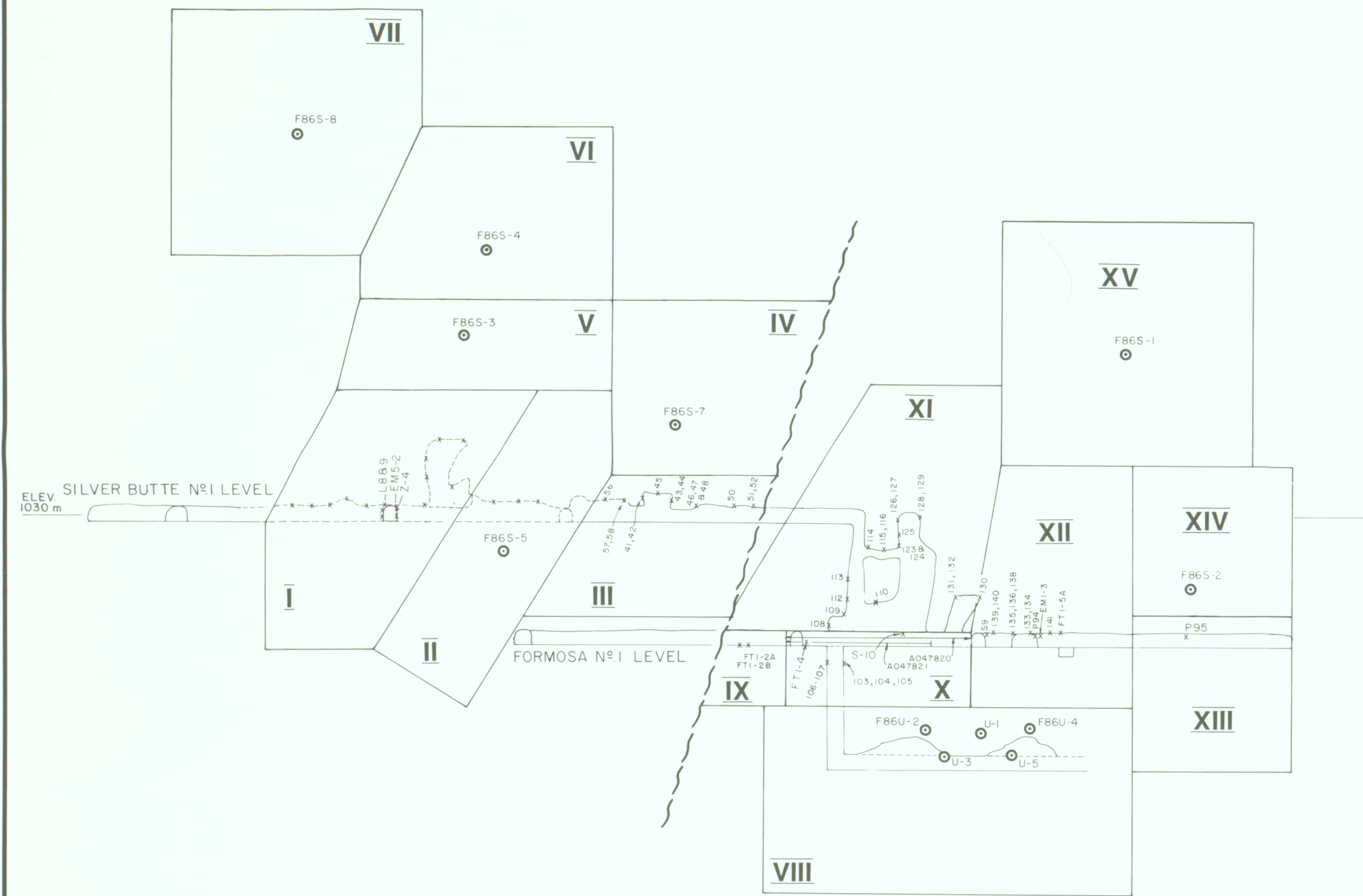
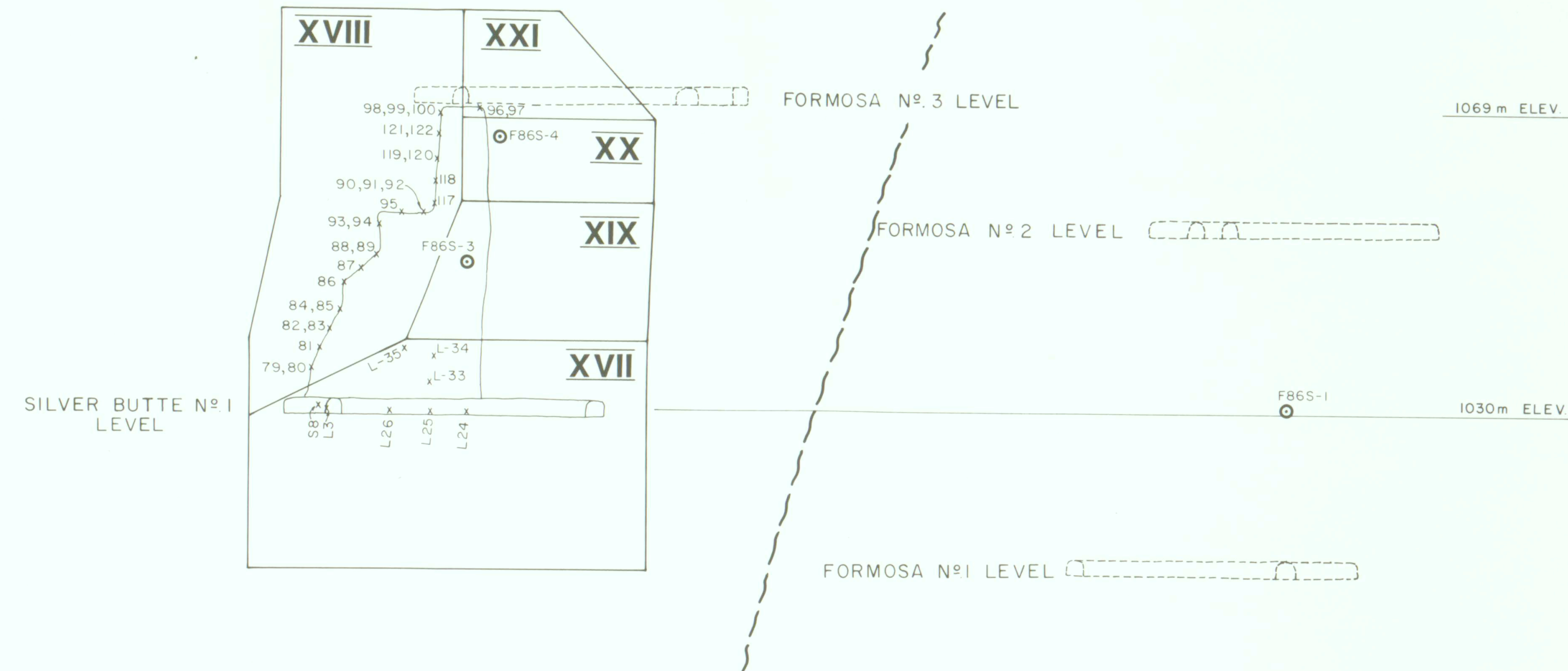


