

CONTACT INFORMATION Mining Records Curator Arizona Geological Survey 416 W. Congress St., Suite 100 Tucson, Arizona 85701 602-771-1601 http://www.azgs.az.gov inquiries@azgs.az.gov

The following file is part of the A. F. Budge Mining Ltd. Mining Collection

ACCESS STATEMENT

These digitized collections are accessible for purposes of education and research. We have indicated what we know about copyright and rights of privacy, publicity, or trademark. Due to the nature of archival collections, we are not always able to identify this information. We are eager to hear from any rights owners, so that we may obtain accurate information. Upon request, we will remove material from public view while we address a rights issue.

CONSTRAINTS STATEMENT

The Arizona Geological Survey does not claim to control all rights for all materials in its collection. These rights include, but are not limited to: copyright, privacy rights, and cultural protection rights. The User hereby assumes all responsibility for obtaining any rights to use the material in excess of "fair use."

The Survey makes no intellectual property claims to the products created by individual authors in the manuscript collections, except when the author deeded those rights to the Survey or when those authors were employed by the State of Arizona and created intellectual products as a function of their official duties. The Survey does maintain property rights to the physical and digital representations of the works.

QUALITY STATEMENT

The Arizona Geological Survey is not responsible for the accuracy of the records, information, or opinions that may be contained in the files. The Survey collects, catalogs, and archives data on mineral properties regardless of its views of the veracity or accuracy of those data.



P.O. Box 7685 5217 Major Street Murray, Utah 84107-0685 Phone: 801-262-0922

21.28

November 17, 1988

A. F. Budge Mining Ltd. 4301 North 75th Street Suite 101 Scottsdale, Arizona 85251

Attention: Mr. Dale Allen

Subject: Results of Laboratory Testing on a Grab Sample Composite of Iron King Tailings. Our Project No. P-1611.

Gentlemen:

In accordance with discussions with Mr. Dale Allen during his visit to our laboratory November 1, 1988, various laboratory tests were performed on a grab sample composite of Iron King Tailings. These tests were performed to determine if the tailings are amenable to cyanidation or flotation for recovery of contained gold and silver values. Specific testwork performed included:

- Assay screen analysis of as-received head sample.
- Selective gold-silver-copper-lead sulfide flotation of a screened (-35 mesh) sample.
- Bulk sulfide flotation of a screened (-35 mesh) sample.
- Cyanide leach of a screened (-35 mesh) sample, followed by flotation of sulfides from the leach residue with amine.

I. Sample Description And Head Analysis

Two separate tailings grab samples weighing five kilograms each were submitted to our laboratory November 1, 1988, by Mr. Dale Allen and assigned our Lot No. P-1611. These samples contained approximately ten percent moisture and consisted of fine, free flowing tailings and agglomerated clumps. These two samples were combined, air dried, and crushed through $\frac{1}{4}$ inch to break up the hardened clumps prior to testing. A head sample was not split out prior to testing, however, back-calculated heads from testwork are presented on the following page. Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -2-

P-1611: A. F. Budge Mining Head Assay Results: Iron King Tails

Back-Calculated* Head Assay oz/ton
Au
Ag
0.079
1.39

Iron King Composite Grab Sample

*Average of 3 tests

Visual examination of the sample under the binocular microscope indicated abundant fine pyrite (10-15 percent of the total sample). A few grains of bornite were also detected.

II. Test Results

Test results presented in this section are also included in individual test data sheets attached to the end of this report.

A. Summary

The pyrite in this sample of Iron King Tailings responds well to flotation in a naturally acid pulp of pH 2.4 using Phillips Chemical Orfom C-150. Unfortunately only 33 percent of the gold and 11 percent of the silver was contained in this product, indicating that most of the gold and silver is probably associated with non-sulfide minerals. Attempts to produce a selective sulfide concentrate containing sulfides other than pyrite were unsuccessful.

Approximately 62 percent of the gold (0.046 oz/ton of ore) and 22 percent of the silver (0.30 oz/ton of ore) was extracted by direct cyanidation of the minus 35 mesh fraction of the tailings. Cyanide and lime consumption was 7.8 and 78 pounds per ton of sample, respectively. The sample required screening at 35 mesh to remove agglomerated chunks which did not break down, even after 30 minutes agitation at 40 percent solids.

B. Head Assay Screen

This Iron King Tailings sample contains approximately 76 percent minus 325 mesh material. Most of the gold and silver is contained in this size fraction, as indicated on the following page. Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -3-

Head Assay So	creen Results (T	est No. 4)	
Screen Fraction	Weight	Assay,	oz/ton
Mesh	Percent	Au	Ag
+100	5.10	0.026	<0.05
-100 +200	8.31	0.046	0.32
-200 +325	10.26	0.078	0.32
-325	76.34	0.112	2.17
Total	100.00	0.082	1.43

P-1611: A. F. Budge Mining

Between 17 and 18 percent of the tailings weight dissolved during wet screening. The water used in wet screening was dark brown in color and was quite acidic (pH ~4), indicating probable dissolution of iron salts.

C. Selective Flotation of Sulfides

Attempts to selectively float sulfides other than pyrite in an effort to produce a possible high grade gold and silver concentrate were Approximately 140 lb/ton of lime was required to unsuccessful. raise the flotation pulp pH from 2.3 to 5.5 prior to adding a small amount (0.005 lb/ton) of isopropyl xanthate. No sulfide flotation was achieved until 0.065 lb/ton xanthate was added. Unfortunately all the sulfides floated at this reagent addition and the test was discarded.

D. Bulk Sulfide Flotation

Bulk sulfide flotation of this Iron King Tailings composite without pH adjustment recovered 32 percent of the gold and 11 percent of the silver in a pyrite cleaner concentrate assaying 0.191 oz/ton gold and 1.05 oz/ton silver. Approximately 17 percent of the sample weight was recovered into this product, as indicated on the following page.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -4-

	Madabb	A Barth			
	Weight	Assay,	oz/ton	Distribu	
Product	Percent	Au	Ag	Au	Ag
+35 Mesh	9.09	0.055	0.75	4.94	4.0
-35M. Cleaner Conc.	16.68	0.191	1.05	31.49	10.46
-35M. Cleaner Tails	3.32	0.165	3.41	5.41	6.75
-35M. Rougher Tails	70.91	0.083	1.86	58.16	78.72
Total (Calc.)	100.00	0.083	1.37	100.00	100.00

This test was performed at an unadjusted pulp pH of 2.4 using an acid resistant collector Orform C-150, manufactured by Phillips Chemical Company. This reagent produced a clean pyrite cleaner flotation concentrate, with very little sulfides in the flotation tailings. The low gold and silver content of the pyrite cleaner concentrate indicates significant gold and silver association with non-sulfide minerals.

Approximately 18 percent of the tailings weight dissolved during test work. Although the tailings sample was agitated at 40 percent solids for 30 minutes prior to testing, some agglomerates would not break down, and the pulp was therefore screened at 35 mesh prior to flotation.

E. Cyanidation And Flotation Of The Leach Residue

Cyanidation of a screened (minus 35 mesh) sample extracted 62 percent of the contained gold and 22 percent of the silver, as indicated on the following page.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -5-

P-1611: A. F. Budge Mining Cyanidation Results (Test 3)

	WGT	Assay,	oz/ton	Distrib	ution, %
Product	%	Au	Ag	Au	Ag
+35 Mesh*	7.8	0.056	0.67	5.60	3.54
Leach Solution	-	0.039	0.26	62.36	21.94
Leach Residue	92.2	0.027	1.19	32.04	74.53
Total	100.0	0.068	1.29	100.00	100.00
NaCN Consumed:	7.8 1b/ton	sample			
Lime Consumed:	77.9 lb/ton	sample			

*This fraction was not leached.

Some acid was washed from the sample by screening out the +35 mesh material. Therefore, the actual lime consumption projected for treating the total tailings sample would approach the 140 lb/ton figure calculated from the selective sulfide flotation test.

Approximately 31 percent of the gold and nine percent of the silver was recovered by bulk sulfide flotation of the cyanide leach residue.

Cyanic	le Leach Re	sidue Flota	tion Test	3)			
	WGT	Assay,	oz/ton	Distrib	Distribution, %		
Product	~~~~	Au	Ag	Au	Ag		
No. 2 Cleaner Conc.	14.4	0.059	0.76	31.28	9.1		
Combined Cleaner Tails	9.9	0.035	2.34	12.83	19.5		
Rougher Tails	75.7	0.020	1.12	55.89	71.2		
Total	100.0	0.027	1.19	100.00	100.0		

This flotation concentrate was produced using 0.75 lb/ton Armac T (Tallow Amine Acetate Salt) at a pulp pH of 10.0.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -6-

III. Test Results

Results presented in this section are also included in Test Data Sheets attached to the end of this report.

A. Head Assay Screen

One thousand grams of sample was slurried at 40 percent solids in a high speed Waring blender for ten minutes to break up any clumps in the sample. The sample was then wet screened at 100, 200 and 325 mesh. Each fraction was dried, weighed and submitted for gold and silver assay.

B. Selective Sulfide Flotation

One thousand grams dry equivalent weight of sample was slurried at 40 percent solids, agitated for 30 minutes, and screened at 35 mesh. The minus 35 mesh fraction was conditioned five minutes in a 1000 gram Agitair flotation machine with 120 lb/ton hydrated lime to raise the pulp pH from 2.4 to 5.5. A small amount (0.005 lb/ton) of Cyanamid sodium isopropyl xanthate was added, and a rougher concentrate floated for one minute. Additional lime was added to the rougher tailings to maintain pH 5.5, and another 0.010 lb/ton xanthate added, however, no sulfide mineralization in the froth was noted until 0.065 lb/ton xanthate was added. This reagent addition floated all the pyrite in the sample, therefore, the test was discarded.

C. Bulk Sulfide Flotation

One thousand grams of sample was slurried and screened at 35 mesh as previously described. The minus 35 mesh material was conditioned for ten minutes in an Agitair flotation machine with 0.20 lb/ton Phillips Chemical Orfom C-150 Collector at a naturally acidic pulp pH of 2.4. A rougher concentrate was then floated for seven minutes using a small amount (0.038 lb/ton) of MIBC-F65 frother mixture to maintain a stable froth. The rougher concentrate was cleaned once for seven minutes without additional reagents.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -7-

D. Cyanidation And Flotation Of The Leach Residue

Approximately 932 grams of sample was slurried and screened at 35 mesh as previously described. The minus 35 mesh material was adjusted to pH 10.5 - 11.0 with hydrated lime and cyanide added to provide a leach solution containing ten lb NaCN per ton (initial concentration). The slurry was then bottle roll leached at 43 percent solids for 48 hours.

The slurry was weighed, filtered and the filter cake washed once and placed in a 1000 gram agitair flotation cell. The slurry was conditioned for five minutes with 0.5 lb/ton carboxymethylcellulose (CMC) slimes dispersant and 0.5 lb/ton Armac T (Tallow Amine Acetate). The pulp pH was 10.0. A rougher concentrate was then floated for six minutes. The rougher tailings were then conditioned for two minutes with another 0.25 lb/ton Armac T and a second rougher concentrate floated for three minutes. The rougher concentrates were combined and cleaned twice without additional reagents.

No further test work is planned on this sample.

If you have any questions or comments concerning this test work, please call.

Sincerely,

DAWSON METALLURGICAL LABORATORIES, INC.

Philip Thompson Vice President

PT/fg

Enclosures

cc: Mr. Frank Millsaps 3865 Wasatch Blvd. Room 2021 Salt Lake City, Utah 84109



P. O. Box 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611
DATE	11/1/88
BY	MT

s received NaCN lea PRODUCT	Weight	WESEX.			ASSAY				UNITS			DISTRIBUTIO	N	
				Au	Ag			10 S		Constants				
+35 mesh	144.1				1					1.1.1.1	Martine Alexander			
Amine Ro. Conc.	158.8			0.088	1.17		· · · · ·							
Amine Ro. Tails	692.3													
Total (Calc)	995.2													
														-
														-
	<u>+</u> +						-35 me	l sh		ll		GRIN	DINC	
OPERATION				Leach	Leach	S	creen	Cond.	Ro.	Ro. #1	Ro. #2		PROC	UCT
TIME				1:00	2:00		At	5	1	2 - 2	2 - 4			
REAGENTS - LBS PER TON				Start	Stop	3	5 Mesh							
							1	t take	(24) (2 (1))			MESH	*	
As received ore	gm	1100									1	+10		
Water	gm	900									·	+14		
Lime	gm		65.0						c - cha e			+20		
NaCN	gm			5.0								+28	· · · · · · · · · · · ·	
NaCN Titration								N 2 10				+35		
CaO Titration					Sec. 6. 1	1						+48		
KAX								0.010				+65		
Na ₂ Sio ₃					0			1.0	Armact	0.5	0.5	+100		
	-								CMC	0.5		-150		
MACHINE							1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.					+ 200		
R P.M.							- and					+ 325	1.1	
pH		1.9		10.5	11.0		And the second	10.3				-325		2.10
% SOLIDS	Star Land							$T_{\rm eff}$					1. A. A.	
EMPERATURE	Ser States	1. 1. 1. 1. 1. 1. 1.	Carl The Sold State		State State State	200 . C . C . C	Alter and a state of the	1	10000		and the second second		1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.	

REMARKS:

P. O. Box 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611
DATE	11/1/88
BY'	PT

Selective Ag-Cu-Pl) IIOLAL	1011 110	<u>0m - 55 m</u>	esn scre	ened sar	npie, rol	Llowed by bu	<u>ilk sulfide f</u>	or pyrite			
PRODUCT	Weight	WESEN			ASSAY			UNITS		DISTRIBUTIO	N	
			and the second									
			1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.	1								
		-			1.1							
							· · ·					
				DISCAR	TEST -	- NO SELE	CTIVITY					
					-							
				1.000	and the second second							
			Screen	25	mesh	<u></u>			ll		25:0	
OPERATION			At	Cond	No 1 Po	No 2 Po	No 3 Ro				GRIN	
ME			35	5	1	2 - 2	2 - 5				1	
AGENTS - LBS PER TON					-	12 - 2	2-3					
Sample Wgt		1100								MESH	*	-
Water - as require	d								· · · · · · · · · · · · · · · · · · ·	+10		
NAIPX				0.005		0.010	0.050			+14		
Lime				60.0		10.0				+20		-
Na ₂ Sio ₃						1.0				+28	1	
KAX							0.050		E	+ 35		
	and and the					and some a				+48		
									1.1.1	+65		
										+100		
									1.10	+150		
ACHINE				1000	1000	1000	1000		Karan ang parta	+ 200	215.00.003	
P.M.				800	800	800	800			+325		
00140.0			2.3	5.8	4.5	5.5	5.4			-325		
SOLIDS		1 14 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1				A			and a start of the			

REMARKS:



NAME

DAWSON METALLURGICAL LABORATORIES, INC.

P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611
DATE	11/7/88
BY	MT

Iron King Comp

TEST NO.	3	NAME	A. F. Budge	
48 hour NaCN	leach	on -35 mesh	material (with 10	lbs/ton NaCN soln, 50% solids)

Product	Weight			Assay	a prese la co	Units		Distribution	Section 1.
		Statistics.	Au	Ag	 Au	Ag	Au	Ag	
+35mesh	68.0	1 A 4	0.056	0.67	0.0381	0.456	5.60	3.54	V1C
-35m Leach Solution	1087.1		0.039	0.26	0.4240	2.826	62.36	21.94	
-35m Leach Residue	806.9		0.027	1.19	0.2179	9.602	32.04	74.53	
Head Calculated	932.0		0.073	1.38	0.6799	12.884	100.00	100.00	
Product	Weight	% Wt.		Assay		Units		Distribution	V1G
	Manufacture Construction .		Au	Ag	 Au	Ag	Au	Ag	
L.Res.#2 Cl. Conc.	115.9	14.36	0.059	0.76	0.0085	0.109	31.28	9.18	
L.Res.Comb Cl Tails	80.1	9.93	0.035	2.34	0.0035	0.232	12.83	19.53	
L.Res.Ro. Tails.	610.9	75.71	0.020	1.12	0.0151	0.848	55.89	71.29	
Head Calculated	806.9	100.00	0.027	1.19	 0.0271	1.189	100.00	100.00	
L.Res.Rougher Con.		24.29	0.049	1.41	0.0119	0.341	44.11	28.71	

				Caller Strategies		and the second second	Leach	residue	amine f	lot.	3.1.1.7		GRIND	JING
OPERATION			Leach					Cond	#1 Ro.	#2 Ro.	C1.	C1.	PROD	UCT
TIME			9:45	24 hr.		48 hr.		5	6	2 - 3	7	77 [
REAGENTS - LBS PER TON			Start	· · · data sector · · · · · ·		Off				1. A. S. S. S.	1.1.1	1		
												MESH	%	9/
-35 mesh	932						1		1			+ 10		
Water	932		and the second second							1	1.1	+ 14	1.	
Lime		37.0		-	2.0							+ 20		1.11.1.1
NaCN			4.67						1			+ 28		
NaCN Titration, 1b/ton sol	n					1.42						+ 35		
CaO Titration, 1b/ton soln						0.05						+ 48	1.1.1.1	19
NaCN Consumed, 1b/ton ore				S. Santas		7.8	Armact	0.5	•	0.25		+ 65	1.1.1	
Lime Consumed, 1b/ton ore						77.9	CMC	0.5				+ 100		
			1	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1							1	+ 150		
MACHINE		-				Carla Palace		1000	1000	1000	500	+ 200	10 10 10 10 10 10 10 10 10 10 10 10 10 1	
R.P.M.								800	800	800	800	+ 325		
рН	2.2		11.2	10.3		10.6		10.0				-325		
% SOLIDS	St. Astar	a susseries		1			125.32						12. A.	
TEMPERATURE			and the second second					a la martino	a standardar	Carl Carl	Contractory of	Sec. Sec.		
REMARKS:	1.1-20.200	A. 6. 1924. 199	Care of the second	Section 1997		Contraction Space	S. Assalland				N THE STATE		No and Sal	

HEMARKS



P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611	
DATE	11/7/88	the second
BY	MT	

TEST NO. <u>4</u> Assay Screen of -(NAME		A. F. 1	Budge				<u></u>	I	ron King Comp	
Product	Weight			Assay			Units			Distribution	V1G
			Au	Ag		Au	Ag		Au	Ag	
+100 mesh Head	42.4	5.10	0.026	0.02	눈 것 전 전화가	0.0013	0.001		1.34	0.06	
100/200 mesh Head	69.1	8.31	0.046	0.32		0.0038	0.027		3.87	1.55	
200/325 mesh Head	85.3	10.26	0.078	0.32		0.0080	0.033		8.11	1.91	
-325 mesh Head	634.9	76.34	0.112	2.17		0.0855	1.657		86.67	96.48	
Head Calculated	1000.0	100.00	0.082	1.43		0.0986	1.717		100.00	100.00	

*Approximately 16.8% of sample dissolved during assay screening.

													GRINI	DING
OPERATION			-						1				PRO	DUCT
TIME										1				
REAGENTS - LBS PER TON		11 (11 (11 (11 (11 (11 (11 (11 (11 (11	- 12 - 11 - 11 - 11 - 11 - 11 - 11 - 11	1.0	1		1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		1	1.5.5				
		2										MESH	%	(
Ore -6 mesh	1000			1.							· .	+ 10		
												+ 14		
				1.1.1					1000	1		+ 20	1.00	1.1.1
									1			+ 28		
				1. 2								+ 35	1	12.20
					and the				alle star	1000		+ 48	1. 1. 1. 1.	
			1 Same Call									+ 65		
							2. Jan 1993					+ 100		1.1.13
				Million C.						A ALASS	Section and	+ 150		
MACHINE										and the second	1.000	+ 200		100
R.P.M.									· · · · · · · · · · ·		10.004	+ 325		1. S. S. S. S.
pH				Sec. 1	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1							-325		S
% SOLIDS						-	56 18 1 18 1							Stan 125
TEMPERATURE				a started.	A CARLES			Salasana.		A STATE		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	1.1965	Sector 2

REMARKS:



P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611		
DATE	11/8/88	1	
BY	PT		

TEST NO. 5 NAME A. F. Budge Iron King Tails

Bulk	sulfide	flotation	for	A11	Ao	without	elurry	nH	adjustment	
DUIK	Sulline	IIULALIUI	TOT	Au,	Ag	WILLIOUL	STULLY	рп	adjustment	and the

Product	Weight	% Wt.		Assay		Units		Distribution	V1G
			Au	Ag	Au	Ag	Au	Ag	 Ougs of addition
+35 mesh	74.3	9.09	0.055	0.75	0.0050	0.068	4.94	4.07	
-35m Cleaner Conc.	136.3	16.68	0.191	1.05	0.0319	0.175	31.49	10.46	a de la compañía de l
-35m Cleaner Tails.	27.1	3.32	0.165	3.41	0.0055	0.113	5.41	6.75	
-35m Rougher Tails.	579.3	70.91	0.083	1.86	0.0589	1.319	58.16	78.72	
Head Calculated	1000.0*	100.00	0.083	1.37	 0.1012	1.675	100.00	100.00	· · ·
Rougher Conc.		20.00	0.187	1.44	0.0373	0.288	36.90	17.21	
+35 mesh	-	9.09	0.055	0.75	0.0050	0.068	4.94	4.07	
-35 mesh		90.91	0.106	1.77	0.0962	1.607	95.06	95.93	

*Approximately 18.3% of sample dissolved in flotation pulp.

	Screen	Contract of the second	-35 mesh			2.	and the second				GRIN	DING
OPERATION	At	Cond.	Ro.	C1.							PRO	DUCT
TIME	35	10	7	5	· · · · ·					1 Г		
REAGENTS - LBS PER TON	Mesh								Manual Allana			
Sample	1000				1.1.1.1.1.1.1.1					MESH	%	1.1
Water	2000									+ 10	19 19 10	
Orfom C-150* (.007 gm/)		0.20				4	and the second	1		+ 14		1. 1. 2.
MIBC – F65			0.038							+ 20		
					Sec. 7. 1	• • • •				+ 28		-
	Salt Constant	1.1.1	1			in starting	14.1 S. 2.8	A State States		+ 35		
					•					+ 48		
					1.00					+ 65	M. S. S. A.	Cherry St.
		en de Station				1	1 Station			+ 100		
			1. And the second				States and			+ 150		
MACHINE	San Stranger	2000	2000	500		and the				+ 200	1.1.1.5	
R.P.M.		800	800	800	and the second second	a secondaria				+ 325		
pH	2.4	2.4	2.4	2.7						-325	and all the	
% SOLIDS					1 Martin							Contraction of
TEMPERATURE					1.45	1.2.2.5			and a start			

REMARKS: *From Phillips Chemical Co.

.

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Date Received_ Date Reported 11/11/88 Client <u>Dawson Metallurgical</u> Labs Oz/Ton Oz/Ton Sample Identification Au Ag Remarks * Ounces per ton of 2000 lbs. P-1611 A.F.Budge Test #4 Iron King Comp. +100mesh .026 <.05 +200mesh .046 .32 +325mesh .078 .32 -325 .112 2.17 Test #5 Ro. Tail .084 1.86 .082 1.86 +35mesh .056 .72 .053 .78 Beanch

.

.

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Date Reported _____11/14/88 Date Received Client Dawson Metallurgical Labs Oz/Ton Oz/Ton Sample Identification Au Ag Remarks * Ounces per ton of 2000 lbs. P-1611 A.F.Budge Test #5 Cl. Tails .153mg 3.17mg Cl. Conc. .192 1.05 .190 1.05 Test #3 Iron King Comp. Leach Sol'n. .039 .26 .038 .26 Bronchi Dicanchi

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Date Reported 11/15/88 Date Received ____ Client Dawson Metallurgical Labs Oz/Ton Oz/Ton Sample Identification Au Ag Remarks * Ounces per ton of 2000 lbs. P-1611 A.F.Budge Iron King Comp. Leach Residues Test #3 Ro. Tails .020 1.12 .020 1.12 2.33 Comb.Cl. Tail .034 .036 2.34 #2 Cl. Conc. .060 .76 .057 .76 +35mesh .055 .67 .057 .66 P-1601A A.F.Budge Head Samples 2 A.T.Dup. Comp. #3 Lower 15-B .0295 <.05 .0290 <.05 Upper 0-15' .0330 <.05 .0315 <.05 Comp. #4 Lower Bottom .0310 <.05 .0304 <.05 Romeweek

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Client <u>Dawson Metallu</u> Sample Identification	Oz / Ton Au	Oz / Ton Ag	Remarks
1			* Ounces per ton of 2000 lbs.
udge			
Test #1 5'Channez #2			
Amine Ro. Conc.	.088	1.15	
	.088	1.19	
	3 18 A. C. C.		
Dimath		슬 옷 많은 것.	
1 al hi			
Anenice			
N Ber			
V			
		· · · · · · · · · · · · · · · · · · ·	그는 것이 같은 것은 것을 가지?
		걸려가 말했다.	
		1 : 2 : 2 : 2	
		전 옷을 물	
	Second Second		
생활 승규는 것 같아요. 그는 것 같아?			



P.O. Box 7685 5217 Major Street Murray, Utah 84107-0685 Phone: 801-262-0922

November 17, 1988

A. F. Budge Mining Ltd. 4301 North 75th Street Suite 101 Scottsdale, Arizona 85251

Attention: Mr. Dale Allen

Subject: Results of Laboratory Testing on a Grab Sample Composite of Iron King Tailings. Our Project No. P-1611.

Gentlemen:

In accordance with discussions with Mr. Dale Allen during his visit to our laboratory November 1, 1988, various laboratory tests were performed on a grab sample composite of Iron King Tailings. These tests were performed to determine if the tailings are amenable to cyanidation or flotation for recovery of contained gold and silver values. Specific testwork performed included:

- Assay screen analysis of as-received head sample.
- Selective gold-silver-copper-lead sulfide flotation of a screened (-35 mesh) sample.
- Bulk sulfide flotation of a screened (-35 mesh) sample.
- Cyanide leach of a screened (-35 mesh) sample, followed by flotation of sulfides from the leach residue with amine.

I. Sample Description And Head Analysis

Two separate tailings grab samples weighing five kilograms each were submitted to our laboratory November 1, 1988, by Mr. Dale Allen and assigned our Lot No. P-1611. These samples contained approximately ten percent moisture and consisted of fine, free flowing tailings and agglomerated clumps. These two samples were combined, air dried, and crushed through $\frac{1}{4}$ inch to break up the hardened clumps prior to testing. A head sample was not split out prior to testing, however, back-calculated heads from testwork are presented on the following page. Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -2-

P-1611: A. F. Budge Mining Head Assay Results: Iron King Tails

	Back-Calculated*	Head Assay oz/ton	
	Au	Ag	
Iron King Composite Grab Sample	0.079	1.39	
승규는 것 같은 것 같은 것이 같은 것이 같은 것이 같은 것이 같이 없다.			

*Average of 3 tests

Visual examination of the sample under the binocular microscope indicated abundant fine pyrite (10-15 percent of the total sample). A few grains of bornite were also detected.

II. Test Results

Test results presented in this section are also included in individual test data sheets attached to the end of this report.

A. Summary

The pyrite in this sample of Iron King Tailings responds well to flotation in a naturally acid pulp of pH 2.4 using Phillips Chemical Orfom C-150. Unfortunately only 33 percent of the gold and 11 percent of the silver was contained in this product, indicating that most of the gold and silver is probably associated with non-sulfide minerals. Attempts to produce a selective sulfide concentrate containing sulfides other than pyrite were unsuccessful.

Approximately 62 percent of the gold (0.046 oz/ton of ore) and 22 percent of the silver (0.30 oz/ton of ore) was extracted by direct cyanidation of the minus 35 mesh fraction of the tailings. Cyanide and lime consumption was 7.8 and 78 pounds per ton of sample, respectively. The sample required screening at 35 mesh to remove agglomerated chunks which did not break down, even after 30 minutes agitation at 40 percent solids.

B. Head Assay Screen

This Iron King Tailings sample contains approximately 76 percent minus 325 mesh material. Most of the gold and silver is contained in this size fraction, as indicated on the following page. Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -3-

Head Assay Se	creen Results (T	est No. 4)	
Screen Fraction	Weight	Assay,	oz/ton
Mesh	Percent	Au	Ag
+100	5.10	0.026	<0.05
-100 +200	8.31	0.046	0.32
-200 +325	10.26	0.078	0.32
-325	76.34	0.112	2.17
Total	100.00	0.082	1.43

Between 17 and 18 percent of the tailings weight dissolved during wet screening. The water used in wet screening was dark brown in color and was quite acidic (pH ~4), indicating probable dissolution of iron salts.

C. Selective Flotation of Sulfides

Attempts to selectively float sulfides other than pyrite in an effort to produce a possible high grade gold and silver concentrate were unsuccessful. Approximately 140 lb/ton of lime was required to raise the flotation pulp pH from 2.3 to 5.5 prior to adding a small amount (0.005 lb/ton) of isopropyl xanthate. No sulfide flotation was achieved until 0.065 lb/ton xanthate was added. Unfortunately all the sulfides floated at this reagent addition and the test was discarded.

Bulk Sulfide Flotation D.

Bulk sulfide flotation of this Iron King Tailings composite without pH adjustment recovered 32 percent of the gold and 11 percent of the silver in a pyrite cleaner concentrate assaying 0.191 oz/ton gold and 1.05 oz/ton silver. Approximately 17 percent of the sample weight was recovered into this product, as indicated on the following page.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -4-

	Weight	Assay,	oz/ton	Distrib	ution, %
Product	Percent	Au	Ag	Au	Ag
+35 Mesh	9.09	0.055	0.75	4.94	4.07
-35M. Cleaner Conc.	16.68	0.191	1.05	31.49	10.46
-35M. Cleaner Tails	3.32	0.165	3.41	5.41	6.75
-35M. Rougher Tails	70.91	0.083	1.86	58.16	78.72
Total (Calc.)	100.00	0.083	1.37	100.00	100.00

P-1611: A. F. Budge Mining Bulk Sulfide Flotation Results (Test 5)

This test was performed at an unadjusted pulp pH of 2.4 using an acid resistant collector Orform C-150, manufactured by Phillips Chemical Company. This reagent produced a clean pyrite cleaner flotation concentrate, with very little sulfides in the flotation tailings. The low gold and silver content of the pyrite cleaner concentrate indicates significant gold and silver association with non-sulfide minerals.

Approximately 18 percent of the tailings weight dissolved during test work. Although the tailings sample was agitated at 40 percent solids for 30 minutes prior to testing, some agglomerates would not break down, and the pulp was therefore screened at 35 mesh prior to flotation.

E. Cyanidation And Flotation Of The Leach Residue

Cyanidation of a screened (minus 35 mesh) sample extracted 62 percent of the contained gold and 22 percent of the silver, as indicated on the following page.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -5-

	Cyanida	tion Result	s (Test 3)		
	WGT	Assay,	oz/ton	Distrib	ution, %
Product	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	Au	Ag	Au	Ag
+35 Mesh*	7.8	0.056	0.67	5.60	3.54
Leach Solution	1 2월 20 - 20 - 10 -	0.039	0.26	62.36	21.94
Leach Residue	92.2	0.027	1.19	32.04	74.53
Total	100.0	0.068	1.29	100.00	100.00
NaCN Consumed:	7.8 lb/ton	sample			
Lime Consumed: 7	7.9 1b/ton	sample			
*This fraction wa	s not leach	had			

*This fraction was not leached.

Some acid was washed from the sample by screening out the +35 mesh material. Therefore, the actual lime consumption projected for treating the total tailings sample would approach the 140 lb/ton figure calculated from the selective sulfide flotation test.

Approximately 31 percent of the gold and nine percent of the silver was recovered by bulk sulfide flotation of the cyanide leach residue.

Cyani	de Leach Re	sidue Flota	tion Test	3)	
	WGT	Assay,	oz/ton	Distrib	oution, %
Product	00	Au	Ag	Au	Ag
No. 2 Cleaner Conc.	14.4	0.059	0.76	31.28	9.1
Combined Cleaner Tails	9.9	0.035	2.34	12.83	19.5
Rougher Tails	75.7	0.020	1.12	55.89	71.2
Total	100.0	0.027	1.19	100.00	100.00

This flotation concentrate was produced using 0.75 lb/ton Armac T (Tallow Amine Acetate Salt) at a pulp pH of 10.0.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -6-

III. Test Results

Results presented in this section are also included in Test Data Sheets attached to the end of this report.

A. Head Assay Screen

One thousand grams of sample was slurried at 40 percent solids in a high speed Waring blender for ten minutes to break up any clumps in the sample. The sample was then wet screened at 100, 200 and 325 mesh. Each fraction was dried, weighed and submitted for gold and silver assay.

B. Selective Sulfide Flotation

One thousand grams dry equivalent weight of sample was slurried at 40 percent solids, agitated for 30 minutes, and screened at 35 mesh. The minus 35 mesh fraction was conditioned five minutes in a 1000 gram Agitair flotation machine with 120 lb/ton hydrated lime to raise the pulp pH from 2.4 to 5.5. A small amount (0.005 lb/ton) of Cyanamid sodium isopropyl xanthate was added, and a rougher concentrate floated for one minute. Additional lime was added to the rougher tailings to maintain pH 5.5, and another 0.010 lb/ton xanthate added, however, no sulfide mineralization in the froth was noted until 0.065 lb/ton xanthate was added. This reagent addition floated all the pyrite in the sample, therefore, the test was discarded.

C. Bulk Sulfide Flotation

One thousand grams of sample was slurried and screened at 35 mesh as previously described. The minus 35 mesh material was conditioned for ten minutes in an Agitair flotation machine with 0.20 lb/ton Phillips Chemical Orfom C-150 Collector at a naturally acidic pulp pH of 2.4. A rougher concentrate was then floated for seven minutes using a small amount (0.038 lb/ton) of MIBC-F65 frother mixture to maintain a stable froth. The rougher concentrate was cleaned once for seven minutes without additional reagents.

Mr. Dale Allen A. F. Budge Mining Ltd. November 17, 1988 Page -7-

D. Cyanidation And Flotation Of The Leach Residue

Approximately 932 grams of sample was slurried and screened at 35 mesh as previously described. The minus 35 mesh material was adjusted to pH 10.5 - 11.0 with hydrated lime and cyanide added to provide a leach solution containing ten lb NaCN per ton (initial concentration). The slurry was then bottle roll leached at 43 percent solids for 48 hours.

The slurry was weighed, filtered and the filter cake washed once and placed in a 1000 gram agitair flotation cell. The slurry was conditioned for five minutes with 0.5 lb/ton carboxymethylcellulose (CMC) slimes dispersant and 0.5 lb/ton Armac T (Tallow Amine Acetate). The pulp pH was 10.0. A rougher concentrate was then floated for six minutes. The rougher tailings were then conditioned for two minutes with another 0.25 lb/ton Armac T and a second rougher concentrate floated for three minutes. The rougher concentrates were combined and cleaned twice without additional reagents.

No further test work is planned on this sample.

If you have any questions or comments concerning this test work, please call.

Sincerely,

DAWSON METALLURGICAL LABORATORIES, INC.

