

GCNL #36 22 FEB 1983

BREAKWATER RESOURCES LTD.

82F/3E

(082FSW056)

FINANCING PROPOSALS FOR PLANT -
CONSTRUCTION UNDER STUDY

- R.G. Hunter, president of Breakwater Resources Ltd., has reported that a number of plant construction proposals have been received from major European, U.S. and Canadian investment

houses. These proposals are under study. The company is a joint venture partner in the Wenatchee gold project with Asamera Minerals (U.S.) Inc., which firm is operator. The Wenatchee project is located in central Washington state, U.S.A. (See map location page three, Feb, 1, 1983, GCNL No. 21) The prefeasibility study will be completed early in March 1983 and the full feasibility will be carried out by July 1983.

GOLDBELT

Shares of Breakwater Resources Ltd. were listed on the Toronto Stock Exchange at the opening Feb. 16, 1983.

In addition to the Wenatchee project, Breakwater Resources holds a 68% interest in Goldbelt Mines Inc. which shut down its gold mine near Salmo, B.C. in March 1982, owing to poor gold prices and operating conditions. It is proposed that the company resume study on the reopening of the Goldbelt mine and that the offer from a major Vancouver brokerage firm to underwrite 500,000 units consisting of shares and share purchase warrants at a price of \$1.50 per unit be considered.

GCNL #66 06 APRIL 1983

BREAKWATER RESOURCES LTD.

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(082FSW056)

NEW FINANCING PLANNED
FOR AFFILIATED COMPANY

- John McPherson, a member of the management of Breakwater Resources Ltd. told the March 31, 1983, annual meeting that the company owns 2,400,000 or 62% of the issued shares of Goldbelt Mines Inc. The

gold mine of Goldbelt Mines is at Salmo, 40 miles north of Trail, B.C. where a program of evaluation is underway. The work to be included in the program, which is budgeted at \$500,000 for the current phase will be mining at about 100 tons per day for shipment to the David Minerals Ltd. - MB concentrator for custom milling. There is considerable untested potential in some 14 veins in the Goldbelt property. Proven ore reserves are reported as 40,000 tons grading 0.50 oz gold/t. It is expected that a program of driving a 1,800-foot crosscut and raise to open some of this potential ground in the Reno area of the mine will be recommended and undertaken in the next few months. New financing in the amount of \$1,500,000 to \$2,000,000 is under consideration.

GCNL #98 20 MAY 1983

SPRINGLAKE RESOURCES LTD.

82F/3E

(082FSW056)

GOLDBELT MINES, INC.

GOLDBELT

DEAL MADE ON GOLD-SILVER
PROPERTY NEAR SALMO, B.C.

- Springlake Resources Ltd. and Goldbelt Mines, Inc. have formed a joint venture to explore Goldbelt's 29-claim Queen Mine property in the Sheep Creek camp near Salmo, B.C. By spending \$500,000 as recommended 7 Apr 83 by A.S. Green, P. Geol., Springlake would earn 80% interest in the property. Goldbelt would retain 20% net profits interest on completion of the program with the right to revert to 50% working interest by providing one-half of additional exploration and development funds. Springlake is listed on Alberta Stock Exchange and will shortly apply for listing on Vancouver Stock Exchange. Goldbelt is listed on V.S.E.

Springlake director Daniel J. Gallagher and Goldbelt director Douglas E. McRae report that the properties included in the Queen Mine group have past production records totalling 719,320 tons averaging 0.442 recovered ounces of gold per ton for a yield of 303,711 ounces of gold and 100,182 ounces of silver. Unmined net reserves in 1950 were calculated at 77,719 tons grading 0.321 oz. gold per ton. (See diagram overleaf) on which the property of interest to Springlake and Goldbelt is that marked Sheep Creek).

The \$500,000 program of exploration and development to be conducted by Springlake was recommended by A.S. Green, P. Geol., in a 7 Apr 83 report. The work will include re-opening underground workings to confirm ore reserves, surface trenching, and sampling on known structures. New drill targets will be developed through structural study, geological mapping, geophysical profile, and geochemical anomalies. No modern geophysical or geochemical techniques have previously been used on this Sheep Creek property.

The Sheep Creek camp is within 25 miles of Cominco Ltd.'s smelter at Trail, B.C., and is linked by an all-weather road. Goldbelt have a contract for custom-milling with David Minerals, whose mill is located within the Sheep Creek camp.