

0410 0248

AURORA PARTNERSHIP

MONTHLY REPORT

DECEMBER 1992

1. SUMMARY

December 1992 Monthly Report

	Month		YTD		Sept YTD
	Actual	Plan	Actual	Plan	Forecast
Ore to heap (tons)	29,927	30,000	399,606	426,600	407,035
Grade (oz/ton) Est	0.099	0.112	0.126	0.145	0.139
Ozs.to Heap	2,952	3,363	50,374	61,677	57,222
Ozs. Recovered Heap	2,013	3,227	35,388	35,145	37,933
Ozs. Recovered Mill	0	0	3,744	3,607	3,782
Ozs. Recovered Total	2,013	3,227	39,132	38,752	41,715
Ore mined (tons)	48,055	11,726	437,385	431,393	397,392
Grade (oz/ton)	0.094	0.139	0.109	0.123	0.131
Ozs. mined	4,498	1,630	47,891	52,859	52,054
Waste mined (tons)	141,442	128,975	2,755,683	2,080,717	2,627,545
Strip Ratio	2.9	11.0	6.3	4.8	6.6
Operating Cost per ounce	\$390	\$197	\$255	\$242	\$230
Manpower	28	24			
Lost Time Accidents	0	0	0		

Gold production was 38% below plan due to lower grades to the heaps in past months and solution pump failures which lowered gold loading. Year to date gold production was 380 ounces (1%) over plan and 2583 ounces (6%) below the September forecast.

Crusher throughput was on plan despite numerous winter storms which caused production delays. The storms were more severe than in the past four years and are forecast to continue. The air cannon for the Barmac was installed and performed well. Extremely wet sticky ore led to blinding of the screens and recirculation of fines. This caused plugging problems which required frequent shutdowns to check the crushing chamber. Daily warm up times were longer with the colder weather. Year to date tonnage was 26,994 tons (7%) below plan and 2% below the September forecast.

Feed grade to the heaps was below plan due to the smaller than forecast high grade pods in the pit bottom and subsequent mining dilution of these pods. The grade was also adversely affected by the stockpiling of higher grade ore which will be crushed when weather conditions improve. The year to date grade was 13% below plan and 9% below the September forecast.

Ore and waste mining for the month were above plan. Year to date ore mining exceeded plan and September forecast by 1% and 10% respectively. Ore availability at year end led to the above forecast mining rate. Waste stripping exceeded plan and forecast by 32% and 5% respectively. Waste was mined to access ore beyond the design in the Humboldt West, to account for ground contour interpretation and to provide short haul access to the South Republic waste dump.

Ore grade from the lower benches was below plan. The year to date mining grade was 13% below plan and 20% below the September forecast.

Operating costs were \$138,600 unfavourable for the month. The largest unfavourable areas were payroll (62,900), consulting (22,000) taxes (19,700), and insurance (49,000).

Year-to-date costs were \$569,000 unfavourable with a \$788,000 over expenditure in mining due to higher ore and waste mining plus costs for pit wall control, longer ore hauls and back hoe excavation of the final pit bottom. Crushing, stacking, and agglomerating were \$196,000 favourable due to low activity. Reagents and carbon were \$86,000 over budget due to higher usage to maintain carbon efficiency.

Administration costs were \$62,000 favourable as higher costs for consulting (16,500) recruiting (9,700) taxes (21,000) and insurance (22,000) were offset by lower costs in permitting and licences (35,000) and option fees (23,600) as site permitting activity was low. Costs for supplies, travel and communication were \$43,000 below budget. Year to date payroll costs were \$21,000 over budget while maintenance costs were \$34,000 below budget.

2. MINING

Production for the month consisted of 189,497 tons from the 7460, 7440, 7420, 7400, and 7140 benches and the pit bottom. Production was completed to design limits on the 7460 level.

The pit bottom production was a backhoe trench including the 6840 to 6880 benches. Production below the planned pit bottom averaged 24.4 feet deep over the length of the ramp. A mining cost of \$3.30/ton was negotiated as the backhoe excavation was not included in the contract.

There is some final clean up in the pit bottom planned for January as about 7,000 tons remain to be recovered.

Mining of the Hilton Extension commenced in December.

Waste production for the month was 141,442 tons versus the forecast of 200,000 tons. Stripping activity was curtailed to bring activity in line with the production schedule. Year to date stripping exceeded the forecast as waste stripped beyond the design limits was necessary to access ore in the Humboldt West, to account for ground contour interpretation and provide short haul access to the South Republic waste dump.

Ore production was 48,055 tons versus a forecast of 5,281 tons. The ore was mined as it was available. Year to date ore production was on plan but was 10% above the September forecast.

Surveying of all pit wall monitoring points continued with no abnormal movement noted in December.

One production day was lost due to snow. Storms in the latter part of the month did not impact on the mine as activity had been reduced.

