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CONTINENTAL GOLD CORP.
1020-800 W. PENDER STREET
VANCOUVER, B.C.
V6C 2V6

UNITED LINCOLN RESOURCES INC.
1020-800 W. PENDER STREET
VANCOUVER, B.C.
V6C 2V6

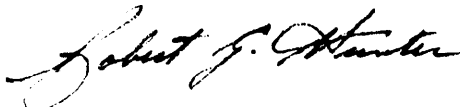
NOVEMBER 18, 1988

JOINT NEWS RELEASE

Continental Gold Corp. (CUG:V) and its subsidiary, United Lincoln Resources Inc. (ULN:V), wish to announce that an agreement has been reached for a further equity purchase by Continental in the capital of United Lincoln. The parties have agreed, subject to the usual regulatory approvals, that Continental shall purchase 1,000,000 flow-through Units in the capital of United Lincoln at a price of \$1.60 per Unit. Each Unit will consist of one (1) flow-through common share plus a two year share purchase warrant exercisable at the price of \$1.60 per share for the first year after closing and at the price of \$1.84 per share for the second year after closing. Under the terms of the agreement Continental shall be entitled to the income tax benefits, including rebates, pertaining to the Canadian Exploration Expenses which will be incurred by United Lincoln on its Mt. Milligan project employing the Continental funds.

The Companies wish to further advise of the granting of management incentive stock options permitting the recipients thereof to purchase 374,600 shares of United Lincoln at a price of \$2.00 per share and 25,000 shares of Continental at a price of \$3.00 per share for a two (2) year period to coincide with the closing of the above private placement.

ON BEHALF OF THE BOARD



Robert G. Hunter
President

The Vancouver Stock Exchange has neither approved nor disapproved the contents of this news release.



Penny Mining Stock Report

October 1988
Vol. V, No. 12

Stock Recommendation

The following stock recommendation varies somewhat from most of the advice I've been giving of late. Continental is not a junior producer, not a development company, and doesn't even have an ounce of gold drilled off on their main property. The company does, however, have two promoters whose track record suggests that Continental will attain a much higher market profile before their fall drilling program ends. My guess is that higher prices will accompany that higher profile, which is why I'm suggesting you consider it this month:

Continental Gold Corp./CUG.V

Shares Outstanding: 4.0 million
Fully Diluted: 4.8 million
52-week price history: \$4.00/\$1.40
Current (10/7) Price: \$2.40/\$2.45

Continental Gold is notable for its promoters' track records and for its interests in the Trophy and Mt. Milligan gold projects. The Trophy project is located 70 miles southwest of Dease Lake, in northwestern British Columbia, within a gold belt that encompasses projects held by Newhawk Gold/Granduc Mines, Skyline Resources, Delaware Resources/Cominco, and North American Metals (about which more later).

The Trophy ground is 100%-owned by Continental and covers the largest hydrothermal precious metals system in the belt. Mineralized structures of 30 to 50 feet in width and of up to ten miles in length are found on the Trophy project, in an area where six million ounces of gold have recently been discovered on nearby properties. This area has emerged as the foremost gold belt in western Canada and, even after allowing for the conceptual status of their holdings, Continental appears attractive based on any relative project valuation.

Although there are more unknowns surrounding Continental's property, I believe that the company's low market capitalization, 100% ownership, and management's track record greatly mitigate these risks. So too does Continental management's experience in the area: they are credited with the development of the Golden Bear deposit, currently held by North American Metals and Chevron Resources.

In addition to the Trophy project, Continental controls United Lincoln Resources, and has the option to subscribe for up to 74% of the outstanding shares. United Lincoln (formerly Lincoln Resources, a high flyer in the '79-'80 bull market) has a joint-venture with B.P. Resources Canada Ltd.

on the Mt. Milligan project, northeast of Fort St. James, B.C. A total of 6,000 feet of drilling has been completed, and given the bulk-tonnage nature of the deposit, management is optimistic that the project will support a positive production decision.

	Newhawk	Skyline	Delaware	N. Amer.Cont.	Gold
Project Interest	60%	100%	40%	50%	100%
Status	Feasibility	Production	Feasibility	Construction	Drilling
Portion of Current Project Reserve (oz.)	720,000	700,000	400,000	300,000	-
Portion of Est. Annual Production (oz.)	72,000	50,000	68,000	32,000	-
Recent Share Price	\$6.00	\$12.00	\$13.00	\$5.00	\$3.00
Shares Issued Fully Diluted	11,000,000	9,600,000	8,500,000	8,000,000	3,800,000
Company Market Capitalization	\$66 Mil.	\$115 Mil.	\$110 Mil.	\$40 Mil.	\$11 Mil.
Total Project Market Capitalization	\$110 Mil.	\$115 Mil.	\$275 Mil.	\$80 Mil.	\$11 Mil.
Market Capitalization Per Ounce of Est. Annual Production	\$900	\$2,300	\$1,600	\$1,250	-

Based on management's model of a 60 million ton open pit deposit averaging 0.035 oz. gold/ton and 0.35% copper, initial projections indicate a 15,000 ton-per-day operation that would produce in excess of 125,000 ounces of gold annually. The nature of the deposit is such that a high probability can be attached to the drilling done to date, and a further 25,000 foot drilling program is scheduled to begin next month.

Continental has \$4,000,000 in the bank, the result of a private placement with European banks and Homestake Mining Company. Homestake currently holds 13% of Continental and discussions are underway to raise their ownership to 20%. Continental management is headed up by the team of Robert Hunter and Robert Dickinson. Mr. Hunter is also chairman of Breakwater Resources and, with Mr. Dickinson, was instrumental in the development of North American Metals. The team's track record for successful project acquisition and development is an overwhelming factor in my decision to recommend Continental Gold at this time. Their eye for projects is keen, their ability to finance is unquestioned, and their market savvy—and near-term drilling program—assures a high market profile for Continental shares.

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UNITED LINCOLN RESOURCES INC.

NOVEMBER 18, 1988

NEWS RELEASE

Robert A. Dickinson, President of United Lincoln Resources Inc. (VSE:ULN, NASDAQ:ULNNF) announced today that a 20,000 foot step-out drill program utilizing two drill rigs has begun at the Mt. Milligan Property in central British Columbia 45 kilometres west of Mackenzie. The Project is a joint venture between the Company (69.84%) and BP Resources Canada Limited (30.16%) with United Lincoln as operator. The \$1,200,000 program is designed to delineate the extent of the MBX Bulk Tonnage Gold-Copper Deposit and complete preliminary metallurgical and engineering studies.

A recently completed reconnaissance drill program at Mt. Milligan discovered the MBX gold-copper deposit in altered volcanic rocks adjacent to an alkaline stock. In a report dated September 30, 1988 the Company's consultant - Rebagliati Geological Consulting Ltd. - advised the Company that the MBX zone has significant potential to host a major porphyry gold-copper deposit. A preliminary geological inventory based on 31 NQ diamond drill holes indicates initial reserves in the order of 20,000,000 tons containing over 500,000 ounces of gold plus significant copper. Average gold grades are in the 0.02 - 0.04 ounces per ton range with average copper grades in the 0.30 - 0.50% range.

A follow-up IP and Magnetic survey completed during late October, has confirmed a bulk tonnage configuration for the MBX deposit. The deposit is open to extension in all directions and most holes bottom in gold-copper mineralization. The current drill program calls for holes to be drilled on 100 metre step-outs from the initial reserve area.

.../2

Results recently compiled from the 31 holes in the MBX deposit area are as follows:

<u>HOLE</u>	<u>INTERVAL (feet)</u>	<u>LENGTH (feet)</u>	<u>CU %</u>	<u>AU oz/ton</u>
DDH 87-12	18.0 - 290.7	272.7	0.20	0.015
DDH 87-13	20.0 - 344.4	324.4	0.27	0.018
DDH 87-14	16.1 - 45.9 324.7 - 337.2	29.8 12.5	0.23 0.12	0.009 0.038
DDH 88-24	44.3 - 328.0	283.7	0.26	0.015
DDH 88-25	18.0 - 317.8	299.8	0.22	0.010
DDH 88-26 (including)	20.0 - 300.1 20.0 - 42.6 42.6 - 119.4 119.4 - 300.1	280.1 22.6 76.8 180.7	0.62 0.66 0.41 0.71	0.025 0.014 0.020 0.028
DDH 88-27	lost in overburden			
DDH 88-29	62.0 - 329.9	267.9	0.09	0.069
DDH 88-30 (including)	40.0 - 349.9 40.0 - 98.4 98.4 - 349.9	309.9 58.4 251.5	0.49 0.34 0.52	0.018 0.011 0.020
DDH 88-31	44.3 - 173.8 173.8 - 244.7 244.7 - 316.5	129.5 70.9 71.8	0.79 post mineral dyke 0.37	0.027 0.016
DDH 88-32 (including)	24.0 - 329.9 24.0 - 180.4 180.4 - 329.9	305.9 156.4 149.5	0.13 0.13 0.13	0.012 0.007 0.017
DDH 88-39 (including)	14.8 - 328.0 14.8 - 123.0 123.0 - 226.3 226.3 - 262.4 262.4 - 328.0	313.2 108.2 103.3 36.1 65.6	0.43 0.51 0.36 post mineral dyke 0.62	0.015 0.024 0.020 0.031
DDH 88-40	51.0 - 336.1	285.1	0.19	0.077

(Cont'd)

<u>HOLE</u>	<u>INTERVAL</u> <u>(feet)</u>	<u>LENGTH</u> <u>(feet)</u>	<u>CU</u> <u>%</u>	<u>AU</u> <u>oz/ton</u>
DDH 88-41	84.0 - 334.1	250.1	0.15	0.059
(including)	84.0 - 266.3	182.3	0.12	0.075
	266.3 - 334.1	67.8	0.23	0.018
DDH 88-42	185.1 - 755.3	570.2	0.28	0.023
(including)	185.1 - 400.8	215.7	0.10	0.019
	400.8 - 455.2	54.4	0.20	0.024
	455.2 - 755.3	300.1	0.42	0.025
DDH 88-43	108.0 - 335.2	227.2	0.13	0.021
(including)	108.0 - 222.0	114.0	0.16	0.026
	222.0 - 323.3	101.3	0.09	0.014
	323.3 - 335.2	11.9	0.22	0.031
DDH 88-44	80.0 - 347.2	267.2	0.16	0.043
(including)	80.0 - 300.5	220.5	0.17	0.050
	300.5 - 347.2	46.7	0.10	0.010
DDH 88-45	64.0 - 372.0	308.0	0.18	0.021
(including)	64.0 - 110.0	46.0	0.15	0.019
	110.0 - 197.3	87.3	0.11	0.011
	197.3 - 372.0	174.7	0.22	0.026
DDH 88-46	14.0 - 280.1	266.1	0.11	0.008
DDH 88-47	10.0 - 295.2	285.2	0.10	0.010
DDH 88-48	55.0 - 348.1	293.1	0.41	0.022
(including)	55.0 - 183.9	128.9	0.30	0.024
	183.9 - 260.0	76.1	0.45	0.020
	260.0 - 348.1	88.1	0.55	0.020
DDH 88-49	65.0 - 336.5	271.5	0.35	0.017
(including)	65.0 - 298.8	233.8	0.38	0.018
	298.8 - 336.5	37.7	0.19	0.012
DDH 88-50	134.1 - 493.2	359.2	0.35	0.023
DDH 88-51	151.1 - 331.2	180.1	0.25	0.010
DDH 88-52	165.2 - 334.1	168.9	0.28	0.017
DDH 88-53	26.2 - 142.7	116.5	0.17	0.014

(Cont'd)

<u>HOLE</u>	<u>INTERVAL</u> <u>(feet)</u>	<u>LENGTH</u> <u>(feet)</u>	<u>CU</u> <u>%</u>	<u>AU</u> <u>oz/ton</u>
DDH 88-54	241.1 - 324.7	83.6	0.40	0.027
DDH 88-55	123.1 - 355.2	232.1	0.49	0.018
DDH 88-56	143.0 - 315.1	172.1	0.28	0.014
DDH 88-60	43.0 - 503.0	460.0	0.36	0.047
(including)	43.0 - 177.1	134.1	0.20	0.030
	177.1 - 252.5	75.4	0.41	0.023
	252.5 - 503.0	250.5	0.52	0.063

Continued comparable drill results should lead to the development of a leading Canadian gold mine which will in addition produce significant copper.

A fast track program involving infill drilling, bulk sampling, and advanced metallurgical, engineering and environmental studies to provide the technical base for a bankable feasibility study is envisioned to follow the current program.

ON BEHALF OF THE BOARD



Robert A. Dickinson
President

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

UNITED LINCOLN RESOURCES INC.

