

Hole No.	Section		TYEE LAKE RESOURCES LTD.	
	From	To	Thickness	Lbs U308/Ton
FT hole No.1	A. 137.8 ft.	164.1 ft.	26.3 ft.	0.46
	B. 164.1 ft.	188.6 ft.	24.5	2.44
Total Average				
A & B	137.8	188.6	50.8	1.42
Section D				
Contains :	168.6	178.6	10.0	4.10

Tyee Lake Resources Ltd. has announced that Noranda Exploration Co.Ltd. has resumed diamond drilling (HQ size) on the company's Hydraulic Lake uranium property, located 14 air miles southeast of Kelowna, B.C.

Noranda has also reported the following chemical assay results of their No.1 hole which was drilled 125 feet north-northeast of Tyee Lake's 76-3 D.D. hole.

82ENW 50-53

PEGASUS EXPLORATIONS LIMITED

SHOWDOWN ELECTION FOR COMPANY CONTROL AGREED - Pegasus Explorations Limited will hold an annual meeting on 31Jan77 at 10:30 a.m. in Georgia Hotel, Vancouver. Two slates of nominees for election as directors are being presented.

At the last annual meeting on 29Jun76, a dispute arose in respect of the election of directors. The persons who allege they were validly elected directors at the meeting were Messrs. H.Teneff, F.Duval, J.S.Godfrey, S.Sandner and D.Horton (called the "Teneff Group"). Following the meeting, Messrs. Geo. B.Wright, John Bruk, Edward P.Chapman, Jr., James L.McCrea, and George R.Wright (the "Wright Group") who comprised the majority of the board prior to the meeting, contested the validity of the election of the Teneff Group.

Both groups started legal proceedings to establish who is the duly constituted board. Recently, both groups agreed to have all purported directors resign to hold an annual meeting to elect directors and to have all legal proceedings connected with the dispute dismissed. Under the circumstances, the "joint management" present a proxy solicitation that includes the names of the nominees for the board proposed by each group.

Nominees of the Teneff group are: Janice E.Duval, owning 1,000 shares and Hobart Teneff, 65,000, both U.S. residents, and Stanley Sandner, 1,000, Milton H.Zink, 2,500 and Dalton S. McCarthy, all 3 are Canadian residents.

Nominees of the Wright group are James L.McCrea, owning 1,228 shares and Edward P.Chapman, Jr., 32,786 - both U.S. residents, and George R.Wright, nil, Norman B.Keevil, Jr., 2,000 and Robert E.Hallbauer, 1,000 - all 3 are Canadian residents.

Pegasus received \$67,985 in the year ended 31Dec76. Costs totalled \$85,404 including \$12,000 property tax and assessment work. Thus, a loss of \$17,419 was incurred before write-offs totalling \$240,399 in respect of mining properties and deferred exploration and administrative expenses. Working capital stood at \$748,842 at the yearend. As at 15Dec76, there were 1,160,000 shs. outstanding. The "joint managers" know of no holder of more than 10% of the outstanding shares.

COYNEX DEVELOPMENT LIMITED

AGREEMENT WITH MAJOR INVESTOR TO PROVIDE \$810,000 THROUGH EXERCISE OF RIGHTS AND MACHINERY LEASE - William J.Walsh, chairman of Coynex Development Limited, has announced that an agreement has been reached with a major Winnipeg investor who has undertaken to exercise 800,000 of the share purchase rights and thereby purchase 200,000 treasury shs. of the company at \$1.55 per share to provide a total of \$310,000 in new funds. In addition, the investor has agreed to provide the funds necessary to construct at the Exshaw Alberta plant a new curing oven and furnace at an estimated cost of \$500,000. The new facilities will be made available to the company on a long-term lease to purchass basis. The detail of the agreements are being formalized and will be announced in the next few days when completed.

For earnings projection, see GCNL NO.4(JANUARY 6,1977), Page Three.

PACIFIC RESOURCES DEVELOPMENT LTD.

ENCOURAGING DRILL RESULTS PROMPT DECISION TO PROCEED WITH UNDERGROUND - Fred S.Hofman, president of Pacific Resources Development Ltd. has reported that a decision has