January 22, 1983

M. L. Mahar General Delivery Ymir, B.C. VOG 2KO

680138 Dumas 82F/06E

Barrier Reef Resources Ltd 904, 675 W. Hastings St., Vancouver, B.C. V6B 1N2

Attention: A.F. Reeve

Dear Sir:

Myself and partners have 2 groups of claims in the Ymir area which we would like to option out. They are the following:

DAYBARAR: 8 located claims 4 miles from Ymir. The main showing is a quartz vein 7 feet wide at the 4600 ft. level. The vein is exposed again 90' up the hill in a shaft and is 6 feet. Assays: Grab sample from 7' exposer, Gold .20, .38, .72, 4.66, 1.73, .536 oz/T. Moiled sample from the shaft across the full 6' returned .18 oz/T.

DUMAS: Dumas Crown Grant and 7 located claims on Clearwater Cr. and about a mile north of the Dayoreak Group. The Dumas and 3 other claims have been soil sampled and show some promising anomalies. We did the soil sampling and the analysis was done by Cominco. There are 2 adits on the Dumas and on the top adit a small stockpile of ore gave the following assays: Gold 2.19, .76, .32, .29 Silver 16.34, 23.04, 1.37, 1.31, 4.52 Plus lead and zinc values.

We have other assays and a report from Commonco on this property. P. J. Santos, P. Bng. recommended both of these properties to David Minerals, but in a letter to us states that they are in poor financial shape and are in no position to option any property.

If you are not interested in these claims perhaps you know some Company that might be?

Yours truly

M. E. Mahar /mm

M. E. Mahar 357-9554 P. Beaulieu 357-9591 D. Lundgren 357-9523 P. J. Santos, P. Eng. Consulting Geologist (604) 365-3078

Note: P. J. Santos is the only Geologist to visit the aybreak showing.