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TO: DAVID McCUE FAX: 687-7430 (4 pages)
 TERRY HEARD FAX: 257-3650 (")

RE: NEW MOON PROPERTY - U.R. FLOWERS INC.

I have reviewed claim status and various assessment reports covering work and expenditures over the past 10 years within and adjacent to the current claims. In view of the limited current property holding, I am not at all sure that this property will serve the needs of U.R. Flowers. Comments are as follows:

Current Property

The present MOON property (see attached sketch) consists of approximately five 2-post mineral claims (Record Nos. 317166 to 317171 inclusive) all with expiry dates of April 27, 1995 and registered in the name of Angel Jade Mine Ltd.

As such, these claims effectively cover the Main Zone and the Camp, Creek, Splay and Twilight zones. All are part of the so-called "Plateau Zone" which also includes several other zones not on the present claims, such as the Misty Day, Scree, North, etc. (see second sketch).

Expenditures on the "Plateau Zone" by Newmont between 1985 and 1987 were in the order of \$900,000 of which less than half, or \$400,000, could be reasonably considered as having been spent within the boundaries of the present claims.

Maple Resource Corp.'s 1990 surface program, with reported expenditures of \$336,000, was almost entirely directed to claims to the north of the present block. The subsequent drilling program (7 holes = 725 metres), reportedly costing \$343,000, included two holes totalling 285 metres on the Main Zone. 40% of these expenditures or \$137,000 could be attributed to the currently held claims.

Property Potential

A 1987 Newmont estimate of drill-inferred resources for the Main, Twilight (both on present property) and the Misty Day Zones totalled 759,247 tons grading 1.82% lead, 5.51% zinc. 1.71 oz/ton silver and 0.029 oz/ton gold.

More than two-thirds of this resource appears to be contained in the Main Zone which has an indicated 250 metre strike length, widths of between 1 and 10 metres and has been drilled down-dip a distance of 220 metres.

This is the good news - the bad news is that the two holes drilled by Maple Resource Corp. in 1990 to test the potential southern strike extension yielded only one 5 ft. intersection grading 13% zinc, 4% lead, 1.19% copper and 0.68 oz/ton silver and apparently no gold. Maple's report does recommend additional drilling to test the down-dip potential of this zone.

Conclusions

I can prepare a report recommending additional work for the Main Zone but I think that the exchange may have problems with the relatively small property holding and the fact that the most recent work was undertaken 4 years ago and only incurred expenditures of about \$137,000 within the boundaries of the present claims.

I would be interested in your comments re the foregoing - I have to be in Vancouver tomorrow and will call Terry.



PETROLEUM

MINERAL TITLE

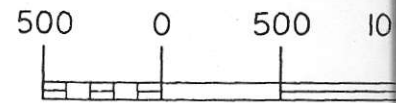
MAP 093E

U.T.M. ZONE

LAST MAP UPDATE:

