIQUE. Publié par le SERVICE DE CARTOGRAPHIE, MINISTÈRE DE LA DÉFENSE NATIONALE. Renseignements à jour en 1957. Imprimé en 1967. Ces cartes sont en vente au Bureau de distribution des cartes, ministère de l'Énergie, des Mines et des Ressources, Ottawa.

Roads:	Roads:	Route	Route
hard surface, all weather	parée, toute saison	1:1/2" (3.81m)	1:1/2" (3.81m)
hard surface, all weather	parée, toute saison	1:1/2" (3.81m)	1:1/2" (3.81m)
loose surface, all weather	de gravier, toute saison	1:1/2" (3.81m)	1:1/2" (3.81m)
loose surface, dry weather	de gravier, période sèche	1:1/2" (3.81m)	1:1/2" (3.81m)
cut track	de terre	1:1/2" (3.81m)	1:1/2" (3.81m)
trail or path	sentier ou sentier	1:1/2" (3.81m)	1:1/2" (3.81m)
Railway, normal gauge, single track	Chemin de fer, voie unique (écartement normal)	1/4" (6.35mm)	1/4" (6.35mm)
Horizontal control point, with elevation	Point géodésique, avec cote	4M (4m)	4M (4m)
Bench mark, with elevation	Repère de nivellement, avec cote	1/4" (6.35mm)	1/4" (6.35mm)
Spot elevations: rocks, approximate	Point coté, rochers, approximatif	1/4" (6.35mm)	1/4" (6.35mm)

CONTOUR INTERVAL 100 FEET Elevations in Feet above Mean Sea Level	ÉQUIDISTANCE DES COURBES 100 PIEDS Élévations en pieds au-dessus du niveau moyen de la mer
Transverse Mercator Projection North American Datum 1927	Projection Transverse de Mercator Réseau géodésique nord-américain unifié 1927
MAGNETIC DECLINATION 26'15" EAST AT CENTRE OF MAP 1965 Annual change decreasing 4.1'	DÉCLINAISON MAGNÉTIQUE AU CENTRE DE LA FEUILLE EN 1965: 26'15" EST Variation annuelle décroissante 4.1'

Building	Bâtiment	Church	Église
School	École	Post Office	Bureau de poste
Cemetery	Cimetière		
Mine or Quarries	Mine ou carrières		
Lighthouses	Phares		
Power transmission line	Ligne de transport d'énergie		
River with bridge	Rivière avec pont		
Stream, intermittent or dry	Cours d'eau intermittent, ou à sec		
Lake intermittent, indefinite	Lac intermittent, rive imparfaite		
Marsh or Swam	Marais ou marécage		
Depression contours	Courbes de cuvette		

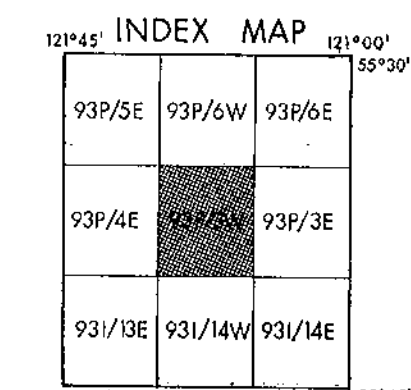


GEOLOGICAL LEGEND

Kcg	COMOTION FORMATION GATES MEMBER	FORT ST. JOHN GROUP
Kmb	MOOSEBAR FORMATION	
Kgl	GETHING FORMATION	BULLHEAD GROUP
Kcd	CADOMIN FORMATION	
JKmi	MINNIES GROUP, UNDIFFERENTIATED	

