



Post Office Box 2470 : Whitehorse, Yukon Territory : Telephone (403) 667-4281 : Telex: 0498234

Registered Office:

510 West Hastings Street
Vancouver 2, British Columbia
Telephone: (604) 681-7111

REPLY TO: Branch Office:

523 West Sixth Street
Los Angeles, California 90014
Telephone: (213) 629-5771
Telex: 67-4601

April 23, 1969

Airmail

Mr. Herb Cox
James, Buffam, and Cooper
320 Bay Street
Toronto, Canada

Dear Sir:

Attached herewith is a report on the rotary test drilling, recently completed in the Faro No. 1 ore zone, as you had requested from Mr. Thurmond.

Essentially, the results of this drilling show that the irregular upper limits of the orebody are narrower and steeper than had been previously projected. This has resulted in some tonnage loss in the first few ore benches. Although this may reduce the amount of ore immediately developed by the present preproduction strip-ping, from six months supply to about five months, the overall effect on the ore reserve is negligible since we are dealing with a very small portion of the orebody.

On the other hand, the ore grades held up very close to those estimated, and if the results obtained by drilling a rotary hole adjacent to a diamond drill hole for check purposes are any criterion, the rotary drill results may be diluted, and the actual grade could be higher than that estimated.

Yours very truly,

ANVIL MINING CORPORATION LIMITED

James F. Olk
Assistant General Manager

JFO:lf
Attachment

CC: R. E. THURMOND
C. H. MACDONALD
✓ M. O. HAMPTON