3. CRUSHING

	December		YTD	
	Actual	Plan	Actual	Plan
Heap Dry Tons Crushed	29,927	30,000	399,606	426,600
% Moisture	4.5%	5.0%	4.3%	5.0%
% Passing 0.25 inch	90.2%	100.0%	90.3%	90.3%
Heap Feed Grade (OPT Au)	0.099	0.112	0.126	0.145
Contained Ounces to Heap Au	2,952	3,363	50,374	61,677
Contained Ounces to Heap Ag	6,157	-	123,493	-
Heap Feed Grade OPT last month	0.130	0.172	0.128	0.145
Ounces to Heap Au last month	5,001	5,161	47,421	58,314

Crusher production for the month was stacked on the third lift of Pad #4. The third lift was started at the beginning of the month. The start of the new lift delayed the installation of leach lines until there was sufficient space to work on the top of the new heap.

4. BARMAC OPERATING DATA

	December	YTD
Tons Crushed (SDT):	29,927	205,575
Total Operating Hours:	222.5	1,849.0
Throughput Per Hour:	138.5	111.2
Availability:	64%	72%
Barmac Cost:	\$2.23	\$2.73
Contracted Crushing Costs:	\$3.55	\$3.69
Total Cost:	\$5.78	\$6.42
Budgeted Cost (Total):	\$6.42	\$6.42
% Passing 10 Mesh:	44.7%	63.5%

The plant operated with the 1/4" screens to attain production with the wet sticky material ore. Aurora personnel continued to maintain and operate the Barmac, fines hopper and reclaim tunnel.

On December 12, an air cannon was installed in the Barmac. This system consists of a series of knives inside the crusher that operate on compressed air. These knives, activated on regular intervals, are designed to keep the interior of the crusher clear of clay and fines.

The Barmac crusher operated 222.5 hours with an availability of 63.8%. Downtime resulted from wear plate replacement after damage caused from wet material building up, startup problems because of cold weather and plugged chutes both on the reclaim tunnel and Barmac crusher. Throughput was reduced by more frequent shutdowns to inspect the crushing chamber to avoid plugging the unit.

Operating costs for the Barmac were below budget for December. Project to date Barmac costs were on budget. The project costs include \$114,800 (\$0.56/ton) in payments for crushing delays during startup.

5. LEACH

There were pump failures on the pregnant solution and secondary leach circuits. The failures led to further pump changes as pumps were shuffled to maintain plant and leach flows at the highest rate possible. At the end of the month there was a 15 HP pump on the pregnant solution system, a 40 HP pump on the primary leach system and a 15 HP pump on the secondary leach circuit. More powerful pumps will be installed on the pregnant solution and secondary leach to increase flows.

There was snow accumulation in December equivalent to 0.3 inches of rainfall. This will add about 299,640 gallons of water to the system when the snow melts. Water added to the barren solution pond as make-up water was 1,289,100 gallons from the production well. The fresh water was added to maintain flow in lines to prevent freezing.

6. PLANT

	December		YTD	
	Actual	Plan	Actual	Plan
Average Flow Through Plant (GPM)	266	300	278	300
Pregnant Solution Grade Au In (OPT)	0.059	0.066	0.071	0.061
Barren Solution Grade Au Out (OPT)	0.007	0.008	0.014	0.007
Grade Au Adsorbed on Carbon (OPT)	0.052	0.058	0.057	0.054
Au Adsorbed on Carbon (OZS)	2,473	3,227	34,323	35,144
Au Carbon Loading Efficiency (%)	87.9%	88.0%	79.6%	88.0%

Pregnant solution grades dropped through December as the start of the new lift impeded the placement of drip lines. The cold temperatures and snow storms resulted in lenses of snow and frozen ore in the freshly stacked ore. These conditions, last seen in 1987 and 1988 reduced the leaching rate.

Plant flow was reduced by the pump failures and the smaller pump which could not maintain the 300 gpm flow through all three sets of columns.

Plant efficiency with the modified plant continued to exceed the year to date average. Barren grades have been reduced by 0.007 opt since the modified plant was brought on line in October.

7. BULLION

		December		YTD
				37,119.2
Pour AP-42-92	Total Pour	3,031.7		
(DEC 10, 1992)	Ounces Au	913.2	JM	38,032.4
	Ounces Ag	2,040.3		
Pour AP-43-92	Total Pour	1,595.4		
(Dec 17, 1992)	Ounces Au	419.9	JM	38,452.3
	Ounces Ag	1,137.0		
Pour AP-44-92	Total Pour	1,427.1		
(Dec 23, 1992)	Ounces Au	500.4	JM	38,952.7
	Ounces Ag	864.1		
Carbon (G.D.)	Total Pour	14.9		
(Nov 30, 1992)	Ounces Au	179.2		39,131.8
	Ounces Ag	80.4		
Total Gold Ounces		2,012.6		
Total Silver Ounces		4,121.8		

December gold production was derived from bullion poured on site and ashing of spent carbon at G D Resources. Gold production for the month was 2,012.56 ounces with 1,833.41 ounces from bullion and 179.15 ounces from ashed carbon.

Final settled weights for pour AP-41-92 were a total of 3,990.34 ounces dore containing 1,230.51 ounces gold and 2,675.50 ounces silver. The final November gold production was 3,526.914 ounces and the silver production was 6,857.41 ounces.

A breakdown of the December gold production is presented below:

- (1) Ore heaped to the third lift of Pad #3 in September, October and November that was under leach at month end produced 897 ounces.
- (2) Secondary leach of ore that was ongoing at month end and solutions percolating from the heaps where leaching was discontinued contributed 723 ounces.

