

103G/8E

FILE NO. ~~(103H-G009, 038, 039)~~

1036024

NAME YELLOW GIANT, KIM

SUBJECT CLIPPINGS

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1036024-03

NM 11 MAY 87

Trader Resource Corp. is in the transition stage

Investors looking for exposure in a company which is making the transition from exploration and development to the producer stage might consider Vancouver-listed **Trader Resource Corp.**

Trading at presstime around the \$2.80 level, the company is involved in the Yellow Giant project on west central Bank's Island, about 650 km northwest of Vancouver, B.C.

In a recent research report, Mike Pickens and Robert Sibthorpe, analysts with **Yorkton Securities**, note that Trader, through its exploration programs, has expanded ore reserves for the Tel portion of its Bank's Island property. It has thereby established this as a potential new gold producing area.

The two analysts regard the purchase of Trader shares below \$3 as representing excellent value. They recommend the shares for accumulations at the current share price, which at the time of the report stood at \$2.50, does not adequately reflect the in-place financing, profit projections and potential for additional reserves.

Elders joint venture

The latest news from the company is a joint-venture agreement with Elders Resources, the resource and mining arm of Elders IXL of Melbourne, Australia, whereby Elders will provide up to \$10 million developing the Tel deposit to production to earn a 50% interest. The agreement also provides for Elders to arrange funding of trading 50% share of expenditures required in excess of \$10 million.

Trader has also granted Elders an option to substitute the agree-

ment with a private placement of shares in Trader. Elders would acquire three million shares of Trader at \$1.50 per share with three million warrants to purchase shares at \$1.75 per share.

The two companies have also entered into a letter of agreement under which Elders will participate in the exploration and development of other portions of the Yellow Giant property.

The current reserve picture in four deposits at the property sees the *Kim deposit* with 1.1 million tons grading 0.072 oz gold per ton; the *Bob* with 50,000 tons of 1.17 oz; the *Discovery* with 100,000 of 0.46 oz; and the *Tel* with 173,200 tons grading 0.78 oz.

Tel reserves *(8E)*
1036024

Diamond drilling on the Tel deposit to date totals 33,679 ft in 91 drill holes. Drill proven reserves at the Tel are 173,320 tons of 0.78 oz and drill probable reserves are 64,820 tons of 0.79 oz gold per ton. Inferred reserves amount to 85,800 tons of 0.45 oz, for total reserves in all categories of 323,940 tons of 0.69 oz.

The gold cut-off used was 0.2 oz with an allowance for a minimum 20% mining dilution. Gold recovery was calculated at 84% with silver recovery at 75%. These initial reserves are sufficient for three years' production at 200 tons per day and the potential for developing additional reserves is excellent, says Messrs Pickens and Sibthorpe.

A feasibility study on the Tel is expected before year-end.

The two analysts' preliminary

financial appraisal of the Tel deposit is based on the estimated costs to develop and operate a 200-ton-per-day underground mine and a three year mine life. They note, however, the mine life is likely to be considerably extended before the project reaches production as the potential for developing additional reserves are excellent. An operating mine of three years would recover about 130,000 oz of gold, give a one-year payback and a rate of return in excess of 70%.

Ultimate value

To arrive at an estimate of the project's ultimate value, the two analysts assume the Tel ore reserves to stand at 323,940 tons of 0.69 oz gold per ton. Recovery is 84% for contained recoverable gold of 187,756 oz. Operating costs per oz are estimated at \$180(C) with a capital cost estimate nil to Trader.

With these parameters and an assumed gold price of \$420(US), the Tel deposit has an estimated value of some \$31 million to Trader shareholders. While this is a pre-tax future value figure, no credit has been given for the contained silver or the company's other gold deposits on Bank's Island, say the analysts.

At current market prices, Trader has a market capitalization of some \$12 million. While there can be no assurance that the market capitalization of Trader will reflect its estimated value of \$31 million, Messrs Pickens and Sibthorpe say their analysis indicates that a share price on the order of \$4 to \$5 would more accurately reflect the value of this company's assets.

Trader Resources

VANCOUVER — **Trader Resources** has completed three more holes on its Yellow Giant property on Banks Island, B.C. The drilling was on the Bob deposit which is still open to expansion in all directions. As a result, reserves there have been expanded to 50,000 tons grading 1.17 oz. gold per ton, according to Trader President Robert Dickinson. The holes included drill intercepts of 33 ft. grading 0.66 oz. gold and 3.2 oz. silver; 10 ft. of 1.92 oz. gold and 6.9 oz. silver; 4.0 ft. of 0.39 oz. gold and 10 ft. of 0.27 oz. gold. The company will continue the drill program after a flow-through financing.

1036/8E

1036 024

Apr 13, 1987 NM, 1036 024

Australian subsidiary studies involvement in Trader Resources gold bet in British Columbia

VANCOUVER — The Australians are today among the more aggressive foreign players in the Canadian gold mining industry. Although their currency has been trading at a discount to ours, mining assets here are probably still cheaper than in the U.S., which could be a factor.

The latest Australian acquisition is a gold deposit on Banks Island near Prince Rupert, B.C., which in the past few years has been explored heavily by **Trader Resources**.

Elders Resources, a subsidiary of the large Australian conglomerate, Elders IXL, has concluded a

deal to earn an interest in Trader's Tel deposit, one of several on the Yellow Giant property. Presumably the agreement will be restructured to include these other deposits in the event the Tel is not economically viable on its own.

The deal gives Elders two options. It can acquire a 50% interest in the deposit for \$10 million in expenditures and for funding half of Trader's expenses thereafter; or Elders can take down an equivalent value in Trader shares and ultimately gain control of the company.

According to Peter G. Matthews, corporate secretary for Trader,

Elders' participation in the venture is a reality; but Elders will have until May 8 to decide exactly how it will participate. The deal was concluded quickly and Elders wanted an option left open so it could analyze the agreement and property data in greater detail, he confirms.

Trader recently concluded a comprehensive evaluation of all technical information relating to the deposit and its consultant has come up with some new ideas. The deposit now is thought to be predominantly one continuous zone with a strike length of approximately 500 ft and an average thickness of 10 ft.

The company claims this "correct interpretation" increases ore reserves substantially and "allows for the completion of the feasibility study at a reduced cost." Trader also notes the interpretation has been verified by "several reputable mining geologists," adding the orebody will not require extensive underground development and exploration.

Trader confirms that exploration work will begin on the Tel deposit in early April. Surface trenching is planned to delineate the deposit along strike and the first-phase program has been budgeted at \$250,000.

Estimated strike length of the zone could be three times greater with subsequent tonnage implications, the company predicts. About 20,000 ft of drilling will be required to accurately define the deposit, the company says, noting that approximately 32,000 ft has been completed already.

The minimum production rate would be 200 tons per day and a feasibility study could be completed by year-end with production by mid-1988, assuming the exploration efforts are successful. The basis for the decision would involve

reserves to the 500 level which would be reached by ramp. Mining below that horizon would probably require an internal shaft or winze and the company believes the down-dip extension could be 1,000 ft or more.

The deposit is only about one mile from the coast so equipment could be brought in by barge and a modular construction approach would be adopted for the mill.

Should Elders opt for the private placement, which appears to be the most attractive because it would acquire effective control of Trader, the company would take down three million shares at \$1.50 each. An equivalent amount of warrants would be attached at \$1.75 each which would give Elders a 51% interest, says Mr Matthews. The two parties were brought together by Yorkton Securities which has been aggressively putting such deals together in recent years. One of the company's analysts, Mike Pickens, wrote a bullish research report on Trader just over a year ago while with Midland Doherty.

Trader Resource Corporation TRR
Shares issued: 6,467,754 Aug 12 close: \$2.50
10360241025 News Release
Mr Peter Matthews reports: SW

The company announces the partial results of its 1987 diamond drill program at its Tel deposit on the Yellow Giant property in B.C.

Sixty-one holes have been completed to date and assays have been received for 37 of these holes. The significant intersections are listed below:

HOLE	DEPTH (ft)	WIDTH (ft)	GOLD Oz/t
33	154	1.6	0.31
34	285	0.3	0.75
32	253	2.0	0.60
29	157	8.5	1.40
27	157	8.5	0.21
25	230	9.8	0.78
23	115	9.8	1.10
24	164	15.4	0.53
37	246	11.8	0.32
09	92	4.9	0.23
20	148	2.0	0.45
05	115	3.9	1.23
16	115	1.0	0.30
12	197	2.6	0.23
06	75	2.0	0.54
11	115	1.3	0.45

Drill information to date confirms banded quartz-sulfide veins and breccia zones are associated with one strong persistent sinuous structure traced for approximately 1,000 feet along strike. Based on current results, the average vein width is 1.5 to 3.0 feet. Six holes remain to be drilled and the company is awaiting assay results for 24 drill holes. Detailed evaluation of all the results will be made after the completion of the drilling program.