Philip Thompson Vice President

PT/fg

Enclosures

cc: Mr. Frank Millsaps 3865 Wasatch Blvd. Room 2021 Salt Lake City, Utah 84109



DAWSON METALLURGICAL LABORATORIES, INC. P. O. Box 7685 5217 Major Street Murray, Ulah 84107 Phone: 801-262-0922

PROJECT NO.	P-16	11			
DATE	11/1	/88	•	1.4	110
BY	MT		- 61	•	10.0

(5' channel #2)

TEST NO.	1	_ NA	ME	A. F.	Budge						- (5' cl	hannel #2)		
s received NaCN lea	1		wash one	ce with	CONTRACTOR OF LAND	20. Su	lfide flo	oat on w		esidue.				
PRODUCT	Weight	WEEK!			ASSAY	11 1 11 1		1.1.1	UNITS			DISTRIBUTION	1	1
	_			Au	Ag	1. 12.81					1			
+35 mesh	144.1								1000				1990 S 1990	6.4.9
Amine Ro. Conc.	158.8			0.088	1.17	a the state of the			9.92					
Amine Ro. Tails	692.3		N 14 1991								1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.			
Total (Calc)	995.2						i server haven			1.000000000				
<u></u>														
	-					hand you have been a start of the second						1		
							+							-
				1			1 11		1	1				
								1.1.1.1						
	1							1	1,				GRIN	
OPERATION				Leach	Leach		Screen	-35 me Cond.	Ro.	Ro #1	Ro. #2		PROD	
TIME				1:00	2:00		At	5	1	2 - 2	and the second			-
ALAGENTS - LBS PER TON				Start	Stop		35 Mesh		1					
				Julie	Jeop			1			1	MESH	×	-
As received ore	gm	1100										+10	1.1	-
Water	gm	900					1		1	1		+14		
Lime	gm		65.0				1					+20	and a	1
NaCN	gm			5.0			1					+28		2 5
NaCN Titration												+ 35		
CaO Titration		1. 1. 1. 1. 1.			1000 C	2012 3153	1.1.1.1.1.1.1.1.1	and the second second	1-1			+4.8	S. Call	14.6
KAX							1	0.010			1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.	+65		
Na ₂ Sio ₃								1.0	Armact	0.5	0.5	+100		
									CMC	0.5		-150	and the second	1
MACHINE	See	S. 11 22										+ 200		0.64
R P.M.		Section 1										+325		
рH		1.9		10.5	11.0			10.3				-325		200
% SOLIDS		1												
TEMPERATURE	A State State	Starting -		and an and			See Countration	S. 2	all and the	1.1.1.1.1.1.1	Assessed to the			224

REMARKS:

P. O. Box 7685 5217 Major Street Murray, Ulah 84107 LABORATORIES, INC. Phone: 801-262-0922

DAWSON

METALLURGICAL

PROJECT NO.	P-1611	1
DATE	11/1/88	•
BY	PT	1

PRODUCT Weight KERN ASSAY Image: Second state	DISTRIBUTION	GRIND
DISCARD TEST - NO SELECTIVITY DISCARD DISCARD DISCARD DISCARD DISCARD		PRODU
DISCARD TEST NO SELECTIVITY DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD DISCARD		PRODU
Screen -35 mesh PERATION At Cond No 1 Ro No 2 - 2 At Cond No 1 2 - 2 2 - 5 AGENTS - LBS PER TON Sample Wgt 1100 Water - as required NAIPX 0.005 0.010 Lime		PRODU
Screen -35 mesh PERATION At Cond No 1 No 3 ME 35 5 1 2 2 5 AGENTS - LBS PERATON		PRODU
Screen -35 mesh PERATION At Cond No 1 Ro No 2 - 2 At Cond No 1 2 - 2 2 - 5 AGENTS - LBS PER TON Sample Wgt 1100 Water - as required 0.005 NAIPX 0.005 Lime 60.0		PRODU
At Cond No 1 No 2 No 3 Ro ME 35 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 2 - 5 1 3 5 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 <td< td=""><td></td><td>PRODU</td></td<>		PRODU
At Cond No 1 Ro No 3 Ro ME 35 5 1 2 - 2 - 5 AGENTS - LBS PER TON 1100		PRODU
ERATION At Cond No 1 Ro No 3 Ro AE 35 5 1 2 - 2 - 5 AGENTS - LBS PER TON		PRODU
ERATION At Cond No 1 Ro No 3 Ro AE 35 5 1 2 - 2 - 5 AGENTS - LBS PER TON		PRODU
AATION At Cond No 1 Ro No 2 Ro No 3 Ro IE 35 5 1 2 - 2 - 5 GENTS - LBS PER TON 35 5 1 2 - 2 - 5 ample Wgt 1100		PRODU
AATION At Cond No 1 No 2 No 3 Ro E 35 5 1 2 - 2 - 5 GENTS - LBS PER TON Index Index <td></td> <td>PRODU</td>		PRODU
AATION At Cond No 1 Ro No 2 Ro No 3 Ro AE 35 5 1 2 - 2 - 5 AGENTS - LBS PER TON		PRODU
At Cond No 1 Ro No 2 Ro No 3 Ro E 35 5 1 2 - 2 - 5 GENTS - LBS PER TON 3 3 5 1 2 - 2 - 5 ample Wgt 1100 - - - - - - ater - as required 0.005 0.010 0.050 - - - ime 60.0 10.0 - - - -		PRODU
At Cond No 1 Ro No 2 Ro No 3 Ro E 35 5 1 2 - 2 - 5 GENTS - LBS PER TON 3 3 5 1 2 - 2 - 5 ample Wgt 1100 - - - - - - ater - as required 0.005 0.010 0.050 - - - ime 60.0 10.0 - - - -		PRODU
NE 35 5 1 2 2 - AGENTS · LBS PER TON 35 5 1 2 - 2 - 5 ample Wgt 1100 1100 1 1 1 1 ater - as required 0.005 0.010 0.050 ime 60.0 10.0 10.0		*
AGENTS - LBS PER TON Image: Constraint of the second		*
Nater - as required 0.005 0.010 0.050 MAIPX 60.0 10.0 0.050		*
AIPX 0.005 0.010 0.050 ime 60.0 10.0 0.050	101	
ime 60.0 10.0		
	+14	12
a ₂ Sio ₃ 1.0	+20	
	+28	
AX 0.050	+ 35	
	+48	
	+65	
	+100	1. 1. 1. 1.
	+150	
CHINE 1000 1000 1000	+ 200	
M. 800 800 800 800	+325	
2.3 5.8 4.5 5.5 5.4	-325	

REMARKS:



NAME

DAWSON METALLURGICAL LABORATORIES, INC.

P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611	
DATE	11/7/88	
BY	MT	

Iron King Comp

48 hour NaCN leach on -35 mesh material (with 10 lbs/ton NaCN soln, 50% solids)

A. F. Budge

Product	Weight			Assay		Units			Distribution	
			Au	Ag	Au	Ag		Au	Ag	
+35mesh	68.0		0.056	0.67	0.0381	0.456	5	5.60	3.54	V1C
-35m Leach Solution	1087.1		0.039	0.26	0.4240	2.826	6:	2.36	21.94	
-35m Leach Residue	806.9		0.027	1.19	0.2179	9.602	32	2.04	74.53	
Head Calculated	932.0		0.073	1.38	0.6799	12.884	100	0.00	100.00	
Product	Weight	% Wt.		Assay		Units			Distribution	V1G
			Au	Ag	Au	Ag		Au	Ag	
L.Res.#2 Cl. Conc.	115.9	14.36	0.059	0.76	0.0085	0.109	3	1.28	9.18	
L.Res.Comb Cl Tails	80.1	9.93	0.035	2.34	0.0035	0.232	12	2.83	19.53	
L.Res.Ro. Tails.	610.9	75.71	0.020	1.12	0.0151	0.848	55	5.89	71.29	
Head Calculated	806.9	100.00	0.027	1.19	 0.0271	1.189	100	0.00	100.00	
L.Res.Rougher Con.		24.29	0.049	1.41	0.0119	0.341	41	1.11	28.71	

		Sector Martin		en al concentration en	a a sur a perior	and the second	Leach	residue	amine f	lot.			GRIND	ING
OPERATION			Leach					Cond		#2 Ro.	C1.	C1.	PROD	UCT
TIME	-		9:45	24 hr.		48 hr.		5	6	2 - 3	7	7	1.1.1.1.1.1.1	
REAGENTS - LBS PER TON			Start			Off			1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.					
												MESH	%	%
-35 mesh	932											+ 10	1 A 1 - A	
Water	932			1989 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 -								+ 14		
Lime		37.0			2.0			-				+ 20		
NaCN			4.67									+ 28	C	1. 1. 1. 1.
NaCN Titration, 1b/ton sol	n		(1. A.S.).			1.42						+ 35	1. S. S. S. S.	
CaO Titration, 1b/ton soln					1	0.05	1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.		1.1.1.1			+ 48		
NaCN Consumed, 1b/ton ore						7.8	Armact	0.5		0.25		+ 65		
Lime Consumed, 1b/ton ore	1					77.9	CMC	0.5				+ 100		
					Sec. Sec.			Marsh & St.		1.1.1		+ 150		and the
MACHINE			and the second				Sec. Sec.	1000	1000	1000	500	+ 200		
R.P.M.								800	800	800	800	+ 325		
рН	2.2		11.2	10.3		10.6	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	10.0				-325		
% SOLIDS	12.4								14					
TEMPERATURE														
DEMARKS.	and the follow	1. S.		Contraction in the		the state of the state	STOLEN SUST	Service States						- 1. S.

REMARKS:

TEST NO. __

3



P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611	
DATE	11/7/88	
BY	MT	· .

TEST NO. <u>4</u> Assay Screen of -6	NAME		A. F. I	Budge					I	ron King Comp	
Product	Weight			Assay			Units			Distribution	V1G
			Au	Ag		Au	Ag	5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-5-	Au	Ag	
+100 mesh Head	42.4	5.10	0.026	0.02		0.0013	0.001		1.34	0.06	
100/200 mesh Head	69.1	8.31	0.046	0.32		0.0038	0.027		3.87	1.55	
200/325 mesh Head	85.3	10.26	0.078	0.32		0.0080	0.033		8.11	1.91	
-325 mesh Head	634.9	76.34	0.112	2.17		0.0855	1.657		86.67	96.48	
Head Calculated	1000.0*	100.00	0.082	1.43		0.0986	1.717		100.00	100.00	

*Approximately 16.8% of sample dissolved during assay screening.

						1000							GRINE	DING
OPERATION								and the second		1. S. S. S.			PROD	UCT
TIME									1. 1. 1.			1 F		
REAGENTS - LBS PER TON									and the second		1.1			
												MESH	%	
Ore -6 mesh	1000						1.1.1.1					+ 10		
											1	+ 14		
							1					+ 20		
			ter ter			1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.		La ser anno				+ 28		
	2.1						1. 1. 1.			a de la composición d	1.1	+ 35		1.5
	States and the		1			1.000			r			+ 48		
								Transa and		14. T	1.	+ 65	1.40.127	1.1.1
		1.5		1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.				1	102.30			+ 100	1000	
				6. 75 82		1.2. 1.2.1						+ 150		
MACHINE		6	S. 6 (1973)				- 		a Cherry			+ 200	S	
R.P.M.	200		1991 - 1992 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 - 1993 -				12.000		1941	Sec. Sec. 18		+ 325	1	
pH	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1				a anna anna					1.1.1.1.1.1	· ·	-325	11 A A	
% SOLIDS						Section Section	Sale and		1.1.1.1.1.1.1					
TEMPERATURE		14.14					1.1.1.19		Constants.	1.1.1.1.1				



P. O. BOX 7685 5217 Major Street Murray, Utah 84107 Phone: 801-262-0922

PROJECT NO.	P-1611	
DATE	11/8/88	
BY	PT	

TEST NO. _____ NAME _____A. F. Budge Iron King Tails

Bulk sulfide	flotation	for	Au.	Ag	without	slurry	DH	adjustment	

Product	Weight	% Wt.		Assay		Units		Distribution	V1G
		and an	Au	Ag	Au	Ag	Au	Ag	
+35 mesh	74.3	9.09	0.055	0.75	0.0050	0.068	4.94	4.07	. X . X
-35m Cleaner Conc.	136.3	16.68	0.191	1.05	0.0319	0.175	31.49	10.46	
-35m Cleaner Tails.	27.1	3.32	0.165	3.41	0.0055	0.113	5.41	6.75	
-35m Rougher Tails.	579.3	70.91	0.083	1.86	0.0589	1.319	58.16	78.72	
Head Calculated	1000.0*	100.00	0.083	1.37	0.1012	1.675	100.00	100.00	
Rougher Conc.		20.00	0.187	1.44	0.0373	0.288	36.90	17.21	
+35 mesh		9.09	0.055	0.75	0.0050	0.068	4.94	4.07	
-35 mesh		90.91	0.106	1.77	0.0962	1.607	95.06	95.93	

*Approximately 18.3% of sample dissolved in flotation pulp.

and the second	Screen	a sure and all	-35 mesh			Stern Ster	A		fr		GRINI	DING
OPERATION	At	Cond.	Ro.	C1.							PRO	JUCT
TIME	35	10	7	5							1.1.1.1	
REAGENTS - LBS PER TON	Mesh								-			
Sample	1000									MESH	%	%
Water	2000	1								+ 10	21.101	
Orfom C-150* (.007 gm/)		0.20		1				Sec. 2		+ 14		1. 1. 1.
MIBC - F65			0.038						1	+ 20		
			and the second second	1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.				a cash cash a sh		+ 28		
	Level March 19		S. Sugar	Section 1						+ 35	14.15	
							•			+ 48		
		and the second		1.1.1.1.1.1.1.1				a second		+ 65		1.
			1.4.5				1			+ 100	1.1.1	26.2.3
		1	Section 1	S	and the second second			3 (A.S. 198		+ 150	10	a second
MACHINE		2000	2000	500		1.2.2.2.2				+ 200		
R.P.M.		800	800	800						+ 325		
pH	2.4	2.4	2.4	2.7						-325		
% SOLIDS							a Constants	a sel compa	S. C. Second L.		and all a	
TEMPERATURE							Contraction of the		A Standard		1.1.1.1	E La serasi

REMARKS: *From Phillips Chemical Co.

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Client <u>Dawson Metallu</u> Sample Identification	Oz/Ton Au	Oz / Ton Ag	Remarks
-1611 .F.Budge			* Ounces per ton of 2000 lbs.
Test #4 Iron King Comp. +100mesh +200mesh +325mesh -325	.026 .046 .078 .112	<.05 .32 .32 2.17	
Test #5 Ro. Tail +35mesh	.084 .082 .056 .053	1.86 1.86 .72 .78	
Denerch			
Die			

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Client <u>Dawson Metallu</u> Sample Identification	Oz/Ton Au	Oz / Ton Ag	Remarks
2-1611 A.F.Budge			* Ounces per ton of 2000 lbs.
Test #5 Cl. Tails Cl. Conc.	.153mg .192 .190	3.17mg 1.05 1.05	
Test #3 Iron King Comp. Leach Sol'n.	.039 .038	.26	
Anald .			
J.			

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Date Reported 11/15/88 Date Received Client Dawson Metallurgical Labs Oz/Ton Oz/Ton Sample Identification Au Ag **Remarks** * Ounces per ton of 2000 lbs. P-1611 A.F.Budge Iron King Comp. Leach Residues Test #3 Ro. Tails .020 1.12 .020 1.12 Comb.Cl. Tail .034 2.33 .036 2.34 #2 Cl. Conc. .060 .76 .057 .76 +35mesh .055 .67 .057 .66 P-1601A A.F.Budge Head Samples 2 A.T.Dup. Comp. #3 Lower 15-B .0295 <.05 .0290 <.05 Upper 0-15' .0330 <.05 .0315 <.05 Comp. #4 Lower Bottom .0310 <.05 .0304 <.05 Receivelin

ASSAY LAB, INC. 1376 W. 8040 So. Unit #4 West Jordan, Utah 84084

Date Received			Date Reported <u>11/7/88</u>
Client <u>Dawson Metallu</u> Sample Identification	rgical Lab Oz/Ton Au	Oz / Ton Ag	Remarks
1611 F.Budge			* Ounces per ton of 2000 lbs.
Test #1 5'Channez #2 Amine Ro. Conc.	.088 .088	1.15 1.19	
Demich			
Den			

М	Ε	Μ	0

TO: Carole A. O'Brien, A.F. Budge, Ron R. Short

FROM: Don White

DATE: November 3, 1988

SUBJECT: Eddie Basha's submittal, Mt. Union vicinity, Yavapai Co., AZ

INTRODUCTION: Carole O'Brien was provided several reports on a series of vein gold occurrences, some with historical production, on the west flank of Mt. Union about 14 miles south of Prescott, Arizona. The data was provided by Harvey Smith and was mainly Gerald Mathis' collections of historical data from published sources plus some metallurgical test results on dump samples and some recent assays.

The property is called variously the "B&C", Hassayampa Golden Girl, the EDG Mining Venture, the Wilson Property or by the various patent names and/or major vein names within the claim group. Patent names of import are the Alligator and Evergreen. Vein names from other records include the Crook vein (also called the Westerner) Premium vein, Storm Cloud vein, Vanderbilt vein, and the Ella Wick vein.

Having reviewed the file provided plus other published and unpublished information on the Hassayampa District veins, I spent one day traversing the claim block to inspect the old workings and outcrops. Because of the steep relief, heavy forest and undergrowth cover, and old age of the workings, this property is a case in which there is at least as much to be learned from the records as there is from on-site work. In fact, when it comes to assays, the old data is much more valuable than new surface or dump samples. Much sampling has already been done and my own coverage could not improve upon it without a major program. So no new samples were collected.

TYPE OF MINERALIZATION: All the mineralization is structurally controlled,

NNE-trending fissure-filling veins (see accompanying map). The veins are quartz with or without calcite, pyrite, base-metal sulfides, gold, and silver. Thus they are very much like the McCabe Mine now in production at Humboldt and the Carter-Raymond and Gold Links-Sacramento Mines near Gunnison, Colorado, looked at on your behalf a couple years ago.

Veins are typically thin, up to about 6 feet in thickness but the "pay streak" in each is rarely over 2 feet thick. Of the large system of veins, the two most productive are northwest of Basha's claims. They are the Senator and Cash Mines. The Senator vein mineralization was up to 18 inches thick, the Cash up to 30 inches thick. Ore shoots plunge along the veins and average 200 feet wide and about 500 high. This gives 10,000 to 20,000 ton ore shoots.

Most of the value of the vein rock is in gold. Silver is far subordinate, as are copper, lead, and zinc for those sectors of veins carrying chalcopyrite, galena, and sphalerite respectively. The one main ore shoot of the Senator vein ran about one ounce gold per ton. Small sectors of each of the other veins ran about that as well, particularly in the oxide zone. Oxidation Carole A. O'Brien, A.F. Budge, Ron R. Short November 3, 1988 Page 2

rarely extends more than 40 feet beneath the surface. Most of the historical mining activity was during the 1880's and 90's and developed only the oxide zone. Only at the Senator and Cash Mines were ore shoots found to be profitable into the sulfide zone.

The range of production grades for veins within Basha's claim block is about 0.2 to 0.5 oz/t Au. The average of many underground assays taken in the 1920's is reportedly 0.28 oz/t Au.

<u>LOGISTICS</u>: The claim area is very steep and rugged. While there are some access roads to adit portals, they are old wagon routes only. Others are just burro trails. Access for exploration drilling would necessarily involve bulldozed terrace-like roads through thick Ponderosa Pine forest and past bold outcrops requiring blasting. A track-mounted rig would probably be necessary.

Small tonnage deposits occurring as narrow veins could not possibly justify new shaft sinking at today's gold price (\$400./oz). Thus one may only consider that potential approachable by adit from say 6,400 ft. elevation along the Senator "Highway" (rarely graded, one lane, Forest Service road) south of the claim block. This limits the height of potential finds to a maximum of about 500 feet at the northern edge of the claim block and much less than that closer to the portals.

Winter weather at about 7,000 feet in the Bradshaws is often quite snowy. Road access is cut off 2-3 months of the year and interrupted other times by fall and spring snows. A partial operating year would have to be planned on.

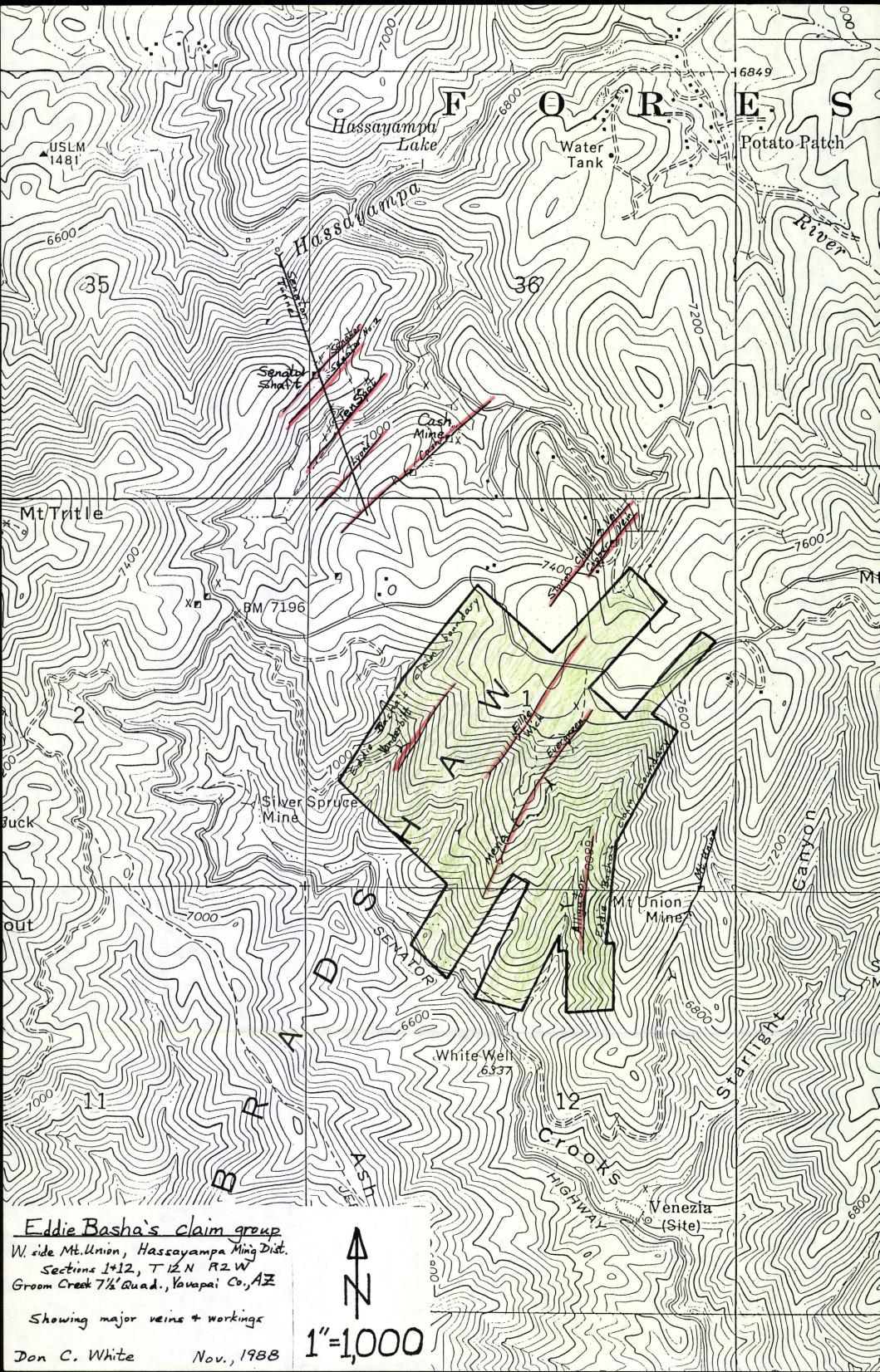
Because of the thinness of the pay streak in each vein, and the lack of disseminated mineralization in the wall rock, dilution would be a major problem. A 12-inch vein of, say optimistically 0.4 oz/t Au, diluted to a mere 4-foot mining width would yield 0.1 oz/t diluted grade. Thus split shooting and strict waste versus ore segregation would have to be the practice. Such techniques are costly.

The product of such mining would be a polymetallic sulfide and quartz ore. It would not likely be the best silica flux if very much aluminous wall rock is included. It may lend itself to flotation concentration and cyanidation as at McCabe but would have to be shipped. There would not be enough tonnage to justify a mill on site.

<u>CONCLUSIONS</u>: Basha's claims have potential for no more than about four ore shoots of average 15,000 short tons each from adit level to ground surface; say 60,000 tons total at the historical production grade of 0.28 oz/t Au. Such bodies would be thin and fraught with mining and dilution difficulties. They would be very difficult to locate by any but the most comprehensive exploration drilling program. Carole A. O'Brien, A.F. Budge, Ron R. Short November 3, 1988 Page 3

<u>RECOMMENDATIONS</u>: I do not see Basha's claim group as an attractive exploration target at the present time. If access is improved, mining technology is improved for narrow veins and/or ore segregation, and most critically, the gold price strengthens substantially, then it may be reconsidered. I believe at least \$800./oz gold will be required to justify very serious expenditures there. Till then I do not recommend Budge's involvement.

DW:sk



Conte Q S Don White 521 East Willis St. 4.34 June 2, 1988 Prescott, AZ 86301 20 Robert Crook 602 - 778-3140 Iron King Array Inc. Prescoto Valley, AZ Dear Bob & Kati, Accompanying are forty nine (49) samples of tailings, each for gold (only) fire away, AA followup, one array for in all cares. Please rend the results and billing to Carde A. O'Brien, copy to me, as usual. Please save both pulps + rejects. T-111- \$-3 Sampler are numbered : 23 " 3-5 24 T-54-A \$-3 7-112-0-2 25 T-113-0-3 3-7 26 2 TR-1-A-\$-5 7-114-0-3 A. mi 3 27 " 3-5 " 5-10 4 28 T-115- Ø-3 10-14 11 29 5 " 3-6 T-101- \$-3 6 30 7-116- \$-3 " 3-6 21 7 6-9 3-6 11 11 7= 8 " 6-8 T-102 - Ø-2 9 15 T-103-\$-2 T-117- \$-4 10 34 7-118-Q-3 Mba T-104-0-3 35 11 " 3-5 T-105- \$-3 26 OMB 12 " 3-4 T-19- 4-3 27 13 " 3-6 T-106-Ø-2 14 33 6-8 T-107-\$-3 39 11 15 2 = = = T-120-\$-3 " 3-6 40 16 " 3-6 11 6-9 41 17 " 6-9 T-108- Ø-3 1 19 42 3-6 9-12 11 43 19 47 6-8 11 12-14 44 20 T-109 - Ø-3 7-121 - 9-3 21 45 3-6 T-110 - Ø-1 11 46 22

AUTHOR INFORMATION FORM: Please return this form as soon as possible to Northwest Mining Association, 414 Peyton Building, Spokane, WA 99201.

Conte

SESSION INFORMATION:
SESSION: Precious Metals in Base Metal Massive Sulfides
TIME: 2:15 pm DATE: Nov. 30
TIME: <u>2:15 pm</u> DATE: Nov. 30 LOCATION: <u>N. + Center Ballrooms</u> , Cheraton
PAPER INFORMATION: Precious Metals at the United Verde Extension Mine, a TITLE: Volcanogenic Base Metal Sulfide Deposit, Jerome, Arizona
TIME OF DELIVERY: 3:45 pm.
Yes, my paper will be available for publication before the convention. I will send it to the Northwest Mining Association before November 1.
Yes, my paper will be available but I will not be able to meet the November 1 publication date; I will bring the paper with me to the convention and deliver it to Carla Snyder in the Registration Area (South C Ballroom, Sheraton Hotel).
I have no objection to making my paper available but do not have ample time to prepare the final copy. The Northwest Mining Association may tape my talk and send the typed draft to me for editing after the convention.
No, my paper will not be available for publication.
AUTHOR INFORMATION:
Please type or print the following information:
NAMES: Don C. White and Robert W. Hodder (Give full name as you wish to have it printed)
TITLES! Geologist Chairman, Dept. of Geology
COMPANY: Independent Univ. of Western Ontario
ADDRESS: 521 East Willis St. London, Ontario
Prescott, AZ 86301 -ZIF CODE: Canada NGA 587
TELEPHONE: 602-778-3140 FAX:
Please attach a copy of your biography or type a short biographical sketch on the opposite side of this page for publicity purposes.

Sno

Thank you.

Corde Don White 521 East Willis St. June 10, 1988 Present, AZ 86301 778-3140 Robert Crook Iron King Asray Inc. Prescoto Valley, AZ Dear Bob + Kati, Accompanying are forty five (45) samples of tailings, each for gold (only) fire asray 14 followup, one array ton Flease send the results and billing to Carole A. O'Brien, copy to me, as usual. Please same both pulper & rejects. The samples are numbered: \$-3 7-123 T-133 3-6 7-127-3-6 41 21 T-194 Ø-3 n 6-9 11 3-6 2 22 42 6-9 3-6 " 9-12 . 11 3 " 43 23 9-12 " 12-15 6-9 11 11 4 44 24 " 1, 11 12-15 25 15-16 9-12 5 45 11 T-128 P-3 15-17 6 26 3-5 \$-3 4 T-124 7 27 T-129 Ø-2 3-6 8 it 28 6-9 T-130 \$-3 9 11 29 11 3-6 11 9-12 10 30 12-15 6-9 11 11 " 31 \$-3 9-12 12 T-125 11 Z 4 3-6 33 " 12-15 17 \$-3 /1 15-16 7-126 14 34 11 T-131 \$-3 3-6 15 35 /1 6-9 11 3-6 16 76 Arent White of 1 9-12 6-8 -1 17 37 4 T-132 \$-3 12-15 78 1B " 3-4 15-17 19 11 39 T-133 Ø-3 T-127 Q-3 40 20

XITECH INSTRUMENTS, INC. 2919 BURBANK DRIVE FAIRFIELD, CA 94533 INVOICE # 109

DATE: 05/27/88

A.F. BUDGE (MINING) LIMITED ACCOUNTS PAYABLE 7340 E. SHOEMAN LANE, STE.111 B (E) SCOTTSDALE, AZ 85251-3335

(602)945-4630

	NO RETURNS ACCEPTED WI SHIPMENTS WILL BE HELD NOT PAID WITHIN 30 DAY	IF AN INVOICE IS	
TERMS NET 10	: CUSTOMER PO I I	FOB SHI FAIRFIELD U	5 LBS IN 1 BOXES
ITEM DESCRIPTION		QUANTITY QUANTIT SHIPPED BACKORDE	Y UNIT R PRICE TOTAL
1 3FT LONG, 2IN	I AUGER	1	6-12-88 Carole - Worth buying, as I described to you by phone- Don.
REMIT TO: XITECH INSTRUMENTS 2919 BURBANK DRIVE FAIRFIELD, CA 945 (707)426-0767 RESALE # X		NVOICE	PPING \$2.22 MOUNT \$148.22

МЕМО

TO: R. Short, C.A. O'Brien, A.F. Budge cc: R.W. Hodder

FROM: Don C. White

DATE: June 14, 1988

SUBJECT: U.V.X. preliminary geochemical trends and correlations based upon Bondar-Clegg analytical data

With the first Bondar-Clegg & Co. Ltd. instrumental nuclear activation analyses (INAA) in hand, several types of studies have been undertaken. They include graphic and statistical analyses of the geochemical trends within and between the 902 and 911 areas samples. Samples are now pending for the 809 (northwest) area to compare and contrast that with the middle and southeast portions of the Verde target overall.

Iron King's work has been pretty much limited to gold and silver assays. Only on select samples have we run base metals and iron. The INAA technique yields precious metal checks, iron analyses, and 31 other elements of geochemical significance for only \$1. more per sample than I.K. charged for Cu, Pb, Zn and Fe only.

The first task performed on the INAA data was checking of precious metal assays. The following two graphs demonstrate what a linear relation there is between Iron King's fire assays (with atomic absorption finish, as needed) versus Bondar-Clegg's INAA work. The lack of undue spread around the trend line speaks well for the accuracy of both labs and the validity of both analytical techniques.

The iron analyses are plotted graphically (attached) and will be fully incorporated into the reserve tally. They already point up that the yellow, goethitic grit and saccharoidal silica can be very much more ferruginous (and thus less siliceous) than one would guess based upon visual inspection and heft. This is of major importance to the saleability of silica smelter flux. For that reason alone we may have to perform many more of these analyses to better document the iron distribution. A separate study of that issue will be made.

Graphic plots of two vertical sections, one in the 902 area (223°) and one in the 911 area (230°) are accompanying for each element of the INAA suite except those where all results were below detection limit. They are contoured geometrically and colored to highlight each metal's distribution. By comparing each overlay to the initial lithology base or to the precious metal distributions, one may discern the Au and Ag associates and halo elements.

Another method that further quantifies the assocation of metals within the U.V.X. silica lithologies is statistical analysis. With 85 initial samples and 23 useful elements for each, one has statistically significant amounts of data to make many tests. Thus I had a friend with the proper software, Pat O'Hara, apply some statistical analyses as follows:

Carole -A.F.B.'s copy has the colored sections with it. Also RWH; Ron Thorte, Hollys; my own. It yould like them, will make them bet 6 copies

Carole

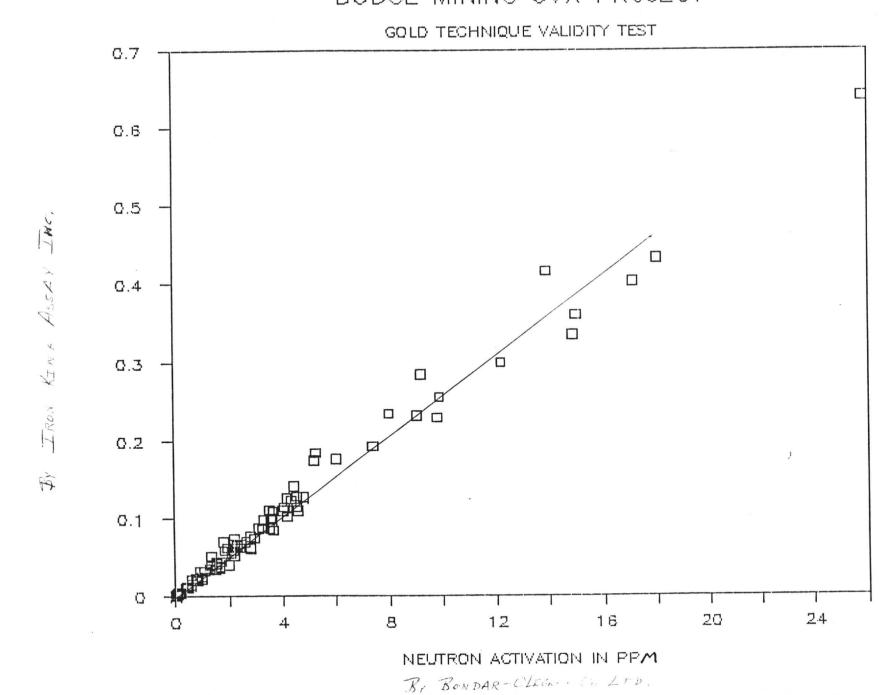
R. Short, C.A. O'Brien, A.F. Budge cc: R.W. Hodder June 14, 1988 Page 2

- 1) Standard statistics, by element, for each lithology (i.e., mean, standard deviation, skewness).
- 2) Log (base 10) correlation matrix between elements for all lithologies.
- 3) Factor analysis; all samples and grit only.
- Cluster analysis; all samples and grit only.
- 5) Discriminant analysis; by lithology, by elevation (up-dip versus down-dip position) and by position along strike (i.e., 902 versus 911 areas).
- 6) Frequency histograms; by element, all lithologies.

As the product of Pat's computer - generated statistical analysis was rather voluminous, I have prepared the following annotated charts to highlight the more useful facts. They include charts of mean elemental concentrations by lithology, correlation coefficients, and element suites yielded by the factor analysis and careful consideration of the correlation data. I believe the charts are succinct enough that I needn't try to reiterate their meaning here.

When this data is combined with the 809 area we shall have a good handle on the geochemical variations throughout the length of the Verde area. A fuller summary of its meaning and usefulness will follow at that time.