- (3) Gold from solution pond inventory and lines yielded 213 ounces.
- (4) Gold from carbon ashed at G.D. Resources was 179 ounces.

8. METALLURGY

The column test report for the August, 1992 composite sample indicated a final recovery, based on loaded carbon assays of 63.5% after 63 days with a calculated head assay of 0.222 OPT Au. The August ore came from the high grade ore stockpile and was crushed to 64.8% minus 10 mesh.

Gold distribution analyses on the head and tail samples indicated that the gold was evenly distributed throughout the various size fractions. The gold recovery in the coarser sizes was substantially lower than in the finer sizes.

9. REAGENTS & CEMENT

	December lbs/ton	YTD lbs/ton	YTD(Plan) lbs/ton
Soda Ash	0.079	0.057	0.043
Alcohol	0.810	0.519	0.436
Strip Descalent	0.020	0.010	0.004
Antiscalent	0.022	0.049	0.072
Activated Carbon	0.382	0.231	0.183
Sodium Hydroxide	0.077	0.057	0.040
Sodium Cyanide	0.501	0.428	0.400
Cement	7.8	8.3	10.0

Cyanide consumption was over plan with the fresh water addition.

Alcohol additions to the strip solution were high as loaded carbon is being stripped more frequently and the strip solution is changed to maximize carbon efficiency.

Carbon usage was high in December as the carbon was replaced in all three sets of columns compared to the usual cycle of two sets changed per month. Carbon activity is monitored and carbon is changed to maintain high efficiency.

10. SAFETY & LABOUR

Five incidents were reported by Aurora employees during December. Of these, three were vehicular incidents resulting in minor damage and two were hand injuries. Two incident reports were also filed by contractor's employees.

At the end of December the minesite had achieved 441 days with no lost time accidents.

The Rodman was terminated for poor job performance at the completion of a probationary period. A temporary employee was moved from the plant to the survey crew.

11. STOCKPILE

Stockpiles	Tons	Au oz/ton	Au (oz)
High Grade	8,141	0.214	1,742
Leach Grade	67,935	0.090	6,114
Total	76,076	0.103	7,856

Stockpile grades were not adjusted although the December crusher feed grade exceeded the stockpile estimate by 10%.

12. GEOLOGY

The reconciliation of the pit ore production compared to the ore reserve estimate for the same area is shown below.

BENCH RECONCILIATION YTD (based on DTM calculation)

	BH ORE ZONE		MODEL E		% BH VS MODEL	
	TONS	OUNCES	TONS	OUNCES	%TONS	%OUNCES
7540	864	61	0	0		
7520	16,006	1,537	9,474	939	68.9%	63.7%
7500	22,150	2,943	13,651	1,447	62.3%	103.4%
7480	34,297	3,411	18,444	1,826	86.0%	86.8%
7460	38,115	3,424	21,025	1,913	81.3%	79.0%
7440	41,448	3,401	32,469	2,987	27.7%	13.9%
7420	34,807	3,160	27,157	2,224	28.2%	42.1%
6960	9,843	1,339	10,527	1,579	-6.5%	-15.2%
6940	28,469	3,709	23,587	3,373	20.7%	10.0%
6920	50,843	7,524	52,254	6,860	-2.7%	9.7%
6900	36,124	5,343	34,785	5,176	3.8%	3.2%
6880	32,848	4,062	29,968	4,582	9.6%	-11.3%
6860	18,822	2,493	19,744	3,899	-4.7%	-36.1%
6840	5,061	615	5,061	615	0.0%	0.0%
Subtotal	369,697	43,022	298,144	37,420	24.0%	15.0%
7400	10,538	1,066	23,634	2,434	-55.4%	-56.2%
Total	380,235	44,088	321,778	39,854	18.2%	10.6%

The YTD reconciliation indicated that mining tonnage exceeded the reserve estimate by 18.2% but the grade was 6.9% below the reserve estimate.

The upper benches provided 36% more tons than projected by the ore reserve model at a grade 1.6% above the reserve estimate. In the lower benches there were 3.5% more tons and the grade was 7.6% below the reserve estimate (0.138 opt actual versus 0.148 opt in the reserve).

Reconciliation for the 7400 bench is an estimate as this bench has not been completed.

Approximately 7,000 tons at 0.212 opt remain to be mined from the east end of the pit bottom. An attempt to mine this area is planned for January. The ore is located directly beneath an area where the blue clay is starting to sluff.

The Doug Claims air track drill program was completed. The contractor's drill remains on the property. It was not possible to remove the drill before the snow restricted activity. The drill will be removed when the snow is gone. The final report compilation began. The best intercept was a 5 foot interval of 0.016 opt gold at 70 to 75 feet below surface.

The Nova drill program permit was obtained but the drilling program was deferred until spring due to the onset of winter weather.

13. ADMINISTRATION

Preparation of the 1993 plan for the Management Committee began in December.

The USFS were notified of our intent to start mining on the Hilton Extension.

A revised Surface Discharge Permit #NV0021652 was received from NDEP to increase discharge rates from the pit via Bodie Creek. This amendment matched permit conditions to the pit pumping requirements.

