

1986

Stripping - 231,565 cu yds ( $\approx 2.85$  yd.)  
 Mining - 92,475  $\checkmark\checkmark$  = 0.0116 oz/yd.  $\checkmark$   
 = 0.360 g./yd.

~~Gold Reserves~~ 36,711.9 grams  
 Raw Gold Production 33257, 1069.25 tray ounces.  
 (before Royalty deduction)

Days Production = 91 days.  
 July 15<sup>th</sup> - Oct 13  
 $28 + 16 + 47 =$

Avg. throughput = 1016 yd./day.

Stockpile paydnt = 56,975 yds.

Paydnt moved =  $92,475 + 56,975 = 149,450$  yds.  
 ( $\approx 5.02$  yd.)

Prepared by Prepared par	Initials Initials	Date
Approved by Approved par		

OPERATING STATEMENT  
FOR THE PERIOD: JUNE 1 TO OCTOBER 31, 1986

					+ 4650000
1	SALES -				25615652
2	DEDUCT MINING COSTS:				
3	Engineering & Geology		393143		
4	Equipment Rentals		1125700		
5	Repairs		482535		
6	Field expenses		611184		
7	Fuel		2962281		
8	Stripping & Mining		1,329,239.51		
9	Taxes & Licences		90600		
10	Travel		822631		
11	Trucking & Cartage		70884		
12	Wages		11882907	(1,514,372.16)	
13	DIRECT MINING LOSS			(1,258,221.64)	
14	DEDUCT ADMIN. & GEN'L COSTS:				
15	Insurance		158500		
16	Legal		49425		
17	Office Inyement & Supplies		1403413		
18	Telephone		248645		
19			1859983		
20	LESS INTEREST EARNED		(1114102)	(745881)	
22	OPERATING LOSS (DEFCIT)			(1,265,680.45)	
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27					
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307784 B.C. LTD.

ROWNLIN

	Initials	Date
Prepared by		
Approved by		
Approve par		

BALANCE SHEET

AT OCTOBER 31, 1986.

		1	2	3
	<u>ASSETS</u>			
	<u>Current Assets:</u>			
1	Cash on hand		5128	
2	Accounts Receivable - Aggeusa	11264025		
3	- Seneskes	62152947		
4	- Sikkala Trust	4745	73421717	
5	Prepaid Insurance		766000	74189845
6				
7	<u>Fixed Assets:</u>			
8	Mining Equipment			19367831
9				
10	Incorporation Costs			70850
11				<u>1,036,280,26</u>
12				
	<u>LIABILITIES AND EQUITIES</u>			
13	<u>Current Liabilities:</u>			
14	Bank overdraft	2437821		
15	Accounts Payable	26945473		
16	Payroll taxes	815777		
17				
18	Loan (L.S. Hallman)	200000000	230196071	
19				
20	Operating Deficit		(1,265,680,45)	<u>1,036,280,26</u>
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W. G. HAINSWORTH & ASSOCIATES LTD.

Mining Consultants  
Calgary, Alberta

DRAIN (Lease 1697)

Line C-C -	(3A)	100-106	(6)	.00127	.00190
	(40)	0-65	(65)	.05765	.08647
	(29)	0-32	(32)	.02024	.03036
	(30)	0-70	(70)	.02021	.03032
		20-70	(50)	.02762	.04142
	(30A)	0-30	(30)	.02513	.03769
	(39)	0-41	(41)	<del>.00021</del>	.00031
Line C-C		138 ft -		.02046	.03069
		118 ft -		.02365	.03547
		183 ft -			.05358

125.5	@	.10012	
80.5	@	.01014	
69.5	@	.02326	Don average grade, (#1782)
30	@	.02581	

305.5

.05162

Don Claims

Line 1 - (EE', AA')

- 4A?, 5, 5A, 6, 7,  
9, 9A, 9B, 10,  
55, 55A, 55B, 56

5	60-76	-	.07852	.11779
5A	68-81.5	-	.10635	
10A	90-96	-	.00263	.15952
9B	88-16.6	-	.07221	.00369
56	90-100	-	Dead	.10632
55B	90-102	-	.00306	.00459

