

GCNL # 31 14 Feb 84

MOONSHINE RESOURCES LTD.Corporate Structure

Public Offering: by 21Nov83 prospectus registered 1Dec83 with B.C. Sup't of Brokers, Moonshine Resources Ltd. sold all 250,000 common shares at 25¢ each to net 18.75¢ a total of \$46,875.

Listed: 17Jan84 on the VSE, symbol MOO.

Incorporated: 9Jun83 B.C.

Head Office: 421-602 W. Hastings St., Vancouver, B.C.

Registered Office: 1245-700 W. Georgia St., Vancouver B.C.

Authorized Capital: 10,000,000 shares with no par value.

Shares Issued: for \$60,000 at 15¢ 400,000; for property 750,000; for \$46,875 by 1Dec83 prospectus 250,000

Directors: Francis Keane, president, Vancouver, B.C.; Mary E. Lount, secretary, Vancouver; Lewis Dillman, Vancouver.

Principal Shareholders: Mr. Keane with 630,000 shares and Lewco Investments, a company controlled by Mr. Dillman, with 300,000.

Badshot formation, schist and quartzite of the Index formation. Silver-lead-zinc mineralization was discovered on the property prior to 1895 and was mined intermittently between 1951 and 1967. High grade mineralization occurs in shoots in a quartz vein that ranges in thickness from 0.20 to 2 metres. Reported production from two stopes is 573 tonnes averaging 329 g/ton (9.6 oz//ton) silver, 15% lead, and 17% zinc.

D.G. Allen, P.Eng, recommends in his report, dated 15Aug83, a two stage exploration program of surface exploration and diamond drilling. Stage I will consist of geological mapping and electromagnetic surveys coupled with geochemical sampling to detect any additional sulfide-rich lenses and/or cross fractures which might control mineralization at a cost of \$27,000. Stage II would consist of diamond drilling at a cost of \$53,000. 82KSEOH

PAST SILVER-LEAD-ZINC
PRODUCER IS ACQUIRED

82K/3

Moonshine Resources Ltd. holds a 92% interest in the Moonshine property 1.7 km south of Lardeau and 75 km north of Nelson, B.C. Moonshine acquired the property for; \$12,000 and 750,000 escrowed shares; 5% net smelter return to Carl Creek Resources Ltd. to a maximum of \$100,000 and the assumption of an option payment of \$50,000 to Silver Spray Mines Ltd. to buy the remaining 8% interest, good through 1Jun92. There is also an 8% net smelter return payable on May 1 of each year to Silver Spray which is applied against the \$50,000 option payment.

The Moonshine property lies in the Kootenay Arc, an arcuate belt of folded sedimentary rocks that contains numerous lead-zinc mines and prospects, of which the Duncan deposit and the Bluebell Mine are the most important in the immediate Kootenay Lake area. The property is underlain by limestone of the