

EFFECTIVE DATE: November 30, 1988

PROSPECTUS DATED NOVEMBER 18, 1988

This Prospectus constitutes a public offering of these securities only in those jurisdictions where they may be lawfully offered for sale and therein only by persons permitted to sell such securities.

No commission or similar authority in Canada has in any way passed upon the merits of the securities offered hereunder and any representation to the contrary is an offence.

## NEW ISSUE

TANSY RESOURCES INC.  
 (hereinafter called the "Issuer")  
 #305 - 850 West Hastings Street  
 Vancouver, British Columbia  
 V6E 1E1  
 Telephone: 669 - 2449

400,000 Common Shares at \$0.35 Per Share

Shares	Price to Public	Commission <sup>1</sup>	Net Proceeds to be received by the Issuer <sup>2</sup>
Per Share	\$0.35	\$0.05	\$0.30
Total	\$140,000	\$20,000	\$120,000

<sup>1</sup> The Issuer has granted the Agent non-transferable Agents Warrants for the purchase of up to 100,000 shares as described in Item 1 of this Prospectus.

<sup>2</sup> Before deduction of the cost of the issue estimated to be \$25,000.

THERE IS NO MARKET THROUGH WHICH THESE SECURITIES MAY BE SOLD. The price of this issue has been determined by negotiation between the Issuer and the Agents. The issue price to the public per common share exceeds the net book value per common share immediately prior to the date of the Prospectus by \$0.202 per share. The net book value per common share after giving effect to this Offering, but without giving effect to the Agents Warrants, will be \$0.14 per common share representing a 70.3% dilution of the Offering price per common share.

PROPERTY FILE

Dr.  
 Autumn and Fall Claims  
 0123 NE 147  
 005/15/88

(5) NAME AND INCORPORATION OF ISSUER

The full corporate name of the Issuer is Tansy Resources Inc. The Issuer was incorporated under the laws of the Province of British Columbia on March 7, 1986 by registration of its Memorandum and Articles under the name "Oriole Resources Inc.". On August 3, 1988 the Issuer's members resolved to change the name to Tansy Resources Inc. The Issuer has its head office and principal place of business at #305 - 850 West Hastings Street, Vancouver, British Columbia, V6E 1E1.

(6) DESCRIPTION OF BUSINESS AND PROPERTY OF ISSUER

The principal business which the Issuer carries on or intends to carry on is the acquisition, exploration and development of resource properties. The Issuer presently holds interests in the properties described below.

Aurum And Mill Claims, Lillooet Mining Division, British Columbia

Pursuant to an agreement dated May 6, 1988 between the Issuer and P. Newman, 203 - 460 West 15th Avenue, Vancouver, British Columbia and R. Yorston, R.R. #2, Stoltz Road, Duncan, British Columbia (the "Vendors"), the Issuer holds an option to acquire a 100% interest (subject to a royalty equal to 10% of the net proceeds of production) in and to the Aurum, Aurum 2 and Mill Mineral Claims having record numbers 3675, 3774 and 3765, comprising a total of 44 units, situate in the Lillooet Mining Division of the Province of British Columbia (the "Aurum and Mill Claims").

In order to maintain and exercise the option, the Issuer is required to make option payments totalling \$130,000, and to issue a total of 200,000 shares to the Vendors as follows:

Cash payments:

(a)	\$10,000 upon execution of the agreement (paid)	\$ 10,000
(b)	on or before May 6, 1989:	10,000
(c)	on or before May 6, 1990:	15,000
(d)	on or before May 6, 1991:	20,000
(e)	on or before May 6, 1992:	25,000
(f)	on or before May 6, 1993:	<u>50,000</u>

TOTAL: \$130,000  
=====

Shares:

- (a) 25,000 shares on the listing of the Issuer's shares on the Vancouver Stock Exchange;
- (b) 50,000 shares on or before 1 year from the listing date;
- (c) 50,000 shares on or before 2 years from the listing date;
- (d) 50,000 shares on or before 3 years from the listing date;
- (e) 25,000 shares on or before 4 years from the listing date.

The agreement provides that the issuance of all shares subsequent to the listing date is subject in each case to the filing with the Vancouver Stock Exchange of acceptable engineering reports indicating progress on the mineral claims and to the further approval of the Vancouver Stock Exchange.

The Issuer also is required to complete an exploration program in 1988 at a cost of at least \$20,000. This program has been carried out.

The agreement provides that the Issuer may purchase the 10% net proceeds interest retained by the Vendors at \$100,000 per percent point at any time up to 1 year following the commencement of commercial production.

The property is located 200 kilometres north of Vancouver, British Columbia. It can be accessed from Highway 99 east of Pemberton and a good logging road for the last 10 kilometres.

There is no record of exploration work on the property prior to that done within the past year. During the past year, the Issuer completed a program involving mapping, hand-trenching, a VLF-EM survey and soil sampling on detailed grid surrounding the showings. For a detailed discussion of the regional geology, claim geology and mineralization, and other information concerning the property, reference should be made to the geological report by Gary A. Medford, Ph.D., FGAC, Consulting Geologist, dated June 1988, a copy of which is included in and forms part of this prospectus.

In his conclusions, Dr. Medford notes that "prospecting and hand-trenching have led to a new discovery of auriferous quartz veins up to two metres wide" on this property "near the Bralorne-Bridge River gold camp. The showings are at present exposed in several hand excavated pits and trenches but a minimal further exploration expenditure would allow a much better assessment of what may be a significant new gold discovery."