The USFS issued the letter of approval for the Nova drilling project on December 23, subject to the review period which expired on December 24.

Preparation of the site reclamation plan, which must be submitted to the State by April 1, continued in December.

14. OPERATING COSTS

December costs were \$138,600 unfavourable. Waste stripping was high under the revised mine plan while ore mining activity was above budget as the ore was available to be mined. Crushing costs were \$13,000 favourable as Barmac costs were below budget.

Milling costs were \$24,00 unfavourable with charges for a replacement solution pump and above plan costs for carbon and reagents. Payroll costs were \$63,000 unfavourable with a year end bonus payment and the timing of the biweekly pay periods. Maintenance costs were on budget.

Administration costs were \$75,500 unfavourable and included insurance charges for 1992 (52,000) consulting charges (37,600) and taxes (29,700).

YTD operating costs were \$569,000 (5.5%) over budget. Mining was \$788,000 unfavourable as the plan was revised and stripping increased. Waste costs were over budget \$144,000 for waste stripping required beyond the design limits and \$456,000 for increased waste stripping with the revised plan. Ore mining costs were \$114,000 over budget due to adjustments to the unit rate for the long haul and extra costs for excavation of the final backhoe trench in the bottom.

Crushing costs were \$196,000 favourable due to the shortfall in throughput. Milling costs were \$52,000 unfavourable as higher carbon, reagents, and column testing charges were partially offset by lower supplies usage and the \$24,000 variance in the CNGC toll milling arrangement charges.

Year to date payroll costs were \$21,000 over budget. Maintenance was \$34,00 below budget with vehicle maintenance at \$25,000 favourable.

Administration costs were \$62,000 favourable as unfavourable variances for recruiting (9700), consulting (16,000) insurance (22,000) and taxes (21,000) were offset by below budget charges for permitting licences and option payments (59,000), supplies and communication (43,000) and legal fees (17,000).

15. CAPITAL COSTS

	Budget	Spent	% of budget
Plant Modification	\$ 70,000	\$ 70,000	100%
Barmac	\$375,000	\$384,000	102%
Releach	\$ 67,000	\$ 72,000	107%
Doug Claims	\$ 30,000	\$ 53,000	177%
In fill Drilling	\$120,000	\$115,000	96%
Nova Drilling	\$ 80,000	\$ 34,000	45%

The Plant Modification, Barmac, Releach and Infill Drilling programs are all complete.

Work on the Doug Claims was completed except for the final report.

Further work on the Nova Drilling program has been delayed until spring. Permitting and holding costs were budgeted for \$10,000 in 1992 but expenditures were \$34,000. The proposed drilling program will be reviewed in light of the current expenditures and the approved funding.

AURORA PARTNERSHIP MONTHLY PRODUCTION SUMMARY

PERIOD: December 1992

MONTH	GOLD PRODUCTION (OUNCES)				ORE TO PADS (dry tons)			GRADE TO PADS (oz/ton)			WASTE MINED (dry tons)			ORE MINED (dry tons)			GRADE MINED (oz/ton)			
	PLANT	MILL	TOTAL	PLAN	VARIANCE	ACTUAL	PLAN	VARIANCE	ACTUAL	PLAN	VARIANCE	ACTUAL	PLAN	VARIANCE	ACTUAL	PLAN	VARIANCE	ACTUAL	PLAN	VARIANCE
JANUARY	1,994	2,071	4,065	4,091	(26)	29,533	31,600	(2,067)	0.115	0.089	0.026	182,891	190,000	(7,109)	36,573	38,171	(1,598)	0.153	0.094	0.059
FEBRUARY	2,380	1,673	4,053	3,184	869	34,678	30,000	4,678	0.107	0.102	0.005	259,724	152,050	107,674	39,694	29,373	10,321	0.137	0.089	0.048
MARCH	3,590	0	3,590	1,749	1,841	35,882	30,000	5,882	0.097	0.100	(0.003)	207,432	158,536	48,896	33,018	52,569	(19,551)	0.099	0.137	(0.038)
APRIL	3,464	0	3,464	1,806	1,658	40,455	35,000	5,455	0.089	0.102	(0.013)	246,400	194,232	52,168	46,310	85,545	(39,235)	0.085	0.147	(0.062)
MAY	2,934	0	2,934	2,146	788	42,039	40,000	2,039	0.076	0.077	(0.001)	206,993	182,919	24,074	34,425	77,254	(42,829)	0.082	0.154	(0.072)
JUNE	2,022	0	2,022	2,073	(51)	31,293	40,000	(8,707)	0.098	0.195	(0.097)	263,252	199,775	63,477	26,026	47,711	(21,685)	0.088	0.085	0.003
JULY	2,701	0	2,701	3,502	(801)	27,155	40,000	(12,845)	0.204	0.193	0.011	205,224	205,344	(120)	42,780	23,982	18,798	0.129	0.080	0.049
AUGUST	3,229	0	3,229	3,872	(643)	24,028	40,000	(15,972)	0.220	0.192	0.028	185,080	229,641	(44,561)	51,607	13,985	37,622	0.109	0.103	0.006
SEPTEMBER	3,588	0	3,588	4,597	(1,009)	37,825	40,000	(2,175)	0.171	0.188	(0.017)	214,121	227,650	(13,529)	26,112	13,378	12,734	0.117	0.112	0.005
OCTOBER	3,946	0	3,946	4,244	(298)	28,367	40,000	(11,633)	0.163	0.173	(0.010)	343,835	103,595	240,240	22,145	21,436	709	0.105	0.110	(0.005)
NOVEMBER	3,527	0	3,527	4,261	(734)	38,424	30,000	8,424	0.129	0.172	(0.043)	299,289	108,000	191,289	30,640	16,263	14,377	0.115	0.128	(0.013)
DECEMBER	2,013	0	2,013	3,227	(1,214)	29,927	30,000	(73)	0.099	0.112	(0.013)	141,442	128,975	12,467	48,055	11,726	36,329	0.094	0.139	(0.045)
Y.T.D.	35,388	3,744	39,132	38,752	380	399,606	426,600	(26,994)	0.126	0.145	(0.019)	2,755,683	2,080,717	674,966	437,385	431,393	5,992	0.110	0.123	(0.013)
					1%			-6%			-13%			32%			1%			-11%