NOVEMBER 25, 1988

NEWS RELEASE

CROSS-SECTIONS RELEASED FOR NEW BULK TONNAGE GOLD-COPPER DEPOSIT DISCOVERY

Robert A. Dickinson, President of United Lincoln Resources Inc. (VSE:ULN, NASDAQ:ULNNF) today released drill hole plan and cross-sections of drill holes announced on November 18, 1988 (see attached). These results are from a recently completed 31 hole reconnaissance drill program which discovered the bulk tonnage MBX gold-copper deposit. Results indicate a preliminary geological inventory in the order of 20 million tons containing over 500,000 ounces of gold plus significant copper. A recently completed IP geophysical survey over the area has confirmed that the deposit is open to extension in all directions. Most holes bottom in gold-copper mineralization.

A 20,000 foot step out drill program is now in progress to delineate the extent of the MBX deposit. Continued comparable drill results could lead to the development of 150,000 - 200,000 ounce per year gold mine and in addition produce significant copper.

Multiple deposits are suspected. Gold and copper surface geochemical anomalies are extensive throughout the property.

The Mt. Milligan Project is a joint venture between United Lincoln Resources Inc. (69.84%) and BP Resources Canada Limited (30.16%). Continental Gold Corp. (VSE:CUG) controls a 69% shareholding of United Lincoln Resources Inc.

ON BEHALF OF THE BOARD

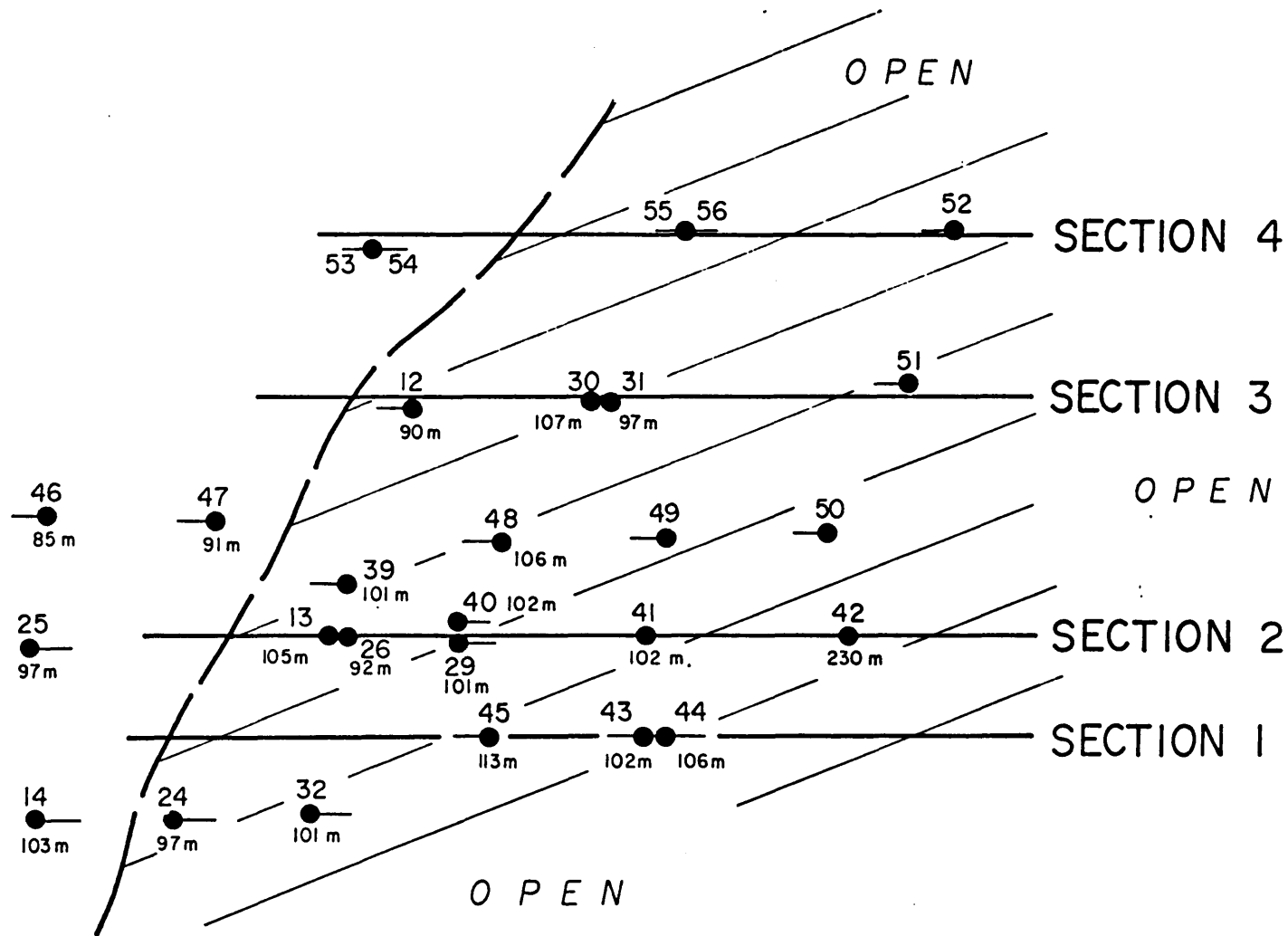


Robert A. Dickinson
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.

WEST

EAST



● COMPLETED HOLES TO NOV. 1, 1988



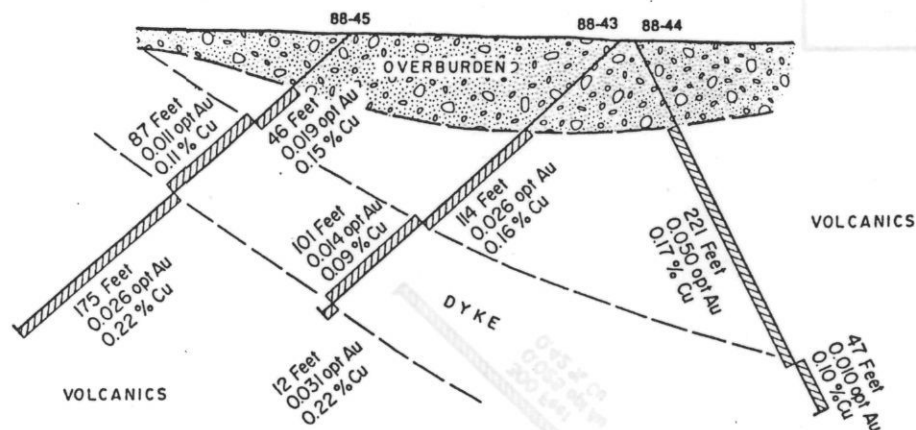
UNITED LINCOLN RESOURCES INC.			
MT. MILLIGAN GOLD/COPPER PROJECT			
MBX DRILL LOCATIONS			
Drawn.	J.W.	Date.	Oct. 1988
Scale.	As shown		FIG. 1



SECTION 5
 MT. MILLIGAN PROJECT
 RESOURCES INC.
 UNITED STATES

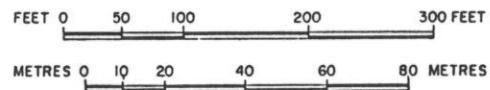
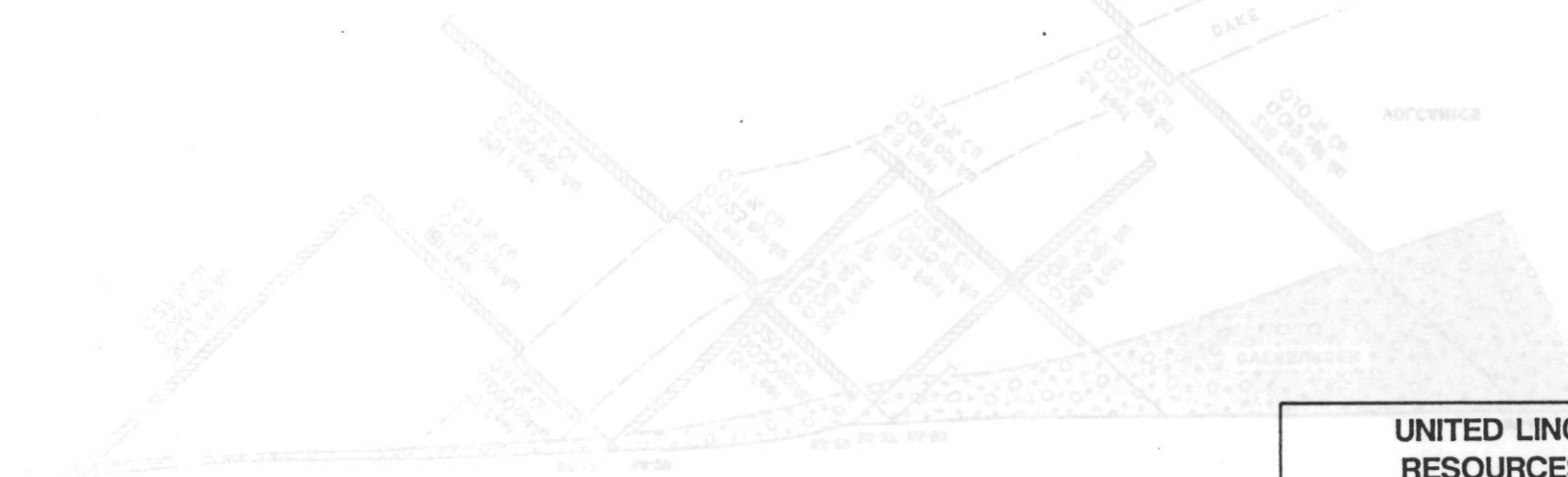
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(3600')

1100 m
(3600')



1000 m
(3300')

1000 m
(3300')



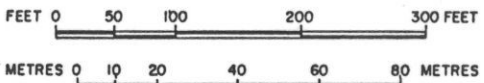
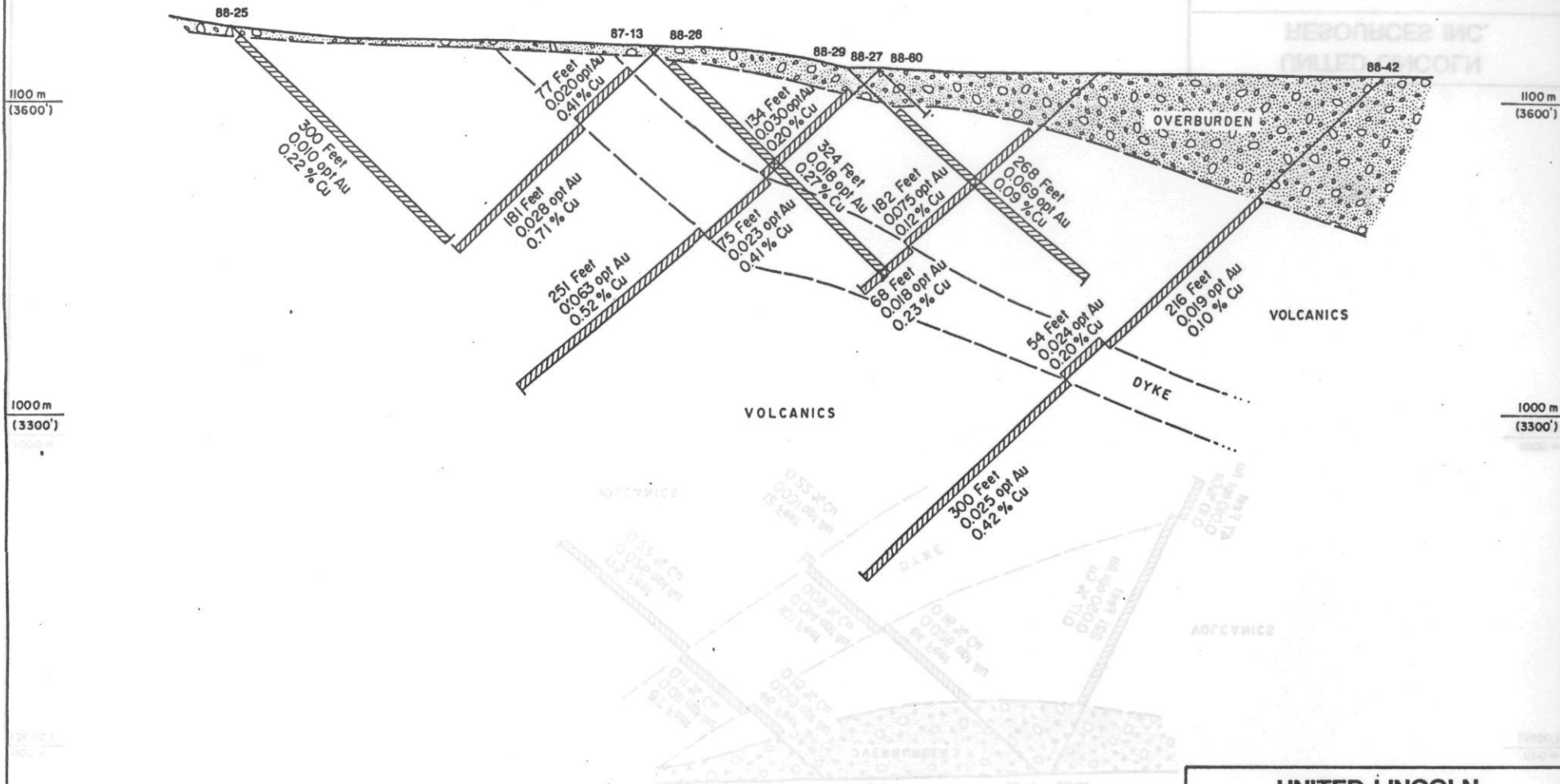
UNITED LINCOLN
 RESOURCES INC.
 MT. MILLIGAN PROJECT
 SECTION 1
 DRAWN J.W. DATE NOV. 1988 FIGURE 2



SECTION 1

MT. MILLIGAN PROJECT

RESOURCES INC.