Dr. Medford recommends that trenching be carried out in the vicinity of the showings and 800 feet of diamond drilling be used to test the extension of the quartz veins. In addition, he recommends that soil contour lines across the property be completed to delineate other similar areas of interest. The cost of completing the Phase I program is estimated at \$50,000, and the Issuer has allocated a portion of the proceeds of the offering for this purpose.

There is no underground or surface plant or equipment on the property.

There is no known body of commercial ore on the property and the proposed program is an exploratory search for ore.

Malibu Gold Prospect, Vancouver Mining Division, British Columbia

Pursuant to an agreement dated January 22, 1988 between James W. Laird, prospector and Vic Guinet (the "Laird Agreement"), subsequently assigned by Vic Guinet to the Issuer, the Issuer holds a 100% interest (subject to a net smelter return royalty of 2.5% reserved by James W. Laird) in the Malibu Mineral Claim having record number 2242, situate in the Vancouver Mining Division of the Province of British Columbia. Mr. Guinet is the President and Promoter of the Issuer.

Under the Laird Agreement, James W. Laird made available to Vic Guinet the location of gold bearing mineral occurrences known to Mr. Laird in the upper Jervis Inlet area, and the Malibu Mineral Claim was staked by Mr. Guinet on the basis of this information. The Laird Agreement provides that Mr. Laird shall be entitled to \$2,000 in cash or an equivalent value in seed stock in a private company which intends having its shares listed on the Vancouver Stock Exchange for each claim or contiguous group of claims staked over each located occurrence made available by Mr. Laird. In addition, Mr. Laird would be entitled to \$1,000 in cash or (at the option of the Issuer) an equivalent value in shares for each \$10,000 in exploration work expended on each claim group, to a maximum payment amount of \$25,000 per claim group. The net smelter return royalty interest reserved by Mr. Laird may be purchased by the Issuer at \$300,000 per percentage point at any time up to 1 year following the commencement of commercial production.

Pursuant to the Laird Agreement, approximately \$20,000 in expenditures were incurred on the Malibu Claim, and accordingly \$2,000 has been paid to Mr. Laird. This payment was made initially by Mr. Guinet, and the Issuer has reimbursed Mr. Guinet in respect thereto.

The Laird Agreement was assigned by Mr. Guinet to the Issuer and the Issuer has assumed all obligations and acquired all the rights of Mr. Guinet thereunder.

The Malibu gold property is situated on the south side of Queens Reach and due south of Malibu, on Jervis Inlet at the entrance to Princess Louisa Inlet. The property is 110 kilometres northwest of Vancouver, British Columbia and 75 kilometres north of Sechelt, British Columbia.

Access is by float plane from Vancouver or Sechelt, or by boat from Powell River or Egmont, British Columbia. Campsites can be built within a few kilometres of the property.

Supplies and services are available in Sechelt, Pender Harbour, and to a limited extent in Egmont.

The property is discussed in a detailed geological report dated May 25, 1988 by Barry J. Price, M.Sc., FGAC, Consulting Geologist (the "Price Report"), a copy of which is available for inspection at the head office of the Issuer at any

**GEOLOGICAL REPORT**  
**ON THE**  
**AURUM, AURUM 2 and MILL CLAIMS**

**LILLOOET MINING DIVISION**

**BRITISH COLUMBIA**

**N.T.S. 92J/10E and 10W**

**50° 33' N 122° 47' W**

**for**

**ORIOLE RESOURCES INC.**  
**305 - 850 WEST HASTINGS STREET**  
**VANCOUVER, B.C.**  
**V6C 1E1**

**by**

**GARY A. MEDFORD, Ph.D., FGAC**  
**Consulting Geologist**  
**3894 West 37th Avenue**  
**Vancouver, B.C., V6N 2W3**



**June 1988**

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## SUMMARY

Recent prospecting has led to the discovery of auriferous quartz veins located approximately 25 kilometers south of the well-known Bralorne-Bridge River gold camp in a similar geological environment. The veins are visible in small pits and hand-dug trenches and more than two metres wide in some places. Assays obtained from the veins range from 0.05 to more than an ounce per ton gold. It is recommended that a back-hoe be employed to further expose the showings and a couple of short drill holes be used to sample the veins at depth. Contour soil sampling of the remainder of the property should readily highlight any similar occurrences.

## INTRODUCTION

The Aurum property is located twenty-five kilometers south of the well-known Bralorne-Bridge River gold camp found approximately 250 kilometers by road north of Vancouver, British Columbia. The camp has been known as a gold-bearing area since the last century and was extensively developed by placer miners, following which lode mining became important. From 1931 to 1971, the camp produced 143,240 kilograms of gold from eight million tonnes of ore (Schroeter and Panteleyev, 1986). Currently, work by E & B Explorations indicates readily available reserves at the Bralorne Mine as 475,000 tonnes grading 8.91 grams of gold per tonne.

The property discussed in this report is a new discovery resulting from prospecting by the claims' current owners. The main showings consist of pyritic quartz veins with a good representation of assays in the 0.05 to 0.15 ounce per ton gold range. Grab samples have reported in excess of an ounce per ton gold.

The author conducted a property visit on May 18, 1988. The positions of the Legal Corner Posts were verified, and some of the showings resampled to check assays obtained previously. The results of soil sampling and a VLF-EM survey on a grid surrounding the showings have also been examined in the preparation of this report.



