

GAC - CORDILLERAN SECTION

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Exploration Breakfast Series

“Early stage active Projects”

7:15 – 8:30 am, Tuesday March 13, 2012

BCIT Downtown Campus

Rooms 282-284, 555 Seymour Street, Vancouver, BC

Cost: \$15, Students \$5 – Pay at Door

Coffee/tea, Muffins

RSVP: for catering please pre-register no later than **March 5, 2012** by email to:
morning_talks@gac-cs.ca

Is Ag-Pb-Zn mineralization at La Palma target related to a Peñasquito-style diatreme intrusion? Galore Resources Inc. (GRI – TSX.V)

**Discussion Leader: Uwe Schmidt, P. Geo.
Northwest Geological Consulting Ltd.**



Galore Resources' Dos Santos Property in northern Zacatecas State Mexico covers four exploration targets within an area of approximately 15,000 hectares. The property is located 35 km southeast of Goldcorp's open pit Ag-Au-Pb-Zn Peñasquito mine and 15 km north of the Camino Rojo Au-Ag-Pb-Zn Represa deposit, acquired by Goldcorp through an acquisition of Canplats Resources.

The geological setting and Caracol Formation host rocks at the La Palma target are similar to these deposits. The Camino Rojo Represa deposit, which has the potential to be a heap leach gold producer (3.4 M oz Au and 60.7 M oz Ag, M&I) is a fracture-controlled, sedimentary rock-hosted Au-Ag-Zn-Pb deposit. Peñasquito is a world class Au-Ag-Zn-Pb deposit within or associated with two breccia pipes and has a proven and probable resource of 18.17 million ounces of gold and 1.068 billion ounces of silver.

Galore Resources began exploring for a Camino Rojo-style deposit in 2009. A 10,000 sample soil pH survey was used to define targets for IP surveys. Seventy-seven line-kilometres of IP and magnetometer surveys outlined a 160 hectare coincident apparent chargeability anomaly and circular magnetic anomaly. This target, in the La Palma area, was tested with a 5,000 metre diamond drilling program in late 2010. These surveys, drilling results and a structural interpretation based on the drilling, will be presented. Intercepts of silver-lead-zinc mineralization, associated with intrusion-related breccias were encountered in widely spaced drill holes. This association suggests that the Peñasquito exploration model is more appropriate for the La Palma area and suggests a diatreme may lie within the favourable host rocks. Only about 1000 hectares of a possible 8000 hectares of this favourable setting has been explored in detail.

A summary of the work and results, ***intended to stimulate discussion of future efforts on the project***, will be presented.

Uwe Schmidt, P. Geo.

Uwe Schmidt graduated from UBC in 1971 with a B.Sc. in Geology. Since graduation he has primarily worked as an exploration geologist in the cordillera of Yukon, British Columbia, Mexico and Peru. He has been working as an independent consulting geologist since 1984 and was Galore's V.P. Exploration from September, 2006 to July, 2011. In this position he was directly involved in the acquisition, exploration design and management of the program that led to the delineation of the La Palma exploration target.