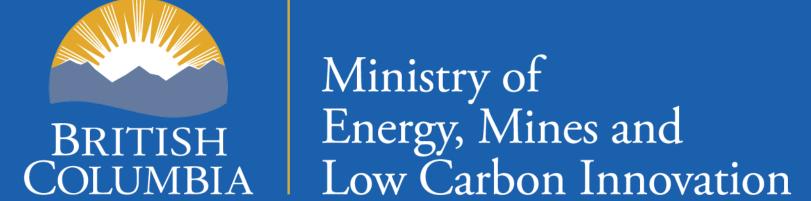


Exploration and mining highlights, Southwest and South Central regions, 2020

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Overview

The exploration and mining industries of the Southwest and South Central regions reflect geography as much as geological endowments. In the Southwest, with large coastal population centres, the industry is mainly mining for construction materials to feed growing cities. Many of the largest quarries make use of the Fraser River and tidewater for efficient transportation of low unit value commodities.

Some sparsely populated areas, such as northern Vancouver Island that have resource-based economies, maintain active mineral exploration industries. The mineral potential of the northern Vancouver Island is considerable and parts of it remain underexplored.

The South Central Region also serves southern population centres with industrial minerals and construction materials but the mining industry is dominated by bulk tonnage, low grade porphyry Cu-Au and Cu-Mo deposits. Four major porphyry mines are in operation today. A fourth remains on care and maintenance awaiting sustained higher copper prices.

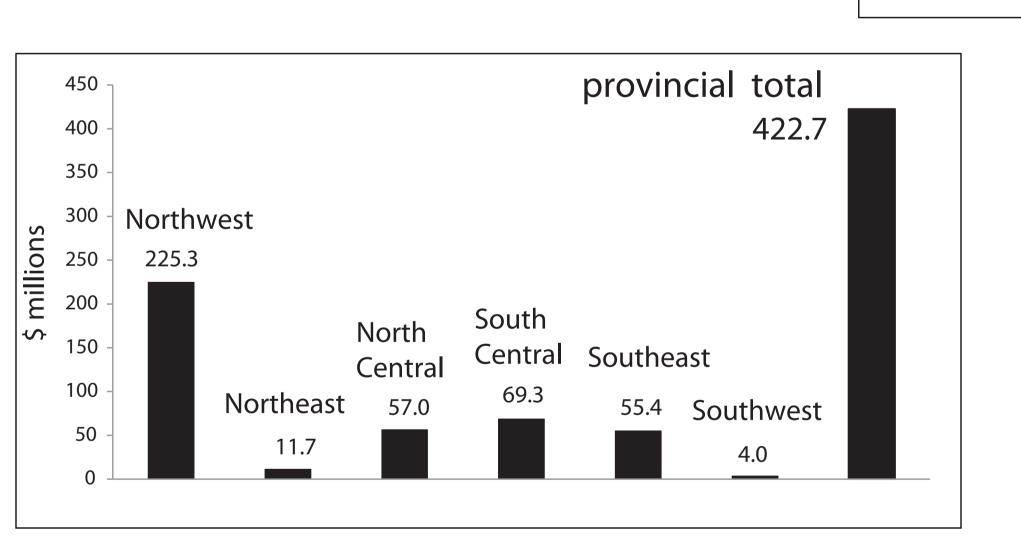
A combination if geological endowment, engineering expertise, demand from Asia and access to infrastructure has made these deposits viable since the 1960s. More recently gold exploration has surged, echoing the recognition of geological potential that opened up the province more than

