

Hallmark Resources Ltd. annual meeting convened on 31Dec75 and adjourned to 15Jan76 at 10 a.m. at 2050-200 Granville St., Vancouver. H. John Wilson, president, said he expects that details would be available at the adjourned meeting concerning results of drilling on Hallmark's old Cronin mine, 3 1/4 miles NE of Smithers, B.C., by Congdon & Carey Ltd. They spent some \$200,000 before withdrawing from the property agreement prior to the change of the B.C. government. NTS 92 L, M ??

N. Miner, March 1976

Hallmark plans work to confirm reserves

VANCOUVER - Hallmark Resources will use \$40,000 from a unit offering designed to raise \$100,000, to continue drifting and diamond drilling on its Cronin mine property, near Smithers, B.C.

The program is intended to confirm reserve estimates, which have been calculated to be 46,752 tons of indicated, and 129,506 tons of inferred ore, with an average grade of 12.52 oz. silver per ton, 7.11% lead and 8.12% zinc, according to the consulting geologist. The grades are based upon smelter returns from the mine which produced about 25,000 tons of ore between 1952 and 1967, and minor amounts during 1973 and 1974 (N.M., Jan. 16, 1975).

The consultant states that the estimated reserves, if confirmed, would support a 100-ton-per-day operation for about five years. In addition to silver-lead-zinc potential, there are significant gold values in some of the largely unexplored veins, he said.

Recommended is 2,175 ft. of surface drilling, 1,100 ft. of underground drilling, and 100 ft. of extension to No. 120 drift.

The company will use remaining funds from its unit offering to meet property payments and outstanding accounts. Current assets at Jan. 31, 1976, were \$32,216, and current liabilities \$106,739.

HALLMARK RESOURCES LIMITED

PROPERTY PROGRAM AND RESULTS REVIEWED - Hallmark Resources Limited is now evaluating the possibility of production at the company's silver-lead-zinc mine near Smithers, B.C. The recently announced changes in provincial mining legislation is considered fair.

An underground drilling program is underway to confirm the continuity of ore in the downward extension of veins exposed on the surface and indicated at 500 feet by drilling in 1975. The initial diamond drilling is for 1,100 feet with targets directed to parallel ore structures on either side of the existing mine workings.

Several geologists have confirmed the mine, as developed, to contain 50,000 tons of proven ore and 500,000 tons of possible ore. Many years of small scale milling has confirmed the average grade of ore to be 12.5 oz. silver, 7% lead and 8% zinc and paying values of copper, cadmium and gold. This years drilling and subsequent drifting is expected to add tonnage to mineable ore reserves. Drifting on No.2 vein ore in the first level will continue about mid-month. To date 65 feet of ore has been exposed in this drift averaging 10 feet wide with an average grade of 15 oz. silver, 6% lead and 7% zinc. This vein has been stripped on surface for 600 feet.

Surface drilling will resume as soon as snow conditions permit. Hopefully, this will be before the end of June. The target is to be the extension of the aforementioned No.2 vein and a parallel vein known as the Wardell vein. This vein has been stripped for 2,000 feet and has been previously drilled in one place which confirmed ore to 500 feet depth. Six parallel veins are proven to exist to 500 feet in this working area. Sampling of the Wardell vein by Hallmark in 1973 returned 109.6 oz. silver across 12 feet. Two major mining companies in 1974 sampled across the Wardell vein and returned assays in excess of 322 ounces of silver per ton. Late summer and winter work will continue underground in this area.