



KETTLE RIVER RESOURCES LTD.

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NEWS RELEASE - MAY 9, 1983 SYLVESTER K PROPERTY - NEW GOLD DISCOVERY DIAMOND DRILLING TO START IN MID-MAY

SYLVESTER K PROPERTY - NEW ZONE: A second gold-bearing massive sulphide zone has been discovered 200 feet west of and parallel to the north end of the main zone. This target area was described and illustrated in the company's April 5th News Release (Map) which should be used for location references. The new zone was discovered by trenching on a weak geophysical (VLF-EM) conductor. Representative samples from different parts of the discovery trench vary from 0.02 to 0.15 oz/ton gold. The width of the massive sulphide horizon is in excess of 10 feet. The discovery of this new zone greatly enhances the potential of the Sylvester K Property.

SYLVESTER K PROPERTY - MAIN ZONE: Further assay results from the main zone have been received. High grade gold values have been discovered in the foot wall adjacent to the main massive sulphide horizon. Mineralization consists of a pyrite-filled stockwork in altered argillite. These new values, coupled with previous assay results indicate that high-grade gold mineralization is not restricted to the massive sulphide zone. The following table summarizes recent results from the main zone.

| LOCATION | WIDTH | OZ/TON GOLD |
|----------------------------|-----------|-------------|
| 10 feet S. of 5-1 | 18.0 feet | 0.808 |
| (Including foot wall-zone) | 9.5 feet | 1.405 |
| 3 feet N. of 6-1 | 11.2 feet | 0.162 |
| 5 feet N. of 3-1 | 14.0 feet | 0.101 |
| Adjacent to F | 10.0 feet | 0.326 |

The trenching and stripping program on the Sylvester K property is nearing completion and diamond drilling is planned to begin about May 15, 1983.

PROPERTY INFORMATION: During the last two years, Kettle River has been aggresively increasing its holdings of geologically favorable ground in the heart of the Greenwood Mining Camp. At present, Kettle River has varying interest in 46 + square miles, broken down as follows:

100% in 25.5 sq. ml.

49% in 11.0 sq. ml.

50% in 6.8 sq. ml.

33 1/3 % in 3.4 sq. ml.

Numerous past producers and mineral prospects are on these holdings.

BLUEBELL JOINT VENTURE: Kettle River has entered into a joint venture with New Frontier Petroleum Corp. and Fairmont Gas and Oil Corp. to explore the combined holdings of Kettle River and New Frontier in the SUMMIT CAMP, about 3 miles northeast of Phoenix. Upon completion of exploration expenditures by Fairmont of \$300,000 by June 30, 1984, the property interest will be 33 1/3 % to each company. This large block of claims includes three important past producing mines; the B.C. MINE, the ORO DENORO, and the EMMA. Total production to date from the camp is 506,000 tons of copper, gold and silver ore.

Mapping by Kettle River geologist has demonstrated that the favorable rocks which host the Sylvester K and Phoenix deposits are present in several places on the joint venture property. In addition to the three past producers, another 11 sulphide occurrences with gold, copper and silver values are known, and a number of geophysical (EM) conductors have been located. Limited investigation of one of these targets discovered gold mineralization in one trench. Preliminary compilation work is now in progress and field work has begun.

R B PROPERTY: On the R B claim block southeast of Phoenix, field exploration has already begun. This ground offers excellent potential for the discovery of Sylvester K-type gold deposits, Phoenix-type copper-gold-silver deposits and gold-copper deposits similar to the nearby Teck/Grenoble discovery. An aggressive exploration program is planned.

On behalf of the Board

KETTLE RIVER RESOURCES LTD.

Brian Fagan, Vice President

Brian Fragan