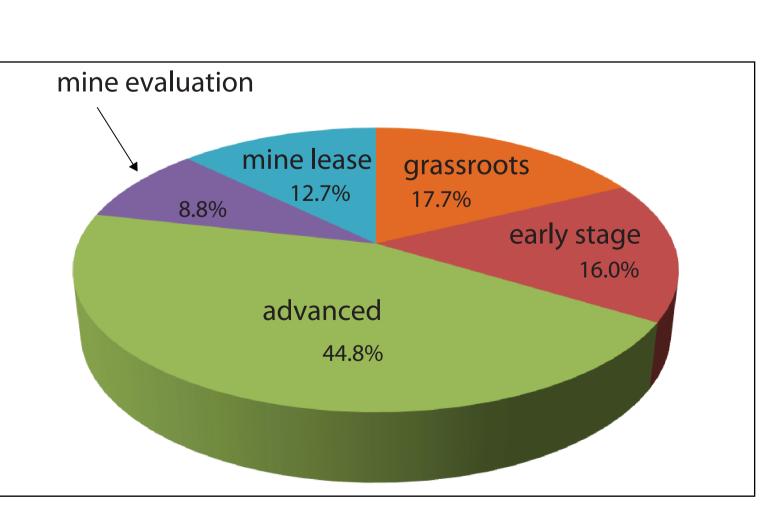
Exploration and drilling estimates

For the Southwest Region, exploration expenditures were estimated at \$4.0 million and exploration drilling was estimated at approximately 23,000 m.

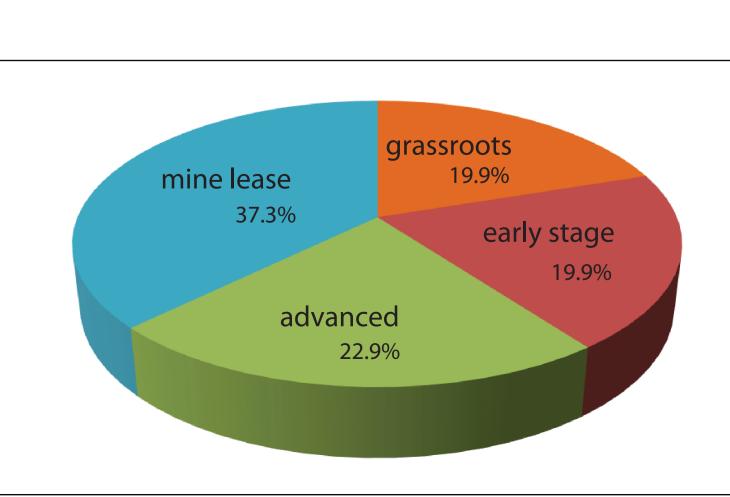
For the South Central Region, exploration expenditures were estimated at \$69.3 million and exploration drilling was estimated at approximately 212,010 m

