

VANCOUVER STOCK EXCHANGE

BRITISH COLUMBIA, CANADA

008663

DEVELOPMENT
(Name of Section)

#158/88

FILING STATEMENT

GOLD POWER RESOURCES CORP. (Formerly Tugold Resources Inc.)
(Name of Company)

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

GOLD POWER RESOURCES CORP.
Name

200 - 890 West Pender Street, Vancouver, B.C. Tel. 681-0550
Head Office and Telephone No. of Company

Central Trust Company, 750 West Pender Street, Vancouver, B.C.
Name and Address of Company's Registrar and Transfer Agent

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

PROPERTY FILE

~~VICTIC 924~~

Gem 924 NW001 R.M.

The Gem Property

On November 10, 1988 the Company acquired the right to earn a 51% undivided interest in the GM and Gem Mineral Claims (the "Gem Property") by way of assignment from Double Dragon 88 Resources Ltd. ("Double Dragon") of an agreement between Double Dragon and Foundation Resources Ltd. ("Foundation"). The Company will earn its 51% undivided interest in the Gem Property by fulfilling the obligations undertaken by Foundation when it acquired its options in the Gem Property and by expending the following amounts on exploration and development work:

- (a) \$ 35,000 by June 15, 1989; and
- (b) \$100,000 by August 30, 1989.

As consideration for the assignment and subject to Vancouver Stock Exchange approval, the Company has agreed to:

- (a) pay Double Dragon \$3,000.00 on or before November 10, 1988;
- (b) issue Double Dragon 50,000 shares in the capital stock of the Company; and
- (c) grant Double Dragon an option to purchase 200,000 shares in the capital stock of the Company at a price of \$0.25 per share, exercisable on or before November 8, 1989.

The Gem Property, located at the headwaters of Spuzzum and Clear Creeks, 14 km west of Spuzzum in the New Westminster Mining Division, consists of the GM 1-4 claims, each comprising one unit, and the Gem One and Gem Two claims, each comprising 18 units, for an aggregate of 40 units.

Geological Setting

The Gem One and Gem Two claims are underlain by schists and gneisses which strike northwest and plunge steeply to the northeast. These rocks have been intruded by numerous bodies of granodiorite which, in turn, have been intruded by a granite plug enclosing a breccia pipe. All the above rocks have been cut by numerous fractures filled by vuggy quartz, many of which contain molybdenite.

Previous Exploration

The molybdenite showings in the area have been known since 1912, but the first exploration activity reported was by Canadian Exploration Ltd. in the mid-1930's when a program of geological mapping and sampling was conducted by N. W. Hendry, with the results included in a report dated April 2, 1938.

Gem Explorations Ltd. optioned the main claims in 1961, and concentrated their efforts on the development of an 18" quartz vein containing some bands of massive molybdenite.

Some metallurgical test work was done with the aim of establishing a small, high grade milling operation.

In 1964 Utah Construction and Mining Co. optioned the Gem One and Gem Two claims and a large scale program of geophysics, geological mapping, and diamond drilling was carried out up to the end of 1967. This work delineated about 17,500,000 tons of mineralization averaging 0.15% MoS₂, but it was considered uneconomic at the time due to the high cost of a mining and milling operation in this area.

Little work has been done since this time until the key claim area was restaked in late 1987, and some reconnaissance silt and rock geochem sampling was carried out by Foundation Resources Ltd.

Evidence of Gold Values on the Property

Most of the previous exploration was carried out with the aim of developing an economic deposit of molybdenite ore, and little or no attention was paid to possible gold values. There are, however, several mentions of gold in the previous reports which may be of significance.

1. In Hendry's report of 1938, five vein samples were assayed for both MoS₂ and Au. These results are tabulated below

	<u>oz/ton Au</u>	<u>% MoS₂</u>
#1	0.02	0.20
#2	0.02	Tr
#3	Tr	0.20
#4	0.01	1.70
#5	0.01	0.90

2. In 1963 Gem Explorations Ltd. submitted a selected high grade sample of molybdenite mineralization to Britton Research Laboratories for flotation tests. This sample assayed 30.65% MoS₂ and 0.29 oz/ton Au. The flotation concentrate from this sample assayed 93.82 MoS₂ and 0.88 oz/ton Au, with recoveries of 91.8% of the Mo and 90.4% of the Au.
3. An examination of the Utah drill logs show no assays for gold, but in E. S. Rugg's report on the program dated February 1968, there are mentions of occurrences of pyrrhotite, pyrite, and chalcopyrite associated with some of the veins and also disseminations of these sulphides and massive lenses of pyrrhotite in the schists.
4. The geochem results of the silt samples taken by Foundation Resources Ltd. along Clear and Power Creeks ranged from 5 to

450 p.p.b. with 5 of the 18 samples being in excess of 100 p.p.b. and considered anomalous. The 14 rock chip samples were run for Mo in p.p.m. and Au in p.p.b. Of these, 3 samples showed values of 100 or more p.p.b. in gold, but there was no correlation between Mo and Au values.

J.P. Elwell Engineering Ltd. has recommended a three stage work program on the Gem Property to determine the possibilities of economic gold values. Phase I, at an estimated cost of \$22,500 would consist of relogging of the Utah Mining Co. drill cores, detailed prospecting and reconnaissance mapping and sampling of the claim area, silt sampling and assaying.

Phase II, at an estimated cost of \$8,250, would consist of detailed mapping and sampling of areas of interest resulting from Phase I and engineering.

Phase III, at an estimated cost of \$100,000 would consist of a 500 m diamond drilling program, trenching, sampling and assaying.

The Gem Property contains no known ore reserves.

4. PARTICULARS OF NON-RESOURCE ASSETS

The Company does not have any interest in any non-resource assets.

5. CORPORATE INFORMATION

The authorized capital of the Company consists of 20,010,000 shares divided into 20,000,000 Class "A" Common Voting shares without par value and 10,000 Class "B" Non-Voting Non-Cumulative Preferred shares with a par value of \$1.00 each.

Following the share consolidation set forth in item 1 herein, there are 1,013,578.66 Class "A" Common Voting shares without par value issued. After the transactions set forth in item 1 herein have been completed, there will be 2,484,935 Class "A" Common Voting shares without par value issued and outstanding.

6. DIRECTORS, OFFICERS, PROMOTERS AND PERSONS HOLDING MORE THAN 10% OF THE ISSUED EQUITY

(1) Taking into account the transactions set out in item 1 herein, the name, address, position of, number of post-consolidation shares