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Cyprus Anvil Mining Corporation

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May 28, 1984

Mr. Richard C. Baker,
Ladner - Downs,
Barristers and Solicitors,
2100 Pacific Centre South,
P.O. Box 10021,
700 West Georgia Street,
Vancouver, B.C.
V7Y 1A8

Dear Mr. Baker:

Enclosed is a sectional compilation of geological and minable reserves at Faro completed by Ian Hall and Doug Slack of Dome.

The report is intended to allow a reviewer who is unfamiliar with Faro to have a quick appreciation of where the reserves are in relation to the pit. The sections are approximately 140 feet apart.

Our published reserves are derived from bench plans which are 20 feet apart and are thus more accurate. This explains in great part the slight difference in reserves estimated in this report and the minable reserve that is published of:

<u>Tonnes</u>	<u>Pb %</u>	<u>Zn %</u>	<u>Ag g/mt</u>	<u>Cut Off</u>
25,200,000	2.9	4.3	36.1	4%

If 5% dilution is applied to the grade of the minable reserves in this report as is done with the published minable reserves then it can be seen that the two are quite close.

Also to a person unfamiliar with mining it appears that on some sections as though we will be mining well below the base of the ore. This is due to the orientation of the sections with respect to the pit. Any person reviewing

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NE x Sectioned area

CYPRUS ANVIL

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Re: Movable Reserves

this who is an "expert" in mining should not be alarmed by this 'optical' illusion.

This report is well done and is adequate for the purposes that it was intended.

Yours sincerely,

CYPRUS ANVIL MINING CORPORATION



for: R.S. Tolbert,
District Geologist

RST/DBC
encls.