Expenditures by region

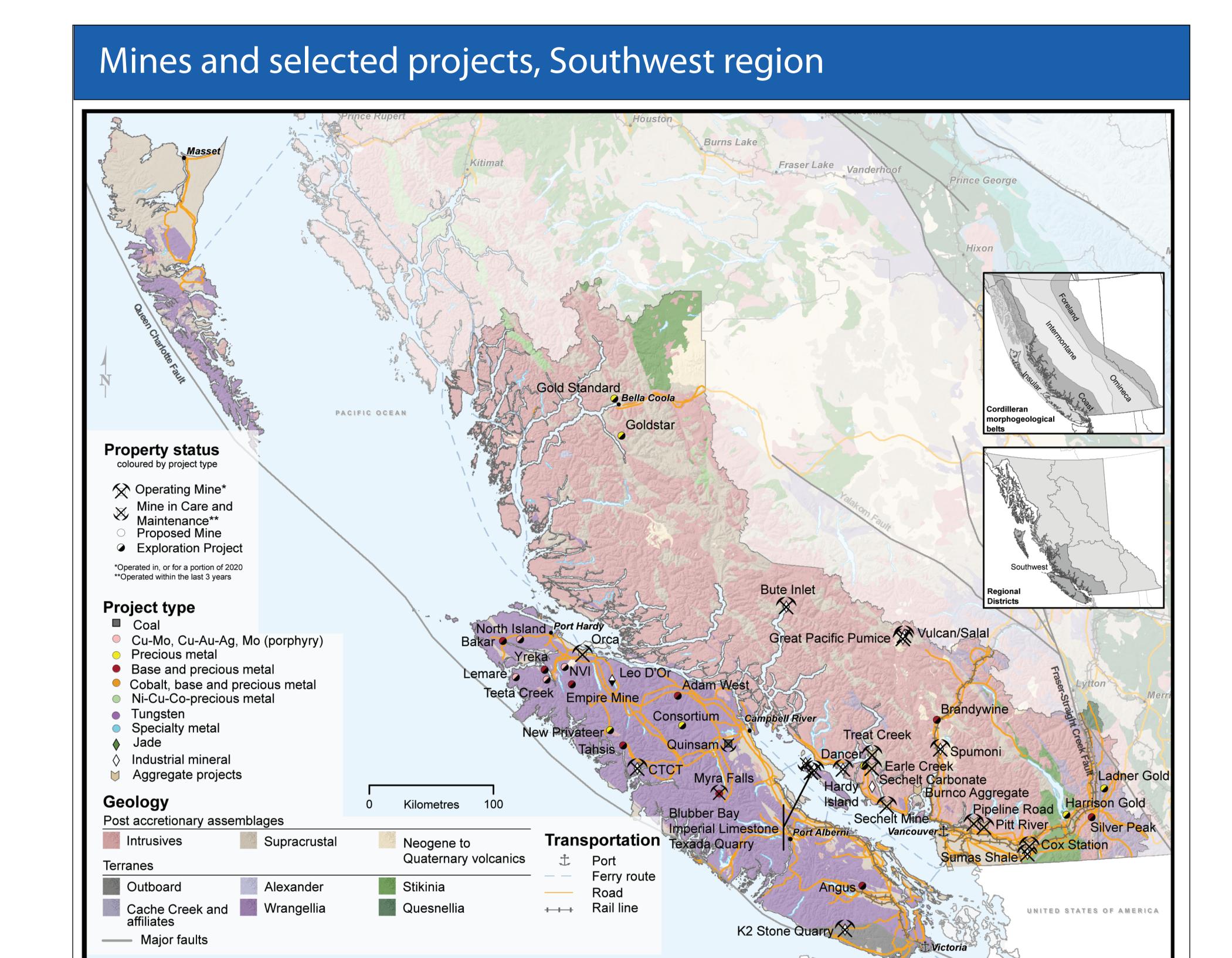




