

P File: ~~Report (07)~~  
Receipt (05)

92 F 045 etc  
Property File

006765



# INTERNATIONAL COAST MINERALS CORPORATION

92 F 045 (etc.)  
PROPERTY FILE  
92 F / 4 - 05



INTERNATIONAL COAST MINERALS CORP.  
NATIONWIDE GOLD MINES CORP.

AUGUST OLSEN  
DIRECTOR - I.C.M. CORP.  
V.P. & DIRECTOR - N.G.M. CORP.

1500-1176 W. GEORGIA ST., VANCOUVER, B.C., CANADA V6E 4A2  
TEL: (604) 685-4335 TELEX: 04-51114

**International Coast Minerals Corp.**

1500 - 1176 West Georgia Street

Vancouver, B.C.

Canada V6E 4A2

(604) 685-4335 Telex - 04-51114 Fax - (604) 681-7594

(with News Release Dec 14 1987)

MEMORANDUM

TO: Waldo Eitel, President, ICM Corporation  
FROM: W. R. Epp  
DATE: Dec 21, 1987  
SUBJECT: Summary of Results and Progress - Bear Project

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Exploration on International Coast Minerals Corp.'s Bear Project, located along the Alberni-Tofino Highway on Vancouver Island has resulted in the discovery of a number of high grade gold sulphide rich quartz veins of which the Bear Vein and the Black Vein are of the highest priority. The veins are spatially related to the main Mine Creek Fault and occur near or at the contact of Karmutsen andesitic volcanics and a quartz diorite intrusive.

An ore shoot of 27 metres strike length grading 0.311 oz/ton gold over 1.0 m wide has been outlined in the Bear Vein adit and this vein has been traced on surface for over 45 metres. Peak grade from this vein is 1.35 oz/ton gold.

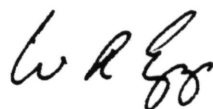
The auriferous Black Vein has been explored along strike for over 40 metres on surface and ranges from 0.4 to 2.9 metres in width. Twenty three metres of 0.40 oz/ton gold over 0.72m in width has been outlined on surface. Peak values of 1.23 oz/ton Au over 2.74 metres in width were obtained from sampling performed by the government district geologist.

VLF geophysical surveys have accurately detected the high grade veins and have also delineated numerous other target areas worthy of follow-up exploration. The Hjelt filtered VLF data gives a good indication of the dip direction and the depths to best test the VLF conductors.

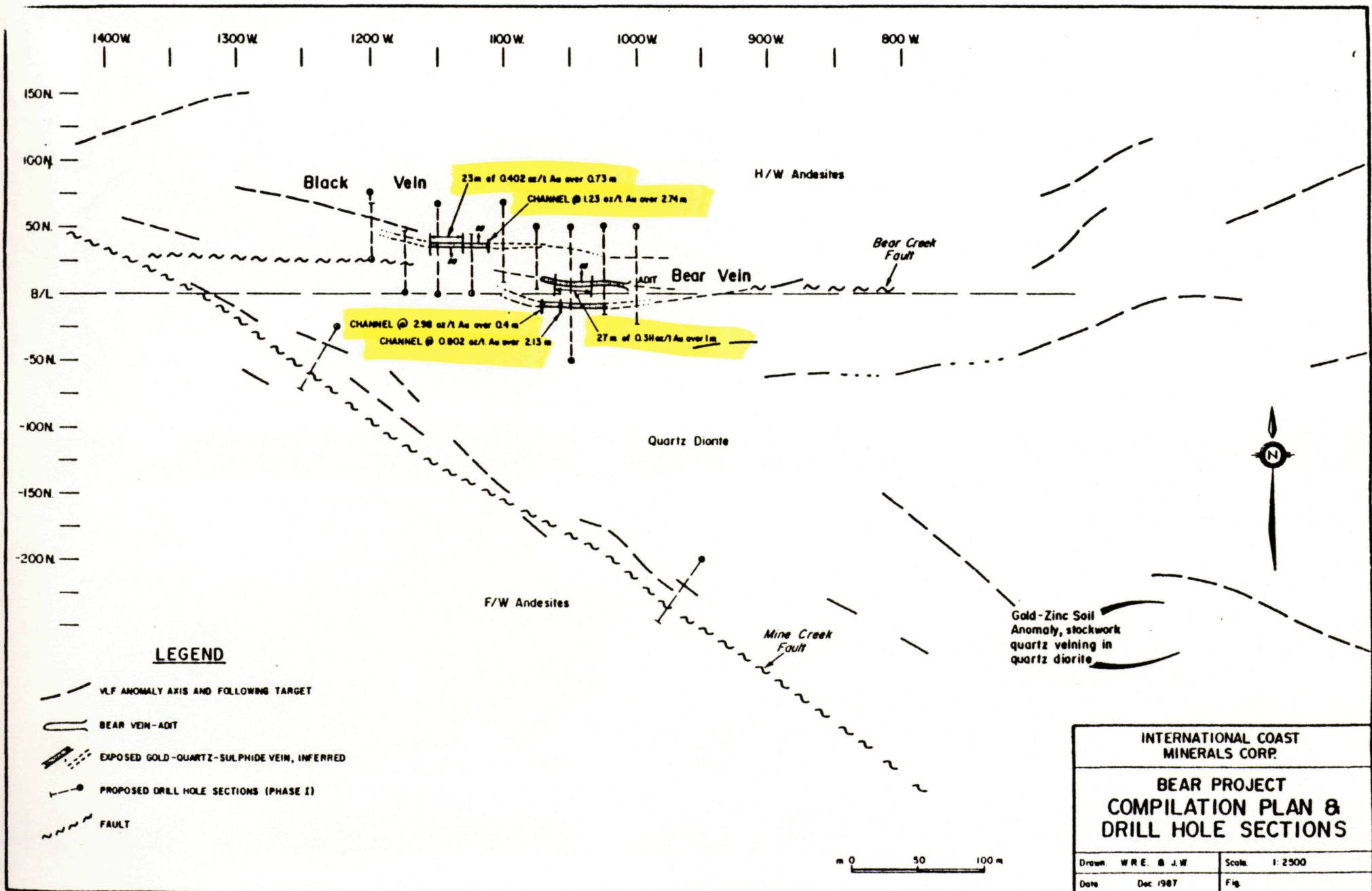
A diamond drill program of 2000 metres has been designed to test the Bear and Black Vein systems at depth and along strike. Drill holes will probe the veins over 200-250 metres of strike and to +100 metres down dip. Drilling will also probe the strong VLF response over the Mine Creek Fault for mineralized veins. Quartz-sulphide veins within the Mine Creek Fault are observed 1 km to the south.

It is anticipated that the results of this program will warrant the driving of an adit to intersect and further explore and sample the orebody underground.

The potential for outlining +150,000 tons of ore grading between 0.3 and 0.5 oz/ton gold within these two veins is considered high.



W. R. Epp,  
Consulting Geologist F.G.A.C.





**INTERNATIONAL COAST MINERALS (I.C.M.) CORPORATION**  
**NATIONWIDE GOLD MINES (N.G.M.) CORPORATION**  
**PACIFIC BAY MINERALS (P.B.M.) CORPORATION**

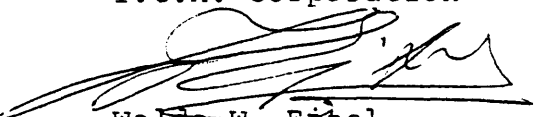
Vancouver, B.C.  
Canada  
November 10, 1987

NEWS RELEASE

1. The President of I.C.M. Corporation is pleased to announce the formation of a new associated company "Golden Spinnaker Minerals Corporation" (G.S.M. Corp.)
2. Golden Spinnaker Minerals Corporation is in the process of acquiring an outstanding gold property "Giant Bear".
3. Golden Spinnaker Minerals Corporation and Nationwide Gold Mines Corporation (an affiliated company) recently optioned to purchase the "Blaster" gold property. Each company will hold a 50% interest.
4. The "Giant Bear" and the "Blaster" gold properties are strategically situated at the heart of two vital fault systems, Mine Fault and Canoe Creek Fault respectively in the Kennedy River Valley Gold Belt. An examination of the primary showings on both properties by Mr. Tim Henneberry F.G.A.C. Consulting Geologist resulted in spectacular gold values. (see newest report "Economical Potential Kennedy River Valley Gold Camp").
5. I.C.M. Corporation and it's affiliated companies are moving their headquarters to "Park Place" Suite 1950 - 666 Burrard Street, Vancouver, B.C. on December 1st 1987.
6. Recently the I.C.M. Group opened a regional office with living quarters in Ucluelet, B.C. on Vancouver Island.

Attached - Newest Report "Economical Potential Kennedy River Valley Gold Camp" with full colour illustration.

I.C.M. Corporation



Waldo W. Ejtzel  
President

:dmt



INTERNATIONAL COAST MINERALS CORPORATION  
1950 Park Place - 666 Burrard St., Vancouver, B.C. Canada V6C 2X8  
Tel: (604) 685-4335 Fax: (604) 685-3353

August 26, 1987

**NEWS RELEASE**

- 1) The President of I.C.M. Corporation, Waldo W. Ejtzel, is pleased to announce the appointments of Mr. Thomas M. Waterland to the Board of Directors and Mr. Fred Yehia, Barrister and Solicitor, as Secretary of the Company. Mr. Waterland has been involved in all aspects of the mining industry from engineering and mine production, through contracting and consulting, including a period of time with the Ministry of Mines, Engineering and Inspection Branch and is now President of the Mining Association of British Columbia. He assumed this position after leaving politics in 1986 when he served in Premier Bill Bennett's Cabinet. The portfolios he held during this 10 year period included Mines and Petroleum Resources, Forest and Agriculture. Mr. Waterland's expertise in the mining industry and Mr. Yehia's knowledge of corporate affairs will be of considerable value to the Company.
- 2) Kerr Addison Mines Ltd., a joint venture partner on the "United Tommy" property commenced the first 6,000 feet of diamond drilling on July 6, 1987.
- 3) On the "United Bear Group" the Company recently completed a geochemical and geophysical survey. The strike extension of the Bear Shear Zone was successfully traced by both surveys. The Company's consulting geologist, Tim Henneberry, FGAC recommended an exploration program with an estimated cost of 1.43 million dollars.
- 4) The first phase of the Exploration Program will include 3,000 meters of diamond drilling at a cost of \$344,000.
- 5) A Company Prospectus has been submitted to the Superintendent of Brokers by the Company lawyer.
- 6) I.C.M. Corporation has appointed the following as its Agents to offer the shares through the facilities of the Vancouver Stock Exchange:

Names of Agents

Participation

Continental Carlisle Douglas	250,000.
Georgia Pacific Securities Corporation	100,000
McDermid St. Lawrence Limited	250,000
	<u>600,000</u> shares
	at \$0.85

I.C.M. CORPORATION

  
WALDO W. EJTEL  
PRESIDENT

Vancouver, British Columbia  
Aug. 10, 1988  
Page One of One

INTERNATIONAL COAST MINERALS CORPORATION  
Symbol - INK - Vancouver Stock Exchange

N E W S R E L E A S E

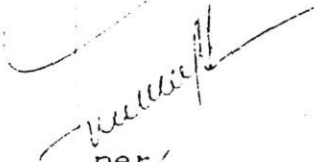
International Coast Minerals Corporation (INK.V) has concluded the agreement to enter into a Flow Through Share Purchase Agreement with NIM Resource 1988 and Company, Limited Partnership for \$125,000.00.

The company is making application for listing on the Montreal Stock Exchange through the company's Quebec Securities counsel, the firm of Heenan Blaikie in Montreal, Quebec.

The company has retained the services of Larry Kartio, Milling Consultant to assemble and place a Pilot Test Mill on the company's properties in the Kennedy River Gold Camp on Vancouver Island, British Columbia. International Coast Minerals Corporation plans to process up to 500 tons at an approximate grade of between 1 oz and 2 oz. gold/ton in the first phase of Pilot Mill Testing.

Phase B of International Coast Minerals Corporation exploration program is now underway at their Kennedy River Gold Camp on Vancouver Island, British Columbia. Total cost of Phase B is \$1,084,500.00.

INTERNATIONAL COAST MINERALS CORPORATION

  
per/  
Fred Yehia  
Secretary

The Vancouver Stock Exchange neither approves nor disapproves of the contents thereof.



INTERNATIONAL COAST MINERALS CORPORATION  
1950 Park Place - 666 Burrard St., Vancouver, B.C., Canada V6C 2X8  
Tel: (604) 685-4335 Fax: (604) 685-3353

March 3, 1988.  
Vancouver, B.C.  
Canada VSE-INK

As requested, we have added your name to our mailing list and are enclosing an information package on INTERNATIONAL COAST MINERALS CORPORATION.