## LOCATION AND ACCESS

The property is located 200 kilometers north of Vancouver, B.C. (Figure 1). It can be accessed readily by following Highway 99 east of Pemberton and then a good logging road for the last 10 kilometers (Figure 2).

## TOPOGRAPHY

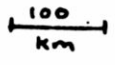
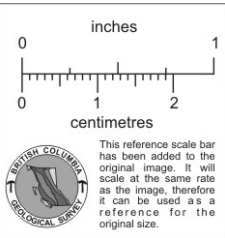
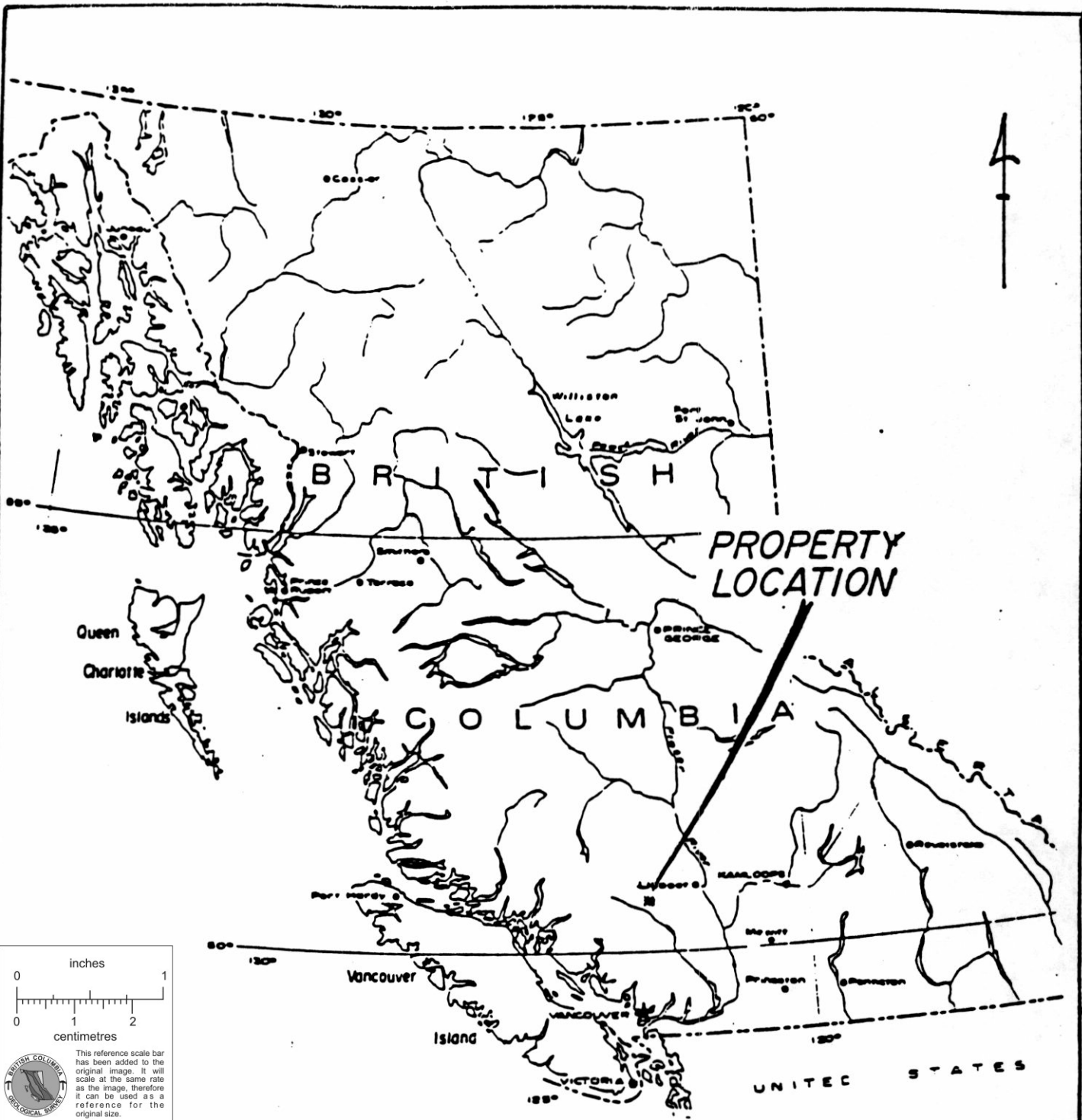
The topography is moderately steep in the vicinity of the showings and extremely rugged along the north claim boundaries of Aurum and Aurum 2. Elevations range from 790 m (2,600 feet) to 2,040 m (6,700 feet). The claims have been logged in many places. In the area of the main showings there is sparse, open tree cover.

