

GOL #242 14 DEC 1983 GRAND CANYON RESOURCES INC.

THREE PROJECTS REVIEWED - Grand Canyon Resources Inc. has announced an interim agreement on the acquisition of an 1800 acre placer gold property in Nevada.

The property has been tested in the past by drilling over 200 six foot holes, trenching and bulk sampling. Although nuggets were found (the largest 10.6 oz.), the major values were in the micro gold that were found in all the drill holes and trenches.

Testing of this material by present leasees to agglomerate and heap leach were successful. An independent engineer took four 5 kg. samples from the property and reported, after all visible gold was removed, the following results:

Sample No.	Oz. Per Yard	Value Per Yard \$400	Grand Canyon management feels the property
1	0.207488 oz.	\$82.99	could be put into production at 3,600 yards per
2	0.122688	\$49.07	day using a newly developed plant for recovering
3	0.016	\$ 6.40	fine gold at a cost of \$2.00 per yard. A 1952
4	0.017	\$ 7.19	engineer's report placed reserves at 12,000,000

yards valued between \$5.00 and \$50.00 per yard at \$359 gold. Under the terms of the agreement Grand Canyon has 3 months, ending 31Mar84, in which to conduct tests on the property.

Grand Canyon has also acquired the Harper claim located north of the Rea Gold discovery Adams Lake, B.C. and has sold 50% interest in this property to Algo Resources Ltd. who will spend \$81,000 on the property to earn 50% interest. A deposit of \$6000 has been received to date. Grand Canyon has completed a \$30,000 program on its Little Lake project in the Horsefly area of B.C. The results are encouraging.

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