

117 Industrial Road
Whitehorse, Yukon
Y1A 2T8

Tel: (403) 668-8021
Fax: (403) 668-6518

TELEFAX TRANSMISSION

TO: GREGG JILSON

FROM: John Zheetnoff, Project Geologist

FARO TOWNHOUSE 994-3273

DATE: JAN 30 1991 TIME: _____

SUBJECT: Hello Gregg.

Enclosed is the daily & weekly.
Colin caught me in the FARO MINESITE
office a week ago and wondered where
my weekly's over the christmas break were!
So I'm to assume he wishes these to
continue.

The news for C-zone Assays
in 91DY-02 is very weak & poor. See Weekly
I'm concerned about the trajectory for
the hole 91DY-03 => it's maintaining a
westerly course. I'll fax you an update
with current C-zone and B-zone plans!
These should be done tonight.

If all pages are not received, please contact John at 994-3273

THIS TRANSMISSION CONSISTS OF 5 PAGE(S)

DIY PROJECT - DAILY REPORT - SURFACE DRILLING

DATE: JAN 29/91

RIG 1: WESTDRILL *****

HOLE 91DY-04 TARGET CB START _____

DEPTH 107' AT 3:00 AM/PM PROJECT DEPTH _____

INTERSECTIONS:

FROM 1 TO 1 ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

COMMENTS AM is well so far.

NEXT TARGET _____ EST DATE OF MOVE _____ SITE PREP? Y / N

RIG 2: SUPER38 *****

HOLE 91DY-01 TARGET CF START _____

DEPTH 1713' AT 3:00 AM/PM PROJECT DEPTH _____

INTERSECTIONS:

FROM _____ TO _____ ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

COMMENTS Should be shut down today or tonight.
Projected EOH should be about ~~20m~~ 22m NW of the target.

NEXT TARGET _____ EST DATE OF MOVE _____ SITE PREP? Y / N

RIG 3: ^{Second} STANDARD 38 *****

HOLE 91DY-03 TARGET BI START _____

DEPTH 705' AT 3:00 AM/PM PROJECT DEPTH _____

INTERSECTIONS:

FROM _____ TO _____ ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

FROM _____ TO _____ ROCK _____ EST GRADE _____

COMMENTS NOTE: DEVIATION ENCLOSED ... I'm a little
concerned -> it appears to be going West.

NEXT TARGET _____ EST DATE OF MOVE _____ SITE PREP? Y / N

BY PROJECT - DEVIATION ANALYSIS

LAST SURVEY POINT @ 1580'

SURVEY POINTS BELOW ARE "BEST GUESS APPROXIMATIONS"
FOR DEVIATION TEND TO 2% OF HOLE...at 1580'

3. 705550000
/120-01

TOTAL DEPTH	DIRECTION DEG	ANGLE DEG	VERTICAL DEPTH	LATITUDE FEET	DEPARTURE FEET	VERTICAL SECTION	SEC LEG
0	4.1	0.33	0.00	0.00 N	0.00 E	0.00	0.00
25	34.4	0.37	50.00	0.29 N	0.10 E	0.10	0.35
100	44.3	0.37	100.00	0.50 N	0.37 E	0.35	0.43
150	44.0	0.37	150.00	0.94 N	0.70 E	0.51	0.68
200	15.6	0.65	199.99	1.38 N	0.74 E	0.51	0.63
250	20.2	0.80	249.99	1.95 N	1.20 E	0.81	0.65
300	27.7	0.73	299.99	2.57 N	1.41 E	1.15	0.65
350	345.4	1.00	349.95	3.31 N	1.37 E	1.75	0.75
400	339.2	1.35	399.47	4.19 N	0.92 E	2.76	1.00
450	317.5	1.45	449.95	5.12 N	0.12 E	3.97	1.24
500	314.0	1.32	499.94	6.07 N	0.50 W	5.19	0.93
550	310.2	2.25	549.91	7.12 N	2.05 W	6.93	1.36
600	312.4	2.35	599.95	8.77 N	3.54 W	8.79	2.01
650	303.4	2.92	649.75	10.95 N	6.05 W	12.38	1.40
700	313.0	4.40	699.65	13.92 N	8.45 W	15.97	1.62
750	312.9	5.00	749.45	16.25 N	11.67 W	20.02	1.50
800	309.5	6.13	799.24	17.19 N	14.99 W	24.35	0.65
850	314.2	5.62	849.64	22.22 N	19.44 W	28.91	1.12
900	310.7	5.17	898.62	23.42 N	21.87 W	33.53	0.95
950	311.8	5.70	948.50	22.56 N	25.43 W	39.14	1.02
1000	312.5	6.20	995.33	32.05 N	29.25 W	43.25	1.00
1050	313.5	5.60	1040.32	35.25 N	37.31 W	48.74	0.92
1100	314.0	7.25	1097.65	40.04 N	37.55 W	54.72	1.30
1150	312.0	7.42	1147.24	44.41 N	42.32 W	61.02	0.91
1200	313.1	7.50	1197.82	42.60 N	47.10 W	67.40	0.92
1250	314.5	7.33	1246.40	53.27 N	51.75 W	73.80	0.92
1300	314.7	7.13	1291.90	57.49 N	55.23 W	80.04	0.40
1350	315.3	7.17	1343.62	62.13 N	59.59 W	86.32	0.41
1400	312.5	7.30	1395.21	66.63 N	64.41 W	92.56	0.86
1450	320.2	8.03	1454.64	71.95 N	68.43 W	97.97	1.45
1500	315.0	10.58	1573.00	82.54 N	82.01 W	120.44	1.85
1700	330.0	12.00	1690.70	102.65 N	94.52 W	143.78	1.40
1800	335.0	13.50	1762.20	123.24 N	104.65 W	165.41	1.54
1900	330.0	15.00	1825.16	150.03 N	116.05 W	187.68	1.94

