FOURTH LEVEL. (CONT'D)

North Lake and High Phosphorous grade.

The ore body now being followed up from the 4th level is a separate one from the main body coming down to the east from the open pit.

SECTION 6.

FIRST SUB. 1456 FT. ELEVATION.

Nos. 18 and 19 contracts are slicing and caving in the ore body above this sub, and work will be continued in this territory from now on, after being tied up awaiting the completion of the work in the open pit by the contractors. No. 18 ore body was directly underneath the contractor's track entering the pit, and we were compelled to discontinue operations while same were in use.

During the coming summer milling will be in progress in the open pit and the ore trammed through this sub.

SECOND SUB. 1305 FT. ELEVATION.

The balance of the ore shown by drill hole No. 57 was mined out above this elevation during the year.

A rock drift is now being driven west just below this level to connect with the raise in the ore body which has been followed up from the fourth level. The ore from here down will be sliced in the regular way.

THIRD SUB. 1165 FT. ELEVATION

Work has been under way throughout the year in the territory penetrated by diamond drill holes 58, 62 and 63, and the small lenses of ore have been followed up a distance of 93 feet above this elevation. The ore bodies are very irregular, and the cost of mining is high. A raise was brought up from the main third level to care for the product from this area and do away with transferring.

SECTION 6
THIRD SUB. 1166 FT. ELEVATION-(CONT'D)

A rock drift was also driven west from No. 12 raise on this elevation to connect with the raise which had followed the ore lens up from the fourth level.

FOURTH SUB.

No. 42 and No. 17 are all that are working in the narrow ore body below this sub. The ore lies between dikes, is very narrow, but of high iron content. This ore is in the hanging, and is not connected with the main Section 6 ore body.

The main Section 6 ore body has been divided into, and is being worked in three sections, in order to make room for a sufficient number of men to gain a proper product. The ground is badly cut up by small dikes, and the mining must be closely watched to insure a clean output.