Line 1 = 125.5 ft - .06675 (10012)

Line 2 - (FF', BB')

- 1, 1A, 2, 3, 3A, 3B,  
3C, 3D, 4(?), 11, 12,  
3G,

2	86-94	-	.02640	.03960
3A	100-106	-	.00127	.00190
3G	100-156.5	-	.00380	.00513
12	104-114	-	.00216	.00324

Line 2 = 80.5 ft - .00676 (01014)

Line 3 - (HH', DD')

- 8, 8A, 13, 13A,  
14, 15, 15A

13	96-101.5	-	.05801	.08701
14	100-106	-	.03227	.04841
15	98-122	-	.00396	.00594
15A	96-130	-	.01382	.01865
120-130	-	-	.02522	.03783

Line 3 = 69.5 ft - .01550 (02326)  
= 25.5 ft - .03235 (04852)

Line 4 - (II', EE')

- 16, 16A, 17,  
16B, 57, 57A,  
58,

16A	48-92	-	Dead	
16B	96-103	-	Dead	
17	86-96	-	Dead	
57A	104-110	-	.02567	.03466
58	96-120	-	.01509	.02038
150-156	-	-	.03967	.05356

Line 4 = 30 ft - .01721 (02581)  
6 ft - .03967 (05356)

~~Line 5~~

Line 1	<del>150 x 285 x 20 = 21000</del>	125.5 x 10012
2	<del>150 x 215 x 20 = 21000</del>	80.5 x 01014
3	<del>150 x 210 x 20 = 21000</del>	69.5 x 02326
4	<del>150 x 210 x 20 = 21000</del>	30.0 x 02581 (02326)

and depth 76.4 = .0516

1986

Date	Paydnt	Inv. #	Qty	Rate	Total	Balance
July 15/86	1/5 @	#1053	115	@ 5 = 575	575	575
16	1/5 @	#1065	165	@ 5 = 825	825	1400
17	1/5 @	#1066	50	@ 5 = 250	250	1150
18	1/5 @	#1067	85	@ 5 = 425	425	725
21	1/5	#1070	90	@ 5 = 450	450	275
22	1/5	1071	87	@ 5 = 435	435	160
22	1/5		980	67	@ 5 = 335	335
23	1/5	1072	46	@ 7.5 = 345	345	3640
23	1/5		67	@ 5 = 335	335	3975
24	1/5	1073	130	@ 5 = 650	650	4625
24	1/5		109	@ 5 = 545	545	5170
25	1/5	1074	130	@ 5 = 650	650	5820
25	1/5		186	@ 5 = 930	930	6750
26	1/5	1075	118	@ 5 = 590	590	7340
26	1/5		120	@ 5 = 600	600	7940
28	1/5	1077	89	@ 5 = 445	445	8385
28	1/5		113	@ 5 = 565	565	8950
29	1/5	1078	115	@ 5 = 575	575	9525
29	1/5		121	@ 5 = 605	605	10130
30	N.S.	1079	118	@ 5 = 590	590	10720
30	O.S.		78	@ 5 = 390	390	11110
31	N.S.	1080	51	@ 5 = 255	255	11365
31	O.S.		122	@ 5 = 610	610	11975
Aug 1	N.S.	1081	105	@ 5 = 525	525	12500
1	O.S.		69	@ 5 = 345	345	12845
			91	@ 5 = 455	455	13300