Trader results cut reserves at Tel project

Discouraging drill results at **Trader Resources** Tel deposit on Banks Island, B.C. has forced the company to reduce its reserve estimate by about half.

Based on the results of a 71-hole diamond drill program, initial estimates of 206,000 tons grading 0.64 oz gold per ton have now been reduced to 100,000 tons of 0.5 oz.

After completing the program late last month, the company has released assays from a number of significant intersections. They are as follows: Hole 39 at a depth of 354 ft intersected an 8.5 ft cut grading 0.79 oz; Hole 88 at the 492 ft level intersected 3 ft of 3.45 oz and hole 67 at the 459 ft level intersected 1.6 ft of 1.06 oz. 1036024

Based on these latest results, the company has put the Tel project on hold while it attempts to find additional reserves on the Bob, Kim and Discovery deposits which are in the same area. N.M.

Trader Secretary Peter Matthews denied speculation that the Tel deposit is too narrow to mine. "It's lack of tonnage rather than width which has prevented us from mining the Tel deposit," said Matthews who was expecting the 71-hole program to prove up reserves of around 500,000 tons. According to Mr Matthews the Tel deposit has a minable width of around 5 ft (the minimum width for mining).

"If reserves on the other deposits are sufficient we will be able to mine all four deposits collectively," he said. 9/28/87

Meanwhile, as a result of a private placement with Elders Resources of Melbourne Australia, the company has approximately \$4 million of allocated working capital in its treasury.

Trader gets results

N.M. 9/14/87
Vancouver-listed **Trader Resource Corp.** has released partial diamond drilling results from its Tel deposit on the Yellow Giant property at Banks Island, B.C.

10360241025
The company says it has completed 61 holes and assays have been received for 37 of them. The most significant results are as follows: Hole 6-45 intersected a 6-m cut grading 0.54 oz gold per ton while hole 20-63 intersected another 6-m cut grading 0.45 oz. Hole 33-45 intersected a 5 m interval grading 0.31 oz.

18 Mar 87 TRADEP RESOURCE CORP. (TRR-V) GCNL 54

JOINT VENTURE ON TEL GOLD - Tadeusz F. von Wollen,
DEPOSIT FORMED WITH ELDERS president of Trader Resource
1036024 (8E) Corp., announces the signing
of a joint venture agreement whereby Elders Resources
Limited of Melbourne, Australia, will fund the Tel deposit
on Trader's Yellow Giant property on Banks Island,
B.C., to commercial production. The main terms are:
Elders will earn 50% interest in the Tel deposit; Elders
have agreed to provide up to \$10,000,000 and will arrange
funding of Trader's 50% share of funds required in excess
of \$10,000,000; the work program will start 1 Apr 87 and a
feasibility study is expected by year end.

Also, Trader has granted Elders an option to substitute
the agreement with a private placement of shares in
Trader. Under this option, Elders would acquire
3,000,000 shares of Trader at \$1.50 per share with
3,000,000 warrants to buy shares at \$1.75 per share.
This option must be exercised before Trader's annual
general meeting set for 8 May 87, subject to shareholder
and regulatory approval.

Trader and Elders have also agreed that Elders will
participate in exploration and development of other
portions of the Yellow Giant property. Details will be
announced later.

Yorkton Securities Inc. acted as agent on behalf of
Elders and will sponsor Trader's listing on Toronto
Stock Exchange. Elder's Resources is the resource and
mining arm of Elders IXL Ltd.

Freeport plans '87 production from Big Springs

VANCOUVER — The Big
Springs gold project in northeast-
ern Nevada has been deemed com-
mercially viable by Freeport
McMoRan Gold and production
could begin this September. Bull
Run Gold Mines has a 40% interest
in the project which will cost \$21.8
million (US) to develop in two
phases.

1036024 (8E)
Gold production from 400,000
tons of ore should be around 60,000
oz per year, all of which will be
extracted by heap leach and cyanide
agitation methods. Reserves
are sufficient for 10 years of opera-
tion and Elders IXL, a large Aus-
tralian conglomerate, will meet
100% of Bull Run's financial
obligations.

Elders is also becoming an
aggressive player in the Canadian
gold mining sector, having recently
agreed to fund Trader Resources'
Tel gold deposit to production. That
particular property is located west
of Prince Rupert, B.C., and Elders
will be able to earn a 50% interest
in the venture.

Elders has made a \$12.5-million
credit facility available to Bull Run
to cover its share of costs. The com-
pany will be able to convert a part
of the loan into Bull Run common
shares; warrants will be attached
for additional shares.

Freeport has submitted an envi-
ronmental assessment report to the
United States forest service for
approval and the issue of permits is
expected by mid-May. Conventional
open pit mining techniques
will be utilized and mining should
get under way in July.

A heap leach recovery plant will
be installed first with completion
scheduled for this September. Gold
production will commence at that
time and a roaster and cyanide agi-
tation mill will be added in June,
1988. Full production is scheduled
for the third quarter of 1988. Capital
costs for the two phases are \$10.6
million and \$11.2 million, respec-
tively.

GCNL 46 TRADER RESOURCE CORP. (TRR-V) 6 Mar 87

BULK SAMPLING PLANNED - Tadeusz F. van Wollen,
ON B.C. GOLD PROJECT president, reports that Trader
1036024 (8E) Resource Corp. recently had
consultant Mohan Vulimiri, M.Sc., evaluate all technical
information relating to the company's Tel deposit on
Banks Island, 60 miles south of Prince Rupert, B.C.
This study was based on 30,000 feet of drill records.
Mr. Vulimiri concluded that the Tel deposit consists of
predominantly one continuous zone with a known strike
length of about 500 feet and average thickness of 10
feet. The zone is open to depth and along strike in both
directions. This interpretation, verified recently by
several reputable mining geologists, increases substan-
tially the ore reserves and, says Mr. van Wollen, allows
for completion of the feasibility study at reduced cost.

The ore body does not require extensive underground
development and exploration. Mr. van Wollen says a pro-
duction decision will be made after a minimum work pro-
gram, including collection of bulk samples for metallur-
gical testing and final flow sheet design.

GCNL 32

TRADER RESOURCE CORP. (TRR-V)

16 FEB 87

AUSTRALIAN FIRM FUNDS - Tadeusz F. van Mollen,
B.C. GOLD DEVELOPMENT

1036024.025

\$250,000 Cdn. from

Melbourne, Australia, (GCNL 239 (86)P.2 refers)

president, reports that Trader Resource Corp. has received Elders Resources Limited of

The funds will be used in development of the Tel deposit, one of four known gold deposits on Trader's Yellow Giant property on Banks Island, some 60 miles south of Prince Rupert, B.C.

Trader and Elders are currently finalizing a pertinent joint venture agreement.

GCNL 151 **TRADER RESOURCE CORP. (TRR-V)** 86-08-08

PROPOSAL FOR JOINT VENTURE FINANCING FOR DEVELOPMENT

Peter G. Matthews, secretary, has reported that Trader Resources has received a proposal for the joint venture development of the 90% owned Tel gold-silver deposit on Banks Island, 80 miles south of Prince Rupert, B.C. from a European merchant bank. The bank spent six weeks preparing the proposal. Directors of Traders are evaluating and negotiating the terms of the proposal and expect to finalize a production arrangement shortly. 103H-G009,038,039

AUG 25/86 N. MINER
Trader evaluating European proposal

Trader Resource Corp. has announced that it has received a joint venture proposal from a European merchant bank for the development of the company's Tel gold-silver deposit at Banks Island, B.C.

which included a site visit by the bank's mining consultants, according to President Tadeusz Van Wollen.

The terms of the joint venture proposal are currently being evaluated and negotiated by the Trader board of directors with a production financing arrangement expected to be finalized shortly.

The European bank made the proposal after spending six weeks completing a comprehensive technical evaluation of the Tel deposit,

GCNL #190 2 OCT 1986

TRADER RESOURCE CORP. (TRR-V; O.T.C. London, U.K.)

