

HOUSTON METALS CORPORATION

Silver Queen Project (Summary) (all amounts in Cdn. \$)

1.	<u>Ore Reserves</u>	888,065 tons proven and probable 905,575 tons possible						
	Total:	<u>1,793,640 tons</u>						
2.	<u>Ore Grade</u>	<u>Cu</u>	<u>Pb</u>	<u>Zn</u>	<u>Au</u>	<u>Ag</u>		
	(% or oz/ton)	0.554	1.41	6.17	0.085	10.22		
3.	<u>Mining Rate</u>	175,000 tpy; 500 tpd						
4.	<u>Concentrate Production, Grade, Value</u>							
	<u>Tons per Year</u>	<u>Cu</u>	<u>Pb</u>	<u>Zn</u>	<u>Au</u>	<u>Ag</u>	<u>Net Smelter Return \$/year (x 1,000)</u>	
	Cu Conc.	4,100	26.0	1.9	6.0	.680	167.0	<u>6,400</u>
	Zn Conc.	18,000	0.5	0.5	60.0	.077	6.0	<u>5,500</u>
	Pb Conc.	3,800	0.9	52.0	7.3	1.48	79.2	<u>5,500</u>
	Total:							<u>17,400</u>
5.	<u>Metals Recovered in Concentrates (% of Total)</u>							
		<u>Cu</u>	<u>Pb</u>	<u>Zn</u>	<u>Au</u>	<u>Ag</u>		
	Cu Conc.	81	-	-	16	50		
	Zn Conc.	-	75	-	32	22		
	Pb Conc.	-	-	90	8	8		
	Total:	81	75	90	50	80		
6.	<u>Operating Costs:</u>	(\$/year) x 1000						
	Mining	10,000						
	Milling	<u>3,700</u>						
	Total:	<u>13,700</u> <i>\$78.29/t.</i>						
7.	<u>Operating Margin:</u>	(\$/year) 3,700,000						
8.	<u>Capital Cost Estimate:</u>	Approx. \$18,000,000						
9.	<u>Mine Life on Present Ore Reserves (including possible):</u>	10 yrs.						