ORIGINAL PRODUCED

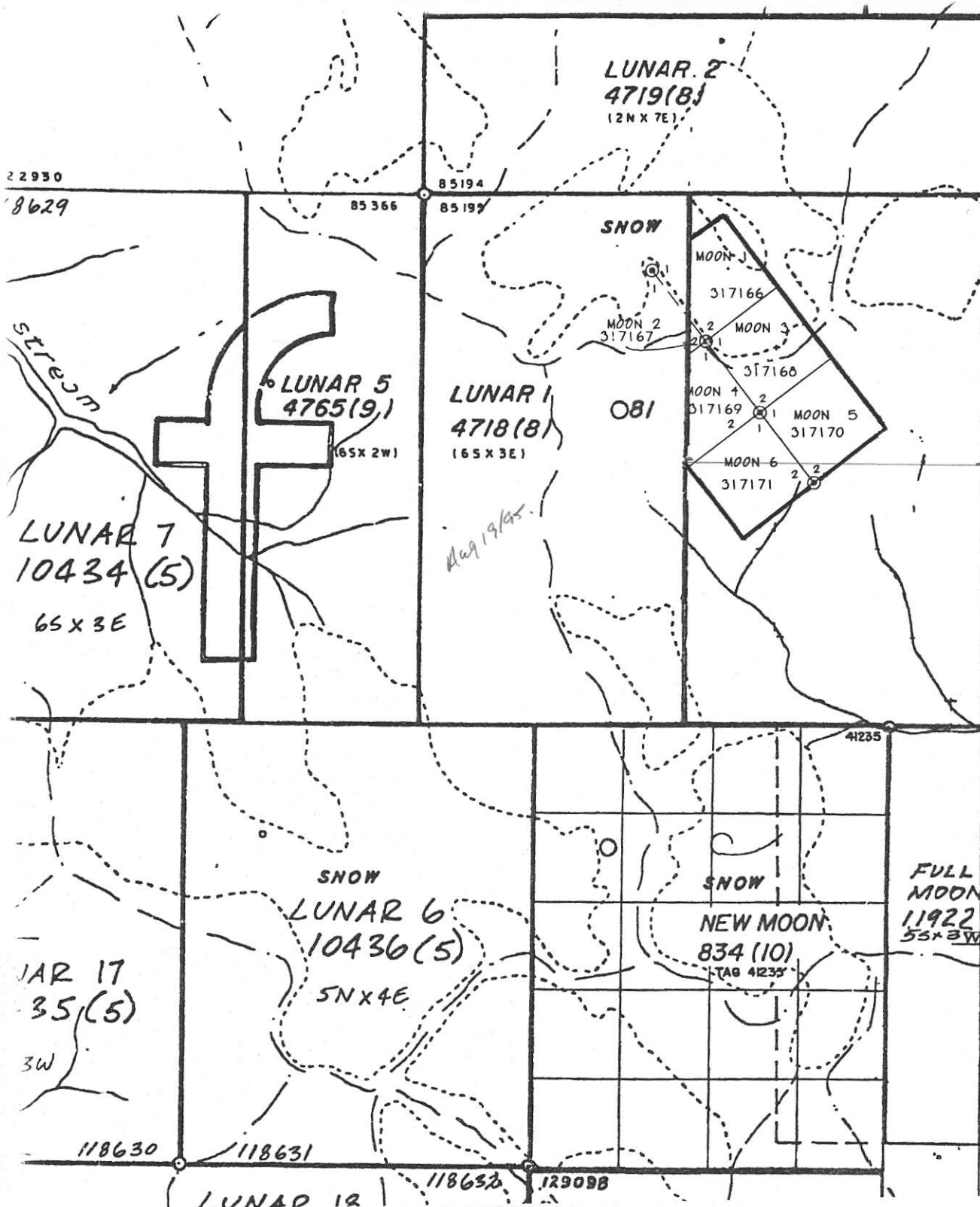
METRES



ADMINISTRATIVE

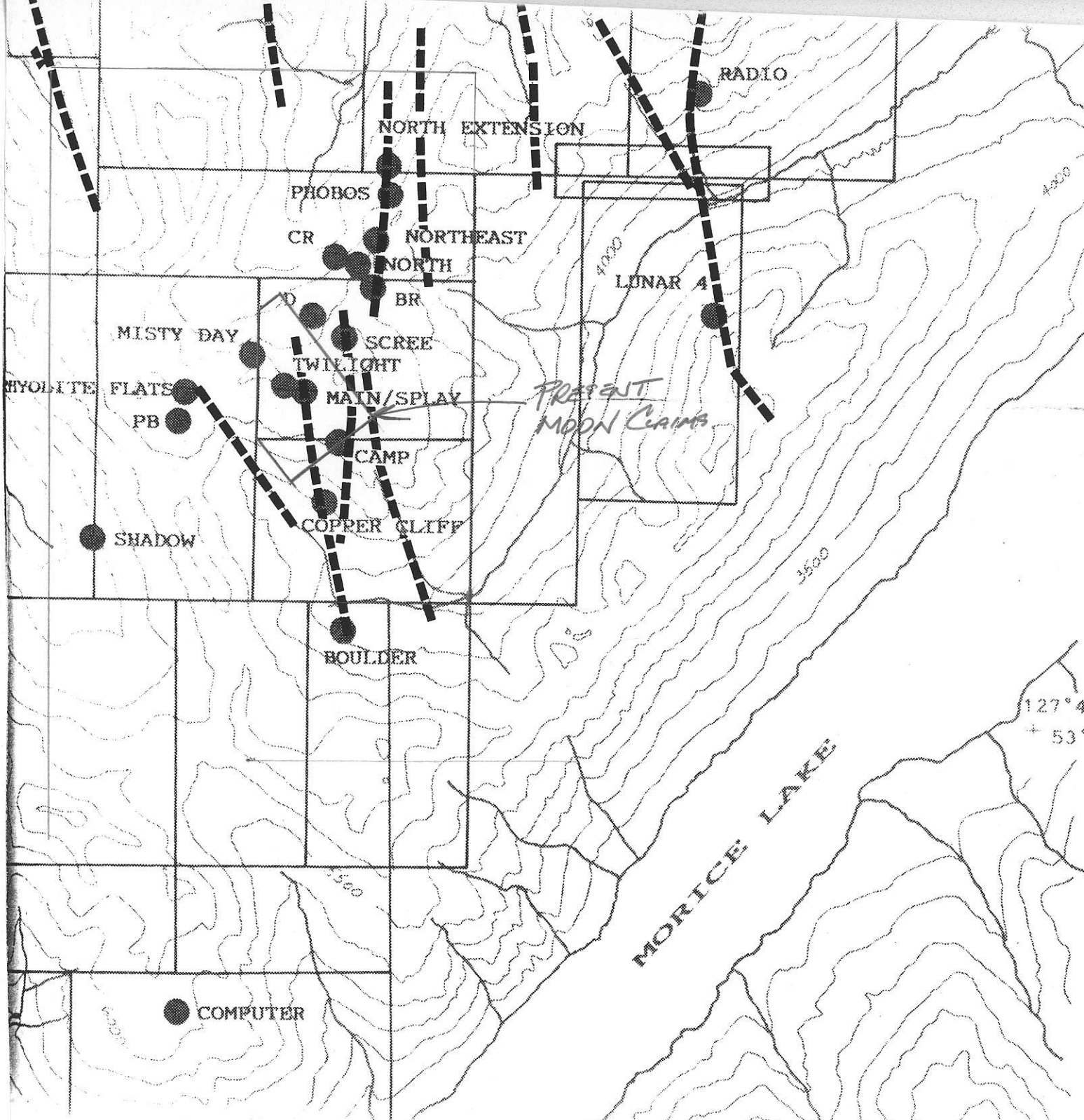
MINING DIVISIONS: ON

LAND DISTRICTS:



