

PROPERTY FILE

CONL #93 MAY 13 '88 82F/SW GEN.
 CREAM SILVER MINES LTD. (CEM-V)

THREE PROJECTS REVIEWED - Cream Silver Mines has acquired an option to earn 100% interest in 265 claims in the Patricia Mining Division Ontario from Sweany Gold Corp. and others. Cream has agreed to cash and share payments to maintain the option and to incur expenditures of \$1,500,000 over three years.

The property is within an east/west trending belt of volcanic and sedimentary rocks just east of Sioux Lookout, Ont. The claims cover 3 old gold prospects, the Alcona, the Sioux and the Split Lake Gold Mines, as well as a five-line aerial electromagnetic anomaly.

According to old reports on the Alcona is a series of quartz-carbonate veins carry pyrite, chalcopyrite, sphalerite and galena. Gold occurs closely associated with galena. Information on grades is sketchy. No. 2 vein 300 ft. long graded 0.2 oz gold/t across six feet. A 200 pound mill test sample ran 2.94 oz. gold/t, 10.01 oz. silver/t, 0.43% copper, 3.10% lead and 0.50% zinc.

On the Split Lake prospect, the main quartz vein No. 5 averages two to three feet wide. The sheared wall rock contains pyrite. H.C. Horwood (1937) ODM reported grade from 0.22 to 0.08 oz gold/t. A shaft to 360 feet deep was sunk in 1935/6.

The Centre vein, Sioux prospect, has a variable width up to 27 inches. Linecutting crews are on the property as well as a back hoe which will strip and sample the 2,500 ft. long known gold trend. Fifty selected grab samples returned assays as high as 9 oz gold/t with 22 assays in excess of 0.30 oz gold/t.

National Exploration Fund 1988 Limited Partnership will provide \$300,000 of flow-through funding. The property is subject to a 3% net smelter royalty.

Cream Silver has a 10% interest in a syndicate exploring mineral properties in South America. Cream has also acquired an option from Noramex Minerals Inc. to acquire a 51% interest in 56 claims units at Conner Creek near Trail, B.C. which covers a gold-copper replacement deposit 10-20 feet thick and 300 feet long with grades ranging from 0.05 to 1.0 oz gold/t and up to 0.75% copper. Adjacent is a large unexplored copper-gold soil anomaly. The geologic setting is similar to the Wills deposit at Silverton, B.C.

The prospect is contiguous with Cream's Conner Creek prospect where grab samples have graded 0.318.

A \$70,000 exploration program will start in May.

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