Some of the highlights of the Company are as follows:

- \* The company began trading on the VANCOUVER STOCK EXCHANGE under the symbol "INK" on February 5, 1988. The initial primary distribution was for 600,000 shares at \$0.85 which raised the total capitalization of the company to 2,331,101 shares.
- \* Exploration in the KENNEDY RIVER VALLEY GOLD CAMP has revealed several high-grade gold bearing quartz sulphite veins, as well as completely new structures. Grab Samples from these veins have graded as high as 7.46 ozs/ton.
- \* Proceeds from the public offering will enable INTERNATIONAL COAST MINERALS CORPORATION to commence the first phase of a new exploration program estimated at \$344,000.00. This will include up to 2000 metres of diamond drilling which is already in progress.
- \* Pending successful drill results, the ensuing phase is planned to combine concurrent exploration and mining with underground drifting along the vein system to provide a bulk sample for test milling. We anticipate PILOT PRODUCTION to begin this summer.

Should you require additional information, wish to view a Company video, or simply wish to discuss the spectacular new discoveries at the Kennedy River Valley Gold Camp, do not hesitate to call us collect.



INTERNATIONAL COAST MINERALS CORPORATION  
1950 Park Place - 666 Burrard St., Vancouver, B.C. Canada V6C 2X8  
Tel: (604) 685-4335 Fax: (604) 685-3353

Vancouver, B.C.

December 14th, 1987

NEWS RELEASE

1) The President of I.C.M. Corporation, Waldo W. Ejtel, is pleased to announce effective December 14th, 1987, International Coast Minerals Corporation shares are conditionally listed on the Vancouver Stock Exchange (V.S.E.)

- 2) The Company, by its Agents:
- (a) Continental Carlisle Douglas
  - (b) McDermid St. Lawrence Ltd.
  - (c) Georgia Pacific Securities Corp.

offers to the public through the facilities of the Vancouver Stock Exchange 600,000 shares at a price of \$0.85 per share.

3) Further information may be obtained by contacting the above mentioned Agents or International Coast Minerals Corporation at 1950 Park Place, 666 Burrard Street, Vancouver, B.C., V6C 2X8, Telephone: (604) 685-4335.

4) Recent trenching on the "Black Vein" resulted in significant gold values (see attached memorandum with assay results).

International Coast Minerals Corporation

Waldo W. Ejtel  
President

WWE/so

Vancouver, British Columbia  
June 20, 1988

Page 1 of 1

Symbol - INK - Vancouver Stock Exchange

INTERNATIONAL COAST MINERALS CORPORATION

NEWS RELEASE

Negotiations are underway between Directors of Nationwide Gold Mines Corporation and International Coast Minerals Corporation with respect to the amalgamation of the two companies. Nationwide Gold Mines Corporation has extensive holdings next to International Coast Minerals' properties in the Kennedy River Gold Camp on Vancouver Island.

Significant gold values were encountered on adjoining properties both in diamond drilling and trenching which have recently been completed by Nationwide Gold Mines and Golden Spinnaker Minerals Corporations. The diamond drilling was carried out on the Blaster Property which is held 50% by Nationwide Gold Mines Corporation and 50% by Golden Spinnaker Minerals Corporation.

Negotiations are also underway with respect to International Coast Minerals Corp. taking over 50% interest in the Blaster Property held by Golden Spinnaker Minerals Corp.

Should negotiations be successful it will dramatically increase International Coast Minerals' holdings of prime property in the Kennedy River Gold Camp.

Further information is available on request.

INTERNATIONAL COAST MINERALS CORPORATION



per/  
Waldo Ejtél  
President

The Vancouver Stock Exchange neither approves nor disapproves of the contents thereof.

To: SHAREHOLDERS AND OTHERS

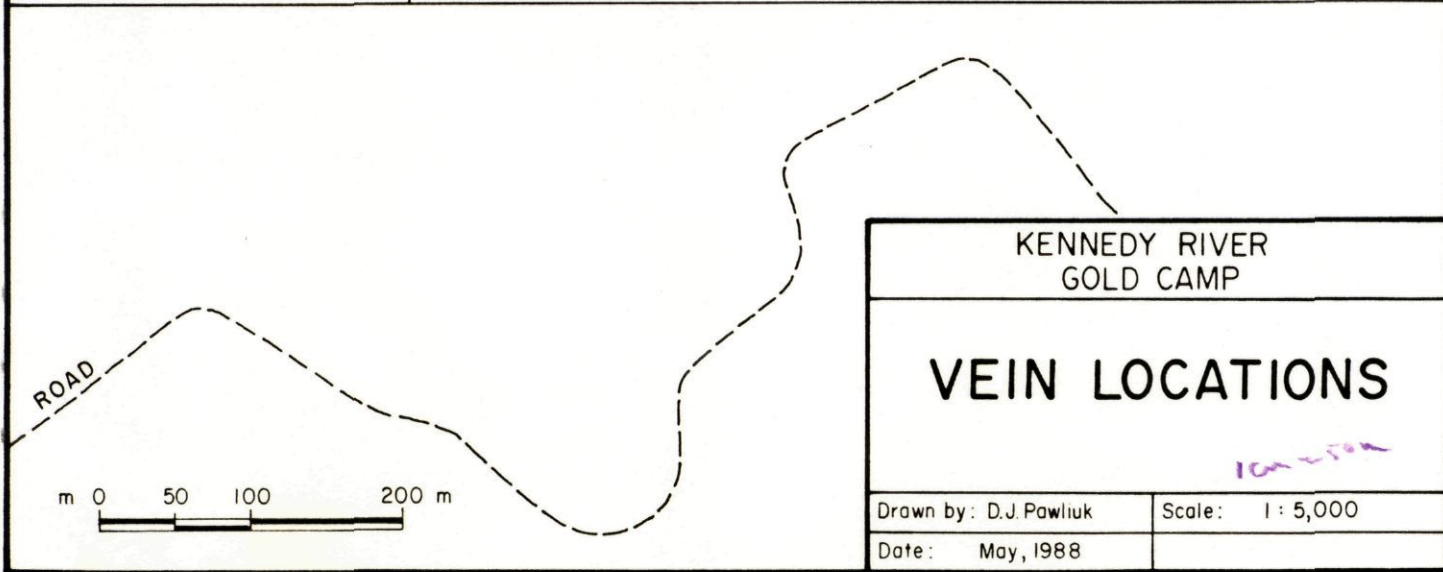
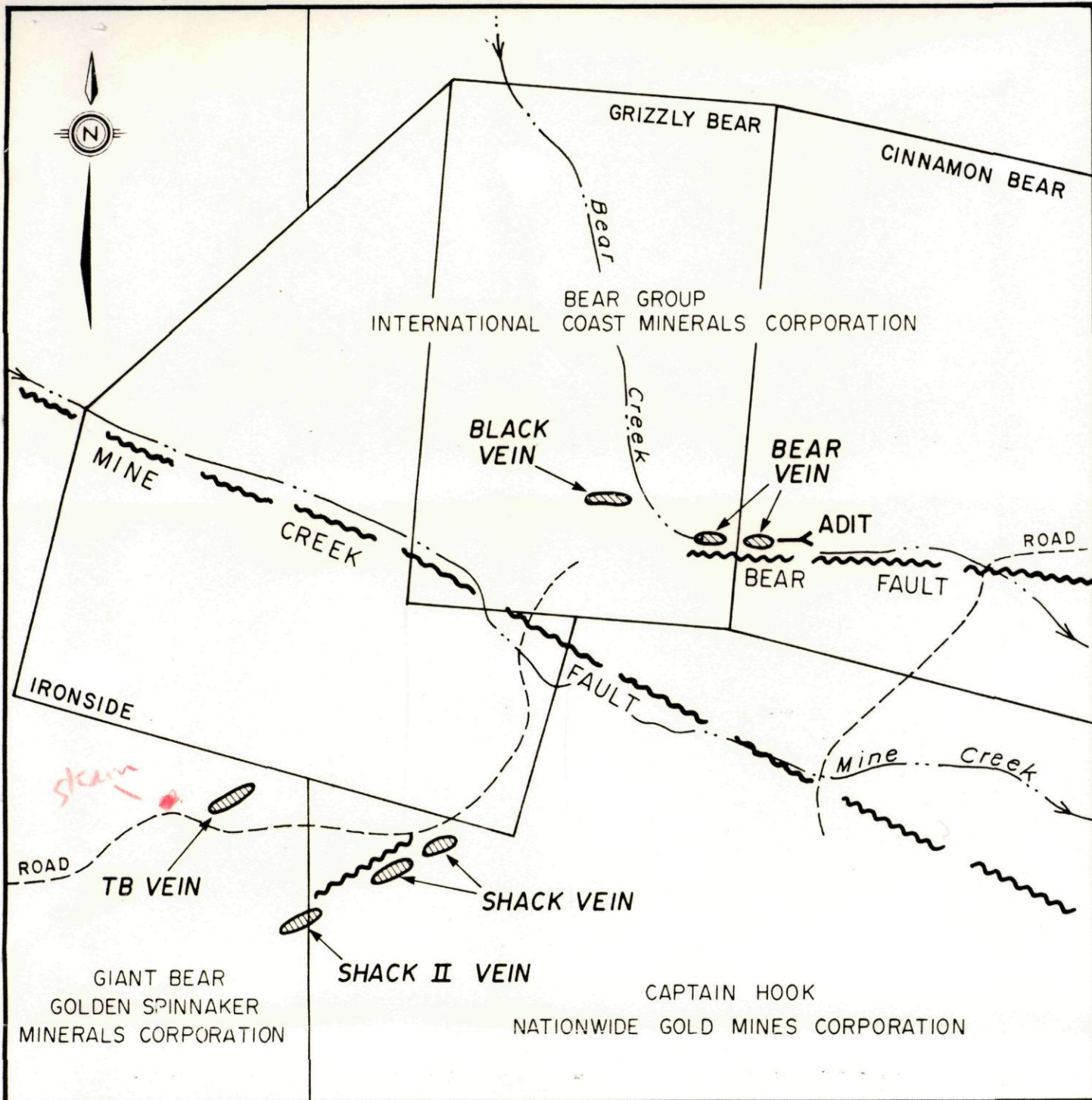
With negotiations underway to amalgamate Nationwide Gold Mines with International Coast Minerals and the acquisition of 50% of the Blaster Property owned by Golden Spinnaker Minerals Corporation we look forward to having a very powerful company with extensive holdings and significant gold values in the Kennedy River Gold Camp. Nationwide Gold Mines has completed trenching and sampling of the Shack Vein on their Captain Hook Property. The Shack Vein intrudes andesite and is emplaced along a northeasterly trenching shear which is probably a splay of the Mine Fault (a major structural feature of the district) as shown in attached map of Vein Locations.

The Shack Vein is discontinuously exposed along strike for a distance of 72 meters and open at both ends. Channel samples of the vein contain up to 3.360 oz/ton gold and 5.04 oz/ton silver, with 21 samples averaging 0.692 oz/ton gold and 1.91 oz/ton silver across an average width of 37 cm (Refer to attached map - shack Vein Assay Plan).

The Blaster property lies directly north of the Captain Hook property (refer to Claim Map attached) on which Nationwide Gold Mines and Golden Spinnaker Minerals just recently completed a diamond drilling program with trenching and sampling from eastern Elite Vein containing 1.28 oz/ton gold across an average width of 54 cm. over a strike length of 27 meters - assuming similar grades and widths for the unsampled portions of the Vein within this interval (see attached map of Elite Vein). Channel samples of western Elite Vein contain 0.78 oz/ton gold across 39 cm over a strike length of 10 meters. (Refer to Elite Vein Map attached).

