

Western Canadian

MINING CORPORATION

October 3, 1988.

Dr. R. Kirkham,
Geological Survey of Canada,
601 Booth Street,
Ottawa, Ontario.
K1A 0E8

Dear Rod:

I collected 2 samples of the "conglomerate/intrusive" and sent them out for petrographic analysis. I have enclosed a copy of the report - I guess we were both wrong. If you recall, I also collected two samples of pyrrhotite vein material from the cliffs. The first, from a 0.2 m thick pyrrhotite vein, ran over 1 oz Au/ton, the second was about 0.02 oz Au/ton. The area is definitely one that will require a second look in future years.

We are currently plotting results from the 1988 program and have been very pleased with the results. I have enclosed a copy of our newest news release. As you can see, the assays confirm the presence of a high grade porphyry copper-gold deposit. Vic Hollister was in and drew numerous similarities to Gibraltar Mine and gave the opinion that the deposit was a metamorphosed porphyry copper deposit in intrusive (rather than tuffaceous) rocks.

I believe we have defined a very large porphyry copper deposit within which is a high grade copper-gold core.

It was nice to have seen you again this Summer. Please keep in touch.

Regards,

WESTERN CANADIAN MINING CORPORATION

Bob

R.S. Hewton, P. Eng.
Exploration Manager

RSH/bs
Encl.