

92HME 020

ALSO NR 012, 019

SUPERINTENDENT OF BROKERS  
AND  
VANCOUVER STOCK EXCHANGE

008407

STATEMENT OF MATERIAL FACTS

EFFECTIVE DATE: September 30, 1988

(No. 77/88)

*BRICAN RESOURCES LTD.*

Ltd., #205, 2900 - 30th Avenue,  
Columbia, V1T 6M7, 542-8960

ADDRESS OF HEAD OFFICE AND TELEPHONE NUMBER

Georgia Street,  
sh Columbia, V6E 3R3

TERED AND RECORDS OFFICES OF ISSUER

montreal trust company, 510 Burrard Street,  
Vancouver, British Columbia, V6C 3B9

NAME AND ADDRESS OF REGISTRAR & TRANSFER AGENT FOR ISSUER'S SECURITIES IN  
BRITISH COLUMBIA

OFFERING:

750,000 Common Shares

	Estimated Price to Public	Estimated Agents' Commission	Estimated Proceeds to be received by Issuer
Per Share:	\$0.70	\$0.0525	\$0.6475
Total:	\$525,000	\$39,375	\$485,625

The shares will be offered for sale to the public through the facilities of the Vancouver Stock Exchange at a price to be determined by the Issuer and the Agents in accordance with the rules of the Vancouver Stock Exchange.

Agents

Canarim Investment Corporation Ltd. 2200-609 Granville St. Vancouver, B.C. V7Y 1H2	Continental Securities Tenth Floor, Four Bentall Centre 1055 Dunsmuir St. Vancouver, B.C. V7X 1L4	Georgia Pacific Securities Corporation 16th Floor, Two Bentall Ctr. Vancouver, B.C. V7X 1S6	Merit Investment Corporation 1500-625 Howe St. Vancouver, B.C. V6C 2T6	Pacific International Securities Inc. 1500-700 W. Georgia St. Vancouver, B.C. V7Y 1G1
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The securities offered hereunder are speculative in nature. Information concerning the risks involved may be obtained by reference to this document; further clarification, if required, may be sought from a broker.

PROPERTY FILE

R.M.  
Rabbitt Mountain ~~92HME020~~

tested a large induced polarization anomaly which extends some 500m east-west by over 500m north-south. Drilling cut substantial intersections of copper mineralization averaging approximately 0.40% copper with minor gold values averaging approximately 0.009 oz/t gold. The drilling cut gold values ranging from 0.019 to 0.20 oz/t over intercepts ranging from 36m to 9m, some of which are located well beyond the main copper zone, but which may occur in zones parallel to the main structure. The main copper zone strikes northerly and is indicated to dip about 75° eastward. Chalcopyrite is the principal copper mineral. The copper zone has a drill indicated strike-length of approximately 225m and a true thickness of 10 to 30m.

In June and July, 1988 the Issuer carried out a program of work consisting of linecutting and a detailed induced polarization survey over the area of previous drilling. The survey yielded a large chargeability anomaly measuring 500m by 500m. It is apparent that known gold and copper mineralization lie within the boundaries of this anomaly and that a large part of this anomaly has not been adequately explored.

The Issuer intends to carry out Phase 1 as set out in the "Report on the Man Claims" prepared by D.C. Miller, P.Eng., dated August 24, 1988, a copy of which is reproduced in the Statement. Phase 1 of the program recommends induced polarization, geological mapping, geochemical surveys and 1,100 meters of N.Q. diamond drilling at a total estimated cost of \$137,000.

Contingent upon the successful outcome of Phase 1, the Issuer intends to carry out a program of follow-up induced polarization, geochemical surveys and N.Q. diamond drilling is recommended in Phase 2 at an estimated cost of \$155,000.

The work on the Man Property to date has not established the existence of reserves of proven, probable or possible ore, and to date, the Man Property has no known ore reserves.

5. Rabbitt Mountain Property, Similkameen Mining Division,  
British Columbia

The Rabbitt Mountain Property is located northwest of Tulameen, British Columbia and consists of 6 located and 11 reverted crown-granted claims.

