

**Curragh
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TELECOPIER COVER LETTER

TO: Cam Reed

TELECOPIER NO. Whithorse office

FROM: Brad Pearson

CURRAGH RESOURCES INC., Box 1000, Faro, Yukon, Y0B 1K0

TOTAL NO. OF PAGES: 3 DATE: Mar 08 TIME: 4:20 pm OPERATOR Lita
(Including Cover Letter)

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MESSAGE Cam, I came up with an idea on how
to manage our black hole information better.
Dave Tenny thinks it's a good idea, let me
know what you think about it.

Brad

CURRAGH RESOURCES INC

FABO YUKON

INTER-OFFICE MEMORANDUM

DATE: March 8, 1990

TO: SEE DISTRIBUTION

FROM: BRAD PISONY
GRADE CONTROL GEOLOGIST

SUBJECT: BLASTHOLE DATABASE

Beginning with the drilling on the 3490 bench and any East phase benches, our method of data entry will be slightly different, as well as the way we sample holes that contain distinct ore/waste contacts.

A blasthole database, identical to BLASTDAT.WR1 will be created called BH-INDCT.WR1. This database will have all the blasthole data in its most accurate form, rather than containing data which represents the actual mined, ie: blastholes which are reduced because of mining loss.

In other words, this database will contain "indicated blasthole reserves. All data entry in this database must be representative of the contained ore seen in the blasthole cuttings. For example, if a blasthole has 12 feet of waste on the top and 8 feet of ore on the bottom, only the ore will be sampled and when the assay returns the data will be entered with a grid "Length X Width X 8' height. If a blasthole contains a mixture of waste and ore, with no discernable contacts, then the hole must be sampled at the full 20' interval and entered into the database as such. Care must be taken to ensure that the Length & Width of the grid are as accurate as possible. As we have seen, a 20x20' grid does not always appear as we would expect. These adjustments can be made only if the survey pickup of each hole is available.

The new database will be used to compare against the model rather than the actual mined database.


BLASTDAT.WR1 will still be used. As the data is entered in BH-INDCT.WR1, I will copy it over into BLASTDAT.WR1, where the daily adjustments will be made to reflect the actual mined ore, as before.

We therefore can compare "actual vs indicated" to calculate our mining loss and evaluate pit operations performance, as well as our own.

RE: Blasthole Database (cont'd)

This will force the pit operation and geology department to mine more selectively to reduce the mining loss.

All subsequent information from the blasthole database will be included in the month end reports.


Brad Pisony
Grade Control Geologist

BP/cc

DISTRIBUTION

Wayne Kowal
Hugh McIssac
Amy McClelland
Shawn Horte

cc: Bill Dunn
Dave Tenney
Carm Reed