

HD

830393

093L/7

Box 453  
Houston, B. C.  
VOJ 120  
July 8, 1996

604 . 845 2556

Electra Mining Co. Ltd.  
404-595 Howe St.  
Vancouver, B. C.  
V6C 2T5

Dear Mr. Stelling:

RE: Follow-up to phone conversation of June 28, 1996.

Please find the enclosed data related to the HD mineral property situated approximately 5 miles north of Houston, B. C. The property consists of 75 contiguous units and is jointly owned by Gloria Merkley, Dan Merkley and Wes Moll, all of Houston, B. C. The claims will remain in good standing until 1999.

We have available extensive data on the property, including soil sample surveys, which were performed over most of the area covered by the claims; a gravitometer survey, VLF-EM survey, IP survey, and geological survey.

In my opinion the property needs some diamond drilling as a follow-up to previous drill intercepts -- and to test several promising areas at depth.

I can be contacted at 845-2556.

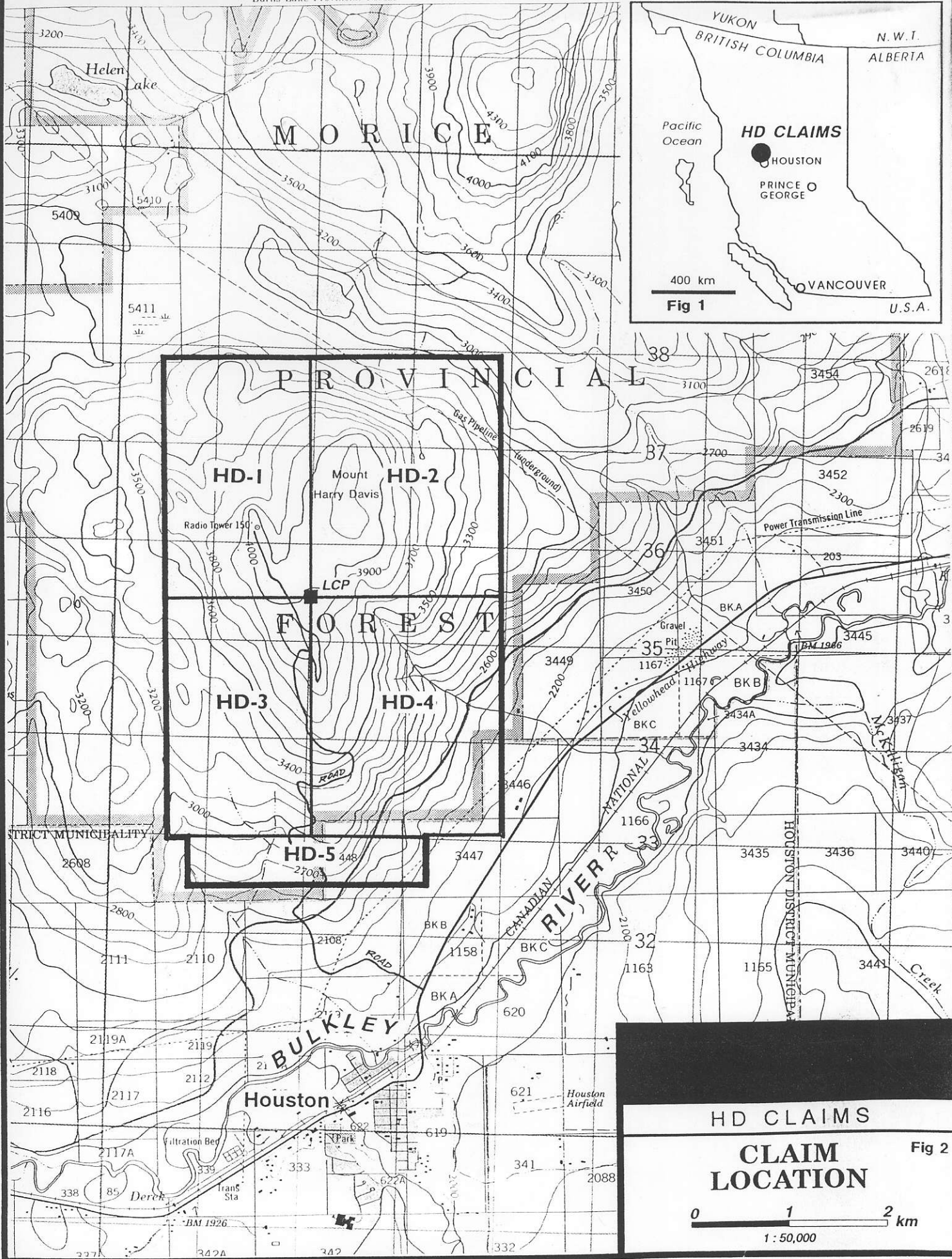
Thanks very much for your time. I hope to hear from you and to have the opportunity to show you the HD mineral property.