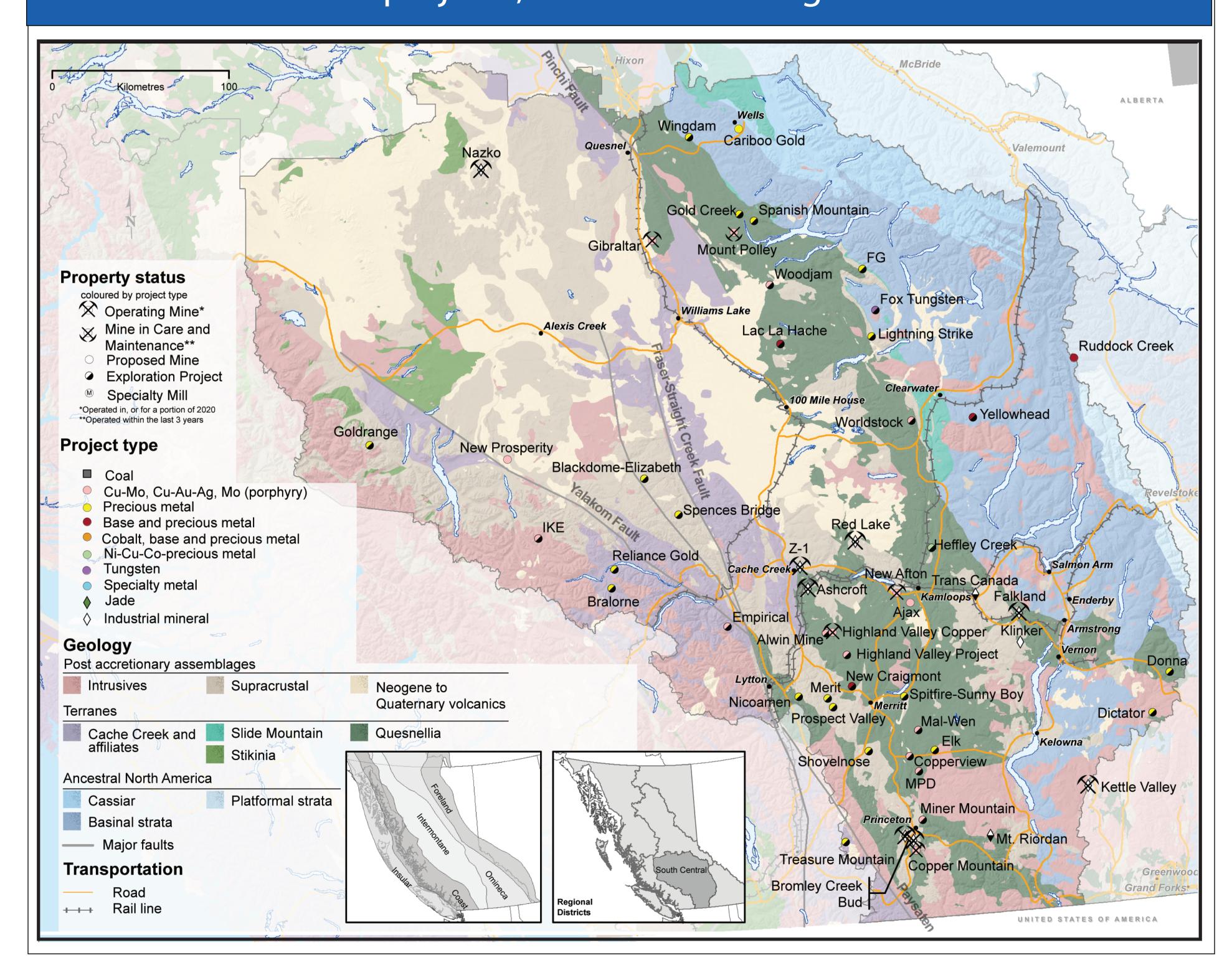
South Central Region, expenditures by category



