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WESTERN CANADIA

## DALMATIAN RESQUECES LTD. (DTN-V)

FUNDING/JOINT VENTURE SOUGHT FOR GOLD PROJECT - Dalmatian Resources

Ltd., president Frank Milakovich has reported the company is seeking a joint venture partner or a financial backer to participate in the next stages of funding of exploration on the Tay gold property, on the Tofino highway, along the south side of Great Central Lake, 37 km northwest of Alberni, and 25 km south of the Westmin Mine, on Vancouver Island, B.C. The company and Mr. Milakovich have held and explored the property over the last 14 years, since 1974. The exploration programs have included, line cutting, geological mapping, VLF electromagnetic, magnetometer, induced polarization resistivity surveys, trenching and 48 drill holes mapping shows 17 gold quartz carbonate fissure vein targets as near tertiary dalite porphyries, the same as the Catface copper deposit 50 km north near Tofino, and along the contact of the Bedwell batholith and the Karmutsen basalt. The targets are the: Main/Tay showing, Apex vein and the Apex vein extension, Abraham vein, Tay West plus the Morning veins and the Knob anomaly. The 350-meter long Knob anomaly is believed to be caused by a mineralized fissure vein and has been recommeded for additional exploration by C.A.R.Lanmle, P.Eng in a Dec.31,1988, report. The next program should include line cutting, max-min electromagnetic and induced polarization surveys, mapping, prospecting and the drilling of a minimum of four holes.

The Main/Tay is a quartz carbonate gold vein, the most important on the property, which has been drilled over a 165-meter strike length to average 2 to 4 meters and to 40 to 90 meters deep, with a non-economic mineral inventory of 145,000 tons grading 0.063 oz.gold/t, 0.02 oz.silver/t.

Dec.15,1987, the company sold 14,477 units, one share one warrant at \$2.28 each for proceeds of \$33,007.56 to Vanguard Mining Exploration Ltd. Partnership. On Aug.25,1988 approval was received for sale of 220,000 flow-through shares to NIM at \$2.25 each for proceeds of \$495,000. On Feb.2,1989, there were 375,000 shares released from escrow, with 375,000 shares remaining in escrow. In the six months ended Aug.31,1989, Dalmatian spent \$21,329 on administration and ended the period with cash of \$612 a working capital deficit of \$36,861 when there were 2,234,476 shares issued. Dalmatian Resources Ltd. has offices at 3585 East 46th Ave., Vancouver, B.C. V5S 1B7, (604) 435-2326.

GONL #105	BOWES LYON	RESOURCES LTD.	(BWY-Y) 31MA	4198 GLADIATOR RESOURCES LTD. (GLR-V)
Intersection, Ft.	Footage	Oz.Gold/Ton	Oz.Silver/Ton	GOOD GOLD VALUES CUT 92F (Su)
109 - 199	90	0.096	0.09	ON KENNEDY LAKE CLATMS
153 - 199	46	0.174	0.14	Bowes Lyon Resources Ltd. and Gladiator Resources
177 - 194	17	0.349	0.23	Ltd. have formed a 50-50 joint venture that has acquired
				an option to buy the 18-claim Tay group in the Kennedy

River area, Alberni mining division, on Vancouver Island, B.C., from Dalmation Resources Ltd. for a total of \$380,000 and 400,000 shares to be contributed as to a half each by Bowes Lyon and Gladiator. The release of payments and shares will be based on a scale to be approved by regulatory bodies. In addition, Dalmation will receive a 2% net smelter return royalty until all exploration, development and capital costs have been recovered and thereafter a 12% net smelter return royalty, but this is to reflect profitability of the operation and is to be adapted to the economic situation during production.

The Tay claims were staked in 1974, have been held privately since then and have undergone much exploration including diamond drilling.

Gladiator president J.H. Aitken and Bowes Lyon president Walter Passaglia state they have been advised by their engineer that a poryphyrite gold environment exists on the Tay claims where significant tonnages of gold mineralization in the 0.1 to 0.2 oz./ton range cound be potentially developed. The property is underlain by Karmutsen andesite intruded by the Island Formation quartz diorite. Four large mineral areas have been found to include widely spread gold bearing quartz float, grab samples of which assayed up to 0.38 oz./ton gold.

Six diamond drill holes have been completed. Two holes, 83-2 and 83-3 intersected veins. All holes returned significant gold values. The values ranged from trace to five feet of 0.704 oz./ton gold. Assay results from the most noteable hole drilled in what engineers call Mineral Area #1 are shown in the adjoining table.

Mr. Aitken says their "engineers state that hole 83-3 indicates approximately 115,000 tons grading 0.1 oz.gold/ton and, since the structure is still open to the east, the west and to depth, this tonnage potential could be easily enlarged several fold."