36
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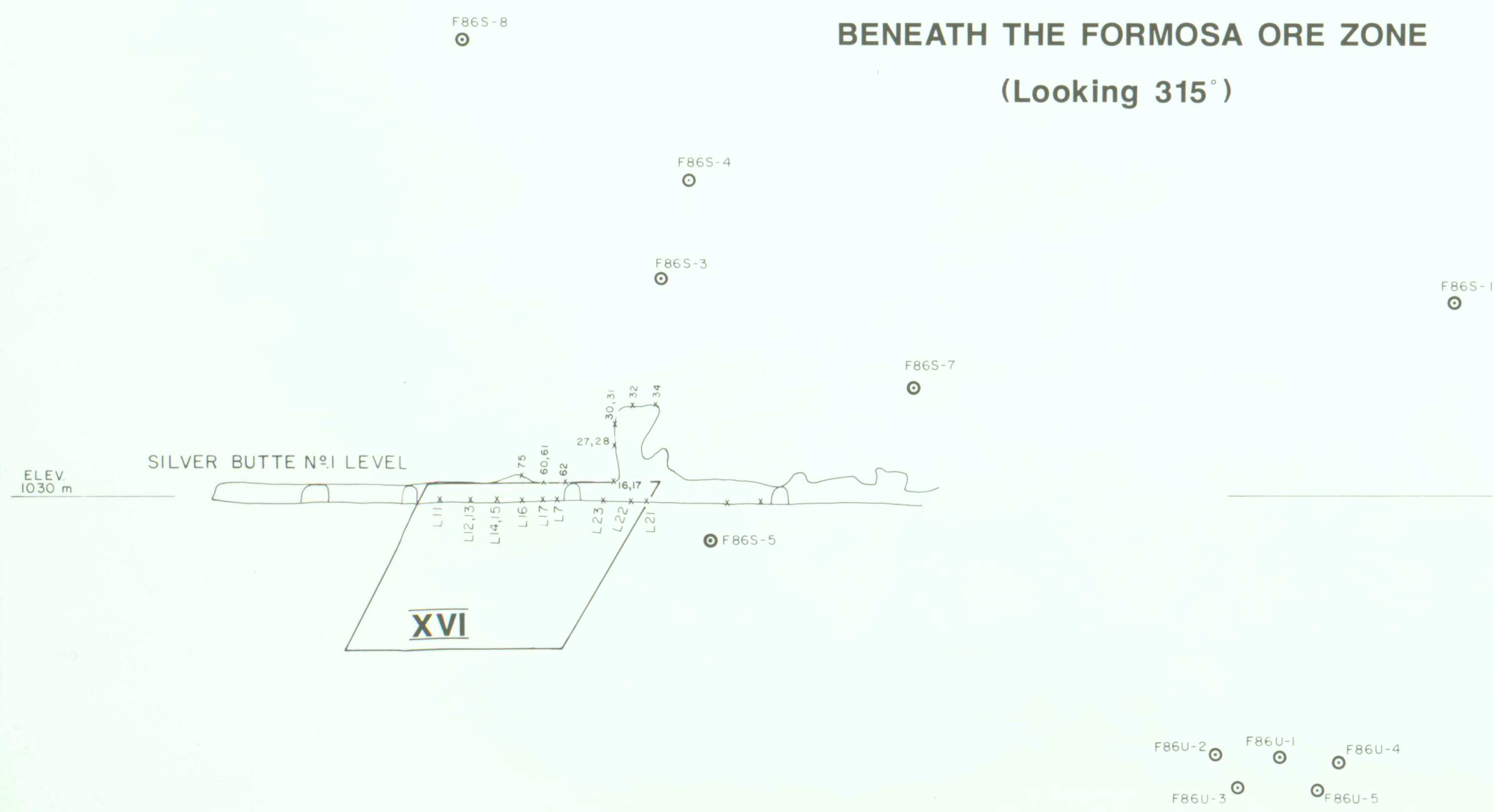
LONGITUDINAL SECTION ALONG FORMOSA ORE ZONE
(Looking 315°)



