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February 21,1989

Mr. Merl Cloutier 502 - 901 Jervis Street Vancouver, B.C. V6E 2B6

Dear Merl:

Re: Prospecting Program - Multinational Properties Toodoggone Area

I am enclosing some sketch maps showing the areas involved - I forgot to metion earlier that two properties require work as follows:

1. Chappelle - Baker Mine

Most exploration and development work here has been in the western property area or within 1 km of the camp. Most of the known zones have been drilled but there are a few areas requiring follow-up based on geochemical work done in 1988.

The central claims area includes a number of areas to be checked. The southern part can be accessed off the road - fly camps or set-outs will probably be required for the northern area.

The eastern claims area has been covered reconnaissance geochem by Kennco back in the 1970's. Little follow-up work has been done and I would think that most of your work would be in this area. Like the central block, fly camping will probably be required for most of this area.

Copies of old reports will be available for your use. Good scale base maps are available for the western property area - I'll see what I can do for the rest.

2. Peregrine Falcon Property

As you can see from the sketch maps, these claims are 25 km north of the airstrip. Work here will require fly camping on the claims. Only limited work has been done here - Gerry and I put in a small grid on area 'B' in 1987. The Peregrine claim has not been looked at at all.

General

I anticipate a 5 to 6 week period with about 3-4 weeks on the Chappelle property and 10 days to 2 weeks on the Peregrine-Falcon.

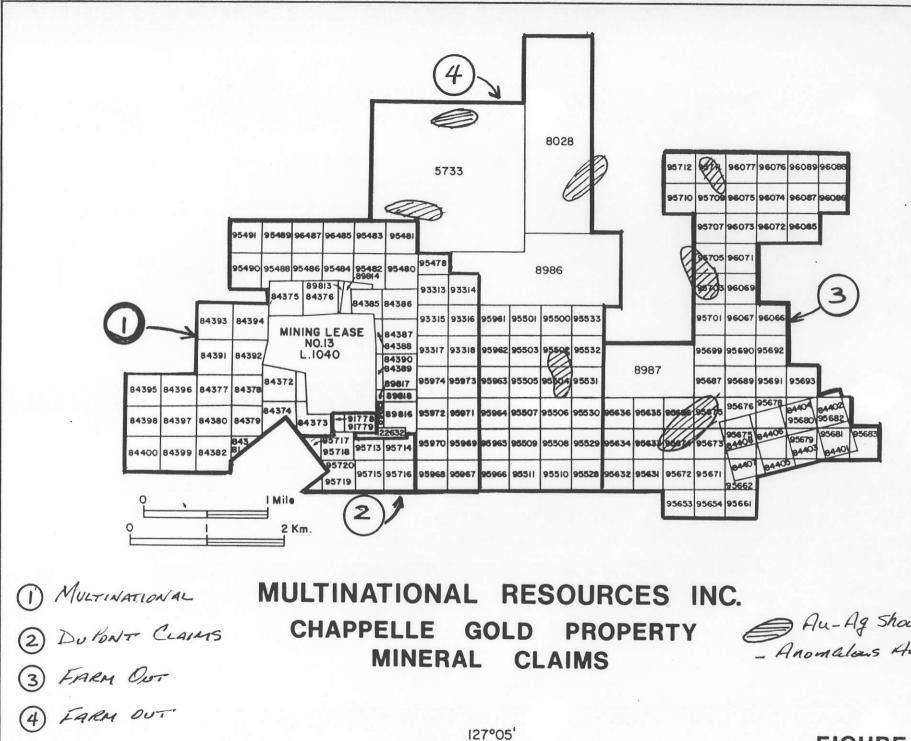
There will be a number of targets to follow-up and I would also expect that you would be able to examine all areas of interest as you see fit.

Some blasting will be required particularly on the Peragrine Falcon claims.

Samples collected for analyses will be at Multinational's expense and I would expect that they would also cover helicopter time. You will be expected to provide groceries and your own transportation in and out of the area - probably by vehicle assuming something can be worked out with Cheni. You should factor these costs into your bid.

I'm sure you'll have a number of questions - give me a call anytime - I should tell you that I will be away for about 10 days starting February 28 and from March 19 to April 11.

All the best

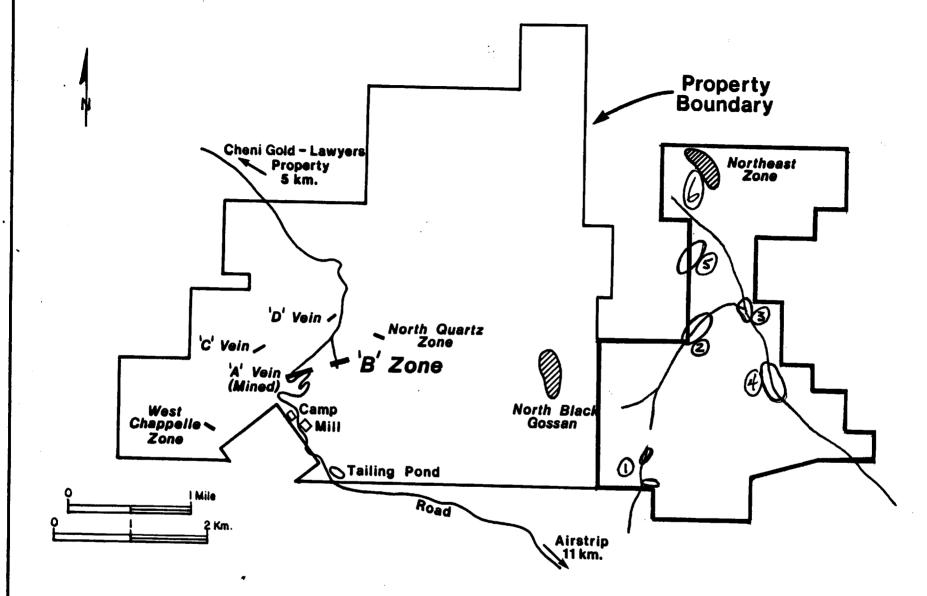


PROPERTY = Anomalous Aveas

57°15'-

127°05'

FIGURE:3



MULTINATIONAL RESOURCES INC. CHAPPELLE GOLD PROPERTY TOODOGGONE AREA, B.C.