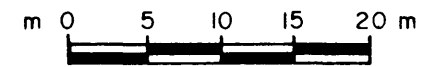
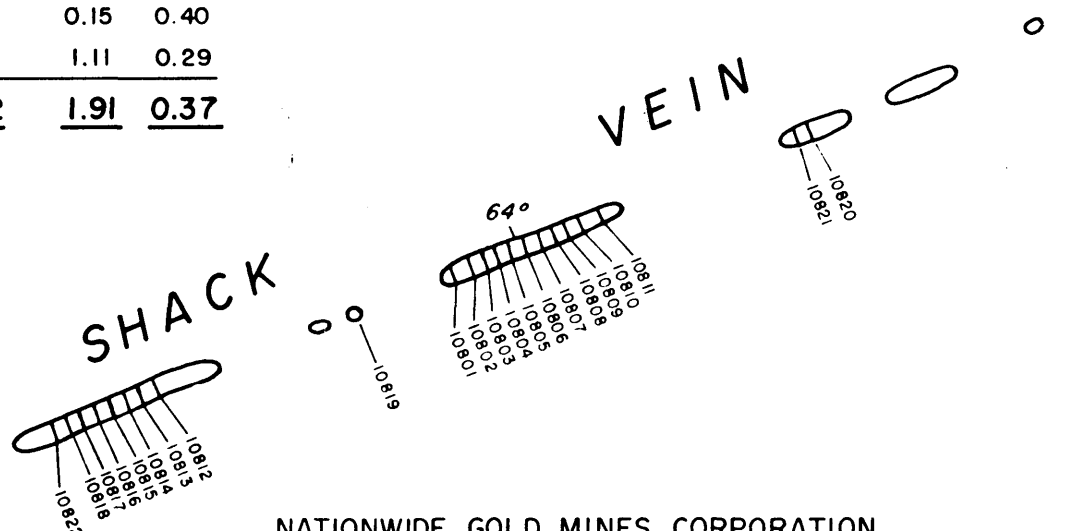
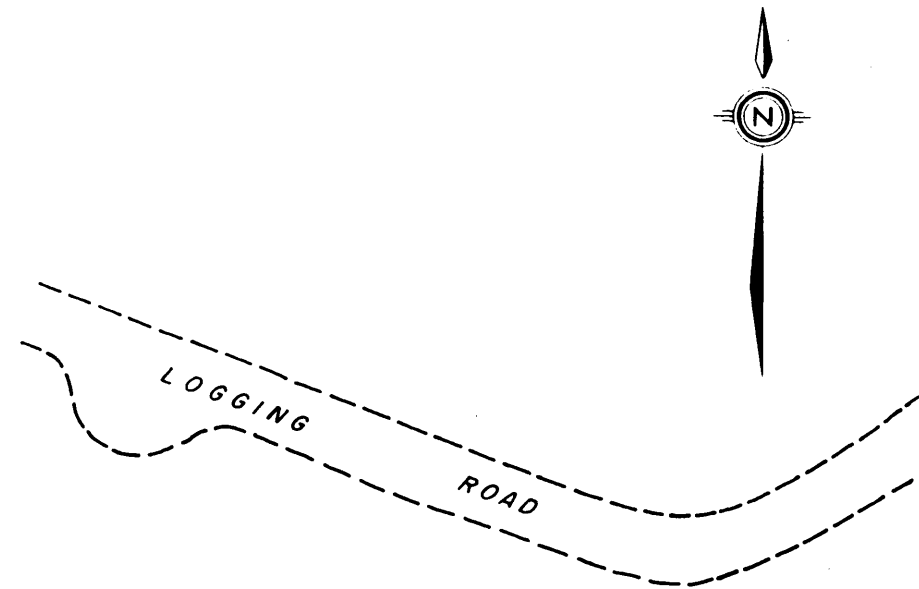
During early 1988 fourteen diamond drill holes totalling 819.15 meters were drilled to test the Elite Vein. The highest assay value obtained was 0.39 oz/ton gold across 32 cm; another intersection contained a weighted average assay of 0.28 oz/ton gold across 73 cm. Drill holes intersected the Elite Vein of depths ranging to 49 meters below the surface. (Refer to Elite Vein Map attached for locations of Diamond Drill Collars).

With the above significant results our Consulting Geologist has recommended further diamond drilling and exploration work on the properties.



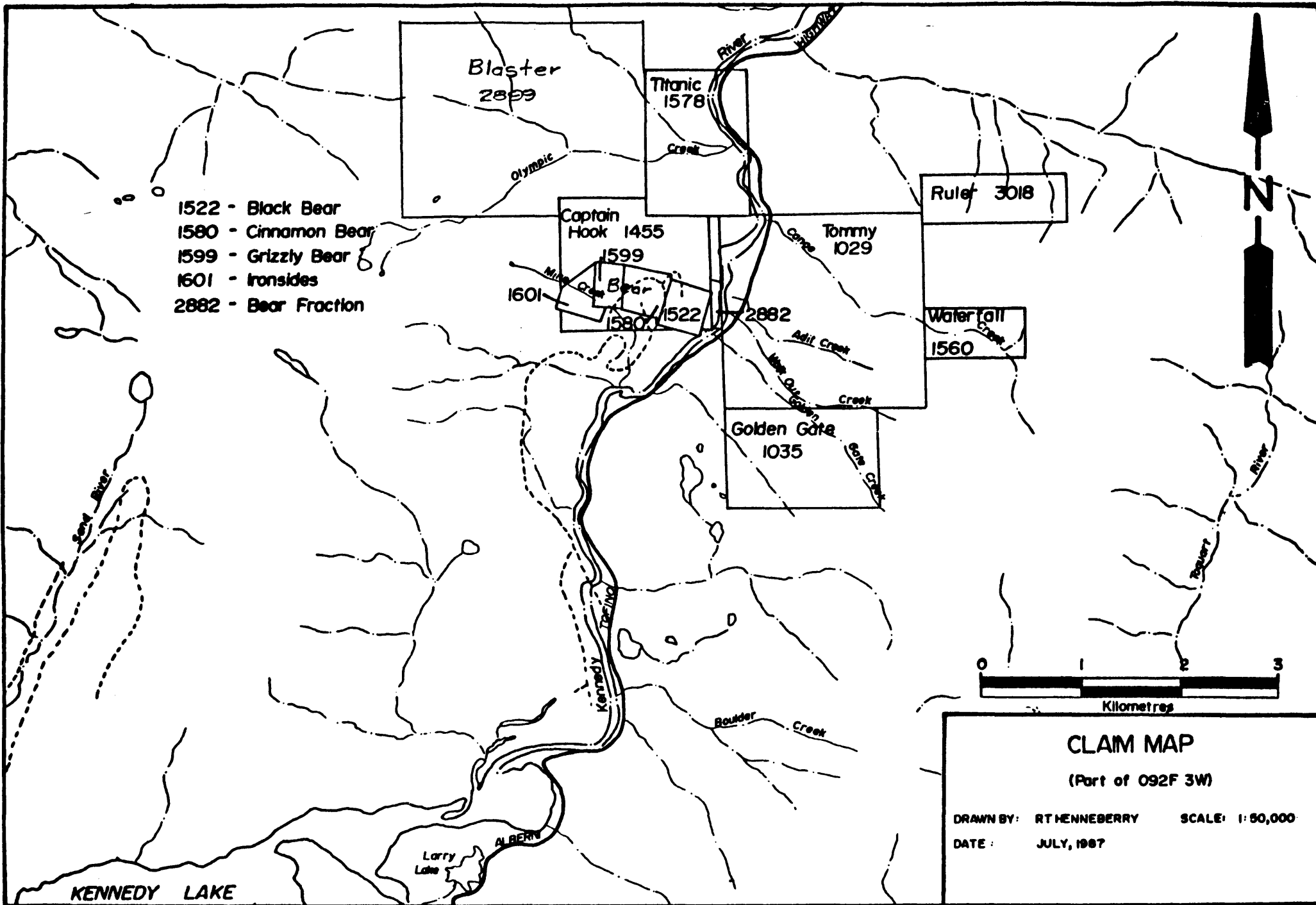
ASSAY TAG NO.	GOLD oz/ton	SILVER oz/ton	SAMPLE WIDTH (m)
10801	0.158	1.65	0.18
10802	1.112	3.42	0.22
10803	0.914	3.67	0.32
10804	3.360	5.04	0.32
10805	2.594	2.44	0.27
10806	0.142	3.00	0.24
10807	0.228	0.81	0.18
10808	0.718	1.30	0.34
10809	1.015	2.34	0.24
10810	1.951	1.13	0.29
10811	0.160	0.41	0.26
10812	0.116	0.92	0.30
10813	0.125	2.16	0.68
10814	0.490	2.87	0.58
10815	0.622	3.66	0.76
10816	0.240	1.80	0.47
10817	0.201	1.08	0.29
10818	0.136	1.23	0.27
10819	0.005	N/D	0.12 ← Wallrock Sample
10820	0.016	0.01	0.21
10821	0.014	0.15	0.40
10822	0.230	1.11	0.29

AVERAGE  
(except 10819)    0.692    1.91    0.37



NATIONWIDE GOLD MINES CORPORATION	
<b>SHACK VEIN ASSAY PLAN</b>	
Drawn by: D.J. Pawliuk	Scale: 1:500
Date: May, 1988	

NATIONWIDE GOLD MINES CORPORATION



- 1522 - Black Bear
- 1580 - Cinnamon Bear
- 1599 - Grizzly Bear
- 1601 - Ironsides
- 2882 - Bear Fraction

**CLAIM MAP**  
 (Part of 092F 3W)

DRAWN BY: RT HENNEBERRY      SCALE: 1:50,000  
 DATE:            JULY, 1987

**ASSAY DATA**

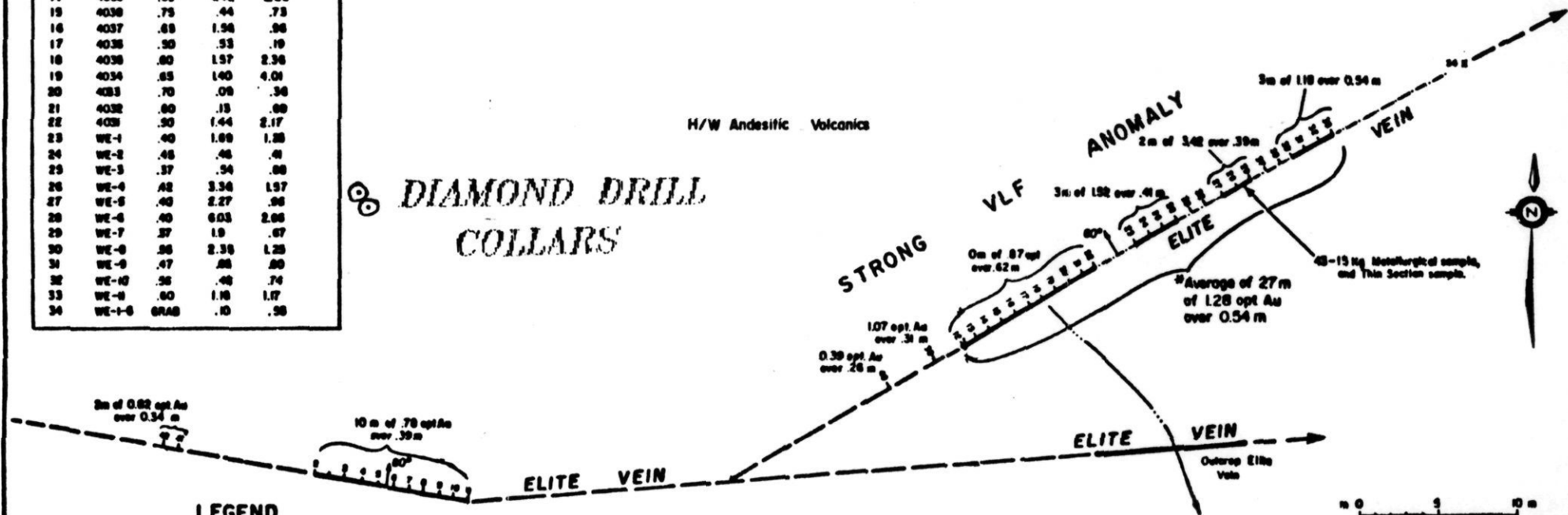
**ASSAY DATA**

Ref No.	Sample No.	Width (m)	Gold (g/t)	Silver (g/t)	Ref No.	Sample No.	Width (m)	Gold (g/t)	Silver (g/t)
2	4042	.35	1.44	.048	36	4a	.48	1.87	.78
3	50487	.30	.27	.10	36	4b	.34	1.93	.98
4	50488	.38	.48	.18	37	7a	.50	.88	.41
5	50485	.38	.38	.34	38	7b	.43	2.88	.77
6	50484	.30	.27	.10	39	WE-13	.23	1.61	2.8
7	50483	.48	1.24	.88	40	WE-14	.26	.39	.22
8	50842	.30	1.53	.25	41	WE-15	.31	1.07	.63
9	50481	.48	1.30	.94	42	WE-16	.38	.64	.46
10	50480	.35	.25	.01	43	WE-12	BULK	2.82	1.45
11	50478	.30	.08	.42					
12	4041	.68	.33	.63					
13	4040	.88	.77	.58					
14	4039	.65	1.42	2.26					
15	4038	.75	.44	.73					
16	4037	.68	1.98	.98					
17	4036	.30	.53	.19					
18	4035	.80	1.57	2.38					
19	4034	.65	1.40	4.01					
20	4033	.70	.09	.34					
21	4032	.60	.15	.60					
22	4029	.30	1.44	2.17					
23	WE-1	.40	1.88	1.38					
24	WE-2	.48	.46	.41					
25	WE-3	.37	.54	.88					
26	WE-4	.48	3.34	1.97					
27	WE-5	.48	2.27	.98					
28	WE-6	.40	6.03	2.88					
29	WE-7	.37	1.9	.67					
30	WE-8	.38	2.38	1.28					
31	WE-9	.47	.88	.88					
32	WE-10	.38	.48	.74					
33	WE-11	.60	1.18	1.17					
34	WE-1-6	GRAB	.10	.38					

⊙ DIAMOND DRILL COLLAR

⊙ DIAMOND DRILL COLLAR

⊙ DIAMOND DRILL COLLARS



**LEGEND**

- Creek
- Projected unexposed vein location
- Exposed Gold-quartz vein± and massive pyrite± epidote± chloropyrite 1-3cm clay-chlorite sheared contacts± disseminated pyrite
- DIAMOND DRILL COLLARS
- Non sampled vein
- Assume shafter grades and widths in unsampled sections

NATIONWIDE GOLD MINES CORP/  
GOLDEN SPINNAKER MINERALS CORP.

