

CORDILLERAN ROUNDUP - SNAP SHOT REVIEWS

February 4, 1988

Property/Project

Authors: Peter Tegart

Name : Lawyers Deposits Commodities  
 NTS : 94E/6E Gold/Silver  
 Claims : Lawyers/Law/GTW/Road/Breeze Names/Numbers  
 Acreage: 3825 Hectares 1.937,221 Tons  
 approximately 15 miles<sup>2</sup> Grading .196 oz/ton Au  
 7.10 oz/ton Ag

Agreements

Owned 100% by Cheni Gold Mines Inc.

History - Optioned from Kennco Western Ltd. 1979 by assignment from Semco Mining Corporation. Followed by joint venture with Agnico-Eagle, Sudbury Contract & Kennco Western. All right and title transferred bought by Cheni in 1986.

Exploration (Techniques)	Amount	Type	Cost
Period			
1969-1975	3772'	DDH	\$250,000
1979-1985	69,338'	DDH	} 10,399,037
	22,965'	Trench	
	4,264'	Underground	
Development	Amount	Type	Cost
Period			
1987-1988	34,219'	DDH	1,100,000
	Pre-production capital		36,000,000
Production	Tonnage(s)	Method	Grade
Period			
1988 -	1.9 mt	Underground schrinkage & blast-hole stopes	as above

Geology

Regional - Norhterly Trending, quartz breccias & stockwork veins, steeply cross-cutting near flat lying, L. Jurassic Toodoggone Volcanics

Local - Three, Electrum & argentite quartz breccia veins found proximal to northerly trending normal faults or half-graben margins over 1 km strike lengths.

Alteration - Best grades of Au & Ag found within intensely argillically altered wall rocks. Alteration continues into walls exhibiting propylitic characteristics.

**Current Exploration** - 34,219' of surface diamond drilling carried out on Cliff Creek zone during 1987 season which doubled reserves to 1,937,221 grading .196 oz Au/ton and 7.10 oz Ag/ton. Approximately 50% of the known Cliff Creek zone has been drilled to date. Exploration drilling will continue in the future to test the Cliff Creek zone as well as the lessor known sub-parallel duke's Ridge zone. Underground drilling will continue below the 1700 meter level on the AGB zone this winter.

<u>Reserves</u>	Geological, possible, probable and/or proven	<u>1,937,221 tons</u>
	Number of zones	<u>3</u>
	Number of sample points	<u>400</u>
	Average grade	<u>.196 oz Au/ton 7.10 oz Ag/ton</u>
	Average thickness	<u>13.0 feet</u>
	Cut-off grade	<u>.15 oz Au/ton equivalent</u>
<u>Costs</u>	Recent exploration costs, i.e. this period	<u>\$1,100,000</u>
	Projected exploration costs of program to development	<u>\$ -</u>
	Projected development costs given positive economics	<u>\$ 36.0 M</u>
	Projected operating costs given positive economics	<u>\$ 73.83/ton</u>

which includes \$6.5 M for Road