## CLAIMS

The three claims comprising the property were staked on the modified grid system and government records show the following (Figure 3):

<u>Claim</u>	<u>Units</u>	<u>Record No.</u>	<u>Expiry Date</u>
Aurum	20	3675 (4)	14 April 1989
Aurum 2	20	3774 (7)	13 July 1989
MIII	4	3765 (7)	13 July 1989

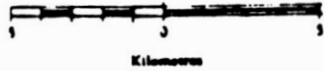
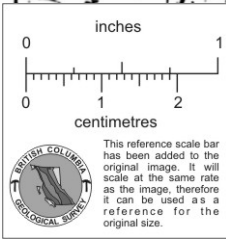
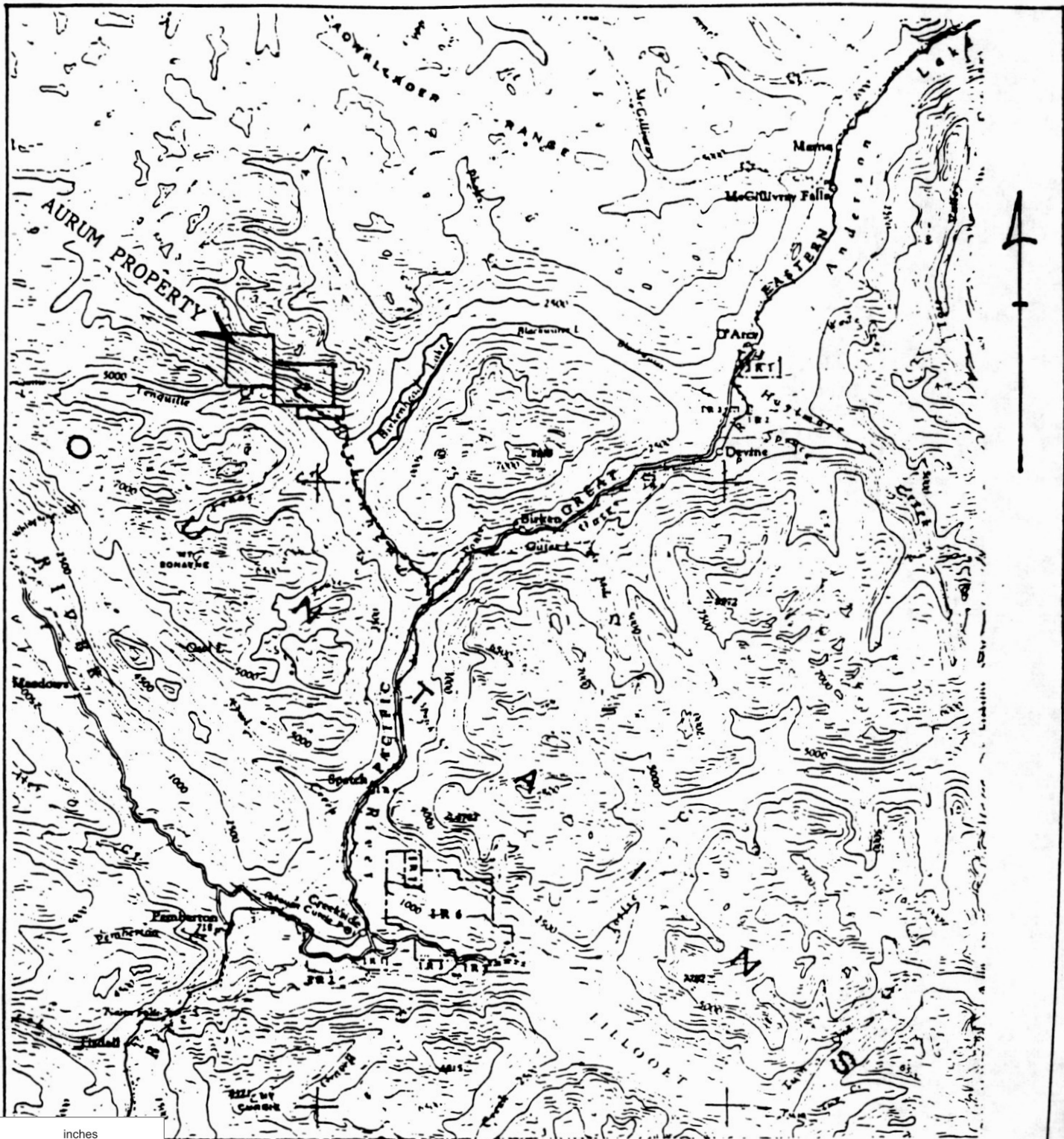
Oriole Resources can earn a one hundred percent interest in these claims subject to a ten percent net proceeds of production payable to the owners.



ORIOLE RESOURCES INC.