**ELITE VEIN GEOLOGY  
ASSAY PLAN  
DIAMOND DRILL  
COLLARS**

DRAWN	W.R.E.	SCALE	1:250
DATE	DEC 1987	AMENDED	JAN 1988





INTERNATIONAL COAST MINERALS CORPORATION  
1950 Park Place - 666 Burrard St., Vancouver, B.C. Canada V6C 2X8  
Tel: (604) 685-4335 Fax: (604) 685-3353

Vancouver Stock Exchange (VSE)  
Trading Symbol: INK

88/3  
March 30, 1988.

#### NEWS RELEASE

Waldo W. Ejtel, President of International Coast Minerals Corporation, wishes to announce that a drilling program is underway on the Bear Property in the Kennedy River Gold Camp of Vancouver Island, located 55 km. west of Port Alberni, B.C., Canada.

Current drilling on the Black Vein indicates the presence of significant gold values over mineable widths. Peak values in the vein system have graded as high as 3.692 oz/ton. The highest gold values recovered to-date were obtained from the cores of three diamond drill holes as follows:

- 1) An intersection in drill hole BR-88-6 graded 0.936 oz/ton across 2.17 m.
- 2) An intersection in drill hole BR-88-7 graded 0.313 oz/ton across 1.84 m.
- 3) An intersection in drill hole BR-88-8 graded 0.321 oz/ton across 1.87 m.

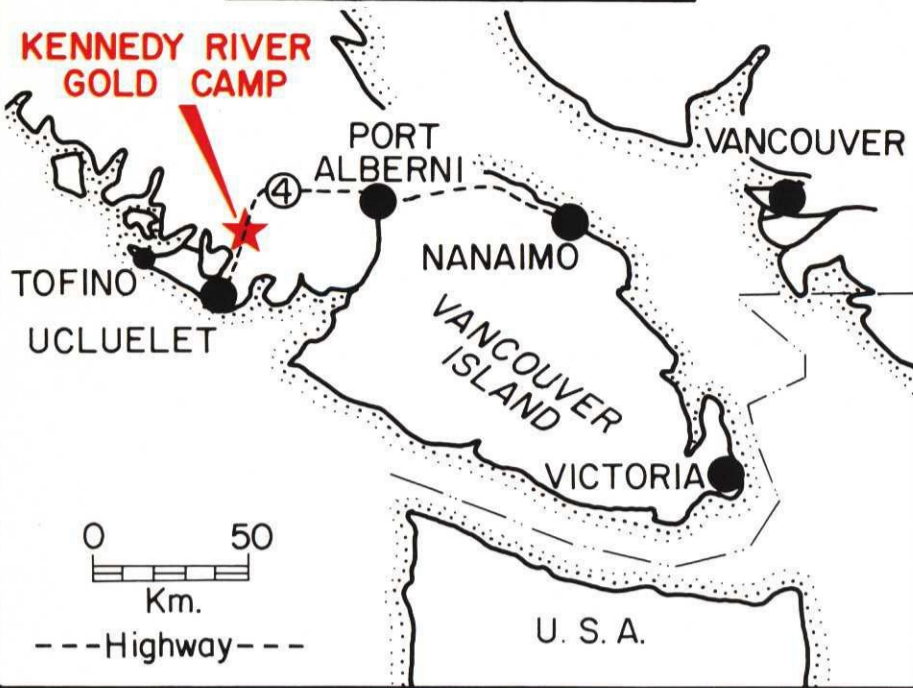
A significant new zone of quartz sulphide veinlets with gold values was discovered during the current drilling program, which indicates the potential for larger tonnage through underground mining, or the eventual possibility for open-pit.

The Company feels that these results, early in the drilling program, are just the beginning in determining the extent of this discovery.

  
Waldo W. Ejtel, President

The Vancouver Stock Exchange neither approves nor disapproves of the contents thereof.

**LOCATION MAP**



**PROPERTY FILE**

92F/4

\*92F 044 also 33, 45, 46, 56, 96, 48

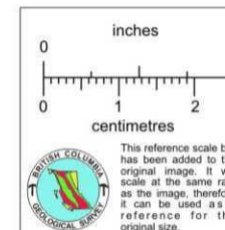
**KENNEDY RIVER GOLD CAMP**

VANCOUVER ISLAND  
BRITISH COLUMBIA, CANADA

**INTERNATIONAL COAST MINERALS CORPORATION**  
**NATIONWIDE GOLD MINES CORPORATION**  
**GOLDEN SPINNAKER MINERALS CORPORATION**  
**& ASSOCIATES**

**PROPERTY HOLDINGS**

- INTERNATIONAL COAST MINERALS CORP.
- NATIONWIDE GOLD MINES CORP.
- GOLDEN SPINNAKER MINERALS CORP.
- ASSOCIATES
- KERR ADDISON MINES LTD.



**PROJECTS**

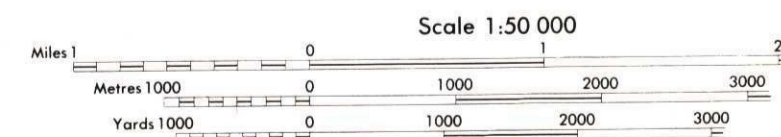
- TOMMY PROJECT**  
(International Coast Minerals Corporation — 40%)  
(Kerr Addison Mines Ltd. — 60%)
- N.G.M. — G.S.M. PROJECTS**  
(Nationwide Gold Mines Corporation — 50%)  
(Golden Spinnaker Minerals Corporation — 50%)

**GEOLOGICAL LEGEND**

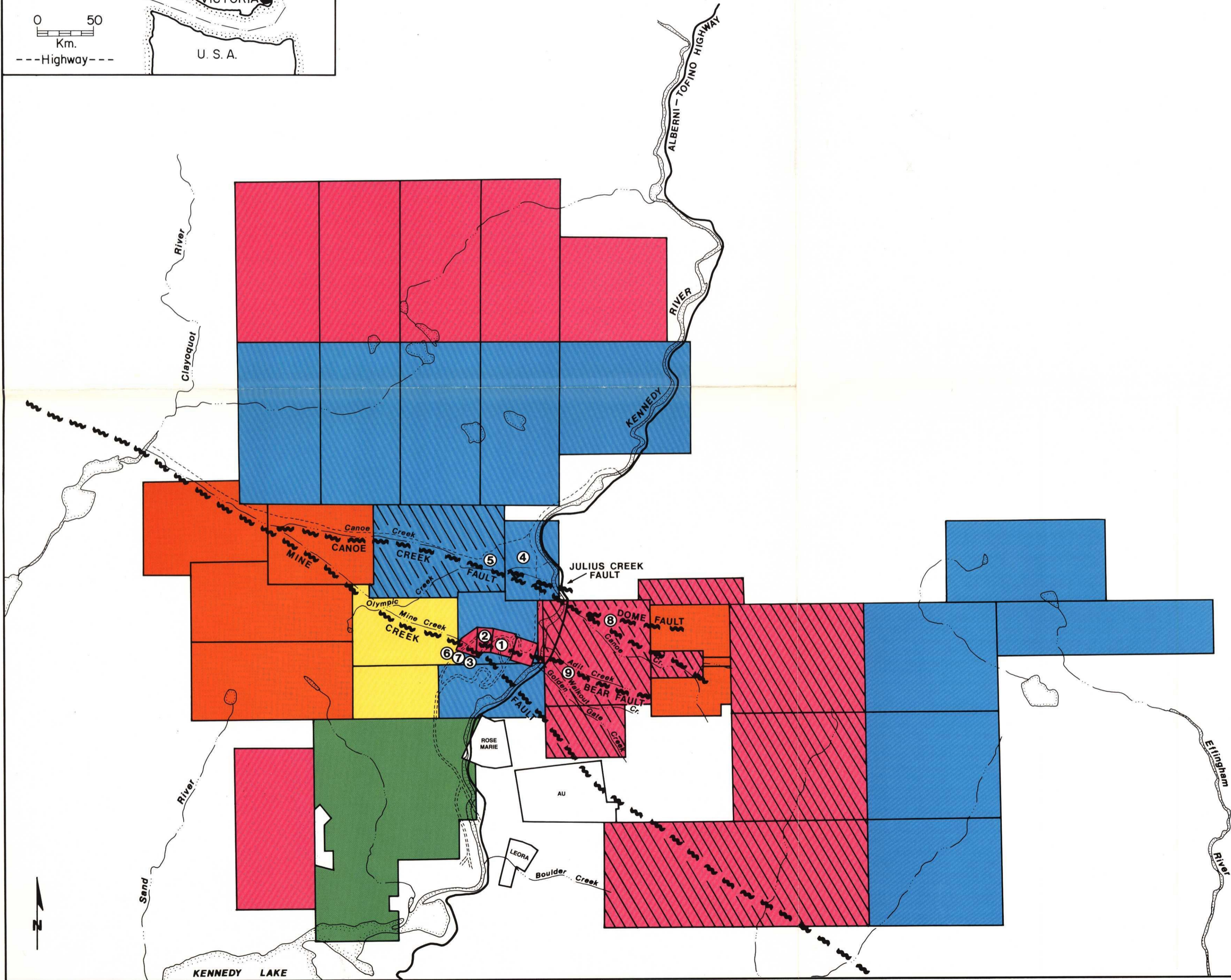
- ✓ ① BEAR VEIN } 044
- ✓ ② BLACK VEIN } 044
- ✓ ③ SHACK II VEIN 045
- ④ JULIUS CREEK VEIN 046
- ✓ ⑤ ELITE VEIN 051
- ✓ ⑥ SHACK VEIN 045
- ✓ ⑦ TB VEIN 96
- ⑧ DOME VEIN 048
- ⑨ TOMMY VEIN 0333
- ~ FAULTS

**TOPOGRAPHIC LEGEND**

- HIGHWAY
- LOGGING ROADS (EXISTING)
- - - - - LOGGING ROADS UNDER CONSTRUCTION
- LAKE
- ~ RIVER



This map is for information purposes only. It has been compiled from information believed reliable, actual locations of claims and ownership are not guaranteed.



Tom Schroeter

June 1989 Monthly Report -5-

Sumitomo in 1974) is the distribution/recovery of oxide ore vs. sulphide ore. Apparently excellent recoveries of molybdenite are expected. Besides the gold (+silver) credits, tungsten (scheelite, powellite) have been observed (up to 250 ppm). Lamping underground shows local abundant tungsten.

Drilling during the 1989 program is estimated to total <sup>1402 metres</sup> (4600 feet) and will explore the Irishman's Creek and Hecate Bay zones, in an attempt to add to the existing mineral inventory. An airborne Dighem helicopter survey will undoubtedly help further define geophysical anomalies.

Future development will hinge on the oxide-sulfide copper recovery scenario, the viability of open pitting in a relatively 'sensitive' area, the gold credits, and the overall (minimum) mineral inventory identified. On the positive side, there would be low acid mine generation potential, and the presence of a good deep water port (Bawdner Bay) and existing land for mine/mill infrastructure.

92F 03 Kennedy River Gold - International Coast Minerals - (MI-92F-044) 2 photos

On June 24<sup>th</sup> we visited ~~very briefly~~ the Kennedy River gold showings. We were toured around by Jerzey Palka, V.P. Exploration. We examined the Shack, Bear and Black Veins which consist essentially of pyrite, chalcopyrite, sphalerite, and pyrrhotite in Tertiary ~~Al~~ banded quartz, veins within Karmutsen basalts. Locally, the veins displayed sigmoidal characteristics. Apparently Wright Engineers and Norecol have been engaged to help with a bulk sampling (pilot milling) project. It appears to me that much more surface drilling and underground work is required.

