PROPERTY FILE

(082FNW189)

TWO GOLD PROSPECTS IN - Kilo Gold Mines Ltd. intends to B.C. WILL BE EXPLORED raise up to \$288,000 in Alberta via a private placement unit offering with certain "flow-through" provisions for continued development of the company's gold properties in B.C. Dr.D.S. Evans, president, reports that funds will be applied to both the Kilo property near Slocan in SE B.C. and the You property on the west coast of Vancouver Island, B.C. ORZENWIRA ORZENEOZZ

On the Kilo proeprty, surface work in 1986 identified a silicified zone some 1500m long on the Skylark-Ranger claims hosting promising gold and silver mineralization associated with a "roof pendant" of metasedimentary rocks that appears similar to the setting of recent important discoveries by Northair Mines on the Wills property at Alywin Creek, about 15 km to the north. Trenching and up to 1000 meters of diamond drilling are scheduled to start in early July.

On the You property, further work to include geochemical sampling and trenching has been planned for 1987 prior to reconnaissance diamond drilling. Previous surface work around the old mine workings identified potential for a multiple vein system of high grade gold mineralization. The claim holdings will be expanded.

22 NOV 1985 KILO GOLD MINES LTD. (KGD-Alberta)

WORK PLANNED - Kilo Gold Mines Ltd. will continue exploration at two locations on the Beaver and FURTHER FOR SLOCAN SILVER CLAIM Skylark/Ranger claims, Slocan area, B.C. as a result of positive geochemical and geological surveys. The Beaver claim is the oldest claim staked in the Slocan Valley, while

the Skylark/Ranger claim in the early 1900s produced a three-ton bulk sample from which four ounces of gold and 330 1891 NW (082FNW 1891 ounces of silver were recovered. At the Beaver claim, soil samples and trenching have outlined a broad area of interest in the eastern sector of

the property and have also detailed a highly-anomalous zone in the southwestern portion. More detailed soil sampling and trenching is recommended by geologist Roy D. Kregosky. At the Skylark/Ranger claim, grab samples from the old workings returned values amounting to 71.83 oz.silver per

ton and 0.534 oz.gold per ton. A chip sample from trench seven yielded 22.08 oz.silver per ton and 0.056 oz.gold per ton. The geological survey has traced the Skylark/Ranger vein along a length of 700 meters open to the west. Yein

widths locally exceed one meter. Further geochemical and geological survey work is recomended.

KILO GOLD MINES LID(KGD-V) 82F/11W (082FNW189)

CORRECTION - GOLD SILVER ASSAYS DETAILED -The gold assay at the Skylark/Ranger claims of Kilo Gold Mines Ltd. in the Slocan area of B.C. was 1.056 oz.gold/t across 20 cm, or about 8 inches.

The silver assay from the same sample was 22.08 oz.silver per ton. The gold assay in the story in GCNL No.225, page three, Nov.22,1985 was wrongly reported as 0.056 oz.gold/t. A report on the vein shows it to be locally greater than one meter wide. Grab samples from the old workings returned 71.83 oz silver/t and 0.534 oz.gold per ton. Further work is planned for the property.