LOCATION MAP

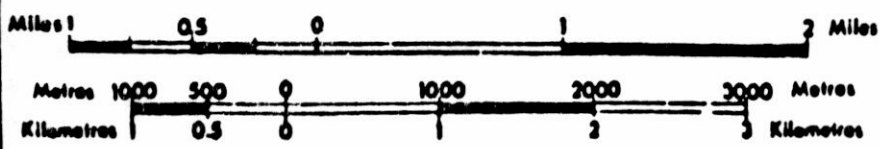
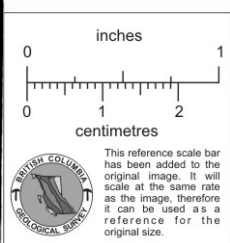
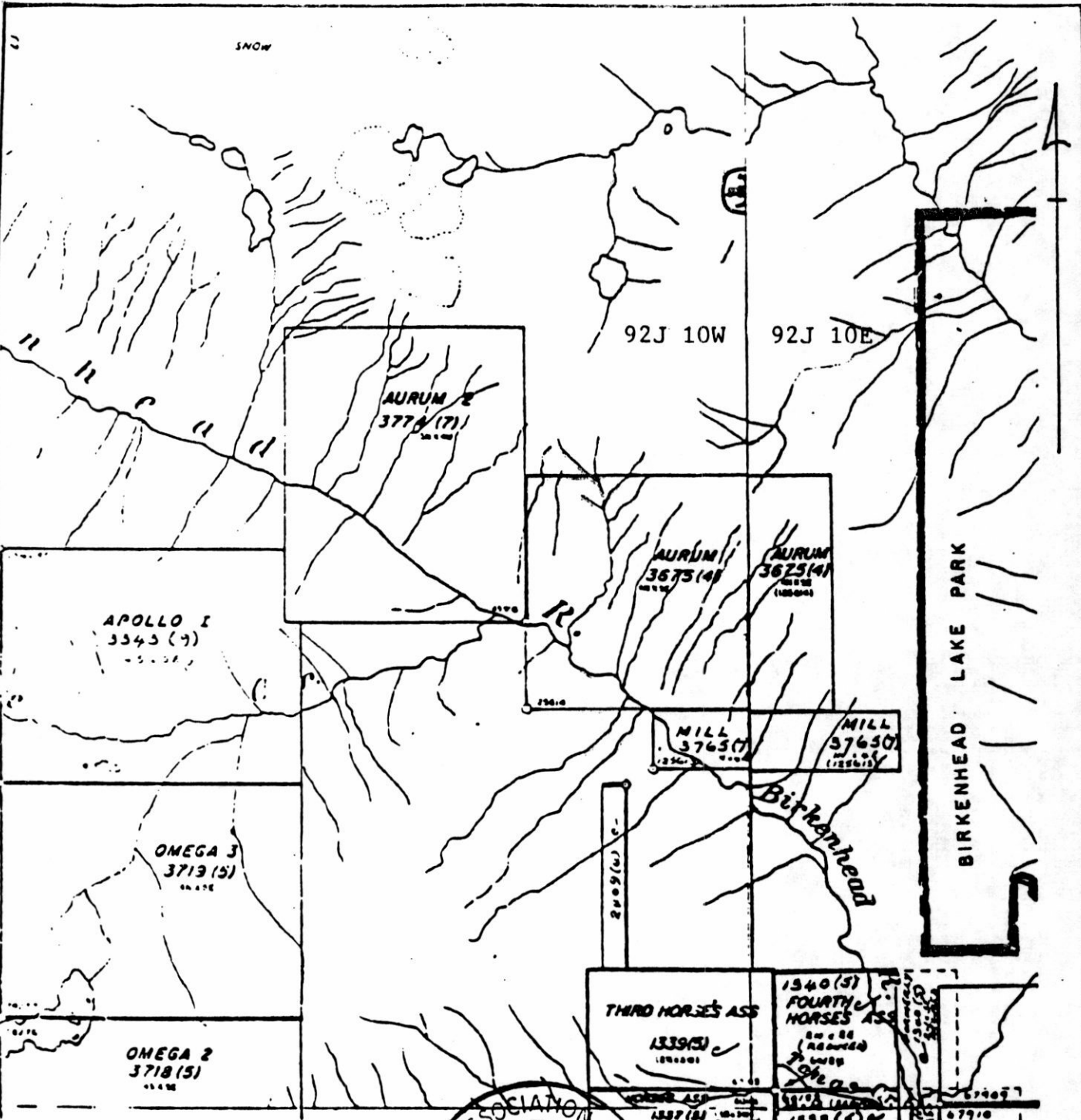
Figure 1 June 1988



ORIOLE RESOURCES INC.

PROPERTY ACCESS MAP

Figure 2 June 1988



ORIOLE RESOURCES INC.

CLAIM MAP

Figure 3 June 1988

## PREVIOUS WORK

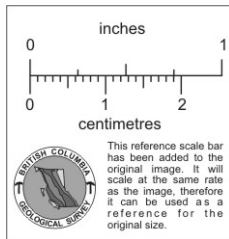
There is no record of exploration work on the property prior to that done within the last year. Work completed and referred to in this report includes mapping, hand trenching, a VLF-EM survey and soil sampling on detailed grid surrounding the showings.