Mt. Milligan - Continental Gold - (MI-93N-194)

On June 29 & 30<sup>th</sup>, and July 1<sup>st</sup>, I visited the Mt. Milligan project located 45km west of Mackenzie. Mt. Milligan is an exciting new bulk tonnage gold-copper deposit! Mark Rebagliati very kindly took time out of his very busy schedule to discuss the project and tour me around site. Other geologists on site included Nadia Cairn, Mike Hall, Alistair Findlay, Cam DeLong (UBC M.Sc. candidate) and Eric Titley (out on a break). Since November, 1988, Continental Gold has drilled over 30,480 metres (100,000 feet) and 4 drills are currently at work. Over two million dollars has been spent and another has been raised to carry the program to the pre-feasibility stage (September?)

To date at least seven 'majors' have visited the property to discuss optioning (including Placer Development, Rio Algom, Hemlo Gold (Noranda), FMC, Inco Gold, Teck, and Imperial Metals). Only one, Hemlo Gold, apparently made a monetary offer of \$7/share (8 million out), or \$56 million. The company would like to get more like \$12/share (or \$96 million). It will be very interesting to see which one of the companies listed above ends up with the property.

Mt. Milligan is a good example of an alkalic gold-rich porphyry (à la Afton, Cariboo Bell and porphyries in the Phillipines) of the island arc type. There was, at the time of discovery, no outcrop in the area of the now known mineralized zones. Richard Haslinger, local prospector, discovered a showing of sulphides in <sup>a</sup>carbonate <sup>vein</sup> in a creek which has since become known as the Creek Zone which lies southwesterly peripheral to the main body of intrusive. Company geologists have constructed a geological plan map of the 1050 level which shows a 'central' monzonite

GCNL #154, 1988

Aug 11/88

LUCKY 7 EXPLORATION LTD. (LKS-V)

HUNTINGTON AREA GOLD PROJECT REVIEWED - A public

GCNL #154 1988 Aug. 11/88 offering of 500,000 shares at 60¢ each has been completed and the stock is now listed on the Vancouver Stock Exchange under the symbols LKS.

Lucky 7 Exploration holds through option and staking two properties in the Vernon Mining Division of B.C. These properties, which include the old White Elephant Mine where past production yielded 2,030 oz. gold and 306 oz. silver from 5,300 tons, are both located south east and along the projected strike of the recent Huntington Resources discovery. 82L 04E

Since optioning the White Elephant property Lucky 7 has geologically mapped it and carried out soil geochem, V.L.F., ground magnetometer and I.P. surveys.

This work has identified a 570 meter long zone striking in a NW-SE direction containing anomalous gold soil values that coincide with a resistivity low and V.L.F. conductor. Within this zone lies the old mine workings where prior to shutdown in 1935 a 7 ft. ore shoot grading 0.37 oz/ton gold was picked up on the lowest (300 ft) level. Grab samples from barren looking veins on the same level yielded 0.66 oz. gold/ton.

On the Golden Elephant claim, staked 2 km to the north-east, soil sampling on lines spaced 200 meters apart has returned a high values of 230 parts per billion gold.

A program of detailed follow-up soil sampling combined with geophysics and backhoe trenching is planned for the Golden Elephant claim while backhoe trenching followed by diamond drilling is scheduled for the White Elephant property. Both programs will start immediately.

82L 04E Lucky 7 Exploration also has under option the 33 unit Ni property located 40 kms south of Port Alberni on Vancouver Island. Soil sampling on the west side of the Nitinat River has identified a strong silver-lead-zinc anomaly that can be traced over 1.1 km in a NW-SE direction. Soil values range up to 41.6 parts per million gold, 2690 ppm lead, 4320 ppm zinc and 400 parts per billion gold.

A chip sample from a showing on strike with the soil anomaly but 400 meters southeast of it has been reported at 0.050 oz. gold/ton; 4.86 oz. silver/ton; 0.22% copper; 7.22% lead and 10.90% zinc over 2.13 meters.

Work planned for 1988 includes mapping and geophysical surveys followed by backhoe trenching and diamond drilling.

YANANDA GOPLD LTD. (VAG-V)

92F19

EXPLORATION UNDERWAY ON TEXADA ISLAND- The joint venture B.C. FOLLOWING DEAL WITH MAJOR agreement has been GCNL #154 1988 Aug. 11/88 completed between Vananda Gold and Freeport-McMoran Gold Company, who can earn a 51% interest in Vananda's Texada Island property by making cash payments of \$250,000 and \$1,300,000 of exploration expenditures over four years. Vananda has received a \$50,000 cash payment to date. Freeport can increase their 51% to 70% by further cash payments of \$250,000 and \$1,300,000 in exploration over two years.

Freeport has indicated that they will spend \$500,000 on exploration during the 1988 program. An airborne geophysical program including a magnetometer and VLF-EM survey in conjunction with appropriate ground mapping and trenching is underway; in addition to a \$200,000 diamond drilling program on selected targets.

IRON RIVER RESOURCES LTD. (IRN-V)

92F11

DRILL PROGRAM PLANNED- D.P. Berkshire, president reported GCNL #154 1988 that Iron River Resources has been informed by Noranda of the completion of 5.5 km of induced polarization survey on the Forbidden Plateau property near Mt. Washington, Vancouver Island, B.C. The survey tested the Upper and Lower Divers Lake, copper, silver arsenic, and gold soil geochemical anomalies. A single line of induced polarization across the El Nora zone tested the zone response to this type of survey.

Plotting and interpretation of the survey is underway and indications are that coincident geochemical/geophysical anomalies exist which warrant drill testing. Noranda plans to complete a minimum of 400 meters of diamond drilling. Tenders have been called. Aug. 11/88

INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

92F314

PILOT MILL TEST PLANNED AT KENNEDY LAKE PROJECT

International Coast Minerals has negotiated a flow through private placement to raise \$125,000 through NIM Resources. An application for listing on the Montreal Stock Exchange has been made. GCNL #154 1988 Aug. 11/88

Larry Kartio, milling consultant, has been retained to assemble a pilot test mill on the company's property at Kennedy Lake, Vancouver Island, B.C. International Coast Minerals plans to process up to 500 tons grading between 1 and 2 oz. gold per ton in the first phase of testing. The company now has phase B exploration underway on the Kennedy Lake property at a cost of \$1,084,500.

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GCNL 154 (1988)

104K ✓

### REDFERN RESOURCES LTD. (RFR-V)

#### COMINCO LTD. (CLT-V,T,M)

TULSEQUAH CHIEF 1989 - John A. Greig, president, reports PROGRAM APPROVED that an initial 1989 budget of \$1,500,000 has been approved by Redfern Resources Ltd. and Cominco Ltd. for continued exploration of the Tulsequah Chief deposit in north-eastern B.C., 40 miles east of Juneau, Alaska. The program includes extending the underground workings on the main camp level at 400 feet elevation above sea level, and deeper diamond drilling to expand reserves.

Underground diamond drilling in 1988 resulted in a tripling of reserves to approximately 2,400,000 tons in 11 categories grading 2.03% copper, 1.25% lead, 6.28% zinc, 0.075 oz.gold/ton and 2.68 oz.silver/t with a gross value of about \$250 per ton at current prices.

Redfern has spent \$2,850,000 on the project to date and will have completed its earn-in of a 40% property interest with the next \$150,000 of expenditure. Thereafter costs will be funded 60% Cominco and 40% Redfern. Redfern's share of the \$1,500,000 budget is \$690,000.

The Tulsequah mineral zones are open on strike and to depth and it is anticipated that this year's drilling will result in a substantial expansion of the reserves.

### INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

#### ADDITIONAL KENNEDY LAKE PROPERTIES OPTIONED-Waldo W.Ejtel NEW RESERVE ESTIMATE AND PILOT MILL PLANNED president

reports that International Coast Minerals has acquired options to earn a 60% interest in the Titantic and Captain Hook claims, and a 50% interest in the Blaster claims. All of the claims optioned are adjacent to the company's main property near Kennedy Lake, on the west coast of Vancouver Island, 50 miles southwest of Port Alberni, B.C. Terms of the options have not been reported, are subject to Vancouver Stock Exchange approval and are from Nationwide Gold Mines Corp. and Golden Spinnaker Minerals Corp. Mr. Ejtel is president of both firms.

Probable and possible reserves on the properties are estimated at 160,000 tonnes grading 0.5 oz.gold/t, containing 80,000 ounces. The reserves are in five veins: Bear, Black, Shack, Shack II and Elite. The Shack vein and Shack II vein is one continuous vein which has been tested by diamond saw channel sampling and diamond and rotary hammer drilling to indicate 42,000 metric tons of probable and possible reserves grading 0.701 oz. gold per metric tonne. On the Elite vein a sample averaged 1.28 oz.gold/ton across 54 cm, 21 inches, over a strike length of 27 meters. Diamond drilling shows the Elite vein extends to a depth of 52 meters and is open to depth and along strike.

The company plans to install a 30 ton per day pilot mill to test a 10,000 ton bulk sample from underground and surface which could generate a cash flow.

### CONTINENTAL GOLD CORP. (CUG-V)

#### UNITED LINCOLN RESOURCES INC. (ULN-V;ULNMF-NASDAQ)

HOLE	INTERVAL, FT	INTERCEPT	COPPER	OZ.GOLD/T	DRILL HOLES
89-74	209.9-311.6	101.7 ft	0.07%	0.035	'CONFIRM MAJOR
89-77	143.0-569.7	426.7	.16	.036	' GOLD ZONE
incl.	261.7-569.7	308.0	.17	.045	' Continental
					-----' Gold Corp.

and its 69% owned subsidiary United Lincoln Resources Inc. report assay results from the Mt. Milligan property 45 miles west of Mackenzie, B.C. Mt. Milligan is a joint venture with United Lincoln 70% and BP Resources Canada 30%. Results indicate that the 66-zone is 1600 feet wide and 1100 feet long. It is open to extension to the south and west and merges with the MBX zone gold-copper mineralization to the north. (SEE MAP OVERLEAF P.2. and also GNCL No.6, 10Jan89 and No.1, 3Jan89).

# George Cross News Letter

NO.66(1988)  
APRIL 7, 1988

GCNL #66, 1988

## REA GOLD CORPORATION (REO-V,T;REOGF-Nasdaq)

### VERDSTONE GOLD CORPORATION (VGC-V)

HOLE	INTERCEPT	WIDTH	OZ. SILVER/T	ZINC %	LEAD %
NORTH STRAT SHOWING					
87-69	29.1-31.5 meters	7.9 feet	0.15	12.08	2.71
	35.9-37.2	4.3	.05	9.00	1.35
87-70	54.0-54.7	2.2	.10	16.40	2.23
87-74	11.5-13.3	9.2	.17	7.61	1.42
	13.8-14.3	1.6	.21	8.34	1.42
87-76	21.2-21.6	1.3	.22	8.00	0.40
	26.1-27.0	3.0	.29	5.10	0.60
	31.4-32.0	2.0	.28	15.50	1.59
	32.3-32.5	0.7	.20	13.50	1.77
87-77	36.8-38.1	4.3	.03	5.08	0.73
	39.0-39.6	2.0	.08	16.20	0.50
87-78	29.0-29.4	1.3	.07	9.15	1.90
AUTUMN SHOWING					
87-90	20.9-21.4	1.6	.15	2.35	1.99
87-91	19.0-19.3	1.0	-	12.40	0.10
87-92	25.9-26.1	0.7	.07	16.00	3.43
	30.6-30.8	0.3	.06	18.90	0.10

CK PROJECT RETURNS GOOD ZINC VALUES - J.D. Blanchflower, exploration manager

for the 50-50 joint venture between Rea Gold and Verdstone Gold on the CK project, 60 km NE of Kamloops,

near Clearwater, B.C., reports that a total of 9,195 feet of NQ-size diamond drilling was undertaken on the North Strat, Autumn, Horne, No-Name Boulder and New Showing zones. Results above.

On the White Pine gold/silver claims on East Thurlow Island, 40 miles NE of Campbell River, B.C., the 50-50 joint venture is evaluating the results of 3,816 feet of diamond drilling in 13 holes to determine if further work is warranted.

92K

## CANADIAN-UNITED MINERALS, INC. (CUN-V)

TEESHIN'S LEGAL CLAIMS REJECTED - Michael Callahan,

president, reports

that Canadian-United Minerals will vigorously defend the action for unspecified damages brought by TEESHIN RESOURCES LTD. (TEE-V) against Canadian-United and the other companies having an interest in the Dome Mountain gold project (GCNL 65 p.3, 5Apr88).

