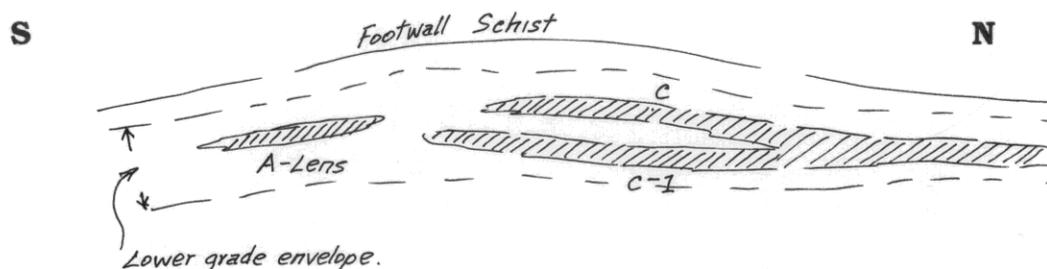


Further resource definition drilling may, in fact, show that C and C1 are simply part of the same magnesite zone, which would substantially increase the C1 Lens resource. They could probably be combined and mined as one body, selectively leaving lower grade material as waste in the stopes.



### Plan sketch of the relationship of the C-Lenses

The northern end of C-Lens above, below and along strike of MC 31 is poorly tested by drilling, so the resource boundary has been conservatively limited to a 50 m zone around MC 31 in those directions.

Ground conditions in C-horizon appear to be reasonable with the exception of MC 31 where the magnesite was very broken by a network of fine fractures and underlain by a deep cavity-mud-rubble zone.

#### 7.2.2 D and D1 Lenses:

Resource Estimate	
<b>D-Lens</b>	<b>11,820,000 tonnes</b>
	<b>44.08 MgO</b>
	<b>2.36 CaO</b>
	<b>2.11 SiO<sub>2</sub></b>
	<b>1.00 Fe<sub>2</sub>O<sub>3</sub></b>
<b>D1-Lens</b>	<b>2,310,000 tonnes</b>
	<b>45.25 MgO</b>
	<b>2.15 CaO</b>
	<b>0.26 SiO<sub>2</sub></b>
	<b>0.78 Fe<sub>2</sub>O<sub>3</sub></b>