Pursuant to an Option Agreement dated as of January 2, 1988 between Antioch Resources, Ltd. of 1313 Washington Mutual Building, Spokane, Washington ("Antioch") and the Issuer, the Issuer granted the right to acquire an undivided 50% interest

in and to the Rabbitt Mountain Property to Antioch by Antioch paying to the Issuer \$10,000 by December 31, 1987 (paid) and incurring an aggregate amount of \$1,000,000 in expenditures by February 28, 1992. After an initial investigation consisting of compilation of all exploration work to date at a cost of approximately \$10,000, Antioch has now advised that it is returning the Rabbitt Mountain Property to the Issuer and is dropping the option. The Issuer is presently seeking a new joint venture partner for the purpose of further exploring and developing the Rabbitt Mountain Property.

The Issuer acquired the option to purchase certain mineral claims located in the Similkameen Mining Division, which are now included in the Rabbitt Mountain Property under a letter of agreement dated September 17, 1979 between Harold Adams ("Adams") of P.O. Box 1329, Princeton, British Columbia and Kenam Resources Ltd. ("Kenam") of 1620 - 701 West Georgia Street, Vancouver, British Columbia by an assignment agreement dated February 7, 1980 between Kenam and the Issuer. By agreement dated December 15, 1982 and with the consent of Kenam, Adams and the Issuer terminated the letter of agreement as assigned to the Issuer and entered into a new agreement in respect of the same property pursuant to which the Issuer agreed to pay Adams \$500,000 for a 100% interest in the Rabbitt Mountain Property as follows:

- (a) \$5,000 on December 31, 1982 (paid);
- (b) \$5,000 on June 30, 1983 (paid);
- (c) on December 31, 1983 and every subsequent year, \$10,000 or 5% of net proceeds (paid up to and including December 31, 1987).

The Issuer and Kenam entered into an agreement dated July 15, 1983 replacing the assignment agreement dated February 7, 1980 pursuant to which Kenam is entitled to receive and the Issuer must pay Kenam a share of the proceeds from any disposition or from production from the Rabbitt Mountain Property as follows:

- (a) in the event of disposition of the right, title and interest the Issuer holds in the Claims Kenam is entitled to receive from the Issuer 10% of such proceeds;
- (b) if the Rabbitt Mountain Property is placed into production by the Issuer, the Issuer shall pay Kenam 10% of net proceeds from production of the Rabbitt Mountain Property.

Mr. Kenneth Daughtry, a director of the Issuer, is also a director of Kenam.

The Issuer acquired an option to purchase the Cousin Jack claim which forms part of the Rabbitt Mountain Property pursuant to an agreement dated April 28, 1982 between Keith George of Box 376, Keremeos, British Columbia ("George") and the Issuer. In consideration of a payment of \$5,000 by the Issuer, the Issuer was granted the right and option (the "Option") to purchase a 100% right, title and interest in and to the Cousin Jack claim for the total consideration of \$245,000 (the "Purchase Price"). The option is exercisable at any time up to three years after the commencement of commercial production by payment of the balance of the Purchase Price outstanding at the time of exercise of the Option. In the event of commencement of commercial production prior to the payment of the Purchase Price in full, the Issuer shall pay to George a 2% net smelter return which will be deemed to be payment on account of the Purchase Price.

The Issuer had previously entered into a joint venture with Aberford Resources Ltd. (now Abermin Resources Ltd.) of 300 - 5th Avenue, S.W., Calgary, Alberta dated January 24, 1985 and under that joint venture Abermin commenced an exploration program in May 1985. Until termination of the joint venture on April 13, 1987, Abermin had spent approximately \$400,000 on surface geological, geochemical and geophysical surveys on the northern half of the Rabbitt Mountain Property. The gold-silver-lead-zinc-copper mineralization encountered was not encouraging enough for Abermin to continue and it returned the Rabbitt Mountain Property to the Issuer.

The geologic setting and nature of mineralization on the Rabbitt Mountain Property suggests a possibility for base and precious metal deposits of volcanogenic origin.

The Issuer does not intend to conduct further programs on the Rabbitt Mountain Property in the next year.

The work on the Rabbitt Mountain Property to date has not established the existence of reserves of proven, probable or possible ore, and to date, the Rabbitt Mountain Property has no known reserves.

#### 6. Scotch Property

The Scotch Property is a polymetallic massive sulphide prospect in the Adams Lake Region, north-east of Kamloops, British Columbia. The Scotch Property which consists of two mineral claims is owned 100% by the Issuer and was acquired by staking.

Pursuant to an Option Agreement dated as of January 2, 1988 between Antioch and the Issuer, the Issuer granted the right