The Aurora Partnership
Balance Sheet
As At December 31, 1992

A S S E T S

CURRENT

Cash	291,072 ✓
Accounts Receivable and Advances	402,036
Inventory-In-Process	2,628,923
Supplies Inventory	113,613 ✓
Prepaid Expenses and Deposits	176,588

3,612,232

MINERAL PROPERTIES, NET

869,183

FIXED, NET

681,060

DEFERRED EXPENDITURES, NET

1,807,399

3,357,642

6,969,874
=====

L I A B I L I T I E S

CURRENT

Accounts Payable and Accruals	874,882 ✓
Royalties Payable	638,529

1,513,411

DUE TO MINEREX

Humboldt East Purchase	-
Victor Settlement	-
Other Advances	390,041 ✓

390,041

DUE TO ELECTRA MINING CORPORATION

(110,405) ✓

279,636

P A R T N E R S ' E Q U I T Y

BALANCE , CLOSING

Minerex Resources (US) Inc.
Electra Mining Corporation

3,309,812
1,867,015

~~3,228,212~~ ✗

~~1,948,615~~ ✗

5,176,827 ✓

6,969,874
=====

The Aurora Partnership
Statement of Partners' Equity
As At December 31, 1992

	<u>Minerex</u>	<u>Electra</u>
	\$	\$
BALANCE, OPENING	2,430,984	1,280,506
CONTRIBUTIONS/ALLOCATIONS	1,435,375 ✓	668,109
ACCUMULATED INCOME - PRIOR YEARS	1,910,806	0
NET INCOME/(LOSS) - CURRENT YEAR	403,397 ✓	(81,600) ✓
	<u>3,309,812</u>	<u>1,867,015</u>
DRAWINGS	<u>0</u>	<u>0</u>
BALANCE, CLOSING	<u><u>3,309,812</u></u> ✓✓	<u><u>1,867,015</u></u> ✓✓

The Aurora Partnership
Statement of Earnings
For the Twelve Month Period Ended December 31, 1992

	CURRENT MONTH	YEAR TO DATE
REVENUE		
Gold Sales	653,952	13,655,740
Silver Sales	59,178	304,263
Selling Costs	(46,020)	(226,349)
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Royalties	667,110	13,733,654
	13,409	(676,664)
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NET OPERATING REVENUE	680,519	13,056,990
OPERATING COSTS		
Mining (Schedule A)	173,455	4,097,295 ✓
Crushing (Schedule A)	164,260	2,400,534 ✓
Milling (Schedule B)	143,403	1,506,887 ✓
Payroll (Schedule B)	160,521	1,192,001 ✓
Maintenance (Schedule B)	14,382	149,135 ✓
General and Administration (Schedule C)	129,108	622,444 (+ 52,000)
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Operating Costs Before Adjustment	785,129	9,968,296 + 52,000
Inventory-In-Process Adjustment	(187,921)	(15,629)
Inventory-High Grade	100,852	(121,844)
Depreciation and Amortization (Schedule D)	165,591	2,297,003 ✓
Reclamation Expense	8,200	154,750 ✓
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Total Operating Costs	871,851	12,282,576
	<hr/>	<hr/>
OPERATING MARGIN	(191,332)	774,414
	<hr/>	<hr/>
INTEREST INCOME	(7,232)	(29,739) ✓
OTHER INCOME	0	(12,468) ✓
INTEREST EXPENSE-OTHER	84,963	167,701 ✓
MANAGEMENT FEES	123,667	327,623 ✓
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	(392,730)	321,297
	<hr/>	<hr/>
GAIN/(LOSS) ON SALE OF ASSETS	0	500 ✓
	<hr/>	<hr/>
NET INCOME /(LOSS)	(392,730)	321,797
	<hr/>	<hr/>
OUNCES OF GOLD PRODUCED	2,013	39,132
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TOTAL OPERATING COST PER OUNCE	433	314
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OPERATING COSTS PER OUNCE BEFORE ADJUSTMENT	390	255
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The Aurora Partnership
Statement of Earnings
For the Twelve Month Period Ended December 31, 1992