Aug 19/65

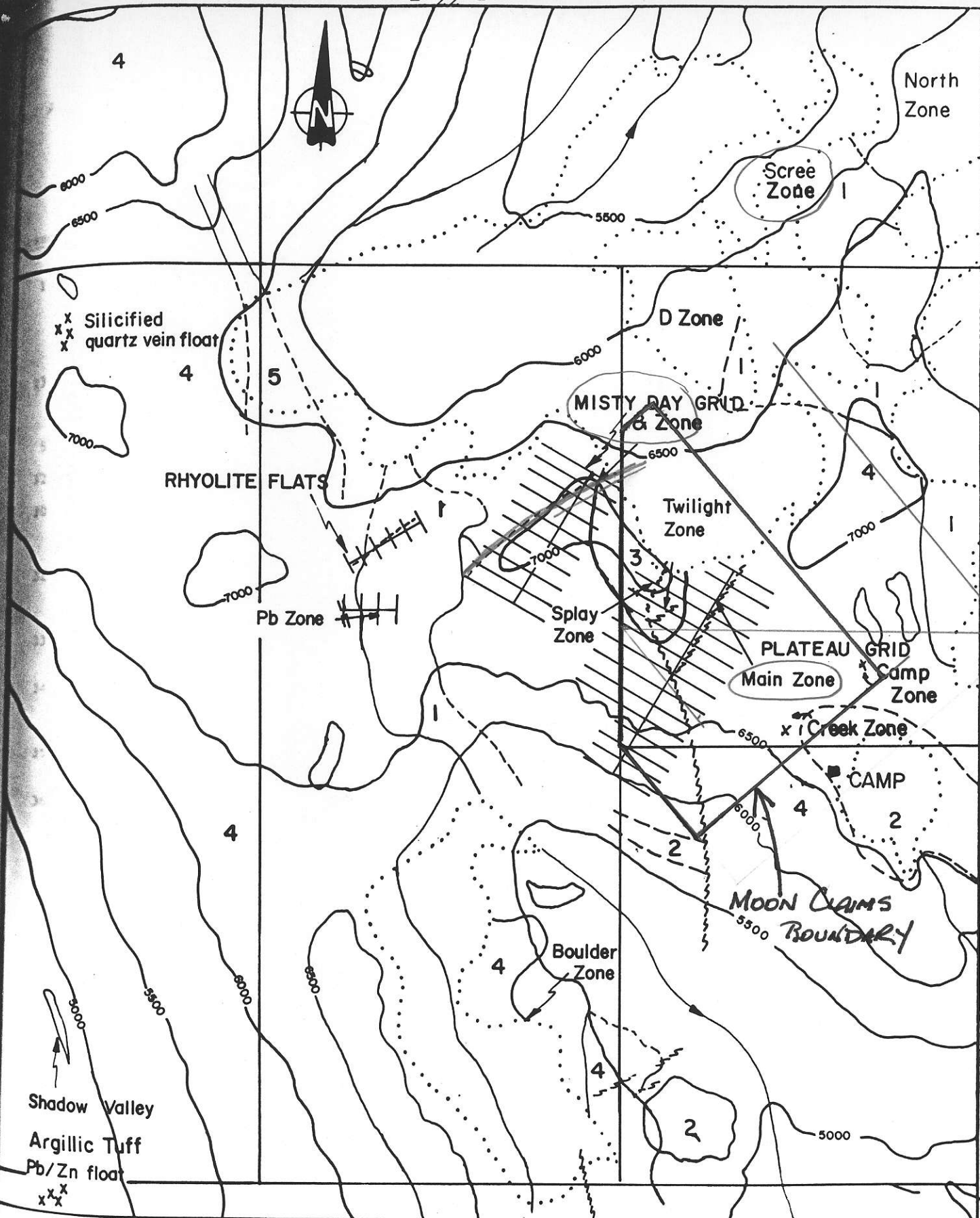
5974848



**GEOLOGICAL B
ASSESSMENT R**

20,5
Part 4

127°40'
+ 53°55'



	Glacier		Gabbro
	Andesite tuffs & flows		
	Andesite sills or flow		
	Dacite		
	Rhyolite		

0 100 200 300 400 500 metres

NEWMONT EXPLORATION OF CANADA LTD.

NEW MOON PROPERTY

PLATEAU AREA SHOWINGS

SCALE 1:15 000	LOCATION 93 E 13	DATE Oct. 30, 1985
SURVEY BY D.V.	DRAWN BY I.C.	NO. 5