

INMET

MINING

824461

May 31, 2000

Inmet Mining Corporation

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By Fax

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Larry Ovington
Kamloops,
B.C.

Re: PONGO Property, East Barriere Lake, B.C.

Dear Larry,

Thank you for providing us with the opportunity to evaluate the PONGO property in the Barriere area. After some discussion we decided we will not pursue an option to explore the claims. Although the new showings recently uncovered by your trenching are certainly of merit, our interpretation of the structural setting suggests that continuity of grade will be a challenge and as a result we view the project as high risk.

Best of luck exploring the ground.

Sincerely

INMET MINING CORPORATION



Colin Burge P. Geo
Senior Geologist

Inmet Mining Corporation

MEMO

Date: May 31, 2000
To: G. Riverin
From: C. Burge
Copies: I. Morrison, File NTS 82M/5W

Subject: **PONGO Property, East Barriere Lake, B.C**

A field visit to the PONGO property was undertaken April 20th and samples were taken of trenches and outcrops recently exposed by the vendor adjacent to and west of the old KAJUN trench located 500m south of East Barriere Lake. Sampling returned erratic high grades from galena-rich semi-massive sulphide in a structurally controlled quartz vein and veinlet zone in a graphitic argillite.

The property is 100% owned by prospector Larry Ovington of Kamloops who has been exploring the ground with dowser rods and an excavator.

Structural complications observed in the exposures combined with the lack of continuity in our sampling suggest that following-up the PONGO mineralization will be highly challenging and as a result the project is viewed as high risk. No further action is warranted.

LOCATION AND ACCESS

The prospect is located on the south side of East Barriere Lake approximately 6 hours drive NE of Vancouver. Access is via the East Barriere Lake road which heads east from Barriere. At the 20km point turn south on the lakes southern access road and at 4.2kms fork south and up the Upper John Creek road. The turn-off to the showings is about 2.8kms and heads steeply down the hill (north).

REGIONAL GEOLOGY

The PONGO and KAJUN trenches are roughly 15kms north of our former producer the SAMATOSUM silver deposit in the Eagle Bay meta-volcanics and sediments of the Lower Paleozoic. The package is interpreted by government workers to be stratigraphically above the SAM silver horizon, however, lack of tops indicators combined structural complexities in the area make any correlatiions difficult. PONGO may be a stratigraphic equivalent of the SAM horizon.

PROSPECT GEOLOGY

At the PONGO trenches an exposure of some 100m of laminated, in part silicified, Tshinakin limestone appears to be thrust over a tightly folded sequence of graphitic argillites. The argillites are strongly foliated and display kink bands and chevron folds etc. No obvious contacts are present other than the Tshinakin etc and fabrics suggest the argillites are tightly folded about a mafic volcanic exposed in the center of the open cut. Plunges may be south and uphill but further trenching would be necessary to confirm.

PONGO/KAJUN MINERALIZATION

The showing consists of semi-massive veins and veinlets of medium to fine grain galena with traces of sphalerite and chalcopyrite. Pyrite is present as disseminations and blebs in quantities up to 10%. No massive sulphides were observed.

Sulphides are in association with foliation parallel quartz boudins, veins and numerous veinlets mostly confined to the graphitic argillites. Quartz veins/veinlets were also observed in the overlying limestone suggest they post-date the shallow angle fault (thrust).

POTENTIAL AND PREVIOUS WORK

Outcrops at PONGO are limited to the KAJUN trench and a few road cuts some distance away. An extensive soil survey conducted by Westmin in 1973 failed to detect a significant anomaly downslope. Sporadic zinc highs were interpreted to represent down slope migration of soil from the trenches.

Westmin also drilled at least 3 holes to test the occurrence from the Tshinakin hanging wall. These holes adequately test the east potential suggesting the mineralization is of limited extent. (See figure 2).

PONGO TRENCH SAMPLING

SAMPLE	TRENCH	DISTANCE	ROCK TYPE	MINERALIZATION COMMENT
5151	1	0mE	Graph Arg, qtz vnlt	10-15% Gn, Tr. Cp, Sph
5152	1	1.3mE	Graph Arg + Qtz Vn.	2-3% Gn, Tr. Cp
5153	1	2.4mE	Qtz vn. / 0.15m	Tr. Gn?, Graph.,
5154	1	4.5mE	Andesite	10-15% Py., Tr fuchsite
5155	1	6.5mE	Graph Arg, qtz vnlt	Tr. Cp.
5156	1	8.2mE	Graph. Arg	Tr-1% Gn
5157	1	10mE	Graph Arg + Qtz.	
5158	2	3.5mN	Graph Arg + Qtz.	
5159	2	9.0mN	Graph Arg + Qtz.	5-7% Py
5160	2	25.0mN	Graph. Arg	
5161	3	6.6mS	Qtz Vn. + silicic arg	3-5% Gn., Tr. Sph
5162	NZ-2		Arg/Talus/Soil	3m channel duplicate
5163	3	9mS	Graph Arg + Qtz.	3-5% Gn
5164	outcrop	35mS of T3	Silic'd Ls.+ Graph Arg	Barite?