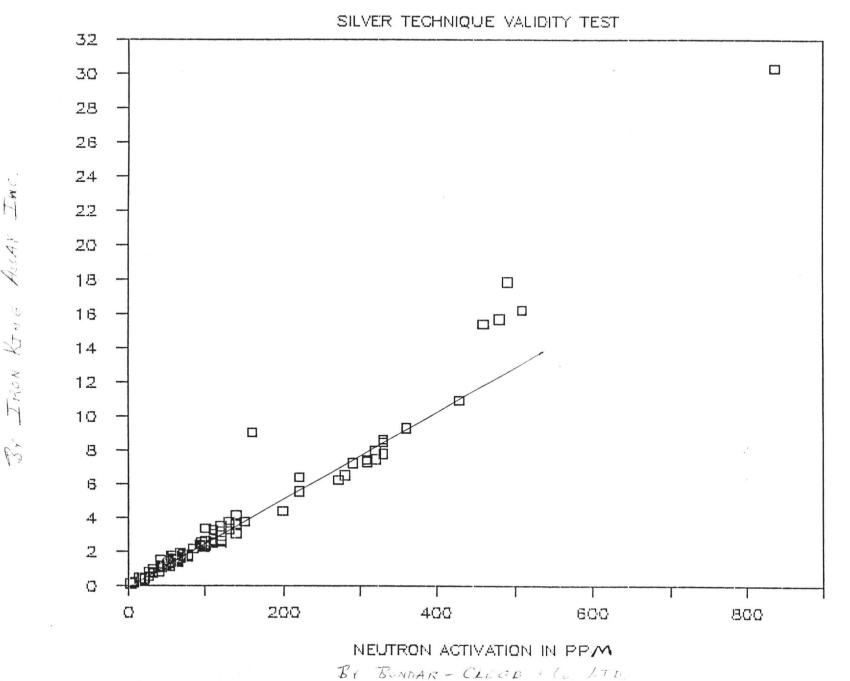
DW:sk



BUDGE MINING UVX PROJECT

FIRE ASSAY IN OZ/TON

BUDGE MINING UVX PROJECT

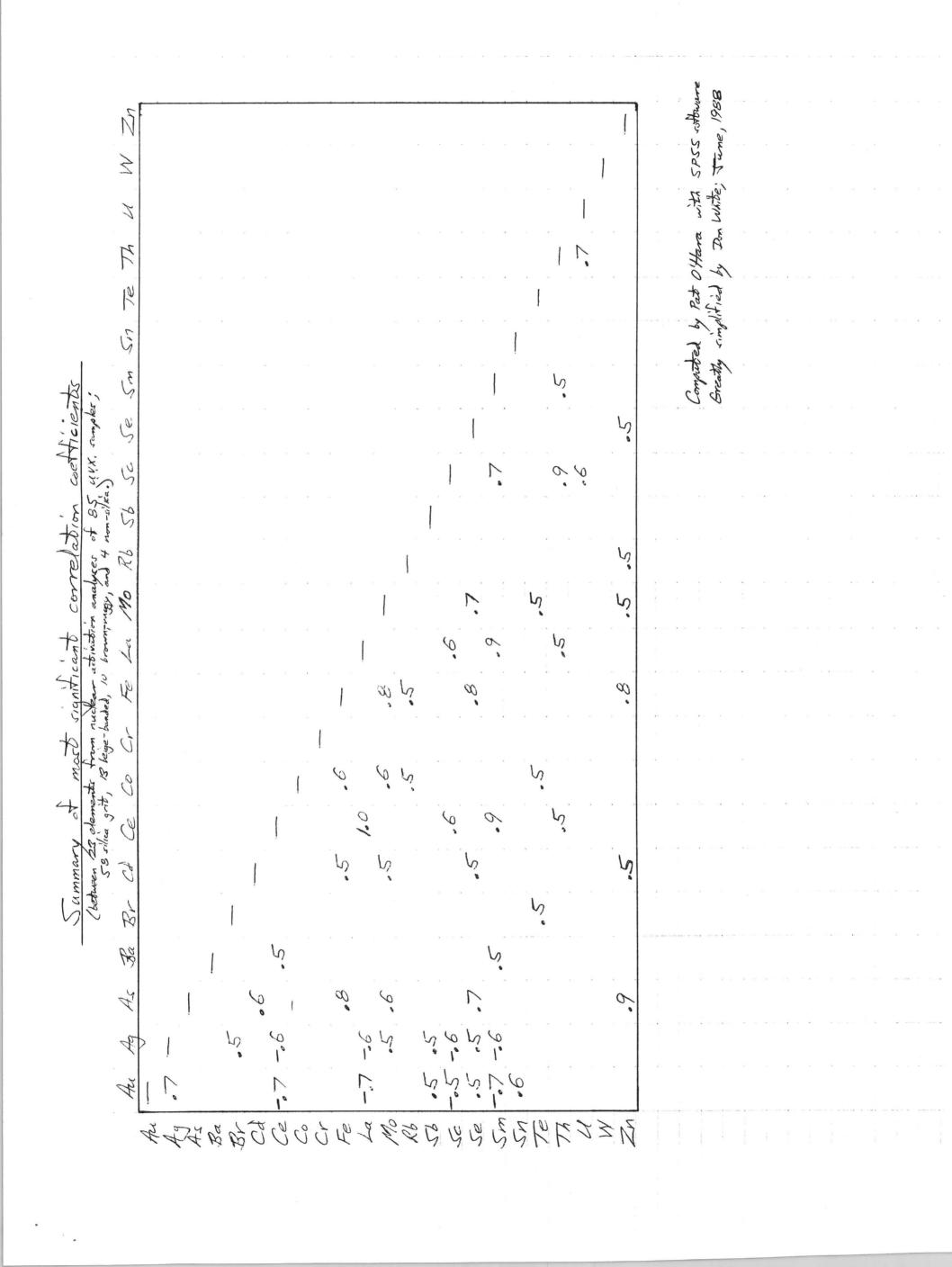


FIRE ASSAY IN DZ/TON

Jec.A.V

1

Mean (log rormalized) demental concentrations by silica lithogy; nucker activation analyses Silica, lithology Bonder Clegg + Co Ltd. INAA. Tege, bunded Pat O'Hara's statistical manjar stim Grite(# Fe)Brown, vagy Don White's simplification, interpretat June, 1988 Remarks N 58 10 13 Number of sampler in statistical base Gold enviched in grit, depleted in beige-bendes silver " " " Au da 0.1 oz/ 0.03 0.01 3.5 1.0 1.Z 950 As Arsenic with iron + base metals, down rection 1550 500 Barrium highest in beige-banded 90 Ba 65 70 unda 4 N 5 Br Bromine depleted (?) in beige-bended Cadmium " " " 4 8 Cd 85 Cerium enriched " " 129 6 Ce 7 Cobalt convistant across Athologies Co B 40 Chromium enriched in beige - bunded 35 Cr 70 wt% Iron with As + Cu, Pb, Zn down section, beige - bande Fe 13 21 8 3 Z 5 Lanthanum slightly enriched (?) in beige banded La Mo 17 19 14 Molybdenum tairly consistent across theologie Rb 6 // 6 Rubidium slightly higher with FEAs, low reation Antimony highest in grit Scandium enriched (?) in beige - banded 56 40 22 30 SE 3 0.5 0.7 75 13 2 Se 75 Selenium depleted?) in beige - banded 0.4 Q 0.8 Sm 0.2 Samanum depleted (?) in goit, enviched in beige bonder 50 230 100 Tin enriched in git, depleted in " 180 23 16 Te 12 Tellumin enriched (3) in grit Th 3.7 0.7 0.7 Thorium enriched (?) in beige-banded Uranium enriched (?) in " 3.9 U 23 7.4 W 4 5 5 Tungeben very consistent across Athologies 310 Zn 420 Zinc enriched in brown nuggy, defeted Elin brege band 720



Pet 0 Hara it 5PSS referen 1988 N 24 2 Dan White 30 44 13 22. ,09 44. Ł 52 .07 . 19 .24 70 Computed Simply 00. H- 52' 1.21 12-45. 5 10. - 23 .02 1.32 5 Sim wen 23 clements .33 1.07 60' 05. E. ° 66 - 43 17 3 W.V.X., camples -.27 .88. 63 $\vec{\mathcal{U}}$ -20 2. 10-3 -.02 ,26 . 40 010 -.28 1.32 n-silica 1.8 9/0 14. 4 100 .10 ix 0 .10 26 74 36. . 16 .07 10'-- º 11 0. Arem 109-normalized nuclear activition analyces of S SB silica grit, 13 beige-banded silica, 10 traun-magy silica, 100 -38 38 - 22 -,06 SZ. 27. ち 147 志 .33 20, - 22 S 50' たい 38 5 120 .76 - 38 10-6 G. 1 1. oethice で、 1.20 20% 1.12 23 80 S .42 14' 6.1 5/3 So' R ,24 50. 51. 0 012 - 20 10. N -.01 -.12 1.3 -018 -2 1.2 2 2 48 - 21 30 -00g ts. 10'-90'-42 .29 39 1.02 C 10. 5 1.1 a bion ,27 .33-.20 G, - 40 -.38 -.02 .99 10'-50-28. -. 22 . 22 . 35 - 08 22-22 9 5 OLLE 127 27 S -.09 -.28 . 16 2 S, - 16 - 14 き Cd G 11. 3 .26 37 .48 ,24 :43 00. 60. 23 SZ So'-1.17 44. 1.12 40. 101 -. 14 5. 14. Ŗ 30. 30-08. .24 -.03 S 25 .70 - 13 -13 -.09 36 - 15 :#S 10. 44. .16 .12 -.12 10:-R 10-11 * -,02 50'-201 20. 54. .65 S 53. . 87 ,08 1.05 S. .23 , 04 4/ 12.-

Generalized UV.X. Silica Element Acrociations 20.9 Au Fe Ce e value Ag AS La Zn Sm "brokite (La) Mo 50 U Se 0. Sm) Co Th Sn 56 Cd Ba Se Rb Br 52) Te Br Mo Interpretation: Gold + silver related Iron associated Light rare earths strongly with arrenic and zinc (probably to each other, are intimately amounted with each other (cenim inversely to light copper thead too) as lanthancom, samarrum, rare earth elements, vell as nolybdenum, selenium, cobatt, positively to tin, scandium) as well antimony, selenium, as with uranium and silver to a kover cadmium and rubidium and thorium and slightly with barrium, degree with bromine, fromine, and tellurium (probably chlorine too) and moly . Elements with no significant attinity for the groupings above: Cr, W Elements generally below detection limit and hence unclassificible: Cs, Eu, HF, Ir, Lu, Na, Ni, Ta, Tb, Yb, Zr.

Don White June, 1988

Silica Element Associations s in inverse order of abordute value of correlation coefficients, based upon log normalized statistics from 85 samples, analyzed for 34 elements by nuclear activation. Au Cd As Ba Br Ce Ag Au Ce Ag Zn As -a Fe Sm Fe La Mo Se Sm Se Se Cd Sm Se Sn Mo Zn 56 Ba Br Se Se Mo Th 56 Se Co Fe Mo Rb 56 La Se Au Fe Fe As Ce Co Th Mo Sm Ag Mo Se Fe Sm Rb Au As Se Se Zn Co La Zn Te Ag U. Co Cd Rb Te Zn Se Sn U Sm Te Zn Th Au As Fe Cd Fe Br Ce SE Th AS La U Co 50 SE Mo Mo Ce Mo La Au Ag Rb Sm Se Ba Zr. Th Cr, W Elements with no correlation \$ 0.5 to the above : Notes: Elements generally below detection limit + limit in ppm = Cs (1) Eu (2) HF(2) Ir (00) Lu (05) Na (0.05%) Ni (50) Ta(1) Tb(1) Yb(5) Zr(500)

MEMO

Canto

TO: R. Short, C.A. O'Brien, A.F. Budge cc: R.W. Hodder

FROM: D.C. White

1

12

DATE: June 14, 1988

SUBJECT: U.V.X. supergene metal transport evidenced by present Bitter Creek geochemistry

It has long been observed that runoff from the United Verde Mine area is laden with copper. After storms, the streams flow turquoise color until they dry up. Indeed, copper precipitation on steel was practiced both beneath the U.V. waste dumps at the so-called 500-level warehouse, and at a small plant still standing below the UVX dump, probably by diverting Bitter Creek drainage through the concrete flume now gravel-clogged.

As Bob Hodder and I have come to be more suspect of the supergene role in U.V.X. gold occurrences, we deemed it worth some minimal sampling of Bitter Creek when it last flowed in April. We sampled the water, sludge, and sediment as per the accompanying plans (figures 1 and 2) and photos (figures 3 through 6).

What comes out of the analytical results is confirmation that the mildly acid mine drainage is carrying base metals, iron and probably precious metals. The sediments and ferricrete along Bitter Creek are laden with copper, lead, zinc, iron, and anomalous gold and silver. One can surmise that with all the geologic time the top of the United Verde deposit has been subject to erosion, great quantities of base and precious metals as well as iron and silica have been leached and redeposited down-slope.

Such activity has no doubt occurred for large portions of the last half <u>billion</u> years as we have the Cambrian Tapeats Sandstone resting upon the "Great Unconformity" just above the U.V. pit and at the 800 level of the U.V.X. We also have a Tertiary channel, filled with alluvial pebbles to boulders, cutting through the Paleozoic section all the way to the Precambrian.

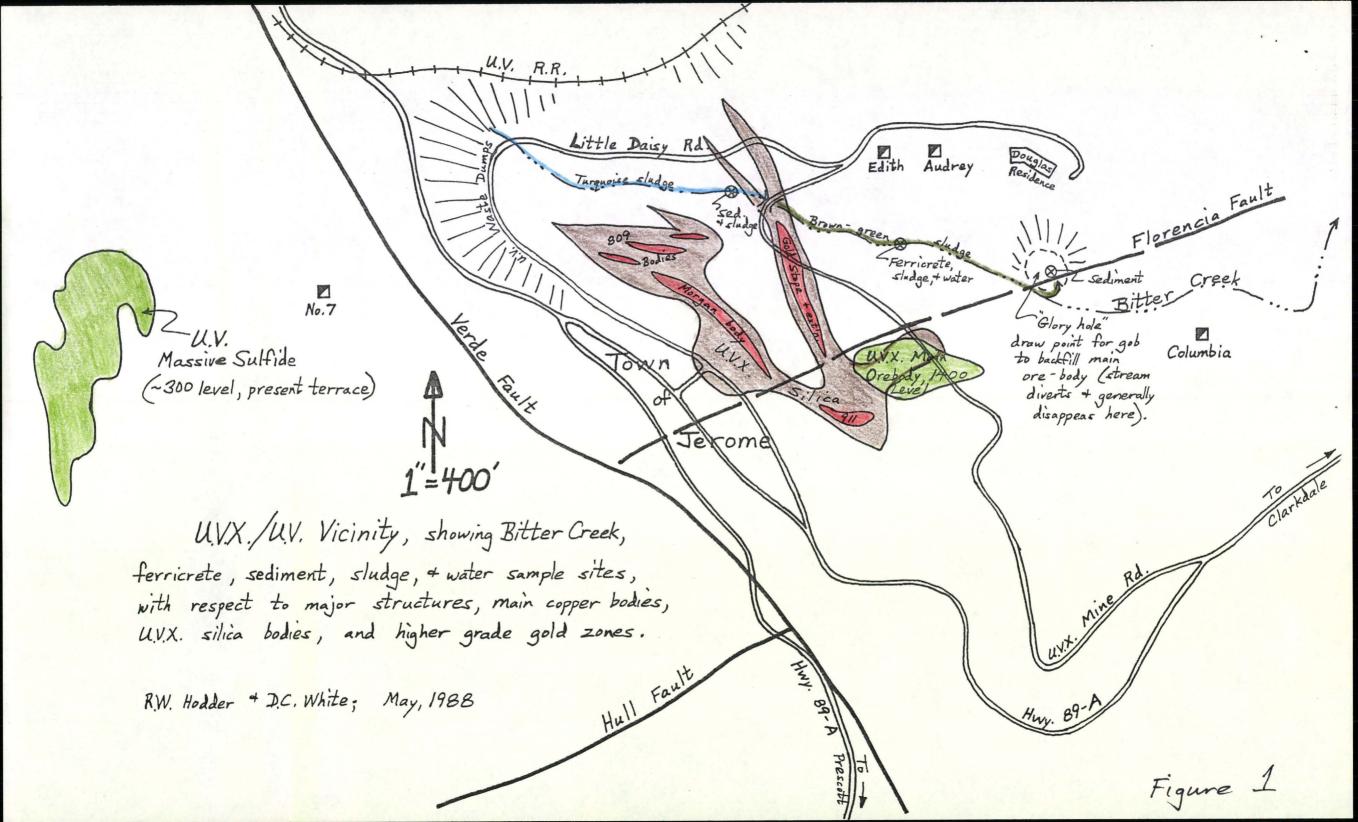
We observe supergene chalcocite coatings on select clasts within the Tertiary conglomerate. Chalcocite-malachite-azurite copper mineralization was mined from the basal Tertiary conglomerate near the Verde Fault at the U.V.X. Beneath that we have our Verde target area silica body with a southeast plunge from the 809 bodies through the Morgan zone to the 911 zone at a position closest to the main copper orebody. There are lithologic and geochemical trends throughout that length which we are just now getting ahandle on with Iain Sloan's thesis work, the Bondar-Clegg analytical work, and the plan and section compilation.

Iain Sloan's thesis has already been passed along, a very well done piece of work. The plots, in section, for Bondar-Clegg data from the 902 and 911 areas are summarized graphically and statistically in a separate memo (D.C. White, June 14, 1988) and plans and sections are all roughed out at 1" = 20' scale though not yet drafted for the 809 area. R. Short, C.A. O'Brien, A.F. Budge cc: R.W. Hodder June 14, 1988 Page Two

I recommend we utilize the experience of Bob Hodder and the analytical help of Holly Huyck (Univ. of Cincinnati) to further understand and interpret these phenomena as they are real, empirical, trends which may well help find more mineralization at the U.V.X. or more like it in the district.

DW:sk

0



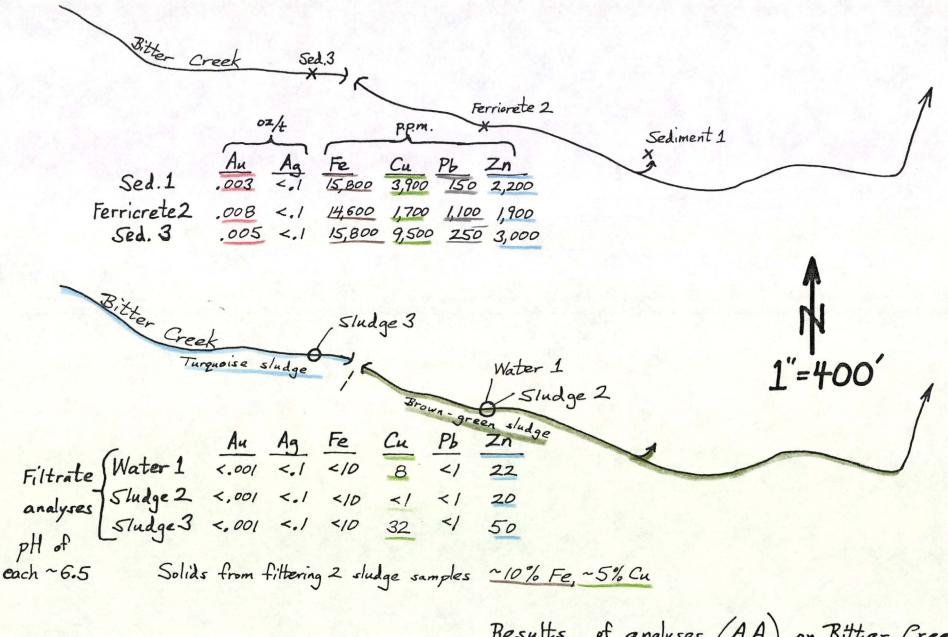


Figure 2

Results of analyses (A.A.) on Bitter Creek ferricrete, sediment, sludge + water samples R.W.Hadder + D.C. White; May, 1988

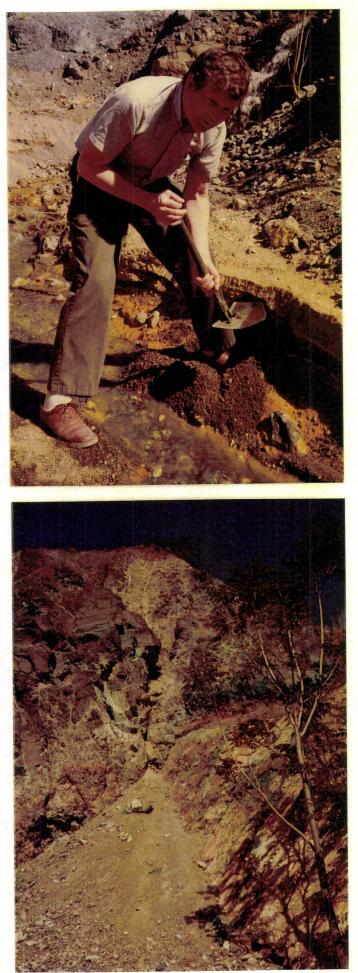


Figure 3:

Bob Hodder sampling ferruginous sediment at the "glory hole" gob draw-point ("Sediment 1" site)

Figure 4:

Supergene copper carbonate along a fault in Hickey Basalt (about 12 m.y. age) on the east side of the "glory hole."

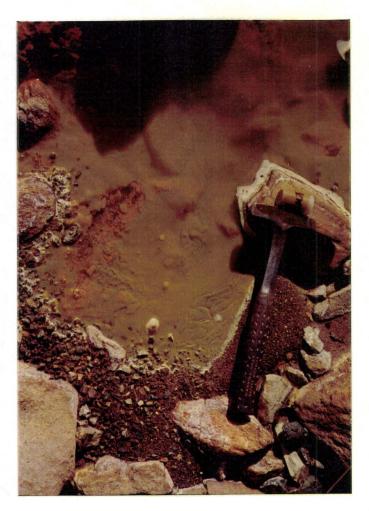


Figure 5:

Siliceous sludge ("Sludge 2" site") in Bitter Creek with iron and copper precipitate.



Figure 6:

Ferricrete along bank of Bitter Creek ("Ferricrete 2" site) with heterogeneous clast types from Precambriam jasper through Tertiary conglomerate and Hickey Basalt. To: Anthony F. Budge

From: Carole A. O'Brien

Date: July 18, 1988

Red will do house tomorrow morning at 10 a.m. and report back to me.

Did you make contact with Ralph Smith last time you were here about the HK94??

Company picnic not quite as good this year as it was last. The company was good; barbequed chicken was half raw!

Cundo was telling me that McCabe has had two lost-time accidents in past few weeks.

All employees at Vulture spent 10 hours today doing their mandatory safety training.

MEMO

Carole

TO: R. Short, C.A. O'Brien, A.F. Budge

FROM: Don C. White

DATE: June 14, 1988

SUBJECT: Outside studies being done related to U.V.X.

Several studies are now in progress or pending that could substantially advance our understanding of the U.V.X. mineralization and thus aide in finding more.

One avenue of study is the X-ray diffraction and scanning electron microscopy expected to be done by Asst. Prof. Holly Huyck and one of her graduate students at the University of Cincinnati. That will hopefully identify the iron minerals in select 902 and 911 area samples and allow us to determine the conditions of deposition of that iron. We feel that may be a critical clue in determining the conditions of deposition and hence origin of the precious metals.

If possible, Bob Hodder is trying to arrange for some oxygen isotope work on the Verde area silica. Like with the iron, knowing the conditons of formation of the silica may be very revealing. With any luck, the oxygen would be unequivocally meteoric or magmatic and lead us to the proper conclusion as to what kind of silicification we are dealing with. We hope that the oxygen work and iron mineralogy work complement each other.

There will inevitably be some monetary cost to both these studies if carried far enough. Holly is able to run most of the XRD work free within her department as part of the student's study but the SEM work will require some subsidy. We will know the SEM cost and how much of it could be usefull, when the XRD work is completed. A cap of \$500.00 has already been communicated to Holly on that, though I'd like to think that if it's very useful we could increase that.

Bob Hodder will have some news on the oxygen work and its costs later this month. There's no getting around the high cost of sophisticated laboratory work but I think its worth pointing out that the sample acquisition cost over \$500,000. in direct drilling costs alone. Thus even a \$5,000 expense now is less than a one percent add-on to the sampling cost. It sure would be tragic to spend 99% on a program and then economize to such an extent that the samples sit in core boxes and conclusions aren't drawn for lack of the final one percent. Expenditures of a few thousand dollars will position us to find whatever possibly remains within the present lease boundary, to evaluate the merits of exploration for similar targets on Verde or P.D. ground, and to do so most cost effectively, by using our intellect to the maximum and thereby saving on expensive drilling costs. Realize that even a few percent savings on drilling costs more than pays back the cost of a little geochemical or petrographic work.

Some other studies include Tom Nash's petrographic work at the U.S. Geologic Survey in Denver. His feedback has already been very useful, at no cost to Budge other than a little of my time for sample collecting and transmittal. R. Short, C.A. O'Brien, A.F. Budge June 14, 1988 Page 2

Jim Bussman, U. of Arizona M.Sc. candidate, has been delayed in his petrographic work by courses and summer work. His work has cost less than \$100 thus far, with a promise of about \$500 analytical fees reimbursed if they are useful to the project.

The largest out-of-pocket costs lately are the roughly \$1,000 for nuclear activation analyses by Bondar-Clegg & Co. Ltd. of Vancouver on select 902 and 911 area samples. Those costs were committed in March with Carole's approval, same as for about that amount again for 809 area samples only recently sent off. The utility of the INAA data is multiple; as check assays, as iron analyses for flux evaluation, and as a check for other elements that could be useful tracers of the precious metals and/or help us understand some of its why and wherefores. The INAA data received thus far has been very revealing, as summarized in another memo (D.C. White, June 14, 1988).

Lastly, Bob Hodder and I were asked in late April whether we could present what is known about the U.V.X. precious metal distribution and genesis in relation to the base metal deposits, to the Northwest Mining Convention in Spokane, Washington on November 30th of this year. Already having Carole's approval for Budge and that of Paul Handverger for Verde, we plan to attend and speak there. A draft paper will be submitted to both parties for approval before that time. There is no cost to Budge for our travel to or attendance at that meeting.

DW:sk

Conte

Don White 521 E. Willis St. Prescott, AZ 86301 602/778-3140

June 14, 1988

Holly Huyck Asst. Prof. - Dept. of Geology 547 Geology/Physics Bldg. Univ. of Cincinnati Cincinnati, OH 45221

Dear Holly,

Enclosed is some more information of possibly use to you and Tiebing. It is mainly my summaries of some recent surface and underground geochemical work. The latter is handy in that it is on the same samples in the same sections as those samples you have as pulps and core specimens. In fact one reason it took me a while to get your samples to you was that I had to wait for the pulps to be returned from the laboratory in order to make the selections for your work.

Let's talk about the XRD results and the SEM costs before you jump into it too far. I'm excited to hear what's been learned and hope you and Tiebing can be interested enough to pursue it further. As you'll be able to tell from the geochemical plots enclosed, it's a fascinating assemblage that deserves some careful study.

I'll expect to hear from you.

Sincerely,

Don White Geologist, C.P.G.

DW:sk

Enclosure

cc: Carole A. O'Brien

MEMORANDUM

June 29, 1988

Conto

TO: C.A. O'Brien and R. Short

FROM: R.W. Hodder and D.C. White

SUBJECT: <u>Reconnaissance of Verde fault zone for UVX-type iron-silica-</u> gold occurrences.

INTRODUCTION

Our present documentation of the UVX gold occurrence includes the following:

- 1. Brecciation in hanging wall of the Verde fault.
- 2. Gold within 300 vertical feet of the $\pounds/p \pounds$ unconformity
- 3. Quartz-rich and in an en-echelon array with the highest breccia zones cemented by quartz, malachite, azurite and average 0.06 oz Au/t, middle elevations breccias cemented by brown and red iron oxides, quartz and fickle gold grades and lowest elevation breccias cemented by yellow iron oxides, quartz and some of the best precious metals.
- 4. Down-drainage from base metal massive sulfide, averaging 0.03 oz Au/t or within the leached top of such a sulphide body.

The idea of this reconnaissance along the Verde fault is that the quartz, malachite, azurite breccias may have been mined in past times for their copper, silica, precious metal content, but the iron-rich breccias may not have been mined because the extremely fine gold would not have been noted in panning crushed rock, the usual precurser to assaying in the old days. In addition the lack of copper and abundance of iron made this less attractive as flux ore. And further, those were looked upon as gossans, that is, residual products of weathering and if there was not evidence of base metal content they were set aside. However, we interpret a progressive residual and transported enrichment at the C/pC unconformity and downhill from protore as massive sulphide to produce a series of products at different elevations. This dependence on a multitude of variable for optimum concentration may not have been recognized by the previous prospectors.

METHODOLOGY

In this reconnaissance we examined dumps and old workings, and sampled where appropriate, from the Copper Chief south of Jerome to the Arkansas Arizona north of Jerome. This covers approximately five miles of fault strike length and ten major prospects. The traversing was also extended to faults sympathetic to the Verde Fault These parallel faults raise Precambrian rocks to surface at two places: 1) the area east of Jerome between the Verde and Bessie faults and downstream on Bitter Creek from the UVX and 2) the area of the Green Monster to the south of Jerome.

INITIAL FINDINGS

1. There are several sites where the characteristics of the UVX iron-silica-

C.A. O'Brien, R. Short June 29, 1988 Page 2

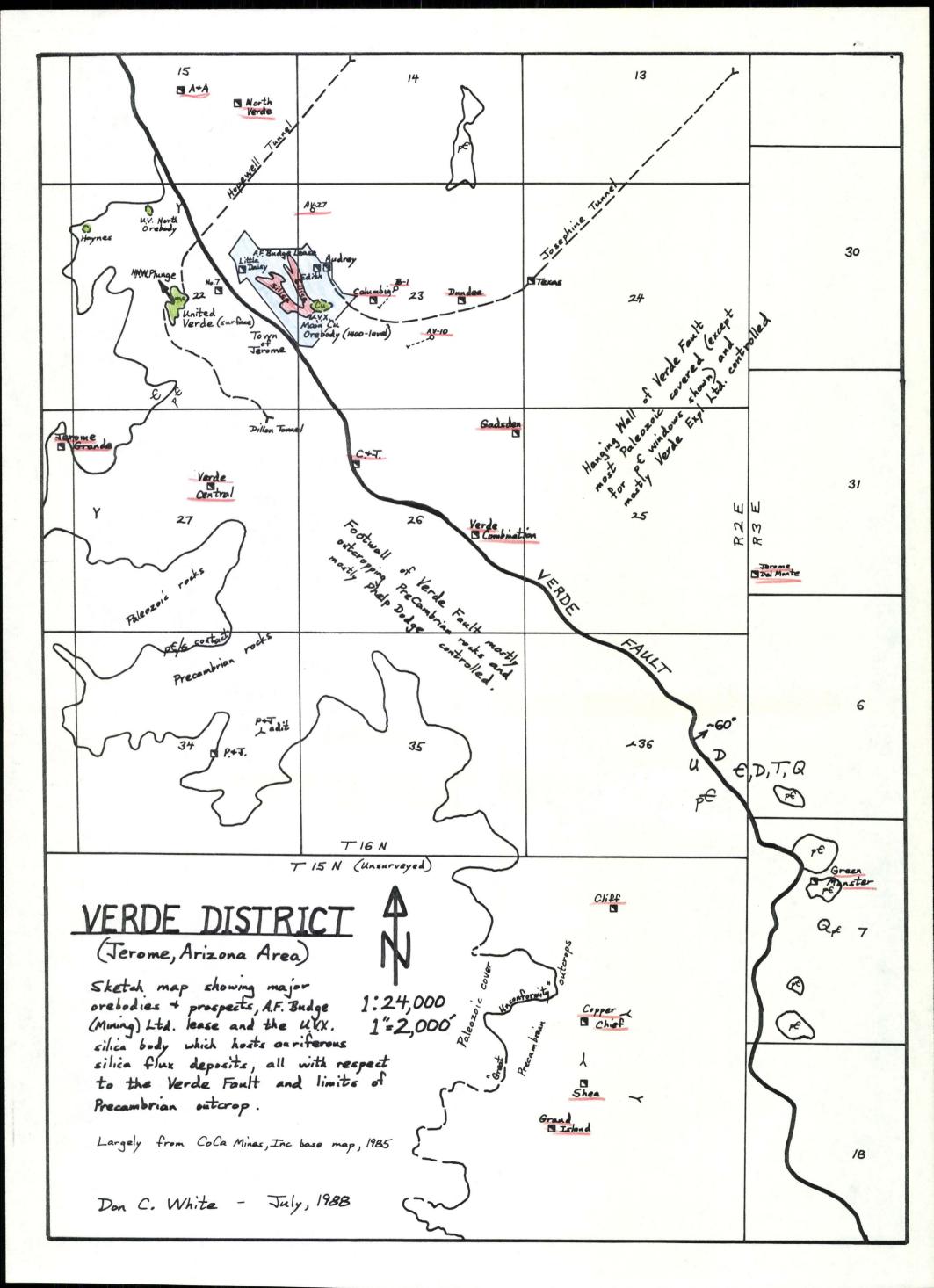
gold prevail. These are most manifest in the so-called "windows" to the Precambrian in the otherwise Paleozoic-dominated hanging wall to the Verde and Bessie faults. None of the assays of the samples collected there are attractive but they are quite few and far between. Most of the ground in these areas is Verde Exploration controlled (see sketch map) and could be prospected further for UVX-like, near surface potential.

2. The most immediately attractive outcrops visited are the siliceous knob of the Cliff Mine and the gently dipping siliceous and iron stained porphyritic rhyolite (?) of the so-called "flat fault" at the Copper Chief Mine. Both areas yielded low grade, open-pit, heap leach gold grades (.02-.06 oz/t) from grab samples of various lithologies (see attached sample descriptions with assay results). Unfortunately, both the Cliff and Copper Chief are Phelps Dodge owned (patented) properties. We know how far one gets with proposals for leases or joint ventures with them. However, if and when some deal could be struck, those two properties deserve evaluation.

3. Our reconnaissance took us repeatedly across the Precambrian-Cambrian unconformity. That contact holds the potential for geochemical clues to UVX-like gold occurrences in proximity to its outcrop and also has potential for harboring mineralization of its own. The structural and chemical boundary between the Tapeats Sandstone and underlying Proterozoic volcanics is an excellent locus of supergene iron-silica-gold. We know that CoCa Mines, Inc. started a comprehensive geochemical prospecting program focused on this unconformity. That data may be available from CoCa (through Bob Rivera) but was surely provided to Verde too. Thus Paul Handverger should be able to provide it if we don't mind letting him know our district-wide interests. CoCa's target was a UVX-like base metal target and their data ought to be reexamined in light of our understanding of the precious metal potential.

4. The most obvious and most attractive target remains P.D.'s United Verde. The hanging wall zone of the pit is known to have been sampled recently (May) under Paul Lindberg's direction (consultant to P.D.). Reputedly, his review of the old data yielded some attractive gold assays. Also, Bob Ludden (W. Region Expl. Mgr., Tucson) had said that a sampling and data review under P.A.L.'s guidance would be prerequisite to any deal with Budge. So maybe there is progress.

Another possibility that may come up, or could be sought, is a joint venture with a third party to include the U.V. zinc zone. Likely tens of millions of tons of several percent zinc remain in the hanging wall, between the mined copper zone and the more distant hanging wall silica gold target. Various firms active in the U.S. (e.g. Lac, Rayrock) are eager for zinc and capable of approaching such a capital-intensive project (it would almost certainly include shaft rehabilitation and a major mill investment). The opportunity would then exist to include Budge as evaluator of the gold picture.