	Actual Current Month	Budget Current Month	Variance	% Variance	Actual Y-T-D	Budget Y-T-D	Variance	% Variance
	\$	\$	\$	\$	\$	\$	\$	\$
REVENUE								
Gold Sales	653,952	1,161,720	507,768	-43.7	13,655,740	14,081,374	425,634	-3.0
Silver Sales	59,178	-	59,178	0.0	304,263	-	304,263	0.0
Selling Costs	(46,020)	(18,828)	(27,192)	144.4	(226,349)	(225,936)	(413)	0.2
	667,110	1,142,892	(475,782)	-41.6	13,733,654	13,855,438	(121,784)	-0.9
Royalties	13,409	(57,389)	70,798	-123.4	(676,664)	(695,620)	18,956	-2.7
NET OPERATING REVENUE	680,519	1,085,503	(404,984)	-37.3	13,056,990	13,159,818	(102,828)	-0.8
OPERATING COSTS								
Mining (Schedule A)	173,455	185,163	11,708	-6.3	4,097,295	3,309,759	(787,536)	23.8
Crushing (Schedule A)	164,260	243,155	78,895	-32.4	2,400,534	3,044,460	643,926	-21.2
Milling (Schedule B)	143,403	52,936	(90,467)	170.9	1,506,887	1,006,333	(500,554)	49.7
Payroll (Schedule B)	160,521	97,587	(62,934)	64.5	1,192,001	1,171,044	(20,957)	1.8
Maintenance (Schedule B)	14,382	14,098	(284)	2.0	149,135	183,132	33,997	-18.6
General and Administrative (Schedule C)	129,108	53,588	(75,520)	140.9	622,444	684,300	61,856	-9.0
Operating Costs Before Adjustment	785,129	646,527	(138,602)	21.4	9,968,296	9,399,028	(569,268)	6.1
Inventory-In-Process Adjustment	(187,921)	(54,560)	133,361	244.4	(15,629)	(2,647,319)	(2,631,690)	-99.4
Inventory-Stockpile	100,852	235,026	134,174	-57.1	(241,964)	(354,142)	(112,178)	-31.7
Depreciation and Amortization (Sched.D)	165,591	218,287	52,696	-24.1	2,297,003	2,460,131	163,128	-6.6
Reclamation Expense	8,200	16,250	8,050	-49.5	154,750	195,000	40,250	-20.6
Total Operating Costs	871,851	1,061,530	189,679	-17.9	12,162,456	9,052,698	3,109,758	34.4
OPERATING MARGIN	(191,332)	23,973	215,305	-898.1	894,534	4,107,120	3,212,586	-78.2
INTEREST INCOME	(7,232)	(3,000)	4,232	141.1	(29,739)	(36,000)	(6,261)	-17.4
OTHER INCOME	-	-	-	0.0	(12,468)	-	12,468	0.0
INTEREST ON FINANCING	84,963	5,105	(79,858)	1,564.3	167,701	61,260	(106,441)	173.8
MANAGEMENT FEES	123,667	16,667	(107,000)	642.0	327,623	200,004	(127,619)	63.8
	201,398	18,772	(182,626)	972.9	453,117	225,264	(227,853)	101.1
NET INCOME/(LOSS) BEFORE EXTRAORDINARY ITEMS	(392,730)	5,201	(397,931)	-7,651.0	441,417	3,881,856	3,440,439	-88.6
EXTRAORDINARY ITEMS								
Gain/(Loss) on Sale of Assets	-	-	-	0.0	500	-	(500)	0.0
NET INCOME/(LOSS)	(392,730)	5,201	(397,931)	-7,651.0	441,917	3,881,356	3,439,939	-88.6

The Aurora Partnership
Schedule A - Mining and Crushing Expenses
For the Twelve Month Period Ended December 31, 1992

	Actual Current Month \$	Budget Current Month \$	Variance \$	% Variance	Actual Y-T-D \$	Budget Y-T-D \$	Variance \$	% Variance
MINING EXPENSES								
<u>CONTRACTED</u>								
Ore	83,984	18,504	65,480	353.9	814,580 ✓	680,736	133,844	19.7
Waste	83,874	155,268	71,394	-46.0	3,108,273 ✓	2,506,731	(601,542)	24.0
Force Account	3,027	7,478	4,451	-59.5	106,522 ✓	93,336	(13,186)	14.1
Reclamation	1,332	3,913	2,581	-66.0	19,689 ✓	28,956	9,267	-32.0
Miscellaneous	1,238	-	(1,238)	0.0	48,231 ✓	-	(48,231)	0.0
	173,455	185,163	11,708	-6.3	4,097,295	3,309,759	(787,536)	23.8
<u>OTHER</u>	-	-	-	0.0	-	-	-	0.0
Total Mining Expenses	173,455	185,163	11,708	-6.3	4,097,295	3,309,759	(787,536)	23.8
CRUSHING EXPENSES								
<u>CONTRACTED</u>								
Crushing	106,241	186,000	79,759	-42.9	1,572,524 ✓	2,225,720	653,196	-29.3
Agglomeration	16,460	16,500	40	-0.2	219,783 ✓	237,380	17,597	-7.4
Stacking	19,453	19,500	47	-0.2	256,485 ✓	280,540	24,055	-8.6
	142,154	222,000	79,846	-36.0	2,163,587	2,743,640	580,053	-21.1
<u>OTHER</u>								
Cement	12,709	14,736	2,027	-13.8	163,412 ✓	212,001	48,589	-22.9
Power	9,397	6,419	2,978	46.4	73,535 ✓	88,819	15,284	-17.2
	22,106	21,155	951	4.5	236,947 ✓	300,820	63,873	-21.2
Total Crushing Expenses	164,260	243,155	78,895	-32.4	2,400,534 ✓	3,044,460	643,926	-21.2
TOTAL MINING AND CRUSHING EXPENSES	337,715	428,318	90,603	-21.2	6,497,829	6,354,219	(143,610)	2.3
Note:								
Total CONTRACTED Mining and Crushing Expenses	315,609	407,163	91,554	-22.5	6,260,882	6,053,399	(207,483)	3.4

