

Schroeter, Tom EM:EX

TS → Greenhills

From: Schroeter, Tom EM:EX
Sent: Tuesday, August 02, 2005 12:46 PM
To: Grieve, Dave A EM:EX
Subject: RE: Greenhills - Expln?

883672

Thanks, Dave.

Tom

Tom Schroeter, P.Eng./P.Geo.
Senior Regional Geologist
Geological Survey Branch
Mining and Minerals Division
Ministry of Energy, Mines and Petroleum Resources

Direct Telephone 604 660-2812
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email tom.schroeter@gov.bc.ca

-----Original Message-----

From: Grieve, Dave A EM:EX
Sent: Tuesday, August 02, 2005 12:30 PM
To: Schroeter, Tom EM:EX
Subject: RE: Greenhills - Expln?

Tom: I would stick with the \$50k for Greenhills (closer to 90% in-pit, 10% out-of-pit).

Line Creek budget is \$1.5M - inc. Burnt Ridge, MSA West and Saddle - not 1.2M.

Cline Mining issued a Public Disclosure document on the Lodgepole project recently, in which they give a figure of \$2.5 to 3.0M expenditures for this year, which includes all the base-line data collection and feasibility study components. Their actual exploration program only consists of 13 diamond drill holes completed to date.

I have calls into to Barry Musil (Fording R), Pat Gilmar (Elkview) and Brad Pisony (Coal Mountain) and will give you \$ estimates when I hear back.

Cheers,
Dave

-----Original Message-----

From: Schroeter, Tom EM:EX
Sent: Tuesday, August 02, 2005 10:31 AM
To: Grieve, Dave A EM:EX
Subject: Greenhills - Expln?

Dave, I note from Ricci's weekly report that John Huryn's "exploration" budget is \$400K, but that 80% of this is "in-pit" (i.e. our exploration number will be \$80K?). Is this OK (I/we originally had \$50K)? Any other SE coal expl'n updates, at this time? Cheers,

Tom

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Schroeter, Tom EM:EX

*WBS → Reg. Mar.
Gram.*

From: Berdusco, Ricci EM:EX
Sent: Tuesday, August 02, 2005 7:49 AM
To: Van Ek, Christie EM:EX; Lefebure, Dave EM:EX; Hermann, Fred EM:EX; Freer, Geoff EM:EX; Wonders, Glen EM:EX; McLaren, Graeme EM:EX; Brino, Karina L EM:EX; Cathro, Mike EM:EX; Wojdak, Paul EM:EX
Cc: Schroeter, Tom EM:EX; McArthur, Gib EM:EX; Stewart, Barbara PAB:EX
Subject: Weekly Report

Geology

1) Tour of Greenhills Operations, July 29, with head geologist John Huryn. Greenhills' production this year about 5.2 Mt, about the same as last year. Current workforce about 480. John's "exploration" budget is \$400k, but 80%+ of this will be in-pit, and not true exploration.

~ \$80k?

2) Training: iProcurement, iExpenses short cuts), Time Online.

3) Two days' time spent on communications with speakers for the Minerals South conference - technical programs (my responsibility) are nearly full and looking very strong

4) Client/public assists: approx. 14 (10 phone, 4 office).

Permitting

We received 4 MX, 1 SG and 1 CX Notices of Work.

Issued 1 MX and 1 PL permit.

Rejected 1 SG application because incorrect tenure.

Inspected a silica quarry near Golden for reclamation liabilities as follow-up to notification from Mineral Titles that the mining lease was no longer in good standing and forfeiture was pending. The quarry last operated in 1999 and the company (SMC Silicon Metaltech Corp) holding title to the lease abandoned the project. The operator claims that he recently took over the SMC and wanted to maintain the lease. Since the reclamation liability greatly exceeds the security we hold it is in our best interest if the operator brings the lease back into good standing and hopefully posts additional security.

The Moberly Silica Quarry was inspected for Health and Safety and to determine whether the amount of security we are holding is sufficient. A new company has taken over the operations so this may be an opportunity to incrementally increase the bonding. The current disturbed area is estimated to be 500 X 800 m or 40 ha.

Health and Safety

Six DO's this week.

Two H&S inspections performed.

Continued prep. Work for Western Regional MR comp.

Other

Participated in Flathead Advocacy Meeting (teleconference) to discuss ways to improve relations with Montana over Flathead development. Generally felt that improved information exchange and possible tours of area are advantageous. Need to ensure that degree of info exchange is level at which senior Gov't officials want to proceed. Also discussed "trade-offs" which are being presented in relation to development in adjoining areas.

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TGS → Greenhills

From: Schroeter, Tom EM:EX
Sent: Tuesday, August 02, 2005 9:31 AM
To: Grieve, Dave A EM:EX
Subject: Greenhills - Expln?

Dave, I note from Ricci's weekly report that John Huryn's "exploration" budget is \$400K, but that 80% of this is "in-pit" (i.e. our exploration number will be \$80K?). Is this OK (I/we originally had \$50K)? Any other SE coal expl'n updates, at this time? Cheers,

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