April 20/2000, Barriere BC

PONGO TRENCH SAMPLE RESULTS

ALS/CHEMEX, North Vancouver, BC

A0017271 - CERTIFIED

CLIENT : "INMET MINING CORPORATION "

of SAMPLES : 14

DATE RECEIVED : 24-APR-2000

PROJECT : "BC RECCE "

CERTIFICATE COMMENTS : "ATTN: COLIN BURGE / IAN MORRISON"

: " "

	999	386	301	312	316	2118	2119	2120	557	2121	2122	2123	2124
SAMPLE	Au g/t	Ag tonne	Cu %	Pb %	Zn %	Ag ppm	Al ppm	As ppm	B ppm	Ba ppm	Be ppm	Bi ppm	Ca %
5151	9.42	285	0.46	13	6.77	>100.0	0.09	42	<10	20	<0.5	<2	0.21
5152	4.89	39.3	0.21	0.28	8.39	36.6	0.13	34	10	10	<0.5	<2	0.31
5153	0.12	2.4	<0.01	0.05	0.05	2.6	0.13	86	30	10	<0.5	2	4.02
5154	0.21	.2	<0.01	<0.01	0.05	1.4	0.23	162	<10	10	<0.5	<2	3.22
5155	0.12	7.2	<0.01	<0.01	0.51	6.4	0.15	130	<10	10	<0.5	<2	3.26
5156	2.55	98.4	0.1	1.86	5.01	85.8	0.23	206	<10	20	<0.5	<2	1.79
5157	0.09	1.2	<0.01	<0.01	0.03	1.4	0.2	48	<10	20	<0.5	<2	2.4
5158	<0.03	0.6	<0.01	<0.01	<0.01	1	0.23	38	<10	30	<0.5	2	2.69
5159	0.42	17.7	0.07	<0.01	0.46	16.2	0.25	162	<10	30	<0.5	<2	3.65
5160	0.03	0.3	<0.01	<0.01	<0.01	0.6	0.2	34	30	30	<0.5	<2	1.1
5161	2.7	54.6	0.11	1.25	8.85	55.2	0.1	46	<10	10	<0.5	<2	1.47
5162	2.16	94.5	0.17	3.96	1.15	95.6	0.21	136	<10	30	<0.5	<2	0.48
5163	0.15	32.1	0.04	0.95	0.11	30.2	0.15	38	<10	10	<0.5	<2	2.72
5164	<0.03	0.9	<0.01	0.01	0.09	0.8	0.07	22	40	10	<0.5	<2	1.54

PONGO TRENCH SAMPLE RESULTS

	2125	2126	2127	2128	2150	2130	2131	2132	2151	2134	2135	2136	2137
SAMPLE	Cd ppm	Co ppm	Cr ppm	Cu ppm	Fe %	Ga ppm	Hg ppm	K %	La ppm	Mg %	Mn ppm	Mo ppm	Na %
5151	>500	5	61	4700	3.4	<10	<1	0.07	<10	0.04	685	<1	<0.01
5152	>500	6	64	1915	3.27	<10	<1	0.08	<10	0.03	1305	<1	<0.01
5153	1.5	14	79	29	4.29	<10	<1	0.08	<10	0.4	2400	9	<0.01
5154	3.5	35	70	62	5.44	<10	<1	0.16	<10	0.83	1690	<1	<0.01
5155	44.5	17	60	58	4.99	<10	<1	0.12	<10	0.83	2060	<1	<0.01
5156	237	18	52	903	4.42	<10	<1	0.18	<10	0.41	1315	<1	<0.01
5157	1.5	18	93	33	2.96	<10	<1	0.15	<10	0.57	1010	7	<0.01
5158	0.5	15	106	60	3.53	<10	<1	0.18	<10	0.66	1080	3	<0.01
5159	29	19	80	701	4.55	<10	<1	0.2	<10	0.98	1680	<1	<0.01
5160	<0.5	17	87	42	3.94	<10	<1	0.16	<10	0.05	770	1	<0.01
5161	>500	13	79	1120	3.75	<10	<1	0.08	<10	0.26	1690	<1	<0.01
5162	84.5	23	101	1700	4.47	<10	<1	0.15	<10	0.03	1750	5	<0.01
5163	9.5	12	95	347	2.73	<10	<1	0.11	<10	0.54	1510	2	<0.01
5164	2	5	132	35	1.02	<10	<1	0.04	<10	0.05	340	8	<0.01

PONGO TRENCH SAMPLE RESULTS

	2138	2139	2140	551	2141	2142	2143	2144	2145	2146	2147	2148	2149
SAMPLE	Ni ppm	P ppm	Pb ppm	S %	Sb ppm	Sc ppm	Sr ppm	Ti %	Tl ppm	U ppm	V ppm	W ppm	Zn ppm
5151	20	200	>10000	>5.00	142	1	49	<0.01	<10	100	<1	<10	>10000
5152	33	330	2260	1.12	<2	2	16	<0.01	<10	100	<1	<10	>10000
5153	41	400	502	2.43	4	4	124	<0.01	<10	<10	6	<10	352
5154	117	670	128	3.54	4	6	195	<0.01	<10	<10	6	<10	482
5155	55	870	86	2.04	6	4	152	<0.01	<10	<10	5	<10	4590
5156	47	740	>10000	4.66	26	4	88	<0.01	<10	40	<1	<10	>10000
5157	39	740	76	1.31	<2	4	129	<0.01	<10	<10	6	<10	200
5158	46	670	56	0.2	4	3	134	<0.01	<10	<10	7	<10	72
5159	41	790	50	2.46	2	4	148	<0.01	<10	<10	4	<10	4750
5160	48	520	24	0.08	<2	3	54	<0.01	<10	<10	4	<10	44
5161	34	340	>10000	4.21	<2	3	70	<0.01	<10	90	<1	<10	>10000
5162	33	680	>10036	0.33	36	3	36	<0.01	<10	<10	4	<10	>10000
5163	31	580	8320	0.66	12	3	113	<0.01	<10	<10	5	<10	1030
5164	18	1000	102	0.1	<2	.1	127	<0.01	<10	<10	16	<10	938