

004406

DENAR MINES LTD.

82L15W 082LNE012 F

ASSAYS FROM TWO - Denar Mines Ltd. in July 1980 sold 200,000 shares with attached warrants
PROPERTIES EXPECTED at 88¢ each.

The diamond core drilling program on the Westwold, B.C. (Moly) property has been completed. Sixteen holes totalling over 4,000 feet were drilled, all core has been split, logged and assayed but no assay results have been reported. An engineering evaluation is to be published when prepared.

The company has received information on its Skagit Valley (precious metals) property not previously available. This report indicated that a hole was drilled in 1963 to a depth of 177 feet in the Gold Coin Group area. An assay revealed the gold content to be 0.37 oz. per ton from a depth of 165 to 177 feet. From 140 to 177 feet, silver averaged 0.63 oz. per ton. Further drilling to a greater depth in this area is planned.

Road and site preparations on the Skagit property commenced in July and drilling started in early August on a 3000 foot contract.

The magnetic survey on the property indicates general encouragement.