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No. 133 (1988)  
July 12/88

003246

CHRISTINA EXPLORATIONS LTD. (CRX-V) reports that rehabilitation on #3 level of its California mine near Nelson, B.C. will start on 11Jul88. The program will include refining assessments of reserves which are placed at 40,000 tons grading 0.85 oz.gold/ton. Also contemplated will be underground drilling to define possible down dip extensions of the mineralized sections as well as continuation along strike. Work will also be carried out on other veins exposed on surface. Christina has an option to earn a 50% interest in the property. DUTCH CREEK RESOURCES LTD. (DCK-V) will issue 15,832 shares at \$2.20 to settle debts of \$34,829.25.

LONGREACH RESOURCES LTD. (LRR-V)

Q2H

DRILL PROGRAM PLANNED- Longreach Resources Ltd. has reported assays from surface sampling at the Grasshopper property, 160 miles east of Vancouver in the Tulameen area, B.C. Longreach holds an option to earn a 50% interest in the property.

Longreach has identified a north-south zone several kilometers in length containing platinum bearing chromite veins and lenses. The platinum-palladium ratio is nine to one. In most PGM properties this is usually reversed making the recovery of platinum extremely difficult. A shallow percussion drill program is being initiated.

ESPERANZA EXPLORATIONS LTD. (EEP-V)

NEW DRILL HOLES ADD TO TONNAGE AND GRADE POTENTIAL

HOLE NO	WIDTH	OZ.GOLD/T	HOLE NO	WIDTH	OZ.GOLD/T
88-134	14.5 ft.	0.64	88-139	14.5	.16
88-135	12	.13	88-140	12	.1
88-136	13.5	.11	88-141	5	.11
88-137	5	.44	88-142	12.2	.17
88-138	6	.1			

Recent drilling on the East Ridge zone has increased the reserve potential to 1,000,000 tons with a contained 200,000 oz. gold. In a brief interview John S. Brock, president of Esperanza Explorations explained that the 17 new holes on about 90 foot centres on the East Ridge zone of the 100% owned property, located 20 miles east of Burton, Slovan area, B.C., has substantially increase the tonnage and grade of the zone.

In 1982, 1983 and 1984 the company drilled 22 holes in the East Ridge that suggested 3,000,000 tons grading 0.05 oz.gold/t in two parallel upper veins between 3 and 5 feet wide. Where opened underground by a short cross-cut, these upper veins assayed 0.41 oz.gold/t across 5 feet, 1.8 oz.gold/t across 4 feet, 0.25 oz.gold/t across 6 ft. The new holes indicate a lower vein. All three veins are contained in an 80 foot wide skarn zone dipping 70° to the west and striking northeast southwest over a 2,500 foot length. (CONTINUED ON PAGE TWO)

ESPERANZA EXPLORATIONS LTD. (EEP-V)

CONTINUED FROM PAGE ONE- The recent holes indicate the lower zone to be 1,200 feet along strike, to a minimum of 1,000 feet down dip with an average width of 12 feet. Each of the zones are open along strike and down dip.

On July 11, 1988, the company was drilling No. 88-151, with assays awaited from No. 143 to 149 holes, all of which are reported to have encountered visible gold. Mr. Brock noted that the veins tend to dip with the hillside and provide good backs with relatively short holes.

It is planned to continue drilling from surface and by mid-August develop a portal at about the 1,870 meter elevation, about 300 meters below the outcrop. By driving about 800 feet the lower vein will be entered underground. The plan is to drift along the veins, drive several raises to establish a potential 1,000,000 tons into proven and probable classifications. The company recently reported the construction of a 100 ton per day concentrator has been postponed until the additional reserve potential has been assessed.

The main portal at 2050 meter elevation on the Heino-Money gold deposit has been tracked for 600 feet to the main ore pass. Mining development work is now underway preparing about 30,000 tons grading 0.6 oz.gold/t across a 5 foot width for ore production. Proven and drill indicated reserves in the Heino-Money zone is calculated at 200,000 tons grading 0.5 to 0.6 oz.gold/t. Drilling from underground to extend the zone along strike and down dip is continuing.

The strike of the Heino-Money zone to the northwest and the East Ridge to the northeast indicate the two zones will intersect about 80 meters from the present drilling. Drill testing of the junction area should take place in about a month.

The Strebe deposit about 3 km east of the East Ridge zone is to be drill tested in early August. Initial drilling in the Strebe zone indicated continuity of the mineralization at depth with values from 0.12 to 0.3 oz.gold/t obtained in 30 ft. intersections, including high grade intervals of up to 1.2 oz.gold/t over 7 feet.

Thus far in the 1988 season the company has spent about \$800,000 of the \$3,000,000 budget. A revised budget is now in preparation. Esperanza currently has \$1,700,000 in the treasury and a number of financing offers for the next stages of exploration and plant construction.

SEE MAP OVERLEAF PAGE 1