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Oct 3/88



VANCOUVER STOCK EXCHANGE  
BRITISH COLUMBIA, CANADA

*Topley - Richfield 931018 A.L.*  
*Fin Fin 828/6 AL*  
*Adams Silver 82M/3-6 or 82L/13 R.M.*  
*Francis Gold 93A+50 R.M.*  
*Burgoyne Kinps. Ho. Div. R.M.*

PROPERTY FILE

FILING STATEMENT

(# 117/88)

) formed by the amalgamation of  
) KELLEY-KERR ENERGY CORPORATION and  
) SIRIUS RESOURCE CORPORATION

SIRIUS RESOURCE CORPORATION

NAME OF COMPANY

1251 - 409 Granville Street  
Vancouver, British Columbia, V6C 1T2

(604) 685-6477

HEAD OFFICE ADDRESS AND TELEPHONE NUMBER OF COMPANY

Guaranty Trust Company of Canada  
800 West Pender Street, Vancouver, British Columbia, V6C 2V7

NAME AND ADDRESS OF COMPANY'S REGISTRAR AND TRANSFER AGENT

THE COMPANY IS, UNDER THE RULES OF THE EXCHANGE,  
A "DEVELOPMENT COMPANY".

The Vancouver Stock Exchange has not in any way passed upon the merits of the securities or the Company. The information contained in this Filing Statement has been supplied to the Exchange by the Company, and the Exchange has relied upon this information in accepting the Filing Statement.

### Tiny Tim Silver Property

Pursuant to an Agreement with Skagit Mining Ltd. ("Skagit") dated April 23, 1987, Sirius acquired an option to earn a 60% interest in and to the Tiny Tim Silver Property, located near Trail, British Columbia. In order to earn its interest, Sirius is required:

- (a) to make the following cash payments to Skagit:
  - (i) \$5,000 upon execution of the Agreement;
  - (ii) \$10,000 on or before June 19, 1987;
  - (iii) \$10,000 on or before July 20, 1987;
- (b) to issue 150,000 shares, of which 100,000 shares will be issued to Skagit and 50,000 shares will be issued to William M. Snelson, a principal of Skagit;
- (c) to make the following expenditures on exploration and development:
  - (i) \$512,500 on or before April 13, 1988;
  - (ii) thereafter, Sirius may elect to spend an additional \$487,500 on exploration or to enter into a joint venture with Skagit to bring the property to commercial production.

To date, Sirius has paid \$25,000 to Skagit, has issued 100,000 and 50,000 shares to Skagit and Snelson respectively, and has spent \$85,373 on exploration of the Tiny Tim Property.

A detailed underground sampling and mapping program showed a persistent and well-developed fissure vein that is continuous for at least 400 metres. Silver values as high as 632 ounces per ton have been obtained from this vein; however, average tenor of ore mined to date is 25 ounces of silver per ton. The average grade of the vein and width are increasing with depth. The next stage of exploration is intended to indicate a downward extension of the vein and to define more ore. Sirius is the project Operator.

### Adams Silver Property

Pursuant to an Option and Joint Venture Agreement dated September 28, 1987 between Sirius and Adams Exploration Limited, Sirius obtained an option to earn a 75% interest in and to the Adams Silver Property, located in the Adams Lake area, British Columbia. Subsequently, Sirius assigned a portion of its option to Eaglet Mines Limited ("Eaglet"), giving Eaglet the right to earn up to a 35% interest in the Adams Silver Property:

- (a) by paying to Sirius:

- (i) \$12,500 by December 31, 1988;
  - (ii) \$15,000 by December 31, 1989; and
  - (iii) \$15,000 by December 31, 1990;
- (b) and by incurring exploration expenses as follows:
- (i) \$200,000 before March 1, 1988;
  - (ii) \$300,000 before March 1, 1989;
  - (iii) \$250,000 before March 1, 1990;
  - (iv) \$250,000 before March 1, 1991.

To date, \$11,401 has been spent on exploration and development of the Property.

During the winter of 1987-88, Sirius, as Operator, carried out a 2,873-foot drill program to test the favourable volcanic-sedimentary contact, which is known to host several massive sulphide lenses on the Property, one of which, the Lucky-Coon pit area, was mined for its silver, lead and zinc in the 1970s. Simultaneously with the drilling, a gravity survey was carried out along the same structure and in the area of the Lucky-Coon pit. The only drill hole placed in the down dip extension of the Lucky-Coon pit massive sulphide body and coincident gravity anomaly successfully cut 2 metres of massive sulphides averaging 0.073 ounces per ton (opt) gold, 1.34 opt silver, 2.84% zinc and 1.96% lead. Sirius intends to continue exploration with a drilling program as soon as Eaglet arranges the necessary funds; notwithstanding Eaglet's commitment for 1988 has been fulfilled.

### Frasergold Property

Pursuant to an agreement between Sirius and Southlands Mining Corporation dated June 9, 1988, Sirius has an option to acquire a 25% net profits interest in and to the Frasergold Property, located approximately 35 miles east of Horsefly, British Columbia. Sirius is also the designated project operator. In order to earn the interest, Sirius and Southlands, in joint ventures, must spend up to \$2,000,000 on or before December 31, 1988 on exploration and development. To date, Sirius has spent approximately \$1,245,842 on exploration and development.

Sirius, as operator of the Frasergold Project, has carried out an aggressive exploration program since beginning work on the project in late 1987. An underground bulk sampling program to test a small section of the gold bearing zone, known to extend a minimum strike length of 10 kilometres, showed a significant increase in total measured gold content from what was previously indicated