LONDON FIRM IS COMMITTING \$10,000,000 TO - Tadeusz F. van Wollen, DEVELOP GOLD-SILVER DEPOSIT TO PRODUCTION

(103H-G009,038,039) 103G/8E president, announces that Trader Resources Corp. has agreed on the basic terms of a joint venture with Montagu Mining Investments Ltd. (MMI), subsidiary of Samuel Montagu & Co. Ltd. of London, England, on Trader's Yellow Giant mineral project on Banks Island, some 60 miles south of Prince Rupert, B.C. 103G/8E

MMI is to spend \$10,000,000 on development of the Tel gold-silver deposit through to production and will thereby earn 49% interest in the deposit. MMI is granted an option to earn 25% interest in the Discovery and Kim deposits. Payment for cost overruns to a maximum of \$3,500,000 will be provided by MMI, to be repaid from production. A joint management committee for the project will be formed by Trader and MMI. The financing will not entail the issue of any shares of Trader. The capital cost of bringing the Tel deposit into production is currently estimated at \$9,550,000.

Mineable reserves lying within 500 feet of surface total 206,400 tons grading 0.64 oz. gold and 1.28 oz. silver/t. These initial reserves are sufficient for 3 years production at 200 tons per day. The potential for additional reserves along strike are considered high. Mr. Van Wollen comments, "shareholders can feel confident the Tel deposit will be put into production and that the company will have additional funds for development of the Discovery and Kim deposits." The agreement is subject to regulatory approval. At 31 Aug 86, Trader had 5,417,654 shares outstanding.

Dec 12/86 **TRADER RESOURCE CORP. (TRR-V)**

JOINT VENTURE PLANNED - The president of Trader Resource FOR B.C. GOLD PROSPECT Corp., Tadeusz F. van Wollen,

103H-G009,038,039 announces receipt of a joint venture proposal from **ELDERS RESOURCES LIMITED** Melbourne, Australia, for development of Trader's Yellow Giant gold-silver property on Banks Island, some 60 miles south of Prince Rupert, B.C. Trader and Elders will endeavour to form a joint venture early in 1987. Trader has ended its arrangement with Montagu Mining Investments Ltd. Following a favorable assessment of the Tel deposit, Montagu was unable to provide funding within time limits acceptable to Trader, says Mr. van Wollen.

European funds for Trader

More European money is heading towards Canada. Trader Resources has reached an agreement for a joint venture with Montagu Mining Investments which will see Montagu spend \$10 million on developing Trader's Tel gold deposit on Banks Island, B.C.

Montagu, which is a subsidiary of the London-based Samuel Montagu & Co., will earn a 49% interest in the Tel deposit and will be granted an option to earn a 25% interest in Trader's Kim and Discovery deposits, also on Banks Island. 103H-G039

Trader says the Tel deposit can be placed into production at a rate of 200 tons per day for \$9.5 million. Hosting proven reserves of 73,320 tons grading 0.78 oz gold per ton, the project is expected to generate gross revenue of \$45.6 million over a three year mine life.

Probable and inferred reserves stand at 64,820 tons grading 0.79 oz gold and 85,800 tons grading 0.45 oz gold per ton, respectively.

MINER 6 OCT 1986

Dec 8/86 N. Miner

Trader's Tel looks good

Trader Resources Corp.'s exploration programs have expanded reserves for the Tel portion of its Bank's Island, B.C., holdings and established Bank's Island as a potential new gold producing area. Mineable reserves for the Tel deposit lying within 500 ft of surface now total 206,400 tons of 0.64 oz gold and 1.28 oz silver per ton. The potential for development of more reserves at depth and along strike is excellent, say Messrs Pickens and Sibthorpe.

Trader is pick number seven for the analysts and at the time of their report it was trading at \$1.80 on the VSE with a yearly high and low of \$2.55 and \$1.55, respectively.

The company has a joint venture agreement with Montague Mining Investments whereby the latter will spend \$10 million developing Trader's Tel deposit to earn a 49% interest in the Tel and be granted an option to earn a 25% interest in

Trader's Kim and Discovery deposits. 1036024 wds 009

To date, 11 zones of mineralization have been discovered within the boundaries of Trader's 7,400-acre Yellow Giant project on Bank's Island. Of these, four major deposits currently known have been sufficiently developed to allow ore reserve calculation.

The current ore reserves at the Yellow Giant project see the Kim deposit with 1.1 million tons of 0.72 oz gold per ton; the Bob with 50,000 tons of 1.17 oz; the Discovery with 100,000 of 0.46 oz and the Tel with 173,200 drill proven reserves of 0.73 oz.

The analysts point out the high grade nature of the company's known deposits should make an early production decision possible.

GOL #134 14 JULY 1986

TRADER RESOURCE CORP. (TRR-V)

NEW TEST INDICATES EXTENSIONS TO - Recent E-Scan BANKS ISLAND GOLD-SILVER DEPOSIT geophysical testing results show extensions of the ore body to the northwest and southeast of the Trader Resource Corp. Tel gold-silver deposit on Banks Island, B.C. The Tel deposit was the subject of an H.A. Simons Ltd. financial analysis estimating \$45,650,290 gross revenue over 3 years of operation at the site.

"The E-Scan is a new geophysical tool recently developed for geothermal exploration. Its first application to gold deposits was at our Tel deposit", said Trader president Tadeusz van Wollen.

Midland Doherty have exercised broker warrants to buy 300,000 Trader shares at \$2.035 per share.

OCT 11/85

NORTH AMER. GOLD MINING INDUSTRY NEWS

Trader program to boost Yellow Giant ore reserves

103G-H
039

BANKS ISLAND, British Columbia—A major development drilling program on the Yellow Giant gold property of Trader Resource Corp. commenced September 28. Trader's program is expected to bring ore reserves up to a level where production planning can begin.

Drilling of four gold deposits of the 11 major gold occurrences presently known within the boundaries of the large-scale project area has brought ore reserves to the following levels:

Deposit	Tons	Oz. Gold/ton
Kim (bulk tonnage)	1,100,000	0.072
Bob (vein)	50,000	1.170
Discovery (vein)	100,000	0.460
Tel (vein)	24,000	0.910

These deposits are open to reserve expansion. Many other targets have been identified throughout the property by Trader's surface work programs.

Development of Trader's Yellow Giant project is being funded by share placements to major European financial institutions. Its shares currently trade on the Vancouver Stock Exchange and a listing is expected on the Toronto Stock Exchange. Current issued and outstanding shares fully diluted are 3,400,000. During 1984, C\$1.4 million was spent on the Yellow Giant project. Options are in place for Trader to purchase the remaining 20 percent from Falconbridge Ltd. and Inter-Globe Resources Ltd.

The company plans to raise sufficient funds through equity offerings this year to complete development drilling and expects production planning studies will be initiated.

NMINER
21 July 1986

Trader extends the Tel deposit

A recent E-scan geophysical test shows extensions to the northwest and southeast of the Tel deposit on Trader Resources Corp.'s Banks Island, B.C. gold project.

President Tadeusz van Wollen says that the E-scan is a new geophysical tool recently developed for geothermal exploration, adding that its first application to gold deposits was at the Tel deposit.

At present, drill proven reserves stand at 173,320 tons grading 0.78 oz gold per ton and 64,820 tons of drill probable reserves grading 0.79 oz. Inferred reserves based on intersections below the 500-ft level stand at 85,800 tons grading 0.45 oz. (N.M., June 23/86).

The company also reports that 300,000 broker warrants held by Midland Doherty pursuant to the statement of material facts dated Jan. 13 have been exercised at \$2.035.

NMINER 23 JUNE 1986

103G009,038,039

Trader estimates \$9.5 m. for production (8E)

Total capital costs required to bring **Trader Resource Corp.'s Banks Island, B.C., gold project** into production are estimated in the order of \$9.55 million, says President Tadeusz van Wollen.

These costs are to be financed by Trader in stages, says Mr van Wollen, with the first \$3.5 million for underground development work currently being negotiated.

To date, diamond drilling on the Tel deposit amounts to 33,679.5 ft in 91 holes averaging 400 ft in length. Drill proven reserves stand at 173,320 tons grading 0.78 oz gold per ton and 64,820 tons of drill probable reserves grading 0.79 oz gold per ton. Inferred reserves based on intersections below the 500-ft level stand at 85,800 tons grading 0.45 oz per ton.

The present development plans, says Mr van Wollen, call for the completion of a 3,575-ft decline at a grade of -15% to a depth of 500 ft, plus 700 ft of drifting and cross cutting. The underground program

includes 20,000 ft of drilling and bulk sampling.

Mr van Wollen points out that based on a preliminary mineral inventory and economic analysis prepared by H. A. Simons, the Tel gold-silver deposit will provide \$45.6 million in gross revenue over a 3-year operating period. This assessment is based only on near surface reserves of the Tel deposit and on current gold prices, he says.

Mineable reserves for the Tel were derived from proven reserves lying within 500 ft of surface and totalled 206,400 tons grading 0.64 oz gold per ton and 1.28 oz silver per ton. The gold cutoff used was 0.2 oz with an allowance for a minimum 20% of mining dilution.