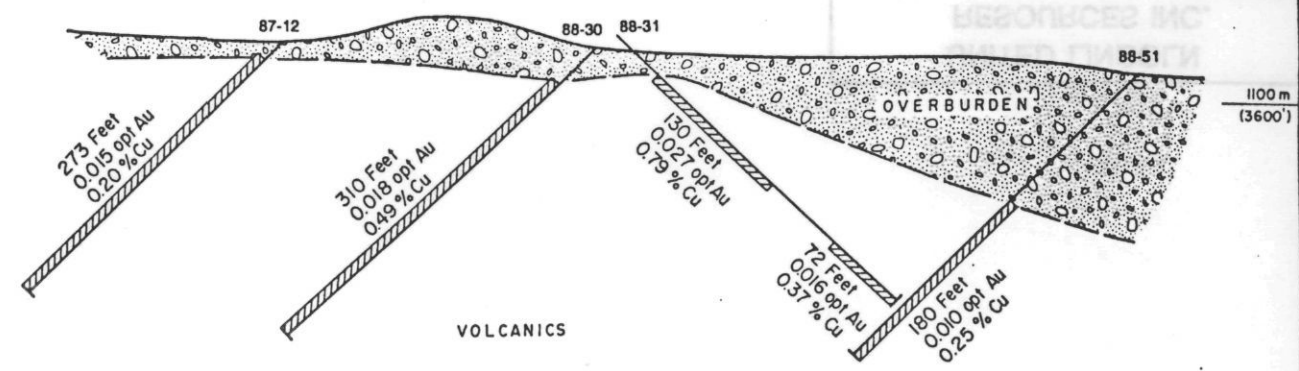


UNITED LINCOLN
 RESOURCES INC.

MT. MILLIGAN PROJECT

SECTION 2

DRAWN J.W. DATE NOV. 1988 FIGURE 3

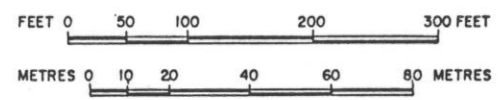
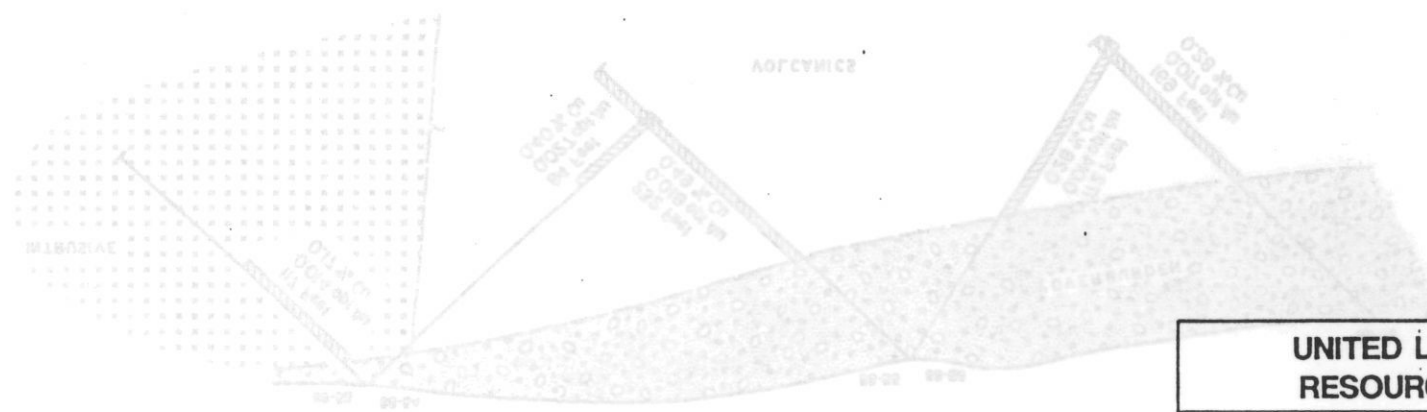


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(3600')

1100 m
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(3300')

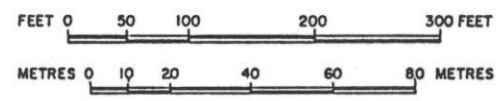
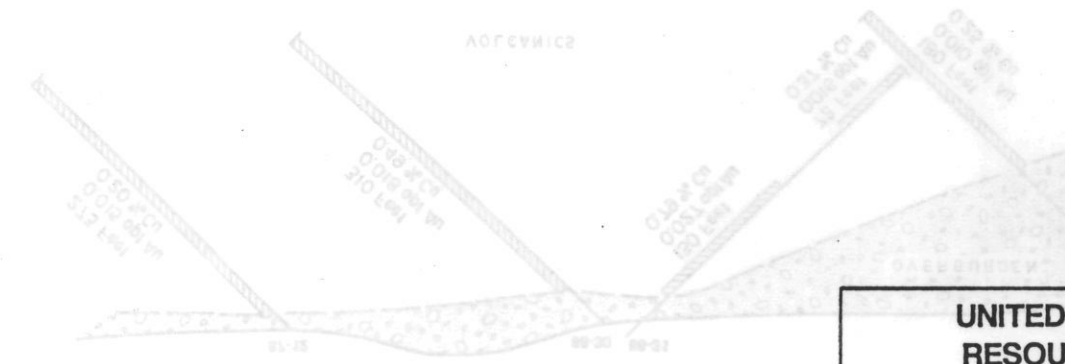
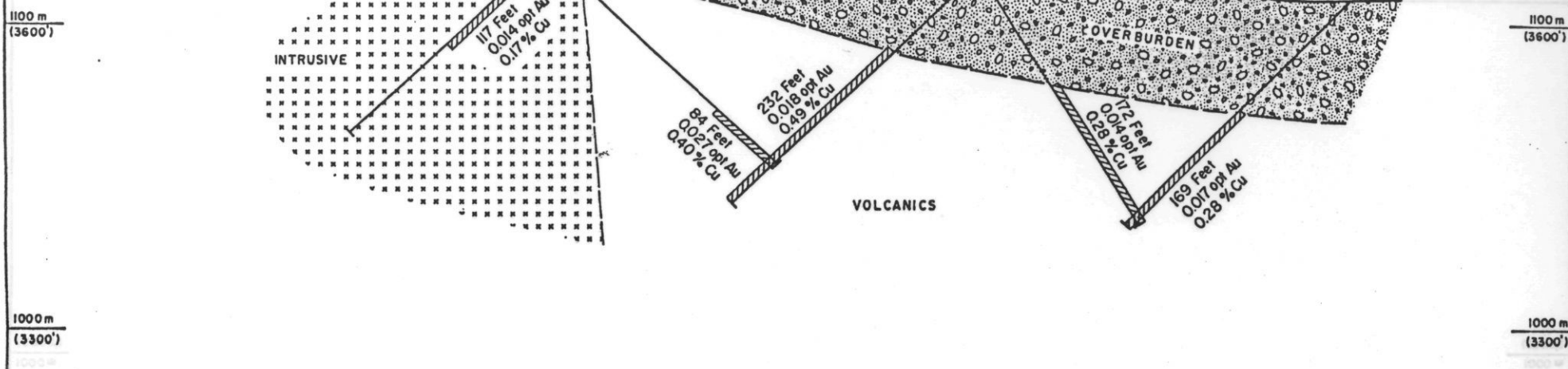
1000 m
(3300')



UNITED LINCOLN RESOURCES INC.		
MT. MILLIGAN PROJECT		
SECTION 3		
DRAWN	DATE	FIGURE
J.W.	NOV. 1988	4



SECTION 3
 MT. MILLIGAN PROJECT
 GEOLOGICAL MAP
 CROSS SECTION



UNITED LINCOLN
 RESOURCES INC.
 MT. MILLIGAN PROJECT
 SECTION 4

DRAWN	J.W.	DATE	NOV. 1988	FIGURE	5
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CONTINENTAL GOLD CORP.

NOVEMBER 18, 1988

NEWS RELEASE

Robert G. Hunter, President of Continental Gold Corp. (VSE:CUG) announced today that its subsidiary (64%) United Lincoln Resources Inc. (VSE:ULN, NASDAQ:ULNNF) has begun a 20,000 foot step-out drill program at its Mt. Milligan Property to delineate the extent of the newly discovered MBX bulk tonnage gold-copper deposit. Results from a recently completed drill program indicate that the Mt. Milligan Project has excellent potential to develop into a 150,000 - 200,000 ounce per year gold mine and in addition produce significant copper.

The Mt. Milligan property is in central British Columbia, 45 km west of Mackenzie and has good road access. Topographic relief and climate are moderate and there are no identified environmental concerns. Electric power, highways and railway services are available in Mackenzie and nearby Fort St. James.

The Mt. Milligan Project is a joint venture between United Lincoln Resources Inc. (70%) and BP Resources Canada Limited (30%). United Lincoln is the operator.

A recently completed reconnaissance drill program at Mt. Milligan discovered the MBX Bulk Tonnage Gold-Copper Deposit in altered volcanic rocks adjacent to an alkaline stock. A preliminary geological inventory based on 31 NQ diamond drill holes indicates an initial reserve in the order of 20 million tons containing over 500,000 ounces of gold plus significant copper. Average gold grades are in the 0.020 - 0.040 oz/ton range with average copper grades in the 0.30 - 0.50% range. A recently completed IP and Magnetic Survey indicates that the MBX Deposit is open to extension in all directions and to depth.

Multiple deposits are suspected. Gold and copper surface geochemical anomalies are extensive throughout the property.

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The Mt. Milligan Property is in a regionally extensive belt where gold and copper-gold deposits are closely associated with alkaline intrusions. Example deposits are:

<u>DEPOSIT</u>	<u>NUMBER OF ZONES</u>	<u>TONS (000,s)</u>	<u>GRADE</u>		<u>STATUS</u>
			<u>%CU</u>	<u>AU oz/ton</u>	
Teck-Afton	3	30,000	1.00	0.014	Mine
Cassiar-Copper Mountain	2	133,000	0.42	0.005	Mine
Placer Dome-QR	3	1,000	-	0.200	Feasibility
Imperial-Caribou Bell	6	128,000	0.31	0.012	Exploration
Cominco-Fish Lake	1	201,000	0.24	0.015	Exploration

The Mt. Milligan property has similar geological characteristics to these deposits with an important difference; Mt. Milligan gold values are significantly higher.

The United Lincoln/BP Resources joint venture has initiated an accelerated development program for the project. The \$1,200,000 program underway will drill indicate the extent of the MBX deposit and complete preliminary metallurgical and engineering studies.

A fast-track program involving infill drilling, bulk sampling, and advanced metallurgical, engineering and environmental studies providing the technical base for a bankable feasibility study is envisioned to follow.

Continued comparable drill results will lead to the development of a leading Canadian gold producer.

ON BEHALF OF THE BOARD



Robert G. Hunter
President

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

CONTINENTAL GOLD CORP.
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Telephone: (604) 684-6365

UNITED LINCOLN RESOURCES INC.
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Telephone: (604) 684-6365

DECEMBER 14, 1988

JOINT NEWS RELEASE

COMPANIES TO AMALGAMATE

Robert G. Hunter, a Director of both Continental Gold Corp. (CUG:V) and United Lincoln Inc. (VSE:ULN, NASDAQ:ULNNF), wishes to announce that the Boards of Directors of the two companies have resolved to amalgamate Continental Gold Corp. and United Lincoln Resources Inc. pursuant to a plan of arrangement under Section 276 of the of the Company Act. As a result of the arrangement the business activities of both companies will be combined under the ownership of a single new company which will have as its management the existing management of both companies. Currently the companies have substantially common management and the respective Boards believe that a consolidation of the exploration activities of the two companies will result in a well financed company with significant gold production prospects. In addition, the arrangement will permit the combined organization to share a central management team, to eliminate potential conflicts of interest in the allocation of corporate opportunities between the two companies, and the co-ordination of financing, administration and engineering functions.

The Boards of Directors, after preliminary consultation with financial advisors, have determined that holders of Continental Gold Corp. shares will receive one common share of the amalgamated entity for each Continental share held and holders of United Lincoln Resources Inc. shares will also receive one common share of the amalgamated entity for each United Lincoln Resources Inc. share held. After the re-organization there will be approximately 6,521,000 common shares of the surviving entity issued and outstanding (7,890,000 fully diluted) of which 2,252,800 will be held by former United Lincoln Resources Inc. shareholders and 4,268,200 will be held by former Continental Gold Corp. shareholders. The final exchange ratio may be varied upon the receipt of the definitive fairness opinion from the company's financial advisors. The plan of arrangement is subject to the 75% approval of shareholders of both companies and the usual regulatory approvals.

