

Nick, Marg, Blende NTS 106D/7
NDU Resources Oct. 1989

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NDU Resources Inc has approached us with respect to a new financing (private placement) for the company. NDU is controlled by Archer Cathro Inc (the consulting group) and the properties in NDU have all been Archer Cathro discoveries.

~~NDU~~ NDU currently has 4.3 million shares out, and they are proposing that the investy company purchase 500,000 shares at \$3.00/share (presently trading at \$1.20). NDU would use the proceeds for further exploration on their MARG property (\$1,000,000) and on their Hyland Gold property (\$300,000). The remainder would be discretionary. Details are attached.

NDU presently has 3 other properties ^(besides Reabou) as assets. Their BLENDE property (potential 50 m³ tonnes of Pb Zn in a dolomitic breccia) is currently under option to Billiton who must

pay \$300,000 and spend \$4,000,000 for a
50% interest. Likewise their Nick property
(\$5% Ni in a shale hosted sedex environment)
is under option to Inco who have to pay
\$200,000 and spend \$2,000,000 for a 60% interest
Their last property is south of the Iskut camp.