# HUNTINGTON RESOURCES INC. 

DRILL HOLE INTERSECYION (feet) GRADE (oz/ton gold) WIDTH

## Released September 16th, 1987

| DDH 87-29 | $137.8-155.0$ | 0.737 | 17.2 |
| :---: | ---: | ---: | ---: |
| (Dip: 48) | $170.9-178.0$ | 0.274 | 7.1 |
| DDH 87-30 | $263.0-273.0$ | 0.144 | 10.0 |
| (Dip: 74) | $296.0-301.5$ | 0.127 | 5.5 |
|  | $311.9-329.0$ | 0.092 | 17.1 |

Current Results

| DDH 87-31 | $158.0-161.3$ | 0.094 | 3.3 |
| :---: | ---: | ---: | ---: |
| (Dip: 55) | $196.9-218.2$ | 0.027 | 21.3 |
| DDH 87-32 | $142.0-150.3$ | 0.032 | 8.3 |
| (Dip: 72) | $273.6-275.1$ | 0.039 | 1.5 |
| DDH 87-33 |  |  |  |
| (Dip: 50) | $101.0-109.9$ | 0.053 | 8.9 |
|  | $140.1-137.5$ | 0.061 | 18.4 |
|  |  | 0.037 | 4.9 |
| DDH 87-34 | $80.4-85.0$ | 0.036 | 4.6 |

DDH 87-35 (Dip: 70)
298.6-309.0
344.5-364.2
0.037
10.4
379.0-388.8
0.037
19.7
5.0
0.037
9.8

DDH 87-36
(Dip: 55)
126.3-128.0
0.054
1.7
150.0-175.0
0.063
25.0
(Includes)
0.094
9.8

DDH 87-37
183.6-186.4
0.075
2.8
(Dip: 76)
212.9-234.6
0.104
21.7
(Includes)
0.157
6.6
348.8-362.5
0.075
13.7

Further results will be released when they become available.


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## HUNTINGION RESOURCES INC

BRETT CLAIMS NEAR VERNON, B.C.

| HOLE NO. | $\frac{\text { TOTAL LENGTH }}{(\text { Feet })}$ | $\frac{\text { INTERSECTION }}{(\text { Feet })}$ | $\frac{\text { WIDTH }}{\text { (Feet) }}$ | $\frac{\text { GOLD }}{(02 / t o n)}$ |
| :---: | :---: | :---: | :---: | :---: |
| $\because 86-3$ | -103' | 20.5-27.5 | 7.0 | 0.034 |
|  | - - | 37.5-38.5 | 1.0 | 0.123 |
| 86-4* | 166' | 34.5-39 | 4.5 | 0.253* |
| 86-5 | $157{ }^{\prime}$ | 88-95 | 7.0 | 0.049 |
| 86-6 | $112^{\prime}$ | 26.5-28.2 | 1.7 | 0.056* |
| 86-7 | $157{ }^{\prime}$ | 41-47.5 | 6.5 | 0.047 |
| 86-8 | $458{ }^{1}$ | 55.3-58.6 | 3.3 | 0.032 |
|  |  | 63.2-66 | 2.8 | 0.021 |
|  |  | 68.5-73.5 | 5.0 | 0.029 |
|  |  | 108-110 | 2.0 | 0.076* |
| 86-9 | 190' | 103-106 | 3.0 | 0.089 |
|  |  | 149-151 | 2.0 | 0.034 |
|  |  | 155-160 | 5.0 | 0.189 |
| 86-10 | 2001 | 134-137 | 3.0 | 0.026 |
|  |  | $146-151$ | 5.0 | 0.125 |
|  |  | 163-166 (sludge) | 3.0 | 0.125 |
| 86-13 | $98^{1}$ | 20-22 | 2.0 | 0.047 |
| 86-14 | $37^{\prime}$ | 0-15 (sludge) | 15.0 | 0.021* |
| 86-15 | 214' | 135-150 (sludge) | 15.0 | $0.265 *$ |
|  |  | 135-141 | 6.0 | 0.284 |
|  |  | 165-170 | 5.0 | 0.022 |
| 86-16 | $210^{\prime}$ | 31-34.5 | 3.5 | 0.045 |
|  |  | 125-130 | 5.0 | 0.024 |
|  |  | 186-197 | 11.0 | 0.175 |
|  |  | (192-197) | (5.0) | (0.300) |

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## funtington Resources Lid HUN Shares issued: 2,029,000 Dec 4 close: $\$ 0.51$ Mr Stirling. Mcllveen reports

