

DENAR MINES LTD.CORPORATE STRUCTUREInc.: B.C., 31Mar78.Hd.Off.& Re.Off.: 528-470 Granville St.,  
Vancouver.Solicitor: Jos.Koval.Auditors: McAfee, Lilly & Co.Tsf.Ag.: Guardian Estates & Agencies Ltd.Authorized Capital: 5,000,000 shs., par  
value \$1 each.Shares Outstanding:

For \$115,002 400,002

For property, escrowed 750,000

For assets of Denar

Development Inc. 519,832

Outstanding 22Aug79 1,669,834

Directors: Jacob P.Neufeld,president;John  
Lemky and Henry H.Martens - all of Abbots-  
ford, B.C.Promoters: Messrs.Neufeld and Lemky who each  
received 325,000 shares for property and  
Mr.Martens who bought 353,333 shares.

Mines Ltd.; in 1969 when J.M.Dawson,P.Eng., conducted geological mapping, and geochemical and magnetic surveys and in 1978 when J.C.Turner completed 20 trenches for a total of 75 meters or some 144 cubic meters across the west mineral zone. Mr.McLeod says the two mineralized zones are well defined and delineated on surface, but not to depth. The grade in one of the dumps, which was bulk sampled (250 lb) returned an assay of 0.5% MOS<sub>2</sub>. Mr.McLeod took several selective (representative of much of the mineralization of the trenches) samples and they returned assays of 3.81% and 7.59% MOS<sub>2</sub>. Due to the number of surface showings of strong MOS<sub>2</sub> mineralization and their widespread nature, he recommends a detailed diamond core drilling program over the full extent of the two known mineralized zones. Funds for this \$60,000 program are allotted from the \$100,000 proceeds of the recent sale of 250,000 shs. at 40¢ each off the company's 1Mar79 prospectus. Denar's shares were listed 22Aug79 on Vancouver Curb Exchange.

File 82L/S

82LSW045

DRILLING STARTS ON  
MOLYBDENUM PROPERTY

Jacob P.Neufeld, president, reports that a 1200-meter diamond drilling program has now been started by Denar Mines Ltd. on their "Moly" property (formerly known as the Kenallan group) some 70 kilometers by road south-east of Kamloops, B.C. The 16-unit property is accessible by travelling 4 miles SW from Westwold on the Douglas Lake road.

The drilling is recommended by Jas.W.McLeod, geologist, in his 17Jun78 report to test the vertical continuity of 2 well defined, sub-parallel zones of massive to disseminated molybdenite (minor chalcopyrite) mineralization outlined on the property.

Discovered in the 1890's, the property underwent relatively recent work from 1964 by Northwest Ventures who trenched and drilled 900 feet in 2 holes; from 1966 by Moly-Win

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