It is expected the amalgamated entity will retain the NASDAQ listing. Robert G. Hunter will be Chairman of the Board and CEO of the new company. Robert A. Dickinson will be President.

ON BEHALF OF THE BOARDS



Robert G. Hunter
Chairman

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.

CONTINENTAL GOLD CORP.
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UNITED LINCOLN RESOURCES INC.
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JANUARY 9, 1989

NEWS RELEASE

**POTENTIAL FOR WORLD CLASS
GOLD-COPPER DEPOSIT INDICATED**

Robert G. Hunter, Director of Continental Gold Corp. (VSE:CUG) and its 69% owned subsidiary United Lincoln Resources Inc. (VSE:ULN, NASDAQ:ULNNF) today announced assay results for the first 10 holes of a major delineation drill program underway at the Mt. Milligan property. The Mt. Milligan gold-copper project is a United Lincoln (70%) - BP Resources Canada Limited (30%) joint venture. United Lincoln is operator.

The current drill program has started to test the eastern flank of a circular, disseminated sulphide system measuring 2 miles in circumference. Drilling continues to expand the MBX disseminated gold-copper zone which now measures 2500 feet along-strike and up to 1000 feet wide (Figure 1). The zone has demonstrated vertical continuity to a depth of at least 850 feet (Hole 88-68 and 88-70) and is open to extension along-strike and at depth (Figure 2).

Gold is disseminated throughout the MBX zone with gold grades showing a dramatic increase at the open, southern end of the zone (Hole 88-61 and 88-66). Current assay results are summarized in Table I and II and on Figure 3 and Figure 4.

TABLE I

DRILL HOLES IN MBX ZONE

Hole No.	Azimuth (Degrees)	Dip (Degrees)	Hole Length (Feet)	Interval (Feet)		Intercept (Feet)	Copper (%)	Gold oz/ton
				From	To			
88-61	264	-45	925.3	205.0	925.3	720.3	0.09	0.036
			(including)	205.0	373.9	168.9	0.10	0.073
				478.9	724.9	246.0	0.12	0.045
88-65	270	-45	984.8	195.1	646.2	451.1	0.41	0.013
88-66	090	-45	651.7	50.0	651.7	601.7	0.12	0.035
			(including)	393.6	651.7	258.1	0.05	0.062
				505.8	651.7	145.9	0.03	0.086
88-67	270	-45	806.8	209.9	589.7	379.8	0.26	0.012
88-68	270	-80	1048.8	31.2	1048.8	1017.6	0.36	0.015
			(including)	31.2	518.2	487.0	0.43	0.022
				518.2	591.4	73.2	0.12	0.006
				591.4	915.1	323.7	0.40	0.012
			915.1	1048.8	133.7	0.14	0.005	
88-70	270	-80	1057.0	83.0	513.8	430.8	0.38	0.016
			(including)	513.8	891.0	377.2	visual copper	
				891.0	1057.0	166.0	assays pending	
				1057.0	+		in progress	

TABLE II

DRILL HOLES PERIPHERAL TO MBX ZONE

Hole No.	Azimuth (Degrees)	Dip (Degrees)	Hole Length (Feet)	Interval (Feet)		Intercept (Feet)	Copper (%)	Gold oz/ton	
				From	To				
88-62	270	-45	1131.6	225.0	1131.6	906.6	0.11	0.012	
88-63	270	-45	526.9	no significant values - not in zone					
88-64	270	-45	486.9	118.0	486.9	368.9	0.08	0.020	
88-69	270	-45	709.8	entire hole in fault zone - no values					

Drill results to date confirm the large-scale, open pit potential of the property. Table III lists operating parameters for several open pit mines in British Columbia. It indicates that with continuing positive drill results Mt. Milligan could develop into a major open pit gold-copper mine. At comparable milling rates Mt. Milligan could be a leading Canadian gold producer with average annual production of 200,000 ounces of gold per year plus significant copper.

TABLE III

**UNIT OPERATING PARAMETERS
BRITISH COLUMBIA OPEN PIT MINES**

<u>Mine</u>	<u>Tons Per Day</u>	<u>Ore Reserves Start Production (tons)</u>	<u>Payable Metals \$/Ton Milled*</u>	<u>Operating Costs \$/Ton Milled**</u>
Brenda	31,000	175,000,000	6.90	5.30
Gibraltar	38,100	360,000,000	6.70	5.90
Similkameen	25,000	61,000,000	9.80	7.40

MT. MILLIGAN PROJECT

Mt. Milligan	Exploration Stage	-	13.30	-
--------------	----------------------	---	-------	---

* Copper = \$US 1/lb.
 Gold = \$US 410/ounce
 Molybdenum = \$US 3.40/lb.

** Cash site costs plus smelter,
 refining and freight charges

Two drill rigs are now at work on the property with an additional 2 machines scheduled to start before month end. The on-going drill program will continue to test the circular disseminated sulphide system and numerous other targets on the 42 square mile property (Figure 5).

Continental Gold Corp. and United Lincoln Resources Inc. plan to amalgamate on a one share for one share basis by March 1989. On gifting back of inter-company share holdings there will be approximately 6,921,000 common shares of the amalgamated entity issued and outstanding (7,900,000 fully diluted).

ON BEHALF OF THE BOARD

A handwritten signature in cursive script, appearing to read "Robert G. Hunter".

Robert G. Hunter
Director

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.

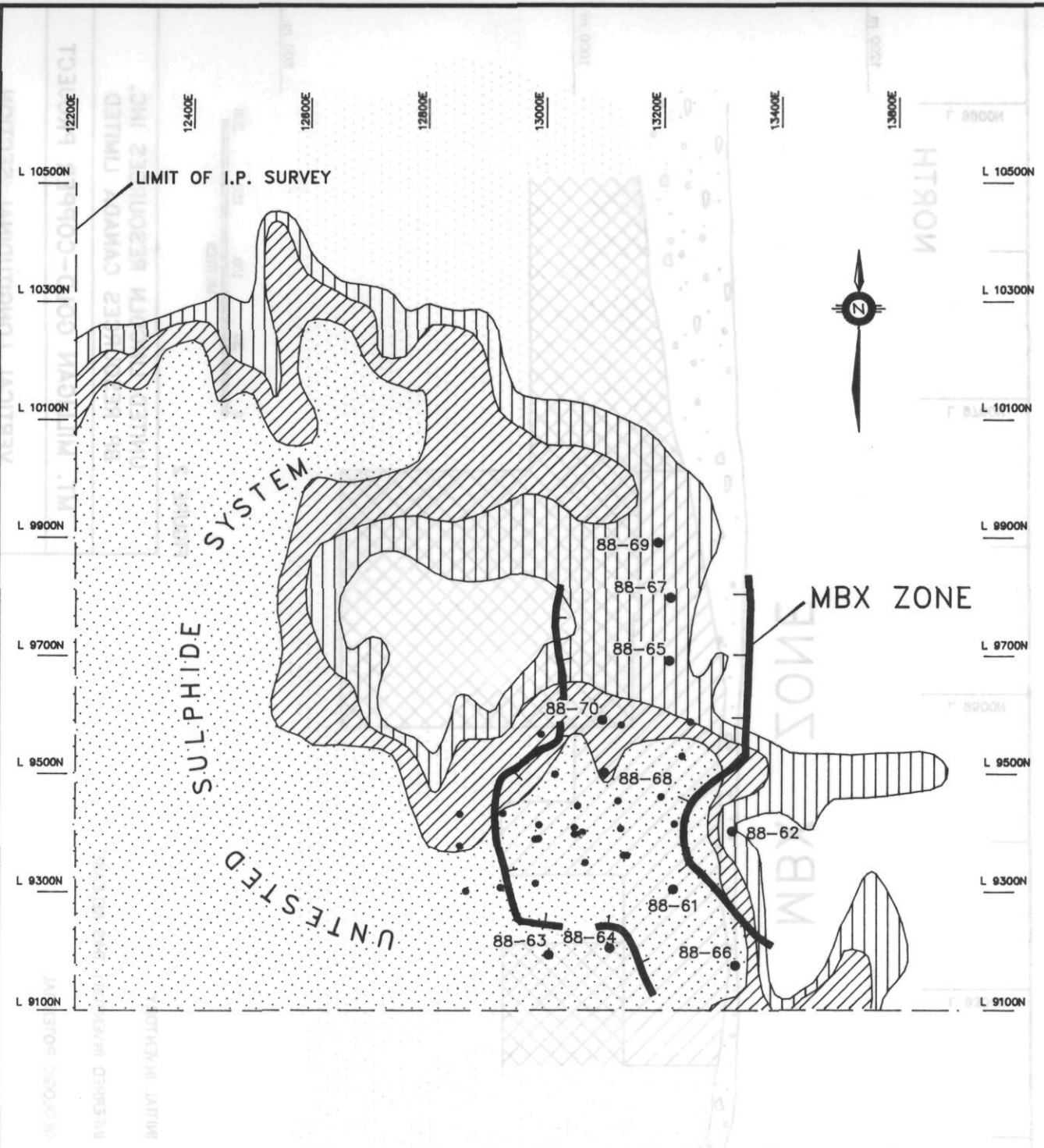


FIGURE 1

UNITED LINCOLN RESOURCES INC. BP RESOURCES CANADA LIMITED
MT. MILLIGAN GOLD-COPPER PROJECT
PLAN DISSEMINATED SULPHIDE SYSTEM AND MBX ZONE DIAMOND DRILL COLLARS

