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TO: See Below

Subject: Weekly Report - Kamloops RG

Rick and others:

1. Prosperity (Taseko Mines Ltd.) - The EAA/CEAA review has been restarted, and formal confirmation of participation by DFO is expected shortly. The company presented three options for pit/waste rock/tailings configurations to the revived Project Committee on June 25th in Williams Lake. Taseko would like to proceed immediately with technical group meetings to be able to establish project report specifications and baseline survey methods for this upcoming field season. Their goal is to present a Project Report to government by early 1998. Norm Ringstad indicated that the gov't is pushing hard for committees to meet deadlines, so hopefully this review will not be delayed again.

Option #1 avoids affecting Fish Lake and involves mining approx. 80% of the minable ore. Waste rock would go north of the pit and tailings would go in the upper Tete Angela drainage, a few km north of the pit. Option #2 would see a dam constructed in part of Fish Lake and mining of nearly all of the orebody, with tailings and waste rock located in the same place as Option 1. Option #3 is the company's original proposal and involves placing waste rock and tailings in the current position of Fish Lake. An updated ore reserve and pit design, based on the 96/97 work, will be released in the fall.

2. Pellaire (Int. Jaguar Equities Ltd.) - Co. is clearing road and preparing to extract remainder of 10,000 tonne bulk sample. Mine Dev. Committee agreed that company should deactivate the road to rough standards at the end of the current program.

3. Tulameen Coal (Pacific West Coal Ltd.). 8 ddh, 900 m road and re-sampling of trenches are planned for this coal deposit, last worked by Cyprus Anvil between 1976 and 1982. Eric B. is familiar with the project and advises there are some 21 million tonnes of good quality, low sulphur, bituminous B&C coal available at a 4:1 bank ratio.

4. CK (Horne Estate) - Possibility of a change of control and upcoming work on this thin but persistent Sedex Zn-Pb deposit located north of Clearwater.

5. Bud (Big I Dev. Ltd.) - 5 holes drilled on this porphyry Cu-Au property near Princeton.

6. Garthwaite pit (Cons. Shoshoni Gold Inc.) 2 ddh to test a mag anomaly hit magnetite-epidote skarn with minor chalcopyrite.

7. Ed1 (Foran Mining Corp.) - Co. has raised \$1 M for this years trenching and drilling program on VMS targets in the Birk Creek area (Eagle Bay).

8. Honeymoon Bay gold in till anomaly - On Friday I will do a field visit with Camile Berube to his new claims on the west side of Adams Lake. He