

827524

LARA (ABERMIN) DEPOSIT

JAN 1987

MINERAL INVENTORY		TONNAGE 0.100 MILLION TONS							
	GRADE	COPPER	LEAD	ZINC	GOLD	SILVER			
		1.48	3.07	14.91	0.238	6.71			
		%	%	%	Oz/T	Oz/T			
	RECOVERY %	90.0	50.0	80.0	90.0	80.0			
	COMMODITY UNIT	lb.	lb.	lb.	Oz.	Oz.			
	PRICE \$US	\$0.620	\$0.235	\$0.470	\$400	\$5.700			
	EXCHANGE RATE	1.400	1.400	1.400	1.400	1.400			
	PRICE \$CAN	\$0.868	\$0.329	\$0.658	\$560	\$7.980			
	TREATMENT CHARGES \$CAN	\$0.423	\$0.300	\$0.336	\$19.41	\$1.257			
	CONTRIBUTION TO NSR/TON	\$11.9	\$0.9	\$76.8	\$115.8	\$36.1			
	% TOTAL NSR	5%	0%	32%	48%	15%			
PRODUCTION		DCF RESULTS							
	750 MINING RATE TONS/DAY				10.0 %	COST OF CAPITAL			
	\$60.0 OPERATING COST \$/TON					NPV IRR			
	0.4 YEARS PRODUCTION				\$14.7	41.5%			
		PREPRODUCTION				PRODUCTION			
	% OF YEAR IN PRODUCTION	0%	0%	100%	-63%	0%	0%	0%	0%
	YEARS IN PRODUCTION	0.0	0.0	1.0	0.4	0.4	0.4	0.4	0.4
	YEAR	1	2	3	4	5	6	7	8
CASH FLOW: BEFORE TAX AND FOR 100 % OF PROJECT									
	CAPITAL	\$18.0	\$17.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
	TONS PRODUCED	0.0	0.0	0.1	0.0	0.0	0.0	0.0	0.0
	GROSS INCOME	\$0.0	\$0.0	\$66.1	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
	OPERATING COST	\$0.0	\$0.0	\$6.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
	PROJECT NET INCOME	\$0.0	\$0.0	\$60.1	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
	PROJECT CASH FLOW	(\$18.0)	(\$17.0)	\$60.1	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0