The Huntington-Lacana drilling program on Huntington's Brett claims continues to yield encouraging results. Sn $2<5$ Li//C HOLE INTERSECTION OZ AU/TON WIDTH $\begin{array}{llll}87-45 & 216.5-221.5 & 0.169 & 5.0 \\ 226.4-232.9 & 0.125 & 6.5\end{array}$ $87-46$

|  | $105.0-119.8$ | 0.107 | 14.8 |
| ---: | ---: | ---: | ---: |
|  | $138.0-189.0$ | 0.074 | 51.0 |
|  | $170.9-186.0$ | 0.111 | 15.1 |
|  | $259.2-279.0$ | 0.133 | 19.8 |
| $87-47$ | $221.1-226.7$ | 0.110 | 5.6 |
|  | $225.1-248.1$ | 0.980 | 3.0 |

The intersections in DDH 87-45 were found to extend up to 40 feet from the main shear zone The values in $87-46$ were found approximately 15-20 feet from the same minealized structure and extend over a vertical range of approximately 175 feet.
It would appear that both the lateral and vertical range of gold values associated with this structure are considerable
Drill hole 87-47 intersected the area between discovery holes 87-29 and 87-30 and confirmed the continuity of the mineralized structure along with the same high gold values. Compilation of the assay and geological data is currently inderway and will formulate the basis of a more detailed exploration program for 1988.
Recent surface work on the property has revealed the presence of another mineralized one approximately 1300 feet east of the recent drilling. Exploration work has outlined highly anomalous gold values in soil and rock samples over a length of approximately 1000 feet. The orientation of these values and the local geology suggest the presence of parallel mineralized zone similar to that currently under examination. An exploration program for 1988 will test this target in more detail.

Huntington Resources Ltd $S$. HUN Shares issued: $\mathbf{2 , 0 2 0 , 0 0 0}$ Nov 10 close: $\mathbf{\$ 0 . 5 5}$ NOL $1 /$ News Release Mr Stirling Mcllveen reports:
Drilling on the Brett claims has encounzered additional mineralization. The latest results are from DDH 87-42 located 965 feet south of the Discovey holes, DDH 87-29 and DDH 87-30

|  |  | C |  |
| :---: | :---: | :---: | :---: |
| hole | INTERSECTION (ft) | $\begin{aligned} & \text { GOLD } \\ & \mathrm{Oz} / \mathrm{T} \end{aligned}$ | WIDTH ( ft ) |
| 87-42 | 256.7-265.7 | .991* | 9.0 |

- Includes 4.75 ft grading $1.81 \mathrm{oz} /$ ton gold. This intersection together with previous intersections from earlier drill holes is associated with a steeply dipping mineralized shear structure that has been traced over 1900 ft . It is situated on another section 425 ft lower than the high grade intersection reported in hole DDH 87-29.
Drilling is continuirfg along the shear structure and further results will be made available following analysis by representatives of both Huntington and Lacana


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DRILL RESULTS COWTIVIK - Tim Minetington Resources TO BE EMCOVRLGIMG Laceme Mining Corp. diamond drill progres on Muntington's Brett claies 25 la mest of Vermon, B.C. continues to yield encouraging results. These assays were generated in the aree of the discovery holes, DOH 87-29 and DOH 87-30 (GCILL 201(87) P. 2 and 218(87)p. 1 refor). Relative to the discovery holes, Holes $87-45,-46$ and-47 are 250 feet to the south, 220 feet to the south and on section, respectively.

| RRII | In_HOLE ${ }^{\text {d }}$ | INTERYAM淮 | EMOTAGE | 874.0.01.P/II |
| :---: | :---: | :---: | :---: | :---: |
| DOH | 87-45 | 216.5-221.5 | 5.0 | 0.169 |
|  |  | 226.4-232.9 | 6.5 | . 125 |
| DDH | 87-46 | 93.4-124.7 | 31.3 | . 085 |
|  | includes | 93.4-98.1 | 4.7 | . 119 |
|  |  | 105.0-119.8 | 14.8 | . 107 |
|  |  | 138.0-189.0 | 51.0 | . 074 |
|  | Includes | 170.9-186.0 | 15.1 | . 111 |
|  |  | 259.2-279.0 | 19.8 | . 133 |
| DOH | 87-47 | 221.1-226.7 | 5.6 | . 110 |
|  |  | 245.1-248.1 | 3.0 | . 980 |

Huntington president Stiriing D. McIlveen says the intersections in DOH 87-45 oxtend up to 40 feet from the Main Shear Zone. The values in DOH 87-46 were found about 15 to 20 feet froe the same mineralized structure and extend over a vartical range of some 175 feet. He adds, "It would appear that both the lateral and vertical range of gold values associated with this structure are considerable." Hole 87-47 intersected the area between the discovery holes 87-29 and -30 and cenfinmed the continuity of the mineralized structure along with the same high gold values. The assay and geological data are currently being compiled.