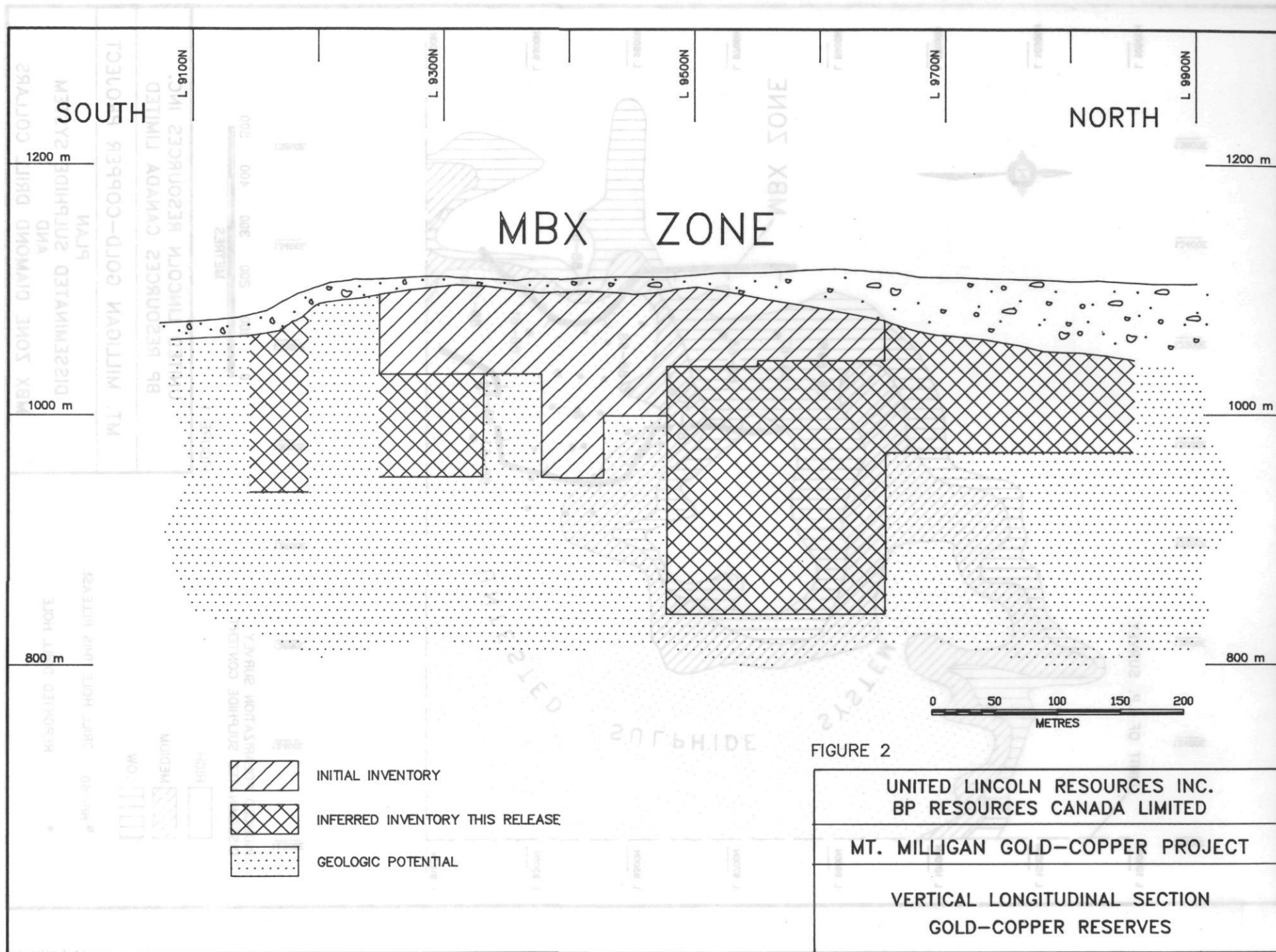


FIGURE 2

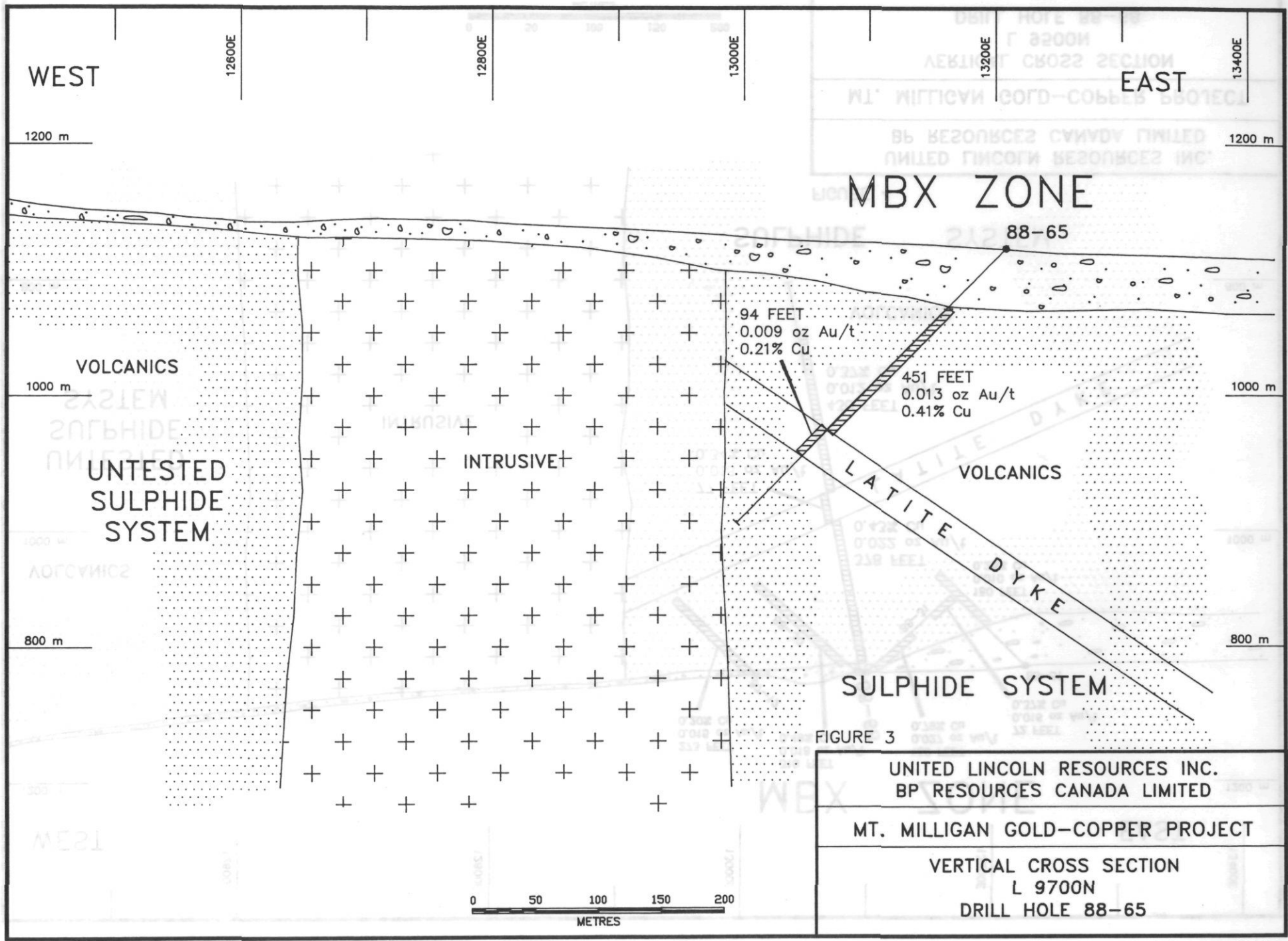


FIGURE 3

UNITED LINCOLN RESOURCES INC.
BP RESOURCES CANADA LIMITED

MT. MILLIGAN GOLD-COPPER PROJECT

VERTICAL CROSS SECTION
L 9700N
DRILL HOLE 88-65

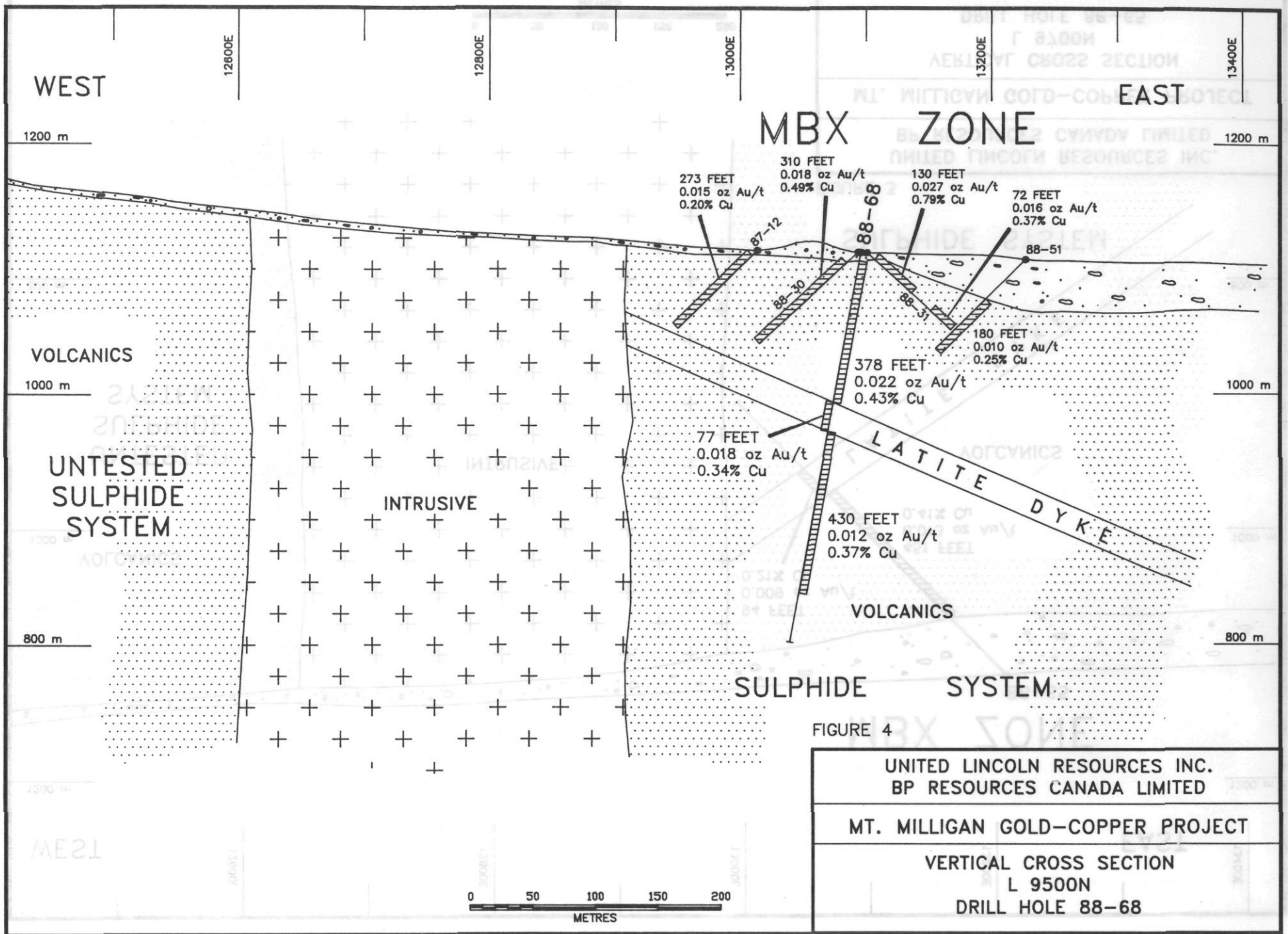


FIGURE 4

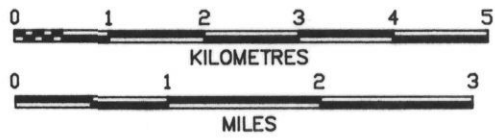
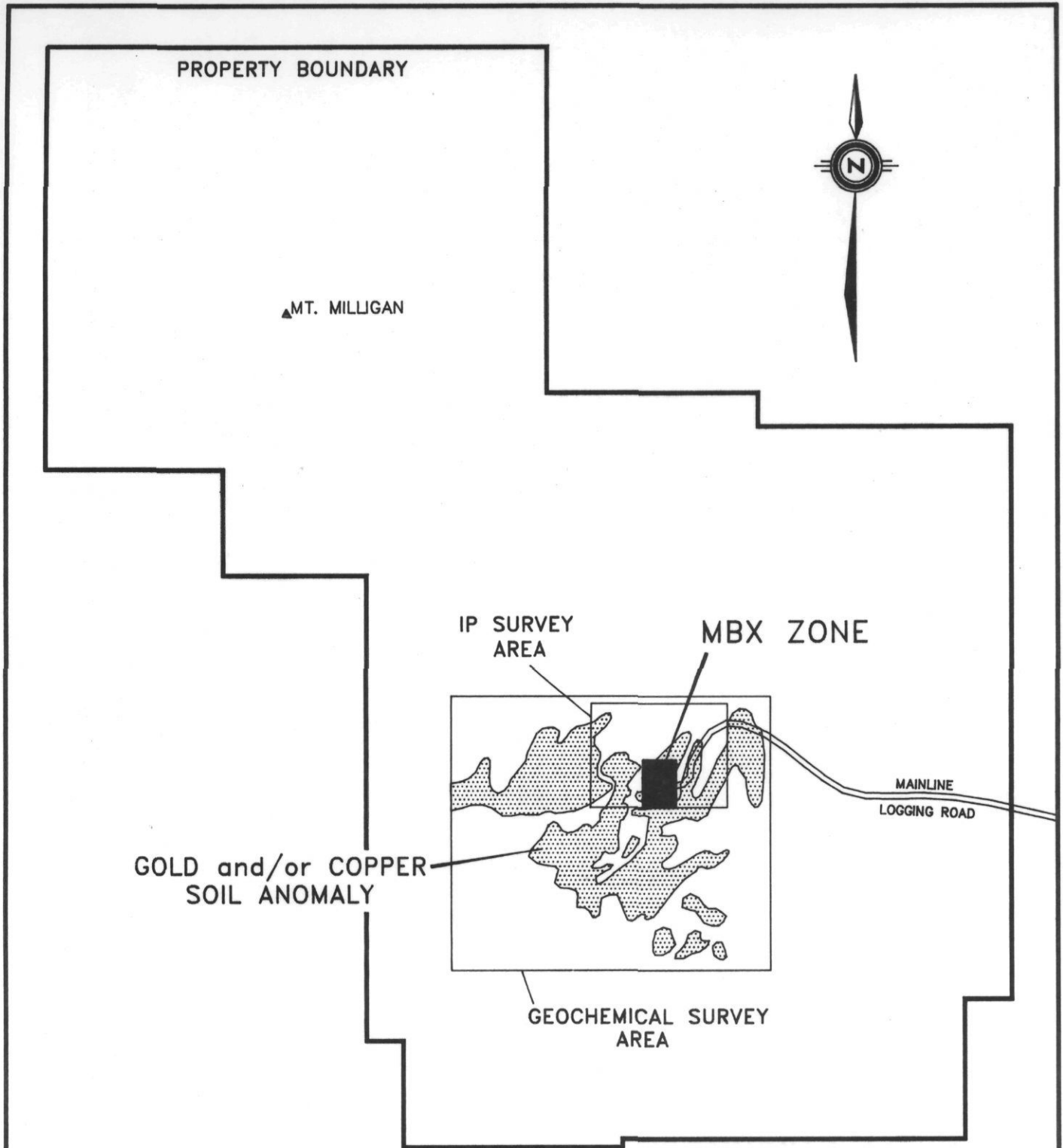


FIGURE 5

UNITED LINCOLN RESOURCES INC. BP RESOURCES CANADA LIMITED
MT. MILLIGAN GOLD-COPPER PROJECT
PROPERTY MAP

Prepared by: RWR MINERAL GRAPHICS LTD.

