

MONOPROS LIMITED

a De Beers company

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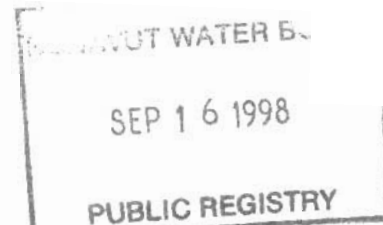
Yellowknife, NT X1A 2P8

Transmitted by FAX

14 September, 1998

Wynet Smith
Lands Manager
Kitikmeot Inuit Association
Box 315
Kugluktuk, NT XOE OEO

Ken Leishman
Lands Officer - Nunavut District
Indian and Northern Affairs Canada
Box 1500
Yellowknife, NT X1A 2R3



**RE: ROCKINGHORSE DRILL PROGRAMME, SUMMER, 1998: PERMITS -
I96C096 and N97C696**

This is to advise you that exploratory drilling under the above programme concluded on 29 August, 1998, after a 37-day programme that concentrated on anomalies in a small area of the property. There were 13 core holes drilled into 10 anomalies, of which five holes were situated on three mineral claims in the IOL (NTS 76E/13) and the remaining six were on Crown Land in claims TK 12, TK 02, TL 03, TL 10, MOR 04, TL 58, TL 68 and TL 71. (Please refer to accompanying map for locations of all drillsites.)

The final drillholes and their exact collar co-ordinates are as follows; note that hole numbers rather than the anomaly numbers have been listed. Also, please note that for IOL locations, I have included a cheque for \$250.00 (five holes x \$50.00 per hole):

<u>Name</u>	<u>NTS Sheet</u>	<u>Easting</u>	<u>Northing</u>	<u>Location</u>
RHL98-1c	76E/13	463091	7318053	Crown Land
RHL98-2c	76E/13	461635	7315010	IOL
RHL98-3c	76E/13	455050	7319337	Crown Land
RHL98-4c	76L/04	462977	7326015	Crown Land
RHL98-5c	86 I/01	445705	7336591	Crown Land
RHL98-6c	86 I/01	447476	7338325	Crown Land
RHL98-7c	86 I/01	443535	7340900	Crown Land
RHL98-8c	86 I/01	440997	7344528	Crown Land
RHL98-9c	76L/04	457926	7330495	Crown Land
Musk98-1c	76E/13	464177	7314978	IOL
Musk98-2c	76E/13	464146	7315105	IOL
Musk98-3c	76E/13	464191	7315212	IOL
Musk98-4c	76E/13	464330	7314931	IOL

14 September - Letter to W. Smith, K. Leishman - CONT.

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Results of the summer programme currently are being evaluated. If results warrant, a test sampling programme may be proposed for this winter, using an RC (reverse-circulation) 8cm (3.25in) diameter drill to produce a chip sample. A limited amount of core delineation drilling would proceed this programme.

Monopros has requested that the drilling contractor engage a local helper or helpers, should the programme proceed.

Should the decision be made to proceed with winter sampling, an information meeting would be held in Kugluktuk, the closest community, with the KIA and other interested parties, well in advance of planned activities. You will be kept informed.

Thank you for the opportunity to provide the above information, and for your co-operation.



Shirley Standafer Pfister
Claims and Land Use Administrator - NW

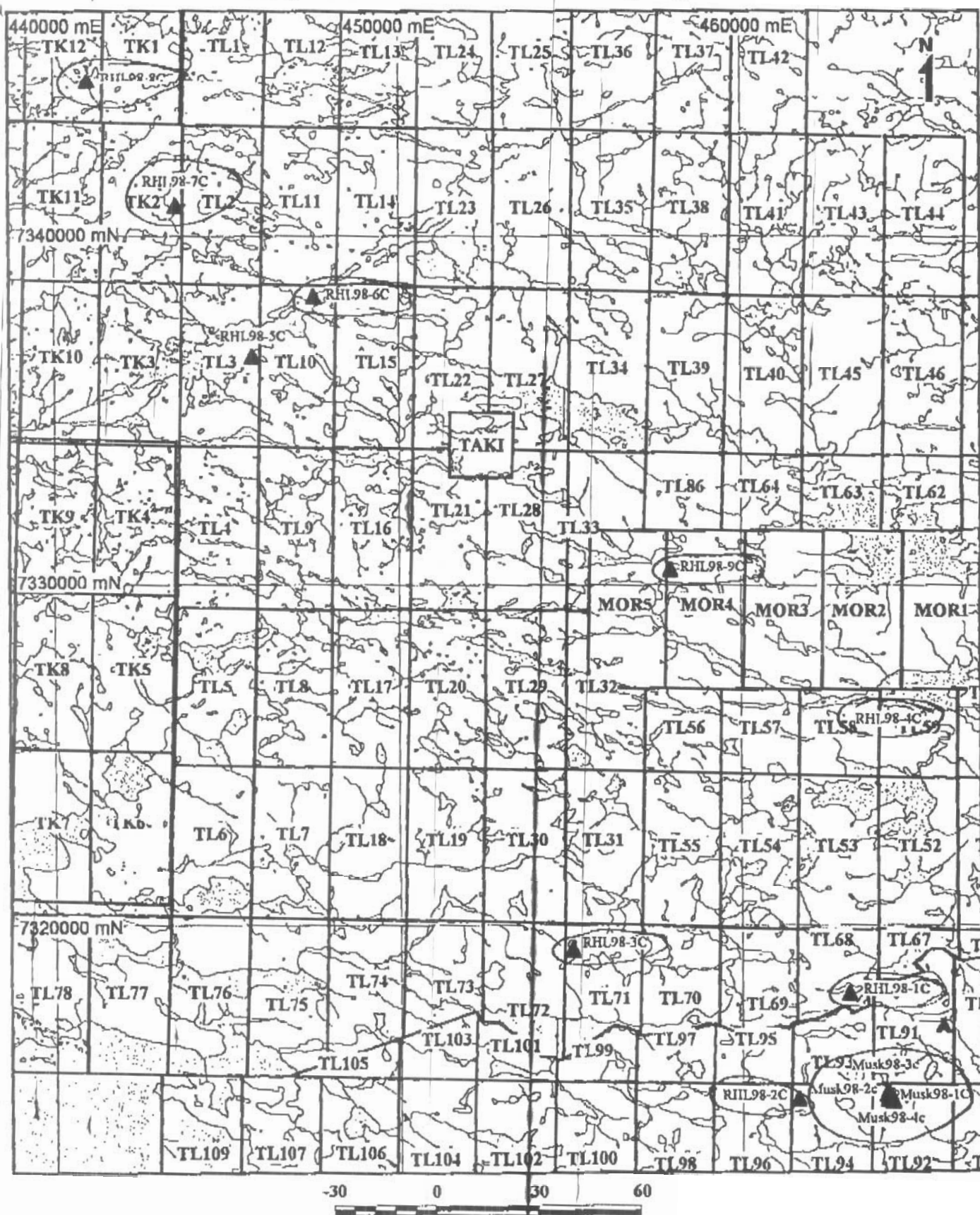
attach.

cc: Philippe di Pizzo, Nunavut Water Board ✓
Pat Larocque, RMO-Kugluktuk, INAC

(DRILLHOLES ARE CIRCLED ON MAP)

MONOPROS LTD.

Rockinghorse Lake Claims 1998 Summer Drilling Programme



▲ core holes

Kilometres

Scale: 1:1,500,000