

PROGRESS REPORT

February 18, 1974

Dear Sir/Madam

TAHTSA REACH COPPER BELT - B.C.

Norwich Resources has acquired a third block of claims located in the Tahtsa Reach Copper Belt, West of Houston, British Columbia. Concurrently with the acquisition of this property (the Smoke property), Norwich concluded an agreement with Noranda whereunder Noranda is required to incur explorations expenses of \$500,000.00 prior to 1978, to earn a 60% interest in the property. After the initial expenditure of \$500,000.00 Norwich may contribute to ongoing expenditures to retain a 35% interest or its interest may be reduced to not less than 5%.

The accompanying map indicates the locations of various ore bodies or potential ore bodies within a radius of 10 miles from the Smoke property. The most significant property, at this time, is the Berg property (No. 2), estimated at 300 million tons at .6% Copper equivalent, owned by Kennco and under option to Placer Development, which company is carrying out a feasibility study with a view to bring this property into production.

SILVER PROSPECT - SMITHERS B. C.

The Company's previous news release noted that many analysts were predicting a substantial rise in the price of silver. These predictions are now confirmed and the price of silver has increased remarkably within the last few weeks reaching an all time high of \$5.96 per oz. The "Two Bridge" property is considered to be a very interesting silver prospect by the Company's management. On this group of claims, four geological anomalies have been indicated by a soil sampling program and as soon as conditions permit, we plan to commence a detailed exploration and development program on the property.

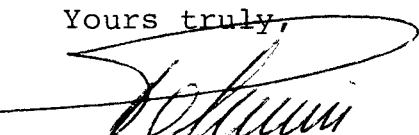
MINTO AREA - YUKON TERRITORY

This area was the scene of a significant copper discovery by Silver Standard/Asarco last year. Numerous companies have acquired claims in the area and are planning extensive exploration and development programs in 1974. Consulting Engineer, Gavin Dirom, P. Eng., prepared a report for the Company which states in part that the property is underlain "by the same mesozoic granitic rocks as the host rocks of the potential mineralized zone on the Silver Standard/Asarco and Falconbridge properties about 5½ miles to the north". The work program on the property as recommended by Mr. Dirom, will be undertaken early in the coming year.

You will find a stamped self-addressed envelope together with a coupon which we ask you to complete, if you have not already done so, and return it to the Company. A copy of the Company's latest prospectus and further releases will be sent to you as they become available. In the event that you contemplate any address change, please advise us in order that mail can reach you at your new address.

On behalf of the Board

Yours truly,


 A.A. Petancic
 President.

