

*Grizzly Project*

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Anvil Range Mining Corporation  
c/o Mr. Ian Horne, Senior Production Engineer

cc: Mr. Gregg A. Jilson, President  
Access Mining Consultants Ltd.

January 29, 1996

Re: Dy Project - Access Ramp.

Dear Ian,

Gregg Jilson and I went into the field after our discussion last Monday with Dick Arndt and yourself.

Gregg suggested a site for the portal of the Dy Access Ramp from the Vangorda Pit at about elevation 1062 m.

There are a number of reasons for choosing this location as a starting point for the access ramp that include not only good technical and operational features, but important environmental aspects as well.

To find out more about the existing fault between the Vangorda pit and the Dy Deposit, I suggest that drilling of one or more test holes should be considered during the present drilling campaign.

The ramp will intersect the fault at a very unfavourable angle and at considerable depth, since it dips towards the Dy and extends underneath the Dy Deposit.

The cost of drilling a test hole (or test holes) now has to be weighed against drilling test holes in the ramp ahead of advance.

I want to mention this point at this time, since you are probably in the midst of developing the program for 1996 exploration drilling.

Please let me have your comments.

Best Regards

Fritz F. Prugger