January 20, 1987

MEMO TO FILE

JONAL - NEW CO
CINNABAR - PROPOSALS

FROM: C. Sayer

RE: White Star Property Zeballos area Vancouver Island

On January 20 '87 I examined a report on the White Star Property, Alberni Mining Division, which was submitted by J. Paul Sorbara to Cinnabar Resources.

Mineralization is found in auriferous quartz veins hosted by diorite, calc silicate rocks or andesite. Two veins on the property were worked between 1935 and 1942. In that time 1,414 tons of ore were produced which averaged 5 oz/ton gold and 2.09 oz/ton silver. Work was then stopped because of WW II rather than depletion of ore.

Because the aforementioned two veins were not tested to greater depth or along strike, and there are numerous similar veins on the property which have not been tested at all, I must echo the feeling of Mr. Sorbara that the possibility of finding economic high grade mineralization on the White Star property is excellent.

Chris Jayer.