Mr. Callahan also reports that the preliminary view of the company's legal counsel is that the pleadings disclose no cause of action and no damages suffered by Teeshin. The company regards the action as frivolous and designed to deflect attention from Teeshin's failure to perform the work and produce the feasibility study required under its Dome Mountain option agreement. Through an affiliated company, Teeshin acts as operator.

He noted that Teeshin commenced this action only after a series of meetings in which Teeshin urged the other participants in the project to change the agreements in a number of respects which were to Teeshin's advantage. A consensus was not obtained at these meetings. At the same meetings, the participants expressed serious reservations regarding the adequacy of work conducted by Teeshin on the project to date. Canadian-United also expressed grave concerns that the actions might delay work and financing commitments.

## INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

HOLE	INTERVAL	OZ. GOLD/T	SIGNIFICANT GOLD VALUES CUT ON
BR88-6	7.1 Feet	0.936	VANCOUVER ISLAND
BR88-7	6.0	0.313	Waldo W. Ejtel,
BR88-8	6.1	0.321	

president of

International Coast Minerals Corporation, announces that a diamond drilling program is underway on their wholly owned property in the Kennedy River gold camp 55 km west of Port Alberni on Vancouver Island, B.C. Current drilling on the Black vein has indicated the presence of significant gold values over mineable widths. Values grade as high as 3.692 oz. gold/ton.

A significant new zone of quartz sulphide veinlets with gold values has been discovered during the current drilling.

# George Cross News Letter

\*92 F 044  
and others

NO.158(1988)  
AUGUST 17, 1988

WESTERN HARVEST SEAFARMS LTD. (WHS-V) has acquired a 100% interest in 12 units of the Why mineral claims in the Vernon Mining District, B.C., from J. Allan Hilton for \$110,000 and 125,000 shs. in stages as \$200,000 is spent on the property, and 3.5% net smelter return royalty to a maximum of \$1,000,000.

The company subsequently granted Atlanta Gold Corporation an option to acquire a 50% interest in 12 unit Why claims for payment of \$25,000 and 70,000 shares of Atlanta plus exploration expenditures of \$300,000 by 15Jun90. A joint venture will be formed after the interest is earned.

92F

INTERNATIONAL COAST MINERALS CORPORATION (INK-V)  
TEST MILL PLANNED- International Coast Minerals Corporation has retained Larry Kartio, milling consultant, to assemble and place a pilot test mill on the companies properties in the Kennedy River gold camp on Vancouver Island, B.C. The company plans to process up to 500 tons at an approximate grade of 1 oz. to 2 oz. gold/ton in the first phase of pilot mill testing. Phase B of the exploration program is now underway at a cost of \$1,084,500.

International Coast Minerals has concluded an agreement with NIM Resource - 1988 for a flow through private placement to raise \$125,000. The company is making an application list its share on the Montreal Exchange.

## CATHEDRAL GOLD CORPORATION (CAT-V)

### TAKLA GOLD MINES LTD. (TAK-ALBERTA)

### REYMONT GOLD MINES LTD. (RMT-ALBERTA)

HOLE	INTERVAL, FT.	LENGTH	OZ. GOLD/TON	The operator,
38	719.8-721.9	2.1 ft.	0.382	Cathedral Gold
39	128.9-131.3	2.4	.088	Corporation has
40	70.5- 73.9	3.4	.282	reported assay
	92.8- 97.8	5.0	.894	results from
	217.3-224.0	6.7	.149	five diamond
	423.8-433.6	9.6	.041	drill holes on
41	150.8-157.4	6.6	.040	the Takla Rain-
42	205.8-208.7	2.9	.044	bow property 100

of Smithers, B.C. More than 9,000 feet of diamond drilling in 17 holes has been completed as part of an ongoing \$1,000,000 exploration program on the property. Takla Gold Mines Ltd. and Reymont Gold Mines Ltd. collectively have the right to earn a 49% working interest in the gold prospect, owned by Cathedral Gold Corporation.

Three gold-bearing zones, open along strike and at depth, have been located on the property. Geological reserves established to date from previous diamond drilling are 471,290 tons grading 0.32 oz.gold/t containing 152,580 ounces of gold, including 220,000 tons grading 0.4 oz.gold/t drill indicated.

## CANOVA RESOURCES LTD. (CVD-V) EXPEDITOR RESOURCE GROUP LTD. (EXD-V)

SAMPLE	WIDTH	OZ. SILVER/T	OZ. GOLD
VERA CLAIMS			
Previous	2 meters	17.06	
Quartz Stringer Zone	1 meters	67.96	0.088
Quartz Stringer Zone	grab	148.46	.140
SKOOKUM CLAIM			
Quartz vein	grab	224.0	.071
Quartz vein	1.2	68.83	.094

FURTHER WHITEMAN CREEK EXPLORATION PLANNED- Canova Resources and Expeditor Resource have reported high assays from grab and channel samples from the Vera and Skookum claims in the Whiteman Creek gold area near the Huntington/ Lacana discovery, 30 km west of Vernon, B.C.

Additional exploration is planned for the property. On the Vera recent blasting and trenching has increased the width of a swarm of mineralized quartz veins to the now exposed 5 meter width for a length of 40 meters. The swarm of veins is hosted by a feldspar porphyry. Similar types of rocks reported on the Lacana/ Huntington discovery to the southwest also carried significant amounts of mineralization.

The samples from the Skookum claim are from a 4 meter wide quartz vein and associated tension gash array.

104B

## DANSTAR RESOURCES LTD. (DST-V)

### ASCOT RESOURCES LTD. (AOT-V)

ROB CLAIMS OPTIONED- Danstar Resources Ltd. reports it has agreed with Ascot Resources Ltd. to earn a 51% interest in the Rob 6-9 claims by funding exploration expenditures totalling \$250,000 by 5Dec89. The property consists of 80 contiguous units located about 70 miles northwest of Stewart, B.C., in the Iskut River area of the Liard Mining Division, and some five miles due west of the SNIP Deposit of Delaware/Cominco. Danstar is planning a \$125,000 phase I program of line-cutting, mapping, geochemical sampling and geophysical surveying to evaluate the property in 1988.



INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

HOLE	WIDTH	COPPER %	OZ. SILVER/T	OZ. GOLD/T
SH-88-2	2.6m 8.6 ft.	1.71	3.17	0.221
SH-88-8	2.17 7.2	.68	1.71	.306
SH-88-10	1.90 6.3	1.91	4.79	.657
SH-88-11	1.38 4.6	.81	1.92	.778

92F

KENNEDY RIVER ASSAYS REPORTED - International Coast Minerals Corporation

reported the above results from their Phase B on-going drilling program at the 100% own Kennedy River gold camp on Vancouver Island, B.C. A new gold-silver-copper skarn zone, unknown to the Kennedy River gold Camp area, has been discovered adjacent to the recent drilling.

The company has appointed Norecol Environment Consultants Ltd. to handle the proper environmental and mine related permits for the operation of a pilot mill. The permits are expected to be available in about two months.

GCNL  
228  
(1988)

ANTELOPE RESOURCES LIMITED (ATF-V)  
BRYNDON VENTURES, INC. (BNV-ALBERTA)

82FSW

HOLE	THICKNESS	OZ. GOLD/T	ROSSLAND RESULTS REPORTED
South Belt:			' Antelope Resources Limited
88-36	2.0m 6.56ft	0.80	'reported assay data from the
North Belt:			'ongoing drill program on the
88-28	1.7 5.6	.25	' <u>Rossland, B.C. properties held</u>
88-29	.9 2.9	.13	'under a 50/50 joint venture
88-35	1.67 5.48	.63	'with Brndon Ventures, Inc.
88-31	5.1 16.7	.56	'The intersection in hole 88-36
88-37	4.42 14.5	1.04	'is located about 25 meters
-----'below the mineralized section			
in hole 88-18, which assayed 1.05 oz.gold/ton over 5.7			
meters, 18.7 feet. (SEE also GCNL No.147, p.1, 2Aug88).			

UNIVERSAL TRIDENT INDUSTRIES LTD. (UTI-V)  
RHYOLITE RESOURCES INC. (RHY-V)

92HSW

DRILLING UNDERWAY - Ronald H.D. Philp, president reports that Universal Trident Industries Ltd. has completed 4 drill holes on the Harrison Lake property 145 km east of Vancouver, B.C. Assay results pending. Universal Trident can earn a 51% interest by spending \$2,500,000 within 4 years. (SEE GCNL No.218, Nov.14/88 & No.204, P.1, Oct.24/88 for much more detail).

## Improved earnings Equity Silver

VANCOUVER — Increased sales and production brought about by higher production of silver, gold and copper and sales from opening concentrate inventory helped boost earnings for Equity Silver Mines (TSE). The company's mine near Houston, B.C., produces silver/copper and gold in concentrate.

The Placer Dome (TSE) subsidiary reported earnings of \$6,245,000 or 19¢ a share for the nine months ended Sept 30, as compared to \$3,916,000 or 13¢ a share for the corresponding 1987 period. Revenues in the two periods were \$68,113,000 and \$60,593,000 respectively.

Equity President A. J. Petrina said silver production increased 13% largely due to the processing of higher grade ore, and gold production rose 19% as a result of improved recoveries in the gold plant which treats the mill tailing. More favorable smelter terms and lower depreciation charges related to 1987 asset writedowns were also cited as contributing to the improvement. Petrina noted that lower silver prices this year offset the benefit of higher gold and copper prices.

Petrina added that cash from operation was more than double that of the 1987 period, and the company's cash balance was \$20,203,000 for the nine months, compared to \$8,808,000 a year earlier. A 5¢ dividend per common share was paid during the third quarter.

## Huntington results return low values

VANCOUVER — Another eight drill holes have been released by Huntington Resources (VSE) for its Brett property near Vernon, B.C.

Two out of eight holes returned no significant assays and values in the remaining holes ranged from a high of 0.13 oz over 3.1 ft to a low of 0.026 oz across 3 ft. Fourteen gold-bearing intercepts were reported in six holes including 5.4 ft of 0.11 oz gold and 1.1 ft of 0.11 oz.

## Hillsborough completes program at Mount Slocomb

An aggressive exploration approach is being taken by Hillsborough Resources (TSE) on its Mount Slocomb property in northern British Columbia.

The company recently completed a field program under the direction of Derry, Michener, Booth & Wahl on its 15,000-hectare property located 65 km north of the Toodoggone mining district. The intensive 1988 program included airborne magnetic and VLF surveys, stream sediment sampling, soil sampling, and detailed channel sampling.

Seven targets for future drilling were identified on the property, where gossan zones up to 12 m thick have been encountered. Early results have yielded assays up to 10% zinc, 0.05% copper, and 0.10 oz gold per ton.

Hillsborough acquired the Mount Slocomb property by staking and is interested in the remote area because of its overlooked potential for polymetallic deposits.

A follow-up program is planned for next summer and is expected to involve 5,000 m of drilling, as well as mapping, sampling, and geochemistry.

The mineral exploration arm of Hillsborough Resources is a relatively new entity created in 1987 and currently has several projects under review.

Hillsborough Resources' mine development division is well known in the mining industry for its engineering, design and underground mine contracting services. The company's flourishing contracting business achieved record revenues of nearly \$28 million in 1987.

## Gibraltar Mines suspends operations

VANCOUVER — Normal mining and milling operations remain suspended at Gibraltar Mines' (TSE) open pit copper mine near Williams Lake, B.C. The Placer Dome (TSE) subsidiary said one of two alternative contract offers was recently rejected by 61% of the striking unionized employees who have been off the job since mid-May. At press time the company and the union were still negotiating with a government-appointed mediation officer.

Announcing the company's latest financial results, Gibraltar President, A. J. Petrina, said results for the nine months ended Sept 30, illustrate the extent to which the company's earnings are leveraged to the copper price. Net earnings of \$7,268,000 or 60¢ per share were recorded for that period, in which the mine operated for only 4½ months. This compares to \$963,000 or 8¢ per share in the corresponding period of 1987. Revenues in the two periods were \$43.8 million and \$49.2 million respectively. The improved earnings were attributed to a higher copper price and to record production from the cathode copper plant, some 8,363,000 lb during the period.

In the third quarter, Petrina said the company incurred a loss of \$966,000 because of the strike and the cash balance declined to \$35.4 million. A regular quarterly dividend of 10¢ per share was paid during the third quarter.

## Encouraging results from Kennedy River

VANCOUVER — The first three holes of a \$1 million exploration program by International Coast Minerals (VSE) on its Kennedy River properties on Vancouver Island, B.C., have all intersected gold mineralization.

