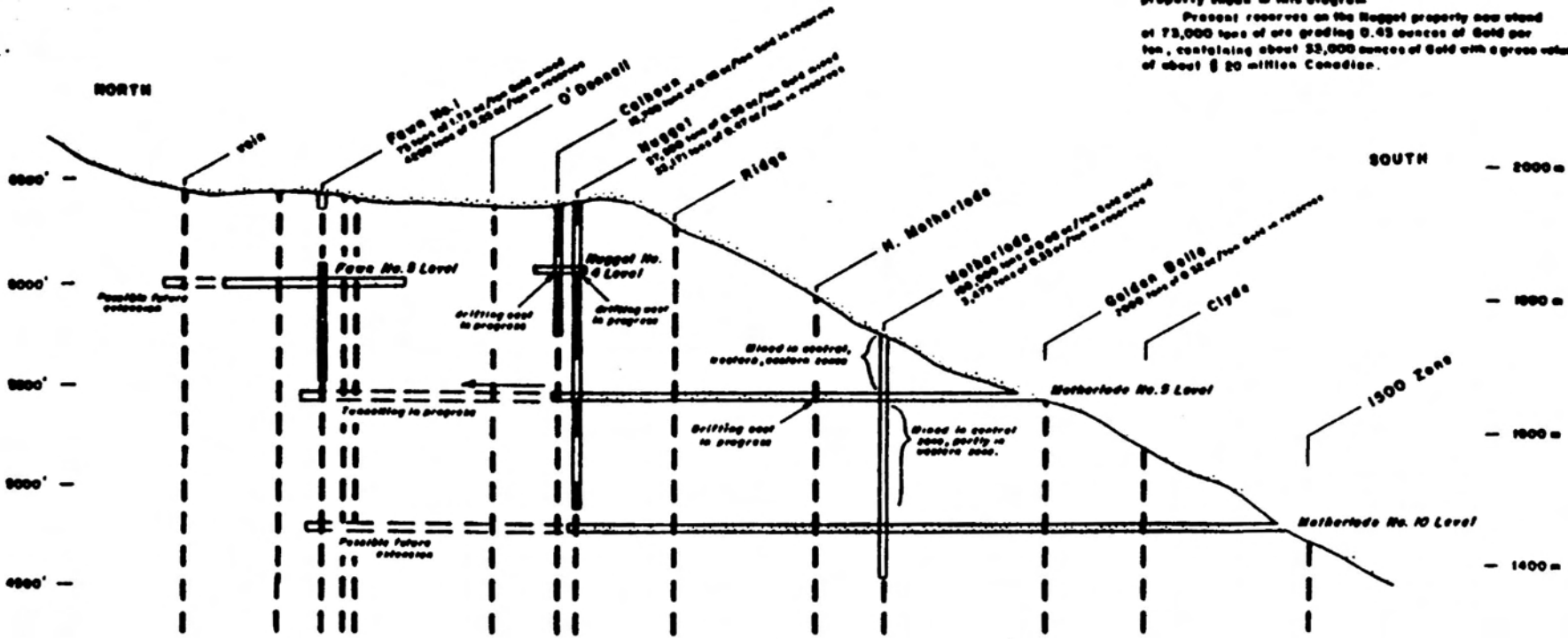


This reference scale bar has been added to the original image. It will scale at the same rate as the image, therefore it can be used as a reference for the original size.

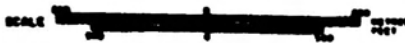
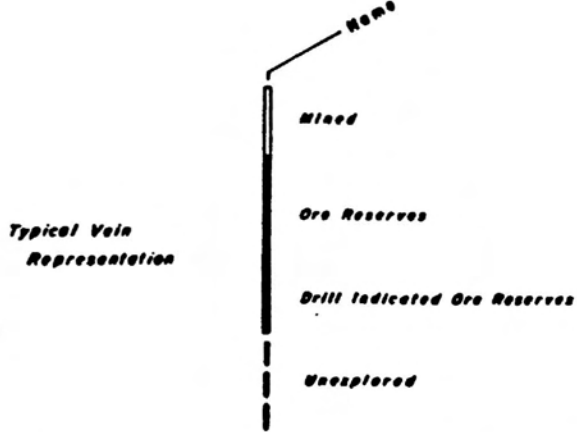
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Note: Post production up to 1980 from the Nugget property was 427,000 tons of ore grading 0.34 ounces of Gold per ton. Of this amount, 163,375 tons grading 0.91 ounces of Gold per ton came from the veins on the part of the property shown in this diagram.

Present reserves on the Nugget property now stand at 73,000 tons of ore grading 0.43 ounces of Gold per ton, consisting about 32,000 ounces of Gold with a gross value of about \$ 20 million Canadian.



Note: The Ore zones on the veins may be some distance east or west of where these existing tunnels cut across the vein, and exploration may require drifting and drilling along the veins. For example the Motherlode vein is partly mined in three ore zones within a horizontal distance of 1400 feet and a vertical distance of 1400 feet.



GUNSTEEL RESOURCES INC.
NUGGET PROPERTY
 SHEEP CREEK GOLD CAMP - SALMO, B.C.

**SCHEMATIC DIAGRAM SHOWING
 A NORTH-SOUTH VERTICAL SECTION
 ACROSS VEINS
 IN FAWN / NUGGET / MOTHERLODE AREA**

A. Scoopgood

October, 1987

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