

93N096

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T. Walker
Noranda Exploration Co.
Unit 3a, 1715 Quinn St.
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Dear Terry:

I had a meeting with Ed Kimura and Richard ^{Cannon} Walker of Placer Dome Inc. this morning at which we discussed our thoughts on the proposed drill program at the MITZI property. In general, our main interest is in testing a variety of geophysically anomalous situations while at the same time obtaining a good distribution of holes across the entire CAS system.

We concur with your picks in almost all cases but would like to see a number of additional holes down to the south and east within the CAS grid area, such that we end up with fairly complete sections across the main part of the CAS "intrusive cluster". These additional holes would test a few other resistive and/or chargeable features, some of which appear to be associated with anomalous magnetics. The only other change in this area would be to back off the hole at 10625N on line 10000E by 50m to have a better chance of encountering the volcanic/intrusive contact here.

In the Main Grid area, we felt that your southernmost pick on line 84000E could be moved further south to test an area closer to the vicinity of the small magnetic high near the Harvard Capital boundary. In addition, one hole would probably be sufficient for the area north of 91-10 on this line. A final comment for this grid is that the Taylor showing may not warrant a hole at this point as it is of the same nature and tenor as the mineralization encountered in holes 91-5 and 91-7, which was not of immediate interest. We would prefer to wrap the surface work on the Main grid extension into this area before doing any more drilling near the eastern end of the Main grid.

You'll note that an inclination of -50° is listed for each hole as it is our experience that a shallower angle is often a problem in drilling.

We suggest the following collar locations, recognizing that plans may change when and as warranted by results:

CAS Grid

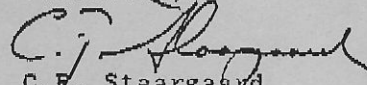
<u>East</u>	<u>North</u>	<u>Dip</u>	<u>Azimuth</u>	<u>Depth(m)</u>
9200E	9200N	-50°	0°	100
9200E	10575N	-50°	180°	100
9200E	10850N	-50°	180°	100
9600E	10725N	-50°	180°	100
9600E	10250N	-50°	180°	100
9600E	9675N	-50°	0°	100
10000E	11125N	-50°	0°	100
10000E	10675N	-50°	180°	100
10200E	8900N	-50°	0°	100
10400E	9650N	-50°	0°	100

Main Grid

84000E	78525N	-50°	0°	100
84000E	78100N	-50°	180°	100
82800E	78575N	-50°	0°	100
82800E	78200N	-50°	0°	100

As always, we appreciate the opportunity to participate in planning the work programs on the MITZI property. If either you or Bob have any questions about our suggestions, please feel free to call.

Sincerely,



C.F. Staargaard

cc. R. Cluff - Noranda (Vancouver)
 H. Ogata - Alban Explorations
 E. Kimura - Placer Dome Inc.
 R. Walker - Placer Dome Inc.