The Aurora Partnership
Schedule B - Milling, Payroll and Maintenance Expenses
For the Twelve Month Period Ended December 31, 1992

	Actual Current Month \$	Budget Current Month \$	Variance \$	% Variance	Actual Y-T-D \$	Budget Y-T-D \$	Variance \$	% Variance
MILLING EXPENSES								
Piping	1,328	5,596	4,268	-76.3	59,775	75,075	15,300	-20.4
Milling Supplies	1,165	4,432	3,267	-73.7	21,743	23,124	1,381	-6.0
Operating Supplies	2,278	1,843	(435)	23.6	16,246	22,116	5,870	-26.5
Maintenance Supplies	14,752	2,810	(11,942)	425.0	38,488	33,720	(4,768)	14.1
Cyanide	8,310	7,434	(876)	11.8	92,814	101,527	8,713	-8.6
Carbon	16,416	7,363	(9,053)	123.0	146,795	107,153	(39,642)	37.0
Chemicals	12,506	8,865	(3,641)	41.1	124,039	113,544	(10,495)	9.2
Reagents	7,305	2,645	(4,660)	176.2	51,265	15,494	(35,771)	230.9
Power	4,863	4,551	(312)	6.9	45,529 ✓	54,612	9,083	-16.6
Assaying	1,006	3,076	2,070	-67.3	26,264	28,468	2,204	-7.7
Column Test	3,346	3,087	(259)	8.4	47,668	27,786	(19,882)	71.6
Boiler Fuel	-	-	-	0.0	-	-	-	0.0
Propane	2,872	1,234	(1,638)	132.7	23,168	17,919	(5,249)	29.3
Toll Milling - NGI	-	-	-	0.0	361,600 ✓	385,795	24,195	-6.3
Barmac	66,593	-	(66,593)	0.0	448,149 ✓	-	(448,149)	0.0
Reclaim Tunnel	663	-	663	0.0	3,344 ✓	-	3,344	0.0
	<u>143,403</u>	<u>52,936</u>	<u>(90,467)</u>	<u>170.9</u>	<u>1,506,887 ✓</u>	<u>1,006,333</u>	<u>(500,554)</u>	<u>49.7</u>
PAYROLL EXPENSES								
Mine Site	29,122	24,864	(4,258)	17.1	211,541	298,368	86,827	-29.1
Mill Site	82,764	53,083	(29,681)	55.9	519,005	636,996	117,991	-18.5
Maintenance	7,381	7,485	104	-1.4	63,385	89,820	26,435	-29.4
Safety	4,744	-	(4,744)	0.0	35,908	-	(35,908)	0.0
Office Site	14,921	12,155	(2,766)	22.8	124,779	145,860	21,081	-14.5
Employer FICA Tax	10,351	-	(10,351)	0.0	72,515	-	(72,515)	0.0
Federal Unemployment	117	-	(117)	0.0	1,370	-	(1,370)	0.0
State Unemployment	140	-	(140)	0.0	3,381	-	(3,381)	0.0
SIIS/Workmans Compensation	2,887	-	(2,887)	0.0	29,172	-	(29,172)	0.0
Personnel Insurance	7,498	-	(7,498)	0.0	126,848	-	(126,848)	0.0
Personnel Physicals	361	-	(361)	0.0	1,967	-	(1,967)	0.0
Casual Labor	-	-	-	0.0	-	-	-	0.0
Payroll Charges	235	-	(235)	0.0	2,130	-	(2,130)	0.0
	<u>160,521</u>	<u>97,587</u>	<u>(62,934)</u>	<u>64.5</u>	<u>1,192,001 ✓</u>	<u>1,171,044</u>	<u>(20,957)</u>	<u>1.8</u>
MAINTENANCE EXPENSES								
Automobile Fuel	2,919	2,226	(693)	31.1	31,438	26,712	(4,726)	17.7
Automobile Leases	-	-	-	0.0	1,067	-	(1,067)	0.0
Automobile Repair and Maint.	5,633	4,963	(670)	13.5	38,570	63,782	25,212	-39.5
Equipment Fuel	919	866	(53)	6.1	14,008	10,922	(3,086)	28.3
Equipment Leases	-	-	-	0.0	-	-	-	0.0
Equipment Repair and Maint.	3,630	1,500	(2,130)	142.0	20,095	18,800	(1,295)	6.9
Maintenance Supplies	275	1,100	825	-75.0	16,513	21,600	5,087	-23.6
Other/Force	1,006	3,443	2,437	-70.8	27,444	41,316	13,872	-33.6
	<u>14,382</u>	<u>14,098</u>	<u>(284)</u>	<u>2.0</u>	<u>149,135 ✓</u>	<u>183,132</u>	<u>33,997</u>	<u>-18.6</u>
TOTAL MILLING, PAYROLL AND MAINTENANCE EXPENSES	<u>318,306</u>	<u>164,621</u>	<u>(153,685)</u>	<u>93.4</u>	<u>2,348,023</u>	<u>2,360,509</u>	<u>(487,514)</u>	<u>20.7</u>