Inv. #1062

15 days

#1063

76 days

575

11,675

12,250

EWo#

Date	Paydirt to Kaw D.P.	Carried Forward
Aug. 2	N.S. 1082 { 73@5 = 365 ✓	13150
4	D.S. 1082 { 81@5 = 405 ✓	13515
4	N.S. 1084 { 53@5 = 265 ✓	13920
4	D.S. 1084 { 43@5 = 215 ✓	14185
5	N.S. 1085 { 79@5 = 395 ✓	14400
5	D.S. 1085 { 30@7.5 = 225 ✓ 51@5 = 255 ✓	14795
6	N.S. 1086 { 109@5 = 545 ✓	15020
6	D.S. 1086 { 71@5 = 355 ✓	15275
7	N.S. 1087 { 91@5 = 455 ✓	15820
7	D.S. 1087 { 68@5 = 340 ✓	16175
8	N/S 1088 { 83@5 = 415 ✓	16630
8	D/S 1088 { 93@5 = 465 ✓	16970
9	N/S 1089 - 80@5 = 400 ✓	17385
10	D/S 1091 - 82@5 = 410 ✓	17850
12	N/S 1092 { 96@5 = 480 ✓	18250
12	D/S 1092 { 94@5 = 470 ✓	18660
13	N/S 1093 { 96@5 = 480 ✓	19140
13	D/S 1093 { 68@5 = 340 ✓	19610
14	N/S 1094 { 26@5 = 130 ✓	20090
14	D/S 1094 { 36@15 = 540 ✓	20430
15	N/S 1095 { 110@5 = 550 ✓	20560
15	D/S 1095 { 76@5 = 380 ✓	21100
15	N/S 1095 { 9@20 = 180 ✓	21650 ① 575
15	D/S 1095 { 92@5 = 460 ✓	22030 ② 11,675
16	N/S 1096 { 88@5 = 440 ✓	22210 ③ 10,325
16	D/S 1096 { 79@5 = 395 ✓	22670 22,570
18	N/S 1098 { 22@5 = 110 ✓	23110
18	D/S 1098 { 90@5 = 450 ✓	23505

Inv. #1063

2150

Inv # 1066

14 days

11

EWo#

Aug 19	N/S	1099 { 86 @ 5 = 430 <sup>Chgd</sup> as 365	24495
"	D/S	90 @ 5 = 450 ✓	24945
20	N/S	1100 - 75 @ 5 = 375 ✓	25320
"	D/S	NIL	
21	N/S	1251 <sup>94</sup> <del>98</del> @ 5 = <del>490</del> 470 ✓	25790 <del>26790</del>
21	D/S	NIL	
22	N/S	NIL	
22	D/S	NIL	
23	N/S	NIL	
23	D/S	NIL	
24	No	work Sunday:	
25	N/S	1103 { 109 @ 5 = 545 ✓	27335
25	D/S	74 @ 5 = 370 ✓	27705
26	N/S	1102 { 108 @ 5 = 500 ✓	28205
26	D/S	64 @ 5 = 320 ✓	28525
27	N/S	1104 { 196 @ 5 = 980 ✓	29505
27	D/S	101 @ 5 = 505 ✓	30010
28	N/S	1105 { 166 @ 5 = 830 ✓	30840
28	D/S	110 @ 5 = 550 ✓	31390
29	N/S	1106 { 166 @ 5 = 830 ✓	32220
29	D/S	168 @ 5 = 840 ✓	33060
30	N/S	1107 { 126 @ 5 = 630 ✓	33690
30	D/S	140 @ 5 = 700 ✓	34390
			33390

