Telephone (604) 988-1545

## STEPHEN EXPLORATIONS LTD.

746 Regal Cres., North Vancouver, B.C. V7K 2X8

June 16, 1992

Mr. D. Agur R.R. #1, Site 17 C-9 Summerland, B.C. VOM 1ZO

Dear Don: Enclosed are your several reports I have used as references.

My report on the mapping done May 20 to 29 is provided in three copies. One with your name on the cover contains coloured maps and is for your own use. The other two, with uncoloured maps, are for deposit with the Ministry of Mines for assessment purposes.

With the two assessment reports is a typed copy of "Statement of Work" which requires addition of your mining license number. (I assume that is what political double speak means where it says "Client Number"). On the back of the forms please check the accuracy of the Claim names, Record numbers and expiry dates. Add your Notice to Group No. and date recorded. The ministry will want 2 copies with the claim map attached and you should keep a copy for your records. Hence you will have to make 2 more copies. A claim map sketch entitled GROUPING SKETCH is enclosed to accompany each copy.

A statement of expenditure is included in this report. I have included itemized costs for office work including xerox but these do not cover all costs since I have supplied only diamond drill holes SS 1-79, 2-79 and 3-79 in the report to the Ministry.

A separate invoice is provided for the out of pocket costs outstanding.

I realize, as I write this letter, that I neglected to group the claim fractions SS-1, SS-2, SS-3 in the "Statement of Work". You may wish to add those claims. If you wish to include those claims add them to the back of the "Statement of Work", change the totals K and M and reduce the PAC amount from \$500 to \$200.

I trust this will meet with your approval. Kamloops is now the recording office looking after several districts. See attached list.

If by chance, you go to Kamloops to file this work you might wish to visit the Teck Exploration office and talk to Fred Daley. His letter of March 10 is enclosed. Show him Figure 4 Vertical Section SS 1-79 and tell him of this report. If Fred is not available ask for Jean Pautler. She used to work for us and, if she is still working for Teck, will understand the situation.

Although I have tried to keep the report on a positive outlook it still remains a problem that, is the assays in hole SS 1-79 do not stand up; there are simply no ore grade intersections, that is assay x width, to indicate an ore zone. At the same time, the fact that there is extensive fracturing and alteration with some gold and silver makes me wish to carry out a large, and therefore expensive, geophysical programs on a detailed basis. I am sure some drill targets could be justified.

Thank you most sincerely for your co-operation and hospitality. I have enjoyed this work.

Yours very truly, J.C. Stephen Explorations

lano.

J.C. Stephen

JCS/ms