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June 6, 1990

DOME MOUNTAIN GOLD PROPERTY
SMITHERS AREA, B.C.

The Dome Mountain property, controlled by Teeshin Resources Ltd., is situated 35 km east of Smithers. Good road access is available from either Smithers or Houston - distances are about the same.

The property is currently idle and Teeshin Resources is looking for some participation in the project. Proposed terms are not known.

Reserves defined to date are within what is known as the Boulder Creek zone - these total 300,000 tons grading 0.34 oz/ton gold and about 2 oz/ton silver. The reserve figure incorporates 20% dilution and a minimum 2 metre width.

Work done on the Boulder Creek zone over the past four years includes 178 drill holes and some underground development. Perhaps significantly, this writer reviewed available drill data in mid-1986 (48 holes) and calculated a mineral inventory (undiluted) of 240,000 tons grading 0.458 oz/ton gold and 2.32 oz/ton silver.

A recent interpretation of the geological setting of the reserves within a 200 metre strike length of the east-striking Boulder Creek quartz vein structure shows them to be within a bedded tuff unit which is floored by a lapilli tuff thus imparting a 20 degree plunge to the east - this explains why there is no significant mineralization to the west within the vein structure and suggests that there is approximately 500 metres of down plunge direction which has not been drill tested. Much of the exploration drilling has been directed to splays off the main structure.

It is possible that the current reserves could be doubled or tripled by perhaps 26,000 feet of additional drilling consisting of 700-800 ft. inclined holes.

The economics of the current reserves and for that matter even increased reserves are seriously affected by current encumbrances on the property which include a 4% NSR to the

original vendors and a 15% NPI payable to Total Erickson. The previous joint venture participant, Canadian United Minerals, is out of the project but are reportedly in line to receive some sort of compensation from Teeshin.

There are numerous other vein structures known on the property - most of these are relatively untested including those such as the Hoops-Forks zone which may be a parallel structure to the Boulder Creek zone. The potential for immediate additional reserves however is within the Boulder Creek vein structure.

I concur with Daryl Hanson's suggestion that Bob Baas do some preliminary economics on the known reserves and possible expanded reserves assuming trucking the "ore" to the Equity mill. This exercise will show if the project makes sense at all and if so, how much room there is to accomodate Teeshin.

An alternate plan might be to consider proposing a custom milling program to Teeshin.

A handwritten signature in black ink, appearing to read "N.C. Carter".