

Schroeter, Tom EM:EX

From: Wojdak, Paul EM:EX
Sent: Friday, March 05, 1999 9:30 AM
To: Cathro, Mike; Lane, Bob; Pinsent, Robert; Schroeter, Tom; Wilton, Paul; Bergen, Wally; Burchett, Esther; Daniel, Catherine; Ennis, Sandee; Flynn, Doug; Good, Bryan; Graff, Bruce; Hanson, Daryl; Konschuh, Elaine; Malott, Mary Lou; Pardoe, Jill; Price, Bill
Cc: Anderson, Duane; Brown, Derek; Lefebure, Dave; McMillan, Bill
Subject: Weekly report, March 5, 1999

Eskay Creek plans to produce 95,000 tonnes of direct shipping ore and 60,000 tonnes of milling ore this year. Metal production is estimated at 291,950 oz of gold and 10,756,000 oz of silver. The company is considering expansion of the mill. This would lower production cost and enable mining of lower grade ore, such as 21C zone. 21C is to be evaluated by a bulk sample and detailed drilling from underground development now in progress.

Glacier Gulch **Yorke-Hardy** moly deposit (Hudson Bay Mtn)- Development as a high grading operation being considered by Verdstone and Molycor, by direct shipping to Endako at a proposed 2,000 tons per day.

Endako milled ore from the low-grade stockpile during December and January, supplementing pit ore and lowering production cost. Milling is about 70% pit ore and 30% stockpile. Stockpile grade is better than expected and averages about 0.057% Mo. Recovery is also better than expected.

Trimetals Resources propose to drill the Owl Lake moly showing northwest of Endako.

Sent "Volcanogenic Massive Sulphide Deposits in the Hazelton Group, Babine Range" to Bob Lane for publication in *Exploration in B.C.* after editing by John Newell. Thank you Daryl Hanson and Bruce Madu for work on diagrams. Proofed final layout of Northwest Region mine and exploration review (1998). Good work Bob!

Notices of Work: Mineral 4, Placer 16. Number of mineral notices is very low.