Mr. Passaglia says, "It has taken a total of 2,179 feet of diamond drilling to locate the gold structures and corelate them to the detailed geochemical, electromagnetic and ground magnetic surveys. Now, with diamond drill holes 83-2 and 83-3 intercepting the structures and substantiating excellent results from the intervening material, our situation looks most attractive. Our engineer states: "If the intervening material (sheared and silicious andesite which also carries fault gouge) is found to be consistent, the tonnage potential would be increased enormously."

An additional 4,000 feet of NQ core size diamond drilling will begin shortly.

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## Bowes Lyon & Gladiator's Hopes High In Red Hot Kennedy Lake Gold Camp

## Sam Stone

Vancouver Island's Kennedy Lake area has become the latest darling of both major and junior resource companies. First interest in the area started in the Spring of 1983; by this Spring staking posts covered the area like hair on a dog's back.

Although not among the first into Kennedy Lake, Gladiator and Bowes Lyon kept a watchful eye on the scene and at the right moment dealt on the Tay Group of claims with a private company which had already sunk some \$300,000 into exploration. Results coming from the property seem to justify the joint venturers action.

In late May this year an engineering report described the property as a "porphyryte gold environment where significant tonnages of gold mineralization in the 0.1 to 0.2 ounce per ton range could be potentially developed".

Four large mineral areas have been found to include widely spread gold bearing quartz float where samples assayed to 0.38 ounces of gold per ton.

Six diamond drill holes have been completed, two of which intersected the veins. All holes showed significant gold values, running from trace to 0.704 ounces to the ton. The best hole in the area designated "Mineral Area #1" averaged 93 feet of 0.096, 46 fect of 0.174 and 17 feet of 0.349 ounces of gold per ton with silver values.

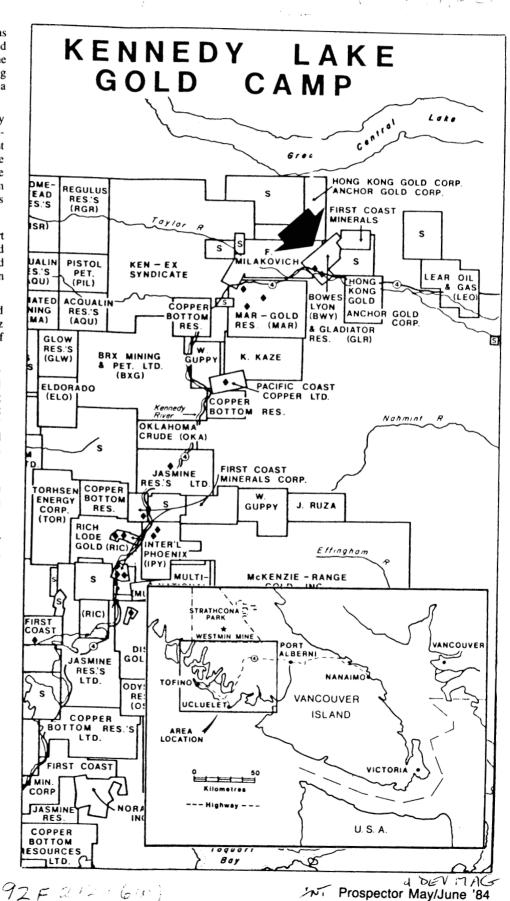
Gladiator president Jeff Aitken says "he has no doubt there is a large gold structure in Mineral Area #1, it's getting richer and opening up at depth. Our engineers state that hole 83-3 indicates approximately 115,000 tons of 0.1 gold and since the structure is still open to the east, west and to depth, this tonnage should easily be enlarged several fold."

Exploration results from this area seem to indicate that it is an extension of the previously identified Ore Zone Two. Should this be the fact, the joint venturers would be looking at a potential strike length of 2,000 feet. Float samples taken over this area assay from 0.12 to 0.38 ounces of gold per ton.

Drill assays from three holes on Zone Two all showed steady values in the 0.8 ounce gold region and better than 1.5 ounces of silver.

Right now plans are under way for 4-6,000 feet of NQ drilling to prove the correlation of the two zones. A successful result would outline tonnages of major proportions.

Bowes Lyon trades on the VSE under symbol BWY, Gladiator also trades on the VSE under symbol GLR



BOWES LYON RESOURCES LTD. (BWY-V)

VANCOUVER ISLAND DRILLING CONTINUES - Bowes Lyon Resources Ltd. and Gladiator Resources Ltd. have reported drilling is continuing on the Tay group of claims in the Kennedy River area, Alberni mining division, southwestern Vancouver Island, B.C. Results are encouraging. Tonnage has been increased. Assay results are slow in being completed and correlated.

Galaiator and Bowes Lyon Resources have made an agreement with International Phasor Telecom to acquire their timent properties, referred to as the Morning and Apex mineral claims. ねようひ グニコラ

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