Recent surface mork on the property has revealed the presence of another mineralized zone some 1300 feet east of the recent drilling. Exploration has outlined Mighly anomelous gold, values in soil and rock sepples
 values and the local geology suggest a parallel efineralized zone sifiliar to that currently under exemination.


ANOTHER SIGNIFICANT HOLE - Drilling on the Brett claims DRILLED ON GOLD CLAIMS 25 km west of Vernon, B.C. X 215 , has encountered additional mineralization. Stirling $D$. McIlveen, president of Huntington Resources Inc., says the latest results are from DDH 87-42 located 965 feet south of the discovery holes, DDH 87-29 and DDH 87-30.

This intersection, together with intersections in earlier drill holes, is associated with a steeply dipping mineralized shear structure traced over a length of 1900 feet. It is significant that this intersection is situated on section 425 feet lower than the high grade intersection reported in discovery hole DDH 87-29. (See GCNL 201(87) P. 2 for results of Holes 87-29 through 37 and for detail of interests Lacana Mining Corp. can earn by funding work on this project.)

Mr.McIlveen says drilling is continuing along the shear structure. Further results will be made available following analysis by representatives of both Huntington and Lacana.

Huntington Resources Ltd HUN Shares issued: 2,020,000 Oct 14 close: $\mathbf{5 0 . 8 0}$ News Release
Mr Stirling Mcllveen reports: $\sum^{\text {News }}$
Exploration on the Brett claims by Huntington and Lacana Mining Corporation continues to yield favourable results. Based upon current results Lacana has confirmed its intention to extend its support for additional drilling beyond its 1987 commitment.
Since the announcement of the discovery hole (DDH 87-29) drilling has continued along what is referred to as the main shear zone. To date, this structure has been tested along a strike length of 1900 feet and to depths ranging from 100 to 350 feet. Assay results confirm that gold mineralization extends up to 50 feet deep and occasionally deeper into the footwall of the shear zone.
One recently completed drill section (DDH 87 36 and 37), located 250 feet south of the discovery hole, encountered several zones of gold mineralization extending up to 80 feet into the footwall area. Drill intersections ranging from 125 feet to 350 feet below surface. Both holes were drilled to test the down dip extension of trench values ( $0.104 \mathrm{oz} /$ ton of gold across 16 feet) developed earlier. Significant assay results to date are as follows:

RELEASED SEPTEMBER 161987

| $\begin{aligned} & \text { DRILL I } \\ & \text { HOLE } \end{aligned}$ | $\begin{aligned} & \text { INTERSECTION } \\ & \text { (FEET) } \end{aligned}$ | AU GRADE | WIDTH |
| :---: | :---: | :---: | :---: |
| DDH 87-29 | 9 137.8-155.0 | 0.737 | 17.2 |
| (Dip:48) | 170.9-178.0 | 0.274 | 7.1 |
| DDH 87-30 | 263.0-273.0 | 0.144 | 10.0 |
| (Dip:74) | 296.0-301.5 | 0.127 | 5.5 |
|  | 311.9-329.0 | 0.092 | 17.1 |
| CURRENT RESULTS |  |  |  |
| DDH 87-31 | 158.0-161.3 | 0.094 | 3.3 |
| (Dip:55) | 196.9-218.2 | 0.027 | 21.3 |
| DDH 87-32 | 2. 142.0-150.3 | 0.032 | 8.3 1.5 |
| (Dipi 72 ) | 273.6-275.1 | 0.039 |  |
| DDH 87-33 | 101.0-109.9 | 0.053 | 8.9 |
| (Dip:50) | 119.1-137.5 | 0.061 | 18.4 |
|  | 140.3-145.2 | 0.037 | 4.9 |
| DDH 87-34 | 4 80.4-85.0 | 0.036 | 4.6 |
| (Dip:50) |  |  |  |
| DDH 87-35 | 5 298.6-309.0 | 0.037 | 10.4 |
| (Dip:70) | 344.5-364.2 | 0.037 | 19.7 |
| - . | 379.0-388.8 | 0.037 | 9.8 |
| DDH 87-36 | 6 126.3-128.0 | 0.054 | 1.7 |
| (D1p:55) | 150.0-175.0 | 0.063 | 25.0 |
|  | (Includes) | 0.094 | 9.8 |
| $\begin{aligned} & \text { DDH 87-37 } \\ & \text { (Dip:76) } \end{aligned}$ | 7 183.6-186.4 | 0.075 | 2.8 |
|  | 212.9-234.6 | 0.104 | 21.7 |
|  | (Includes) | 0.157 | 6.6 |
|  | 348.8-362.5 | 0.075 | 13.7 |