Mr van Wollen says these initial reserves are enough for three years' production at 200 tons per day. Gold recovery was calculated at 84% with silver recovery at 75%.

Geophysical work is under way to outline further extensions of the Tel deposit, says Mr van Wollen.

Too, there are three additional deposits (Bob, Kim and Discovery) on the property with total gold reserves of 183,500 oz, he says.

GCNL #20 29 JAN 1986

TRADER RESOURCE CORP. (TRR-V) 103G/8E

(103H-G009, 038, 039)

HOLE	INTERCEPT FEET	FOOTAGE	OZ. GOLD/T
85-18	487.4-508.4	21.0	0.30
	575.4-583.9	8.5	0.30
	600.2-613.2	13.0	1.02
	660.0-674.8	14.8	0.20

GOLD ZONE'S STRIKE LENGTH IS
NOW 650 FEET AND STILL OPEN

Robert A. Dickinson, president, announces that diamond drill Hole 85-18 has extended the strike of the gold zone in the Tel Deposit area to 650 feet on the Yellow Giant property of Trader Resource Corp. on Banks Island, 70 miles south of Prince Rupert, B.C. The deposit is

open to strike and depth extensions. See length-weighted gold intersections from Hole 85-18 in the adjoining table. It was angled down at 42 degrees. Hole 85-18 stopped in mineralization at 674.8 feet because of drill-machine difficulties. Plans are to deepen this hole during the current drill program. See GCNL 11(86) p.1 and 243(85) p.1 as amended by 245(85)p.1 for previous results.

The intersection 660.0-674.8 in Hole 85-18 is at a depth of 442 feet below surface and lies about 220 feet NW of intersections in Hole 85-17 and 443 feet NW of those in Hole 85-07. Hole 85-07 cut 0.66 oz. gold/t over 24.5 feet at a vertical depth of 585 feet. Drill holes in the Tel area have each intersected several gold bearing intervals indicating a NW-SE trending zone of steeply dipping parallel gold deposits. Excellent widths have been encountered. Drilling indicates the zone has a strike length of at least 650 feet and a minimum depth of 585 feet. It is open to depth and strike extensions. Drilling is continuing.

GCNL #23 3 FEB 1986

PIRATES GOLD CORPORATION (PIT-V) 103G/8E

JOINT VENTURE FORMED ON - E. Mueller, president, reports that Pirates Gold Corporation has joined a joint venture SOME BANKS ISLAND CLAIMS wherein INDIAN RIVER RESOURCES INC. can acquire 50% interest in Pirates' Dennis 4 to 8 claims on Banks Island, 70 miles south of Prince Rupert, B.C., by contributing \$150,000 toward the property's exploration.

103G 038

NMINER 27 JAN 1986

Trader confirms high grade zone

039

VANCOUVER — Assay results appear to confirm the existence of a high grade gold-bearing zone in the Tel deposit on Trader Resources' Banks Island property south of Prince Rupert, B.C. A second fan hole intersected a multiple-zoned horizon below hole 85-12 which was previously reported to assay 0.59 oz. gold over a 73.3-ft. core length.

The latest results include a 29-ft. section grading 0.27 oz. gold. However, core recoveries for this section were only 15%. A 10-ft. drill intercept in the hole averaged 3.12 oz. and two others graded 0.13 oz. and 0.12 oz. over widths of 6.6 ft. and 10 ft. respectively.

True widths are unavailable and based on previous experience they will be considerably less. The hole was lost at 387 ft. in massive sulphides, Robert Dickinson, president, tells The Northern Miner. So the zone has not been delimited.

A deep intersection was reported from hole 85-17 which graded 1.12 oz. gold over 29.5 ft. and that included 10.7 ft. of 3.89 oz. In addition, 0.27 oz. gold and 0.19 oz. were reported over lengths of 4.8 ft. and 3 ft. respectively higher up the hole.

The deep intersection occurred at a vertical depth of 585 ft. and seems to confirm continuity of the zone not only at depth but further along strike. An earlier hole completed 120 ft. from that graded 0.66 oz. gold over 24.6 ft. at a depth of 585 ft.

Mr. Dickinson confirms a second-phase 10,000-ft. drill program now is under way. Two drills are testing the Tel deposit and a third has been allocated for other targets with good potential.

The program is being funded by a flow-through offering which has been carried over into the new year because of recent changes to the time frame in which these monies can be spent. Trader recently completed a \$1.25-million financing and he says the next primary offering will be for an underground program.

Micham Exploration recently concluded an agreement with Trader to earn a 50% interest over a 3-year period in a portion of the Banks Island property known as the Yellow Giant. Micham must spend \$500,000 on exploration during the initial year of the agreement for its interest. Thereafter, exploration will be funded on a joint venture basis with Micham as operator. A Trader director has also subscribed for 50,000 Micham flow-through shares at 40¢ each.

103G/8E (103H-G009, 038, 039)

February 10, 1986

NMINER 10 FEB 1986

Trader extends Tel gold deposit

Assay results from diamond drill hole 85-18 are in on Trader Resources' Yellow Giant property, 65 miles south of Prince Rupert, B.C.

The hole has extended the strike of the gold zone in the Tel deposit area to 650 ft. The deposit is open to strike and depth extensions.

Hole 85-18 returned 0.30 oz. gold for a length of 21 ft. from 487.4 to 508.4 ft. An 8.5-ft. length from 575.4 to 583.9 ft. returned 0.30 oz. gold per ton. A 13-ft. length from 600.2 to 613.2 ft. returned 1.02 oz., while a 14.8-ft. length from 660.0 to 674.8 ft. assayed 0.20 oz.

Hole 85-18 stopped in mineralization at 674.8 ft. because of drill-machine difficulties. Plans are to deepen this hole during the current drill program.

The intersection, 660.0 to 674.8 ft. is at a depth of 442 ft. below surface and lies approximately 220 ft. northwest of intersections in Hole 85-17 and 443 ft. northwest of intersections in Hole 85-07.

Hole 85-07 intersected 0.66 oz. over 24.5 ft. at a vertical depth of 585 ft.

Drill holes in the Tel area have each intersected several gold-bearing intervals indicating a northwest-southeast trending zone of steeply dipping and paralleling gold deposits.

103G/8E (103H-G009, 038, 039)

103G/8E

GNL #14 21 JAN 1986

103G/8E (103H-G 009, 038, 039)

MICHAM EXPLORATION INC. (MCH-V)

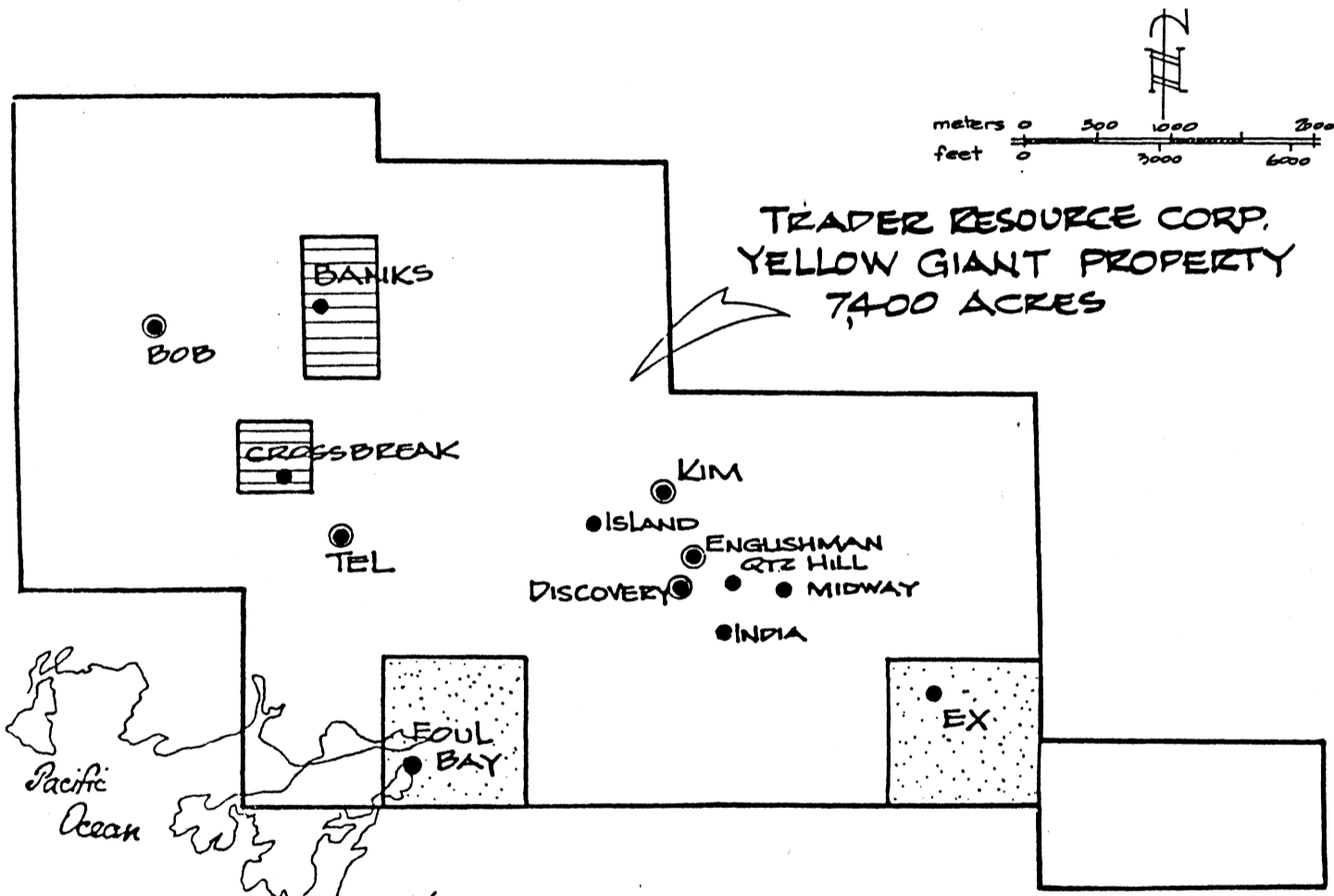
TRADER RESOURCES CORP. (TRR-V)