## REGIONAL GEOLOGY

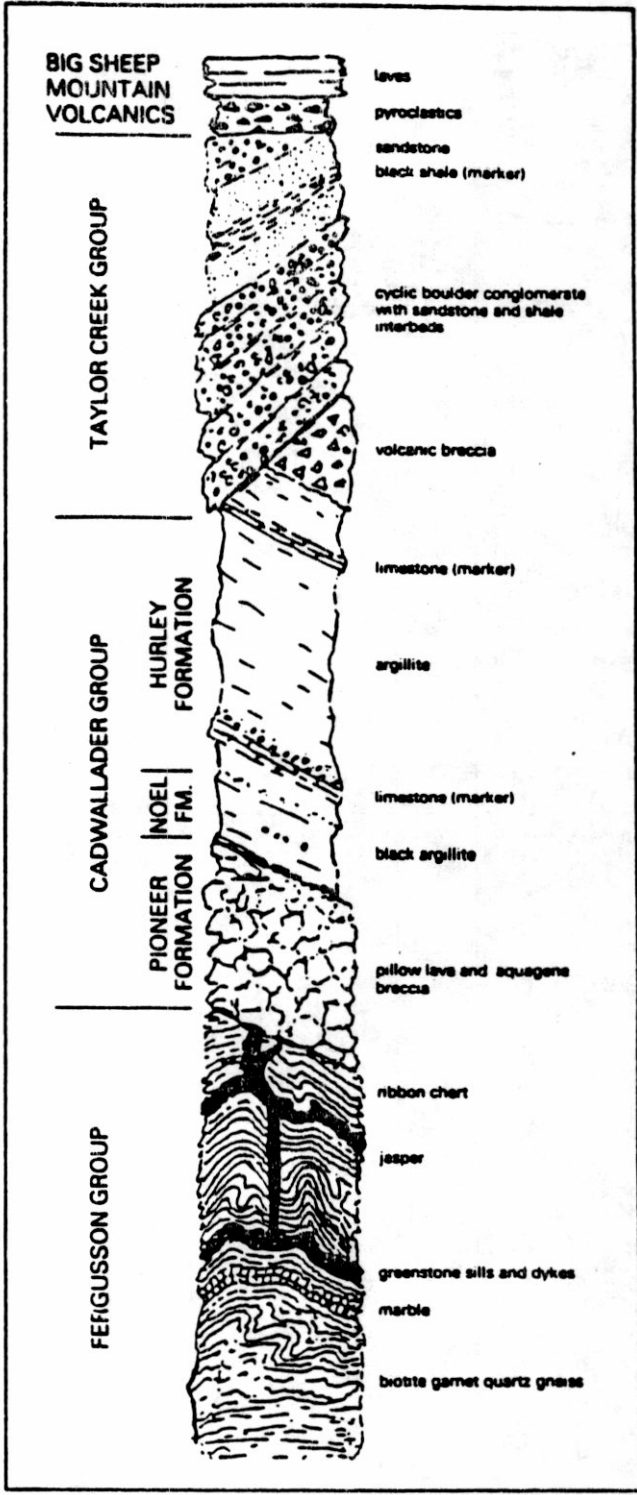
The productive gold-bearing zone of the Bridge River area occurs within a major northwest-striking fault lens. This lens comprises sedimentary and volcanic rock units of Permian to Jurassic age (Cadwallader Group, Figure 4). The units are found between the coast plutonic complex to the west and the Bendor plutons to the east. The lens is cut by a complex system of steep faults which are part of a deep crustal structure related to the Fraser fault system. Quartz gold veins in this system thus continue to great depths and have been mined down to 1.8 kilometers. Movement on this fault system persisted over a great length of time allowing emplacement of diorite and greenstone bodies that host the quartz veins. These intrusives behaved in a brittle manner during progressive fault movement, thus providing openings for the emplacement of multi-banded quartz veins. The veins range from a few centimeters up to six metres in width and average about one metre. Wall-rocks up to 3 metres from the veins are altered to sericite, carbonates and residual quartz but contain no gold (Barr, 1979).

The Aurum property is found approximately 25 kilometers south of the above fault zone. In this area, host lithologies (Cadwallader Group intruded by diorites) and the showings themselves (pyritic quartz veins) are similar to the above gold camp, however, the structural setting and control over mineralization have yet to be determined.





- LEGEND**
- BEDDED ROCKS**
- TERTIARY**
- Big Sheep Mountain Volcanics*
- CRETACEOUS**
- Taylor Creek Group*
- JURASSIC**
- Tyaughton Group*
- TRIASSIC**
- Cadwallader Group*
- PALEOZOIC**
- Fergusson Group*
- IGNEOUS INTRUSIONS**
- UPPER CRETACEOUS**
- Coast Granitic Rocks*
- JURASSIC-CRETACEOUS**
- President Ultrabasics*
- PALEOZOIC**
- Bralorne Diorite*



after Church 1986



ORIOLE RESOURCES INC.

