

Huckleberry Feasibility Study

986-3376

Copper price (EMJ NOV 92) \$ 1.03 US.

Smelter charge (Mombeni) \$.27 US

NSR.

\$.76 US = .96 can

RESERVES;

\$ CAN \$ = .79¢

High Grade (NNI)

1485' L x 330' W x 495' ÷ 12 = 20 MMT .6 - 1.0 %

Ave .8% Cu (OTHER METALS \$.50)

Shipping ratio 1:1 (NNI)

PRODUCTION RATE (NNI) 2500 TPD x 365

Capital cost \$ 25 MM (NNI) ?

Operating cost \$ 7.25 - \$ 8.00 / T NNI \$ 7.50 ?

VALUE PER TON (.8% x 20' x \$.96) + .50 = \$ 15.86

REVENUE/YR = \$ 15.86 x 365 x 2500 = 14.5 MM

COST/YR = \$ 7.50 x 365 x 2500 T = 6.8 MM

ANNUAL OP PROFIT. - 7.7 M

Pay back ± 4 years.

RISK
IN
CONTINUITY

POWER