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CDR RESOURCES INC. 921 100

TO BE FURTHER EXPLORED

MERRITT, B.C. PROPERTY - J. Pene Paiement, president, has reported CDR Resources Inc. has signed a contract for a minimum of 1,500 feet of diamond drilling on its Tolman Lake property, located 121 miles north of Merritt,

B.C. L.Trenholme, P.Eng., reports that the property has a potential for important economic deposits of lead and zinc, with expected credits for silver and possibly for copper.

Exploration to date has been concentrated mainly on No.3 Zone, which has been explored by a 900 foot adit and by diamond drilling to relatively shallow depths (generally less than 150 feet vertically). There, the association of mineralization with a very strong fault structure strongly suggests that important mineralization remains to be found at depth and along strike.

Other extensive mineralized fault zones on the property have been indicated by a geochemical-geophysical survey and are believed to be largely unexplored.

Previous drilling on the No.3 Zone down to 150 feet, has indicated reserves of 235,000 tons averaging 0.36 oz. silver/ton, 1.69% lead, 4.80% zinc, and 0.18% copper.

The purpose of this drilling program is to test this zone below the 150 foot level by drilling five to six holes, some down to 200 to 300 feet, and some below 300.

C.D.R. RESOURCES INC. 92117W 11-02-80 GCNL #29

DRILLING ON PROPERTIES IN - A 2,000-foot diamond drilling contract has been signed with Hosking Diamond Drilling Co.Ltd. of Rouyn, Quebec, to start QUEBEC AND B.C. HAS STARTED around 4Feb80 on the C.D.R. Resources Inc, gold property in

Beauchastel township, some 6 miles west of Noranda. In reporting this, C.D.R. president J.Rene Paiement says this property was part of a former gold producer operated by Peel-Elder Mines Ltd.

In 1968, geophysical and geological surveys followed by diamond drilling were conducted on this property. Drilling in the west gold zone extended over a length of 400 feet and to depths of 100 and 200 feet. A total of 10 holes obtained significant gold values ranging from 0.15 oz. to 1.08 oz. gold per ton over widths of 3 to 9 feet. From this information, R.J.Bradshaw, consulting geologist, in a 1969 report, calculated a tonnage of 45,800 tons averaging 0.21 oz. gold per ton over a minimum width of 6 feet. However, a report on a property visit made by Quebec Dept. of Natural Resources' geologist in September 1969, gives a much higher figure - 100,000 tons at 0.25 oz. gold per ton.

Mr.Paiement says, there being a possibility for better tonnage and available information suggesting that the main gold zone is open laterally and up and down dip, the current pro-gram is to extend the drilling to test the mineralized zone both laterally and at depth.

Elsewhere, drilling on C.D.R.'s lead-zinc-silver-copper property at Tolman Lake, near Merritt, B.C., started on 24Jan80 and assay results are expected soon. See GCNL 16(80) for some previous drill results.

27-02-80 Gen #41

C D R RESOURCES INC. 921/7W

MINERAL IN MERRITT B.C. - C D R Resources Inc. president J. Rene Paiement has reported that DRILL PROGRAM Lawrence S. Trenholme, P.Eng. geologist, advises that on the drilling program on the Tolman Lake Property, Nicola Mining Division

near Merritt, B.C., hole No. 6, drilled to 190 feet at a 60 degree dip, has intersected 72 feet of copper lead zinc mineralization between 165 and 172.5 feet. The core is being sent for assay and hole No. 7 is now being drilled from the same spot at a 45 degree dip.

The purpose of this drilling program is to test the No. 3 zone below the 150 foot level where previous drilling to that depth has indicated reserves of 285,000 tons averaging 0.35 oz. silver/ton, 1.69% lead, 4.80% zinc, and 0.18% copper.