Southwest Region, expenditures by category

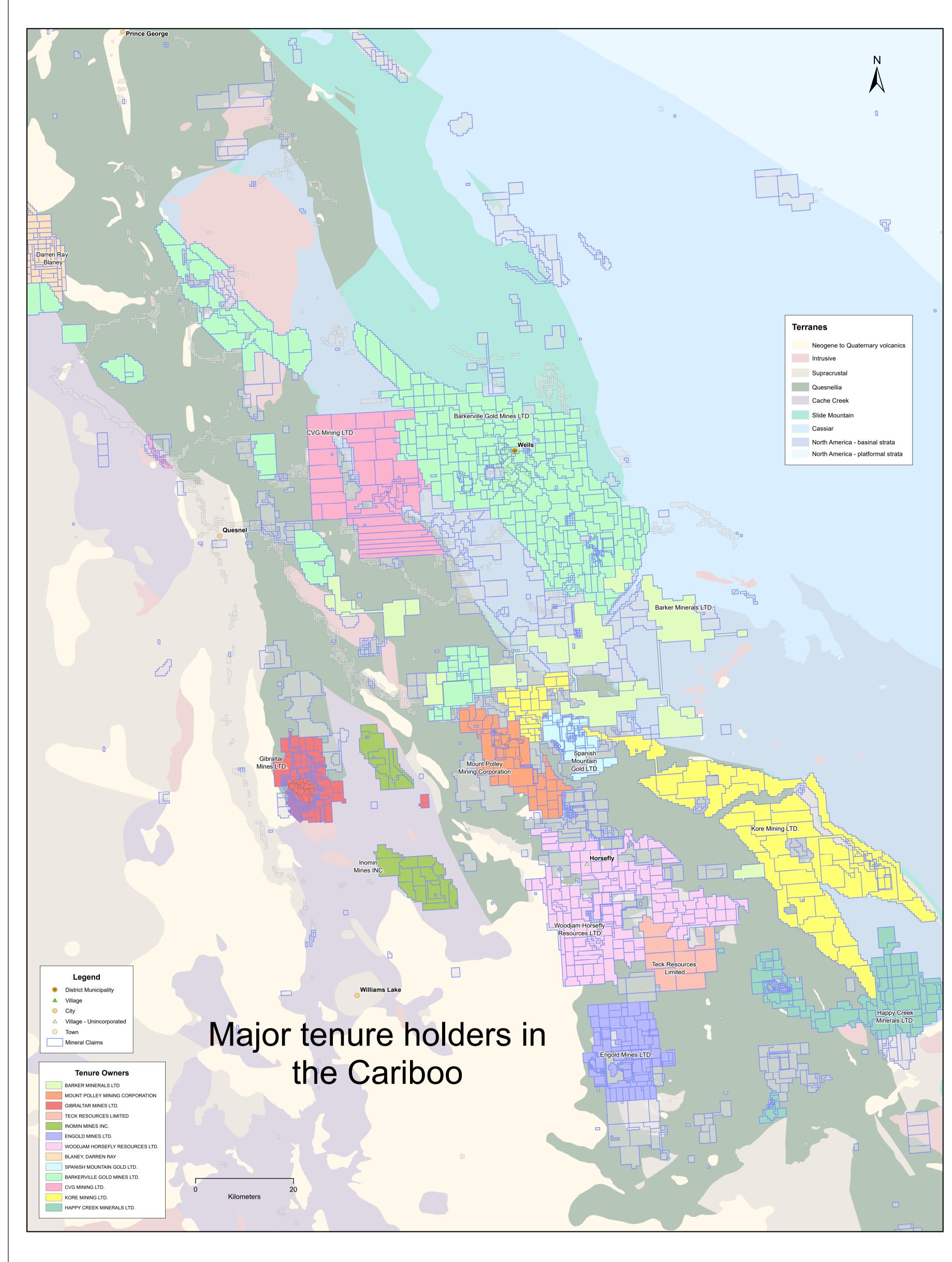


Mines and selected projects, South Central region



Top right: Teck Resources Limited's Highland Valley Copper mine, Canada's largest open pit copper mine. Bottom right: Lafarge Canada Inc.'s Texada Quarry, the major supplier of limestone to the regional cement industry.

Major Tenure Holders in the Cariboo







Exploration highlights

Cariboo Gold (Osisko Development Corp.) Orogenic gold veins

Proposed mine with average production rate 4,750 tpd, a projected mine life up to 15 years. Revised resource estimates in all zones at a 2.1 g/t Au cut off total 21.44 Mt grading 4.6 g/t Au in Measured and Indicated categories and 21.649 Mt grading 3.9 g/t Au Inferred. Approximately 59,000 m drilling in 2020, including new zones. Highest grade intersection is 6,530 g/t Au along 0.50 m.

Shovelnose (Westhaven Gold Corp.) Epithermal gold veins

100 hole 43,166 m drill program in 2021. In addition to continued drilling at the South zone, the 2018 discovery area and nearby Lear zone, new targets include the Franz zone, a prospecting discovery in outcrop approximately 2.8 km northwest of the South zone. Initial grab samples returned up to 51.10 g/t Au and 165.00 g/t Ag. Subsequent drill intersections included 7.78 m of 14.84 g/t Au and 39.40 g/t Ag. The company reports 5.50 m of 4.58 g/t Au and 267.40 g/t Ag at another newly discovered zone (FMN) between the South and Lear zones and the Franz zone.

MPD (Kodiak Copper Corp.) Porphyry Cu-Au

Gate zone intersection 282 m grading 0.70% Cu and 0.49 g/t Au at the Gate zone. Complete results for the hole included 535.1 m of 0.49% Cu and 0.29 g/t Au. Another hole from the setup near the north end of an approximately 1 km long copper-in-soil anomaly had similar results at depths of 308 to 500 m down the -71° hole. Kodiak is now funded for about 30,000 m of drilling.

FG (Kore Mining Ltd.) Orogenic gold veins

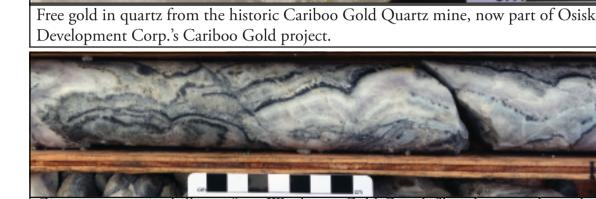
Lower zone discovered below the existing FG resource where they intersected 52.5 m of 1.1 g/t Au. Highlight intersections in the Lower zone include a step out 215 m down dip returning 31.3 m grading 3.2 g/t Au.

Bralorne (Talisker Resources Ltd.) Orogenic gold veins

Planned 23,000 m of drilling in 2020, continuing into early 2021. Target veins are near the historic mine. Highlight intersections include 995 g/t Au along a 0.5 m interval within 2.25 m 277.55 g/t Au.

