

L E E M A C

MINES LTD. (N.P.L.)

June 1, 1972

TO THE SHAREHOLDERS

Including DDH #27, approximately 17,000 feet of B.Q. wireline diamond drilling has been completed this year on the Rainbow Claims. Four holes are presently in progress. Drilling is continuing on the target areas at a rate of about 8,000 feet per month under contracts recently negotiated calling for a minimum of an additional 25,000 feet of drilling. The costs of this accelerated program are in excess of \$100,000. per month.

The first eight holes established the existence of the #1 Ore Zone, and then a grid system of drilling was implemented in order to test the extensions. The easterly extension has now been confirmed and the #1 Ore Zone is open in the other three directions. Two diamond drill machines are currently employed to test the southern extension and will continue on to further outline the ore body.

Systematic drilling of the #2 Ore Zone is commencing with two rigs working on this part of the project. The other anomalous areas will also be tested during this program.

The extension of the I.P. survey on the #1 anomaly has now been completed and preliminary findings indicate significant enlargement of the known limits of this zone. Indications are that Zones #1 and #2 will probably join to form one anomalous area and a drill pattern will be established to test this theory.

A summary of all diamond drill holes completed to date is enclosed along with a map showing their relative locations to the ore zones.

All the funds for the additional 25,000 feet of drilling and related expenses are to be provided by Western Mines Ltd., through early exercise of the July 28, 1972 option on 100,000 shares of Leemac at \$4.00 per share. This early exercise will not change the due date on the balance of the outstanding options.