EDEN RESOURCES LTD. (EEN-V)

6.5% OF BANKS ISLAND CLAIMS SUBJECT TO 50-50 EXPLORATION JOINT VENTURE AGREEMENT

- Of the 123 units held by Trader Resources Corp. on Banks Island, 70 miles south of Prince Rupert, B.C., 8 units in the southeast corner, several thousand feet from the nearest known ore zone, have been optioned on a 50-50 basis to Micham Exploration Inc. SEE MAP OVERLEAF The 8 units represent 6.5% of the land holdings of Trader Resource, approximately 480 acres of the total 7,400 acres. The claims optioned by Micham include several gold showings and a strong anomalous target. Micham will act as operator in an exploration program to start as soon as possible. Micham may earn over a three year period 50% of Trader's interest in the claims by spending \$1,000,000 on exploration including a minimum of \$500,000 in the first year.

EDEN RESOURCES LTD. (EEN-V) has received an option to earn a 50% interest in a portion of the property by spending \$250,000 on exploration each year until a feasibility report has been completed.



TRADER RESOURCE CORP.
YELLOW GIANT PROPERTY
7,400 ACRES

- Gold Deposits
- Gold Showings
- ▨ Joint Ventured to EDEN
- ▩ Joint Ventured to MICHAM

Schedule A = Banks & Crossbreak
Schedule B = Foul Bay & EX

103G/8E 109038039

TRADER RESOURCE CORP
YELLOW GIANT PROJECT
Banks Island, B.C.
CLAIM HOLDINGS

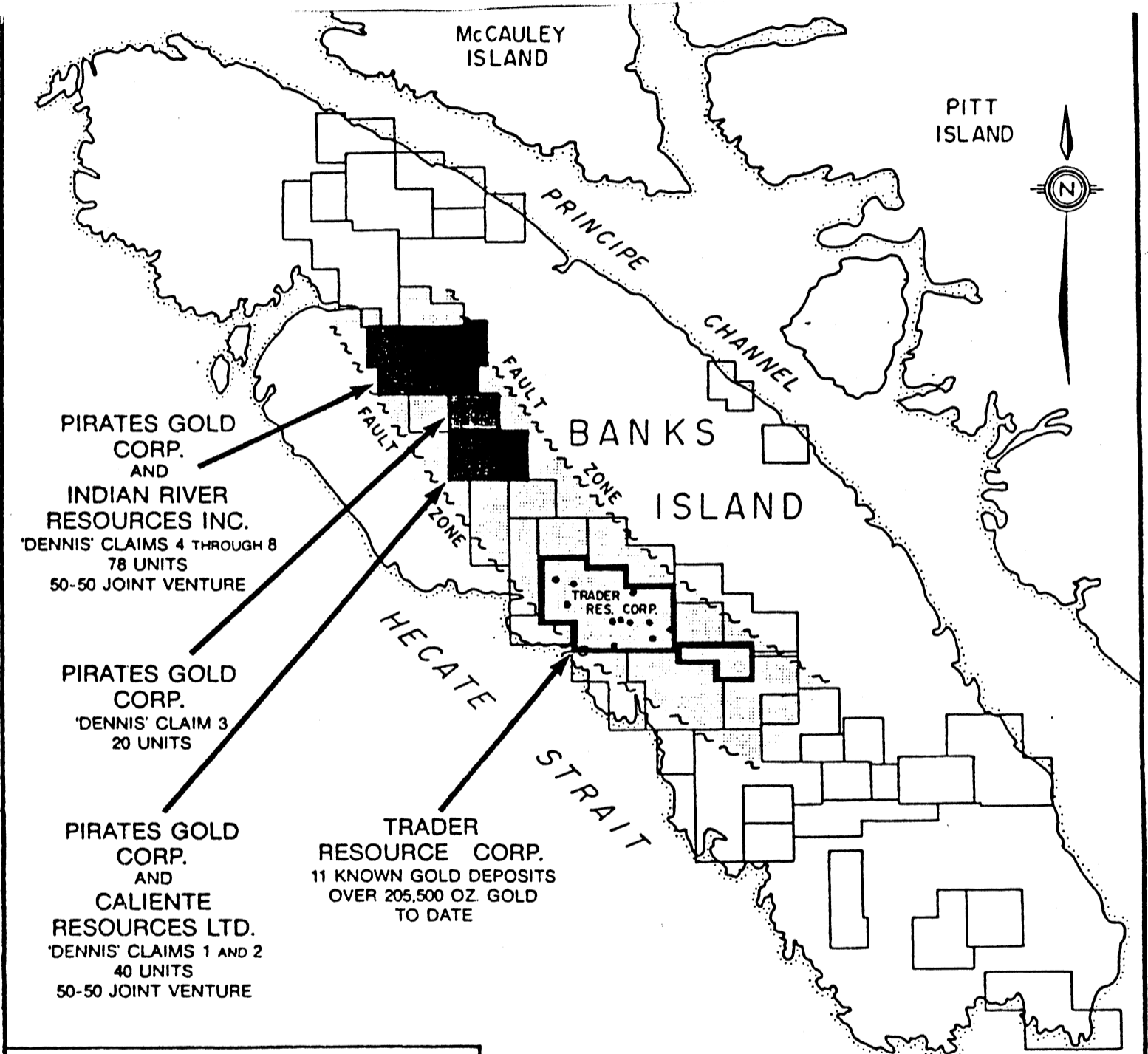
GWL #16 23 JAN 1986

CALIENTE RESOURCES LTD. (CIT-V)

103G/8E

GOLD PROSPECTS BEING ACQUIRED IN - Ronald Bieber, director, announce that Caliente Resources Ltd. has prepared CASA BERARDI AND BANKS ISLAND AREAS documentation to acquire 12 claims in Estrees and Estrades townships in the Casa Berardi area of Quebec, and has agreed in principle to earn 50% interest from PIRATES GOLD CORPORATION (PIT-V) in a 2-claim gold prospect on Banks Island, 75 miles south of Prince Rupert, B.C. (SEE MAP OVERLEAF).

103G 009



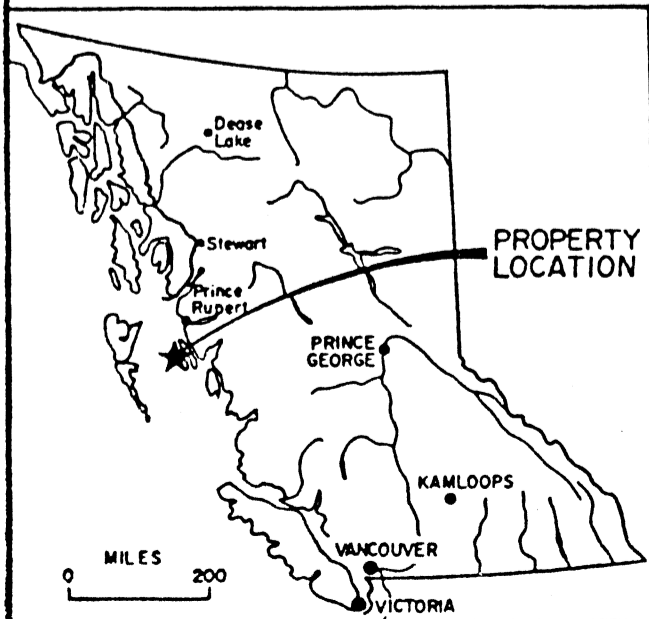
PIRATES GOLD CORP. AND INDIAN RIVER RESOURCES INC. 'DENNIS' CLAIMS 4 THROUGH 8 78 UNITS 50-50 JOINT VENTURE

PIRATES GOLD CORP. 'DENNIS' CLAIM 3 20 UNITS

PIRATES GOLD CORP. AND CALIENTE RESOURCES LTD. 'DENNIS' CLAIMS 1 AND 2 40 UNITS 50-50 JOINT VENTURE

TRADER RESOURCE CORP. 11 KNOWN GOLD DEPOSITS OVER 205,500 OZ. GOLD TO DATE

TRADER RES. CORP.



