224 King Drive
Prince George, B C.
V2M 4V4
Dec. 16, 1993
Tel.(604)564 2204

Mr C. Henry Brehaut President, Equity Silver Mines Limited

Dear Mr. Brehaut:

During October, 1993, Equity carried out an exploration program on my Allin group of claims, about 5km east of the Equity plantsite (see map). These claims have since been returned to me.

The Allin group was staked to cover the ground where 9 ore grade, silver-gold-copper float boulders were discovered in 1992 by drift prospecting, in an area almost completely covered by overburden; the specimen enclosed is from the first boulder found.

The exploration program consisted of drilling 7 diamond drill holes. Three of these holes intersected Equity ore body host rocks and four holes were drilled into an intrusive plug. The drilling was concentrated in a small area. No zones of economic mineralization were found.

Confirmation of Equity Mine host rocks and the presence of a silver anomaly at the common boundary of the Allin-Equity claims indicates that the source of the mineralized boulders could be on Equity ground immediately west of the Allin claims. This is an area where Equity has done little or no work.

I would urge Equity to conduct an exploration program on its claims.

If, however, it is decided that Equity does not want to do any further work would Equity give consideration to optioning out its claims adjacent to the Allin group? If this is preferred, I will attempt to get some other company interested in the project.

In either case, work should be done soon in the light of better precious metal prices and also while the Equity plant is still intact.

Yours truly

copy E. Kimura

Gerald Klein, P.Eng.

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