REGIONAL GEOLOGY

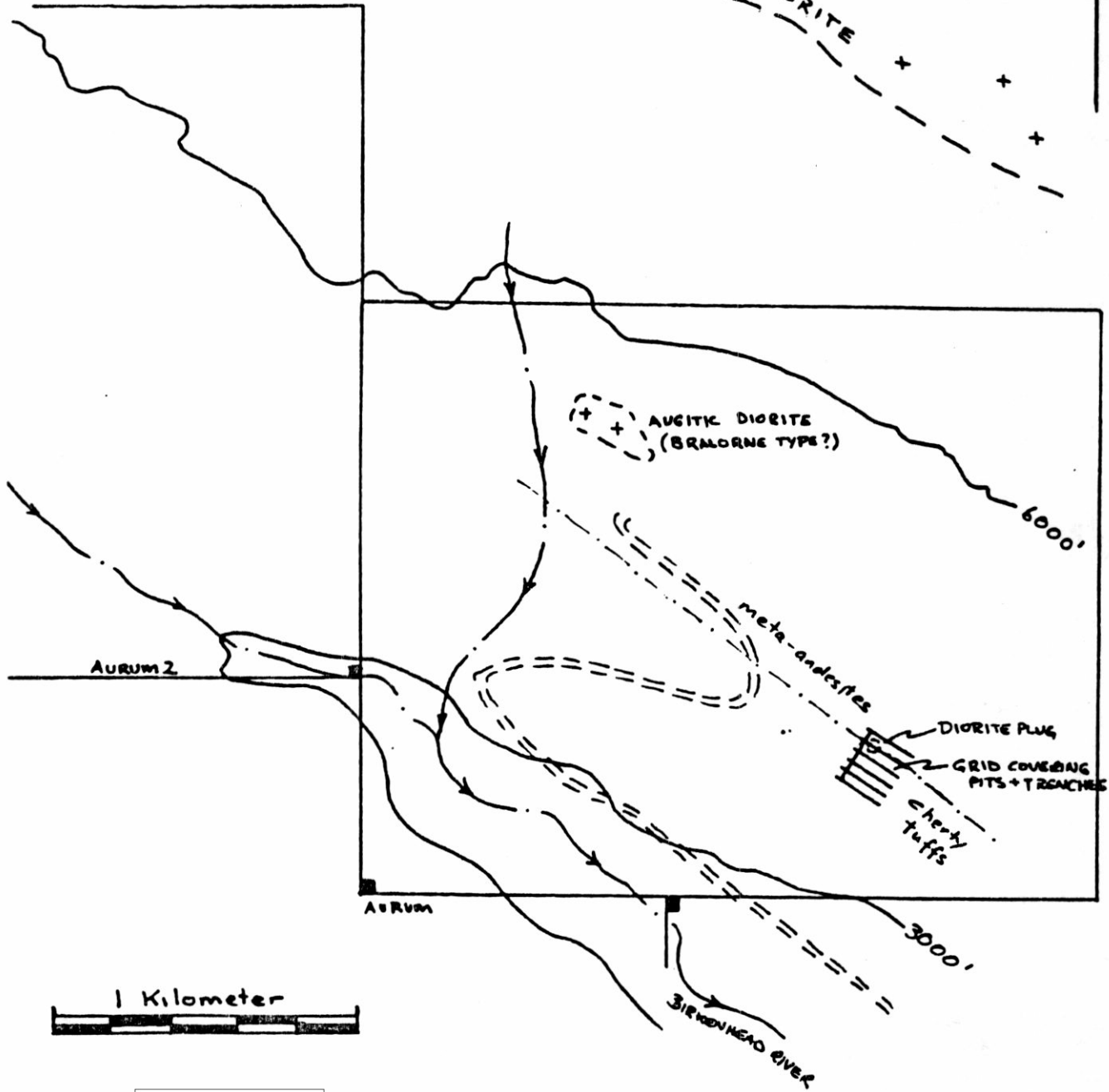
Figure 4 June 1988

## CLAIM GEOLOGY AND MINERALIZATION

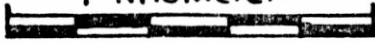
The showings comprise, in part, east-trending pyritic (< 3%) quartz veins found within a grey-green cherty tuff or sediment (phyllite) containing 2 - 3% disseminated pyrite. In the vicinity of the quartz veins, the host rock becomes more schistose, perhaps an alteration effect that is also noted in the Bralorne camp. Twenty to thirty meters uphill (north) from the main showings the stratigraphy changes to andesitic volcanics (Figure 5) with some exposures of dioritic intrusive just above the hand-dug trenches. Should the intrusive prove to be part of a larger stock underlying the showings, it would constitute an extremely favourable host-rock as is the case in the Bralorne Camp. Due to abundant rubble-cover, the structural attitudes and extension of the veins will not be determined without extensive back-hoe trenching. Quartz vein grab samples from the pits and several trenches have reported values in excess of an ounce per ton gold. These pits and trenches are confined to the area of the detailed grid shown in Figure 5. An example of chip sampling in one of the larger hand-excavated trenches is illustrated in cross-section in Figure 6 and the location of this trench and others within the grid is shown in Figure 7. The width of the vein in Figure 6 is in excess of two metres.

A grid (20 m stations, approximately 200 m x 200 m) was established over the area of the main showings. VLF-EM produced no crossovers, however, B-horizon soil sampling produced highly anomalous values caused by down-slope dispersion below the showings (Figure 7). Contour soil sampling for gold would thus be an effective means of surveying the rest of the claims to locate similar vein occurrences on the property.

Prospecting over the claim group has indicated a large number of quartz veins, many of which are anomalous in gold, but only the area of the main showings has thus far been found to produce assays of potential economic interest.



1 Kilometer



inches  
0 1

centimetres  
0 1 2

This reference scale bar has been added to the original image. It will scale at the same rate as the image, therefore it can be used as a reference for the original size.

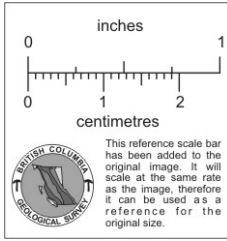


ORIOLE RESOURCES INC.	
GENERALIZED PROPERTY GEOLOGY	
June 1988	Figure 5



South  $\xrightarrow{\text{Facing West}}$  North

Overburden



Volcanics

Meta-sediments

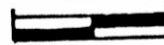
Quartz vein

0.090  
0.844

0.123  
0.917

Schist (Inclusion?)