LONGITUDINAL SECTION SILVER BUTTE ORE ZONE
(Looking 315°)



LONGITUDINAL SECTION ALONG SILICEOUS ORE ZONE
BENEATH THE FORMOSA ORE ZONE
(Looking 315°)



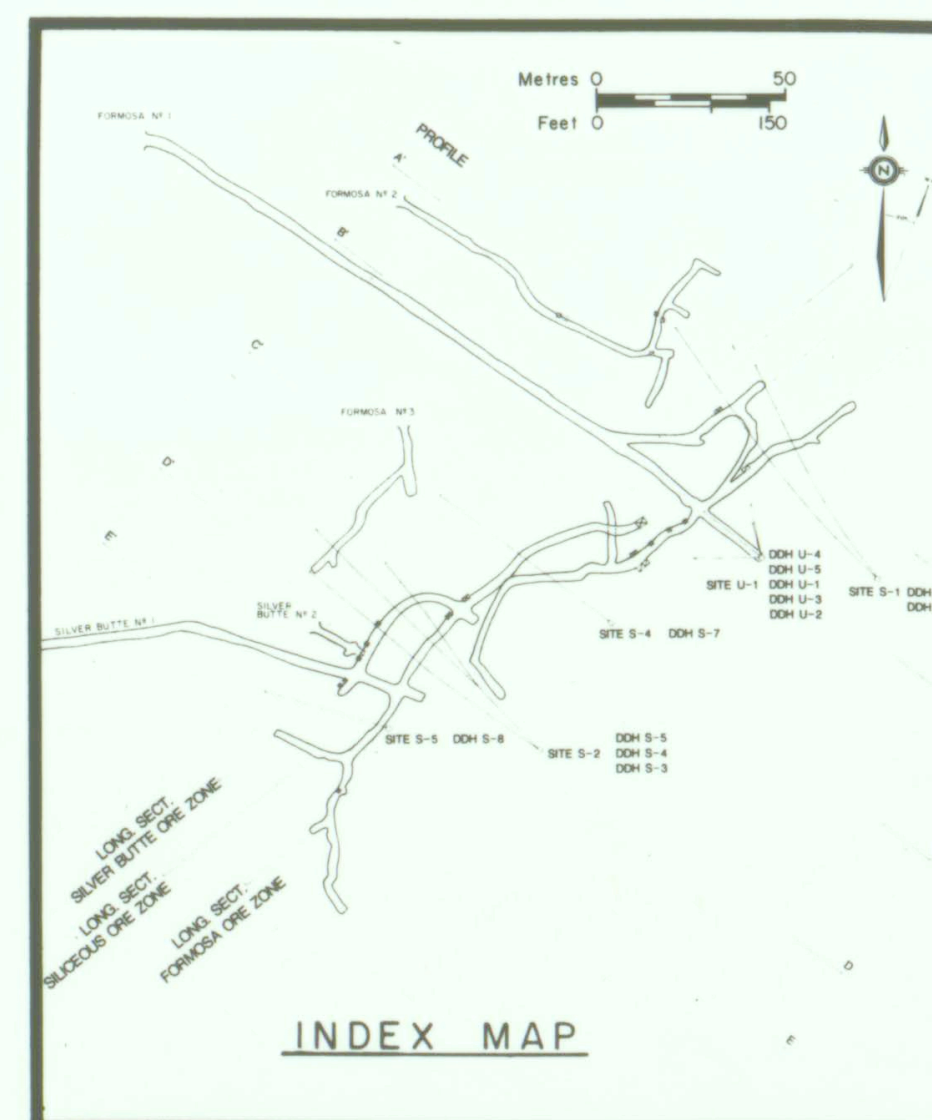
ORREVE CALCULATION

I	100.00 x 100.00 x 1.00 = 10,000.00
II	150.00 x 100.00 x 1.00 = 15,000.00
III	200.00 x 100.00 x 1.00 = 20,000.00
IV	250.00 x 100.00 x 1.00 = 25,000.00
V	300.00 x 100.00 x 1.00 = 30,000.00
VI	350.00 x 100.00 x 1.00 = 35,000.00
VII	400.00 x 100.00 x 1.00 = 40,000.00
VIII	450.00 x 100.00 x 1.00 = 45,000.00
IX	500.00 x 100.00 x 1.00 = 50,000.00
X	550.00 x 100.00 x 1.00 = 55,000.00
XI	600.00 x 100.00 x 1.00 = 60,000.00
XII	650.00 x 100.00 x 1.00 = 65,000.00
XIII	700.00 x 100.00 x 1.00 = 70,000.00
XIV	750.00 x 100.00 x 1.00 = 75,000.00
XV	800.00 x 100.00 x 1.00 = 80,000.00
XVI	850.00 x 100.00 x 1.00 = 85,000.00
XVII	900.00 x 100.00 x 1.00 = 90,000.00
XVIII	950.00 x 100.00 x 1.00 = 95,000.00
XIX	1,000.00 x 100.00 x 1.00 = 100,000.00
XX	1,050.00 x 100.00 x 1.00 = 105,000.00
XXI	1,100.00 x 100.00 x 1.00 = 110,000.00
Total	1,100,000.00

SUMMARY OF ORE RESERVE CALCULATION

BLOCK	TONNAGE (Short Tons)	GRADE	% Fe	% Cu	
I	25,000	0.042	1.840	N/A (48.7)	2.55
II	35,000	0.104	3.350	4.01	7.54
III	3,700	0.008	1.351	4.59	2.76