VERDE DISTRICT RECONNAISSANCE

Samples Assayed for Gold and Silver

(All samples are rock chips except S-118, a stream sediment)

		Fire Ass (oz/t	
Sample	Location/Description	Au	Ag
S-101	Calumet & Jerome (C&J) dump; selections of most siliceous rock	<.001	.12
S-102, 103, 104	Gadsden Mine Tailings	All <.001	.15
	~ 600' 1003		
		of valley-fill from dam face.	tailings.
S-105	Verde Combination (VC) dump; selections of most siliceous rock	<.001	<.10
S-106,107	Green Monster vicinity; red and black jasper with black specular hematite, orange siderite, occurring in footwall of Verde fault, just upslope from W. adi	Both<.001 t	.14
S-108	Cliff Mine; siliceous volcaniclastic with azurite and malachite, from open cut on NW slope of siliceous knob	.066	1.69
S-109	Cliff Mine; light brown and beige and red-tan, vuggy, goethitic (?), slightly gossanous, same site as S-108	<.001	<.10
S-110	Cliff Mine; light gray quartz porphyry volcaniclastic with some azurite, malachite, chalcocite, bleaching, and clay alteration. Fine grained py and cp in least oxidized specimens. Occurs in cut at very top of knob.		.75
S-111	Cliff Mine; dark chocolate brown, "vuggy limonitic" gossan with concentric, bande siliceous infilling. Occurs as car-size blocks in ravine NW of mine.	ed	.57

VERDE DISTRICT RECONNAISSANCE Page Two

	* · · · · · · · · · · · · · · · · · · ·		ssay/AA /t)
Sample	Location/Description	_ <u>Au_</u>	Ag
S-112	Copper Chief; 2 meter chip sample from pale tan kaolinitic gouge through iron- stained orange-brown vuggy, porphyritic rhyolite to gossonous rock. Relict white and gray quartz clasts. Occurs as basal portion of so-called "Flat fault," above mid-level adit.	.026	12.53
S-113	Columbia Shaft; 2 to 4 foot wide shear zone in Devonian Martin Limestone, with CuCo ₃ , FeOx (brown, orange, yellow- brown, red brown). Shear is just 10 ft. NW of shaft collar but is one of a set of at least four, all striking N40°E and near vertical.	<.001	<.10
S-114	Columbia Shaft; dark brown and yellow- brown, hard, indurated, very iron rich and siliceous (UVX "brown, vuggy") with frag- ments of Devonian Martin Limestone wall- rock incorporated. Fills a fracture to about 1 ft thick. Trends N40°E, vertical. Occurs 10 ft W of powder magazine (?) door on scarp about 300 ft W of Columbia collar.	.030	.23
S-115	U.V.X. Mine dump; fresh, saccharoidal, slightly banded pyrite, little silica	.030	.23
S-116	UVX Mine dump; siliceous banded pyrite, about 60% white silica interbedded with fresh, sugary pyrite.	.018	.38
S-117	Precambrian "window" in Bitter Creek; some silicification and hematization of p€ rock in railroad cut of Hopewell haulage just N of old UVX aerial tram loadout.	< .001	<.10
S-118	Bitter Creek stream sediment; from just below slaughterhouse	< .001	<.10

Don White 521 E. Willis St. Prescott, AZ 86301 602-778-3140 Carle

July 15, 1988

Holly Huyck Asst. Prof. - Dept. of Geology 547 Geology/Physics Bldg. Univ. of Cincinnati Cincinnati, OH 45221

Dear Holly,

As promised, I shall attempt to answer your questions posed in your June 21, 1988 letter regarding the U.V.X. silica breccias.

To take them in order:

Sorry we have you confused between "banded" and "beige-banded". The 1, 2, 3)former can apply to any silica with parallel coloration patterns. It typically does occur within clasts in the cores of silica bodies and may be the closest thing to "chert" of hypogene hydrothermal origin. Beige-banded, however, very likely represents the hornfelsed margin of the diorite "sill" or "subvolcanic dome." There are no dates on the diorite or its wall rock at the U.V.X., but all the geometric evidence suggests a diorite body wedged its way into the pre-existing silica (chert - ?) stratigraphy, splitting into multiple wedge-like prongs as it advanced. The silica immediately adjacent to the diorite, virtually without fail, is "beige-banded" and/or "purple-gray-massive", both variations of the "hornfelsed". The thickness of the hornfelsed zone can vary, probably as a function of the pluton's local temperature, rate of intrusion, rate of cooling, etc. The hornfelsed silica generally exhibits the breccia characteristics of unhornfelsed silica breccia but is so well silica healed that those features are not so obvious as the superimposed contact metasomatic features.

> Subsequent to diorite emplacement and hornfelsing of adjacent silica, some fracturing and silicification activity took place. We know this by the shattered beige-banded occurrences, even to the point of matrix supported beige banded clasts, generally in a red-brown, very hematite rich silica matrix. This lithology appears preferentially along the Verde Fault, hence the suspicion of tectonic shattering and supergene silicification.

Don't be confused by beige-banded silica, solid or as clasts, occurring in seemingly odd places in a drillhole or section or plan. The three dimensional geometric complexity of the diorite is such that beige-banded silica at any given point simply indicates that diorite is not far away, up, down, fore, aft or to either side.

Hypogene, metasomatic, or supergene? We don't know but we suspect all the above in varying proportions for any given component at

4)

Holly Huyck July 15, 1988 Page 2

> any specific level of the stratigraphy. In other words, hypogene base metal sulfides, hypogene silica, possible hypogene base metal oxides and iron oxides, and primary gold (protore). This was likely followed by metosomatic silica and iron, accompanied by mobilization of precious metals out of what is now beige-banded silica, into cores of silica bodies virtually floating as huge zenoliths in diorite. Then, late Precambrian through the present, all was fortuitously located in elevation to collect supergene base metal sulfides, oxides, carbonates, iron oxides and carbonates, and precious metals from the weathering of the up-slope United Verde deposit, all transported by meteoric waters down along the Verde Fault zone. We have some oxygen isotope work commenced through R.W. Hodder at U.W.O. (memo accompanying). While it may provide some definition, it may all be ambiguous too. We'll let you know as that develops.

- 5) Present thinking is that the only true gossan developed in place is that from the 1100 level to 1250 level, over the main orebody. Much of the other so-called gossan may be in large part look-alike dropped out by meteoric waters rich in U.V. constituents. We see chalcocite as coatings on many cobbles even in the Tertiary conglomerate. It's interpreted as supergene sulfide, just as the abundant azurite and malachite and hematite and siderite are thought to be supergene oxides and carbonates. Previous references to coppersilica ore, as primary even in my own works as recently as a year ago, are now suspect. That too may be supergene.
- 6) Cu, Pb, and Mn data? Yes, for one hole only, we have those elements. I have plotted histograms for Au, Ag, Ag/Au, Cu, Pb, Zn, Cu+Pb+Zn, Fe, Hg, As, Sb, Se, Bi, Ni, Cr, and Mn for a critical stretch of hole M-3, log also enclosed. That hole turns out to have made a very oblique intercept to stratigraphy (perhaps 60° or more) and hence apparent thicknesses are to be much discounted. Grades are quite exceptional too, but hardly representative.

The Mn plot is not very revealing. The Ag/Au ratio plot seems to indicate cycles which we used to think were primary but I now simply don't know.

- 7) Yes, stratigraphic tops are all to the N.E.
- 8) There are open spaces, within the silica, of all kinds and all ages. Some may result from decarbonatization, some from early tectonism, some from later tectonism, even pre- and post-metamorphism.
- 9) I follow what you're saying but I have more pieces of the puzzle to work with than you do. In fact we see vertical zonation well displayed in all areas (809, Morgan (incl. 902), 911, etc.) and the Au and Ag invariably occur within the top-most 300 ft. of Precambrian (i.e., within 300 ft. beneath the Paleozoic unconformity).

Holly Huyck July 15, 1988 Page 3

> The lateral zonation which we too took to mean syngenetic zonation earlier on, may in fact be only an artifact of lateral migration of supergene fluids from the 60° NE dipping Verde Fault.

It is all this lack of convincing evidence of one origin (or, alternatively, abundant evidence of multiple phenomena) that has prompted interest in your figuring out the iron mineralogies and Bob Hodder's isotope study. Of course I'm continuing to pursue the trace metal geochemistry end of it and to keep abrest of any new underground exposures as development proceeds.

Best of luck with the SEM and let me know what turns up.

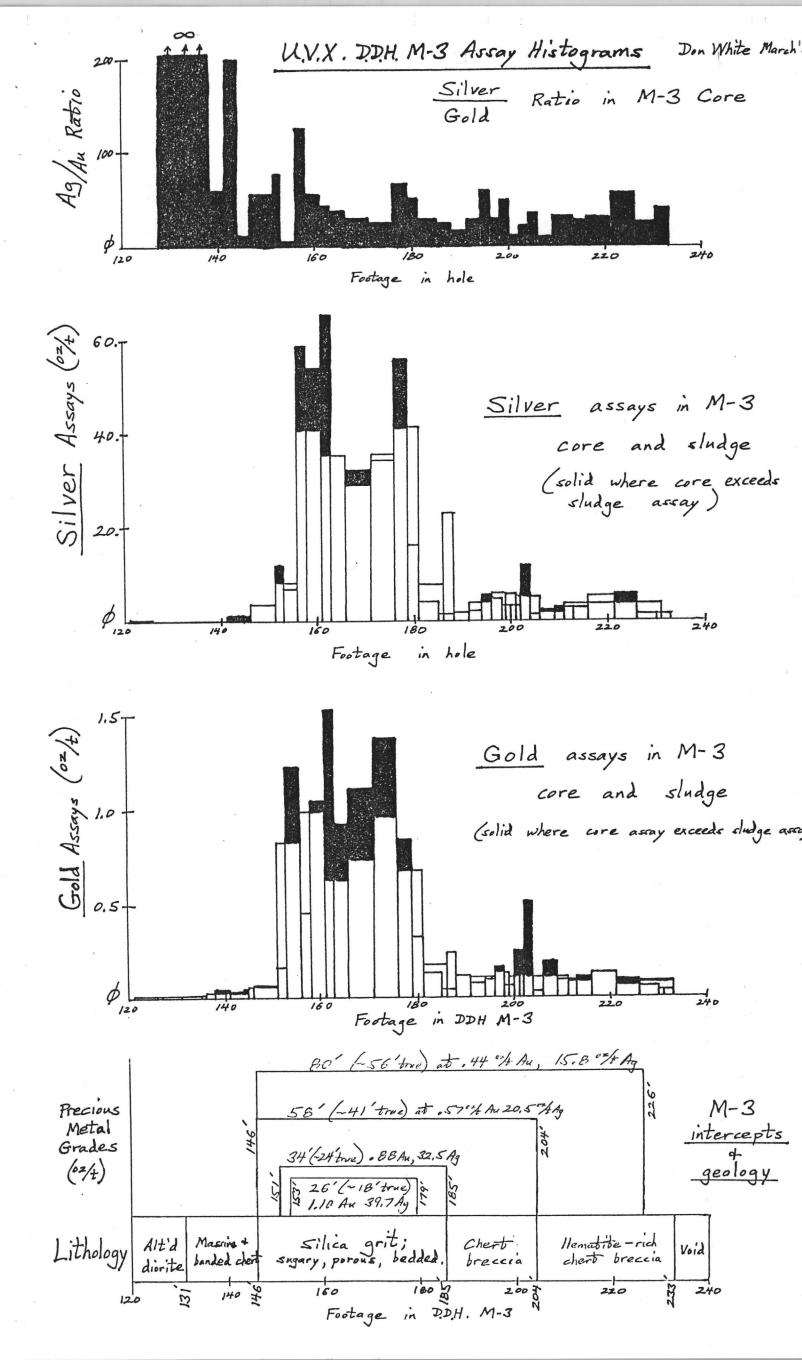
1 Scanning electron microscopu

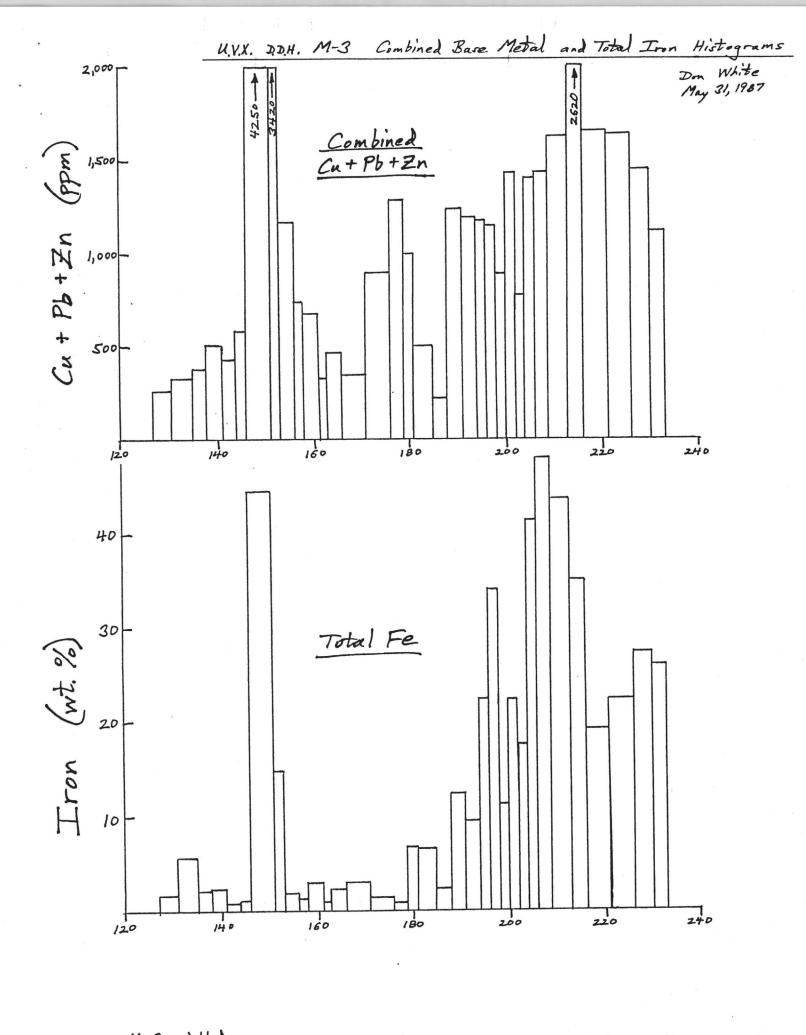
Best Wishes,

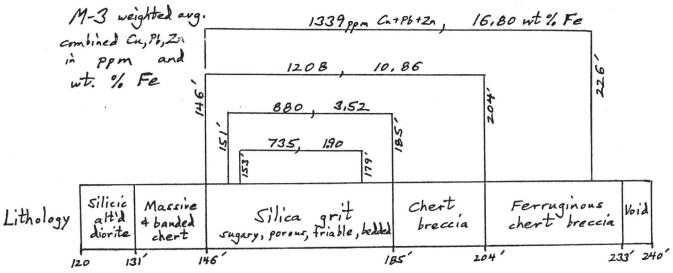
Don White Geologist, C.P.G.

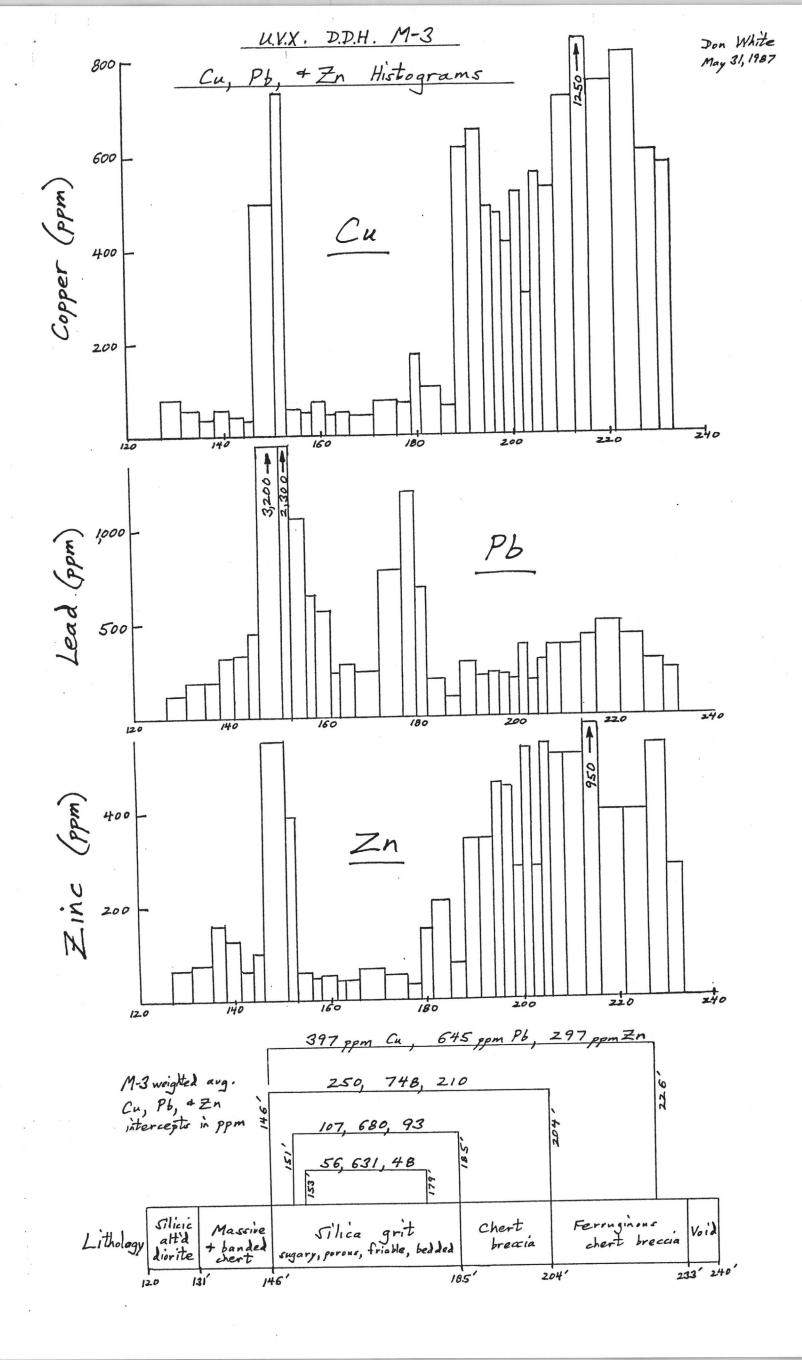
DW:sk

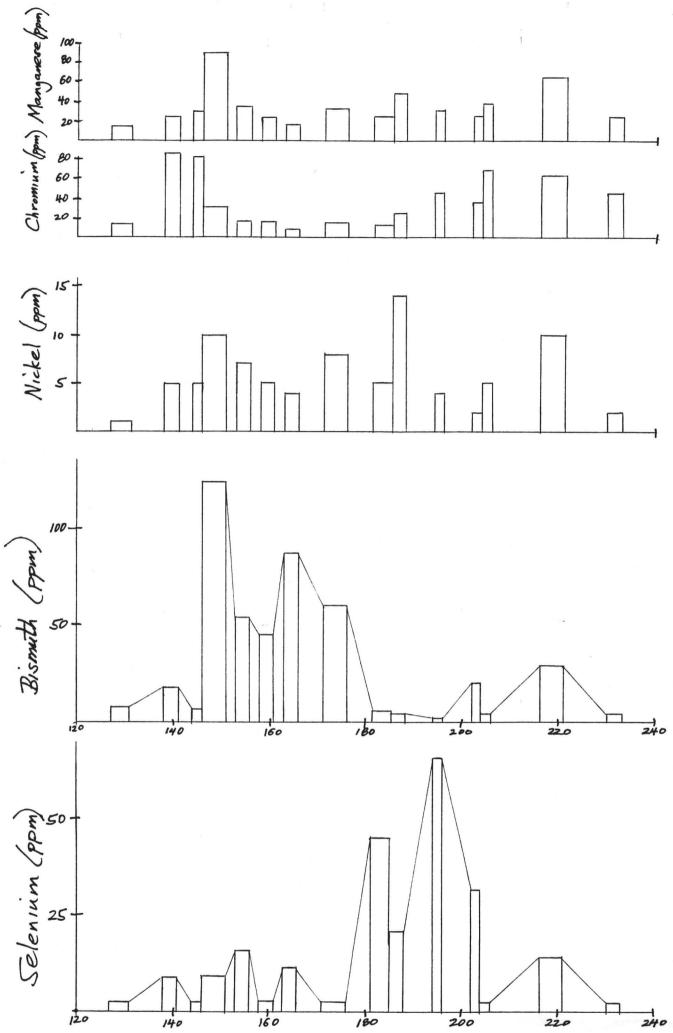
cc: Carole A. O'Brien Robert W. Hodder

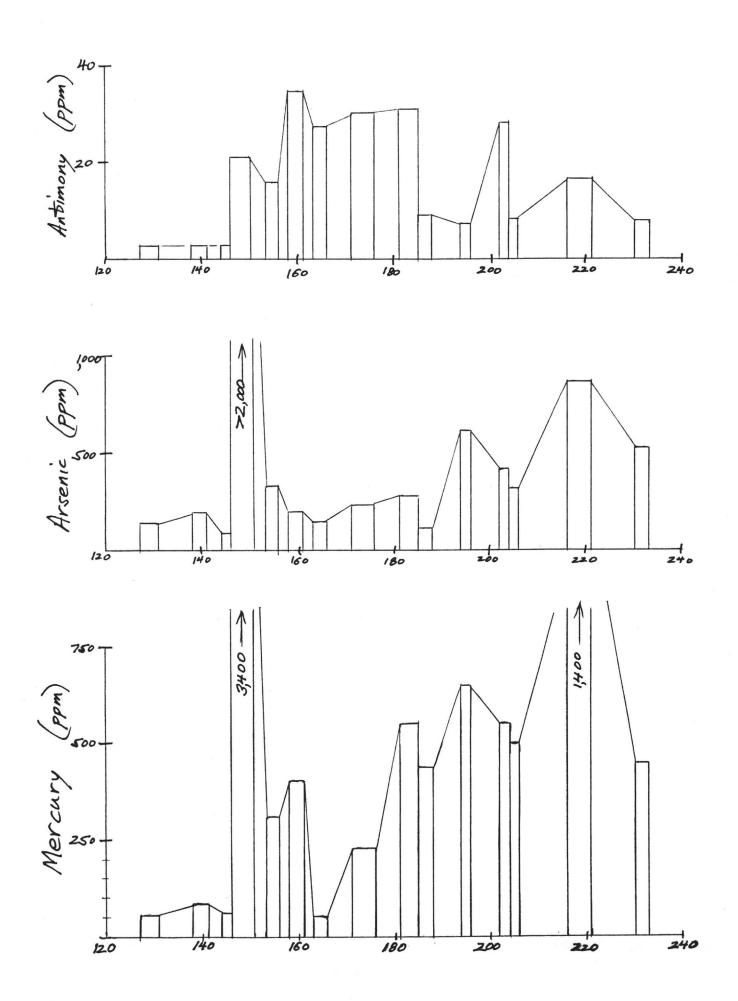












University of Cincinnati

Department of Geology

500 Geology / Physics Building Cincinnati, Ohio 45221-0013



June 21, 1988

Mr. Don White 521 East Willis Street Prescott, AZ 86301

Dear Don:

Your samples, plans, and (more recently) assay information, have arrived in good condition. Tiebing and I began working on the materials last Monday (as soon as final exams had finished for spring quarter). I must say that we both found Iain Sloan's thesis to be <u>very</u> confusing. Perhaps having worked with the samples, you could understand what he referred to. For example, can you translate the following sentence (p.26)?

"Subelliptical quartz grains where present, have lobate sutured grain boundaries are foliated and are in the iron-rich microcrystalline quartz matrix that is composed of hematite, magnetite and smaller <0.1mm angular fragments of bedded chert (Plate 6A) or microcrystalline quartz."

I tried to compile what I <u>thought</u> Iain was saying in the enclosed Table 1. Please make any corrections.

I have several new questions regarding your ideas about the sequence of events in this deposit:

1. As you can see in Table 1, the descriptions suggest beige-banded silica as the <u>first</u>-formed rock (no breccia; botryoidal manganese). Grey breccia - includes "faintly banded" clasts--possibly beige banded?--and two types of quartz clasts. Ages of different fractures are unclear; only iron oxides are late. Ferruginous breccias are multiple, again with iron coatings or matrix occurring late in each brecciation. This gives a sequence: beige - gray - ferruginous.

2. BUT your drill logs show banded beige clasts and purple-gray (same as Iain's "grey"?) clasts in silica-rich to ferruginous matrix for the "Banded Beige/Massive" segments. Does this classification simply indicate relative amounts of Iron-rich veining? Does "grey breccia" indicate simply more grey (versus beige) clasts?

3. In your letter of June 3, you wrote that the beige-banded or banded-and-massive silica is a "hornfelsed silica which rims the semiconcordant diorites, likely an immediate post-exhalative subvolcanic dome which locally broke through and was extrusive."

a. Do you mean that the diorite was a subvolcanic dome? Do age dates agree with this? (I don't have the Lindberg articles at my fingertips - sorry.)

b. How can the beige-banded/banded-and-massive silica represent both original silica and hornfels? Is it possible that the "hornfels" is basically silica flooding to form the "massive" portion of "Banded Beige/Massive" Silica?

c. At first I entertained that idea that the banded beige silica might be a bleached equivalent of the ferruginous breccias, as hinted at in your letter. However, Iain's and your descriptions, and the presence of beige-banded <u>clasts</u> in ferruginous breccia (see ddh902-7, 140'-159') suggest that these are originally distinct units. How does this fit with the beige being "hornfels?"

d. Zonation of banded beige is not clear with respect to diorite--too many faults to tell, in cross-section at least. Comments?

I see that you noted copper carbonates (malachite) in your logs. This means that at <u>some</u> point, carbonate was in the water. One model I am exploring is that the rock types that you see are dominantly stratigraphic, with beige-banded and grey silica forming at similar times (thus the mixture), and ferruginous breccias forming last. (Iain's chemistry suggests that the siliceous rocks and all original and hydrothermal.) Possible late silification could be associated with the diorite, but I'm not clear what else is. The gritty zone <u>could</u> have been quartz-carbonatesulfide/oxide-gold. Dissolution of carbonates could form very vuggy breccias to grits, at the same time as oxidizing copper sulfides to copper carbonates (Homestake is a carbonate-arsenopyrite layer, and you have plenty of arsenic in the system albeit not exactly with gold).

4. My question is when this could occur. Was this hypogene, diorite-

driven or supergene? During our spring visit, you hinted that oxides and carbonates might be original. Do you have any further thoughts about that? For example, the iron oxides could be original, while the copper carbonates could be exotic supergene.

5. The copper-silica ore occurs vertically <u>above</u> the gold-rich zones. Wasn't this entirely sulfides (chalcocite, in particular). Wouldn't this place much of the gold <u>below</u> the "gossan?" All we have seen thus far on XRD is hematite--not very helpful for using Blain and Andrew's paper.

6. Do you have Cu, Pb, Mn contents for these samples? If Mn is consistently high in the banded-beige silica, this may be a more peripheral ochre/umber to, say, the grey or ferruginous breccias.

7. Is stratigraphic "up" always to the NE? Can you tell?

8. Iain believes that formation of vugs to be "late stage" (p. 58) I'm not sure whether he means post-lithification, syn-intrusion or supergene. Comments? I guess that he means pre-metamorphic at least, since he considers veining to be pre-metamorphic (p. 57).

9. I suggest mapping Au/Ag on the cross sections. Silver seems to be more mobile, so it either leaves the system or moves farther down under supergene conditions. The Au/Ag tends to decrease from weathered surfaces to areas unaffected by supergene enrichment (at least in epithermal and some disseminated copper deposits). A vertical enrichment would suggest supergene alteration. A horizontal enrichment would be more likely caused by original alteration. Based on a quick view of Au and Ag plots, the 911 section indicates original zoning, while the 902 section suggests supergene remobilization. This could be due to original zonation. However, I would look for more supergene affects in 902. (Surprisingly--as 911 is closer to the surface.)

Finally, I have a few comments about our XRD work. Thus far, Tiebing has run 12 samples, including representatives of each breccia type. In every sample, we have identified quartz and hematite. <u>No</u> magnetite, geothite nor jarosite peaks have been seen. Minor amounts of illite are also present in a few samples. Sample 902-3-112-116 contains large amounts of either chlorite or kaolinite (XRD peaks are <u>very</u> similar). Based on Iain's description of altered diorite, I'd say that Kaolinite is more likely, or there is a mixture. I'm surprised that the mineralogy is generally so uniform. Perhaps other phases are present in quantities too small to see without mineral separation. (We are trying to avoid this, as

Tiebing is not receiving anything for his efforts. I have asked the department to pay him something for his work, but I have no answer yet. Also, the possible minerals of interest may not separate well enough to help us.)

As for SEM, the cost is \$65 per hour. We can look at the iron phases, 5 samples for starters, then decide whether to do more. The samples would most likely be 2 grits, 2 ferruginous, 1 beige. The Materials Science technician thinks that we can probably do 5 samples in approximately 4 hours (or ~\$260). This would leave some funds for any follow-up work, so we would not spend \$500 all at one shot. What do you need from us to appropriate funds for SEM? I can't use it until I have the funds. You mentioned that you want to talk about this first. We plan to do all the XRD before picking samples to prepare for SEM. Would you rather we picked only 2 or 3 first? Tiebing is available for July only, and I will be working on other projects June 22 - July 1 and July 7 - August 22. (I have one proposal, 2 manuscript revisions and 2 other projects in addition to this. I might be able to work on SEM July 22, just before I head to Oklahoma.) We will be able to do the XRD, then wait for your comments, and perhaps I could do SEM in late August, if you would prefer. (That's pushing timing, however. The SEM technician is available only through August 31.) I do need a decision about whether you are going to pay for SEM soon, however, because I need to schedule time with the Materials Science Department, and Tiebing will do sample preparation while I am out of town. As Blain and Andrew note, mineralogy may or may not be very helpful in determining extent of supergene enrichment. The surprisingly simple mineralogy seen thus far is not diagnostic. I suspect that morphology of these minerals will be more helpful.

As you can see, we are getting some results, and are doing as much as

possible in a limited time frame. I am quite interested in your answers to my questions and in the project in general. If you want more work done beyond the scope of what Tiebing and I are currently doing, I will see if another student can work this fall. Also, I have asked Dan Sims (who will start at the University of Arizona next January) to call you about the project that some other UA student had dropped. I don't know whether you and he will work out an arrangement, but he is a very <u>bright</u> student and a careful observer.

I will keep you updated as more results come in, and I look forward to your prompt response about SEM. Thank you for all the information; it has helped us put the samples in context. Your answers to my questions will help to elucidate the issues even more.

Sincerely, ly Auycle

Holly Huyck

mab

	Table 1.	L'act Decciptions of Vari	ono Brecciao	Based un	son
		ain soarie Thece (Api	•	(
	Name, General comments	Texturet mineralogy	,	Matrix	Gracture
	. D. Zuze Banded	Faint Banding			small zuo
	"Unert"	50% antedral, monocrystalline			Veinletsen beigeband
Tes		guartz			chert
-		Disseminated magnetite faintly banded			
-		Tracoo jalbite, rutile, fibrous, malachute		•	
а а Ц		Trace of albite rutile fibrous malachite Local cotry ordal Manganese Ox. d		• • • • • • • • •	
	2) Grey Breco a	< 5 % vuga	80% microcryptalliz	Tiny iron axids	- Chiorik
	7 , 0,000		3.0412	mmiorocystalin guarte.	- An hearal
	Carter 5 freetore	quarte - rich class in 1100 oxide quarte motivis	guarte proma intomicrocriptallia	Local vuge. E fillet with iron	otz. veinie m± ≤10°
		teri ta antes e la suma la su	grante, faintly banded	Driden series	
	What is 2/2 clasts Versuomairing	Tradeclary, sericite pronoxides and epidole in clashe		by acialar guartz.	Malach, t
					veinlets B guartz-Fe
		-			iron o kial
	3)Ferruginous	55°/ microsoutolling and to	-microcrystalline	- microorystall,	e ironoxide
	Breccia	35% microcrystalline quartz 35% quartz grains	guartz - microcrystalline	gtz, outlined by hematite	in Gracture coating
	1		guartz with relict guartz veinlets	- hematite matrix	guartz
7	What is 1/0 clasts Vsmatrix?]	Sequence: gtz coated by	- quartz grains - anhedral magnetit	- massive magnetite	
	Several episodes	Sequence: gtz coated by iron oxideo; > comb gtz growth		fragments B	
	of quartz veining. hematite coatings	5°% Vues: wated with: - could guartz	(gtzmt-banded) _with gtz vens [be,g	orystallinegtz	1
	are late on microcrystalline	- could guarte - fibro war co lloform Spralerite (?) (later fragmented) - rubite	J	hm. mt	
	guartz matrix	- ruhile_		Trace of: Chlorite,	
an in a sa a	·			kaolinite, malachite	
			+		
		Fenx = irmny den			11.000

4

*. *. l.

PRECIOUS METALS AT THE UNITED VERDE EXTENSION MINE, A VOLCANOGENIC BASE METAL SULFIDE DEPOSIT, JEROME, ARIZONA

by Don C. White, Consultant, and Robert W. Hodder, Univ. Western Ontario

abstract

Carde- For your review & comment

for NWMC

The U.V.X. Mine, operated 1915 to 1938, was an exceptionally high grade copper producer. It is considered a classic example of a supergeneenriched volcanogenic base-metal sulfide deposit. The main orebody graded 15% Cu but only .03 oz/t Au, 1.5 oz/t Ag. Many peripheral bodies of so-called copper-silica ore were mined with average 55% silica, 6% Cu, .06 oz/t Au, and 2.0 oz/t Ag.

Renewed exploration within the silica breccia zones flanking the main orebody and stratigraphically overlying the copper-silica bodies, has found several economic grade gold-silver silica flux bodies. These average 90% silica, 0.2 oz/t Au, and 5.0 oz/t Ag. They appear to be a mixture of hypogene hydrothermal metallization, plutonic remobilization by an adjacent diorite sill, and supergene concentration. Trace metal associates of Au and Ag are Sn, Sb, Bi, and Se, and there are parallel As, Fe, and Mo anomalies. The most consistently mineralized lithology is a saccharoidal-textured, sometimes friable, goethitic silica breccia that occurs as lenses, within other silica types.

Carole - F.Y.I.

Don White 521 E. Willis St. Prescott, AZ 86301 602/778-3140

June 14, 1988

Carla J. Snyder Northwest Mining Association 414 Peyton Bldg. Spokane, WA 99201-0772

Dear Ms. Snyder,

Enclosed is the author information form for this fall's meeting. Sorry about the tardiness but the June 3 "deadline" could hardly apply when it was received here June 5 and I had to be out of town since then.

The main item of note is that we are two "authors", not just myself. So please add Dr. Robert W. Hodder to the appropriate listings, though I will be the "speaker."

We will have the abstract you requested by about the first week of July. Hope that is not too late for your purposes.

Lastly, I am not "Dr." White.

Sincerely,

Don 7 / Atos

Don White Geologist, C.P.G.

DW:sk

Enclosure

cc: Richard L. Moore Robert W. Hodder

Carde - FYI. 5-29-88 DON -BY NOW YOU MUST BE WONDERING WHAT HAPPENED TO ME & THE THESIS PROJECT, SO AM 1. ST. JDE KEPT ME ON THE HOOK FOR A FEW WEEKS, THEN I WORKED IN NEVADA FOR 2 WEEKS; AFTER THAT, THINGS JUST CAME APART PERSONALY. 1 RECEIVED YOUR LEATER FROM NASH - 1 COULDN'T GET ANY INFORMATION TO SPEAK OF FROM MY THIN SECTIONS, ENTITER, I'M ENCLOSING A SADLY OVERDUE BILL FROM QUALITY THIN SECTIONS FOR MAKING THEM. PLEASE LET ME KNOW IF BUDGE WON'T PAY FOR THEM, DO IN WHICH CASE I WILL. AT THE MOMENT 1 DON'T HAVE \$68 TO MY NAME, I'LL BE IN NEVADA FOR THE NEXT 4 MONTHS. PLEASE INFORM ME OF ANYTHING I SHOULD KNOW, SUCH AS WITHTHE THE DEPOSIT WILL BE MINED OUT & THE UNX CLOSED BY THEN. THANKS. APOLOGETICALLY, Jim Busana 40 ASARCO, INC. SUMMER ADDRESS : 510 E. PLUMB LANE REND, NV 89502 Phoned Chris Earthe (advisor at U.S.A.) 621-6029 re: progress, resumption?, need for focus, itility / timeliness relationship, etc. Also the need to pursue the study ourselver; of Holly Huget on Fe Ox w/ Iain Stean on breccia petrography, self on gendem + statistics.