PIRATES GOLD CORPORATION (PIT-V)

1220 - 800 W. PENDER ST. VANCOUVER, B.C. V6C 2V6 (604) 688-7775

INDIAN RIVER RESOURCES INC. (IRR-V) (604) 684-2291

CALIENTE RESOURCES LTD. (CIT-V) (604) 681-6122

BANKS ISLAND GOLD CAMP

BRITISH COLUMBIA



103G 009

GCNL #13 20 JAN 1986 103G/8E (103H-6009,038,039)
 PIRATES GOLD CORPORATION (PIT-V) INDIAN RIVER RESOURCES INC. (IRR-V) CALIENTE RESOURCES LTD. (CIT-V)

GOLD CLAIMS ON BANKS ISLAND - Pirates Gold Corporation has signed two separate agreements in principle under which B.C., ARE BEING JOINT VENTURED its respective partners will spend a total of \$400,000 to develop the company's claims on Banks Island, some 70 miles south of Prince Rupert, B.C. The property lies just 4 miles northerly from the rich gold claims of Trader Resource Corp. (See GCNL 11(86) p.1 for Trader's recent high grade assays and GCNL 247(85) overleaf page 3 for claims location map).

Pirates Gold president Eberhard Mueller reports that preliminary exploration has established that the geological setting of the Pirates gold property (8 contiguous claims totalling 138 claim units) is similar to that of Trader Resource's Yellow Giant properties on which at least 11 gold deposits have been found. Exploration of 4 of these discoveries has led to announced reserves, to date, of 205,500 ounces of gold with potential for over 1,000,000 ounces. Mr. Mueller says Trader management feel that the high grade nature of several of these deposits should make early production viable.

Pirates Gold will shortly formalize agreements whereby Indian River Resources Inc. and Caliente Resources Ltd. would each spend \$150,000 to earn 50% interest in, respectively, the Dennis 4 through 8 claims, totalling 78 claim units, and the Dennis 1 and 2 claims, totalling 40 units.

Mr. Mueller says Pirates Gold is also negotiating a similar 50-50 joint venture agreement with a third VSE-listed company, under which the partner will spend \$75,000 to earn 50% interest in the Dennis 3 claim of 20 units.

Trader's project geologist Johan T. Shearer, MSC., conducted preliminary exploration of the Dennis claims for Pirates Gold in 1985 and reported that the "structural setting of the Dennis group...is similar to the tectonic-stratographic environment (hosting) the gold-silver deposits on (Trader's) Yellow Giant property." His recommended programs of geological mapping, geophysical and geochemical surveys and exploratory diamond drilling will be conducted by Pirates Gold's joint venture partners on their respective Dennis claims in 1986.

NO.13(1986)
 JANUARY 20, 1986

GCNL #13 20 JAN 1986

MICHAM EXPLORATION INC. (MCH-V) 103G/8E (103H-6009,038,039)

HALF INTEREST BEING ACQUIRED - Neil Dragovan, a director of Micham Exploration Inc., announces a letter of intent with TRADER RESOURCES CORP. (TRR-V) whereby Micham may earn over a 3-year period 50% of Trader's interest in the Yellow Giant property on Banks Island, B.C., by spending \$1,000,000 on exploration, including at least \$500,000 in the first year. Upon Micham earning the 50% interest, the property would be operated as a joint venture for further exploration on a 50/50 basis. Micham would act as operator. See GCNL 11(86) P.1 for recent high grade assays on Trader Resource's Yellow Giant claims.

Micham has arranged a private placement on 50,000 shares, on a tax flow-through basis, at 40¢ each with Tadeusz F. van Wollen, a director of Trader, subject to regulatory approval.

Micham has terminated negotiations for a private placement of 100,000 shares at 27¢ each.

GCNL #11 16 JAN 1986

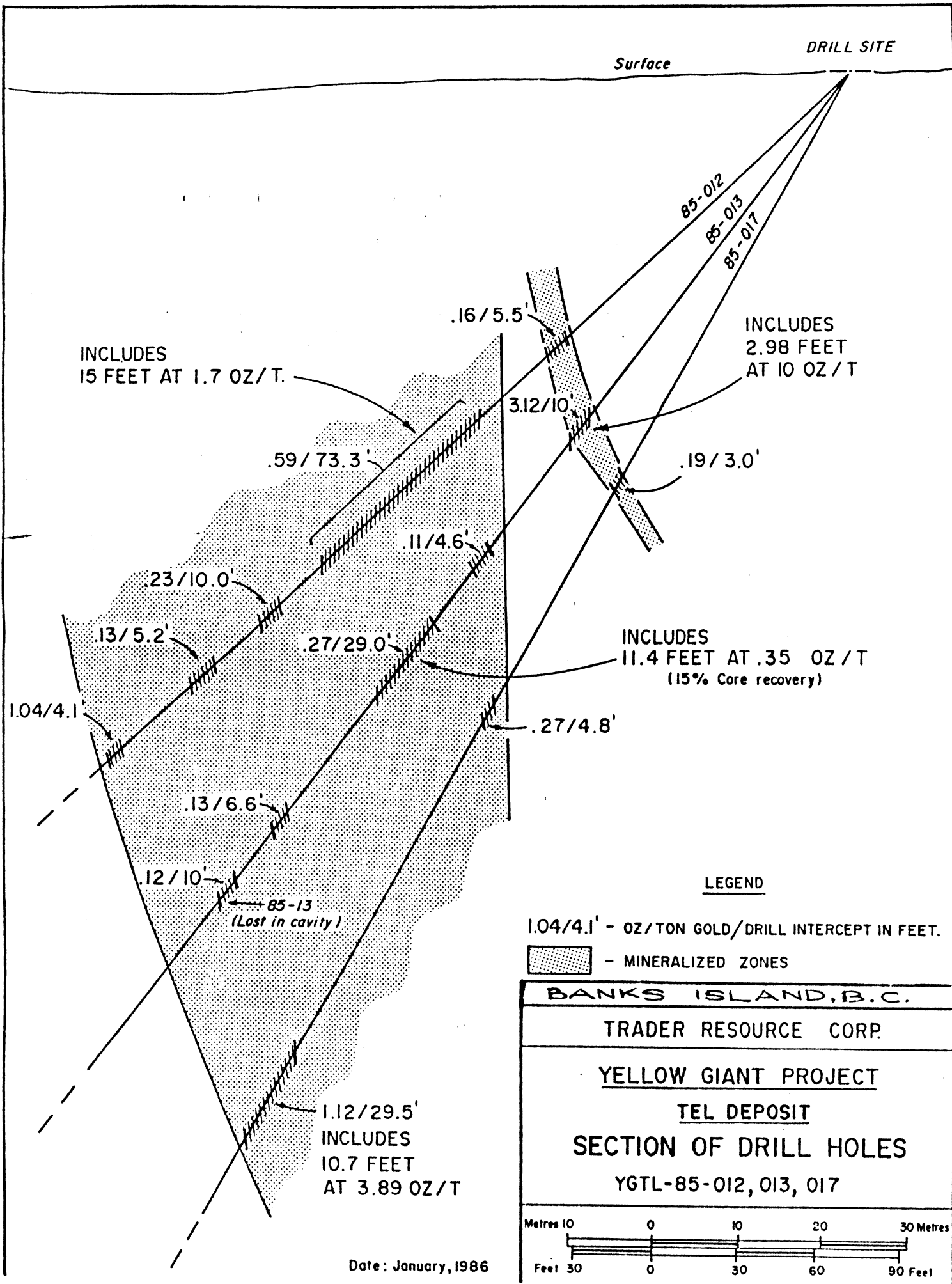
TRADER RESOURCE CORP. (TRR-V) 103G/8E (103H-6009,038,039)

