

GENL #201 18 OCT 1983 SILVER CLOUD MINES LTD. (92H/6W) (092H5W036)

WORK STARTING ON PAST - Silver Cloud Mines Ltd. are acquiring by option agreement and staking, GOLD PRODUCER AT HOPE the 950-acre Aufeas mine property about 2 miles SE of Hope, B.C., subject to regulatory approval. SILVER MAC

The Aufeas Mine, was first worked in the early 1900's. Underground development was initiated in 1911; recorded production to 1940 is 460 tons grading 0.79 ounce gold, 1.18 ounces silver and 0.6% copper. A report from the files of Northwest Ventures indicates a smelter shipment in 1939 totalling 321 tons grading 0.81 ounce gold, 0.9 ounce silver and 0.75% copper. Individual hand picked specimens from surface outcrops assayed as much as 2 ounces gold, 13 ounces silver and 5% copper.

Eric N. Ascroft, president, says an immediate start is planned on the Phase I program recommended by D.G. Allen, P.Eng., comprising road reconstruction, portal reopening, geochemical and electromagnetic surveys and geological mapping. The workings are at a low elevation.

INT. PROS. + DEV. DEC 1985

Silver Cloud Mines VSE-SIV

Silver Cloud has started its underground drilling program on the Aufeas Gold Property, three miles southwest of Hope, B.C. An underground drill station 500 feet from the portal was established and it is anticipated that at least 2,000 feet of BQ core will be drilled. Negotiations for the acquisition of a 20 unit claim block surrounding the Aufeas property have been completed and negotiations for a further two adjoining blocks are underway.

92H/6W (092H5W036)

MINER 6 JAN 1986

Mascot finds new zone

One of two step out holes recently drilled by Mascot Gold Mines more than 1,000 ft. from the main pit at its Hedley, B.C. property has picked up what appears to be a significant new gold zone.

The hole, No. 85-413, contains three separate near-surface intersections all carrying good gold values as follows:

Interval	Width	Oz./ton
35-42	7	0.502
119-133	14	0.299
147-178	31	0.393
(incl. 170-178)	8	1.029

In view of this new development, the company's 1986 exploration program will be redirected to focus on this discovery and several surrounding anomalous zones, says Henry G. Ewanchuk, president.

#HEDLEY MASCOT 92H/8E (092H5E036)

GENL #15 8 JAN 1986

SILVER CLOUD MINES LTD. (SIV-V)

92H/6W (092H5W036)

DRILLING PROGRESS ON HOPE - E.N. Ascroft, a director of Silver Cloud Mines Ltd., reports that the underground drilling B.C., PROPERTY REPORTED phase of their 1985 exploration program on the Aufeas property 3 miles SW of Hope, B.C.,

has been completed and, while all assay results have not yet been received, significant intersections of the main "stope" vein were encountered in each of 4 diamond drill holes. Thus far, assays from 3 of the holes have ranged from 0.357 to 0.874 ounce gold per ton across widths up to 2 1/2 feet. Sludge samples assayed as high as 2.38 oz. gold/t. Mr. Ascroft says these results compare very favorably with those received in the previous examination of the existing underground workings and is a further indication that this "stope" vein may go to a considerable depth.

Preparations for the surface diamond drilling phase of the program have started. This will involve drilling several holes into the structure about 1,000 feet on strike from the underground workings to determine if the surface outcrop at this point is a continuation of the underground vein system or a separate parallel structure.

GCNL #18 25 JAN 1985

SILVER CLOUD MINES LTD. (SIV-V)

92H/6W (092H5W036)

ASSAYS EXPECTED - Silver Cloud Mines Ltd. on 14Dec84 entered into an agreement for William H. Clarke to advance \$30,000 for exploration and development work on the Auefas property near Hope, B.C. Mr. Clarke shall receive 200,000 shares in consideration for this advance.

Silver Cloud carried out a program of road work, opening up the adit and sampling using these funds. Assa results are awaited.

GCNL #45 5 MARCH 1985

92H/6W (092H5W036)

SILVER CLOUD MINES LTD. (SIV-V)

SIX MONTHS ENDED 31 DECEMBER	1984	1983
Revenue	\$30,180	\$ 30,068
Expenses	48,282	145,165
Loss for Period	\$18,103	\$111,194

Silver Cloud Mines Ltd. has been able to meet its commitments by completing two separate small private share placements. The company has maintained its position in all the properties and have in addition optioned a very interesting high grade silver property carrying indicated values as high as 76

ounces of silver and 38% lead per/ton in the Kootenay Lake area of B.C. where a program is planned. The road to the old portal on the Auefas property near Hope, B.C., has been re-constructed and the underground rehabilitation continued. Results are awaited from the underground sampling. The property was formerly a high grade gold producer.

GCNL #172 6 SEPT 1985

SILVER CLOUD MINES LTD. (SIV-V)

92H/6W (092H5W036)

MORE UNDERGROUND WORK ON - Silver Cloud Mines Ltd., have arranged a private placement with 9 investors to raise \$85,000 B.C. GOLD PROJECT FUNDED by sale of 340,000 tax flow-through shares at 25¢ each, subject to regulatory approval.

Eric N. Ascroft, a director, says the funds will be used to continue exploration on the Auefas property, a past gold producer, 3 miles SW of Hope, B.C. This will include the drilling of at least 2,000 feet both from underground and surface as recommended by D.G. Allen, P.Eng., as a result of obtaining encouraging assays from recently re-opened underground workings. This work is expected to start in the latter part of September.

GCNL 148 SILVER CLOUD MINES LTD. (SIV-V) 86-08-01

DIAMOND DRILLING OF B.C. - E.N. Ascroft, a director of GOLD CLAIMS IS TO RESUME Silver Cloud Mines Ltd.,

92H5W036 (6W) reports that First Exploration Fund 1986 and Company Limited Partnership intends to commit \$380,000 to explore Silver Cloud's AUEFAS gold property, 3 miles SW of Hope, B.C. This program will continue the diamond drilling completed this spring. The recommendations by D.G. Allen, P.Eng., of A & M Explorations Ltd. includes a further 11,000 feet of drilling. Additional soil geochemical sampling will be carried out to trace the Auefas vein on surface, as well as bulk sampling for metallurgical testing.