The company reports that hole 88-3 intersected a quartz gold-bearing vein for 8.5 ft with an average of 0.224 oz gold, 3.17 oz silver and 1.72% copper. (The true width of the vein is about 3.9 ft.) An additional 4.2 ft intersection in the volcanic wall rock with gold mineralization adds considerably to the total width, the company says, making it suitable to mine without excessive dilution. Diamond drilling is continuing.

925

NP  
NOV 21/88

LUCKY 7 EXPLORATION LTD. (LKS-V)

HUNTINGTON AREA GOLD PROJECT REVIEWED - A public

offering of

100,000 shares at 60¢ each has been completed and the stock is now listed on the Vancouver Stock Exchange under the symbols LKS.

Lucky 7 Exploration holds through option and staking two properties in the Vernon Mining Division of B.C. These properties, which include the old White Elephant Mine where past production yielded 2,030 oz. gold and 306 oz. silver from 5,300 tons, are both located south east and along the projected strike of the recent Huntington Resources discovery.

Since optioning the White Elephant property Lucky 7 has geologically mapped it and carried out soil geochem, V.L.F., ground magnetometer and I.P. surveys.

This work has identified a 570 meter long zone striking in a NW-SE direction containing anomalous gold soil values that coincide with a resistivity low and V.L.F. conductor. Within this zone lies the old mine workings where prior to shutdown in 1935 a 7 ft. ore shoot grading 0.37 oz/ton gold was picked up on the lowest (300 ft) level. Grab samples from barren looking veins on the same level yielded 0.66 oz. gold/ton.

On the Golden Elephant claim, staked 2 km to the north-east, soil sampling on lines spaced 200 meters apart has returned a high values of 230 parts per billion gold.

A program of detailed follow-up soil sampling combined with geophysics and backhoe trenching is planned for the Golden Elephant claim while backhoe trenching followed by diamond drilling is scheduled for the White Elephant property. Both programs will start immediately.

Lucky 7 Exploration also has under option the 33 unit N1 property located 40 kms south of Port Alberni on Vancouver Island. Soil sampling on the west side of the Nitinat River has identified a strong silver-lead-zinc anomaly that can be traced over 1.1 km in a NW-SE direction. Soil values range up to 41.6 parts per million gold, 2690 ppm lead, 4320 ppm zinc and 400 parts per billion gold.

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Work planned for 1988 includes mapping and geophysical surveys followed by backhoe trenching and diamond drilling.

VANANDA GOPLD LTD. (VAG-V)

EXPLORATION UNDERWAY ON TEXADA ISLAND- The joint venture B.C. FOLLOWING DEAL WITH MAJOR agreement has been completed between

Vananda Gold and Freeport-McMoran Gold Company, who can earn a 51% interest in Vananda's Texada Island property by making cash payments of \$250,000 and \$1,300,000 of exploration expenditures over four years. Vananda has received a \$50,000 cash payment to date. Freeport can increase their 51% to 70% by further cash payments of \$250,000 and \$1,300,000 in exploration over two years.

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IRON RIVER RESOURCES LTD. (IRN-V)

DRILL PROGRAM PLANNED- D.P. Berkshire, president reported that Iron River Resources has

been informed by Noranda of the completion of 5.5 km of induced polarization survey on the Forbidden Plateau property near Mt. Washington, Vancouver Island, B.C. The survey tested the Upper and Lower Divers Lake, copper, silver arsenic, and gold soil geochemical anomalies. A single line of induced polarization across the El Nora zone tested the zone response to this type of survey.

Plotting and interpretation of the survey is underway and indications are that coincident geochemical/geophysical anomalies exist which warrant drill testing. Noranda plans to complete a minimum of 400 meters of diamond drilling. Tenders have been called.

INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

PILOT MILL TEST PLANNED AT KENNEDY LAKE PROJECT

International Coast Minerals has negotiated a flow through private placement to raise \$125,000 through NIM Resources. An application for listing on the Montreal Stock Exchange has been made.

Larry Kartio, milling consultant, has been retained to assemble a pilot test mill on the company's property at Kennedy Lake, Vancouver Island, B.C. International Coast Minerals plans to process up to 500 tons grading between 1 and 2 oz. gold per ton in the first phase of testing. The company now has phase B exploration underway on the Kennedy Lake property at a cost of \$1,084,500.

GCAL  
154 (1988)

**B.C. MINISTRY OF ENERGY, MINES & PETROLEUM RESOURCES**  
**PUBLICATION RELEASED - "The Industrial Mineral Potential**  
**of Kyanite and Garnet in British**

**Columbia",** by Jennifer Pell, 43 pages and 10 1:250,000 compilation maps, \$12.00, is an open file report describing the distribution of kyanite and garnet-rich rocks in B.C. Eight areas with high concentrations of these two minerals are described; world production, uses and other economic considerations are discussed.

Garnet and kyanite-group minerals occur in B.C. mainly in the Omineca and Coast crystalline belts. This report identifies areas of potential economic interest where kyanite-group minerals reach concentrations greater than 10% to 15%, and garnet-group minerals greater than 25%. Garnet is used as an abrasive and for water filtration; kyanite-group minerals are used for their refractory properties and for special applications in the ceramics industry. *B.C. General*

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**INTERNATIONAL COAST MINERALS CORPORATION (INK-V)**

**DRILLING TO START - International Coast Minerals**  
**AT KENNEDY RIVER** Corporation reports that diamond drilling is underway on Phase B of the exploration program in the Kennedy River gold camp on Vancouver Island, B.C. A geophysical survey is also underway along exposed surface veins. I.P. readings have been done to depths of 100 meters with the results showing the anomalies present at this depth. The diamond drilling will begin to test these deeper anomalies on 21Sept88. The first assay results are expected within the next two to three weeks.

GCNL  
183(1988)

Jerry Peterson, general manager, Western Canada Region for MacMillan Bloedel, has been appointed a director.

**SKYLARK RESOURCES LTD. (SKR-V)**

	METERS	METERS	OZ/T	OZ/TON	%	%	%
HOLE	INTERVAL	LENGTH	GOLD	SILVER	COPPER	LEAD	ZINC
13	90.70-114.53	23.82			0.95		
incl.	90.70- 92.69	1.99	0.006	0.73	.98	nil	1.35
	92.69- 95.80	3.11	.040	1.06	1.07	0.89	5.05
and	92.69- 94.03	1.34	.069	1.66	.94	1.87	7.98
	95.80-105.47	9.67	nil	nil	1.33	nil	nil
	105.47-114.53	9.06	nil	nil	.50	nil	nil

ADAMS PLATEAU RESULTS - Skylark Resources Ltd. has received the results of its initial 1988 exploration program on the CW claim volcanogenic massive sulphide project, in the Adams Plateau area, 9 miles NNE of Barriere, B.C. Skylark can earn a 50% working interest in the property with BP Resources Canada holding 50%. BP drilled 15 diamond drill holes with Skylark funding the last 6 holes. Hole 13 intersected massive sulphides and stringer zone material. A follow-up program is planned to be completed before the end of October 1988.

# George Cross News Letter

NO.203(1988)  
OCTOBER 21, 1988

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## INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

**DRILLING RESULTS & PRIVATE PLACEMENT REPORTED** - Waldo W. Ejtel,

President of International Coast Minerals Corporation, reports that the first three holes have been completed on the \$1,084,500, phase B exploration program in the Kennedy River gold camp on Vancouver Island, B.C. All three holes intersected gold mineralization with the best results in hole SH-88-3, which intersected the quartz gold bearing vein for 2.6 meters with an average of 0.224 oz.gold/ton, 3.17 oz.silver/t and 1.72% copper. The true width of the quartz gold bearing vein is about 2 meters. There is an additional 1.3 meter intersection in the volcanic wall rock with gold mineralization which adds to the total width. Diamond drilling is continuing.

International Coast Minerals has a flow-through share agreement for \$100,000 with NIM & Company for approximately 212,766 shares. The proceeds will be used to continue diamond drilling and exploration on the Kennedy River gold camp.

## INTERCONTINENTAL VENTURES INC. (INQ-V)

**ACQUISITION AND FINANCING REPORTED** - Western Exploration Properties Inc. of

Vancouver holds an interest in the Tertiary gold joint venture with Minnova Inc. covering 10,000 square miles central B.C. Intercontinental Ventures has agreed to acquire this joint venture interest from Western Exploration, terms have not been reported.

Intercontinental Ventures is negotiating for flow through financing of \$4,200,000 over three years, of which \$3,200,000 will be for mining exploration and \$1,000,000 for oil and gas exploration. The proposed financing for 1988 will comprise \$1,200,000 for both mining and oil and gas. A finder's fee will be paid to First Century Capital Inc.

## SKYLINE EXPLORATIONS LTD. (SKX-V,T)

**PROGRESS REPORTED** - R.E. Davis, president of Skyline Explorations Ltd., reports that

drilling and subdrifting on the discovery vein at the west end of 1129A stope has shown the mining block to be both higher in gold value and greater in width than anticipated at the 100% owned Johnny Mountain gold mine, 100 km north of Stewart, B.C. (See also GCNL NO.199, P.1, Oct.4/88 and No. 182, P.1, Sept. 21/88). Drilling on section 9650 m.E. returned the following assay results.

<u>HOLE</u>	<u>DIP</u>	<u>INTERVAL FEET</u>	<u>WIDTH FEET</u>	<u>OZ.GOLD/TON</u>
DDH U-470 +30d	18.0-21.3	3.3	0.692	
Estimated true width is 3 ft., 20 ft. above drift.				
Average grade 0.69 oz.gold/ton				
DDH U-471 +50d	20.0-23.3	3.3	0.581	
	23.3-27.9	4.6	1.467	
	27.9-32.8	4.9	0.315	
Estimated true width is 12 ft., 35 ft. above drift.				
Average grade 0.80 oz.gold/ton				
DDH U-472 +70d	26.9-29.5	2.6	8.929	
	29.5-34.4	4.9	0.861	
	34.4-39.4	5.0	0.920	
	39.4-44.3	4.9	0.104	
	44.3-49.2	4.9	0.118	
	49.2-52.5	3.3	0.125	
	52.5-55.8	3.3	0.714	
	55.8-57.7	1.9	0.590	
	57.7-60.0	2.3	0.401	
	60.0-64.0	4.0	11.469	

Hole stopped at 64.0 feet because of equipment.

Estimated true width is 17 ft., 52 ft. above drift.

Average grade 1.92 oz.gold/ton.

**NDU RESOURCES LTD. (NDU-V)**

**ASSAYS REPORTED-** Jim Stephen, president of NDU Resources Ltd. reports that significant assays have been received from the Marg property, 25 miles east of Keno Hill, Yukon, in which NDU holds a 66.67% working interest. Hole 5 returned an average grade of 3.32% copper, 3.68% lead, 6.59% zinc, 0.03 oz.gold/t and 2.1 oz.silver/t across 35 feet from 210.3 to 245.3 feet. This is believed to be close to true thickness. Hole 5 was drilled parallel to and about 215 feet west of hole NO.2. (See GCNL No.127, p.1, 4Ju188) Additional assays from the initial 8 hole drill program are awaited. (See also GCNL No.121, p.2, 23Jun88)

Exploration is also underway on two other northern NDU projects in preparation for drilling. Geophysical surveys and bulldozer trenching are in progress on the 30% owned Hyland gold project, located at Quartz Lake, 45 miles NE of Watson Lake, Yukon.

Platinum and nickel mineralization is the target of the Chilkat project, which lies along the Haines Highway at the B.C./Yukon border, about 70 miles SE of Haines Junction, Yukon. The Chilkat project is thought to represent the extension of the Wellgreen nickel-platinum belt, which occurs in the same geological setting along strike to the northwest. The current program will investigate mineralized float and airborne geophysical anomalies outlined in 1987. NDU holds a 50% interest and is the operator.

**SYMES RESOURCES INC. (SYI-V)** reports that drilling is underway at the company's Easy & Jo claims, near Pemberton, B.C. The core from the first hole should be at Chemex Labs, in North Vancouver, for assay, by July 17.

**INTERNATIONAL COAST MINERALS CORPORATION (INK-V)** reports that Kerr Addison Mines Limited has terminated their agreement regarding properties in the Kennedy River area of Vancouver Island, B.C. The Tommy, Golden Gate and Waterfall claims are being transferred back to the company, along with the Ken claim. The company has received its 12-g exemption from the U.S. Securities and Exchange Commission.

