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April 23, 1986

Mr. G.S.W. Bruce
Dome Exploration (Canada) Ltd.
Suite 3500, P.O. Box 350
IBM Tower, Toronto Dominion Centre
Toronto, Ontario M5K 1N3

Dear Mr. Bruce:

RE: Target Project #117

We have recently been contacted regarding possible participation in exploration for precious metals in the general Whitesail - Nechako area of B.C. A portion of this area overlaps the Target program where we had the BIN, BRAN etc claim groups south of Francois Lake and still hold the SWAB group where (once upon a time) exciting uranium and molybdenum geochemistry was found.

Although we have made no commitments thus far to participate in any part of the new program I have reviewed our correspondence concerning the termination of the Target Project. It seems that, on paper at least, we have left this termination "up in the air", mainly due to the wording of my letter dated November 24, 1981. Your reply, December 23, 1981 indicates "therefore suggest that we consider terminating the existing agreement prior to February 15, 1982" but I have not found written confirmation that we did, in fact, terminate the agreement.

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The occurrence of rich silver bearing float on the lapsed BRAN group would be of interest to the new precious metals project and much of the data is available publicly by way of assessment reports. Our filed data by way of regional geochemistry would also be of interest.

In the case of the SWAB group our correspondence indicated we should review status of this property in 1986. The original Uranium Moratorium is scheduled to expire in February 1987. I cannot find any official notice regarding continuation of this moratorium but I have a very strong feeling that it will be continued. In that case no action is required, or is possible, affecting these claims. If the moratorium were to be lifted in February 1987 it is my understanding that the excess assessment work we had filed in March 1980 to cover the periods to various anniversaries in August of 1981, 1982 and 1983 will be used as credits following February 1987. The wording of the Uranium Moratorium Regulation, September 1980 states: - "6. Where, at the time... a holder... has recorded excess exploration.... work..., that person may carry forward the recorded excess to February 28, 1987". I am presuming that no action need be taken in 1986 because of the possible February 28, 1987 end of the Moratorium.

We would like to have you consider Dome's possible further interest in the data collected under Target Project and to have you send us written notice as to whether you wish to hold confidential certain information or whether you feel the agreement of August 15, 1977 has been, or should be, formally terminated. This would be most useful to clarify our position with regard to future exploration in the area.

Our drilling at Val D'Or was a dud but there are several other targets on the claims and we hope to have a program there this summer.

Very best regards,

J.C. Stephen Explorations Ltd.

J.C. Stephen

JCS/ms