Yours truly,

*Dan Merkley*

Dan Merkley

Burns Lake Provincial Forest



**HD CLAIMS**

**CLAIM LOCATION**

Fig 2

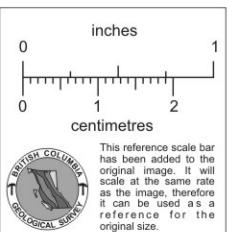
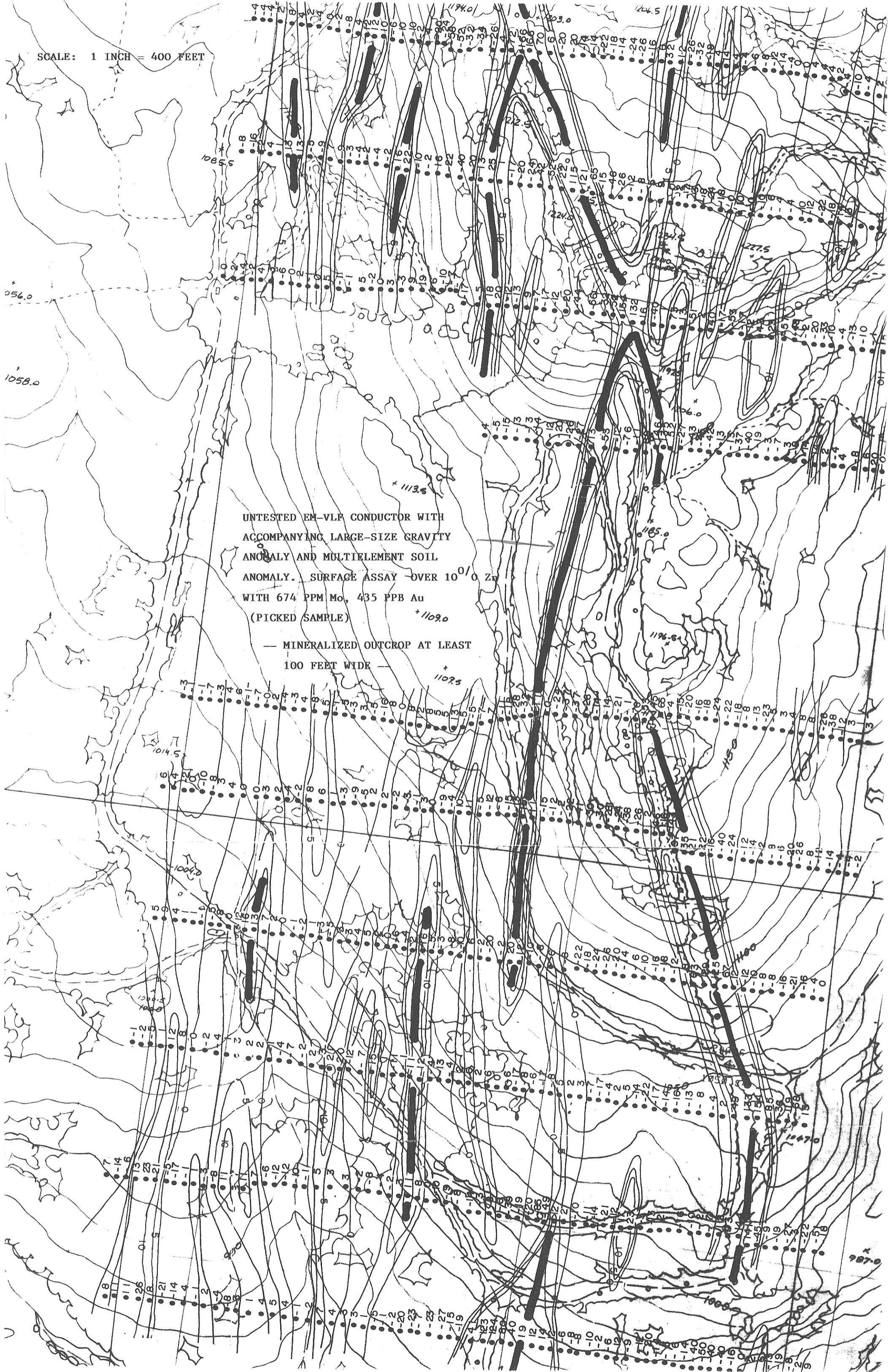
0 1 2 km