THE UNIVERSITY OF ARIZONA

TUCSON, ARIZONA 85721

DEPARTMENT OF GEOSCIENCES BUILDING #77 GOULD-SIMPSON BUILDING TEL. (602) 621-6024

June 6, 1988

Jim Bussman, C/ ASARCO Inc., 510 E Plumb Lane, Reno NV 89502

Dear Jim:

I've just been talking to Don White on the phone, and we both had some concerns about the project at UVX. Don tells me that you've sent him a bill for some thin section work, and says he'll be quite happy to pay for that work, but he isn't clear as to whether the cheque should be made out to you or to Quality Thin Sections. Could you let him know, please? He would also like to know where the thin sections are going to be kept, so that the mine people could eventually use them if ever they wanted to. I would suggest telling him where they'll be at the University while you're working on the project, and that you'll give them to him when you're done.

Another concern, much more important, is the general timing of the work. This sort of research is of most value to the company while they're in the development stages of the mine; once production begins, the questions become largely academic in this type of relatively small operation. Questions that are really crucial will have to be answered in any case before production starts, so that the company may be forced to look elsewhere to get some of the work done. Some of the things Don wants you to do are of this nature, which is why I have been encouraging you to give him a very clear idea of when you will be doing the work. Needless to say, the prospects of financial support from Budge are infinitely better for work done earlier rather than later.

I gather you've told Don that you'll be working at your summer job for four months. This is already perilously close to the starting date of production, all going as the company is planning. I think Don is still interested in seeing the work done next Fall, the earlier the better of course. My general suggestions for proceeding from here are as follows. First, don't prolong your summer employment. To do so will be at the risk of losing part or all of the project. Given the investment you've made in grad. studies to this point, I think it would be a poor choice to do an excessive amount of someone else's summer work and finish up with little or no project. What you have to resist is the tendency to keep doing things that you are already comfortable with when confronted with a problem that you're not so comfortable with. This can be a form of escapism. It is certainly part of a good Masters experience to have to tackle a problem you're unfamiliar with, whether you want a career in exploration or in research. Very seldom does so little come out of the work that you don't have enough to write a thesis on!

Second, make some effort to communicate with Don in detail. It would be a good idea to write him a <u>detailed</u> letter at this point to let him know what you have found out so far, even if the results are confusing. He may have a lot to contribute, but will not find it easy to do so unless he knows exactly what you're thinking. If you have questions about what you've seen, explain them to him carefully and see what he thinks. He's more likely than me or anyone else to have some answers. Also let him know what your program is going to be -- give him some dates. I would appreciate hearing about these things too. I will be available in Tucson to discuss any of this during June. Both exercises will help you to establish where you are with the project, so are well worth the effort from every point of view. If looking at the breccias isn't leading anywhere we need to decide to go on with something else. If there are materials you need from Tucson, just let me know where they are and I will get them to you.

I hope all is going well with your summer job, and that the Nevada gnats are bearable this year. I've just returned from my trip to northern California, which is a great place to be in the spring.

Regards,

Chris Eastoe.

cc Don White

Carole Vim Landy, Senior Proces Engr - Insuration Consol. Copper Co phoned 6-21-28 with news & analytical results. orth Ag % Cu of An 9.502 % Fe % ALO, % Ca0 5 -1.4 .4 -1 96.2 8,91 U.V.X. Ing. 1 .08 94,2 ,108 73.6 15.1 1.1 .Z 90.3 .114 6.09 U.V.X. Ing. Z . 28 Sample 1 was the more gritby & raccharoidal textured Wica from our tockpile (905-5 source area) and Sample 2 was the more Fe-rich, harder, trifter rilica thick breaks more coarse. It came from the runtace tock pile, uttimately from the 902-W X-Cut. Mr. Landy's comment on #1 was that "it's super furnace thux, first rate material anyone in the smetting business would be happy to have." He rays type Z material is not converter they because of the high FE, low SiO2, but still valuable material under the right circumstances (is, cost). Mr. Lundy my the pending acquisition of Ingination Consolidated agen's home tacilities, including the consolidance coppers nome tacilities, including the Close-Miam's mine mill- smetter complex, the Reymert thux mine and the Christmas property, is still pending. It and when Cyprus Minerals consummates the deal, they Cyprus ill make decisions as to production/smetting volumes and thux sources. Until then he is not authorized to pursue any deals.

Don White 521 East Willis Street Prescott, AZ 86301 778-3140

May 24, 1988

James H. Lundy, Jr. Senior Process Engineer Inspiration Consolidated Copper Co. P.O. Box 4444 Claypool, AZ 85539

Dear Mr. Lundy,

Shipped separately via U.P.S. to your "Open Pit Office, c/o #3 Warehouse, Miami" are two samples of auriferous silica flux from the U.V.X. Mine, Jerome, AZ. I send them in response to your letter of April 4, 1988 to Carole A. O'Brien of Budge (Mining) Ltd.

Each sample is about 13 pounds of run-of-mine silica but representing a different lithology.

The samples are:

- UVX Insp.-1 Low Fe, high Au & Ag, low density, porous, gritty silica prone to breaking fine.
- UVX Insp.-2 High Fe (all oxides), modest Au & Ag, more dense, tight silica which breaks coarser (than the "grit" of sample 1).

Budge has drill indicated reserves at the U.V.X. amounting to many tens of thousands of tons of each rock type represented by these samples and all gradations in between.

Would you please share your analyses of these samples with us by sending a copy to me. I would also appreciate a copy of your results on a sample I sent two years ago (my cover letter to Al Binegar was April 17, 1986) known as "1104-1, 193'-225'." Perhaps those results are in your files. We never received them.

I look forward to hearing what you think of the present two samples and then pursueing whatever discussions are appropriate.

Sincerely,

I on White

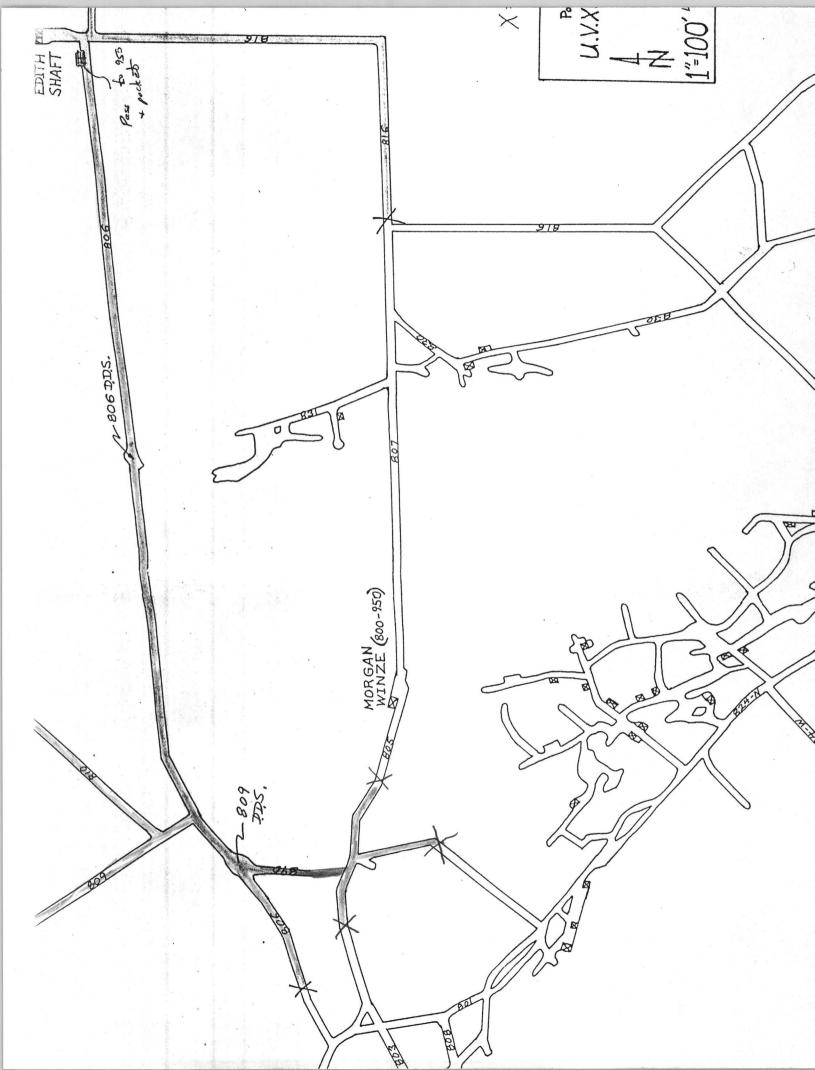
Don White Geologist, C.P.G.

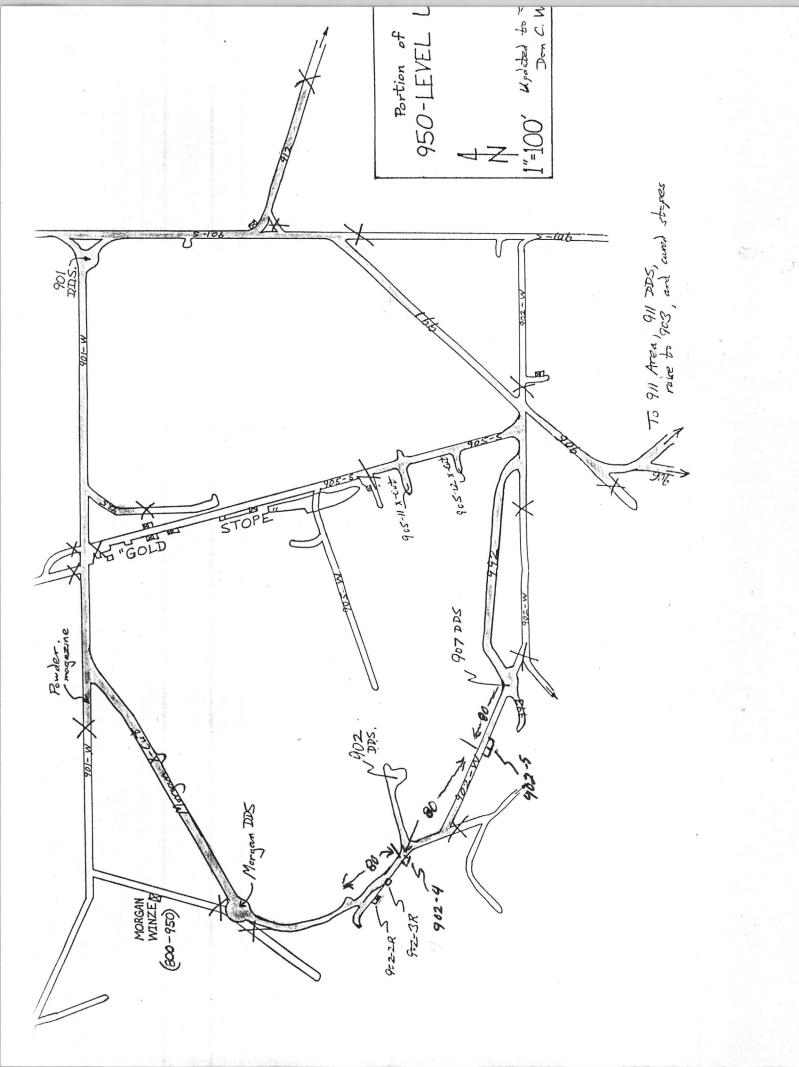
DW:sk

cc: Carole A. O'Brien

Carole Don White 521 East Willis St. Date: NUME 29, 1988 Prescott, AZ 86301 -Robert Crock / Jim Weatherby 778-3140 Iron King Asray, Inc. P.O. Box 56 Humboldt, AZ 86329 UVX Batch # 128 (632-7410) Hello Bob + Jim + Kati; Accompanying are <u>elighteen</u> (B) samples for one assi-ton gold and silver fire assay with AA tollowys as approx The samples are numbered: 1 - 11 - 18 5-101 Shrong 5-118 (Reconnaissance amplee based on Supergene ideas for SiO2, Au, Cu O, Fe Ox ancentration) Please save all pulps & rejects for my pickup. Please send a copy of the results + silling to Carde (be). Carole A. O'Brien C.C. A.F. Budge (Mining) 1td. 7340 East Shoeman Lr. Suite III - R - (E) Scottsdale, AZ_ 85251 Thanks, Don White Geologist, C.P.G.

Corde Don White 521 East Willis St. Date: June 23, 1988 Prescatt, AZ 86301 Robert Crook / Jim Weatherby 778-3140 Iron King Asray, Inc. P.O. Box 56 UVX Batch # 127 Humboldt, AZ 86329 (632-7410) Hello Bob + Jim + Kati; Accompanying are four (H) samples for one assay ton gold and silver fire assay with AA tollowys as appropria The samples are numbered: ſ 907-1 207-2 2 907-3 3 907-4 HF Please rave all pulps & rejects for my pickup. Please send a copy of the results & billing to Carde (below Carole A. O'Brien A.F. Budge (Mining) Ita. 7340 East Shoeman Ln. Suite, 111-B-(E)





Page 1

26-Ju1-88

LAB JOB #:	AFB02798	ATTN: Carole A. O'Brien				
Client name:	A.F. Budge (Mining) Ltd.	No. Samples: 3 Date Received: 07-14-88				
Billing address:	4301 N. 75th St. Suite #101	Date Received: 07-14-88 Submitted by: Don White				
Phone number:	Scottsdale, AZ 85251-3504 (602) 945-4360/778-3140	INVOICE ATTACHED				
	ANALYTICAL RE	EPORT				
Client ID AFB02798	FA/AA Fire Ass Lab ID Au Ag oz/ton oz/ton	зау				
993-3	2798- 1 0.005 <.10)				

993-3	2798-	1	0.005	<.10
GM-1	2798-	2	0.002	<.10
GM-2	2798-	3	0.020	1.25



Page 1

907-4

08-Ju1-88

LAB JOB #:	AFB02714	4			ATTN: Carole A. O	'Brien			
Client name:	A. F. B	udge (M:	ining) L	td.	No. Samples: Date Received:	4			
Billing address:	4301 N. Suite #:		t.		Submitted by:				
Phone number:	Scottsda (602) 94	ale, AZ			INVOICE ATTACHED				
	PORT								
Client ID AFB02714	Lab ID		FA/AA F Au z/ton	ire Assa Ag oz/ton	a y -				
1	UVX BATCI	H #127							
907-1	2714-	1	0.062	2.30					
907-2	2714-	2	<.001	2.77					
907-3	2714-	3	0.061	1.77					



2714- 4 0.045 1.94

Page 1

08-Ju1-88

LAB JOB #:	AFB02743		ATTN: Carole A. O'	Brien
Client name:	A. F. Budge (Mini	ing) Ltd.	No. Samples: Date Received:	18
Billing address:	4301 N. 75TH St. Suite #101		Submitted by:	
Phone number:	Scottsdale, AZ 85 (602) 778-3140/94		INVOICE ATTACHED	
inone number.		ANALYTICAL RE		
		A Fire Ass		
Client ID AFB02743	Lab ID Au	A Ag		
	UVX BATCH #128			
#5-101	2743- 1 <.	.001 0.12		
#5-102	2743- 2 <.	.001 0.15		
#5-103	2743- 3 <.	.001 0.17		
#5-104	2743- 4 <.	.001 0.14		
#5-105	2743- 5 <.	.001 <.10		
#5-106	2743- 6 <.	.001 0.14		
#5-107	2743- 7 <.	0.15		
#5-108	2743- 8 0.	.066 1.69		
#5-109	2743- 9 <.	.001 <.10		A
#5-110	2743- 10 <.	001 0.75	000 (130 M	
#5-111	2743- 11 0.	034 0.57	SUSSIE MED AND AND AND AND AND AND AND AND AND AN	Wool
#5-112	2743-12 0.	026 12.53	ROBERT G. 28	
#5-113	2743-13 <.	<.10	Reserved Z.	1
#5-114	2743- 14 <.	001 <.10	ARIZONA, U.S.	
#5-115	2743-15 0.	030 0.23		
#5-116	2743-16 0.	018 0.38		

P.O. Box 56 • Humboldt, Arizona 86329 • Phone (602) 632-7410

P	a	ge	2
r	а	ge	2

Client ID AFB02743	Lab ID	FA/AA Au oz/ton	Fire Assay Ag oz/ton
#5-117	2743- 17	<.001	<.10
#5-118	2743- 18	<.001	<.10



1 -Bondar-Clegg & Company Ltd. 00000 130 Pemberton Ave. North Vancouver, B.C. Canada V7P 2R5 Phone: (604) 985-0681 Telex: 04-352667 BONDAR-CLEGG Geochemical Lab Report A.F. BUDGE (MINING) LTD. MS. CAROLE A. O'BRIEN 7340 E. SHOFMAN LANE SUITE 111-B-(E) SCOTTSDALF, AZ. 85251 +



Geochemical Lab Report

REPORT	*	/88-U4149.U (C(JMPLEIE)
1 1 2	2012223		C. S. S. S. Sons Space S. Marco P.

REFERENCE TNFO:

CLIENT: A.F. BUDGE (MINING) LTD. PROJECT: NONE GIVEN SUBMITTED BY: DON WHITE DATE PRINTED: 7-JUL-88

ORDER		ELEMENT	NUMBER OF ANALYSES	LOWER DETECTION LIMIT	EXTRACTION	METHOD
1	Au	Gold	100	5 PPR	NOT APPLICABLE	INST. NEUTRON ACTIV.
2	Ag	Silver	100	5 PPM	NOT APPLICABLE	TNST. NEUIRON ACTIV.
3	As	Arsenic	100	1 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
4	Ba	Barium	100	100 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
5	Br	Bromine	100	1 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
6	Cd	Cadmium	100	10 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
7	Ce	Cerium	100	10 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
8	Co	Cobalt	100	10 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
9	Cr	Chromium	100	50 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
10	Cs	Cesium	100	1 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
11	Eu	Europium	100	2 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
12	Fe	Iron	100	0.5 PCT	NOT APPLICABLE	TNST. NEUTRON ACTIV.
13	Hf	Hafnium	100	2 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
14	Ir	Iridium	100	100 PPB	NOT APPLICABLE	TNST. NEUTRON ACTIV.
15	La	Lanthanum	100	5 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
16	Lu	Lutetium	100	0.5 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
17	Mo	Molybdenum	100	2 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
18	Na	Sodium	100	0.05 PCT	NOT APPLICABLE	TNST. NEUIRON ACTIV.
19	Ni	Nickel	100	50 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
20	Rb	Rubidium	100	10 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
21	Sb	Antimony	100	0.2 PPM	NOT APPI ICABLE	INST. NEUTRON ACTIV.
22	Sc	Scandium	100	0.5 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
23	Se	Selenium	100	10 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
24	Sm	Samarium	100	0.1 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
25	Sn	Tin	100	200 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
26	Ta	Tantalum	100	1 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
27	Tb	Terbium	100	1 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
28	Te	Tellurium	100	20 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
29	Th	Thorium	100	0.5 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
30	U	Uranium	100	0.5 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
31	W	Tungsten	100	2 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
32	ΥЬ	Ytterbium	100	5 PPM	NOT APPLICABLE	TNST. NEUTRON ACTIV.
33	Zn	Zinc	100	200 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.
34	Zr	Zirconium	100	500 PPM	NOT APPLICABLE	INST. NEUTRON ACTIV.

PORT: V88-D4149.D (COMPLETE)				REFERENCE INFO:
IENT: A.F. BUDGE (MINING) LTD. OJECT: NONE GIVEN				SUBMITTED BY: DON WHITE DATE PRINTED: 7-JUL-88
SAMPLE TYPES	NUMBER	SIZE FRACTIONS	NUMBER	SAMPLE PREPARATIONS NUMBER
P PREPARED PULP	100	4 AS REC'D	100	AS RECEIVED, NO SP 100
REPORT COPIES TO: MS	S. CAROLE A. O' R. DON WHITE	BRIEN	INVI	DICE TO: MS. CAROLE A. O'BRIEN

¥.

REPORT: V88-04149.0							PROJECT: NONE GIVEN				PAGE 1A		
SAMPLE NUMBER	ELEMENT UNITS	Au PPB	Ag PPM	As PPM	Ba PPM	Br PPM	Cd PPM	Ce PPM	Co PPM	Cr PPM	Cs PPM	Eu PPM	Fe PC1
P4 809-1 179	9-183	85	27	620	330	<2	<10	64	17	59	<1	<2	8.[
P4 809-1 183	3-187	3190	73	198	120	<2	<10	23	<10	140	<1	<2	3.5
P4 809-1 187		11500	91	68	<100	<2	<10	<12	<10	220	<1	<2	1.3
P4 809-1 190		3690	130	70	<100	<2	<10	<10	<10	140	<1	<2	3.1
P4 809-1 193		4030	99	16	<100	<2	<10	<10	<10	160	<1	<2	1.:
P4 809-1 190	5-200	2590	88	452	<100	<2	<10	<10	<10	150	<1	<2	7.
P4 809-1 200	1-203	9610	39	596	<100	<2	<10	<13	<10	150	<1	<2	11.
P4 809-1 203	3-206	6240	33	51	<100	<2	<10	<10	<10	170	<1	<2	2.
P4 809-1 200	5-210	14000	29	27	<100	<2	<10	<12	<10	150	<1	<2	0.
P4 809-1 210]-214	4730	27	101	<100	<2	<10	<10	<10	150	<1	<2	2.
P4 809-1 214		1210	52	420	<100	<2	<10	<10	<11	180	<1	<2	7.
P4 809-1 219		8140	41	669	<100	<2	<10	<13	11	230	<1	<2	10.
P4 809-1 222		2390	44	385	<100	<2	<10	<10	<10	170	<1	<2	5.
P4 809-1 22		3710	47	120	<100	<2	<10	<10	<10	190	<1	<2	3.
P4 809-1 228	3-231	8910	49	457	<100	<2	<10	<13	11	210	<1	<2	8.
P4 809-1 23:		8450	76	383	<100	<2	<10	<12	10	150	<1	<2	8.
P4 809-1 234		2780	83	289	<100	<2	<10	<10	<10	200	<1	<2	5.
P4 809-1 23	7-240	1620	73	407	<100	<2	<10	<10	<10	160	<1	<2	7.
P4 809-1 241	3-245	321	64	450	<100	<2	<10	<10	12	1.20	<1	<2	14.
P4 809-1 24	5-249	268	14	198	110	<2	<10	32	<10	65	<1	<2	2.
P4 809-2 39-	-43	12	8	125	1200	<2	<10	22	<10	<50	<1	<2	1.
P4 809-2 10		19	29	132	<100	<2	<10	34	<10	240	<1	<2	2.
P4 809-2 118		33	13	255	150	<2	<10	37	<10	170	<1	<2	2.
P4 809-2 130	5-140	982	33	1460	120	4	<10	25	<10	260	<1	<2	12.
P4 809-2 150	5-160	2260	91	942	200	2	<10	33	<10	250	<1	<2	5.
P4 809-2 163		2280	170	302	<100	<2	<10	<10	<10	180	<1	<2	1.
P4 809-2 171		2910	69	182	<100	<2	<10	<10	<10	180	<1	<2	1.
P4 809-2 17		5630	40	123	<100	<2	<10	<10	<10	160	<1	<2	1.
P4 809-2 170		13000	30	185	<100	<2	<10	<12	<10	170	<1	<2	1.
P4 809-2 179	9-182	19200	78	- 170	<100	<2	<10	<16	<10	170	<1	<2	1.
P4 809-2 182		15000	62	414	<100	<2	<10	<15	<10	150	<1	<2	3.
P4 809-2 18		21500	78	211	<100	<2	<10	<10	<10	200	<1	<2	1.
P4 809-2 18		>30000	76	121	<100	<2	<10	<12	<10	180	<1	<2	0.
P4 809-2 19:		14800	97	186	<100	<2	<10	<13	<10	190	<1	<2	1.
P4 809-2 194	4-197	4510	63	378	<100	<2	<10	<10	<10	180	<1	<2	1.
P4 809-2 19		5730	67	178	<100	<2	<10	<10	<10	170	<1	<2	2.
P4 809-2 201		2230	29	235	<100	<2	<10	<10	<10	1.90	<1	<2	2.
P4 809-2 20		1800	37	199	<100	<2	<10	<10	<10	150	<1	<2	2.
P4 809-2 200		3470	33	105	100	<2	<10	<10	<10	140	<1	<2	1.
P4 809-2 20	9-212	244	18	180	200	<2	<10	<10	<10	160	<1	<2	3.

Ū.



REPORT:	V88-04149.0							PRO	JECT: NON	NE GIVEN	Р	AGE 1B	
SAMPLE	ELEMFNT UNITS	Hf PPM	Ir PPB	La PPM	Lu PPM	Mo PPM	Na PCT	NT PPM	Rb PPM	Sb PPM	Sc PPM	Se PPM	S PP
	179-183	6	<100	40	<0.5	<2	<0.05	<50	<10	17.9	14.0	<10	8.
	183-187	<2	<100	12	<0.5	<2	<0.05	<50	10	8.4	12.0	<10	4.
		<2	<100	<5	<0.5	6	<0.05	<50	<10	4.4	2.0	<10	0
	187-190						<0.05	<50	<10	5.8	<0.5	30	0
	190-193	<2	<100	<5	<0.5	7							
4 809-1	193-196	<2	<100	<5	<0,5	<2	<0.05	<50	<10	2.9	<0.5	<10	<0
	196-200	<2	<100	<5	<0.5	4	<0.05	<50	<10	4.5	<0.5	150	<0
94 809-1	200-203	<2	<100	<5	<0.5	14	<0.05	<50	<10	11.2	<0.5	83	<0
4 809-1	203-206	<2	<100	<5	<0.5	3	<0.05	<50	<10	6.5	<0.5	<10	<0
24 809-1	206-210	<2	<100	<5	<0.5	<2	<0.05	<50	<10	9.1	<0.5	<10	<0
24 809-1	210-214	<2	<100	<5	<0.5	4	<0.05	<50	<10	6.1	<0.5	<10	0
24 809-1	214-219	<2	<100	<5	<0.5	6	<0.05	<50	<10	25.7	<0.5	55	0
94 809-1	219-222	<2	<100	<5	<0.5	8	<0.05	<50	<10	11.7	<0.5	12	0
	222-225	<2	<100	<5	<0.5	8	<0.05	<50	<10	12.0	<0.5	12	1
	225-228	<2	<100	<5	<0.5	2	<0.05	<50	<10	6.8	<0.5	<10	0
	228-231	<2	<100	5	<0.5	8	<0.05	<50	<10	16.7	1.1	<10	0
94 8Л9-1	231-234	<2	<100	<5	<0.5	8	<0.05	<50	<10	16.3	<0.5	<10	0
	234-237	<2	<100	<5	<0.5	5	<0.05	<50	<10	18.8	<0.5	34	<0
	237-240	<2	<100	<5	<0.5	6	<0.05	<50	<10	21.5	<0.5	81	0
	240-245	<2	<100	6	<0.5	5	<0.05	<50	11	10.0	2.1	53	1
	245-249	3	<100	13	<0.5	<2	<0.05	<50	<10	4.3	5.2	<10	4
24 809-2	39-43	<2	<100	10	<0.5	<2	0.05	<50	<10	4.5	6.4	<10	2
	105-108	. 7	<100	16	<0.5	<2	<0.05	<50	<10	13.6	11.0	<10	3
	118-122	<2	<100	15	<0.5	<2	<0.05	<50	<10	8.2	4.8	<10	4
	136-140	<2	<100	10	<0.5	6	<0.05	<50	<10	19.7	3.5	60	4
	156-160	3	<100	20	<0.5	10	<0.05	<50	<10	18.6	8.9	22	4
24 809-2	163-167	<2	<100	<5	<0.5	5	<0.05	<50	<10	7.0	<0.5	<10	0
	170-173	<2	<100	• <5	<0.5	5	<0.05	<50	<10	11.9	<0.5	<10	<0
	173-176	<2	<100	<5	<0.5	6	<0.05	<50	<10	14.7	<0.5	<10	0
	176-179	<2	<100	<5	<0.5	11	<0.05	<50	<10	14.0	<0.5	<10	<0
	179-182	<2	<100	<5	<0.5	6	<0.05	<50	<10	16.4	<0.5	<10	0
26 809-2	182-185	<2	<100	<5	<0.5	11	<0.05	<50	<10	22.9	<0.5	<10	<0
	185-188	<2	<100	<5	<0.5	6	0.10	<50	<10	8.6	0.6	<10	0
	188-191	<2	<100	<5	<0.5	5	0.10	<50	<10	6.5	<0.5	<10	0
	191-194	<2	<100	<5	<0.5	5	<0.05	<50	<10	8.2	<0.5	<10	<0
	194-197	<2	<100	<5	<0.5	4	<0.05	<50	<10	8.6	<0.5	<10	0
	2 197-200	<2	<100	<5	<0.5	4	<0.05	<50	<10	10.3	<0.5	<10	<0
	200-203	<2	<100	<5	<0.5	4	<0.05	<50	<10	11.9	<0.5	11	<0
	200-203	<2	<100	<5	<0.5	5	<0.05	<50	<10	8.6	<0.5	<10	<0
			<100	<5	<0.5	4	<0.05	<50	<10	7.8	<0.5	<10	0
	206-209	<2							<10	7.8	<0.5	<10	1
-4 009-2	209-212	<2	<100	<5	<0.5	3	<0.05	<50	110	1.0	NU.J	110	1

.

REPORT:	V88-04149.0							PRO	JECT: NON	NE GIVEN	PAGE 1C		
SAMPLE	ELEMENT	Sn	Та	Tb	Te	Th	U	W	Yb	Zn	Zr		
NUMBER	UNITS	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM		
94 809-1		<200	<1	<1	39	7.3	5.3	5	<5	1100	<500		
P4 809-1		280	<1	<1	<20	2.3	2.3	9	<5	580	<500		
P4 809-1	187-190	240	<1	<1	<20	<0.5	<0.5	6	<5	900	<500		
P4 809-1	190-193	390	<1	<1	<20	<0.5	<0.5	2	<5	210	<500		
94 809-1	193-196	390	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500		
P4 809-1	196-200	260	<1	<1	<20	<0.5	0.6	3	<5	420	<500		
P4 809-1	200-203	650	<1	<1	<29	0.7	0.7	<2	<5	380	<500		
P4 809-1	203-206	220	<1	<1	<20	<0.5	0.7	<2	<5	<200	<500		
P4 809-1	206-210	<200	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500		
P4 809-1	210-214	<200	<1	<1	<20	1.2	0.6	<2	<5	<200	<500		
P4 809-1	214-219	560	<1	<1	<22	1.2	0.8	3	<5	360	<500		
P4 809-1	219-222	330	<1	<1	<29	5.2	2.2	3	<5	1000	<500		
	222-225	600	<1	<1	<20	4.9	1.5	3	<5	580	<500		
P4 809-1		740	<1	<1	<20	7.1	1.5	<2	<5	210	<500		
P4 809-1		290	<1	<1	40	11.0	2.6	4	<5	450	<500		
P4 809-1	231-234	310	<1	<1	<29	7.2	2.2	3	<5	450	<500		
P4 809-1	234-237	1700	<1	<1	<21	2.2	1.1	2	<5	420	<500		
P4 809-1	237-240	240	<1	<1	<23	1.4	1.0	<2	<5	380	<500		
P4 809-1	240-245	<200	<1	<1	<22	2.9	4.1	<3	<5	950	<500		
P4 809-1	245-249	<200	<1	<1	<20	4.7	2.6	4	<5	320	<500		
P4 809-2	39-43	<200	<1	<1	<20	3.3	1.7	3	<5	230	<500		
P4 809-2	105-108	<200	<1	1	<20	10.0	6.2	3	<5	230	<500		
P4 809-2	118-122	<200	<1	<1	<20	1.9	1.8	2	<5	320	<500		
P4 809-2	136-140	<230	<1	<1	<39	4.0	4.4	<5	<5	1600	<500		
P4 809-2	156-160	320	<1	<1	<33	4.0	4.8	<3	<5	730	500		
24 809-2	163-167	610	<1	<1	<20	1.3	0.9	<3	<5	240	<500		
P4 809-2	170-173	740	<1	<1	<20	1.1	1.1	<2	<5	210	<500		
P4 809-2	173-176	950	<1	<1	<20	1.3	1.0	<2	<5	<200	<500		
P4 809-2	176-179	970	<1	<1	<23	0.9	1.0	<2	<5	200	<500		
P4 809-2	179-182	1400	<1	<1	<29	0.6	0.9	<2	<5	<200	<500		
P4 809-2	182-185	820	<1	<1	<32	0.9	D.8	<3	<5	290	<500		
P4 809-2	185-188	990	<1	<1	<20	1.6	1.9	<5	<5	<200	<500		
P4 809-2	188-191	1200	<1	<1	24	0.9	1.1	<6	<5	<200	<500		
P4 809-2	191-194	1300	<1	<1	<24	1.1	1.0	<2	<5	<200	<500		
P4 809-2	194-197	610	<1	<1	<20	0.7	0.9	<2	<5	<200	<500		
P4 809-2	197-200	1200	<1	<1	<20	0.7	0.7	<2	<5	<200	<500		
P4 809-2	200-203	290	<1	<1	<20	<0.5	0.7	<2	<5	<200	<500		
P4 809-2	203-206	<200	<1	<1	<20	<0.5	<0.5	<2	<5	200	<500		
	206-209	480	<1	<1	<20	0.6	0.7	<2	<5	<200	<500		
P4 809-2	209-212	<200	<1	<1	<20	1.4	0.6	<2	<5	200	<500		

۰.

