



January 16, 1995

FAX: (403) 873-2980

Mr. J. Stard, Manager
Royal Oak Mines Inc.
Bag 3000
YELLOWKNIFE NT X1A 2M2

Dear Mr. Stard:

This letter is to advise you regarding the daily sampling program of the drill sump water used underground.

On January 16, 1995, Sylvester Wong and I conducted an inspection of the #14 arsenic stope at the Royal Oak Mine accompanied by the following Royal Oak employees:

Peter Bengts	-	Engineer
Rob Moore	-	Mine Captain

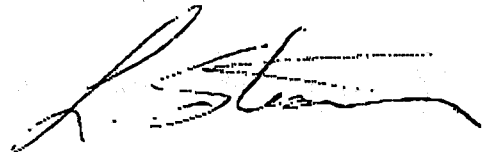
At the bulk head some seepage remains but this is estimated to be approximately 2 litres per hour.

The horizontal hole in Line #1 produces water and the flow rate at this site was found to be approximately 2 litres per hour.

Although the flow rate of the water seepage at the lower bulkhead of #14 arsenic stope is reduced a problem still exists with this arsenic stope.

Regarding the daily sampling, I am modifying the order issued November 22, 1995. Samples shall be taken every two (2) weeks from the seepage at the lower bulkhead and the UBC sump. Copy of the laboratory results are to be sent to the Occupational Health and Safety Division.

Sincerely,



Lynn Stear
Occupational Hygiene Specialist
Occupational Health and
Safety Division

cc: Rob Moore - Mine Captain

IN COMPLIANCE OF YOUR ORDER DATED JAN 18/96
THE FOLLOWING ARE RESULTS OF THE SAMPLES YOU
REQUESTED

Lower Bulkhead Sump	4500 ppm
UBC Sump	1.9 ppm