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GCNL #211 31-10-80

DAVID MINERALS LTD.

THREE PROPERTIES - David Minerals Ltd. has acquired the following properties subject to UNDER ACQUISITION approval by the regulatory authorities:

1. David Minerals has agreed to purchase 15 claims and one lease, all situated at Rossland, B.C. The agreements provide that David Minerals shall pay a total of 92,000 common shares from the treasury plus \$48,500 as the purchase price in full. There are reports based on diamond drilling programs which indicate reserves of 1,000,000 tons of 0.282% MoS<sub>2</sub> and 0.05 oz. gold/T. A program is being planned. **82F114E 082FNW086F,**

2. David has agreed to purchase 17 crown granted mineral claims covering the Utica Mine with a mine ore dump which has been estimated to contain 40,000 tons at 7.2 ounces silver per ton all situated west of Kaslo, B.C. David Minerals is presently milling ore from the dump and the average has been over 7 ounces silver per ton on mill heads of minus 3 inch screened material. There are additional values in lead, zinc, gold and cadmium. There are also underground reserves within the old workings of the Utica mine situated on the claims. The purchase price is 65,000 common shares of David and the assumption of indebtedness under a mortgage in the approximate sum of \$285,000 to be paid in shares of David Minerals; the number of shares to be determined by share value as of the date of retiring the indebtedness. **R**

3. David Minerals has taken an option at a cost of \$20,000 on the Payne mine ore dump situated west of Kaslo, B.C., estimated to contain not less than 200,000 tons of ore from which a very superficial sampling indicates a grade of 3.75 ounces silver per ton. David Minerals is proceeding to sample not less than 70 tons from the dump and should the sampling so indicate David shall exercise the option to purchase the dump for \$500,000 to be paid in shares of David; the number of shares to be determined by share value as of the date of exercising the option. **F, R**

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