

GCNL #17 26 JAN 1983 BRICAN RESOURCES LIMITED

FIVE PROJECTS REVIEWED - Brican Resources Ltd. has an 18% interest in the Santa Fe, Nevada, deposit which contains 4,900,000 tons with an average grade of 0.034 oz/ton gold and 1.12 oz/ton silver, of which at least 500,000 tons of oxide ore, grading 0.10 oz/ton gold and 1.5 oz/ton silver is within about 150 feet from surface. The reserves are open to extension. The West Calvada "slab" has an additional 500,000 tons of inferred oxide ore grading about 0.045 oz/ton gold. Heap leach tests on the Calvada ore have shown favourable recoveries. Further heap leach test work is planned. Preliminary VLF-electromagnetic surveying over the Santa Fe deposit has shown a strong relation between a distinct VLF anomaly and drilled oxide ore. A sample 2,000 feet from the reserves on the anomaly assayed 0.439 oz/ton gold and 1.6 oz/ton silver. Additional VLF and magnetic surveying is planned to be followed by drilling.

In the East Calvada three holes have intersected ore grades of up to 0.137 oz/ton gold over 45 feet. The drill holes demonstrate a 500 foot strike length and related geochemical soil anomalies show that this zone may be more than 2000 feet in length. Additional drilling to test targets in this area is planned.

Conventional metallurgical testing has shown that recoveries of about 60% gold can be achieved from Santa Fe sulfide ores. Attempts to improve recoveries have been in progress over the last several months and significant developments have resulted recently. Continuing metallurgical evaluation through the pilot plant stage will be undertaken during the forthcoming few months.

Brican has an 18% interest in the Santa Fe and a 30% interest in the Topeka-Calvada joint venture.

GOOD RESULTS FROM LARGE - On the Monashee property near Vernon, B.C., the 1982 exploration B.C. GOLD SILVER PROJECT program resulted in the discovery of two zones of gold-arsenic mineralization in separate parts of the claim block. Anomalous gold content in soils ranges from 80 to 1750 parts per billion in zones up to 3500 feet long. A total of 120 claim units (12 square miles) have now been staked, and an aggressive program is planned for 1983. Brican owns 100% of this property.

On the adjacent St. Paul property, Brican holds an option to acquire a 100% interest from St. Paul Mines Ltd. A new zone of gold-arsenic mineralization has been discovered east of the old mine workings. This zone is at least 2000 feet long, and anomalous gold values in soil range from 80 to 1090 parts per billion. Intensive exploration will continue in 1983. The St. Paul Mine previously produced high grade gold and silver ore.

In the area surrounding Brican's Monashee and St. Paul properties over 1400 units, (135 square miles) have been staked to date by a number of exploration companies. This area promises to be one of the most active in B.C. in 1983.

Brican has also been actively exploring a large claim block at Tulameen, near Princeton, B.C. The Rabbitt property totals 78 claim units and hosts two distinct types of mineralization. Gold and silver are associated with lead and zinc mineralization in stratabound siliceous rocks and massive copper-pyrite sulphide mineralization is associated with felsic volcanic breccias and tuffs. The 1982 exploration program discovered three previously unknown zones of mineralization and exploration will continue in 1983. Brican holds an option to acquire 100% of this property and is seeking a joint venture partner.

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