

NUSPAR RESOURCES LTD.

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November 22nd, 1983

DEAR FELLOW SHAREHOLDERS:

A widely circulated column in the local press and a brief Company news release dated November 18th, 1983 appear contradictory and may be the source of some confusion concerning our property interests at Sombrio Point. The agreement with Triangle Ventures Ltd. requires that Nuspar conduct engineering studies prior to acquiring the right to mine the deposit. This work is in progress and results to date suggest that gold values well in excess of required ore grades are present. Nuspar fully intends to develop the property in accordance with recommendations based on sound engineering practice. Production plans will only be announced when feasibility studies are complete.

Preliminary work has defined a deposit of 250 million cubic yards containing confirmed values in gold and other precious metals. For environmental reasons it may be necessary to reduce the potential area of workable ground to 156,000,000 cubic yards, or about 225 million tons.

As cubic yards are widely used in gravel and placer operations, the studies are based on yardage. A continuous operation treating 1,000 yards per hour would process 8 million yards per year and could be sustained for 20 years based on the inferred reserves.

An economic evaluation of the deposit estimated operating costs of \$1.50 per cubic yard if a production rate of 1,000 yards per hour was attained. With initial assay data suggesting values of between \$2 and \$10 per yard the profit margin was projected as being between .50¢ and \$8.00 for all raw material moved. Subsequently testing has revealed material of significantly higher grade. On August 16th results of a 43 kg. sample were reported as \$12.00 per cubic yard based on the analysis of a concentrate.

On November 18th four additional samples, three from the newly established road, confirmed values in the range of \$25 to \$75 per yard. This value approximates results of two samples assayed by Chemex Laboratories in North Vancouver in May which were calculated to contain combined values in gold and silver of \$53.51 and \$52.83 respectively.

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From: Nuspar Resources Ltd.
To: Shareholders

November 22nd, 1983

I trust that this review will confirm my belief in the outstanding potential of the Sombrio deposit and offer assurance that we will pursue every effort to develop a major gold producer.

Yours truly,

NUSPAR RESOURCES LTD.

A handwritten signature in dark ink, appearing to read "H. S. Aikins", followed by a horizontal line extending to the right.

H. S. Aikins
President

This release has been prepared by H. S. Aikins on behalf of the Board of Directors, who accepts responsibility for its content. The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.