**BIG BEN RESOURCES INC. (BGB-V)**

**ADAM'S PLATEAU DRILL- A \$450,000 exploration and drilling PROGRAM LAUNCHED-** program has been launched on the Bar Joint Venture project covering 40,000 acres in the Adam's Plateau area, Kamloops, B.C. Minnova is the operator with 50% interest, Chevron Minerals and Big Ben each have a 25% interest in the Bar project, which is about 2 km away from the Rea Gold property and covers similar geology.

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**GABBS RESOURCES LTD. (GAB-V)** has acquired the Hector 1,2,3,4 claims in the Liard Mining Division, about 100 km north of Stewart, B.C. for 100,000 shares upon signing and \$100,000 over 4 years. It has been reported that the property has a known gold occurrence on the west central side. It also has the Snippacker airstrip on it.

**VALENTINE GOLD CORPORATION (VGD-V)**

**TENOUILLE RESOURCES LTD. (TQR-V)**

SAMPLE #	WIDTH	OZ. GOLD/T	ASHLU UPDATED
Hanging Wall-1412	2 feet	0.01	Valentine Gold Corp-
Hanging Wall-1412	1	.208	oration reports that
Vein 1	-1412 4	.608	the exploration
Vein 2	-1412 4	1.316	program at the
Winze - F-02-West	1.3	.450	Ashlu gold mine
Winze - F-14-West	1	1.03	project, 45 km north
Winze - F-16-East	1.5	.101	of Squamish, B.C. is
Winze - F-18-East	2.4	.476	progressing on
Winze - F-20-East	3.2	.092	schedule and with
Winze - F-22-East	1.6	.056	encouraging results.
Winze - F-22-West	1.3	8.658	Valentine has an
Winze - F-24-West	0.3	1.257	option to earn a 50%
Winze - F-26-West	2.1	.055	interest by spending
Winze - F-28-West	3.1	.488	\$1,500,000 over 4

Resources Ltd. owns the property. The mine workings have been completely redeveloped and the main haulage level has been rehabilitated in preparation for a program of underground shaft drilling scheduled to start later this month.

Recent sampling of the Ashlu vein at the 1412 decline and Winze F, in an area readily accessible for mining, confirms both the high grade nature of the ore and the fact that the zone immediately adjacent to the vein (hanging wall) occasionally contains high grade gold mineralization.

The object of Valentine's current program at Ash is to confirm and expand on the ore reserves, estimated to be 100,000 tons averaging 0.25 oz.gold/ton. Positive results from this program would allow the company to purchase the 150 ton per day mill built on the property in 1984 by previous operators.

## Cookie-jar mining considered for Kennedy River gold project

VANCOUVER — A new low-cost method of mining narrow vein gold deposits called "cookie jar mining" is being considered by International Coast Minerals (VSE) for its gold project in the Kennedy River camp on Vancouver Island, B.C.

The company said it is discussing the possibility of testing the technique with James Wade Engineering, an Ontario firm which designed and developed the method of mining isolated pockets of rich gold mineralization considered too small to justify extensive development work. The method is said to be able to mine a vein as narrow as 2 ft with a minimal amount (10%) of dilution by using a blasting technique called pre-shearing.

International Coast is now well into a \$1-million second phase program on its Kennedy Lake properties. Although it has not yet compiled reserve figures, it plans to process up to 10,000 tons in a pilot test milling program. Initially, feed will come from small surface test pits at an approximate grade of between 1.0-2.0 oz gold per ton. Then the company hopes to test the cookie jar method by driving underground from the hillside right along the Shack vein, which has gold values in the volcanic wallrock making it even more suitable to mine without excessive dilution. A consulting firm was retained by the company to handle the proper environmental and mine related permits for the operation of the 40-ton-per-day pilot flotation mill.

There are many other known veins and several old adits on the company's 86-sq-km land holdings in the area, although some of the properties are held by associated companies. International Coast hopes to finance ongoing exploration and development work by revenues from test production in order

to avoid dilution of another sort.

Meanwhile, the company has discovered what appears to be a new gold, silver, copper, skarn zone (unknown to the area), adjacent to current drilling on its quartz vein system. Results include: 8.6 ft of 1.71% copper, 0.221 oz gold, 3.17 oz silver; 7.2 ft of 0.68% copper, 0.306 oz gold, 1.71 oz silver; 6.3 ft of 1.91% copper, 0.657 oz gold, 4.79 oz silver and 4.6 ft of 0.81% copper, 0.778 oz gold and 1.92 oz silver (all grades weighted averages). Peak values in the vein are reported up to 5.0 oz gold, 11.0 oz silver, and 6% copper per ton.

925

NM Dec 19  
1988

## Longreach drill program in Tulameen

VANCOUVER — In order to earn a 50% interest in the Grasshopper project in the Tulameen area of B.C., Longreach Resources is carrying out a follow-up percussion drill program to test platinum values encountered in earlier drilling and surface sampling.

Placer operations along a stretch of the Tulameen River produced most of Canada's placer platinum in the last 90 years, and the company believes its property may contain a bedrock source. The native platinum is reported to occur in, or near the chromite associated with the dunitic centre of the Tulameen ultramafic complex.

Earlier this year the company completed an 8 km access road and drilled 15 percussion and two diamond drill holes, with the best result a 10 ft section assaying 0.27 oz platinum per ton.

The company said a number of holes in the new program will test a system of narrow bog-filled ravines suggestive of platinum-bearing fault-related serpentine near an area where old time placer miners recovered both gold and platinum values. Monica Resources (VSE), a Noramco Mining company, is the joint venture partner and Newmont Mining has a small retained interest.

Longreach also holds the Platinum Blonde gold-platinum property near Grand Forks, B.C. where

Placer Dome (ISE) is earning a 70% interest by carrying out exploration programs.

More work is also planned for 1989 on the Paydirt property in the Stikine area of northwestern British Columbia where earlier drilling returned 0.23 oz gold over 53 ft. The company holds a 50% interest with Teck Corp. (ISE) and Consolidated Silver Standard Mines (VSE). The company also has an interest in 10,000 mineral claims in the Wawa area of Ontario where exploration has reportedly located a number of wide quartz veins carrying gold values.

NM April 11/88

## Int. Coast Minerals drills B.C. gold bet

VANCOUVER — International Coast Minerals (VSE) has started a \$340,000 drilling, trenching and sampling program on its Bear gold prospect in the Kennedy River area west of Port Alberni on Vancouver Island.

The company is drilling up to 6,500 ft to test the Black vein. Assays from initial drill holes include one intersection grading 0.936 oz gold per ton over 7.05 ft, another grading 0.313 oz over 5.98 ft. A third hole gave 0.321 oz across 6.08 ft.

The 100%-owned prospect is adjacent to the Tommy claim group which was optioned to Kerr Addison Mines (TSE). Kerr Addison spent \$180,000 on the Tommy prospect in 1987 but plans for this year have not been finalized.

A public offering completed in December netted International Coast Minerals \$459,000 which will be used to fund the program and for working capital.

## Westar gets price increase from Japanese coal buyers

VANCOUVER — A \$2.90(US) price increase has been won by Westar Mining (TSE) from its Japanese customers for the coal year commencing April 1. This brings the price for metallurgical coal to \$46.90 per tonne.

Westar's Balmer mine has contracted to supply 2.9 million tonnes, an increase of 600,000 tonnes from agreed volumes for the contract year ending March 31. Greenhills mine contract volumes remain unchanged at 300,000 tonnes of metallurgical coal. Deliveries to Japanese steel mills in 1988 will represent about 37% of Westar's production, up from 34% last year.

President Peter Dolezal, expressed concern that the price increase isn't enough to cover the negative effect of the strengthening Canadian dollar. "Although the

tonnage increases are of assistance, their effect is minor relative to the disastrous \$5-per-ton reduction imposed by the Japanese steel mills last year," he says.

Industry watchers had suggested an \$8 to \$10 price increase is needed this year just to get back to 1986 revenues.

Dolezal adds that "financial improvement resulting from the company's new contract with its Japanese customers does not assure Westar's ability to meet the retraction obligation on its \$2.5625 Cumulative Redeemable Class A Preferred shares, series I in April, 1989, and still requires a restructuring of the company's bank debt as soon as possible."

Discussions with the Bank of Montreal, the main lender, are continuing.

## Copper upturn helps Lornex

VANCOUVER — Copper prices reaching levels not seen since 1980 helped Lornex Mining Corp. (VSE) enjoy one of its better years, according to the company's annual report.

Lornex has a 45% interest in Highland Valley Copper, the partnership with Cominco Ltd., TSE (50%) and Highmont Mining (5%), which is one of the largest copper mining operations in the world.

Profits soared in 1987 to \$44 million from \$27.3 million the year

before (N.M., March 7/88). Cash balance increased to \$94.9 million at year-end from \$74.9 million at the end of 1986. Lornex's share of capital expenditures in 1987 was \$35.5 million compared to \$8.3 million the year before.

The improved results are mainly due to higher prices for copper and lower unit production costs which more than offset the lower production of copper and molybdenum attributable to Lornex, the report says.

In late 1987 Highland Valley Copper completed a \$55-million construction program integrating the large Lornex mill and the high grade Valley orebody. The program involved installing two large semi-mobile crushers in the Valley open pit mine and construction of two conveyors from the crushers to the mill.

From Jan 4, 1987, to Jan 3, 1988, the mill treated 41,999,000 tonnes of ore (averaging 115,067 tonnes per day) grading 0.435% copper and 0.011% molybdenum. Concentrate production amounted to 345,323,000 lb copper concentrate, 6,135,000 lb molybdenum and 1,658,000 oz silver.

In January, a \$70-million program was initiated to relocate the Highmont mill to a site adjacent to the Lornex mill. When the relocation is completed late in 1989, daily milling capacity will increase to 131,000 tonnes per day.

Proven and probable ore reserves are 812 million tonnes with an average grade of 0.402% copper with recoverable amounts of molybdenum, silver and gold.

Lornex also has a 39% joint venture interest in the Bullmoose mine in northeastern British Columbia with partners Teck Corp., TSE (51%) and Nissho Iwai Coal Development (Canada) (10%).

Lornex's share of metallurgical coal production in 1987 was 663,000 tonnes compared to 693,000 tonnes in 1986. An agreement was reached with the Japanese buyers for a \$14-per-tonne price reduction beginning April 1, 1987. This resulted in an average price for Bullmoose coal of \$92.93 per tonne during the fiscal year.

Exploration expenditures in 1987 were \$711,000.





GCNL #65, 1988

INTERNATIONAL COAST MINERALS CORPORATION (INK-V)

HOLE	INTERVAL	OZ. GOLDS/T'	KENNEDY LAKE DRILLING
BR88-6	7 Ft	0.936	CUTS GOOD GOLD VALUES
BR88-7	6	0.313	Waldo W. Ejtel, president
BR88-8	6	0.321	of International Coast Minerals Corporation,

reports that a drilling program is underway on the Bear property in the Kennedy River gold camp 55 km west of Port Alberni, on Vancouver Island, B.C. Current drilling on the Black Vein indicates significant gold values over mineable widths. The highest recovered to date were obtained from cores of 3 diamond drill holes as shown in the table.

A significant new zone of quartz sulphide veinlets with gold values was discovered during the current drilling program.

CANADIAN PAWNEE OIL CORPORATION (CPW-V)  
CANDOL DEVELOPMENTS LTD. (CJD-V)

HOLE	INTERVAL	WIDTH	OZ. GOLD/TON
<u>VACHER ZONE</u>			
88-4	21.0-34.0 meters	13.0 meters	0.058
includes	22.0-23.0	1.0	.312
and	24.0-25.0	1.0	.246
88-5	22.0-23.0	1.0	.052
	44.0-61.0	17.0	.050
includes	57.0-58.0	1.0	.116
88-6	95.0-96.0	1.0	.047
88-7	68.0-69.0	1.0	.030

DRILL RESULTS FROM MAIN ZONE AND GOLDEN CACHE ZONE  
 PRINTED OVERLEAF PAGE 2.

LEXINGTON PROGRAM COMPLETED - Paul Frigstad, president of Canadian Pawnee Oil, has reported the results of the 17-hole, 9,121-foot diamond drill program, of which 10 holes were drilled in the Main zone, 4 holes in the Vacher zone and 3 holes in the Golden Cache zone on the Lexington property near Greenwood, B.C. Candol Developments can earn 40% interest by spending \$1,250,000 (of which \$250,000 has been spent) and paying Canadian Pawnee \$400,000 by 1Mar90.

The January and February 1988 program indicates that a gold-copper zone of commercial dimensions may exist in the Main zone. Commercial grade gold or gold-copper mineralization was encountered in the Vacher and Golden Cache zones. Programs are being designed for the 1988 summer season to further define the potential of these zones, with particular emphasis on the Main zone to ascertain the feasibility for production.