WWS  
NO-1066

- ① 575
  - ② 11,675
  - ③ 10,320
  - ④ 10,720
- 
- 33,290

12 days



ENO #

Paydirt to Ross Box

Date	Rate	ENO #	Rate	Amount	Total
Sept. 1.	N/S.	1109	141 @ 5	705	34,390
	P/S.		118 @ 5	590	35,095
Sept. 2	N/S.	1110	184 @ 5	920	36,605
	P/S.		115 @ 5	575	37,180
Sept. 3.	N/S.	1111	118 @ 5	590	37,770
	P/S.		105 @ 7.5	787 1/2	38,557 1/2
Sept. 4	N/S.	1112	123 @ 7.5	922 1/2	39,480
	P/S.		99 @ 7.5	742 1/2	40,221 1/2
Sept. 5	N/S.	1113	123 @ 7.5	922 1/2	41,144
	P/S.				
Sept. 6	N/S.	1114	145 @ 5	560	41,868
	P/S.		108 @ 5	540	42,448
Sept. 8.	N/S.	1116	56 @ 5	280	42,728
	P/S.		33 @ 15	495	43,223
Sept. 9	N/S.	1117	7 @ 20	140	43,363
	P/S.		40 @ 15	600	43,963
	N/S.		10 @ 15	150	44,113
	P/S.		72 @ 5	385	44,498
Sept. 10	N/S.	1118	74 @ 20	630	45,978
	P/S.		37 @ 15	675	46,433
	N/S.		29 @ 5	120	46,553
	P/S.		45 @ 18	810	47,363
Sept. 11	N/S.	1120	8 @ 15	120	47,503
	P/S.		37 @ 15	458	47,961
	N/S.		19 @ 5	95	48,056
	P/S.		5 @ 20	100	48,156
Sept. 12	N/S.	1120	60 @ 18	1080	49,236
	P/S.		50 @ 15	755	49,991
	N/S.		61 @ 5	305	50,296
	P/S.		24 @ 18	432	50,728
Sept. 13	N/S.	1120	27 @ 5	135	50,863
	P/S.		26 @ 5	130	50,993
	N/S.		44 @ 15	660	51,653
	P/S.				49,862

chgd addmt

Road down.

chgd as

side

Jms #103

13 days

EW0 #

Sept. 16	N/S	34@18		612 y	51,655
	D/S	48@15	1124	720 y	52,267
		16@5		80 y	52,987
Sept. 17	N/S	34@15		510 y	53,067
		75@5		375 y	53,577
	N/S	42@15	1125	630 y	53,952
		42@18		756 y	54,582
		15@5		75 y	55,338
Sept. 18	N/S	55@18		990 y	55,413
		15@5		75 y	55,403
	D/S	28@15	1126	420 y	55,478
		24@18		432 y	55,898
		19@5		95 y	56,330
Sept. 19	N/S	58@15		870 y	56,425
		2@5		10 y	57,295
A	D/S	55@15	1127	825 y	57,305
		21@5		105 y	58,130
Sept. 20	D/S	A.B. 98@5	1128	490 y	58,235
Sept. 22	N/S	29@15		435 y	58,725
	D/S	71@15	1130	1065 y	59,160
		4@5		20 y	60,225
Sept. 23	N/S	47@15		705 y	60,245
		18@5	1131	90 y	60,950
	D/S	58@15		870 y	61,040
		29@5		*145 omitted from inv.	61,910
					62,055

Inv. \$1074

7 days

EWo #

Inv #  
1074

Sept. 24	N/S.	58@15	870 h	62055
		41@5	205 h	62925 ① 575
	D/S.	69@15 1132	1035 h	63130 ② 11,675
		5@5	25 h	64165 ③ 10,320
Sept 25	N/S.	64@15	960 h	64165 ④ 10,720
	D/S.	32@15 1133	480 h	64190 ⑤ 13,175
				65150 ⑥ 3,497
Sept. 28	D/S.	57@15	855 h	65630 ⑦ 14,975
	D/S.	65@15 1136	975 h	66485
30	N/S.	98@15 =	1470 h	67460
	D/S.	70@15 = 1137	1050 h	68930 ⑧ 4,350
Oct. 1	N/S	101@15	1515 h	69980 ⑨ 69,287
	D/S (9.1)	37@15 =	558 h	71495
	D/S (330)	129@5 1138	645 h	72053
Oct. 2	D/S	283@5 1140	1415 h	72698
Oct. 3	N/S	43@15 =	645 h	74113
		129@5 1141	645 h	74758
	D/S.	368@5 =	1840 h	75403
Oct. 4	N/S.	67@15 =	1005 h	77243
	D/S.	97@5 1142	485 h	78248
		70@15 =	1050 h	78733
Oct. 6	N/S.	47@15 =	705 h	79783
	D/S.	37@15 = 1144	555 h	80488
		130@5 =	650 h	81043
				8169:

9 days

15

# EWo#

Daily work order - New. Carried

Oct. 7.	N/S	57 @ 15 =	855 4	Inv. #1079	82548
	O/S	62 @ 15 =	930 4		83478
		15 @ 5 =	75 4		83553
Oct 8.	N/S.	69 @ 15 =	1035 4		84588
	O/S.	79 @ 15 =	1185 4		85773
Oct. 9	N/S	75 @ 15 #147	1125 4		86898
	O/S.	9 @ 15 =	135	omitted for invoice	87033
		248 @ 5 =	1240		88273
Oct. 10.	N/S	300 @ 5 =	1500 4		89773
	O/S.	194 @ 7.5 =	1385 4		91158
Oct - 11	N/S.	94 @ 7.5	705 4		91863
		106 @ 7.5 #149	795 4		92658
Oct 12	O/S.	68 @ 7.5	510	omitted for invoice	93168

- ① 575
- ② 11,675
- ③ 10,320
- ④ 10,720
- ⑤ 13,175
- ⑥ 3,497
- ⑦ 14,975
- ⑧ 4,350
- ⑨ 23,188

6 days

1986

AUG 4	CLEANUP	2481.6 GRAMS	R. Sachate	RP.	
AUG 4	"	127.6 GRAMS	R. L.	BTW	
5	"	26.2 GR.	R. Sachate	BTW	
5	"	38.8 GR	R. L.	BTW	
6	"	10.9 GRAMS	R. Sachate		
8	"	234.8 GRAMS	R. Sachate	BTW	
9	"	875.1 GRAMS	R. L.	BTW	
9	"	955.4 GRAMS	R. L.	BTW	
12	"	44.0 GRAMS	R. L.	BTW	
14	CLEANUP	281.8 GRAMS	R. L.	BTW	
	SAMPLE	7.7 GRAM	R. L.		
15	CLEANUP	1408.5 GRAM	R. L.	BTW	6482.4
18	"	127.0 GRAMS	R. Sachate	andy	
18	"	36.9 GRAMS	R. Sachate	andy	
19	"	92.3 GRAMS	R. L.	andy	
19	CLEANUP	59.5 GRAMS	R. Sachate	andy	
19	"	286.2 GR.	R. L.	andy	
19	"	170.6 GRAMS	R. Sachate	andy	
20	"	32.8 GRAMS	R. L.	andy	
		<del>319</del>			
20	"	319.8 GRAMS	R. Sachate	andy	
20	"	29.0 GRAMS	R. L.		(not cleanup)
		<del>350</del>			
20	"	350.6 GRAMS	R. Sachate		

7987.1 ✓

AUG 20	CLEAN UP	131.1 GRAMS	R. Sachate	andy	
21		12.1 GR.	R. L.	andy	
		91.7 GRAMS	R. Sachate	andy	
21	CLEAN UP	14.7 GRAMS	R. L.	andy	
		212.1 GR	R. Sachate	andy	8448.8
28	CLEAN	45.1 GR.	R. L.	<del>andy</del>	
29		26.2	R. Sachate		
29		141.4	R. Sachate		
30		198.3	R. L.		
30		26.0	R. L.		
SEPT 3	CLEANUP	206.9	R. Sachate		
4	"	609.3	R. L.		
5	"	610.0	R. L.		
5	"	363.3	R. L.		
5	"	9.0 GRAMS	R. Sachate		
9	"	14.7 GRAMS	R. L.		
		127.1 GRAMS	R. L.		
		610.0 GRAMS	R. L.		
		333.2 GRAMS	R. L.		
SEPT 10		13.9 GRAMS	R. Sachate		
10		141.5 GRAMS	R. L.		
10		99.0 GRAMS	R. L.		
12	CLEANUP	104.1 GR.	R. L.		
12		30.2 "	R. L.		
13		329.6	R. L.		