CONTINENTAL GOLD CORP.
 1020-800 W. Pender Street
 Vancouver, B.C.
 V6C 2V6
 (604) 684-6365

UNITED LINCOLN RESOURCES INC.
 1020-800 W. Pender Street
 Vancouver, B.C.
 V6C 2V6
 (604) 684-6365

FEBRUARY 7, 1989

NEWS RELEASE

MAJOR TONNAGE ADDITIONS INDICATED BY DEPTH TESTS

Robert G. Hunter, a Director of Continental Gold Corp. (VSE:CUG) and its 69% owned subsidiary United Lincoln Resources Inc. (VSE:ULN, NASDAQ:ULNNF) today announced assay results for 2 additional holes from the on-going drill program at the Mt. Milligan property. The Mt. Milligan gold-copper project is a United Lincoln (70%) - BP Resources Canada Limited (30%) joint venture. United Lincoln is operator. Results are:

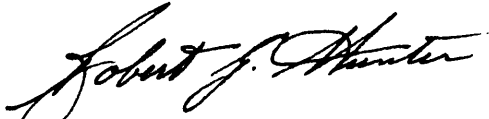
Hole No.	Azimuth (Degrees)	Dip (Degrees)	Hole Length (Feet)	Interval (Feet)		Intercept (Feet)	Copper %	Gold oz/ton
				From	To			
88-70	270	-80	1403.5 (including)	83.0	905.3	822.3	0.37	0.015
				83.0	506.1	423.1	0.39	0.017
				506.1	725.2	219.1	0.39	0.015
				725.2	905.3	180.1	0.32	0.011
89-71	270	-45	1114.2 (including)	254.9	1083.4	828.5	0.25	0.009
				254.9	310.9	56.0	0.33	0.006
				310.9	383.8	72.9	Post Mineral Dyke	
				383.8	727.2	343.4	0.26	0.011
				727.2	900.7	173.5	0.16	0.008
			900.7	1083.4	182.7	0.39	0.012	

These holes (and Hole 68 announced earlier) indicate that the gold-copper mineralization of the MBX Zone has vertical continuity to a depth of at least 850 feet. The MBX zone now measures 2500 feet along strike and up to 1000 feet wide and is open. Gold and copper is disseminated throughout the zone with gold grades showing a dramatic increase at the open, southern end. Drill results are confirming the large scale open pit potential of the property.

Three drill rigs are now at work on the property testing the circular disseminated sulphide system measuring two miles in circumference.

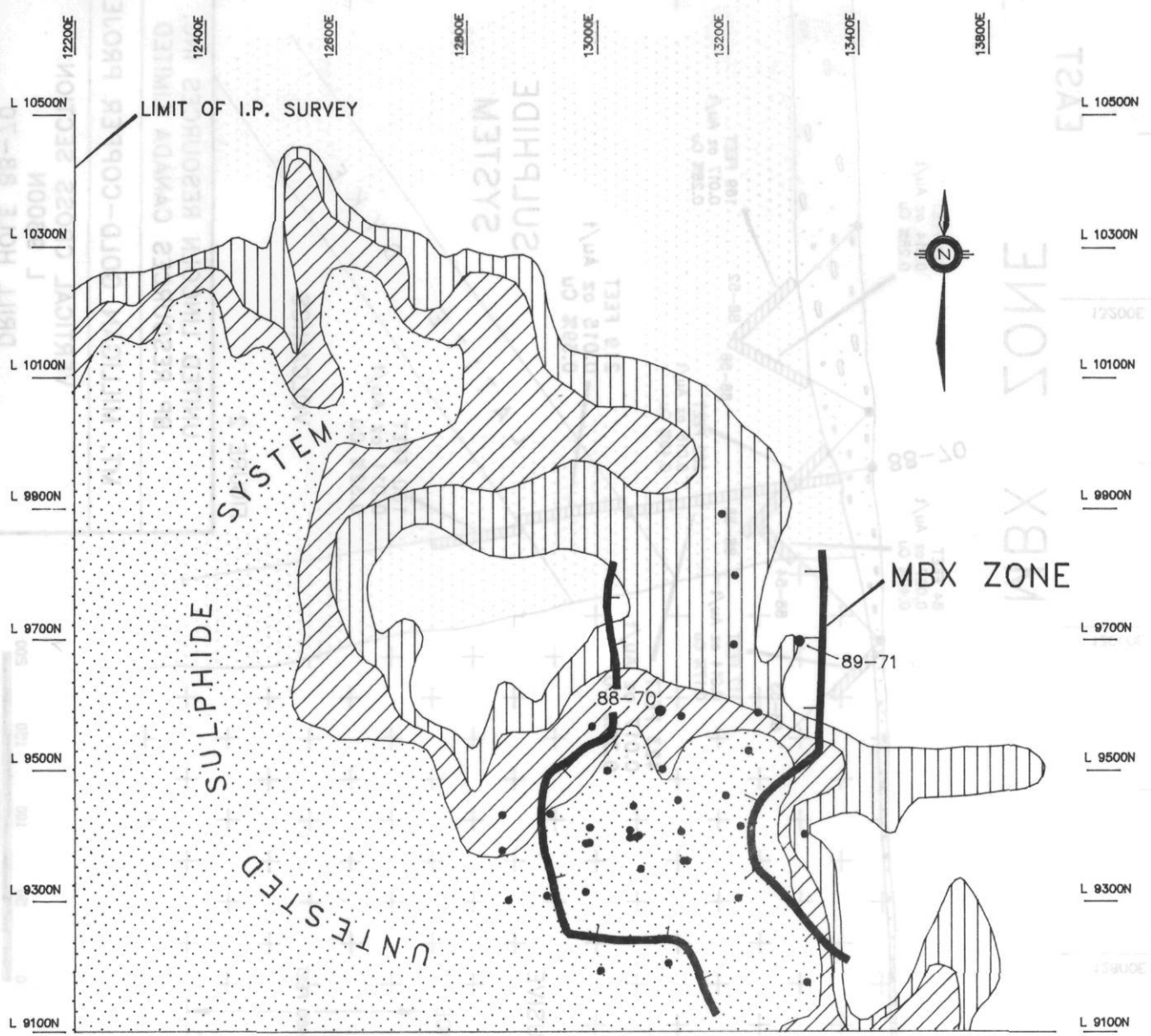
Continental Gold Corp. and United Lincoln Resources Inc. plan to amalgamate on a one share for one share basis in March 1989. On gifting back of inter-company share holdings there will be approximately 6,984,073 common shares of the amalgamated entity issued and outstanding.

ON BEHALF OF THE BOARD




A handwritten signature in cursive script, appearing to read "Robert G. Hunter".

Robert G. Hunter
Director

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.



INDUCED POLARIZATION SURVEY
DISSEMINATED SULPHIDE CONTENT

-  HIGH
-  MEDIUM
-  LOW

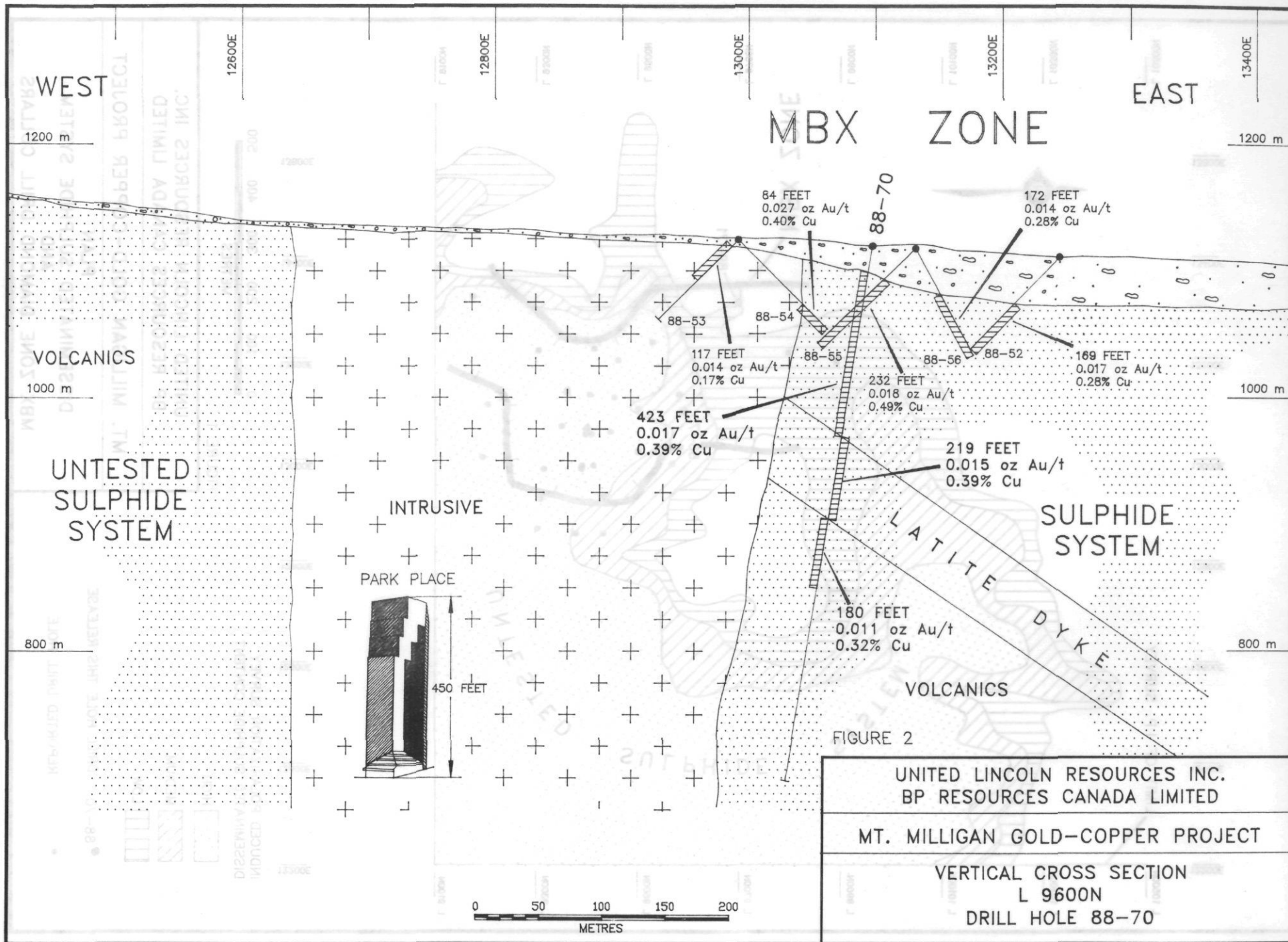
- 88-70 DRILL HOLE THIS RELEASE
- REPORTED DRILL HOLE

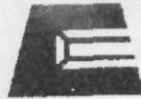
FIGURE 1

UNITED LINCOLN RESOURCES INC.
BP RESOURCES CANADA LIMITED

MT. MILLIGAN GOLD-COPPER PROJECT

PLAN
DISSEMINATED SULPHIDE SYSTEM
AND
MBX ZONE DIAMOND DRILL COLLARS





NEWS RELEASE

LOG NO:	1017 T 17
ACTION:	CMCA → 2005 Circular cc 1/5/2005 F.I.C.
FILE NO:	1017

JULY 4, 1989

MT. MILLIGAN PROJECT ADVANCES ON ALL FRONTS

93N194

Robert G. Hunter, Chairman of Continental Gold Corp. (CNT:V; CNTVF:NASDAQ) announced today that the Mt. Milligan Gold-Copper Project near Prince George, B.C. is being rapidly advanced on all fronts.

PROJECT FINANCING

The Company has reached an agreement with NIM and Company, Limited Partnership 1989 whereby the Company will expend Canadian Exploration Expenses on the Company's Mt. Milligan property and renounce the related tax benefits in favour of the Partnership. The agreement provides that the Company will expend on behalf of the Partnership \$2,000,000.

Continental Gold will issue 210,526 of its common shares having a deemed value of \$9.50 each to the Partnership. The Agreement is subject to regulatory approval.

With working capital of \$3.5 million the Company is financially positioned to advance the Project through final feasibility.

In addition, the Company has opened discussions with leading Banks and Smelter and Engineering Groups with regard to major interim and capital debt financing for the Project. At this stage further dilution to shareholder equity is not anticipated.

PROJECT DEVELOPMENT

Four drill rigs continue to expand gold-copper reserves at site. To date, 150 holes totalling 150,000 feet of core drilling have outlined a massive, blanket-shaped deposit 4300 feet long, up to 3100 feet wide and up to 880 feet thick. Deposit geometry and

.../2

- 2 -

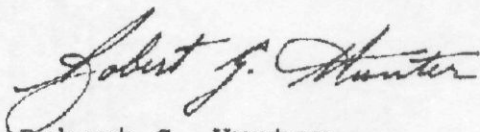
reserves make it ideally suited for large-scale open pit development. Pre-feasibility work is examining a number of operating scenarios between 30,000 to 50,000 tons milled per day. Development of the project at this scale would result in average annual gold production of 200,000 to 300,000 ounces over a 10 to 15 year mine life. Significantly higher gold production is expected in the early years of mine life. Environmental and socio-economic studies to support development and permitting of the Mt. Milligan project are now in progress.

PROJECT EXPLORATION

Outside of the main drilling area exploration geophysical surveys are being used to define new targets. A 900 line mile, low level, airborne geophysical survey was recently completed over the entire 42 square mile property. Compiled results are expected in the next two weeks. A 40 line mile, ground IP and magnetics survey is in progress over extensive gold and copper soil anomalies which exist south and west of the current deposit area. Compiled results from this survey are expected in one month.