					PROJECT: NONE GIVEN			PAGE 2A					
SAMPLE	ELEMENT	Au PPB	Ag PPM	As PPM	Ba PPM	Br PPM	Cd PPM	Ce PPM	Co PPM	Cr PPM	Cs PPM	Eu PPM	Fi PC
	160-163	548	26	729	250	2	<10	62	<10	110	<1	<2	7.
					<100	<2	<10	<10	<10	<50	<1	<2	6.
	179-182	1090	61	386	<100	3	21	<11	16	54	<1	<2	31.
	192-195	6620	130	2780									
	198-201	8100	74	3210	<100	4	<13	<10	27	52	<1	<2	35.
24 809-4	210-214	2780	100	6960	<100	9	<16	<11	12	62	<1	<2	40.
94 809-4	220-223	1500	63	1730	<100	4	21	<10	10	<50	<1	(2	29,
24 809-4	235-237	6920	67	1680	<100	<2	<10	<10	<10	72	<1	<2	19.
4 809-4	239-242	10400	61	1750	<100	2	<10	<10	25	<50	<1	<2	24.
24 809-4	247-250	3270	150	1340	160	<2	16	<10	12	<50	<1	<2	40.
24 809-4	259-262	2800	160	1230	130	3	<10	<12	36	93	<1	<2	14.
24 809-4	274-277	528	100	563	<100	<2	<10	<10	<10	63	<1	<2	8.
24 809-4	277-281	2110	324	5190	<100	8	<15	<10	12	290	<1	<2	19
	281-285	12400	110	6950	<100	11	<16	<13	13	<50	<1	<2	25
	285-289	5240	130	557	<100	<2	<10	<10	<10	50	<1	<2	7
	289-292	7150	170	1450	<100	3	<10	<14	<10	53	<1	<2	6
94 8П9-4	292-296	4810	211	6640	<100	11	<16	<12	15	62	<1	<2	28
	296-300	7800	52	1560	<100	3	<10	<16	37	62	<1	<2	19
	300-304	3770	36	564	<100	<2	<10	<10	11	67	<1	(2	5.
	304-308	5180	64	552	<100	<2	<10	<10	10	<50	<1	<2	4
	308-312	1770	130	958	<100	<2	<10	<10	26	<50	<1	<2	8
24 809-4	312-315	5610	85	580	<100	<2	<10	<11	38	78	<1	<2	16
	315-318	>30000	86	754	310	<2	<16	<15	84	87	<1	<2	34
	318 322	>30000	160	1060	250	<5	<21	<30	36	<50	<1	<2	20
	322-326	20100	80	575	<100	<2	<10	<10	32	72	<1	<2	19
	326-330	9310	346	808	220	<2	<10	<14	25	<50	<1	<2	14
Р4 8П9-4	330-334	6320	342	1280	<100	3	<10	<15	34	<50	<1	<2	21
	350-354	1870	32	1270	<100	3	<10	<11	20	75	<1	<2	14
P4 809-5		2850	36	1610	190	4	<10	<13	<10	<50	<1	<2	14
	105-110	1690	69	576	<100	<2	<10	<10	<10	55	<1	<2	18
	5 137-140	5970	140	980	<100	<2	<10	<12	<10	<50	<1	<2	13
24 809-5	142-145	4140	81	1110	<100	3	<10	<11	<10	70	<1	<2	11
	148-151	5940	34	78	<100	<2	<10	<10	<10	67	<1	<2	2
	157-160	8780	27	103	<100	<2	<10	<10	<10	<50	<1	<2	1
	5 162-165	4660	16	45	<100	<2	<10	<10	<10	<50	<1	(2	1
	168-172	1250	47	775	300	<2	<10	47	<10	88	<1	<2	13
P4 809-5	5 180-185	31	12	1020	170	3	10	27	18	80	<1	<2	11
	155-158	5710	180	351	<100	<2	<10	<10	<10	<50	<1	<2	4
	162-165	4020	98	1090	<100	3	<10	<12	<10	<50	<1	<2	16
	172-175	2270	97	820	<100	<2	<10	<10	<10	<50	<1	<2	8
A 007-0	112-113	18200	55	714	<100	<2	<10	<16	<10	<50	<1	<2	3

REPORT: V88-	04149.0							PR	JFCT: NO	NE GIVEN	F	PAGE 2B		
SAMPLE NUMBER	ELEMENT UNITS	Hf PPM	Ir PPB	La PPM	Lu PPM	Mo PPM	Na PCT	NT	Rb PPM	Sb PPM	Sc PPM	Se PPM	Sm PPM	
P4 809-4 160	-163	5	<100	35	<0.5	9	<0.05	<50	<10	15.3	9.0	12	8.0	
P4 809-4 179	-182	<2	<100	<5	<0.5	10	<0.05	<50	<10	12.1	<0.5	15	0.3	
P4 809-4 192	-195	<2	<100	<5	<0.5	21	0.22	<50	<10	30.8	<0.5	56	<0.2	
P4 809-4 198	-201	<2	<100	<5	<0.5	15	0.17	<50	11	16.8	<0.5	59	<0.2	
P4 809-4 210	-214	<2	<100	<5	<0.5	10	0.17	<50	19	6.8	<0.5	66	0.4	
P4 809-4 220	-223	<2	<100	<5	<0,5	20	0.14	<50	15	16.0	<0.5	130	0.2	
P4 809-4 235	-237	<2	<100	<5	<0.5	10	0.10	<50	12	4.0	<0.5	<10	<0.2	
P4 809-4 239	-242	<2	<100	<5	<0.5	11	0.14	<50	<10	10.0	<0.5	33	<0.2	
P4 809-4 247	-250	<2	<100	<5	<0.5	8	0.17	<50	18	16.7	0.6	26	0.2	
P4 809-4 259	-262	<2	<100	<5	<0.5	14	<0.05	<50	<10	10.8	<0.5	10	<0.2	
P4 809-4 274		<2	<100	<5	<0.5	9	<0.05	<50	<10	6.6	<0.5	40	<0.2	
P4 809-4 277	-281	<2	<100	<5	<0.5	15	0.23	<50	12	17.3	<0.5	130	<0.2	
P4 809-4 281		<2	<100	<5	<0.5	20	0.24	<50	14	20.8	<0.5	110	<0.2	
P4 809-4 285		<2	<100	<5	<0.5	9	<0.05	<50	<10	13.2	<0.5	32	<0.2	
P4 809-4 289	-292	<2	<100	<5	<0.5	10	<0.05	<50	<10	8.6	<0.5	36	<0.2	
P4 809-4 292	-296	<2	<100	<5	<0.5	15	0.23	<50	16	14.0	<0.5	57	<0.2	
P4 809-4 296		<2	<100	<5	<0.5	14	<0.05	<50	12	13.0	<0.5	23	0.3	
P4 809-4 300		<2	<100	<5	<0.5	8	<0.05	<50	<10	5.5	<0.5	<10	0.2	
P4 809-4 304	-308	<2	<100	<5	<0.5	6	<0.05	<50	<10	4.3	<0.5	<10	0.2	
P4 809-4 308	-312	<2	<100	<5	<0.5	7	<0.05	<50	<10	6.7	<0.5	13	0.4	
P4 809-4 312		<2	<100	<5	<0.5	9	<0.05	<50	10	8.1	<0.5	15	0.5	
P4 809-4 315		<2	<100	<5	<0.5	11	0.21	<50	13	18.0	<0.5	<10	<0.2	
P4 809-4 318		<2	<100	5	<0.7	11	0.48	<50	<11	16.8	<0.6	<17	2.1	
P4 809-4 322		<2	<100	<5	<0.5	15	0.17	<50	<10	16.2	<0.5	28	0.2	
P4 809-4 326	-330	<2	<100	<5	<0.5	13	<0.05	<50	<10	16.6	<0.5	38	<0.2	
P4 809-4 330		<2	<100	<5	<0.5	12	<0.05	<50	17	12.4	<0.5	27	<0.2	
P4 809-4 350		<2	<100	<5	<0.5	12	<0.05	<50	<10	15.3	<0.5	10	0.5	
P4 809-5 85-		<2	<100	7	<0.5	8	<0.05	<50	<10	8.6	2.6	31	2.9	
P4 809-5 105		<2	<100	<5	<0.5	12	<0.05	<50	<10	12.8	<0.5	210	0.3	
P4 809-5 137	-140	<2	<100	<5	<0.5	13	<0.05	<50	<10	14.2	0.8	88	0.8	
P4 809-5 142		<2	<100	<5	<0.5	11	<0.05	<50	<10	16.5	<0.5	29	<0.2	
P4 809-5 148		<2	<100	<5	<0.5	6	<0.05	<50	<10	6.9	<0.5	<10	<0.2	
P4 809-5 157		<2	<100	<5	<0.5	7	<0.05	<50	<10	10.1	<0.5	<10	<0.2	
P4 809-5 162		<2	<100	<5	<0.5	7	<0.05	<50	<10	6.3	<0.5	<10	<0.2	
P4 809-5 168	-172	3	<100	26	<0.5	15	<0.05	<50	<10	43.8	9.4	67	7.9	
P4 809-5 180		<2	<100	18	<0.5	25	<0.05	<50	<10	41.8	7.1	<10	4.9	
P4 809-8 155		<2	<100	<5	<0.5	9	<0.05	<50	<10	6.8	<0.5	34	0.3	
P4 809-8 162		<2	<100	<5	<0.5	12	<0.05	<50	<10	13.8	<0.5	55	<0.2	
P4 809-8 172		<2	<100	<5	<0.5	12	<0.05	<50	<10	17.7	<0.5	39	<0.2	
P4 809-8 187	-190	<2	<100	<5	<0.5	10	<0.05	<50	<10	16.4	<0.5	<10	<0.2	

REPORT:	V88-04149.0							PRO	JECT: NOM	NE GIVEN	PAGE 2C
SAMPLE	EI EMENT	Sn	Ta	Tb	Te	Th	U	μ	Yb	Zn	Zr
NUMBER	UNITS	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM	PPM
P4 809-4	160-163	<200	<1	<1	<27	5.5	4.4	<5	<5	510	<500
P4 809-4	179-182	560	<1	<1	<20	0.8	1.2	<4	<5	460	<500
P4 809-4	192-195	4900	<1	<1	<31	0.5	2.8	<11	<5	2000	<500
P4 809-4	198-201	1100	<1	<1	<30	<0.5	3.1	<10	<5	2500	<500
P4 809-4		530	<1	<1	<37	0.5	2.0	<12	<5	1400	<500
P4 809-4	220-223	530	<1	<1	<21	0.7	2.9	<8	<5	950	<500
P4 809-4	235-237	230	<1	<1	<20	<0.5	1.1	<7	<5	640	<500
P4 809-4		1400	<1	<1	<23	<0.5	2.7	<17	<5	1300	<500
P4 809-4		570	<1	<1	<23	1.4	6.8	<17	<5	1300	<500
P4 809-4		260	<1	<1	<33	1.6	3.7	<5	<5	510	<500
P4 809-4	274-277	850	<1	<1	<20	<0.5	1.4	<3	<5	350	<500
P4 809-4		290	<1	<1	59	<0.5	2.9	<18	<5	770	<500
				<1	240	0.6	4.2	<11	<5	1100	<500
P4 809-4		<200	<1						<5	450	<500
P4 809-4		230	<1	<1	28	<0.5	1.6	<3			
P4 809-4	289-292	520	<1	<1	<42	0.6	2.1	<5	<5	350	<500
P4 809-4		930	<1	<1	<33	<0.5	8.6	<29	<5	1100	<500
P4 809-4	296-300	1400	<1	<1	<42	2.0	6.5	3	<5	_610	<500
P4 809-4	300-304	560	<1	<1	<22	1.0	2.1	<2	<5	310	<500
P4 809-4	304-308	320	<1	<1	<22	1.2	2.7	<3	<5	460	<500
P4 809-4	308-312	390	<1	<1	<28	2.3	5.1	<2	<5	600	<500
P4 809-4	312-315	740	<1	<1	<26	1.2	4.2	<2	<5	760	<500
P4 809-4	315-318	2300	<1	<1	<33	1.0	7.1	<12	<5	1200	<500
P4 809-4	318 322	3100	<1	<1	<60	<0.9	2.4	23	<5	770	<500
P4 809-4		340	<1	<1	<23	1.0	3.9	<13	<5	520	<500
P4 809-4		900	<1	<1	<34	<0.6	1.9	<6	<5	330	<500
P4 809-4	330-334	780	<1	<1	<39	1.2	4.3	<8	<5	730	<500
P4 809-4		230	<1	<1	<31	1.6	3.0	<7	<5	560	<500
P4 809-5		<200	<1	<1	<35	2.5	1.9	<8	<5	900	<500
P4 809-5		<200	<1	<1	<22	0.5	1.1	<3	<5	470	<500
	137-140	490	<1	<1	<31	2.4	1.5	<7	<5	520	<500
P4 809-5	142-145	400	<1	<1	<30	0.6	1.6	<3	<5	450	<500
P4 809-5		330	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500
	157-160	540	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500
	5 162-165	300	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500
	168-172	<200	<1	<1	<33	7.2	6.0	<18	<5	350	<500
										P 7.25	2E.00
	5 180-185	<200	<1	<1	58	2.9	4.0	<6	<5	510	<500
P4 809-8	155-158	520	<1	<1	<21	<0.5	0.6	<2	<5	220	<500
P4 809-8	8 162-165	1200	<1	<1	<31	<0.5	0.6	<6	<5	430	<500
P4 809-8	172-175	<200	<1	<1	<25	1.0	1.3	<2	<5	330	<500
D/ 000 0	8 187-190	250	<1	<1	<34	<0.6	0.9	<2	<5	<200	<500

Min Por or

æ.

REPORT: V88-0	4149.0				· · · ·			PRO	OJECT: NON	IF GIVEN	Р	PAGE 3A	
SAMPLE NUMBER	ELEMENT UNITS	Au PPB	Ag PPM	As PPM	Ba PPM '	Br PPM	Cd PPM	Ce PPM	Co PPM	Cr PPM	Cs PPM	Eu PPM	Fe PC1
P4 809-8 192-	-194	3720	120	431	<100	<2	<10	<10	<11	69	<1	<2	6.3
P4 809-8 198-	-200	1600	71	351	<100	<2	<10	<10	<10	<50	<1	<2	5.7
P4 809-8 210-	-213	1050	20	397	<100	<2	<10	<10	<10	<50	<1	<2	5.5
P4 809-8 220-	-223	935	27	213	<100	<2	<10	<10	<10	58	<1	<2	3.:
P4 809-9 77-8	0	22	14	311	<100	<2	<10	36	<10	<50	<1	<2	6.
P4 809-9 83-8	T-Tacket in the second	9770	62	31	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 89-9		4550	43	22	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 93-9		5120	42	25	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 97-9	19	9610	35	31	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 101-	103	11900	33	30	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 105-	-107	18200	38	40	<100	<2	<10	<14	<10	<50	<1	<2	1.
P4 809-9 109-	-111	5220	27	14	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 113-	-115 -	6550	34	15	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 117-	-120	9390	36	18	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 123-	125	6300	51	25	<100	<2	<10	<10	<10	<50	<1	<2	0.
P4 809-9 128-	-133	10700	160	456	<100	<2	<10	15	<10	<50	<1	<2	2.
P4 809-9 138-	-140	5870	15	103	<100	<2	<10	<10	<10	<50	<1	<2	1.
P4 809-9 148-	-150	8280	35	124	<100	<2	<10	<10	<10	50	<1	<2	1.
P4 809-9 156-	158	5990	26	111	<100	<2	<10	<10	<10	<50	<1	<2	1
P4 809-9 160-	-163	364	29	346	<100	<2	<10	21	<10	91	<1	<2	3

.



REPORT: V8	8-04149.0							PRO	JECT: NOM	NE GIVEN	P	PAGE 3B		
SAMPLE NUMBER	EI EMENT UNITS	Hf PPM	Ir PPB	La PPM	Lu PPM	Mo PPM	Na PCT	NI PPM	Rb PPM	Sb PPM	Sc PPM	Se PPM	Sm PPM	
P4 809-8 1	92-194	<2	<100	<5	<0.5	10	<0.05	<50	<10	17.1	<0.5	<10	0.3	
P4 809-8 1	98-200	<2	<100	<5	<0.5	8	<0.05	<50	<10	11.8	<0.5	<10	0.2	
P4 809-8 2	10-213	<2	<100	<5	<0.5	6	<0.05	<50	<10	11.1	<0.5	14	<0.2	
P4 809-8 2	20-223	<2	<100	<5	<0.5	8	<0.05	<50	<10	24.2	0.5	<10	0.5	
P4 809-9 7	7-80	4	<100	19	<0.5	10	<0,05	<50	<10	12.7	5.4	25	3.0	
P4 809-9 8	3-85	<2	<100	<5	<0.5	7	<0.05	<50	<10	8.4	<0.5	<10	<0.2	
P4 809-9 8	9-91	<2	<100	<5	<0.5	7	<0.05	<50	<10	5.8	<0.5	<10	<0.2	
P4 809-9 9	3-95	<2	<100	<5	<0.5	7	<0.05	<50	<10	5.6	<0.5	<10	<0.2	
P4 809-9 9	7-99	<2	<100	<5	<0.5	6	<0.05	<50	<10	9.4	<0.5	<10	<0.2	
P4 809-9 1	01-103	<2	<100	<5	<0.5	7	<0.05	<50	<10	24.2	<0.5	<10	<0.2	
P4 809-9 1	05-107	<2	<100	<5	<0.5	6	<0.05	<50	<10	19.9	<0.5	<10	<0.2	
P4 809-9 1	09-111	<2	<100	<5	<0.5	5	<0.05	<50	<10	5.7	<0.5	<10	<0.2	
P4 809-9 1	13-115	<2	<100	<5	<0.5	5	<0.05	<50	<10	8.9	<0.5	<10	<0.2	
P4 809-9 1	17-120	<2	<100	<5	<0.5	4	<0.05	<50	<10	9.0	<0.5	<10	<0.2	
P4 809-9 1	23-125	<2	<100	<5	<0.5	4	<0.05	<50	<10	50.9	<0.5	<10	<0.2	
P4 809-9 1	28-133	<2	<100	<5	<0.5	5	<0.05	<50	<10	72.5	<0.5	<10	<0.2	
P4 809-9 1	38-140	<2	<100	<5	<0.5	5	<0.05	<50	<10	14.6	<0.5	<10	<0.2	
P4 809-9 1	48-150	<2	<100	<5	<0.5	7	<0.05	<50	<10	13.3	<0.5	<10	<0.2	
P4 809-9 1	56-158	<2	<100	<5	<0.5	5	<0.05	<50	<10	19.1	<0.5	<10	<0.2	
P4 809-9 1	60-163	4	<100	13	<0.5	9	<0.05	<50	<10	33.0	10.0	<10	2.8	

REPORT: V88-04149.0								PRO	JFCT: NON	VE GIVEN	PAGE	30
SAMPLE NUMBER	ELEMENT UNITS	Sn PPM	Ta PPM	Tb PPM	Te PPM	Th PPM	U PPM	H PPM	Yb PPM	Zn PPM	Zr PPM	
P4 809-8 192	-194	320	<1	<1	<21	<0.5	1.2	<3	<5	250	<500	
P4 809-8 198	-200	470	<1	<1	<20	1.2	2.1	<4	<5	280	<500	
P4 809-8 210	-213	1900	<1	<1	<20	<0.5	0.6	<4	<5	<200	<500	
P4 809-8 220	1-223	1400	<1	<1	<20	0.6	1.1	<4	<5	<200	<500	
P4 809-9 77-	80	<200	<1	<1	<20	4.3	3.6	<4	<5	260	<500	
P4 809-9 83-	85	680	<1	<1	<20	<0.5	<0.5	<3	<5	<200	<500	
P4 809-9 89-	91	280	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 93-	.95	300	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 97-	99	930	<1	<1	<20	<0.5	0.7	<3	<5	<200	<500	
P4 809-9 101	103	1800	<1	<1	<20	<0.5	<0.5	<3	<5	<200	<500	
P4 809-9 105	-107	900	<1	<1	<25	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 109	9-111	750	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 113	8-115	320	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 111	-120	240	<1	<1	<20	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 123	3-125	1600	<1	<1	<22	<0.5	<0.5	<2	<5	<200	<500	
P4 809-9 128	3-133	2600	<1	<1	<32	<0.5	<0.5	<8	<5	260	<500	
P4 809-9 138	3-140	420	<1	<1	<20	<0.5	<0.5	<3	<5	<200	<500	
P4 809-9 148	3-150	1100	<1	<1	<20	<0.5	<0.5	<35	<5	<200	<500	
P4 809-9 156	-158	950	<1	<1	<20	<0.5	<0.5	<3	<5	<200	<500	
P4 809-9 160	1-163	<200	<1	<1	<20	3.8	5.8	<11	<5	200	<500	

BONDAR-CLEGG

.

Page 1

12-Ju1-88

LAB JOB	#:	AFB02768	3			ATTN: Carole A.	O'Brien
Client	name:	A.F. Bud	lge (Mi	ning)]	Ltd.	No. Samples: Date Received:	3 07-06-88
Billing	address:	4301 N. Suite 10		t.		Submitted by:	Don White
Phone n	umber:	Scottsda (602) 94	ale, AZ			INVOICE ATTACHED	
				ANAL	YTICAL RE	PORT	
Cli AFB0276	ent ID 8	Lab ID		Au	Fire Ass Ag oz/ton	a y	
UV	X Batch 129						
993-1		2768-	1	0.051	1.97		
993-2		2768-	2	0.073	2.87		

993-3R-1 2768- 3 0.027 1.40



Carde Don White 521 East Willis St. Date: July 6, 1938 Prescott, AZ 86301 Robert Crock / Jim Weatherby 778-3140 Iron King Asray, Inc. P.O. Box 56 UVX Batch # 129 Humboldt, AZ 86329 (632-7410) Hello Bob + Jim + Kati; Accompanying are three (3) samples for one assay ton gold and silver fire assay with AA tollowys as appropria The samples are numbered: 1 993-1 2 993-2 3 902-3R-1 Please save all pulps & rejects for my pickup. Please send a copy of the results & hilling to Carde (below Carole A. O Brien C.C. A.F. Budge (Mining) Ltd. 7340 East Shoeman Ln. Suite III - B - (E) Scotosdale, AZ 85251 Thanks, Don White Geologist, C.P.G. -

IRON KING ASSAY INC.

Page 1

20-Ju1-88

LAB JOB #:	AFB02779	ATTN: Carole A. (O'Brien
Client name:	A.F. Budge (Mining) Ltd.	No. Samples: Date Received:	12 07-10-88
Billing address:	4301 N. 75th St. Suite #101	Submitted by:	Don White
Phone number:	Scottsdale, AZ 85251-3504 (602) 945-4360/778-3140	INVOICE ATTACHED	

ANALYTICAL REPORT

Client ID AFB02779	t ID Lab ID		Au	Fire Assay Ag oz/ton	
SQ-1	2779-	1	0.002	0 95	
SQ-2	2779–	2	0.003	<.10	
SQ-3	2779-	3	<.001	<.10	
SQ-4	2779-	4	<.001	1.86	
SQ-5	2779-	5	<.001	<.10	
SQ-6	2779-	6	0.003	<.10	
SQ-7	2779-	7	0.001	0.13	
SQ-8	2779-	8	<.001	<.10	
SQ-9	2779-	9	0.001	0.12	
SQ-10	2779-	10	<.001	<.10	
SQ-11	2779-	11	0.006	0.63	
SQ-12	2779-	12	0.004	3.53 N	



P.O. Box 56 • Humboldt, Arizona 86329 • Phone (602) 632-7410

To: Anthony F. Budge A.F. Budge Limited Retford, Notts., DN22 7SW

From: DMEA Ltd., Scottsdale, AZ 85251

Date: September 24, 1986

Tony:

Re: UVX

Assuming \$400/gold and \$0.50/unit for silica above 75% (ignoring silver) cut off flux rock grade will be about 0.16 oz/ton IF reasonably uniform mineable bodies are encountered. This is after a mining cost of \$45/ton, since payment for silica should cover most of transportation costs.

On the same basis, 0.30 oz/t should return \$50/ton; 0.40 oz/t, around \$90/ton. Note that a 33 percent increase in grade raises the return 80 percent. (As an aside, 1.0 oz/t rock would return about \$300/ton). The above approximate figures are provided to give you some feeling for the tonnage of flux ore required, at differing grades, to recoup capital outlay.

"Ore" is a man defined word. However, almost all mineral deposits contain more metal in disseminated form than in concentrated bodies. What this means at the UVX is there is a greater probability of finding 0.20 oz/t "ore" than there is of finding 0.50 oz/t. This doesn't mean that there is no 0.50 oz/t (or better) material, however. It does mean that these smaller bodies are more difficult to locate.

It also means that "high grade" may be more valuable in increasing the tonnage of "low or medium grade" ores than it will in itself. Costs

Due to the large number of uncertainties involved I have little basis on which to prepare a detailed, step-by-step, breakdown. Any individual stage cost figures would, very probably, mislead both you and myself. I am willing, however, to hazzard the following "educated guesses": cleanout and exploration on 950 and 903 levels, an additional \$185,000 to \$220,000; if mining ensues, an additional \$200,000 to \$240,000. The latter range includes skip pocket, new skip, escapeway, surface plant, etc.

Since the smelters do not want the minus 1/4 inch fraction (which may be enriched in gold), we should give some preliminary consideration to a small vat leach plant for additional revenue. I hope to get some additional information on this at the AMC meeting. If we only find 10,000 tons (1/3 of the Gold Stope) of 0.40 oz. or its equivalent in post mining dollars, at gold prices of \$385/oz. or more, I believe that you have quite a good chance of recovering the whole investment, plus a profit. The latter will be dependent on actual prices. I think we have a fairly good chance of finding this many ounces though it may be in several bodies.

(not scauved)) D

MEMO

TO: Carole A. O'Brien, Anthony F. Budge cc: Daniel L. Maxwell

FROM: Don C. White

DATE: November 29, 1987

SUBJECT: U.V.X. Josephine Tunnel and Audrey Shaft

Following Dan Maxwell's visit to the UVX Nov. 12, 1987, there was some discussion about the useability of the Josephine haulage tunnel and the Audrey shaft. What follows is information dug out to aid Dan in his preparation of a proposal to inspect the Josephine and Audrey.

The Josephine was the main haulage tunnel for most of the U.V.X. Mine's life. It was preceded by an aerial tramway used 1914 to 1919 during which time all production was hoisted up the Edith and/or Audrey shafts. The Josephine tunnel was mined during 1917-19 (mainly 1918). Thereafter, the Edith was mainly a man and supply shaft (all the carpentry shops for square set fabrication were where our present mine yard is). The Audrey was a hoisting shaft for ore from the main ore body (1300-1600 levels) up to the Josephine (1300) and the Josephine was the main haulage directly from Audrey shaft ore pockets to the Clemenceau (Cottonwood) U.V.X. smelter (completed 1918).

Ores from the 1300 through 1700 levels were hoisted in the Audrey shaft to about 30 feet above the 1100 level where there is a skip dump. "Dump irons" operated by pneumatic rams on the 1100 level controlled the distribution of the dumped material to either of the twin 650 s.t. pockets between the 1100 and 1200 levels. Those pockets each continued with a 1,000 s.t. pocket between the 1200 and 1300 levels. Generally, one 1,650 s.t. combination was "first class" (thought to be greater than 10% Cu) sulfide ore while the other was "second class" (lower grade) sulfide ore. Ores could be dumped into the pockets directly from the 1100 and 1200 levels without use of the Audrey shaft.

So-called "silica ores" were segregated in a third area, opening adjacent to the sulfide pockets on the 1300 level Josephine tunnel. The silica ore chute runs from the 950 through 1300 level with dump sites on 1100 and 1200 as well. Most of the content of the Gold Stope and silica ore (copper oxide, silica, gold and silver) bodies passed through the silica chute. Standard gauge haulage trains in the Josephine were made up of custom combinations of numbers of cars of first and second class ores and the appropriate number of silica ore cars to flux the others.

Waste was handled by yet another passage containing substantial storage capacity (perhaps 3,000 s.t.) running from the 950 through 1300 levels and opening to the Josephine on a separate spur from the ore pockets. All the sulfide ore, silica ore and waste pockets and chutes are full of P.D. and Budge cleanup and development waste to the 950 level. All such stored waste could be drained from any opening at any level if the need arose.

We are now coping with several circumstances wroght by time and changing needs and plans. For one, the Edith shaft was never provided with skip loading C.A. O'Brien, A.F. Budge cc: D. Maxwell November 29, 1987 Page 2

capability. Since the Josephine is caved and the Audrey has no hoist, when all available waste disposal underground was filled early this year, the 80 s.t. pocket was excavated and loading chute installed beneath the 950 level at the Edith shaft. That has been operational for some months and used for hoisting waste to surface, whence it is dumped in a truck and backed over the dump toward Bitter Creek gulch. The same facilities could be utilized for ore hoisting in the future, but there is now no secondary storage site. Thus the small amounts of ore we might otherwise wish to save, have no place to reside other than to be mixed with waste and thus too diluted or contaminated to be worth saving. Pete Flores, Joe Fernandez, and Jose Ontiveros are working toward some scheme to take care of this.

Of the possible ore versus waste segregation schemes, several are interconnected with the other problem we now face, the inability to pass material from the 800 level to the 950 level. All historical production, ore and waste, from the 903 level up was passed via raises and winzes to the 950 or lower levels. Those passes are mostly caved or inaccessible, except the 902-2 transfer (now caved but reopeneable) through the M-3 ore zone and the 903-N raise in the 911 area. None of them are accessible on the 800 level where development waste will be produced in the course of reaching the 809 ore bodies. Two alternatives are most apparent. One is a pass from the 800 to 950 level near the Edith shaft. The other is a pass from 800 to 950 in or near the 809 or M-3 zones. The latter alternative could be a reopened pass (Morgan winze, 902-2 transfer, or others) or a newly excavated raise.

It is discussion about just how to handle 300,000 to 500,000 s.t. of ore expected to be delineated between the 1200 and 600 levels that leads to consideration of the Audrey and Josephine. Were the Josephine reopenable, the Edith could be a service shaft for men and supplies and the Audrey virtually unnecessary except perhaps for ventilation. If the Josephine could not be reopened, perhaps the Audrey could be equipped with a larger hoist than the one now on the Edith.

The 809, M-3, and 902 zones delineated thus far all bottom above the 950 level. The 911 area about to be drilled, may well be minerized down to the 1100 or even 1200 level. Then there is the bottom of the Gold Stope, between the 950 and 1100 levels, and the possibility of a zone on top of the 1205 veins, between the 1100 and 1200 levels. Furthermore, the low grade zone of the Florencia area identified by the 1104 drilling lies between the 950 and 1200 levels. So a definite possibility exists of wanting to mine down to the 1200 level and thus maybe haul on the 1300 level.

Should the Josephine tunnel be considered for reopening, here are some data I was able to find:

- 1) The Josephine tunnel is 12,300 feet long, presumably measured from Audrey shaft to tunnel portal.
- 2) It is 10 feet square in section.
- 3) It cuts varied rock types of differing propensity to slough or cave. The first 6,000 ft. from the Audrey is in Precambrian (p€) rocks (mostly quartz

C.A. O'Brien, A.F. Budge cc: D. Maxwell November 29, 1987 Page 3

porphyry) with only 27 timber sets noted on the 1918-19 plan, all at mapped slips or faults. Several of the faults make water, particularly the area cut by several faults about 3,500 ft. from the Audrey.

- 4) The next approximately 2,500 ft. of tunnel is mainly in the Devonian Martin Limestone (Dis). In that area it dips about 5°NE. The 550 level is in the same rock and we know from there that it forms quite a good back other than slabbing a little. It bolts well. The limestone section occurs between the Bessie and Valley faults, both major faults with thousands of feet of offset like the Verde fault.
- 5) The approximately 3,800 ft. of tunnel east of the Valley fault is all in Quaternary conglomerate (Qcgl) and gravel. The Valley fault itself is a major water course noted as such on old Josephine plans. The Qcgl/Qal material is very cave prone when the poorly indurated matrix is subject to water. For that reason it was all gunited originally.
- 6) The portal is open though there is no track and house lots (surface rights) have been sold off adjacent to the portal. Paul Handverger or Verde would have to be contacted to learn what haulage rights were retained or whether any buy-back provisions were made.
- 7) Most everyone in Jerome has snuck into the Josephine portal for adventure and one may walk only about 1,000 feet in shallow water, they say, before encountering the first cave-in that dams deep water behind it. No one has descended to the Josephine level at the Audrey end since 1947. No report was made then. Rumor has it that a cave-in somewhere in the Josephine trapped an entire haulage train which was abandoned near the Audrey in 1938 when the mine was shut down.
- 8) Two other shafts apparently connect to the Josephine. One is the Dundee, an exploration shaft (also produced CuCO₃ from the upper Qcgl unit) which apparently connects to the Josephine in the p€ rocks about 4,300 ft. from the Audrey. It is now caved to near the surface. The other is the Texas shaft, sunk specificially for ventilation and to make two more working faces on the Josephine tunneling project. The Texas shaft is about 1,700 ft. E of the Dundee and hits the Josephine near the Bessie fault, the area of the p€ to Dls rock change. The Texas shaft appears open from the collar but is not noticeably making or sucking air. The collar is very poor, having coned out broadly in Qcgl.
- 9) While most of the water in the Josephine is supplied via faults crossing the tunnel, some water is made by the U.V.X. mine area itself and some drains from the United Verde. The U.V. is flooded to its 1,000 level which interconnects to the U.V.X. 550 level. Water runs from the U.V. 1,000 level, along the Verde fault and U.V.X. workings to the 1300 level. Periodic water level checks by plumbing from the 1100 level in 1986 indicated the water varies seasonally from a little below to a few feet above the 1300 sill.
- 10) As already discussed, ample storage capacity (total about 7,000 s.t.) exists in already excavated pockets and chutes, all opening to the Josephine and

C.A. O'Brien, A.F. Budge cc: D. Maxwell November 29, 1987 Page 4

accessible from all levels of import to as from 950 thru 1200 levels.

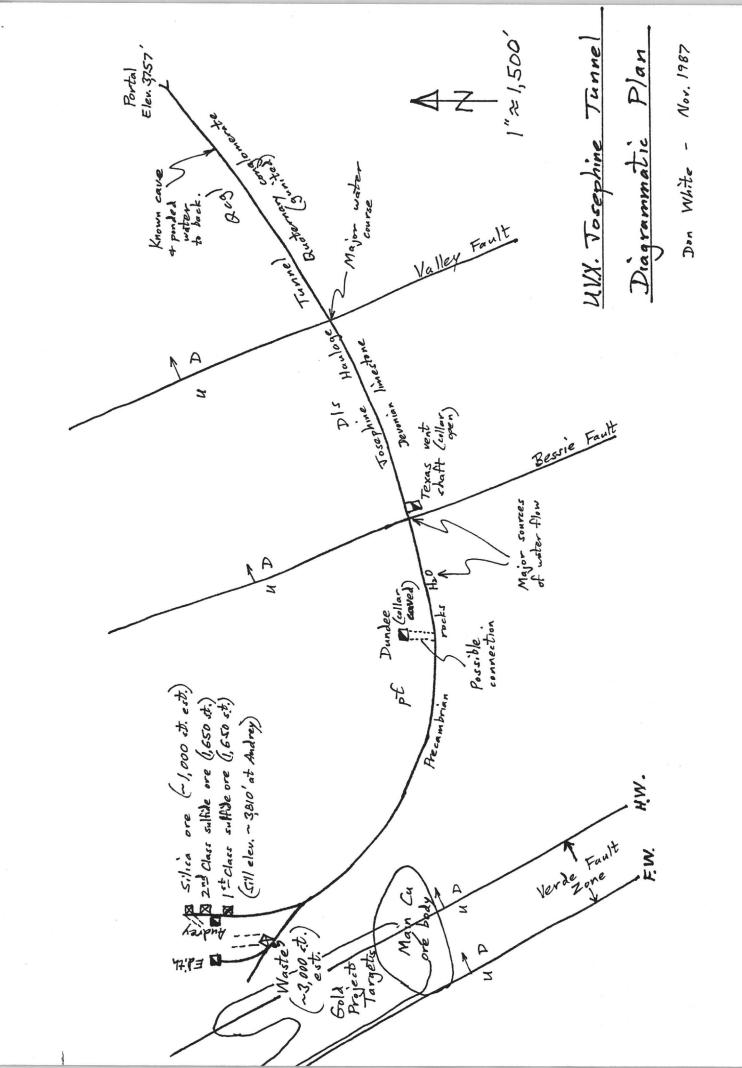
Accompanying this memo are several sections, plans, and report extracts with particulars on the Josephine tunnel. The Josephine deserves some involved physical and financial consideration as an alternative to shaft production now that substantial reserves are being delineated.

