

RHP



PLACER DOME INC.

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Anyox

March 27, 1990
via Courier

Mr. Peter Fischer
Sangsara Enterprises Ltd.
Suite 11 - 1058 Seymour Street
Vancouver, B.C.
V6B 3M4

Dear Mr. Fischer,

Following our meeting on Thursday 22 March 1990, we have quickly reviewed the data that Steve Buchan has provided. This included a back-of-the-envelope type evaluation of mining proposal by our Engineering Group.

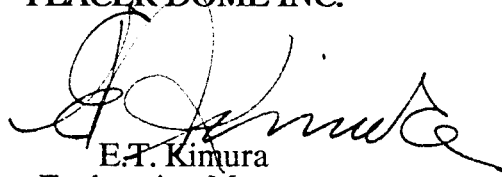
With regards to our evaluation, we appreciate that Cominco along with Prospectors Airways has been exploring the property on an intermittent basis for a number of years. Some of the earlier exploration actually pre-dates the period of the current technical knowledge and concepts of volcanogenic massive sulphide deposits and their geologic environments. With this in mind, we are somewhat intrigued as to the exploration potential of the Anyox Camp; however, this would be a long-term exploration play and probably unrelated to your immediate proposal and requirements. As for the mining proposal, the economics are marginal based on the reserves as presented. Consequently, we regrettably must decline the opportunity to participate in the financing by way of private placements in Boston Financial Institute and other financing transactions in the development of the Hidden Creek deposit.

I wish to thank you for presenting our firm with your interesting proposal. Basically, the grade of the deposit is somewhat low for supporting current and longer term metal prices. However, if there is an up-swing in the metal prices, or if better grade ore can be outlined, our interest in the project could be more optimistic.

Under separate cover the data package that Steve Buchan kindly provided is being returned.

Yours truly,

PLACER DOME INC.

A handwritten signature in black ink, appearing to read 'E.T. Kimura', written in a cursive style.

E.T. Kimura
Exploration Manager
Western Canada

ETK/leb
03.27.90

cc. J.M. Kowalchuk
R.H. Pinsent
T.A. Luteijn
Steve Buchan
File: Anyon Property File NTS 103P/5