

MEMORANDUM

000909

TO: J. Keily
FROM: W. Krats
SUBJECT: PROJECT STATUS
DATE: April 23, 1973

Reserve Estimate:

- Zone 1 - Ore tonnage and grade, calculated, accumulated and checked at present.
- Zone 3 - Completion will be realized by early May to the same degree as Zone 1 above.
- Zone 2 - A preliminary run was taken at Zone 2 during the winter. It has been concluded that it is desirable to complete the 1973 diamond drilling and analyze the results before completing a publishable reserve figure in this area.


Figures on Zone 1 and 3 will be available internally by mid-year, but the intent is to boil in the 1973 diamond drilling results this fall and publish a formal reserve statement in January of 1974.

Ultimate Pit:

This design is currently in progress and should be complete by early May. This pit will include virtually all 5% or greater lead plus zinc material estimated in the reserve estimate for Zones 1 and 3.

Five Year Plans:

Work is presently underway on plans through to and including 1978. Work at present is progressing along the avenue of supplying all mill feed from Zone I. Stockpiles are not presently being included because no metallurgical data is available regarding the feasibility of processing this material. The end of May should see completion of the first run on a year by year basis through 1978. These will be refined by August 1, 1973 for presentation along with the 1974 mining plan for budget purposes.


W. Krats
Chief Engineer

WK/mm