Blackdome-Elizabeth (Tempus Resources Ltd.) Orogenic and epithermal gold veins

Drilled 5087 m in 26 holes at Blackdome and completed about 2400 m in 12 holes of a planned 6000 m program at Elizabeth before shutting down for winter. Highlight results at Blackdome included 0.6 m grading 28.3 g/t Au and 513 g/t Ag.





Mining highlights

Copper Mountain (Copper Mountain Mining Corporation 75%; Mitsubishi Materials Corporation 25%) Porphyry Cu-Au

Addition of a third ball mill in 2020 to increase the milling rate from 40,000 tpd to 45,000 tpd in 2021. Expected production in 2020 is 70-75 Mlb Cu. Mill expansion, to 65,000 tpd, is to be commissioned in 2024. The new projected mine life is 21 years based on current reserves. Exploration drilling at the New Ingerbelle pit included about 4000 m in five holes. The holes tested the depth of mineralization; one hole returned 585 m grading 0.33 % Cu, 0.21 g/t Au, and 0.45 g/t Ag, and another 120 m grading 0.69 % Cu, 0.37 g/t Au, and 1.55 g/t Ag.

Gibraltar (Taseko Mines Limited 75%; Cariboo Copper Corp. 25%) Porphyry Cu-Mo

Gibraltar is projected to produce 130 Mlb (±5%) Cu in 2020. Reserves as of December 2019 support a 20-year projected mine life. Taseko has a multi-year permit for exploration north and northwest of the mine. They reported about 4000 m of mostly diamond drilling in 2020.

Highland Valley Copper (Teck Resources Limited) Porphyry Cu-Mo

Projected 2020 production is 120,000-125,000 t Cu and 3.4-4.0 Mlbs Mo in concentrate. Three-year guidance (2021-2023) is 145,000-165,000 tpy Cu and 3.0-4.5 Mlbs/y Mo. After 2023, copper production is to average about 150,000 tpy to the end of the current mine plan in 2027. The HVC 2040 extension project is at the pre-feasibility stage. It could extend mine life 13 years to 2040 or beyond and raise the average milling rate to 175,000 tpd. Annual production of copper would increase 25% to 182,700 Mt and production of molybdenum would increase 93% to 8.5 Mlbs.

Mount Polley (Imperial Metals Corporation) Porphyry Cu-Au

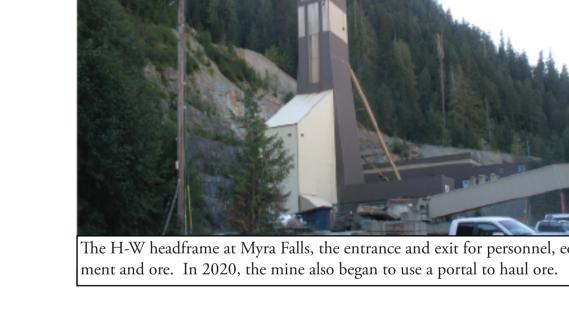
On care and maintenance since May 2019 because of low copper prices. Exploration in 2020 included an 81.5 line-km IP survey and fall-winter drilling in the Frypan/Morehead area northwest of the mine. Magnetic and soil surveys also helped prioritize targets. The company completed approximately 4000 m in 6 holes in 2020.

Myra Falls (Nyrstar N.V.) VMS Zn-Cu-Pb-Au-Ag

Mine site exploration continued in 2020 with underground drilling and a VTEM airborne survey. The Myra Falls camp hosts Kuroko-type, or bimodal felsic type Zn-Cu-Pb-Ag-Au VMS deposits from which more than 30 Mt of ore have been mined since 1966.

New Afton (New Gold Inc.) Porphyry Au-Cu

Guidance for the year is 190,000 to 220,000 Au equivalent oz, or approximately 65-75 Mlbs Cu and 62,000-72,000 oz Au including Ag by-product. Underground drilling included delineation of the East Extension zone. Surface drilling started in late October on the Cherry Creek trend, 3 km west of the mine's mill. Phase 1 is a 10,000 m program to Mining in Pit 2, Copper Mountain in 2016. The New Ingerbelle pit area has since been test both epithermal and porphyry targets along a 12 km trend. New Gold also carried out soil surveys and mapping on the broader claim block.



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