Last Survey point is @ 1580' who projected to 1900'

JS

THE DOWNSIDE SEVERITY IS IN DEGREES PER 100 FEET
THE VERTICAL SECTION HAS COMPUTED ALONG AZ. 322.70

BASED UPON MINIMUM CURVATURE TYPE CALCULATIONS. THE BOTTOM HOLE DISPLACEMENT IS 189.52 FEET. IN THE DIRECTION OF AZ. 322.25

BY PROJECT - DEVIATION ANALYSIS

J. JOSEPHOFF

9187-03

TOTAL DEPTH	DIRECTION DEG	ANGLE DEG	VERTICAL DEPTH	LATITUDE FEET	DEPARTURE FEET	VERTICAL SECTION	DOB DEG
0	0.0	0.00	0.00	0.00 N	0.00 E	0.00	0.00
153	127.0	0.33	156.00	0.22 S	0.43 E	-0.47	0.20
220	75.0	0.12	225.00	0.29 E	0.13 E	-0.52	0.44
324	220.0	1.50	330.99	0.00 N	0.71 N	0.69	1.43
407	325.0	2.00	406.70	0.42 N	2.54 W	2.64	0.71
537	275.5	2.30	536.87	1.27 S	7.19 W	7.36	0.67
613	356.0	3.70	612.81	1.93 W	10.32 W	10.47	0.95
681	227.1	2.90	680.78	2.68 W	12.87 W	12.81	0.53
800	375.0	4.40	799.47	3.93 W	20.77 W	21.50	1.14

THE DOBLES SEVERITY IS IN DEGREES PER 100 FEET
THE VERTICAL SECTION WAS COMPUTED AT AN AZ. 285.93

BASED UPON MINIMUM CURVATURE TYPE CALCULATIONS, THE BOTTOM HOLE
DISPLACEMENT IS 21.6 FEET, IN THE DIRECTION OF AZ. 285.93

Last survey point is @ 661'; 800'
 point is projected. This is for
 target BI. I'll FAX you a
 plan of the collar and target update
 tonight ... I'll have to generate a
 series of plans & sets @ the
 mine tonight.

[Handwritten signature]

JAN 30, 1991

TO: Colin Benner
Gregg Jilson
Jim Chornoby
Leo Hwozdyk

DY INFILL PROGRAM

i) C-ZONE

Two drills are currently testing the C-Zone. To date one hole has been completed. Drill hole 91DY-02 has tested target CC and has been terminated at a depth of 1900'. A thick sequence of very weak mineralization has been cored and it correlates well with the C-Zone in 77K-11. Preliminary analytical results have been received and the strongest mineralized interval has analyzed 8.65% Pb+Zn over 30 cm. Directly above this thin zone a 1.7 meter interval has analyzed 4.38% Pb+Zn. Visual estimates of grade for all other mineralization in this hole suggests very low Pb+Zn values. Results are pending.

Drill hole 91DY-01 has encountered considerable hole stabilization problems. Hole stabilization procedures have been completed and drilling has resumed. Hole depth at 7:00 am January 28, 1991 was 1869'. C-Zone mineralization is expected to be encountered between 1850 to 1900' in depth. This depth should be reached by mid week. 91DY-01 is testing target CF.

The second drill on the C-Zone is testing target CB with drill hole 91DY-04. This hole was collared January 28, 1991 and is not expected to be completed before the middle of the second week in February.

ii) B-Zone

Target BI is currently being tested by drill hole 90DY-08. Hole depth at 7:00 am January 29, 1991 was 702'. This hole is not expected to be completed before the end of the first week in February.

Sincerely yours,

John Zbeetnoff