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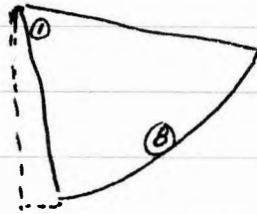
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Joe:

I have received the following information re Dynasty on an extremely confidential basis from an engineer who recently spent a couple of days on Dynasty's Faro property in the Vangorda region.

From data shown him he estimates they have indicated 37,000,000 tons averaging 9.3% combined Pb-Zn and perhaps 1oz Ag, all in one deposit which is dipping gently southeastward with the topography, is about 100 feet thick on the average, and is covered by about 200 feet of overburden.

The deposit thickens and broadens down dip, ie it is pie-shaped in plan (with the pointed end being the shallow end) and the broad pie-edge is thicker than the pointed end.



The tonnage and grade estimates are based on 3 ^{vertical} rotary holes and 3 ^{vertical} diamond drill holes drilled in a random pattern throughout the approximately 3 million square feet of area underlain by the deposit. Data re the 6 holes is

No. 1 (rotary) - 10.9% combined Pb-Zn - 45' thickness

No. 2 (rotary) - 5.3% " " " - 50' "

No. 3 (diamond drill) - 13.42% " " " - 76' "

No. 4 (rotary) - 7.2% " " " - 60' "

No. 5 (diamond drill) - 10.08 " " " - 198' "

No. 8 (diamond drill) - 9.0 " " " - 196' "

-also No. 6 (diamond drill) - entered the zone at 265' & was still in it at 420 when drill stuck

" No. 7 (diamond drill) - was in the zone from 369 to 468 - no assays available for holes 6 & 7.

The zone has been well indicated by a good gravity anomaly. The holes have not necessarily been drilled in ~~the~~ high gravity spots within the overall gravity anomaly, and there are no bad holes between any of the various good ones - all suggesting that the zone can be considered quite solid over the approx. 3,000,000 sq. feet of ~~the~~ pie-shaped area.

In addition, about 1/2 mile away they have well drilled off another zone containing 1 to 2 million tons.

My friend tells me that Cyprus Mining Corp. has taken over total charge of the ~~drilling~~ ^{drilling} programme, and that the Dynasty principals (Aho, Kulan, etc) probably don't know all of the results I have written down here, many of which my friend ~~has~~ got hold of rather irregularly. The above information makes me feel even more sure that it is to Cyprus Mining principals that we should direct our attention, rather than to the Dynasty principals as La Prairie is causing us to do. It may be that the Dynasty people are here in Toronto this week without ~~the~~ Cyprus Mining Corp's blessing.

Paul