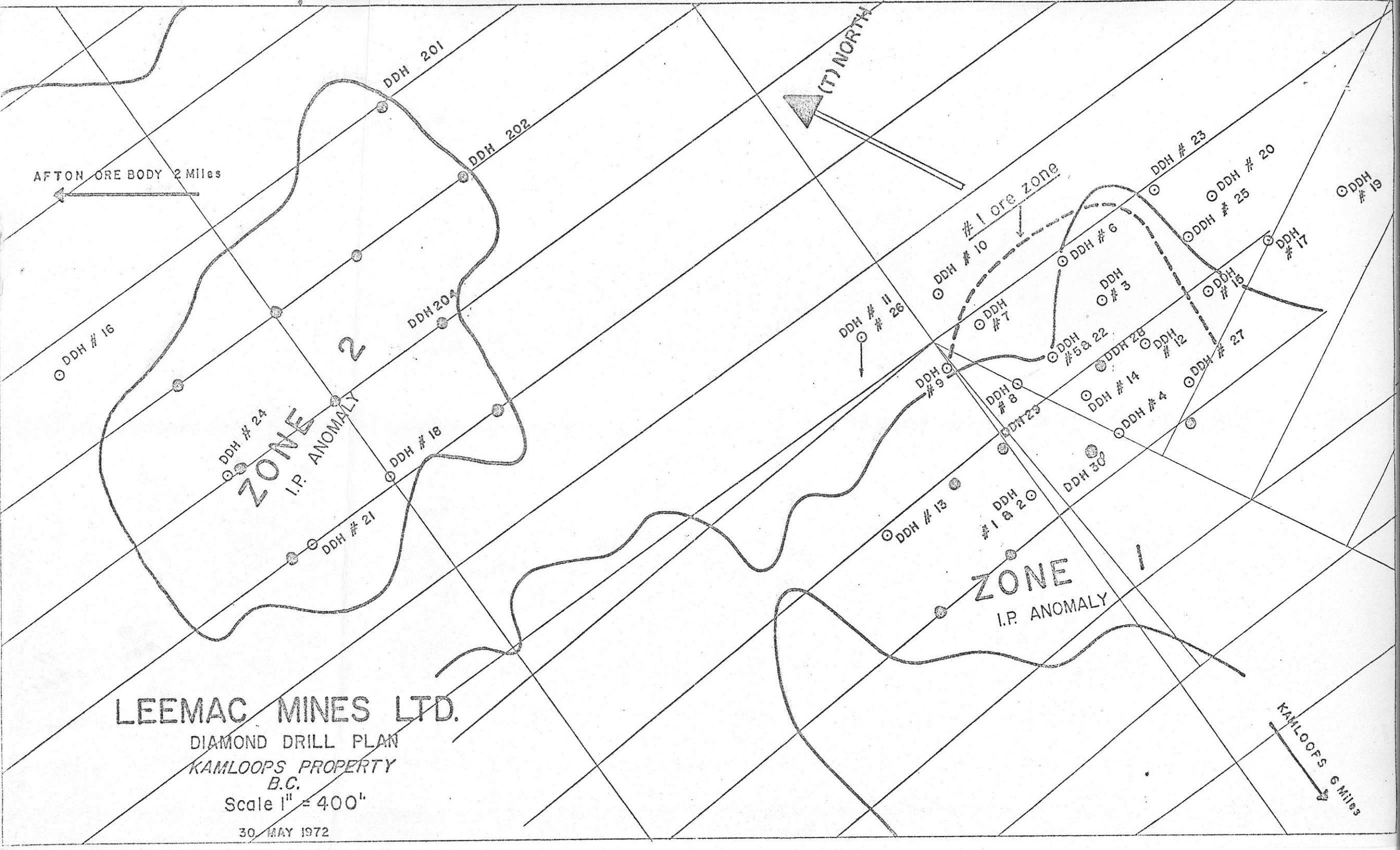
ON BEHALF OF THE BOARD OF DIRECTORS



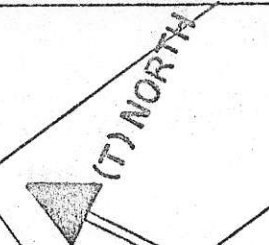
L. P. Price, C. A.
Secretary-Treasurer

LEEMAC MINES LTD. (N.P.L.)
DIAMOND DRILLING INFORMATION

Hole	Angle	Azimuth	Total Depth	Intersection From	To	Footage	% Copper	Remarks
1	-60°	114°(T)N	247	52	162	110	0.42	Zone #1 <i>26-81</i>
2	-45°	114°	242	80 80	240 200	160 120	0.38 0.47	Zone #1 <i>56-170</i>
3	-45°	294°	485	142 152	380 290	238 138	0.45 0.59	Zone #1 <i>100-269</i>
4	-45°	114°	468	20 130	360 340	320 210	0.57 0.845	Zone #1 <i>14-255</i>
5	-90°	-	500	13 80	400 380	387 300	0.53 0.67	Zone #1
6	-45°	294°	597	120 120	490 430	370 310	0.60 0.71	Zone #1 <i>85-346</i>
7	-90°	-	444	105 180	444 430	339 240	0.46 0.62	Zone #1
8	-45°	294°	1021	20 20	820 420	800 400	0.55 0.94	Zone #1 <i>14-580</i>
9	-45°	294°	371					Suspended for technical reasons. The hole deviated from the intended target and angle.
10	-90°	-	470	No commercial mineralization.				Drilled at the northern edge and away from the Zone #1.
11	-90°	-	420	No commercial mineralization.				Drilled at the northern edge and away from the Zone #1.
12	-60°	294°	726	400	650	250	0.51	Zone #1. <i>000-325</i>
13	-45°	114°	1241	120	<i>85-311</i> 440	320	0.49	Indicates the westerly extension of Zone #1.
14	-60°	294°	854	340	<i>170-280</i> 560	220	0.47	Zone #1.
15	-60°	294°(T)N	916	430	<i>304-343</i> 485	55	0.20	Exploratory hole to test the easterly extension of Zone #1.
16	-45°	85°(T)N	547	No commercial mineralization.				Exploratory hole away from Zones #1 & #2.
17	-60°	294°	995			46	0.20	600' east of mineralized Zone #1. Exploratory hole.
18	-60°	294°	804	100	<i>50-85</i> 170	70	0.50	Zone #2. Indicates the presence of mineralization in Zone #2.
19	-60°	294°	767	190	<i>134-177</i> 250	60	0.20	800' east of Zone #1. Exploratory.
20	-60°	294°	697	No commercial mineralization.				Exploratory hole 500' northeast of Zone #1.
21	-60°	294°	787	230	<i>163-187</i> 265	35	0.23	Zone #2.
22	-60°	294°	650	50	<i>35-113</i> 160	110	0.25	Zone #1.
23	-60°	294°	593	No commercial mineralization.				Northeast of Zone #1. Exploratory hole.
24	-60°	294°	573			12	0.71	Zone #2. Westerly edge of Zone #2.
25	-60°	294°	597	240	<i>170-198</i> 280	40	0.22	Away from Zone #1.
26	-60°	-	432					Hole abandoned, lost drill rods in the hole
27	-90°	-	438	187	260	73	0.30	Zone #1.
28	-20°		556	<i>170-556</i>		386'	0.35'	Zone #1



AFTON ORE BODY 2 Miles



DDH # 16
DDH # 24
ZONE 2
I.P. ANOMALY
DDH # 18
DDH # 21

DDH # 201
DDH # 202
DDH # 10
DDH # 11
DDH # 28
DDH # 7
DDH # 6
DDH # 3
DDH # 25
DDH # 19
DDH # 23
DDH # 20
DDH # 17
DDH # 15
DDH # 12
DDH # 27
DDH # 22
DDH # 28
DDH # 14
DDH # 4
DDH # 29
DDH # 13
DDH # 20
DDH # 30
DDH # 29
DDH # 14
DDH # 4
DDH # 27

ZONE 1
I.P. ANOMALY

#1 ore zone

KAMLOOPS 6 Miles

LEEMAC MINES LTD.

DIAMOND DRILL PLAN
KAMLOOPS PROPERTY
B.C.

Scale 1" = 400"

30 MAY 1972