Dome Exploration (Canada) Limited

P.O. Box 270 1 First Canadian Place Toronto, Ontario M5X 1H1 (416) 364-3453 Telex 065-24590

Executive Office

January 31, 1983

Mr. Mark Rebagliati Rebagliati Geological Consulting Ltd. 3536 W. 15th Avenue Vancouver, B.C. V6R 224

Dear Mark:

Re: Megabuck and Golden Ball Proposals, B.C.

It was very good of you to think of us in connection with the proposals set out in your letter of January 19, 1983.

I have now had an opportunity to look at the information which you sent. From this I have concluded that the specific Megabuck claim is not of interest to our Company at this time. The same comment applies to your proposed Megabuck Reconnaissance.

In the case of the Golden Ball, I am certainly intrigued by the geochemistry. Probably, if my budget were not so tight, I would want to discuss it with you in considerably more detail. As it stands, we are unable, for budgetary reasons, to participate in it at the present time. If perchance you have not made a deal on it by mid-summer 1983, perhaps you could give me a call to see if our budget situation has changed sufficiently to warrant further discussions.

I certainly must compliment you on the excellent presentation and I wish you success in financing these ventures.

I return herewith your various reports.

Many thanks again and best of luck in the consulting business.

Yours sincerely,

DOME EXPLORATION (CANADA) LIMITED

G. S. W. Bruce

GSWB:rb Enclosures

Member of the Dome Mines Group

MEMO TO: File

DATE: January 28, 1983

FROM: G. S. W. Bruce

SUBJECT: Golden Ball

In a letter to me, dated January 19, 1983, Mark Rebagliati submitted, for our consideration, the Megabuck gold prospect and the Megabuck Reconnaissance. Both of these subjects are covered in memoranda of this date.

The Golden Ball situation was presented with no location details.

This property consists of an area in which certain streams yielded stream sediment anomalies of up to 1180 ppb in gold. Upstream from these anomalies there are indications that rock chip samples which were taken yielded up to 660 ppb in gold. These latter appear to be restricted to felsite areas.

These data are somewhat interesting and if we had found these anomalies ourselves, we would certainly follow them up more thoroughly. However, in present budget circumstances, I cannot recommend them at this time. I will so advise Mark Rebagliati and tell him that if he still has the Gold Ball area, unencumbered, by mid-summer 1983, there is a possibility that we could look at it more closely.

G. S. W. Bruce

MEMO TO: File

DATE: January 28, 1983

FROM: G. S. W. Bruce

SUBJECT: Megabuck Reconnaissance (93-A-3, 93-A-6) Submitted Proposal

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The proposed programme here would involve general exploration in the area south of Horsefly, generally surrounding the Megabuck project described in another memorandum of this same date.

The proposed venture may have some merit but the documentation is not sufficiently encouraging to justify entering this programme with Mark Rebagliati.

G. S. W. Bruce

GSWB:rb

MEMO TO: File

DATE: January 28, 1983

FROM: G. S. W. Bruce

SUBJECT: Megabuck Gold Prospect Offered (93-A-6)

On January 19, 1983, Mark Rebagliati sent me a proposal for gold exploration in the Quesnel Trough. This proposal consists of one prospect called the Megabuck, one reconnaissance programme in a specific area called the Megabuck Reconnaissance, as well as an area in which gold stream sediment anomalies were obtained some years ago (the location was not disclosed).

This memorandum deals entirely with the Megabuck Project which is located at latitude $52^{\circ}15$ 'N, longitude $121^{\circ}23$ 'W, approximately 9 km SSE of Horesefly as shown on the accompanying photocopied map.

Ownership is complex. There are claims covering the most important part of this prospect which are held by others. Rebagliati staked a "frame" around these pre-existing claims. He suggests getting the claim holders and himself together and exploring the entire area.

The interest in the Megabuck project is centered on claims staked by others. In this area, there is a linear trend of gold geochemical anomalies with the highest individual anomalies reaching a maximum of 190 ppb in gold. In the general area, there is a magnetic anomaly and an IP anomaly. Previous workers drilled 2 holes in the vicinity of the geochemical and geophysical anomalies mentioned above. These holes disclosed a monzonitic intrusive breccia apparently related

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to an underlying stock. The 2 drill holes showed values up to 880 ppb in gold over a maximum of 14 metres in drill hole 74-2.

It is my opinion that the magnitude of the geochemical anomalies and the geologic environment as outlined by available information are not sufficiently interesting to justify the effort which would be needed to make a deal with the various land holders, including Rebagliati. I therefore recommend against optioning these properties.

G. S. W. Bruce

GSWB:rb

REBAGLIATI GEOLOGICAL CONSULTING LTD 3536 WEST 15TH AVENUE, VANCOUVER, B.C. V6R 2Z4 TELEPHONE: BUS (604) 669-6379 RES (604) 736-2172 JAN 24 1983 January 19, 1983

Mr. W. Bruce Vice President - Exploration, Dome Mines Limited P.O. Box 270 #1 First Canadian Place Toronto, Ontario M5X 1H1

Dear Wally:

I am submitting the exploration proposal referred to in my letter of January 10, 1983, for your consideration.

This proposal is comprised of three segments:

- -- Megabuck--a gold prospect hosted by a monzonitic intrusion breccia.
- -- Megabuck Reconnaissance--a small program to explore a 40 km² region around the Megabuck intrusion breccia.
- -- Golden Ball--a large stream sediment and rock geochemical anomaly hosted by an extensive pyrite-carbonate alteration zone in Upper Triassic andesites which have been intruded by a swarm of felsite dykes.

My preference is to vend the three proposals as a package, however, I am willing to consider each separately.

Terms for Megabuck and Golden Ball projects will involve modest cash payments, work commitments and a carried interest whereas, on the Megabuck Reconnaissance project only a carried interest will apply.

Naturally, I am also proposing that Rebagliati Geological Consulting Ltd. be engaged on a fee-for-services basis to operate the exploration programs. If you are interested in pursuing this proposal further, I will prepare a budgeted exploration program or, alternately, I could formulate a program to fit a budget level suggested by Dome.

Thank you for your consideration.

Yours sincerely,

C.M. Rebagliati, P.Eng.

CMR/lg Enclosure