

836919

①

③

RED CHRIS

Nov. 13/97

Nick Paushinsky (Whitehorse)
~~Beznash~~
Scott Broughton - Pres.
Don Barker + Dave Barr (BCEM)

American Bullion
office: 9th Floor
- 625 Howe St.

Fluor Daniel Res. →

550 MT @ .312% Cu
~ \$500M cap. cost

Adit ~ 2km

500m elev. between Kluea Lk. + bottom of pit i.e. GRAVITY

- main vertical ore pass

- 1 dozen / 10 trucks / 2 shovels

40,000 TPD (dozer)

[est. 1/2 of ^{mining} costs]

→ power - big issue - a) 90 MW - 90,000 TPD

b) 30 MW (from Meridian) ~ \$40M

(30,000 TPD)

c) Klappan (?)

- selectively mine higher-grade + scheduling of pit benches
(looks at grades + tonnage, bench by bench)

- steepen pit walls (i.e. no need for 'regular' benches)

Higher grade res. = 210 MT @ .46% Cu, .38 g/t Au (\$9.92 nsr)

'Waste' - selectively mined + stockpiled - for possible future mining i.e. have several waste passes taking material out to east (to Kluea Lk) + to north.

[3 ddh below bottom pit/lake level]

Barr: Why not consider block caving? SB - doesn't like - too risky

NP: Room for waste storage?

- need to establish level of waste adit

- tailings pond ~ 7 km away (to east) → want/need to bring closer to Kluea Lk. + pit

- waste mat. easier to look after (off plateau)

+ dilution start

water source - look at Kluer Lk. drainage vs Klappan R. drainage (30,000 TPD vs 90,000 TPD)

Potential for dump leaching - eq. 100 Mt @ .3% Cu -> more environmentally 'sound'

BCR usage - concentrate i.e. better by rail than trucking! - look at Gulf trial shipment (in winter) from Klappan

NWMDRC - at standstill a 2 mos. to restart

-> Roadshows etc. - press releases - looking for 'partners' to develop.

Hal Halverson
Chuck Brauner
Norm Anderson
Roger Taylor

-> Scott B. will give TOS a slide of computer-generated image (looking south to Todagin Mtn.)

MESSAGE

Date: Feb 1, 1998
Time: 1:20 PM

From: Dan Barker

TELEPHONE

Telephoned	<input checked="" type="checkbox"/>	Please call
Called to see you	<input type="checkbox"/>	Will call again
Wants to see you	<input type="checkbox"/>	Returned your call

MESSAGE: Rod Chris

~~Looking at high grade~~
Looking at high grade @ 1070 CU

Operator: 46-501 pink
46-502 yellow

URGENT

Hydro

CIM SV 46 order