2000  
 10:00 AM  
 10:00 AM  
 WED 6:00 PM

4500.5  
 4500.2

2  
 2  
 2

	13	CLEAN UP	48.3 GRAMS	R.L.	<i>MB</i>
	15	"	321.2 GRAMS	R.L.	<i>MA</i> 44053
	17		610. GRAMS	R.L.	<i>MA</i>
	17		371.2 GRAMS	R.L.	<i>MA</i>
	17		293.1 GRAMS	R.L.	<i>MA</i>
	17		21.0 GRAMS	R.L.	<i>MA</i>
	18		137.4 GRAMS	R.L.	<i>MB</i>
	18		452.3 GRAMS	R.L.	<i>MB</i>
	20		241.1 GRAMS	R.L.	<i>MB</i>
	Ross Dec 22		56.8 GRAMS	R.L.	<i>MB</i>
	22		534.8 GRAMS	R.L.	<i>MB</i> 7126
	23		26.8 GRAMS	R.L.	<i>MB</i> 229.11 02
	SUN DATE 23		494.2 GRAMS	R.L.	<i>MB</i>
	mon DAY 24		480.0 GRAMS	R.L.	<i>MB</i>
	24		28.8 GRAMS	R.L.	<i>MB</i>
	25		257.5	R.L.	<i>MB</i>
	25		296.3	R.L.	<i>MB</i>
0030	OCT 1		475.7 GRAMS	R.L.	<i>MA</i>
	OCT 1		610.0 GRAM	R.L.	<i>MA</i>
1415	OCT 1 <sup>st</sup>		280.3 GRAMS	R.L.	<i>MA</i>
	2		308.0 GRAMS	R.L.	<i>V.C.</i>
	2		610.0 GRAMS	R.L.	<i>V.C.</i>
130	2		572.0 GRAMS	R.L.	<i>V.C.</i>

1520

1575

0030

1415

130

7526.8 ✓

OCT 6	CLEANUP	281.3 GRAMS	R.L.	V.C.
9		610.0 GRAMS	R.L.	ma
1340	9	610.0 GRAMS	R.L.	ma
EAST CHANNEL		473.0 GRAMS	R.L.	ma

CLEANUP DONE OUT OF SEQUENCE. BOXES WASHED SAT NITE (FRI NITE SHIFT + SAT DAY)

OCT 7	CLEANUP	610 GRAMS	R.L.	V.C.
2055		53.0 GRAMS	R.L.	V.C.
9		152.9 GRAMS	R.L.	ma.

OCT 7	MERCURY AMALGAM CLEANED	1604 GRAMS	R.L.	V.C.
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52.63 oz.      32.9 GRAMS R.L. V.C.

OCT 10		519 GRAMS	R.L.	ma.
OCT 10		610.0 GRAMS	R.L.	ma.
OCT 9	CLEANUP	610.0 GRAMS	R.L.	ma.
1860	9	298.4 GRAMS	R.L.	ma.
YDS	10	223.5 GRAMS	R.L.	ma.
Sump	10	610.0 GRAMS	R.L.	ma.
	10	610.0 GRAMS	R.L.	ma.

OCT 10	CLEANUP	218 GRAMS	R.L.	ma
2120		392.8 GRAMS	R.L.	ma.

DRIFTS

8322-6 ✓



OCT 11 CLEANUP 610 GRAMS R.L. V.C.  
 1125 610 GRAM R.L. V.C.  
 +? 610 GRAMS R.L. V.C.  
 DRIFTS 227.8 GRAMS R.L. V.C.

OCT 11 CLEANUP 610 GRAMS R.L. W.C.  
 1885 yds 610 GRAMS R.L. Wayne A.  
 DRIFTS 610 GRAMS R.L. Wayne A.  
 STOCK FILE 77.0 GRAMS R.L. Wayne A.

OCT 12 CLEANUP 253.5 GRAMS R.L. V.C.  
 3390 GRAMS R.L. M.C.

OCT 13 CLEANUP 362.7 GRAMS R.L. M.C.

4920. ✓

TOTAL GOLD PRODUCED - ~~36,343.9~~

33,257 ✓

(3086.9)