

FARO F1 - F8805 MODEL RESERVE COMPARISON

20-Feb-89

CUMULATIVE MINING RESERVES

Period: Start - Up to Cloutier's Revised Ultimate Pit

	Volume [bcf]	Density (bcf/1000)	Tonnes	AVERAGE GRADES				tnns lead	tnns zinc	tnns comb.	kg silver
				[Pb%]	[Zn%]	[Pb+Zn%]	[Ag g/t]				
F1	223,065,000	0.101	22,420,740	3.074	4.770	7.844	38.52	68,921,355	106,946,930	175,868,285	863,647
F8805	206,443,830	0.113	23,272,330	3.445	5.277	8.722	40.65	80,173,177	122,808,085	202,981,262	946,020
Difference (F8805 - F1)	(16,621,170)	0.01	851,590	0.37	0.51	0.88	2.13	11,251,822	15,861,156	27,112,978	82,373
% Diff (F8805 - F1)/F8805	-8.1	10.8	3.7	10.8	9.6	10.1	5.2	14.0	12.9	13.4	8.7

Period: Start - Up to December 31 1987

F1	55,422,500	0.101	5,605,880	3.209	4.914	8.123	41.74	17,989,269	27,547,294	45,536,563	233,989
F8805	51,456,120	0.113	5,800,520	3.424	5.170	8.594	41.46	19,860,980	29,988,688	49,849,669	240,490
Difference (F8805 - F1)	(3,966,380)	0.01	194,640	0.21	0.26	0.47	-0.28	1,871,712	2,441,394	4,313,106	6,500
% Diff (F8805 - F1)/F8805	-7.7	10.3	3.4	6.3	5.0	5.5	-0.7	9.4	8.1	8.7	2.7

Period: Start - Up to December 31 1988

F1	92,340,000	0.100	9,261,820	3.358	4.894	8.252	45.54	31,101,192	45,327,347	76,428,539	421,783
F8805	90,978,040	0.113	10,243,450	3.746	5.340	9.086	47.37	38,371,964	54,700,023	93,071,987	485,232
Difference (F8805 - F1)	(1,361,960)	0.01	981,630	0.39	0.45	0.83	1.83	7,270,772	9,372,676	16,643,448	63,449
% Diff (F8805 - F1)/F8805	-1.5	10.9	9.6	10.4	8.4	9.2	3.9	18.9	17.1	17.9	13.1

Remaining Mining Reserves December 31 1988 (Cloutier's Revised Ultimate Pit)

F1	136,725,000	0.101	13,158,920	2.874	4.683	7.557	33.579	37,820,163	61,619,583	99,439,746	441,864
F8805	115,465,790	0.113	13,026,680	3.208	5.227	8.436	35.367	41,801,213	68,108,062	109,909,276	460,788
Difference (F8805 - F1)	(15,259,210)	0.01	(130,040)	0.33	0.54	0.88	1.79	3,981,050	6,488,480	10,469,530	18,924
% Diff (F8805 - F1)/F8805	-13.2	10.8	-1.0	10.4	10.4	10.4	5.1	9.5	9.5	9.5	4.1

FARO F1 - F8805 MODEL RESERVE COMPARISON

INCREMENTAL MINING RESERVES

Period: Start - Up to December 31 1987

	Volume	Density	Tonnes	AVERAGE GRADES				tnns lead	tnns zinc	tnns comb.	kg silver
	(bcf)	(bcf#1000)		[Pb%]	[Zn%]	[Pb+Zn%]	[Ag g/t]				
F1	55,422,500	0.101	5,605,880	3.209	4.914	8.123	41.74	17,989,269	27,547,294	45,536,563	233,989
F8805	51,456,120	0.113	5,800,520	3.424	5.170	8.594	41.46	19,860,980	29,988,688	49,849,669	240,490
Difference (F8805 - F1)	(3,966,380)	0.01	194,640	0.21	0.26	0.47	-0.28	1,871,712	2,441,394	4,313,106	6,500
% Diff (F8805 - F1)/F8805	-7.7	10.3	3.4	6.3	5.0	5.5	-0.7	9.4	8.1	8.7	2.7

Period: December 31 1987 to December 31 1988

F1	36,917,500	0.099	3,655,940	3.586	4.863	8.450	51.367	13,111,923	17,780,053	30,891,975	187,794
F8805	39,521,920	0.112	4,442,930	4.166	5.562	9.728	55.086	18,510,983	24,711,335	43,222,318	244,743
Difference (F8805 - F1)	2,604,420	0.01	786,990	0.58	0.70	1.28	3.72	5,399,061	6,931,282	12,330,342	56,949
% Diff (F8805 - F1)/F8805	6.6	11.9	17.7	13.9	12.6	13.1	6.8	29.2	28.0	28.5	23.3

Remaining Mining Reserves December 31 1988 (Cloutier's Revised Ultimate Pit)

F1	130,725,000	0.101	13,158,920	2.874	4.683	7.557	33.579	37,820,163	61,619,583	99,439,746	441,864
F8805	115,465,790	0.113	13,028,880	3.208	5.227	8.436	35.367	41,801,213	68,108,062	109,909,276	460,788
Difference (F8805 - F1)	(15,259,210)	0.01	(130,040)	0.33	0.54	0.88	1.79	3,981,050	6,488,480	10,469,530	18,924
% Diff (F8805 - F1)/F8805	-13.2	10.8	-1.0	10.4	10.4	10.4	5.1	9.5	9.5	9.5	4.1

Total Mining Reserves - Cloutier's Revised Ultimate Pit

F1	223,065,000	0.101	22,420,740	3.074	4.770	7.844	38.52	68,921,355	106,946,930	175,868,285	863,647
F8805	206,443,830	0.113	23,272,330	3.445	5.277	8.722	40.65	80,173,177	122,808,085	202,981,262	946,020
Difference (F8805 - F1)	(16,621,170)	0.01	851,590	0.37	0.51	0.88	2.13	11,251,822	15,861,156	27,112,978	82,373
% Diff (F8805 - F1)/F8805	-8.1	10.8	3.7	10.8	9.6	10.1	5.2	14.0	12.9	13.4	8.7