1m



SCALE

Quartz Vein

CHIP SAMPLE INTERVAL

0.091  
0.661

Overburden

— Au <sup>original</sup> oz/ton —  
Resample  
(This Author)

VERTICAL SECTION THROUGH TRENCH 1

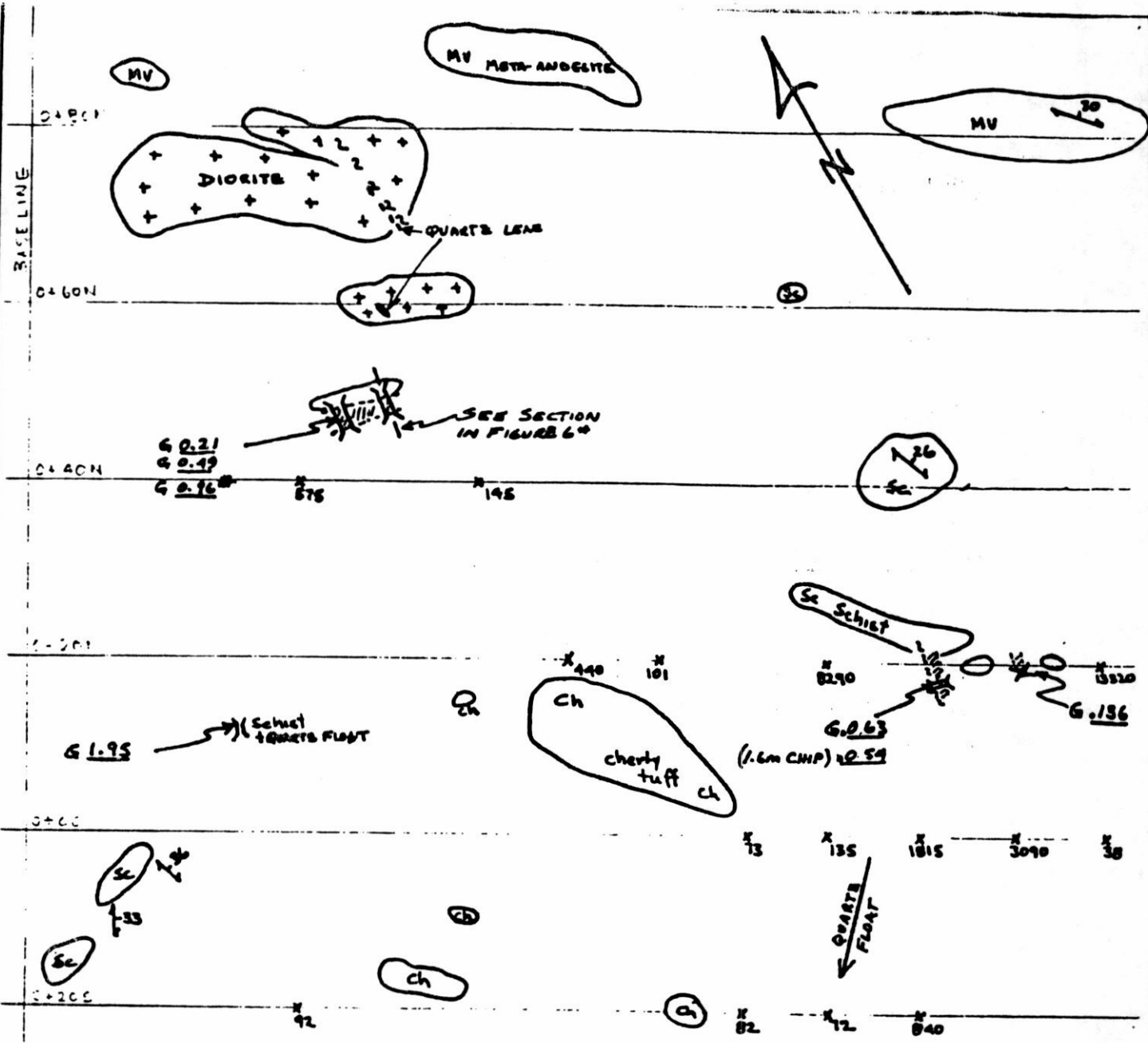


ORIOLE RESOURCES INC.

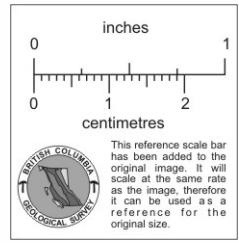
QUARTZ VEIN SHOWING

Figure 6

June 1988



20 METRES



- G : grab sample (quartz vein)
- 0.21 : assay in oz/ton
- \* : indicates sampled by this author
- N : B-horizon soil, ppb gold (only anomalous values posted)

<b>ORIOLE RESOURCES INC.</b>	
<b>GRID GEOLOGY</b>	
<b>ASSAYS AND TRENCH LOCATIONS</b>	
Figure 7	June 1988

## CONCLUSIONS

Prospecting and hand-trenching have led to a new discovery of auriferous quartz veins up to two meters wide on a property near the Bralorne-Bridge River gold camp. The showings are at present exposed in several hand-excavated pits and trenches but a minimal further exploration expenditure would allow a much better assessment of what may be a significant new gold discovery.

## RECOMMENDATIONS AND BUDGET

It is recommended that trenching using a track-mounted back-hoe be carried out in the vicinity of the showings and 800' of diamond drilling be used to test the extension of the quartz veins into the mountain-side. A couple of soil contour lines across the property should be completed to delineate other similar areas of interest. The cost of completing this Phase I program is outlined below:

Back-hoe: extend road to showings and trench, 60 hours @ \$110	\$ 6,600.00
Diamond Drilling: 800' NQ at \$40/ft. (all inclusive)	32,000.00
Contour Soil Sampling: 200 samples @ \$6.00	1,200.00
Geologist: 30 days @ \$200/day	6,000.00
Reporting and Supervision	4,200.00
	<hr/>
	\$50,000.00
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