The Company anticipates that these surveys will define new deposit targets. The Company plans to move drills to these new targets as they are identified.

ON BEHALF OF THE BOARD



Robert G. Hunter
Chairman

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.

WRS → Property file

PACIFIC
SENTINEL
GOLD CORP.

Suite 422
800 West Pender St.
Vancouver BC
Canada V6C 2V6

Tel. 604.684.6365
Fax 604.684.8002

SEPTEMBER 25, 1989

NEWS RELEASE

**DRILLING TO BEGIN ON
PACIFIC SENTINEL'S MT. MILLIGAN CLAIMS**

Robert A. Dickinson, President of Pacific Sentinel Gold Corp. (VSE:PSG) announced today that a diamond drill crew has now been mobilized to Pacific Sentinel's Assunta claims in north-central British Columbia.

Pacific Sentinel's Assunta 1-9 claims totalling 7,433 acres (11 mi²) are located near Fort St. James, British Columbia, 3.5 miles west of Continental Gold Corp's Mt. Milligan gold-copper deposit, which hosts current reserves in excess of 4,000,000 ounces of gold and 1.2 billion pounds of copper. (Figure 1) The claims cover coincident magnetic and I.P. geophysical anomalies similar to the geophysical anomalies associated with Mt. Milligan gold-copper mineralization.

The minimum 5,000 foot diamond drill program will be funded by Mercantile Gold Corp. as part of an option and joint venture agreement with Pacific Sentinel where-by Mercantile can earn a 50% interest in the Assunta claims by paying Pacific Sentinel \$270,000, by issuing Pacific Sentinel 200,000 shares of Mercantile Gold and by spending \$1,500,000 on the claims over four years. Pacific Sentinel is the project operator.

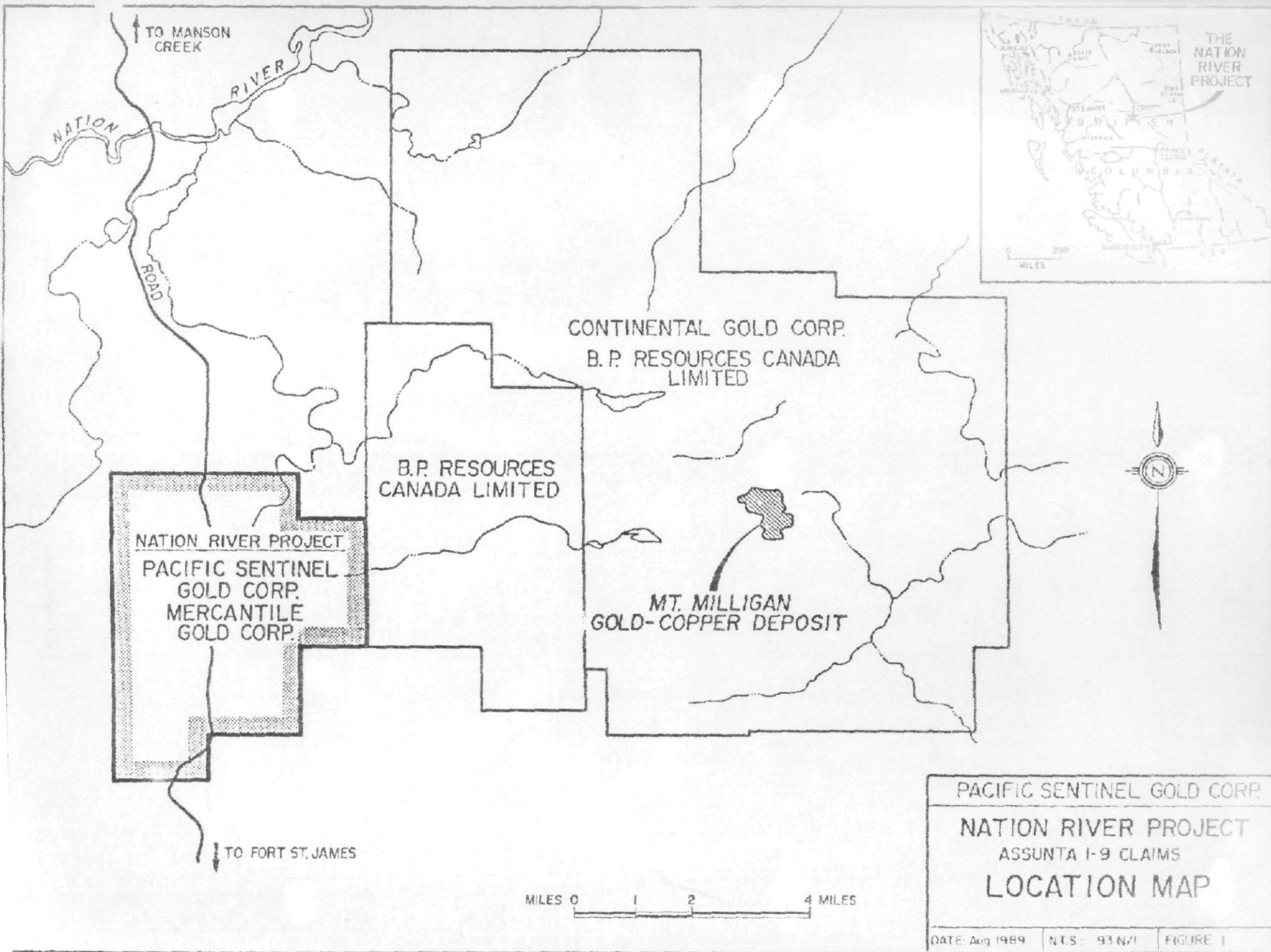
Diamond drilling of high priority geophysical targets will begin within five days.

ON BEHALF OF THE BOARD



Robert A. Dickinson
President

The Vancouver Stock Exchange has neither approved nor disapproved the contents of this news release.



PACIFIC SENTINEL GOLD CORP.		
NATION RIVER PROJECT		
ASSUNTA 1-9 CLAIMS		
LOCATION MAP		
DATE: Aug 1989	NTS: 93 N/1	FIGURE 1

PROPERTY FILE

* M.T. Milligan (Phil-Heidi) 93N194 (T.F.)
~~Tracy Collins 92-1/94 (DL)~~

* See Also Filing Statement 134/88
United Lincoln Resources Inc.
(Contains the same report)

File



VANCOUVER STOCK EXCHANGE
BRITISH COLUMBIA, CANADA

FILING STATEMENT

(# 132/88)

CONTINENTAL GOLD CORP.
NAME OF COMPANY

#1020 - 800 West Pender Street
Vancouver, British Columbia
V6C 2V6 684-6365

HEAD OFFICE ADDRESS AND TELEPHONE NUMBER OF COMPANY

THE CANADA TRUST COMPANY
1055 Dunsmuir Street
Vancouver, British Columbia
V7X 1P3 641-4400

NAME AND ADDRESS OF COMPANY'S REGISTRAR AND TRANSFER AGENT

The Company is under the Order of the
Exchange...

The Vancouver Stock Exchange has not in any way passed upon the merits of the securities or the Company. The information contained in this Filing Statement has been supplied to the Exchange by the Company, and the Exchange has relied upon this information in accepting the Filing Statement.

B. Private Placement

The Company has entered into agreements dated October 17th, 1988 with each of Robert G. Hunter and Robert A. Dickinson, Officers and Directors of the Company, for the private placement of a total of 120,000 Units of the Company at a price of \$2.50 per Unit. Each Unit consists of one (1) common flow-through share in the capital of the Company plus one (1) share purchase warrant entitling the holder thereof to acquire one (1) additional common flow-through share for a one (1) year period for a price of \$2.75 per flow-through share. No finder's fee is payable with respect to this placement. The proceeds from this placement shall be used for Canadian Exploration Expenses, the benefits of which shall be renounced to the placee. The placement will be closed on the acceptance for filing hereof.

ITEM 2 FINANCIAL INFORMATION

The Company's working capital as of October 14th, 1988 is approximately \$4.25 million inclusive of anticipated recoveries of Canadian Exploration Expenditures from NIM Resource 1988 and Company, Limited Partnership in the amount of \$420,000.00.

ITEM 3 MATERIAL NATURAL RESOURCE PROPERTIES

The Company's material natural resource properties are the following:

(A) Mount Milligan Mineral Project

The Company is acquiring control of United Lincoln Resources Inc. pursuant to the transaction described in Item 1(A) hereof. The material asset of United Lincoln is that company's interest in its Mount Milligan mineral project located northeast of Fort St. James, British Columbia. The Mount Milligan project is a joint venture between United Lincoln (as to 69.84%) and B.P. Resources (Canada) Ltd. (as to 30.16%).

The Mt. Milligan property is located approximately 95 km north of Fort St. James, British Columbia. Good quality logging roads provide excellent access to the eastern side of the 275 unit claim group. Within the claims, drill roads provide local access. Topographic relief and climate are moderate and there are no identified environmental concerns which may hinder mine development. Electric power, highways and railway services are available in Fort St. James and Mackenzie.

The claims are located in the regionally extensive early Mesozoic volcanic-sedimentary Quesnel Belt. Within the belt, gold and copper-gold deposits are closely associated with alkaline intrusions. During the period 1984-1987, six gold occurrences were discovered on the Mt. Milligan property within a large hydrothermal alteration aureole formed by the intrusion of porphyritic monzonite stock. The most significant of these occurrences are the Creek and Esker Zones, which are replacement-type, shear-hosted deposits; and the Magnetite Breccia (MBX) Zone gold-copper porphyry deposit. Each of these deposits were formed contemporaneously with or shortly after the intrusion of the monzonite stock.

In 1988, diamond drilling was undertaken on the Esker and MBX Zones. The Esker Zone comprises up to four discrete subparallel structures, and has been traced for 450 m along strike and 130 m downdip. Grades and thicknesses of the auriferous structures range from 1.0 and 99.0 grams/tonne gold across 0.15 to 3.0 metres. The full extent and continuity of the mineralized structures have not been delineated.

The MBX porphyry gold-copper deposit lies in biotite hornfelsed and potassium metasomatized andesitic volcanic rocks adjacent to a potassium and iron carbonate altered porphyritic NO diamond drill holes indicates a reserve in the order of 400,000 ounces of gold and 50,000 tons of copper.

Drill intersections from the MBX Zone are summarized below:

<u>Hole</u>	<u>From - To (m)</u>	<u>Length</u>	<u>Au (g/t)</u>	<u>Au (oz/t)</u>	<u>Cu (%)</u>
1987					
87-12	5.49 - 88.63	83.14	.53	.015	.20
87-13	6.10 - 105.00	99.51	.62	.018	.27
87-14	4.90 - 14.00	9.10	.322	.009	.23
	99.00 - 102.83	3.83	1.31	.038	.12
1988					
88-24	11.90 - 51.48	39.58	.70	.020	.41
	55.81 - 96.99	41.18	.69	.020	.29
88-25	5.49 - 96.90	91.05	.34	.010	.22
88-26	6.10 - 91.50	85.40	.85	.025	.62
88-27	18.30 - 21.95	3.65	3.67	.107	.67
88-29	18.91 - 100.58	81.67	2.36	.069	.09
88-30	12.19 - 106.68	94.49	.63	.018	.49

<u>Hole</u>	<u>From - To (m)</u>	<u>Length</u>	<u>Au (g/t)</u>	<u>Au (oz/t)</u>	<u>Cu (%)</u>
88-31	13.72 - 53.34	39.63	.93	.027	.79
88-32	7.32 - 100.58	93.29	.42	.012	.13
88-39	4.57 - 69.67	65.10	.74	.022	.44
88-40	15.56 - 102.48	86.92	2.64	.077	.19
88-41	25.62 - 101.87	76.25	2.03	.059	.15
88-42	56.43 - 230.28	173.85	.79	.023	.28
88-43	32.94 - 102.18	69.24	.73	.021	.13
88-44	24.40 - 105.84	81.44	1.47	.043	.16
88-45	19.52 - 113.40	93.88	.71	.021	.18
88-46	4.27 - 85.40	81.13	.26	.008	.11
88-47	3.05 - 90.00	86.95	.34	.010	.10
88-48	16.78 - 106.14	89.36	.74	.022	.41
88-49	19.83 - 102.60	82.77	.60	.017	.35
88-50	40.87 - 150.36	109.49	.77	.023	.35
88-51	46.06 - 100.96	54.90	.34	.010	.25
88-52	50.35 - 101.87	51.52	.57	.017	.28
88-53	7.93 - 86.01	78.08	.31	.009	.11
88-54	10.67 - 99.39	88.72	.50	.014	.25
88-55	37.52 - 108.28	70.76	.63	.018	.49
88-56	43.60 - 96.08	52.48	.47	.014	.28
88-60	13.11 - 153.35	140.24	1.61	.047	.36

An accelerated exploration program budgeted at \$1,200,000 is proposed to delineate the MBX deposit and to initiate metallurgical and engineering studies.

A fast-track program involving infill drilling; underground bulk sampling; advanced metallurgical, engineering and environmental studies; leading to a bankable feasibility study is envisioned to follow.