GEOLOGICAL SYMBOLS

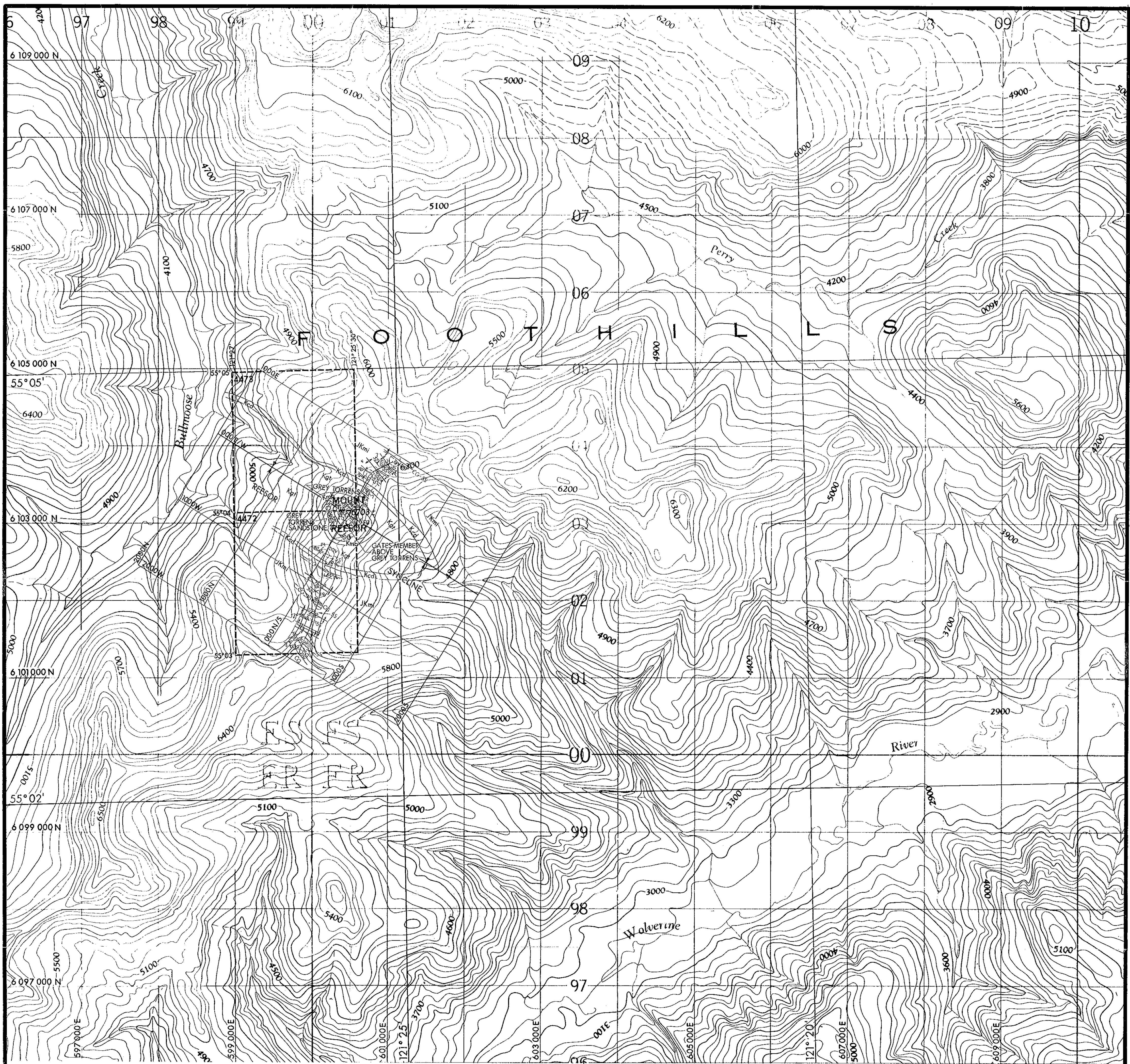
+	SYNCLINE
+	ANTICLINE



Crows Nest Resources Limited
 EXPLORATION
 MT. REESOR
 N.F. B.C.

**INDEX, COAL LAND DISPOSITION,
 AND GEOLOGIC COMPILATION MAP**
 N.T.S. - 93P/3W
 AUTHOR: D. BELL SCALE: 1:50,000 ENCLOSURE No. Appendix A
 DATE: 8-12-02 REVISED: DRAWING No. HC-92
 To: Accompany

551

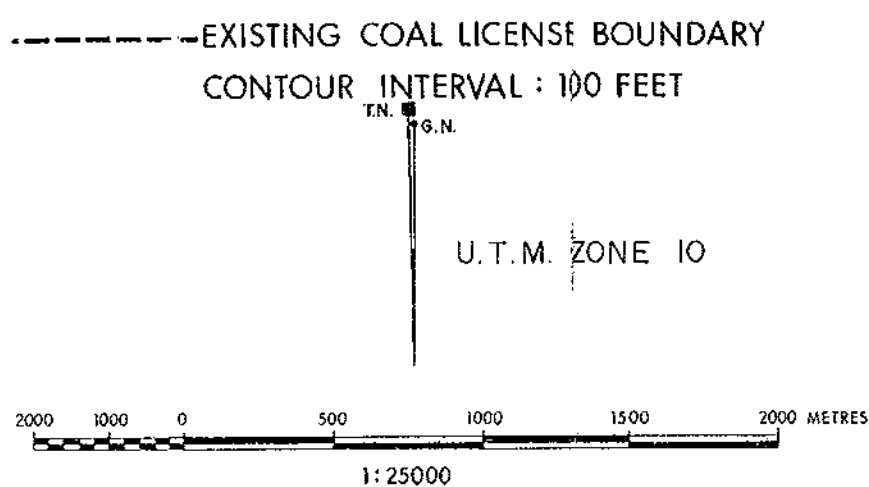
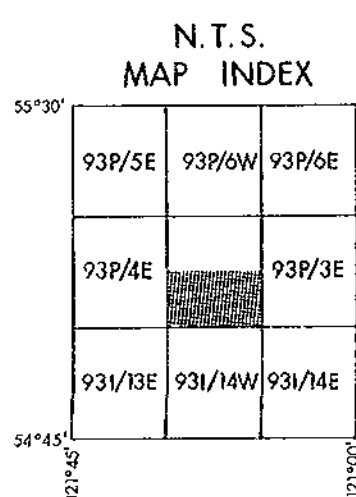


GEOLOGIC SYMBOLS

- FAULT
- COVERED INTERVAL
- SYNCLINE
- ANTICLINE
- CONGLOMERATE UNIT, PROMINENT
- SANDSTONE UNIT, PROMINENT
- CHAINED TRAVERSE LINE

GEOLOGIC LEGEND

- GATES MEMBER
- MOOSEBAR FORMATION
- GETHING FORMATION
- CADOMIN FORMATION
- MINNES GROUP, UNDIFFERENTIATED
- ABOVE TORRENS SANDSTONE
- GREY TORRENS SANDSTONE
- BROWN TORRENS SANDSTONE



551

Crows Nest Resources Limited
 EXPLORATION

MT. REESOR
 N.E. BC.

**1981
 GEOLOGIC MAP**

N.T.S. - 93P/3W

AUTHOR: D. BELL	SCALE: 1:25000	ENCLOSURE No: Appendix B
DATE: 81-12-02	REVISED:	DRAWING No: HG-92
To Accompany		