HOLE	DIP	INTERCEPT	LENGTH, FT	OZ. GOLD/T	NOTE
85-13	-53d	164.8-174.8	10.0	3.12	
		including	2.98	10.0	
		238.2-242.8	4.6	0.11	
		268.0-297.0	29.0	0.27	Core Rec.
		including	11.4	0.35	15%
85-17	-59d	353.7-360.3	6.6	0.13	Hole lost
		377.0-387.0	10.0	0.12	at 387'
		174.2-177.2	3.0	0.19	
		323.3-328.1	4.8	0.27	
		430. -459.5	29.5	1.12	
85-12	-43d	including	10.7	3.89	
		150.9-156.4	5.5	0.16	
		193.7-267.0	73.3	0.59	
		included	15.0	1.70	
		322.0-332.0	10.0	0.23	
		354.2-359.4	5.2	0.13	
		372.9-377.0	4.1	1.04	

FURTHER HIGH GRADE ASSAYS - MAJOR DRILL PROGRAM TO RESUME FOLLOWING \$1,200,000 FUNDING
 Approximately \$2,000,000 is currently in the Trader Resources Corp. treasury following the underwriting of 700,000 shares at \$1.785 on 13Jan85 by Midland Doherty Ltd., to provide \$1,249,500, and recent private placements (for summary of which see GCNL 9(86) p.3). There are currently about 5,400,000 shares issued on a fully diluted basis. The underwriting included an option to Midland to buy a further 300,000 shares at \$2.035 due July 14, 1986.

The table to the left shows some of the assay results from the recent 10,000-foot diamond drill program on the Tel zone on the Yellow Giant property on Banks Island, 70 miles south of Prince Rupert, B.C. Additional assays from these completed holes will be announced at intervals over the next few weeks as the assay office clears the backlog of core samples. (SEE DRILL HOLE SECTION MAP OVERLEAF).

Diamond drilling on the Tel and Discovery zones will resume in a few days; crews are to reach the property 16Jan86. It is expected that 3 diamond drill machines will be in operation in a few days. The zones are open to extension along strike and down dip. Interests in the property are: Trader 100% working interest, Inter-Globe Resources Ltd. and Falconbridge Limited. 10% carried interest each.



DRILL SITE

Surface

85-012

85-013

85-017

INCLUDES
15 FEET AT 1.7 OZ/T.

INCLUDES
2.98 FEET
AT 10 OZ/T

.16/5.5'

3.12/10'

.19/3.0'

.59/73.3'

.11/4.6'

.23/10.0'

.13/5.2'

.27/29.0'

INCLUDES
11.4 FEET AT .35 OZ/T
(15% Core recovery)

1.04/4.1'

.27/4.8'

.13/6.6'

.12/10'

85-13
(Lost in cavity)

1.12/29.5'
INCLUDES
10.7 FEET
AT 3.89 OZ/T

LEGEND

1.04/4.1' - OZ/TON GOLD/DRILL INTERCEPT IN FEET.

 - MINERALIZED ZONES

BANKS ISLAND, B.C.

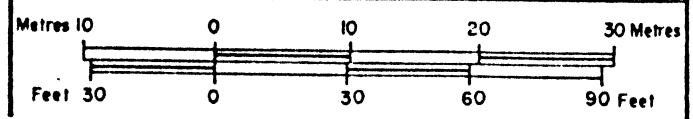
TRADER RESOURCE CORP.

YELLOW GIANT PROJECT

TEL DEPOSIT

SECTION OF DRILL HOLES

YGTL-85-012, 013, 017



Date: January, 1986

NMINEY 23 DEC 1985

Trader Res. pulls big intersection from Yellow Giant

103G/8E
(103H-G 009, 038, 039)

VANCOUVER — A drill program on **Trader Resources' Yellow Giant** property 65 miles south of Prince Rupert, B.C., has significantly enhanced the production economics of the Tel deposit.

According to Robert A. Dickinson, president, results for one hole in particular were sufficiently important for immediate release, although there are another 10 holes with intercepts still in for assay.

The hole returned 73.3 ft. grading 0.59 oz. gold and 1.1 oz. silver per ton, with significant lead and zinc credits which will improve the over-all grade in terms of metal equivalent. The gold occurs in lenses of silicified sediments and the Tel zone now has a strike length of approximately 550 ft.

James McDougall, an independent consulting engineer and company director, claims it's the depth of these things that's important, noting the deepest vertical hit to date was at about 600 ft. He estimates the true width of the intercept just reported was approximately 25 ft., pointing out the zone was intersected at an oblique angle and previous average for the Tel was around 15 ft.

The deposit is still open to the south but he says the company is not sure about the north, noting the structure is very strong and a lot of the property has not even been explored yet.

The latest results are part of a 10,000-ft. drill program involving 18 holes ranging in length from 500 to 700 ft. Core recoveries have been better than 70% and the values encountered are consistent with previous work which averaged approximately 1.0 oz. gold per ton. Gold values are not being cut because there are no really erratic highs, Mr. McDougall says. He adds the silver-gold ratio is about two to one.

Good drill locations are hard to find and often several holes must be fanned from the same setup. The steeply dipping nature of the zone has not helped and the deposit dips under a fresh water lake to the south.

Pointing out there is "no zoning" to the mineralization, he can't see anything stopping it at depth, adding the deposit would probably be developed by a spiralled ramp and later a vertical shaft driven upward from the underground workings.

The gold is micron-sized and there are minor amounts of arsenic, but not in sufficient quantity to seriously affect recoveries which preliminary metallurgical work suggests will be about 93%.

The program has been funded by way of a \$1.7-million flow-through offering of which there is approximately \$400,000 remaining. Another financing is being arranged (not flow-through) which is expected to net a minimum of \$1.5 million if all the shares are fully subscribed.

The company is preparing a preliminary feasibility study and a 300-ton-per-day modular milling operation is being considered for the project. The plant would be barge-mounted, which would simplify delivery and installation at the property.

Consideration is also being given to bioleaching as a recovery method for the bulk tonnage Kim zone which has 1.1 million tons of reserves grading 0.072 oz. gold per ton to a depth of 150 ft. Other zones on the property include the Bob zone, which contains an estimated 50,000 tons grading 1.17 oz. gold, while the Discovery zone has 100,000 tons grading 0.46 oz.

GNL #9 14 JAN 1986

TRADER RESOURCE CORP. (TRR-V) 103G/8E (103H-G 009, 038, 039)

RECENT FUNDINGS REVIEWED - Trader Resource Corp. in recent months completed four flow through financings to raise a total of \$1,826,000 by the issue of 1,364,401 treasury shares. All of the funds are to be spent by Feb. 28, 1986 on the Yellow Giant gold project, Banks Island, 75 miles south of Prince Rupert, B.C. Details of these share offerings are: on July 9, 1985 sold 240,000 shares at \$1.25 each for \$300,000 to 236535 Partnership with a 10% commission to J.E. Cooper & Associates Ltd.; on Sept. 11, 1985 sold 800,000 shares at \$1.25 to receive \$912,000 for exploration and \$88,000 for interest expenses to Trader Resource 85-1 Limited Partnership with a 10% commission to E.C.C. Equity Capital Corporation; on Nov. 20, 1985 sold 131,580 shares at \$1.14 per share for \$150,000 to directors R.A. Dickinson, T. van Wollen, M. McClaren, James McDougall and TRM Engineering Ltd.; and Dec. 9, 1985 sold 192,821 shares at \$1.95 each for \$376,000 to Flow Through Mineral Exploration 85-1 Limited Partnership with a 9.5% commission to J.E. Copper & Associates Ltd. The company has an additional financing in registration and additional drill hole results expected to be announced in the near future.