Pursuant to the Option and Joint Venture Agreement with BP Resources Canada Limited ("BPRC") of April 21st, 1986 wherein United Lincoln acquired its interest in the Mount Milligan project a joint venture has been formed as a result of United

Lincoln having fulfilled its option obligations. United Lincoln is the operator for exploration on the property and has acquired an approximately 70% interest in the property by virtue of having expended approximately 70% of the total deemed and actual expenditures of both parties. After a budget is approved by the parties should either party not contribute its share its interest is proportionately reduced. The agreement further provides that if the interest of a party is reduced to 10% or less the interest of that party is deemed to be converted to a royalty equal to 10% of the net proceeds of production being defined generally as 10% of net operating profits after the other parties have recovered their capital investment of pre-production expenditures including interest on borrowed funds. The right of a party to dispose of its interest in the property is subject to a right of first refusal in favour of the other party and the parties have agreed to refer disputes arising under the agreement to binding arbitration. The total amounts expended by United Lincoln to the date hereof respecting the Mount Milligan project are approximately \$915,000.00.

(B) The Trophy Claims

Pursuant to an agreement dated April 5th, 1988 with two of its directors the Company has agreed to purchase from each of the directors a 50% beneficial interest in and to certain mineral claims situate in the Laird Mining Division, Province of British Columbia (the "Trophy Claims"). The Trophy Claims comprise 71 square miles of mineral claims, located approximately 70 miles southwest of Dease Lake in northwestern British Columbia. The Company is in the process of compiling a \$1,000,000, 1988 work program which included 9,295 feet of diamond drilling in 16 holes. The program tested 15% of the known precious metal bearing structures on the Trophy property. Diamond drilling focused on the Ptarmigan, Hummingbird and Eagle structures, with all holes intersecting structures of intensely altered volcanics and sediments up to 200 feet wide. Gold and silver assays from the drill program are associated with zones of intense brecciation and silicification, with pyrite, sphalerite, galena, arsenopyrite, native gold and electrum forming the matrix.

The highest gold assays were received from diamond drill hole TR88-4 which penetrated the Ptarmigan precious metal structure at the deepest point to date, 570 feet below surface, with a 36.4 foot interval assaying 0.16 ounces/ton gold and 0.88 ounces/ton silver. Many of the significant gold-silver intersections were accompanied by high values in lead and zinc. The Ptarmigan, Eagle and Hummingbird structures remain open along strike and at depth (see also Schedule "A" hereto).

PROPERTY FILE

* Mt Milligan (Phil-Herd) 93N194 (T.F.)
~~_____~~

* See Also Filing statement #132/88
Continental Gold Corp.
(contains the same report)



VANCOUVER STOCK EXCHANGE
BRITISH COLUMBIA, CANADA

FILING STATEMENT

134/88

UNITED LINCOLN RESOURCES INC.

NAME OF COMPANY

1020 - 800 West Pender Street, Vancouver, British Columbia, V6C 2V6

HEAD OFFICE ADDRESS AND TELEPHONE NUMBER OF COMPANY

THE MONTREAL TRUST COMPANY OF CANADA, 510 Burrard Street, Vancouver,

NAME AND ADDRESS OF COMPANY'S REGISTRAR AND TRANSFER AGENT

British Columbia, V6C 1V8

The Vancouver Stock Exchange has not in any way passed upon the merits of the securities or the Company. The information contained in this Filing Statement has been supplied to the Exchange by the Company, and the Exchange has relied upon this information in accepting the Filing Statement.

cumulatively \$215,000. on or before May 1, 1988. The Company acquired the 51% interest and, under the BP Agreement, the Company and BPRC entered into an exploration joint venture ("EJV") for the purpose of carrying out further mining operations on the Claims. Under the terms of the BP Agreement the Company has expended an additional \$630,000. on property exploration for a cumulative total of \$845,000. and holds a 69.84% interest in the property, while BPRC has a 30.16% working interest in the property. BPRC is currently contributing 30.16% of the exploration expenditures.

By letter agreement dated April 15, 1986, the Company is paying a finder's fee to Rebagliati Geological Consulting Ltd. ("Rebagliati") for bringing the Project to its attention. The agreement provides for payment to Rebagliati, on or before January 15 of each year for expenditures made during the calendar year immediately preceding, as follows:

On signing the agreement,	\$	5,000.		
On the 1st expenditure of	1,000,000.	5% or	\$	50,000.
On the 2nd expenditure of	1,000,000.	4% or		40,000.
On the 3rd expenditure of	1,000,000.	3% or		30,000.
On the 4th expenditure of	1,000,000.	2% or		20,000.
On the 5th expenditure of	1,000,000.	1% or		10,000.
On the 6th expenditure of	1,000,000.	0.5% or		5,000.
On the 7th expenditure of	1,000,000.	0.25% or		<u>2,500.</u>

Total: \$157,500.

=====

The Company has paid \$61,281. in total under the Rebagliati Agreement.

The BP Agreement incorporated an option agreement dated April 21, 1986 between Richard Haslinger of Fort St. James, British Columbia and Selco, a division of BPRC concerning the Heidi 1 - 4 claims (the "Haslinger - BP Agreement"). The Company entered into a new agreement with Mr. Haslinger on July 16, 1986 (the "Haslinger - Lincoln Agreement") whereby the Haslinger - BP Agreement was renegotiated as to the time during which the Company could explore the Heidi 1 - 4 claims. Under this agreement Haslinger received a total of \$55,000. and 120,000 shares of the Company. On July 16, 1988, the Company again renegotiated the Haslinger - Lincoln Agreement as to the time during which the EJV may explore and develop the Heidi 1 - 4 claims as follows:

- (i) to the 31st day of December, 1988, upon payment of the sum of \$60,000. on or before the 1st day of August, 1988, which payment is acknowledged to have been made;
- (ii) to the 31st day of December, 1989, upon payment of \$10,000. on or before December 31st, 1988;
- (iii) to the 31st day of December, 1990, upon payment of \$20,000. on or before December 31st, 1989;
- (iv) to the 31st day of December, 1991, upon payment of \$30,000. on or before December 31st, 1990;
- (v) to the 31st day of December, 1992, upon payment of \$50,000. on or before December 31st, 1991;
- (vi) to the 31st day of December, 1993, upon payment of \$60,000. on or before December 31st, 1992;

(vii) to the 31st day of December, 1994, upon the payment of \$500,000. on or before December 31st, 1993, whereupon a 100% interest in all right, title, and minerals of the claims shall be vested to Lincoln subject to the 2% net smelter returns.

An advance royalty to be deducted from the net smelter return royalty, will become due and payable at \$20,000. per year starting on December 31, 1995, until commercial production is achieved.

The Mount Milligan Project is located approximately 95 km north of Fort St. James, British Columbia. Good quality logging roads provide excellent access to the eastern side of the 275 unit claim group. Within the claims, drill roads provide local access. Topographic relief and climate are moderate and there are no identified environmental concerns which may hinder mine development. Electric power, highways and railway services are available in Fort St. James and Mackenzie.

The Claims are located in the regionally extensive early Mesozoic volcanic-sedimentary Quesnel Belt. Within the belt, gold and copper-gold deposits are closely associated with alkaline intrusions. During the period 1984-1987, six gold occurrences were discovered on the Mount Milligan property within a large hydrothermal alteration aureole formed by the intrusion of a porphyritic monzonite stock. The most significant of these occurrences are the Creek and Esker Zones, which are replacement-type, shear-hosted deposits; and the Magnetite Breccia ("MBX") Zone gold-copper porphyry deposit. Each of these deposits were formed contemporaneously with or shortly after the intrusion of the monzonite stock.

In 1988, diamond drilling was undertaken on the Esker and MBX Zones. The Esker Zone comprises up to four discrete subparallel structures, and has been traced for 450 metres along strike and 130 metres downdip. Grades and thicknesses of the auriferous structures range from 1.0 and 99.0 grams/tonne gold across 0.15 to 3.0 metres. The full extent and continuity of the mineralized structures have not been delineated.

The MBX porphyry gold-copper deposit lies in biotite hornfelsed and potassium metasomatized andesitic volcanic rocks adjacent to a potassium and iron carbonate altered porphyritic monzonite stock. A preliminary geological inventory based on 31 NQ diamond drill holes indicates a reserve in the order of 400,000 ounces of gold and 50,000 tons of copper. The deposit is open to extension in all directions.

In 1988, thirty-seven NQ diamond drill holes, comprising 3993.37 metres, were drilled by the Company on the Mount Milligan property. Total drilling on the property now comprises 60 holes totalling 6298.33 metres.

Most of this drilling has been concentrated on three auriferous zones:

ESKER ZONE 14 Holes totalling 1890.39 metres

1987 DDH's 1-4, 21, 22

1988 DDH's 33-38, 57-59

CREEK ZONE 9 Holes totalling 951.07 metres

1987 DDH's 5-9, 11, 18-20

MAGNETITE BRECCIA ZONE 31 Holes totalling 3150.03 metres
 1987 DDH's 12-14
 1988 DDH's 24-32, 39-56, 60

OTHER DRILL TARGETS 4 Holes totalling 306.84 metres
 1987 DDH's 15-17, 23

All drill hole collar locations have been surveyed and tied into the perimeter of the Phil 9 claim.

Drill intersections from the MBX Zone are summarized below:

<u>Hole</u>	<u>From - To (m)</u>	<u>Length (m)</u>	<u>Au (g/t)</u>	<u>Au (oz/t)</u>	<u>Cu (%)</u>
1987					
87-12	5.49 - 88.63	83.14	.53	.015	.20
87-13	6.10 - 105.00	99.51	.62	.018	.27
87-14	4.90 - 14.00 99.00 - 102.83	9.10 3.83	.322 1.31	.009 .038	.23 .12
1988					
88-24	11.90 - 51.48 55.81 - 96.99	39.58 41.18	.70 .69	.020 .020	.41 .29
88-25	5.49 - 96.90	91.05	.34	.010	.22
88-26	6.10 - 91.50	85.40	.85	.025	.62
88-27	18.30 - 21.95	3.65	3.67	.107	.67
88-29	18.91 - 100.58	81.67	2.36	.069	.09
88-30	12.19 - 106.68	94.49	.63	.018	.49
88-31	13.72 - 53.34	39.63	.93	.027	.79
88-32	7.32 - 100.58	93.26	.42	.012	.13
88-39	4.57 - 69.67	65.10	.74	.022	.44
88-40	15.56 - 102.48	86.92	2.64	.077	.19
88-41	25.62 - 101.87	76.25	2.03	.059	.15
88-42	56.43 - 230.28	173.85	.79	.023	.28
88-43	32.94 - 102.18	69.24	.73	.021	.13
88-44	24.40 - 105.84	81.44	1.47	.043	.16
88-45	19.52 - 113.40	93.88	.71	.021	.18

<u>Hole</u>	<u>From - To (m)</u>	<u>Length (m)</u>	<u>Au (g/t)</u>	<u>Au (oz/t)</u>	<u>Cu (%)</u>
88-46	4.27 - 85.40	81.13	.26	.008	.11
88-47	3.05 - 90.00	86.95	.34	.010	.10
88-48	16.78 - 106.14	89.36	.74	.022	.41
88-49	19.83 - 102.60	82.77	.60	.017	.35
88-50	40.87 - 150.36	109.49	.77	.023	.35
88-51	46.06 - 100.96	54.90	.34	.010	.25
88-52	50.35 - 101.87	51.52	.57	.017	.28
88-53	7.93 - 86.01	78.08	.31	.009	.11
88-54	10.67 - 99.39	88.72	.50	.014	.25
88-55	37.52 - 108.28	70.76	.63	.018	.49
88-56	43.60 - 96.08	52.40	.47	.014	.28
88-60	13.11 - 153.35	140.24	1.61	.047	.36

An accelerated exploration program budgeted at \$1,200,000. has been approved by the EJV parties to delineate the MBX deposit and to initiate metallurgical and engineering studies. This program is planned to begin November 1, 1988.

The approximate program and budget for the next phase will be determined after the assessment of the results of the above program. A fast-track program involving infill drilling, underground bulk sampling, advanced metallurgical, engineering and environmental studies, leading to a bankable feasibility study is envisioned.

B. Adams Lake Project

The Company and Apex Energy Corp. ("Apex") entered into an agreement with ESSO Minerals Canada ("ESSO") dated October 27, 1986, whereby ESSO has the right to earn an 80% interest in the Twin Claims located near Kamloops, British Columbia by:

1. paying to the Company (as to 52.2%) and Apex (as to 47.8%):
 - i) \$25,000. on or before June 30, 1987 (which has been paid),
 - ii) a further \$20,000. on or before December 31, 1987 (which has been paid),
 - iii) a further \$20,000. on or before June 30, 1988 (which has been paid),
 - iv) a further \$15,000. on or before December 31, 1988,
 - v) a further \$15,000. on or before June 30, 1988,
 - vi) a further \$10,000. on or before December 31, 1989,
 - vii) a further \$10,000. on or before June 30, 1989, and