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VOS → Lac La Hache

Ministry of Energy and Mines
Kamloops, B.C.
Rec'd FEB 11 1999

January 13, 1999

Mr. Lars E. Glimhagen
GWR Resources Inc.
Box 611
Armstrong, BC V0E 1B0

Dear Mr. Glimhagen:

My colleague, Honourable Joy MacPhail, Minister of Finance and Corporate Relations, sent me a copy of your letter of November 23, 1998 in which you acknowledged the important assistance the Mineral Exploration Tax Credit will have on your company's exploration investments in British Columbia. This is exactly the response we were hoping for, and appreciate you taking the time to write and give us your feedback.

In your letter you inquired about additional incentives for grassroots mineral exploration. The only other Ministry program available at this time is the geological program of the Ministry's Geological Survey Branch. On request, a Ministry geologist may visit your property and provide technical advice in the field. If you are interested in pursuing this please contact Dr. Ron Smyth, Director, Geological Survey Branch, at (250) 952-0374.

You also inquired about the Ministry sponsoring a showcase of investment opportunities in British Columbia. Our involvement in the annual Cordilleran Roundup, organized by the BC and Yukon Chamber of Mines, is designed with this in mind. I am sure you are aware that exploration companies may display core from interesting properties at the Core Shack session, and/or rent a booth in the Trade Show to display information on their properties. To reserve a booth you can contact the BC & Yukon Chamber of Mines at (604) 689-5271 extension 105. You can also call Mr. Tom Schroeter, Manager, Mineral Development Office (MDO), Vancouver, at (604) 660-2812 to discuss any other ideas you may have. The explicit role of the MDO is to help further mineral exploration in the Province.

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I wish you every success on your exploration program in the Lac La Hache area.

Yours truly,

CONFIDENTIAL
SECRETARY

Dan Miller
Minister

cc: Honourable Joy MacPhail
Minister of Finance and
Corporate Relations

Dr. Ron Smyth, Director
Geological Survey Branch
Ministry of Energy and Mines

✓ Mr. Tom Schroeter, Manager
Mineral Development Office
Ministry of Energy and Mines

Mr. Mike Cathro, Regional Geologist
South Central Regional Office
Ministry of Energy and Mines



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DEC 15 1998

Lars E. Glimhagen
GWR Resources Inc.
Box 611
Armstrong BC V0E 1B0

Dear Lars E. Glimhagen:

Thank you for your letter of November 23, 1998, regarding British Columbia's Mineral Exploration Tax credit. I am heartened to hear that this credit has encouraged your company to continue its exploration work in the province.

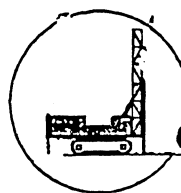
By copy of this letter, I am asking my colleague, Honourable Dan Miller, Minister of Energy and Mines, to address your question regarding other incentives for exploration in British Columbia.

Sincerely,

ORIGINAL SIGNED BY

Joy K. MacPhail
Minister

pc: Honourable Dan Miller
Minister of Energy and Mines

**G W R RESOURCES INC.**Box 611
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November 23, 1998

Honourble Joy K. MacPhail
Minister of Finance and Corporate Relations
PO Box 9427 Stn Prov Govt
Victoria, B. C. V8W 9V1

Dear Honourable MacPhail:

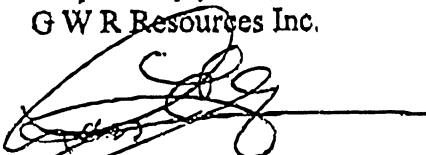
Our company is a junior resource development company holding interests in various contiguous mineral claims near Lac La Hache, covering approximately 250 square kilometers. We are currently engaged in a drill program on several claims resulting in significant copper and gold assays.

I would like to thank you for your introduction of the Mineral Exploration Tax Credit. I believe that this initiative will provide an incentive to companies such as ours to continue in the exploration programs and provide a step toward promoting the economy within the resource industry sector of British Columbia.

As you are aware, this industry has been very depressed in the last couple of years. It is very difficult to raise equity funds due to investors reluctant to be involved in the mining industries in British Columbia. We are committed to our exploration programs and are currently raising equity financing which will allow us to continue proving tonnage on two specific claims on which we are planning to commence mining in the very near future.

Are there additional incentives, such as grants, that are available for us to assist in our involvement in the resource industry of British Columbia? Would you consider sponsoring a showcase of investment opportunities in the Province of British Columbia, committing to supporting grassroots mineral exploration?

Again, thank you for your support in this industry and I look forward to hearing from you regarding the above.

Respectfully yours,
G W R Resources Inc.
Lars E. Glimhagen