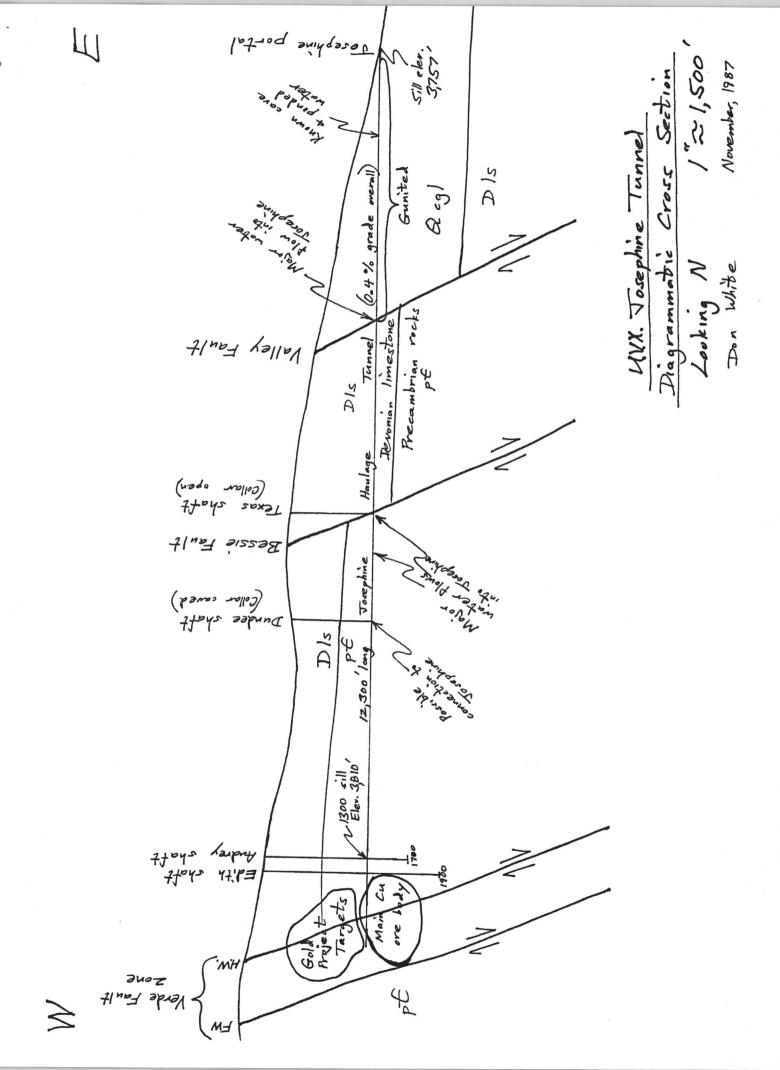
Some observations concerning the Audrey shaft are:

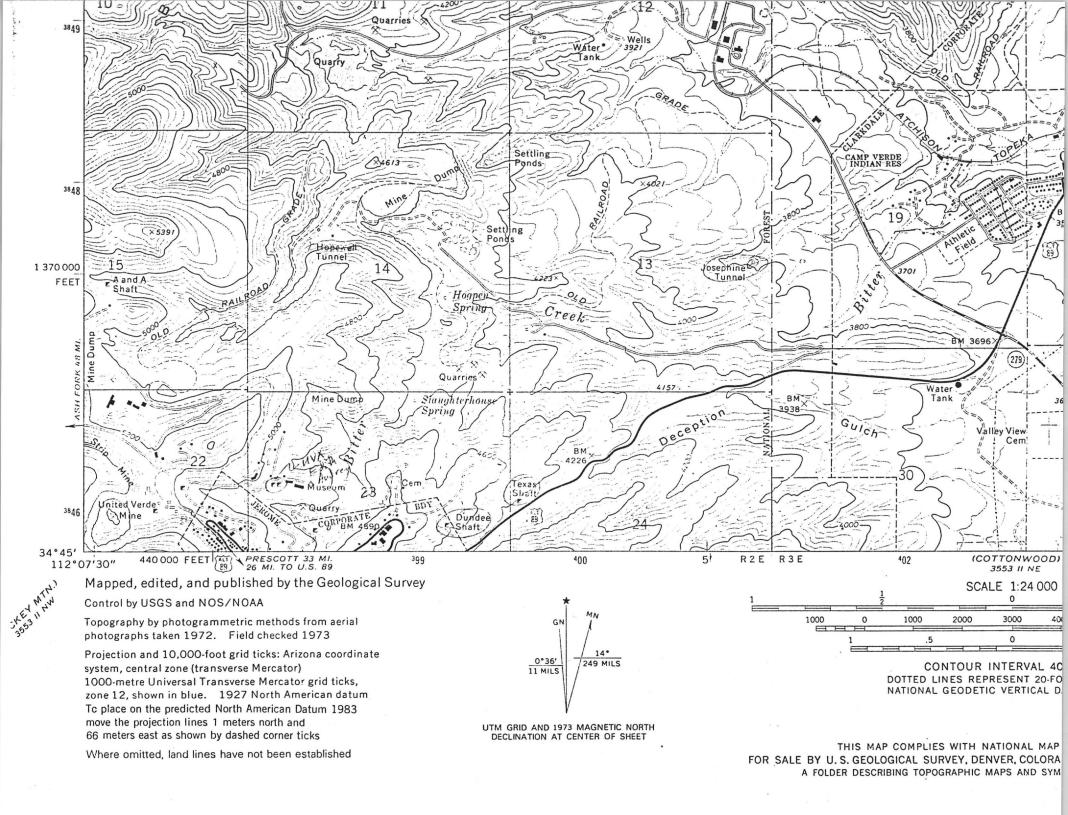
- It is apparently the same design and dimensions as the Edith; 3-compartment, (each 4' x 5'6") concrete lined, vertical.
- 2) The Audrey is 200 ft. E of the Edith and interconnected on 800, 950, 1100, 1200, and 1300 levels.
- 3) Like the Edith, water level is the 1300 (Josephine) haulage level. Water is being made from a "flat fault" (detachment surface between the Cambrian Tapeats Sandstone and overlying Devonian Martin Limestone) on the 800 level midway between the Edith and Audrey. Because of slushed waste damming flow to the W, that water ponds until it flows E and runs down the Audrey. The 950, 1100, and 1200 levels are dry at the Audrey.
- 4) Joe Fernandez' surveying effort including hanging piano wire down the Audrey encountered no "hang-ups" from collar through 1100 level. Similarly, visual inspection up and down from each level has indicated no caves or lining breakage. The only exception is the collapsed timber manways stuck at and below the 1200 level of the S. compartment (just like the W. compartment of the Edith jammed by old timbers at the 1200 level).

Accompanying is a chart of level elevations and a 1918 cross section of the Audrey shaft showing the ore handling arrangements. In the event that the Josephine tunnel is not worth reopening but the present Edith shaft hoist and headframe can not meet production demands, the Audrey shaft could be outfitted to fill the projects needs with the Edith serving backup and service functions.

DW:sk





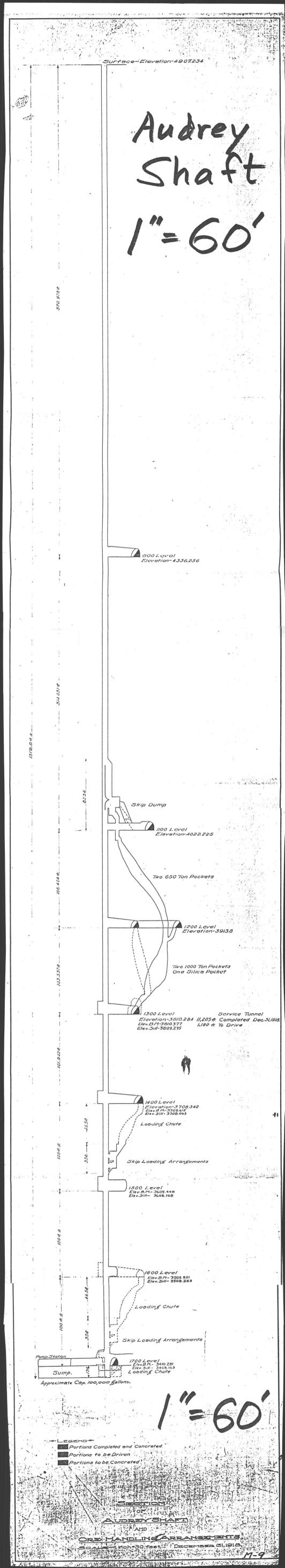


U.V.X. Elevations

42-383

Don White Augu 1986

,	÷								
	Level	Elev*	4	Floors	FEADor	Romants			
Dain	hatt collar	5048							
/	shart collar	4908	140						
	Cr. tunnel portal	1	121						
Stor	a shatt collar	4-	37						
Columb		47.25	-25						
	300		152						
	550	4573							
			72						
	600	4501							
			87		7,9		6		
	700 9th floor of	4414					1		
	650 Lansi		80	8	10.0	-			
	800	4333					64 -		
			79	10	7.9	1			
	BARTH	47 64							
	903 Int. (80 Aur Jon	95)		7	11.0	1			
	0-		77	/	11.0				
	950	4177		10	00				
1. M. M. Carlotta and a state of the state o			157		8,3				
	1100	4020					1		
			113	14	8.1		1		
	1200	3907							
			100	12	8.3		1		
	1300	3807				l	i.		
			99						•
	1400	3708							
		0100	100						
		20-2	100						
	1500	3608	100						
			100						
<u>(``</u>	1600	3503							
							· · ·		
*	Elevation -	eported for	cill Pla	or at	- Edit	hatter	- Dation	for la	vel
•	down t	In 1300 ,	sill Floor	- Audi	rey shatt	- station +	- 1400 -	1900	levale



FEBRUARY, 1930

DOCUMENT

DEPARTMENT OF COMMERCE

. . . .

1. C. 6250

.

8.27:6350

UNITED STATES BUREAU OF MINES SCOTT TURNER, DIRECTOR

INFORMATION CIRCULAR

MINING PRACTICE AND METHODS AT THE UNITED VERDE EXTENSION MINING COMPANY.

JEROME, ARIZ.



LIKE LIBRARY KANSAS CITY, MO.

RICHARD L. D'ARCY

Not the stands from day by FROMMER of the stands are low (ToTLE-1), while courses are t

I.C.6250.

limestone, and sandstone before encountering the pre-Cambrian rocks about 600 feet below the surface. The general distribution of the pre-Cambrian formations is shown in Figure 3, a plan of the 1400 level. The principal types of rock are diorite, quartz porphyry, greenstone, and schist. Greenstone is a name given to a variety of complex rocks, from finegrained greenish black basic rocks, to light-colored rocks resembling rhyolites. Probably the schist is mainly altered quartz porphyry and altered greenstones of the more acid types. It is in the schist that most of the ore in the district is found:

and the second second

- 1. h. . .

Ξ.

METHODS OF DEVELOPMENT AND MINING

Development

The mine is operated through two vertical 3-compartment shafts and a large crosssection haulage adit connecting both shafts on the 1300 level. Both shafts are of concrete, located about 200 feet apart and 1,000 feet north of the main ore-bearing zone. This location has been very satisfactory because the shafts have been in firm rock from collar to bottom; conditions have been ideal for the rather elaborate system of ore and waste pockets, skip-dump pockets, transfer raises, and tunnel-loading pockets immediately adjoining the shafts.

The layout of ore pockets at the Audrey shaft is shown in Figure 4. Ore from below the tunnel level is hoisted in 3-ton skips running in counterbalance to a point above the 1100 level; the skip is dumped by movable guides which show red lights in front of the hoisting engineer when in dumping position and green lights when the shaft is clear. The ore passes from the dumping point to an air-operated deflecting door on the 1100 level, which turns the ore one way or the other as desired. Three converging pockets meet just below this deflector, two for sulphide ore and one for silica converter ore. From these pockets the ore is loaded into trains of standard-gauge cars in the main haulage adit on the 1300 level. Control at this point is by means of finger gates made from bent 70-pound rails operated by air cylinders.

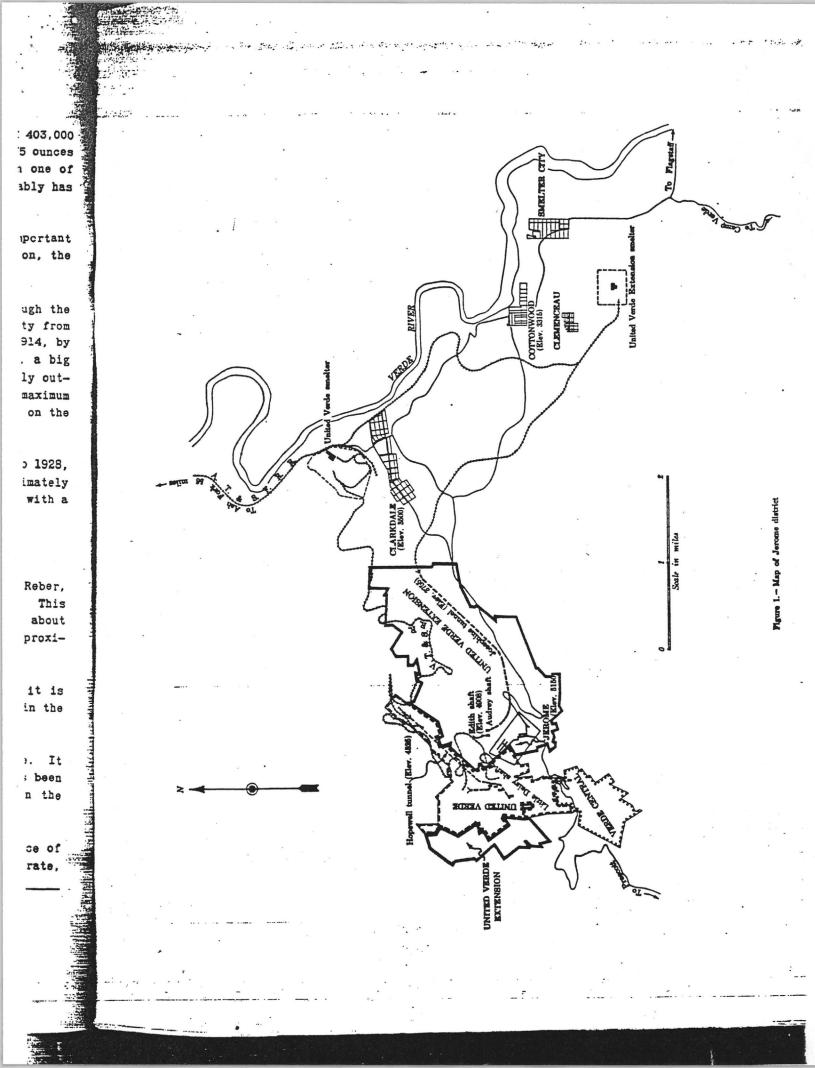
The main tunnel is 2-1/4 miles long and approximately 10 by 10 feet in cross section. Some sections of the tunnel are of solid-concrete arch construction, and others are timbered with 12 by 12 inch sets on 5-foot centers. About 4,000 feet is rock section with gunite costing, and the remainder is unsupported rock section.

From the portal of the tunnel a standard-gauge railroad connects with the smelter at Clemenceau about 5 miles distant (fig. 1). Haulage through the tunnel is with a 25-ton electric motor handling trains of eight 30-ton cars, which are made into trains of 16 cars each at the portal and taken to the smelter by a steam locomotive.

Levels are run on the 550, 800, 950, and 1100 foot elevations and on 100-foot intervals from 1100 to 1900 feet, inclusive. These elevations refer to distances below the collar of the Daisy, an old prospect shaft. The actual depth of each level below the collars of the Edith and Audrey main shafts is about 200 feet less than indicated. The main producing levels in the big ore lens are the 1300, 1400, 1500, and 1600. Production from cutlying smaller ore bodies extends from the 550 to the 1700 levels.

7189

alt through the first best and that are a start of a start of



I.C.6250.

Development details

: .. 1

Shafts

As stated before, both main shafts, known as the Audrey and Edith, are of solid concrete. The Audrey is the ore-hoisting shaft, while the Edith is used for handling men and supplies and development waste. The Audrey is operated one shift and the Edith three shifts per 24 hours. The Audrey shaft was equipped after the ore was found and was concreted immediately, but the Edith was sunk for prospecting purposes and was at first timbered. Later, it was concreted, and Figure 5 shows a cross section of the completed concrete. The changing of this shaft from timber to concrete was done partly on a cost-plus basis with a contractor in charge of the job, and partly by a picked mine crew working under a bonus agreement. A comparison of these two methods is rather instructive and is favorable to the bonus work, where each man participated in the benefits. Shaft-sinking has since been done under a similar agreement, with very satisfactory results.

Following are details of the shaft concreting costs:

Edith shaft concreting

10年の時間はないないとうない、そことしてある、 できかないとうない

Three-compartment shaft (2 hoisting compartments 4 feet by 5 feet 6 inches, and 1 manway and pipe compartment 5 feet 2 inches by 5 feet 6 inches), shaft wall containing 6 pipes in sizes varying from 2 to 8 inches.

Shaft concreted from 1400 level to surface, a distance of 1205 feet, including 7 stations.

Work started February 1, 1921; completed July 25, 1921.

Work was done in two sections; first section from 800 to surface, 575 feet on contract basis, second section, 1400 level to 800 level, 630 feet, was done on bonus basis on footage made per day.

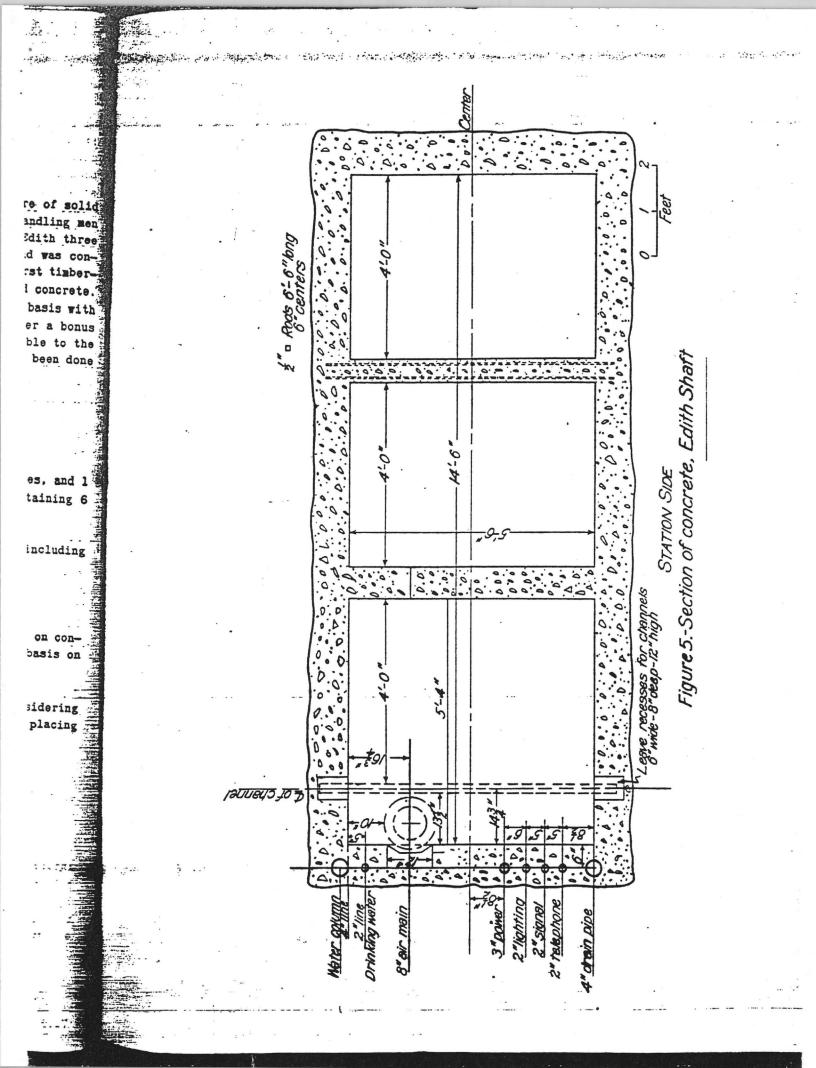
The actual cost of mixing and placing the concrete in each section, not considering the preliminary cost of installing the crushing plant, removing old pipe lines, and placing guides and chairs in the concreted sections, was in each instance as follows:

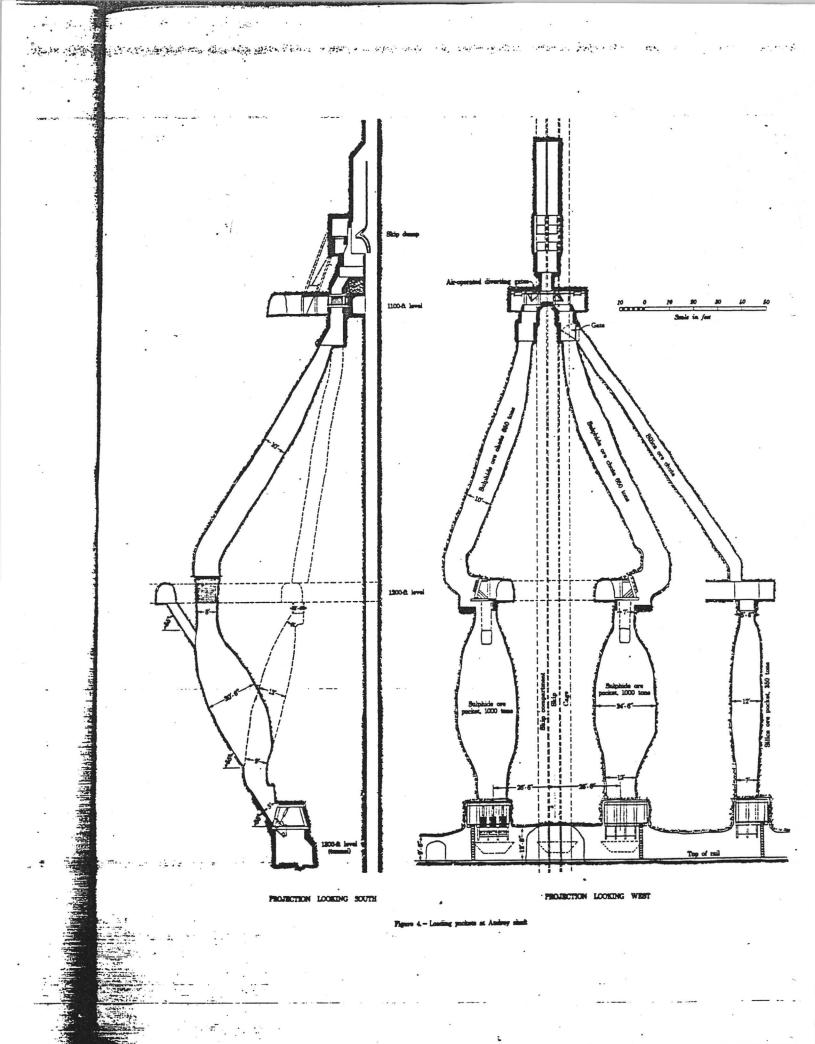
1st section

7189

575 feet, including 2 stations. Work started February 1, 1921; finished April 21, 80 days. Average advance, 7.19 feet per day.

• • • •





I.C.6250.

a state and the second s

also (d) shows the use of old rails or pipe in place of lagging in ground that is very soft and inclined to swell. It has been found that by using rail lagging in swelling ground the soft ground squeezes through between the rails, and very little pressure develops on the set itself. Figure 6 (e) shows a method of timbering in soft ground which is not bad enough to require spilling and still needs some support overhead. This is provided by carrying sliding booms over the sets which are pushed ahead as needed.

In the main haulage tunnel several different types of support were used, two of which are shown in Figures 7 (a) and (b).

Guniting

Guniting was used very successfully in a section of the main tunnel 4,000 feeting This part of the tunnel was through an old recemented river-channel conglomerate, The second long. which was comparatively hard when first broken but after exposure to air and moisture tended to slack and slough. Had this not been gunited it would have needed timbering through the entire section. The gunite has now held for over 10 years. If this section had been supported by timber it would have needed at least one complete renewal of the timber. Gunite has been applied in other sections of the mine with little success, due to slight ground movements, that break the gunite and render it useless in a very short time.

A record of the cost of guniting this 4,000-foot section of the main tunnel bei philterit feitenie 'e to Un berate uftau friede i Darmiter fa mit er de in erien follows.

Size of tunnel	10 by 10 feet
Footage gunited	4,098
Mixture used	1 cement to 3 sand
Applications	2 coats

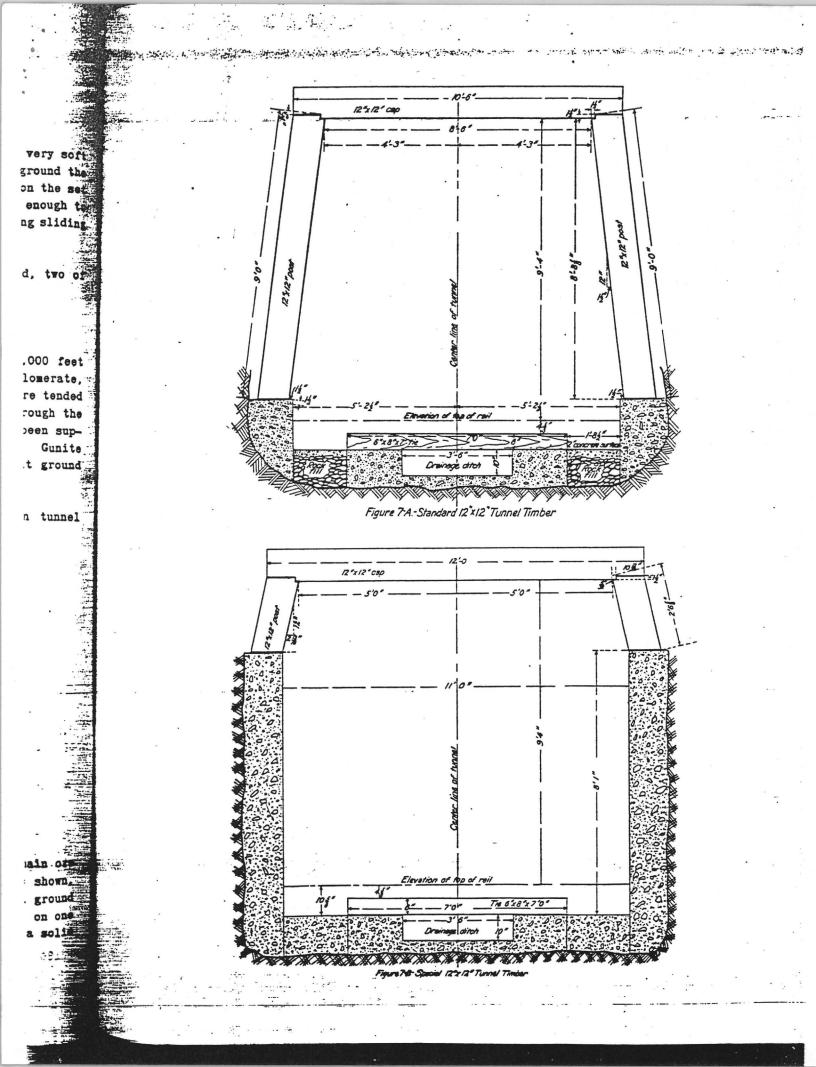
Costs

Labor	\$2,581.29
Cement (2,056 sacks at \$1.10 per sack)	2,250.60
Sand (263 yds. at \$2.50 per yd.)	657.50
Machinery repairs and supplies	282.84
Total cost	\$5,772.23
Cost per linear foot of tunnel	1.40
Cost per sq. ft., approximately	.046

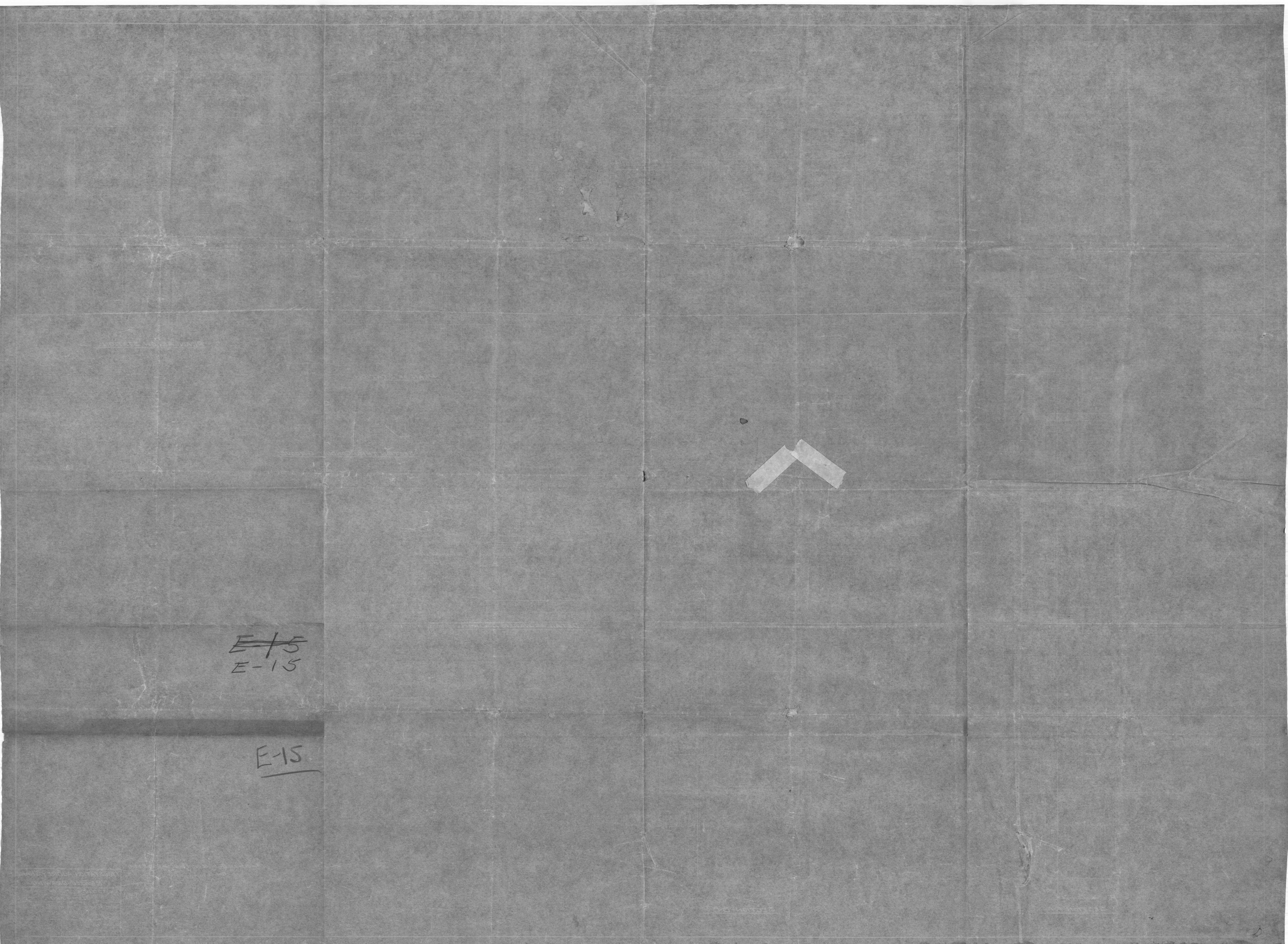
Bulkhead drift sets

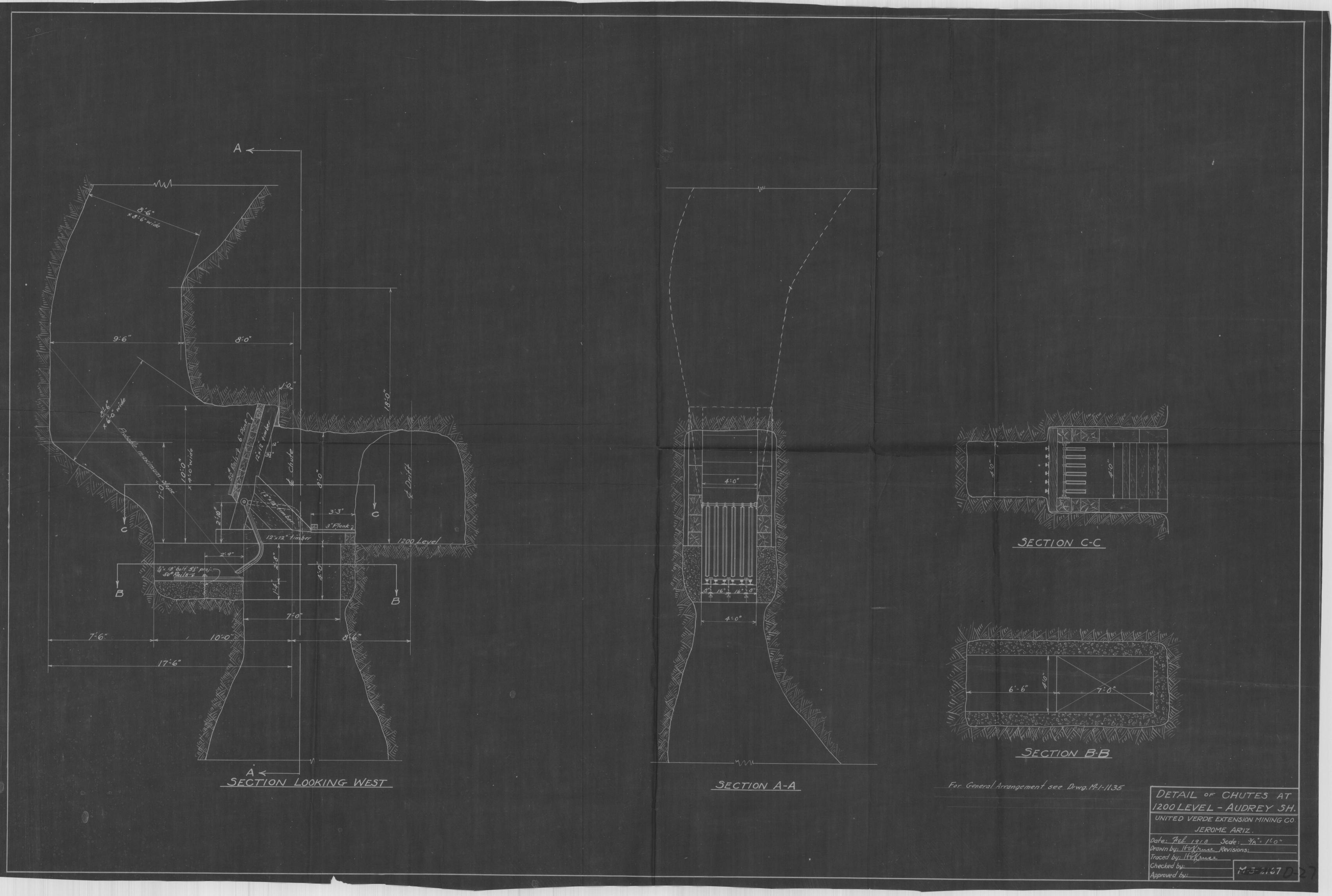
A system of holding extremely heavy gangways through the pillars in the main ore body is shown in Figure 8. It has been found that solid timber bulkhead built as shown, using the waste ends of timber that accumulate in a mine of this kind, will hold a ground pressure that would break ordinary heavy timber sets several times a year. In fact, on one level a section of this kind of bulkheading put in on one side of a drift opposite a solid

