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GCNL #132 11 JULY 1983 GOLD RICH RESOURCES INC.

FIRST ORE SHIPMENTS SCHEDULED FOR JULY 15, 1983 - Underground rehabilitation at the Bayonne Gold Mine workings of Goldrich Resources Inc. started May 5, 1983 at the property located in the Sheep Creek area of southern B.C., 30 miles east of Salmo, 60 miles east of the Cominco Ltd. smelter at Trail, B.C. The present 18-man underground property crew started mining of shipping ore June 1, 1983 with the first shipment of ore scheduled for July 15, 1983.

Because Cominco agreed to accept high silica ore as a smelter flux from July 1, 1983 at a price of approximately \$120 per ton for plus 80% silica, Goldrich has forecast a net cash flow of some \$2,500,000 in the next three months.

Paul Frigstad, president of Goldrich, explains that with all the workings now in place it is expected that 10,000 tons can be mined and shipped to Cominco, at a rate of 100 tons per day, by Sept. 30, 1983 and that the grade will average between 0.8 and 0.9 oz. gold per ton to generate a total of some \$4,000,000 which, after \$125 per ton for mining, transportation and treatment, should leave the company with the \$2,500,000. These proceeds will be used in part to further test the known ore shoots in the existing workings, first, within the area developed to date, second, along strike of these mineralized structures and to depth and, third, on several of the other nine known veins on the property. Funds will also be available for the start of construction of a gold recovery concentrator plant at an initial capacity of 100 tons per day, planned for 1984.

Under the terms of the offer to purchase the silica flux, Cominco has undertaken to pay for 98% of the gold content plus the bulk of the silver, lead, and zinc in the ore as well as the \$120 per ton for the silica flux. Terms call for payment of 75% of the value within a few, less than 5, days of receipt of the ore at the smelter and the 25% balance within 30 days.

The gold veins at the Bayonne mine are called the Main Bayonne vein and the A or South vein. A program of underground mapping and resampling was undertaken on the over 20,000 feet of underground workings on a total of nine levels over a vertical distance of 1,000 ft. It was started in the first week of February 1983 by R.W. Phendler, P. Eng. In a summary report dated May 10, 1983, the engineer estimated proven and probable ore reserves of 62,000 tons grading 0.442 oz. gold per ton, 0.75 oz. silver per ton. It is the higher grade portions of these reserves which are now being mined. The report also states, "There is no geological reason why the veins on the Bayonne property should not continue to depth. It is felt that the driving of a lower level (No. 9) on the A vein for a length of 1,500 feet should develop between 50,000 and 70,000 tons of material with a grade similar to that in the present reserves."

Owing to the "resuing" mining method and the fact that the width to be mined will be approximately 24 inches and the work being confined to the higher grade portions of the proven ore, the overall grade for the 10,000 tons is forecast at between 0.8 and 0.9 oz. gold per ton. The detail metallurgical research on the Bayonne ore has shown gold recovery in excess of 97% and silver recovery of over 80% with a simple processing circuit.

The company has recently negotiated the acquisition of three other groups in the immediate area of the Bayonne, They are the Spokane, Montana and the Northwind. On the Northwind, the vein has been traced over a 3,500-foot length where the widths have varied from a few inches to in excess of 35 feet. Surface values have been as high as 1.5 oz. gold per ton. A program of exploration is planned on this structure in the current summer season.

The shares of Goldrich Resources Inc. are listed for trading on the Vancouver Stock Exchange, trading symbol GRD, and on the Pink Sheet in the U.S.A. An exemption ruling has recently been received for a NASDAQ listing which is now proceeding.