The Aurora Partnership
Schedule C - General and Administrative Expenses
For the Twelve Month Period Ended December 31, 1992

	Actual Current Month \$	Budget Current Month \$	Variance \$	% Variance	Actual Y-T-D \$	Budget Y-T-D \$	Variance \$	% Variance
OPERATING								
Advertising	-	500	500	-100.0	15,744	6,000	(9,744)	162.4
Accounting/Audit	-	2,000	2,000	-100.0	20,505	24,000	3,495	-14.6
Bank Charges and Interest	40	-	(40)	0.0	308	-	(308)	0.0
Bonding Fees	-	500	500	-100.0	3,226	6,000	2,774	-46.2
Claim Fees/Option Payments	3,000	5,000	2,000	-40.0	36,353	60,000	23,647	-39.4
Computer Supplies	912	969	57	-5.9	5,917	16,278	10,361	-63.7
Communication	300	300	-	0.0	4,226	3,600	(626)	17.4
Consulting Service	37,610	15,644	(21,966)	140.4	213,495 ✓	197,028	(16,467)	8.4
Donations	-	250	250	-100.0	946	3,000	2,054	-68.5
Dues and Subscriptions	672	300	(372)	124.0	4,975	3,600	(1,375)	38.2
Education and Training	204	100	(104)	104.0	4,490	5,850	1,360	-23.2
Engineering Supplies	172	1,100	928	-84.4	11,435	22,500	11,065	-49.2
Geo/Engineering Memberships	20	50	30	-60.0	85	600	515	-85.8
House Rent	900	900	-	0.0	10,800	10,800	-	0.0
Insurance	52,000	2,500	(49,500)	1,980.0	52,000	30,000	(22,000)	73.3
Late Charges	-	-	-	0.0	-	-	-	0.0
Legal	153	3,000	2,847	-94.9	19,097	36,000	16,903	-47.0
Permits/Licenses	-	3,165	3,165	-100.0	16,199	51,464	35,265	-68.5
Miscellaneous	-	-	-	0.0	621	-	(621)	0.0
Office Supplies	465	500	35	-7.0	5,345	6,000	655	-10.9
Postage	98	60	(38)	63.3	761	720	(41)	5.7
Promotion and Entertainment	196	750	554	-73.9	7,555	9,000	1,445	-16.1
Property and County Taxes	29,700	10,000	(19,700)	197.0	141,182 ✓	120,000	(21,182)	17.7
Safety Supplies	604	1,400	796	-56.9	13,845	16,660	2,815	-16.9
Sanitation	251	350	99	-28.3	2,787	4,200	1,413	-33.6
Shipping and Freight	105	600	495	-82.5	8,302	7,200	(1,102)	15.3
Telephone	1,319	1,700	381	-22.4	11,563	20,400	8,837	-43.3
Training Supplies	-	200	200	-100.0	96	2,400	2,304	-96.0
Travel	387	1,750	1,363	-77.9	10,586	21,000	10,414	-49.6
Utilities	-	-	-	0.0	-	-	-	0.0
TOTAL OPERATING	129,108	53,588	(75,520)	140.9	622,444	684,300	61,856	-9.0
INTEREST ON FINANCING								
Interest - Humboldt East	-	5,105	5,105	-100.0	-	61,260 ✓	61,260	-100.0
Interest - Other	84,963	-	(84,963)	0.0	167,701 ✓	-	(167,701)	0.0
TOTAL INTEREST ON FINANCING	84,963	5,105	(79,858)	1,564.3	167,701	61,260 ✓	(106,441)	173.8
MANAGEMENT FEES	123,667	16,667	(107,000)	642.0	327,623 ✓	200,004	(127,619)	63.8
EXTRAORDINARY ITEMS								
Gain/(Loss) on Sale of Assets	-	-	-	0.0	(500) ✓	-	500	0.0
TOTAL GENERAL AND ADMINISTRATIVE EXPENSES	337,738	75,360	(262,378)	348.2	1,117,268	945,564	(171,704)	18.2

Actual Current Month	Budget Current Month	Variance	% Variance	Actual Y-T-D	Budget Y-T-D	Variance	% Variance
\$	\$	\$		\$	\$	\$	
41,358	49,178	7,820	-15.9	594,347	479,804	(114,543)	23.9
75,940	110,027	34,087	-31.0	1,072,988	1,283,963	210,975	-16.4
48,293	59,082	10,789	-18.3	629,668	696,364	66,696	-9.6
165,591	218,287	52,696	-24.1	2,297,003	2,460,131	163,128	-6.6