

FLOW RESOURCES LTD.

GCNL #220 17 NOV 82
SILVER-GOLD CLAIMS IN - Joe Nowak, president, reports that Flow Resources Ltd., newly listed B.C. ARE BEING BOUGHT on Vancouver Stock Exchange (GCNL 218(82) refers) are in the process of exercising their option to buy the Bel silver-gold property in Vernon mining division, B.C. 82LSE054

In an Oct 12/82 report, R.W. Phendler, P.Eng., concluded: "Located close to and along strike from the Silver Bell vein type property, which shipped 15 tons of material averaging 90 ounces of silver and 0.65 ounce gold per ton in 1978, the Bel has shown by recent sampling that similar type material is present, ... It is felt that the Bel property could develop into a low tonnage, good grade silver-gold producer and warrants an exploration program with this aim in view." Assays from Acme Analytical Laboratories Ltd. on chip samples taken from the property last month by Mr. Phendler have yielded results as high as 506 oz. silver and 0.42 oz. gold per ton. He has recommended that a 2-phase, \$150,000 work program, including 2,000 feet of diamond drilling be carried out on the property.

Management are negotiating to secure additional, private financing. Discussions have started with an insurance company who have expressed interest in providing financial backing.