Consulting Geologist

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July 29,1985

The Directors
Normine Resources Ltd.
320-475 Howe Street
Vancouver, B.C.
V6C 2B3

Dear Sirs:

Re: Addendum to Geological Report on the Goosly Lake Property, Omineca Mining Division, British Columbia, Dated February 12,1985

A report was submitted February 12,1985, recommending a two phase program of exploratory work on the Goosly Lake property 30 km southeast of Houston, British Columbia. Phase I expenditures were estimated to be \$42,400 and Phase II \$95,000. The Phase II recommended program was subsequently revised to include both percussion and diamond drilling at an estimated cost of \$200,000 by way of a letter by the undersigned dated June 14,1985.

As of this date, the Phase I program is essentially complete. Estimated costs are \$44,000, only slightly in excess of the writer's original estimate.

Work to date has included 29 km of line cutting in two grids; one in the western part of the property and one to the east, adjacent to the boundary of the Sam mineral claim owned by Faraway Gold Mines Ltd. The western grid consists of a northeast baseline with stations at 50 metre intervals along west-northwest cross lines at 200 metre spacings. The eastern grid includes 200 metre spaced southeast cross lines off a northeast baseline with stations at 25 metre intervals.

Geophysical surveys, including Induced Polarization, magnet-ometer and VLF-EM, were completed over the two grid areas. Soil and rock samples were also collected for geochemical analysis.

Preliminary results of IP surveys were inspected by the writer. Two chargeability anomalies with values of 7-9 msec. are contained within a northeast-trending zone of lower values measuring 1200 by 500 metres in the central part of the western grid.

A northeast-trending chargeability high with similar values and over a 500 by 300 metre area was outlined in the southern part of the eastern grid and a broad zone with 4-5 msec. readings was found along the property boundary adjacent to the Sam mineral claim.

All chargeability anomalies are within areas of anomalous mercury and arrsenic values detected by previous rock geochemical sampling.

Results to date are considered encouraging and a second phase of percussion and diamond drilling is warranted to test the IP anomalies outlined to date and possible southeast extensions of sulfide zones with significant geochemical concentrations of zinc and silver indicated by previous percussion drilling on the adjacent Sam mineral claim.

Estimated cost of the Phase II program, recommended to include 1200 metres of percussion drilling and 600 metres of diamond drilling, is \$200,000.

Permission is hereby granted to Normine Resources Ltd. to use this letter in support of any Statement of Material Fact, Filing Statement or other document to be submitted to the Office of the Superintendent of Brokers and the Vancouver Stock Exchange.

Respectfully submitted,

N.C. Carter, Ph.D. P.Eng.