IV	6,400	0.071	0.850	2.77	2.62
V	5,500	0.021	1.248	0.10	3.15
VI	21,200	0.024	1.430	0.07	3.04
VII	9,400	0.034	0.980	0.07	2.45
VIII	27,900	0.048	0.652	11.62	2.62
IX	500	0.108	1.197	15.94	1.50
X	3,000	0.205	1.914	9.32	2.79
XI	7,400	0.025	2.307	3.51	4.04
XII	6,600	0.028	1.591	9.53	2.13
XIII	3,700	N/A	N/A	10.20	0.45
XIV	2,800	0.123	1.027	7.41	0.43
XV	6,000	0.040	1.620	2.43	1.80
XVI	5,200	0.022	0.961	N/A (48.7)	2.19
XVII	8,000	0.192	0.915	5.50	8.63
XVIII	7,400	0.031	0.815	6.02	4.47
XIX	5,700	0.015	1.100	2.35	2.73
XX	11,500	0.036	0.795	5.25	2.35
XXI	2,400	0.059	3.920	7.67	9.35
Total	207,300				
Ave.		0.058	1.791	5.16	3.79

LEGEND:
 ○ DRILL HOLE PIERCING POINT
 L21 SAMPLE NUMBER
 ORE RESERVE BLOCKS (DRILL INDICATED)
 II, IV, V, VI, VII, VIII, XIV, XV, XIX, XX
 ORE RESERVE BLOCKS (TUNNEL AND/OR STOPE INDICATED)
 I, III, IX, X, XI, XII, XIII, XVI, XVII, XVIII, XXI



John S. Grant

FORMOSA RESOURCES CORPORATION
SILVER PEAK PROJECT
 DOUGLAS COUNTY, OREGON
ORE RESERVE BLOCKS OF FORMOSA & SILVER BUTTE ZONES

0 10 20 30 40 50 Metres
 0 20 40 60 80 100 120 Feet
 SCALE 1:500

MARCH 1987 PLATE 10

P-157

6 44 42
1 1 1 1
45 43

2 44 41
1 1 1 1
43 45

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35
36