## Huntington pulls good drill hole $\sqrt{ }$. $H$.

VANCOUVER - Another good hole has been reported from Huntington Resources' Brett claims, 15 miles west of Vernon, B.C. Hole No $87-42$ returned 9 ft of 0.99 oz gold including 4.75 ft of 1.8 oz .
The gold is associated with a steeply-dipping mineralized shear structure that has been traced for approximately $\mathrm{I}, 900 \mathrm{ft}$. Of significance is the fact that the latest intersection occurs on a different section and some 425 ft lower than the high grade intercept reported earlier in hole 87-29. That hole included a 17.2-ft intercept averaging 0.74 oz gold.

72 (SW 110

## High grade gold values reported by Huntington <br> VANCOUVER - Some high <br> structure. The average width of the

grade gold values have been reported by Huntington Resources from its Brett property near Vernon, B.C. The prospect falls under a joint venture agreement with Lacana Mining which can earn a $51 \%$ interest for an expenditure of $\$ 500,000$

The best results were returned from hole 87-29 where visible gold was observed in drill core. These results included 17.2 ft of 0.74 oz gold (which included 5.25 ft of 2.3 oz gold) and 7.1 ft of 0.27 oz .

The depth continuity of the shear zone and vein structure were determined last year by Huntington in a $2,600-\mathrm{ft}$ drill program. This structure is now being explored in $30-50-\mathrm{m}$ slices and 18 holes have been completed so far.

Final assays are still pending from a hole drilled 200 ft below the high grade discovery but preliminary results indicate significant gold values over similar widths, says the company. Drilling is continuing to the south and the program could last for several weeks yet. $7 / 218$

According to Werner Gruenwald, a consulting geologist and company director, values have been found in wall rock extending a considerable distance from the shear
zone appears to be about 6 ft but it does widen to $30-40 \mathrm{ft}$ in places. The area's gold potential has been almost totally overlooked although exploration was conducted for porphyry copper and molybdenum in the 1960s and '70s. However ground around the joint venture property has all been staked, he confirms. 8 L SWU 110
He feels there could be some bulk tonnage potential and notes the structure has been located over a vertical distance of 500 ft , adding it's still open ended. The gold occurs in its native form, as electrum, and there is also some argentite, a silver sulphide. The sulphide content ranges from $1 \%-5 \%$ and the gold-bearing material is quite clean with no lead, arsenic or appreciable amounts of mercury.
Placer mining was done in the area at the turn of the century and he believes the property could be the source of the gold-bearing alluvial gravels. The vein system is epithermal in nature and he suggests it's analogous to the Blackdome mine 160 miles north of Vancouver. Lacana optioned the property in May and Huntington will be operator during the first two years of the agreement.
 GOLD ASSAY REPORTED - The Huntington Resouces $82 L S W \| O$ Inc./Lacana Mining Corp. joint venture has encountered high grade gold intersections during the current drilling program on the Brett property near Vernon. B.C. A total of 4600 feet of drilling has been completed. Drilling is concentrated on the southern extension of the Main Shear zone. This structure has been traced over a length of 1700 feet and remains open along strike to the south and to depth. The most signiffcant results have come from DOH 87-29 in which visible gold was observed. This is also the most southerly drill hole to date. The zones intersected are highlighted as follows:

| IMTERSESTIOM.EIS | HDTH | GRADF_(07/TOM. SOPD |
| :---: | :---: | :---: |
| 137.8-155.0 | 17.2 | 0.737 |
| (includes | 5.25 | 2.29 |
| 170.9-178.0 | 7.1 | 0.274 |

[^1]
## - 2 O1 HUMILMGIOM BESQURCES_IMGG (HUN-V)

