

GCNL #29 12 FEB 81 CYPRUS ANVIL MINING CORPORATION 94F/6E, 11E 094F 008

YEAR ENDED DECEMBER 31,	1980	1979	YEAR ENDED DECEMBER 31,	1980	1979
Concentrate Sales	\$199,718,000	\$235,462,000	Ore Milled, Dry Tonnes	2,825,000	2,823,000
Ocean freight, treatm. ch.	73,315,000	86,925,000	Ore Grade, Lead %	3.12	3.26
Revenue, net	\$126,403,000	\$148,537,000	Ore Grade, Zinc %	4.68	5.28
Prod'n, Land Transp., Etc.	64,739,000	55,987,000	Lead Concentr., Dry Tonnes	116,490	117,491
Admin., General Costs	18,005,000	13,364,000	Concentr. Grade, Lead %	56.86	61.39
Deprec'n., Amortiz'n.	7,122,000	7,581,000	Zinc Concen., Dry Tonnes	195,814	222,073
Product Invent. Decrease	3,587,000	3,659,000	Concentr. Grade, Zinc %	48.33	50.38
Interest Income	1,429,000	960,000	Mixed Lead, Zinc, Dry Tonnes	13,548	28,631
Interest Expense	907,000	1,394,000			
Asset Sale Loss	82,000	233,000			
Exploration Expense	2,356,000	1,390,000			
Foreign Exch. Gain (Loss)	(246,000)	559,000			
Income Tax	6,450,000	20,700,000			
Yukon Royalty	1,650,000	5,840,000			
Net Earnings	\$23,180,000	\$38,290,000			
Per Share	\$3.02	\$5.01			
Working Capital	\$11,208,000	\$14,097,000			

In presenting comparative results of Cyprus Anvil Mining Corporation for the year ended 31 Dec 80, president John Bruck attributes the decline in earnings principally to lower ore grade and recovery combined with higher production costs. Although mill throughput was at the same level as 1979, it was well below plan levels as a result of a number of operational difficulties.

Metal prices averaged 48.1¢ per pound of lead in 1980 vs 62.4¢ in 1979; 42.4¢ per lb. of zinc vs 42.1¢; \$23.87 per oz. of silver vs \$12.84.

In December, agreement on 1981 smelter treatment charges under long-term contracts was reached with the 2 principal Japanese customers. This covers 210,000 tonnes of zinc concentrate and 105,000 tonnes lead concentrate per year through 1983. A significant decrease in smelting charges for zinc concentrate was achieved.

The diamond drill program on the Cirque Deposit in northern B.C., which is being explored in joint venture with Hudson's Bay Oil and Gas Co. has resulted in an increase in indicated reserves from 18,000,000 tonnes of 2.3% lead, 7.9% zinc and 49 grams per tonne silver to 30,000,000 tonnes of 22% lead, 7.8% zinc & 48 gr. per tonne silver. Included within this reserve are 14,800,000 tonnes of 2.8% lead, 9.4% zinc and 55 gr. per tonne silver. The deposit is open to extension. Drilling will resume in 1981.