1 : 50,000

SCALE: 1 INCH = 400 FEET

UNTESTED EM-VLF CONDUCTOR WITH  
ACCOMPANYING LARGE-SIZE GRAVITY  
ANOMALY AND MULTIELEMENT SOIL  
ANOMALY. SURFACE ASSAY OVER 10<sup>01</sup> Zn  
WITH 674 PPM Mo, 435 PPB Au  
(PICKED SAMPLE)

— MINERALIZED OUTCROP AT LEAST  
100 FEET WIDE —



o LIMESTONE  
± Cu

\* Zn-Pb

\* 1 Cu-Zn-Pb-Au

Au 0.09 oz/ton  
Ag 3.8 oz/ton  
Pb 20.8 %  
Zn 40.4 %

o NEW DISCOVERY  
JASPEROID

GRAB SAMPLE ASSAY:  
Ag 3.6 PPM  
Au 240 PPM  
Cu 9.5 %  
Cd 3 PPM  
Co 823 PPM  
Sb 46 PPM  
Hg 1 PPM

APPROXIMATE OUTCROP AREA  
30 FEET x 100 FEET

o Pb-Zn

117  
119  
120  
121  
118  
118  
118

DRILL INTERCEPTS  
IN THIS AREA:  
0.85 METERS APPROXIMATELY 100% Zn  
0.8 METERS 14.5% Zn  
0.8 METERS 0.4% Cu  
1900 PPM Ag  
145 PPM Au  
876 PPM Pb  
128 PPM Mo

STOCKWORK ZONE

TOTAL AREA APPROXIMATELY 100' x 500'

VEINS & STRINGERS	Cu %	Ag PPM	Cu
4.6	132	PPM	Cu
1.96	5.16	oz	
1.17	3.64	oz	
4.88	4.76	oz	
4.63	5.74	oz	
0.95	1.78	oz	
0.7	0.78	oz	
4.96	6.1	oz	
9.4	7.5	oz	
0.0	9.5	oz	
8.3	6.3	oz	

107, 108  
109  
110  
111  
112  
113  
114  
115  
116  
117  
118  
119  
120  
121

22990 Cu-Ag-Au  
Ag 4.12 PPM  
Cu 7 %  
Bi 110 PPM

o Zn-Pb

1/2 METER  
DRILL INTERCEPT  
0.15 %

NEW DISCOVERY  
UNASSAYED

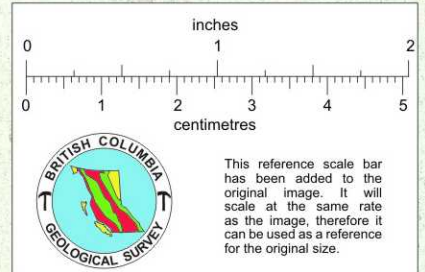
CHERT SAMPLES  
Ag PPM Zn %  
7.6 2.10  
2.10 5.4  
Au PPM  
225  
145  
435  
100

HD PROPERTY

93L/7E

— LEGEND —

- APPROXIMATE LOCATION OF MINERAL SHOWING o
- ROAD OR CAT TRACK ———
- CREEK ———
- ANTENNA ⊗



93  
94  
95  
96  
97  
98  
99  
100

APPROXIMATE WIDTH 35'  
Cu % 0.14  
0.54

90  
91  
92  
93  
94  
95  
96  
97  
98  
99  
100

APPROXIMATE WIDTH 100'  
4 GRAB SAMPLES  
Ag Cu %  
PPM 13.2 1.0  
26.0 1.4  
223.0 1.3  
50.4 0.56

o Cu, Ag APPROXIMATE WIDTH 12'  
Ag 276.0 PPM  
Cu 2.9 %

HD