LACANA TO FUND CONTINUED DRILLING - Huntington has $52<5 \omega 1 / 0$ reported Lacana has conffrmed drilling will continue beyond the $\$ 250,000$ cormitted for 1987 on the Brett claims, located along the Whiteman River, 20 miles southwest of Vernon,B.C. To date drilling has tactes. the Main zone along a 1,900 foot strike length, ovir widths from 2 to 25 feet and to depth of 100 to 350 feet below surface. The drilling has confirmed the gold extends into the footwall of the gold bearing shear zone for as much as 50 feet. (SEE detail assay results in the table overleaf.) gical

One recently completed drill section, drill nole No.87-36 and 87-37. located 250 feet south of the discovery hole, encountered several zones of gold mineralization extending up to 80 feet into the footwall area. Drill intersections ranged from 125 to 350 feet below surface. Both holes were drilled to test the down dip extension of trench values of $0.104 \mathrm{oz} . \mathrm{gold} /$ ton across 16 feet.

Huntington Resources Ltd
HUN Shares issued: 2,020,000 Sep 15 close: $\$ 090$ $\mathrm{S}_{3} 2 \mathrm{Sin} / / 0$ News Release Mr Stirling Mcllveen reports SCL Drilling of the Brett claims near Vernon, B C. has encountered additional gold mineralization. The latest results are from DDH 87.30 and are between 100 and 200 feet vertically below those in DDH 87-29.
les are summarized as
The results from both holes are summarized as follows:

| Hole | Intersection <br> (feet) | Au <br> (oz/ton) | Width <br> (feet) |
| :--- | :---: | :---: | :---: |
| DDH87-29 | $137.8-155$ | 0.737 | 17.2 |
| dip: 48 | $170.9-178$ | 0.274 | 7.1 |
| DDH87-30 | $263-273$ | 0.144 | 10.0 |
| dip: 74 | $296-301.5$ | 0.127 | 5.5 |
|  | $311.9-329$ | 0.092 | 17.1 |

The gold values in DDH 87-30 from 296 to 329 feet are associated with a flat lying tuft horizon that is a minium of 60 feet thick. This tuff horizon is considered a favourable host to gold mineralization adjacent to the Main shear zone (as demonstrated by recent mineralization).
Current drill will continue to test this, and other favourable targets to the south. Additional results will be announced as they become available.


MORE 6000 GOLD VALUES CUT - Diamond drilling on the in drilling near vernon brett claims near Vernon, 82 L5 $\omega 1 / 0$ B.c., has encountered additional gold mineralization. The latest results are from DDH $87-30$ and are between 100 and 200 feet vertically below those in DDH 87-29. \#/ 79

The gold values in DOH 87-30 from 296 to 329 feet are associated with a flat lying tuff horizon at least 60 feet thick. This tuff is considered a favorable host to gold mineralization adjacent to the $\mathrm{Ma}_{\mathrm{i}}$ in Shear zone. Current drilling will continue to test this and other favorable targets to the south.

Huntington Resources Ltd
Shares issued: 2,029,000 Sep 4 close: $\mathbf{~ \$ 0 . 9 5}$ $7 / 8 / 87 \quad \begin{array}{ll} & \text { Sep } 4 \text { close: } \$ 0.95 \\ \text { News Release }\end{array}$ veen reports: Su.
The Huntington Resources/Lacana Mining Corp joint venture has encountered high grade gold intersections during the current drilling program on the Brett property near Vernon, B C. To date a total of 4600 feet of drilling has been completed. Drilling is concentrated on the southern extension of the Main Shear zone. This structure has been traced over a length of 1700 feet and remains open along strike to the south and to depth $\quad 82 \angle S W / / 0$ The most significant results have come from DDH 87-29 in which visible gold was observed This is also the most southerly drill hole to date The zones intersected are as follows.


These values along with other anom.alous valu hase been tound wer much greater widths th.on were emountered in the lose progrom Preliminaty assavs for $\$ 7-30$, dalled beneath
 smilar wadths and 200 teet lower in elewation Drilling ts to continue to the south of this are Results will be announced is they berome wailathe

GCNC/166 MMTU:TOM RFsouncFs_men (MUN-V) AOG $28 / 86$ EMCOURAGIMG GOLD - Stirling D. Mcilveen, president, ASSAYS REPORTED reports that Huntington Resources Inc. has just completed a 2600 -foot diamond drilling program on the Brett property near Vernon. B.C. to test epithermal gold-silver mineralization discovered in association with shear zones, veins, and feldspar porphyry dikes in Tertiary volcanic rocks last year. Assay results from 12 holes are printed overleaf page 2. They include 15 feet grading 0.265 oz.gold/ton in Hole $86-15$ and 11 feet grading 0.175 oz.gold/t in Hole 86-16.