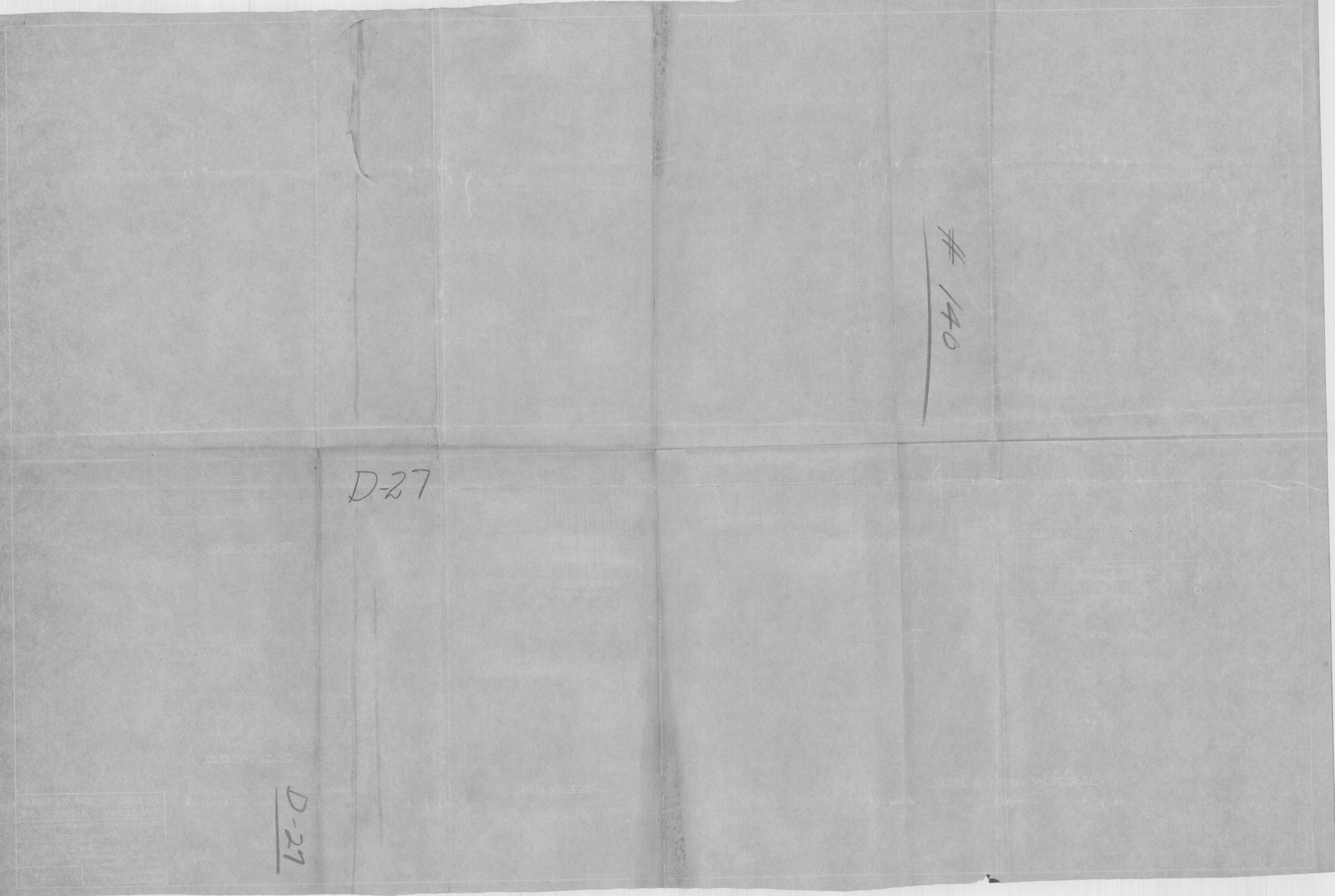
ないのでは、「ないないないない」では、「ないないない」では、「ないない」では、「ないないない」では、

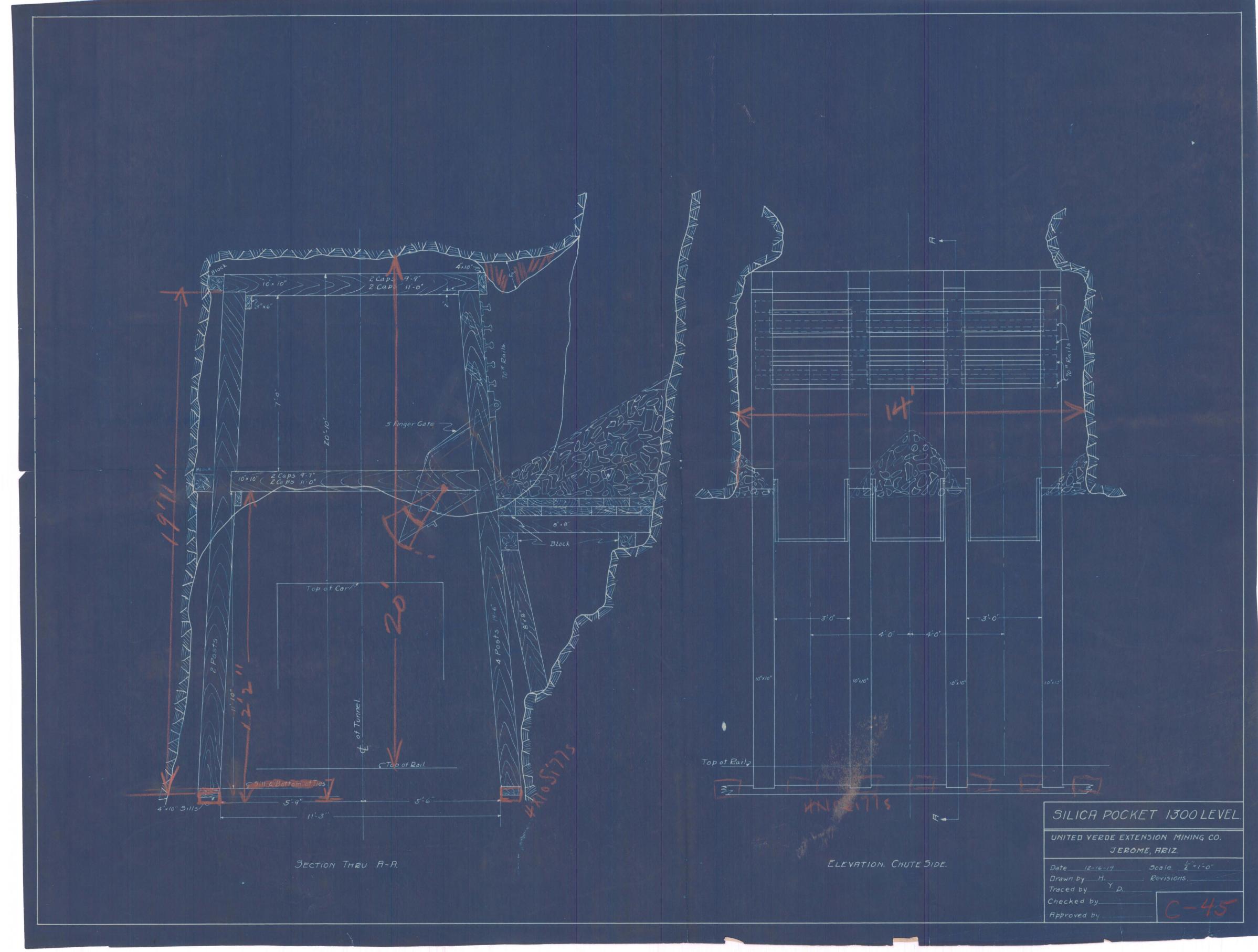




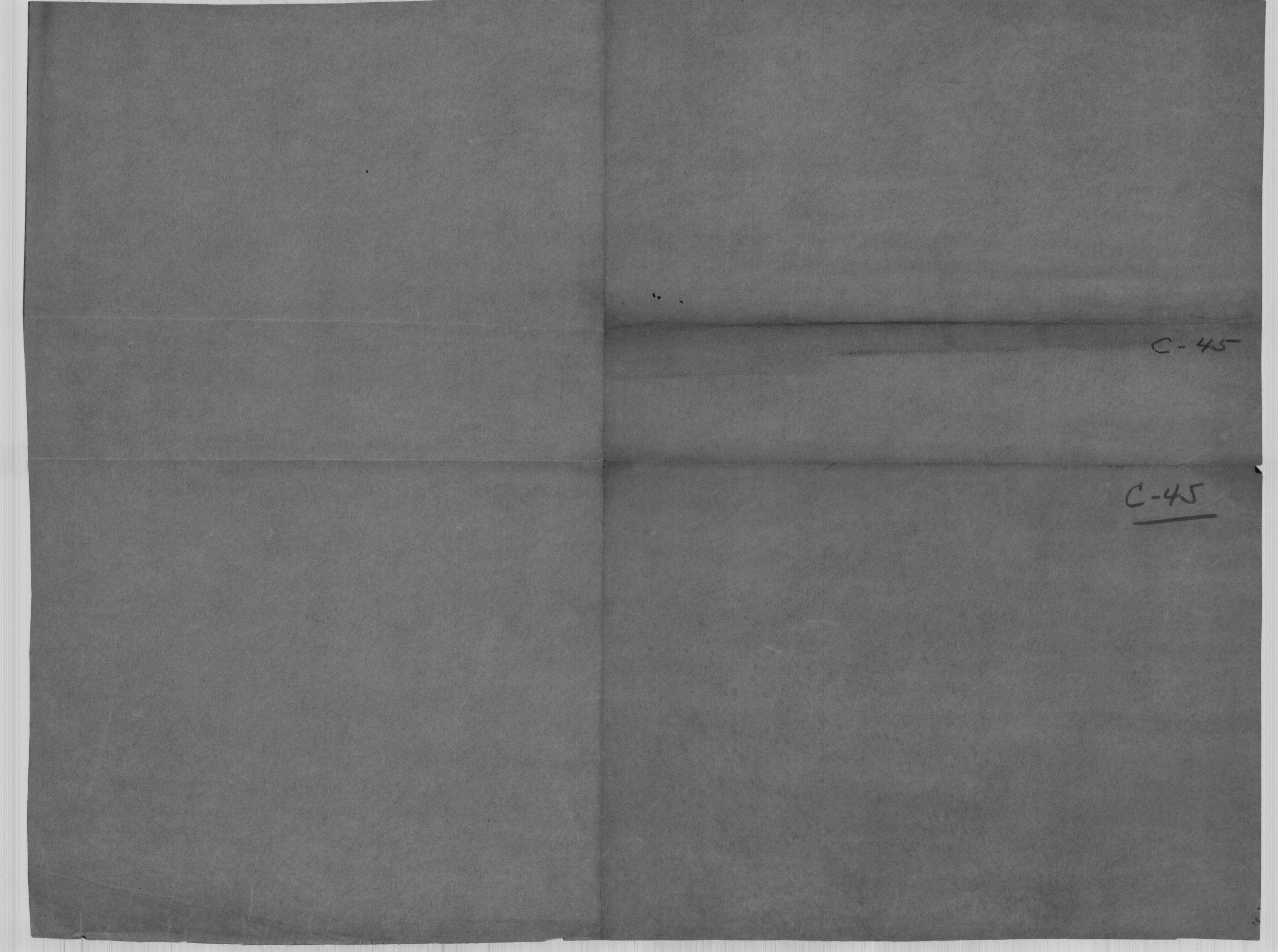


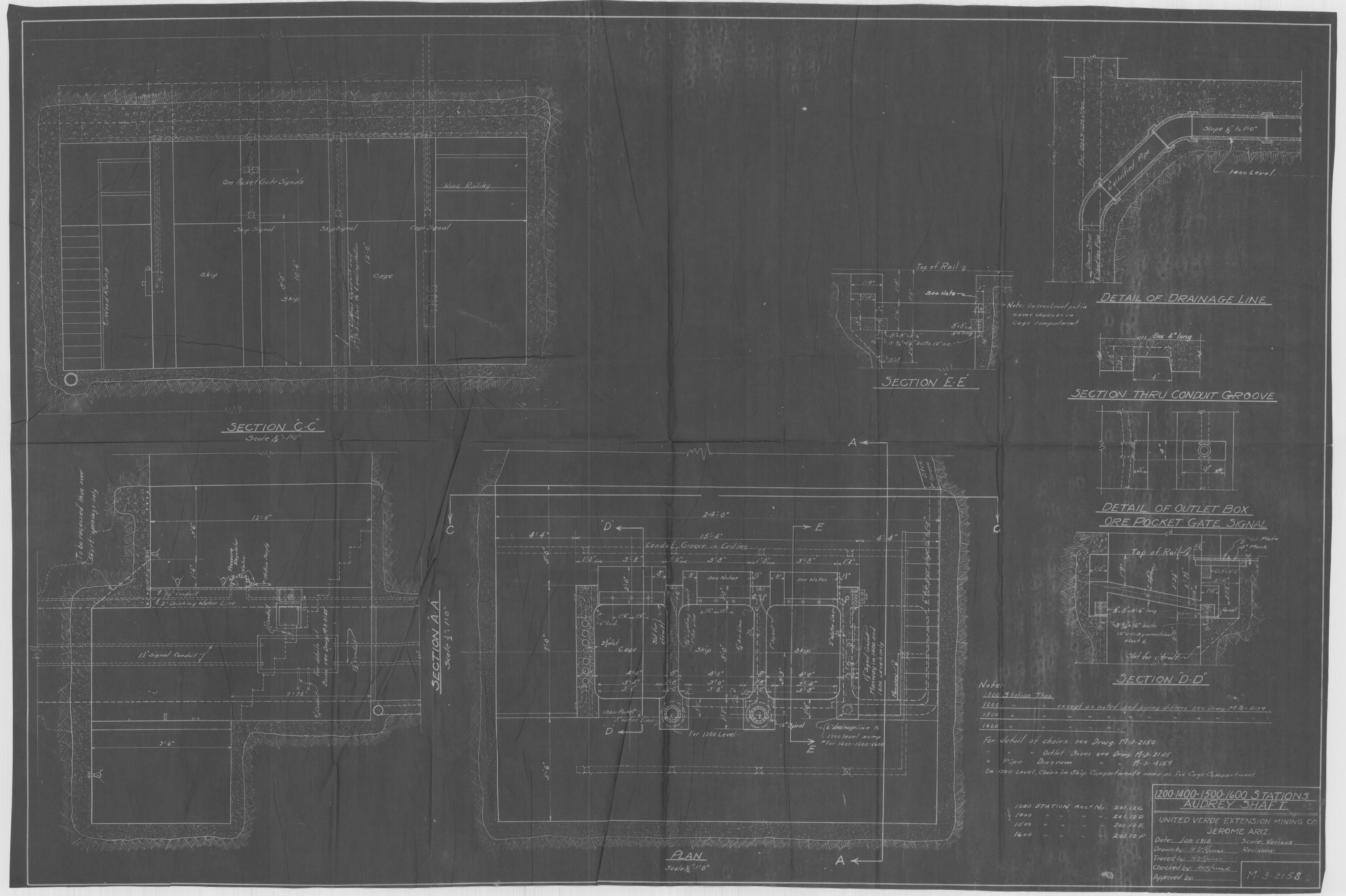


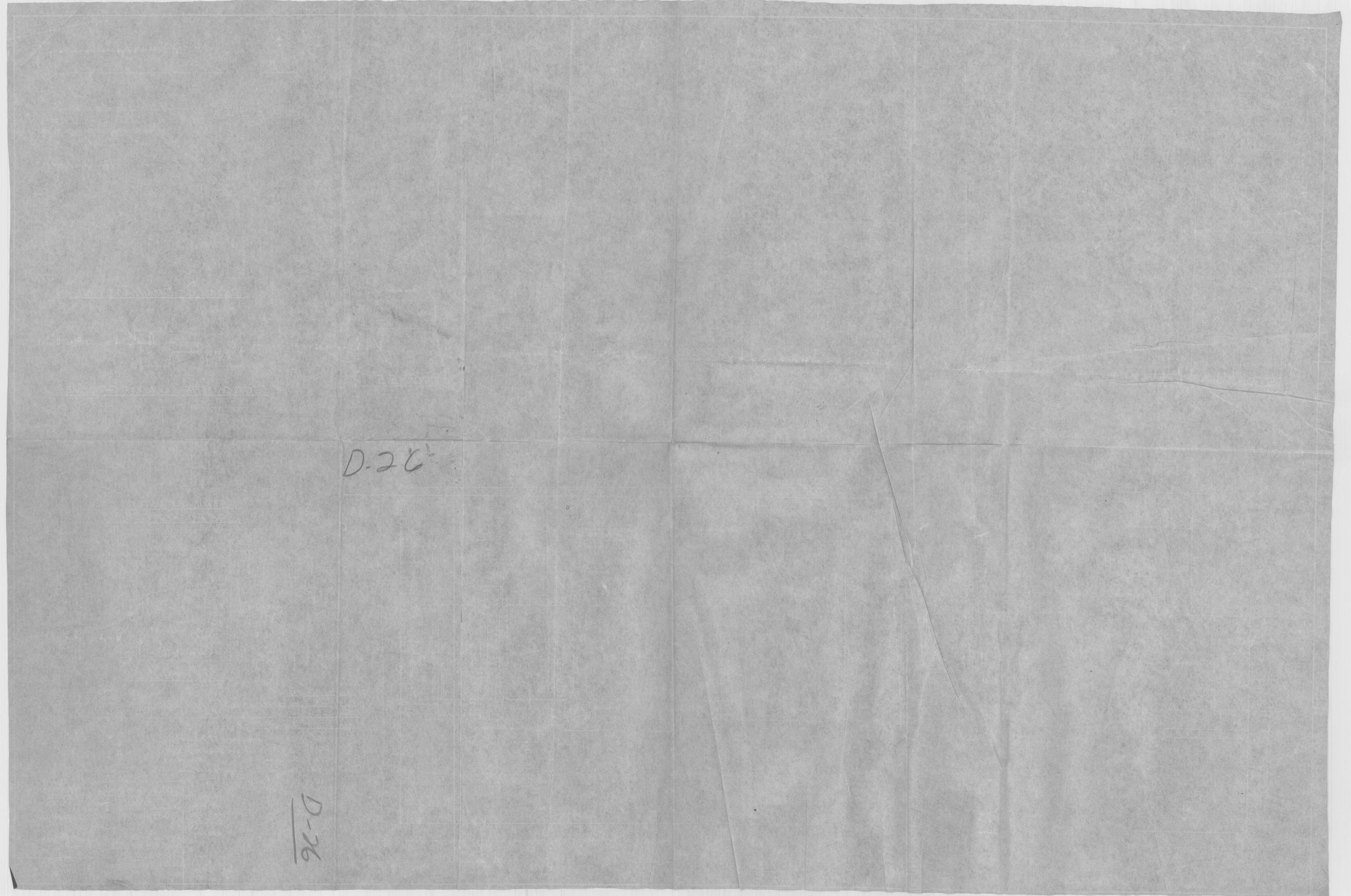


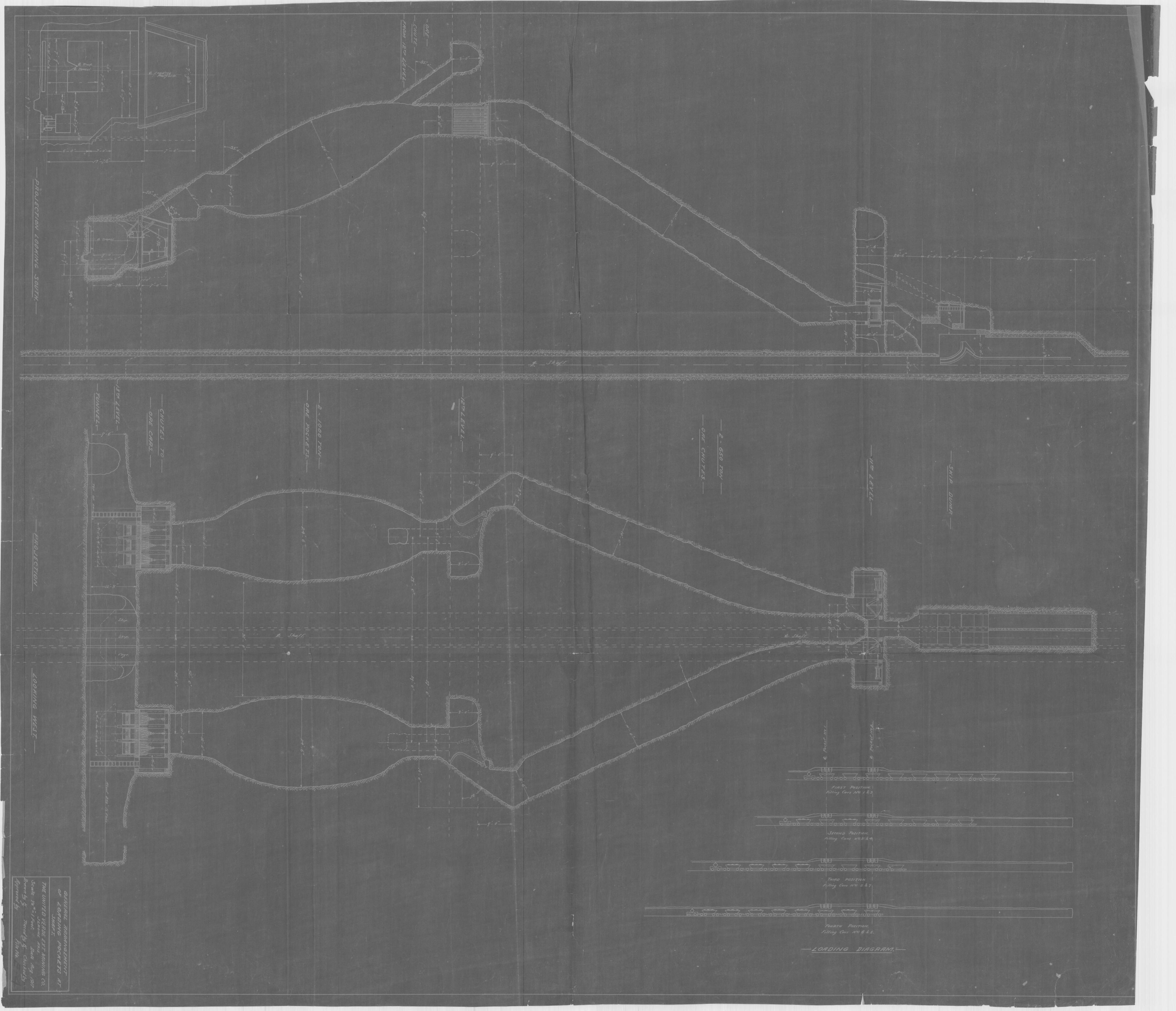


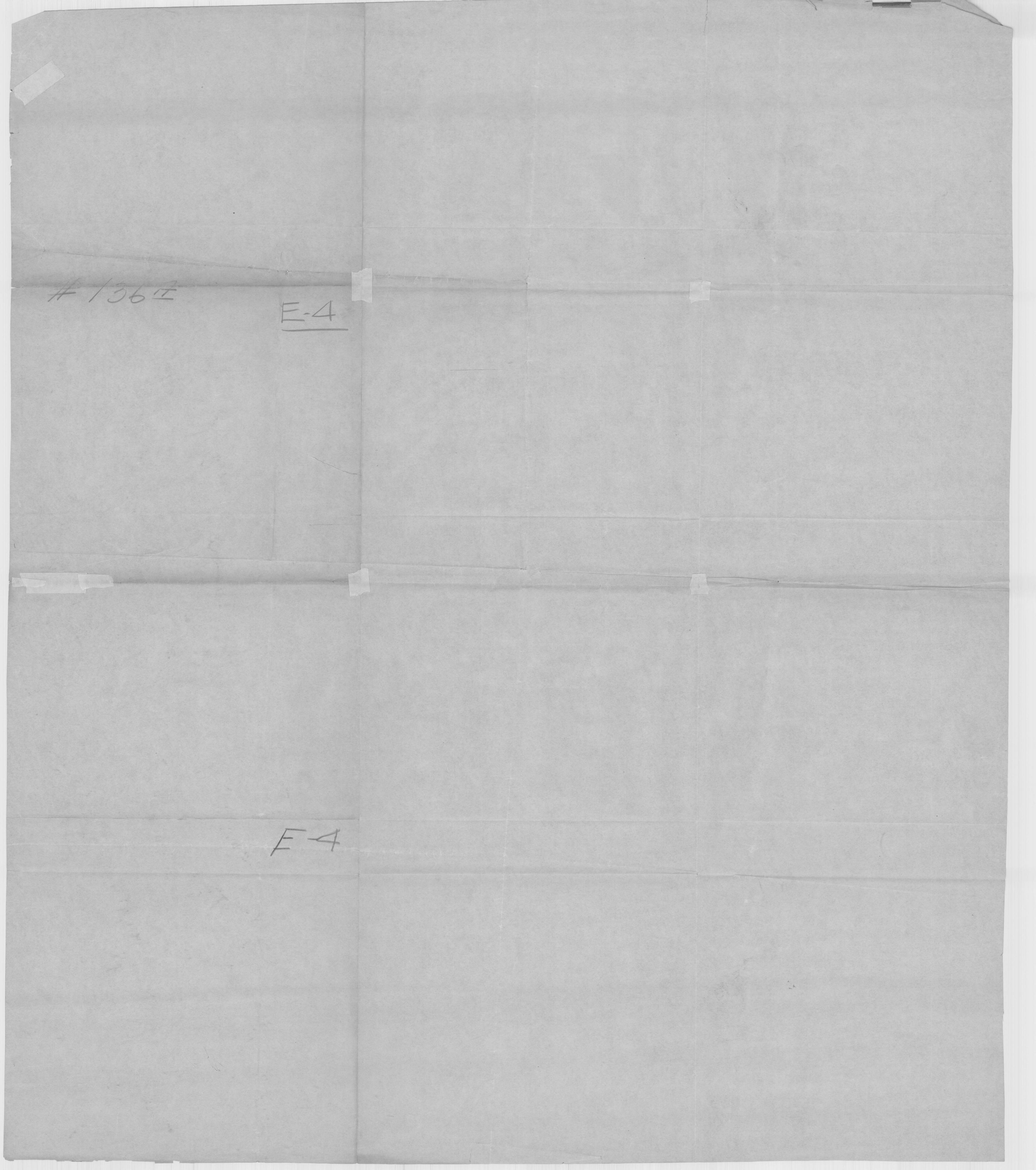


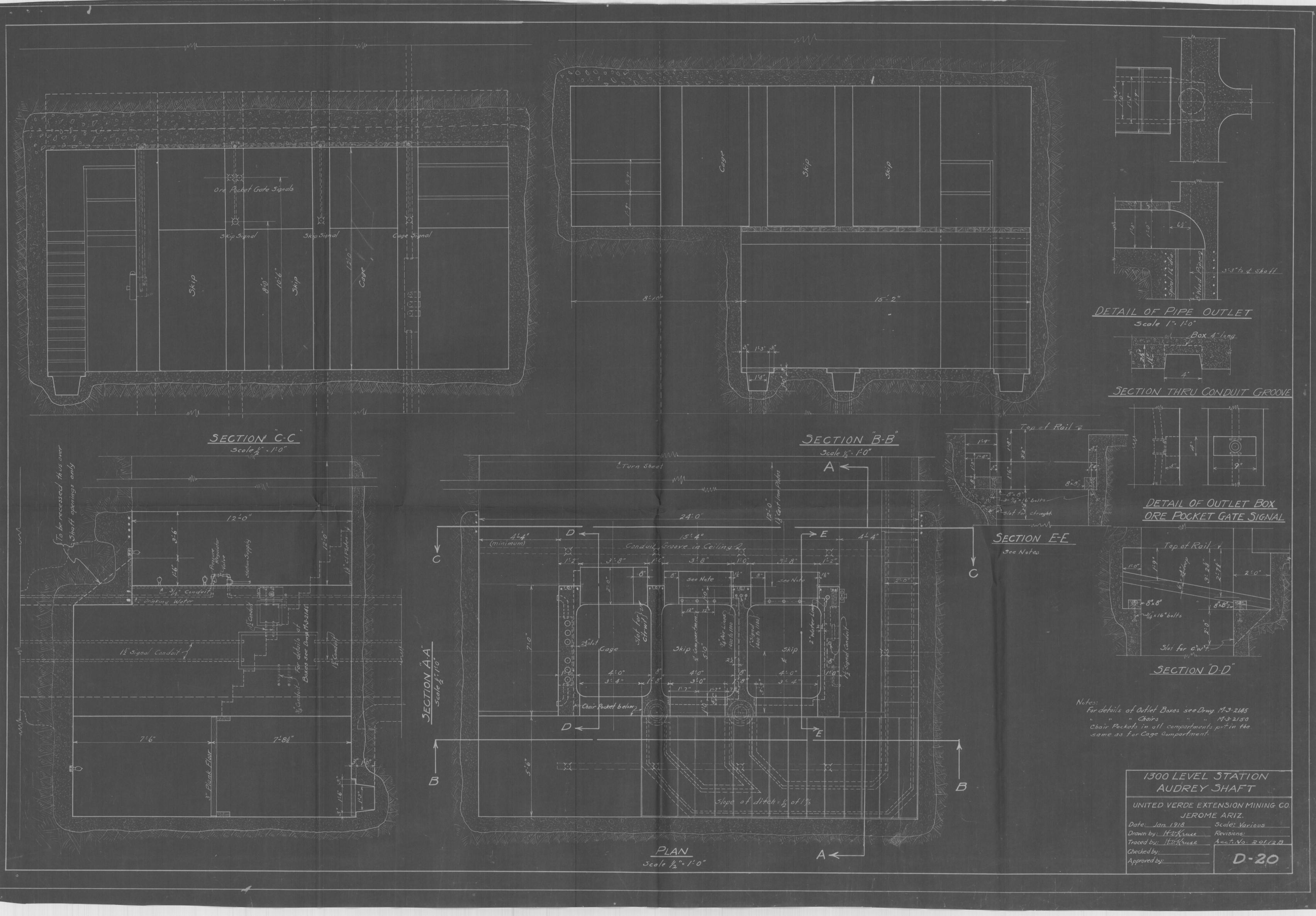


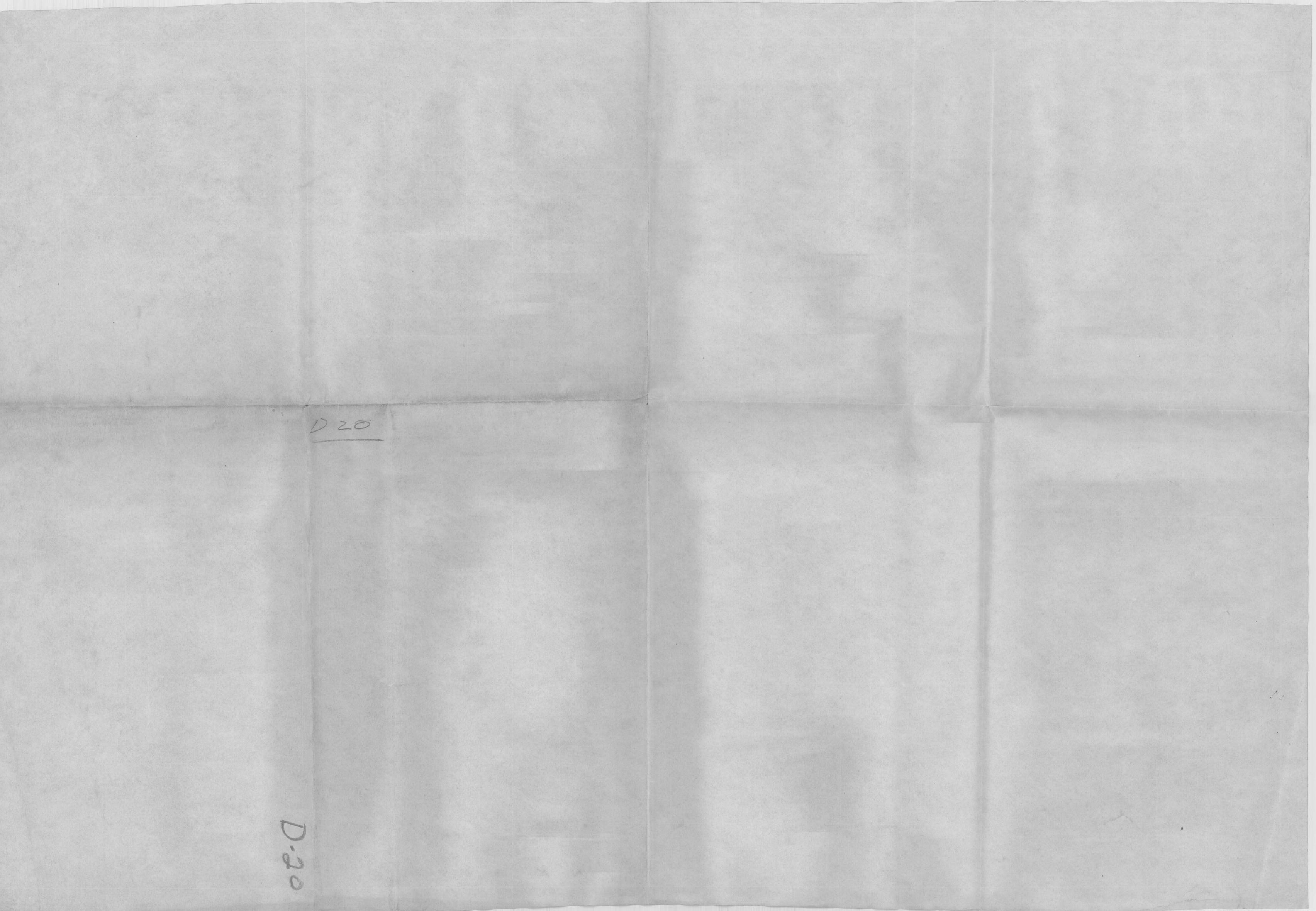


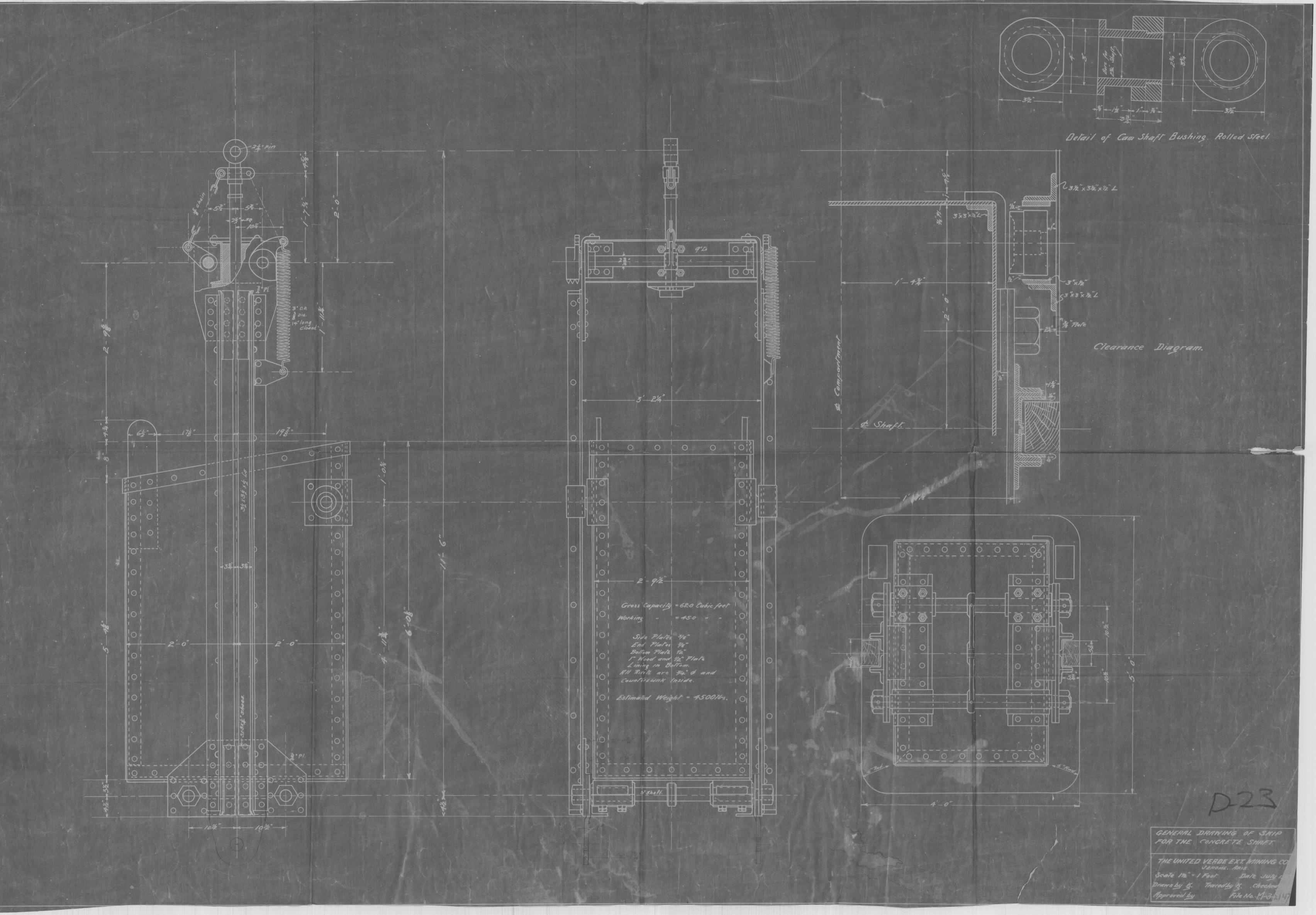












per per man J Mary . South Contraction And the second s 12

