

000679

**TABLE 1
CURRAGH RESOURCES INC - FARO OPERATIONS
GEOLOGICAL RESERVES AS OF JULY 1, 1990**

DEPOSIT	CLASS	CUT-OFF Pb+Zn	TONNES	Pb+Zn %	LEAD %	ZINC %	SILVER g/mt	GOLD g/mt	SOURCE
FARO									
Zone 3 Only	Proven	4.0	8,181,000	6.69	2.40	4.29	24.2	0.14	a
Zone 3 Only	Proven	3.0	10,161,000	6.08	2.17	3.91	22.6	0.14	a
SW Underground	Prob	9.0	2,454,000	12.80	5.04	7.76	67.9	NA	b
Total Deposit - 4% Cutoff Zone 3			10,635,000	8.10	3.01	5.09	34.3	NA	
Total Deposit - 3% Cutoff Zone 3			12,615,000	7.39	2.73	4.66	31.4	NA	
GRUM									
Main Zone (61W-87W)	Proven	4.0	32,181,000	8.98	3.40	5.58	57.0	0.95	c
Main Zone (61W-87W)	Proven	3.0	35,723,394	8.45	3.22	5.23	54.0	0.93	c
Champ Zone (31W-61W)	Prob	4.0	1,700,000	7.80	3.50	4.30	46.0	NA	d
NW Zone (87W-100W)	Prob	NA	8,000,000	10.00	NA	NA	NA	NA	e
Total Deposit 4% Cutoff Main Zone			41,881,000	9.13	NA	NA	NA	NA	
Total Deposit 3% Cutoff Main Zone			45,423,394	8.70	NA	NA	NA	NA	
VANGORDA									
Total Deposit	Proven	4.0	8,470,680	8.15	3.58	4.57	52.0	0.77	f
Total Deposit	Proven	3.0	10,022,920	7.43	3.26	4.17	48.0	0.76	f
DY									
Total Deposit	Prob	9.0	21,060,000	12.20	5.54	6.74	83.8	0.95	g
SWIM									
Total Deposit	Prob	4.0	5,130,000	7.90	3.50	4.40	47.0	NA	h
TOTAL FARO OPERATIONS (1):			87,176,680	9.38	NA	NA	NA	NA	
TOTAL FARO OPERATIONS (2):			94,251,314	9.13	NA	NA	NA	NA	

(1) 4% Pb+Zn Cutoff Faro Zone 3, Grum Main Zone, Vangorda Deposit.
 (2) 3% Pb+Zn Cutoff Faro Zone 3, Grum Main Zone, Vangorda Deposit.

TABLE OF SOURCES

- a C.R.I. (Jul 1980); FROGS 3D block computer model, in-situ reserve calculation (no adjustments), in-house report.
- b C.R.I. (Sep 1989); SBS Alpha II Mine Plan, 116,000 tonnes mined to Jul 3, 1980 subtracted from original reserves.
- c C.R.I. (1988); GRUM 3D block computer model, in-situ reserve calculation, in-house report.
- d Kerr Addition Mines (1978); Sectional Calc. by A.Y. Pa in Sirela (1977) Grum Joint Venture Mineral Inventory.
- e C.R.I. (1984); G. Wilson estimate of reserves based on extrapolation of sections NW of Main Zone.
- f C.R.I. (1988); VEGIE 3D block computer model, in-situ reserve calculation, in-house report.
- g C.A.M.C. (1982); R.W. Rollings polygonal reserve calculation in Dy Reserve Summary, C.A.M.C. in-house report.
- h Vintila & (1988); Preliminary Open Pit Reserve Calculation For the Swim Deposit, page 5.

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