Mr. Mcilveen says surface work and drilling Indicate these volcanic rocks consist primarily of andesitic and basaltic flows intercalated with several pyroclastic horizons ranging from 10 to more than 50 feet thick. In addition to the shear and vein zones, mineralization extends well into the permeable pyroclastic horizons as well as altered and silicified andesites. To date, the drilling has outlined the mineralized shear and vein system over at least 350 feet on strike and to depth of wore than 250 feet. The potential for delineating additional strike length and depth is excellent.

About 1 ka to the east is a much larger epithermal structure, gossan zone, in a similar geological environment. This zone has excellent economic potential, so, management propose to test it also in the second phase drill program.

HUNTINGTON RESOURCES INC. ( $x \sim L$ 11 Apr83 to 31 Jan 84 , that the company acquired 3 mineral properties in B.C., being the 2 contiguous 30 -unit Brett claims, on the north side of Whiteman Creek, about 13 km west of Okanagan Lake and 25 km west of Vernon; the Kam claims in Osoyoos mining division and the Paul, Jean and Bob claims in Nicola mining division. The greatest potential of 3 areas of interest on the Brett claims is a prominent gossan zone containing significant gold values and possibly 92 E hosting a large tonnage low grade gold deposit. The heavy mineral sampling results were consistent with the presence of a yet undiscovered lode of gold toward the western side of the Brett claims. Gold and silver values occur in two narrow quartz veins on the Brett property and indications are there is at least one more vein occurring above the two known occurrences. Huntington propose to start development of the Brett claims in late May and anticipate completion of Phase I by mid-July.

Preliminary indications suggest further exploration is warranted on the Kam claims. Huntington propose to hold the Paul, Jean and Bob clafms in inventory awaiting a copper price recovery. Huntington had a working capital of $\$ 31,652$ at 31 Jan84 when $1,047,999$ shares were outstanding.

WORK STARTS ON GOLD/SILVER - Stirling D. McIlveen, president of Huntington Resources Inc., has reported that PROPERTY NEAR VERNON, B.C. phase of the surmer work program, consisting gold and silver values in both bedrock and sampling, encountered encouraging anomat 21 miles west of Vernon, B.C. Quartz vein float quartz vein float over a length of 350 meters. The property is about assaying as high as the rill access road began on June 17. The intended to cut through this zone as well as
Construction on the drill access road began on June 17 . The road is infinding 11 kely drill targets.
the other anomalous zones. This preliminary work will greatly assist in pinpointing

## GCNL 120 Jun $23 / 8$ ? <br> HUMTIMGTOM RESOURCES IMGA (HUN-V)

DRILL TEST IS STARTING - A diamond drill is now on the an CLAIMS NEAR VERNON Brett 1 and 2 claims of 8240038243 Huntington Resources Inc.. : gold prospect near the whiteman River some 20 miles WSW of Vernon, B.C., financed by Lacana Mining Corp. under an option agreeement. First drill results are expected in mid-July. Lacana is to spend at least $\$ 250,000$ this year. By spending a further $\$ 250,000$ in 1988, Lacana may elect to enter a joint venture agreement with Huntington on a $51 \%$ Lacana - 49\% Huntington basis. Lacana is to pay Huntington $\$ 50,000$ cash in 1987 and $\$ 60,000$ in 1988 and to buy $\$ 100,000$ worth of Huntington shares when the joint venture is formed. In addition, Lacana has been granted an option to buy 100,000 Huntington shares per year for 5 years following the joint venture at prices to be established.

Lacana will receive nothing for its 1987 expenditure of $\$ 250,000$. If Lacana spends $\$ 500,000$ on the property but does not enter a joint venture it will retain 108 net profit interest in the claims. Lacana has also agreed to use its best efforts to assist Huntington in raising capital. Subject to a 90 -day grace period, Huntington may be diluted at a rate of $10 \%$ for every $\$ 350,000$ spent on the property by Lacana if Huntington does not provide its portion of the funding.



[^0]:    * Indicates intervals containing coarse gold in screen analysis.

[^1]:    These values along with other anomalous values have been found over much greater widths than were encountered in the 1986 program.

    Preliminary assays for 87-30, drilled beneath DDH 87-29 indicated significant gold values over similar widths and 200 feet lower in elevation. Drilling is to continue to the south of this area.