GCNL #245

20 DEC 1985

103G/8E

(103H-G009, 038, 039)

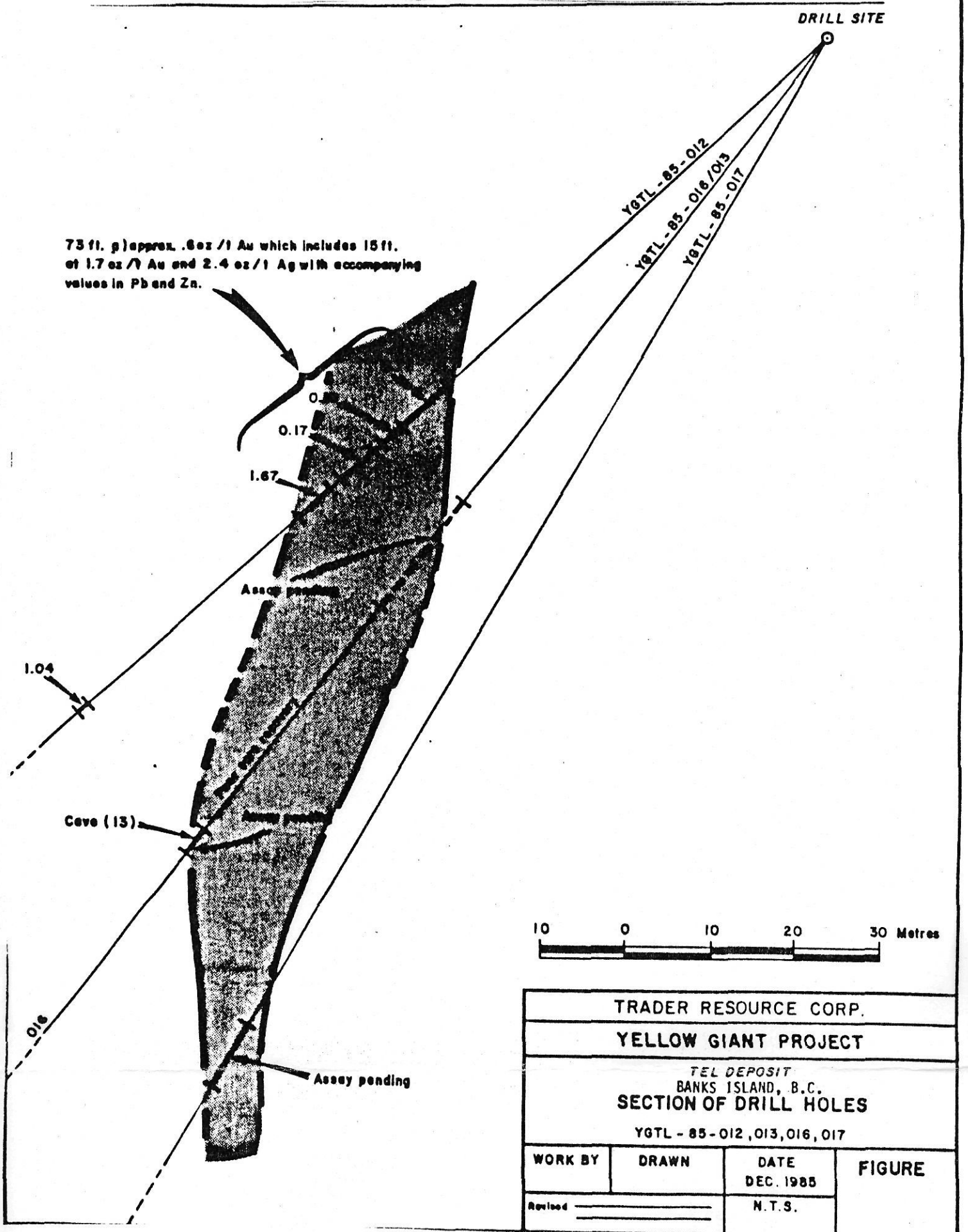
TRADER RESOURCE CORP. (TRR-V) INTER-GLOBE RESOURCES LTD. (IGR-V) FALCONBRIDGE LIMITED (FL-V,T,M)

SECTION OVERLEAF - A vertical cross section of three holes recently drilled on the Tel zone of the Yellow Giant property, Banks Island, 70 miles south of Prince Rupert, B.C., is published overleaf. Additional assays are expected shortly. For estimates of reserves compiled before the current drilling, see GCNL 243(85) P.1, but, note that the short table of assay results of Hole 85-12 printed there contains errors so that only the figures for Hole 85-12 printed overleaf page 2 should be used.

In the Yellow Giant property, Trader Resource Corp. holds 100% working interest, 80% net profits interest; Inter-Globe Resources Ltd. holds a carried 10% net profits interest and Falconbridge Limited holds a carried 10% net profits interest.

**Mineralized Sections in Hole 85-12
Length Weighted Gold Values**

Intercept (Feet)	Length (Feet)	OZ. GOLD/T	OZ. SILVER/T	LEAD%	ZINC%
193.7 - 267.0 including	73.3	.59	1.14	1.49	1.07
193.7 - 223.1	29.4	.49	1.21	1.34	1.44
223.1 - 229.7	6.6	.06	1.68	1.01	1.47
229.7 - 246.1	16.4	.18	.63	1.94	.96
246.1 - 252.0	5.9	.005	.14	.24	.08
252.0 - 267.0 also	15.0	1.70	2.38	2.02	.66
372.9 - 377.0	4.1	1.04	3.10	.61	2.14



Investment Comment

Trader has "speculative value"

*103G/8E
103H-G 0007
038
039*

Trader Resources Corp., a junior mining concern, is making its Yellow Giant Gold property an exploration success story, and is establishing Bank's Island as a potential new gold producing area.

To date, 11 zones of gold mineralization have been discovered within the boundaries of Trader's 7,400-acre property, says Midland Doherty analyst, Michael Pickens.

Shares of Traders "at current levels (95¢ a share) represent excellent speculative value for investors desiring a long term exposure to gold at the exploration and development stage," Mr. Pickens notes in a research report released in November.

Yellow Giant, located on west central Bank's Island, is about 112 km south of Prince Rupert, B.C. Gold mineralization on the property is controlled by an extremely well developed, deep reaching fault and fracture system within older metasedimentary and granite intrusive rocks.

Prior to recent drilling, 1.3 million tons with an average grade of 0.16 oz. gold per ton in four zones have been outlined.

The Kim Zone, with current ore reserves of 1.1 million tons grading at 0.072 oz. gold per ton, is amenable to bulk mining. The zone is an altered gold bearing sys-

tem within granitic rocks which averages 60 ft. in width. It is localized within a 4,000 ft. east-west shear zone. Some 1,000 ft. of the Kim has been tested by 73 diamond drill holes to a vertical depth of 600 ft. The deposit is open at depth and along strike.

The Bob Zone (50,000 tons at 1.17 oz.) is contained within an east-west trending fault which has developed an unusual intrusive breccia. The 15% decline ramp on the main zone tested and confirmed results from 15 drill holes. The main shoot to date shows continuity over 150 ft. in length.

The Discovery Zone (100,000 tons at 0.46 oz.) is localized within a northwest-trending fault zone. It has been tested with 39 holes only to a depth of 300 ft. It is thought to be a plunging shoot and is open to depth and along strike.

Tested with 27 holes to a depth of 150 ft., the Tel Zone (24,000 tons at 0.91 oz.) is open to depth and located along a north-west trending fault.

The several other gold occurrences need drilling to develop reserves. Exploration work to date has been very encouraging, notes Mr. Pickens.

The Englishman zones (Main and North Zone) are found within an east-west shear zone in granitic

rocks. Ten holes have been completed. The extremities of the zone and areas within the limits of known mineralization have not been tested and more drilling is needed.

The potential exists for a viable mining operation, notes Mr. Pickens. He adds, however, that further work and financing remain to be completed.

Last year's \$1.4-million exploration program was financed by senior European financial institutions through two private placements of common treasury shares. The recently completed Phase II program was financed through a \$300,000 flow-through share offering. And the company has recently filed a Statement of Material Facts with the VSE to raise \$600,000.

Traders is debt-free. Its current working capital is in excess of \$100,000.

The company holds the rights to acquire up to a 100% interest in the Yellow Giant property. Trader can earn an 80% interest from Host Ventures by making staged development expenditures totalling \$1.6 million. A second agreement provides Trader the option to purchase an additional 10% by issuing shares to Host totalling 10% of Trader's own outstanding shares and a 180-day warrant to buy more shares equal to 50% of the shares tendered.

The final 10% of the property can be acquired by paying Falconbridge Limited a total of \$750,000 in staged payments over four years.

G-9UL #243 12 DEC 1985

TRADER RESOURCE CORPORATION (TRR-V)

103G/8E (103H-G 0007 038 039)

HIGH GRADE DRILL HOLE - High grade gold assays have been reported from two intersections in the second significant ASSAYS EXTEND TEL ZONE diamond drill hole in the current program on the Tel zone of the Trader Resource Corp. 80% owned Yellow Giant property on Banks Island, 80 miles south of Prince Rupert, 350 miles north of Vancouver, B.C. The new assays are:

Hole No.	Intersection	Length	Oz. Gold/t	Oz. Silver/t	Lead %	Zinc %
85-12	193.9 267.0 ft.	73.3	0.59	1.14	1.49%	1.07%
including		15.0	1.696	2.38	2.02	0.66
	372.9 377.0	4.1	1.04	1.14	0.61	2.14

A previous hole No. 85-7 was drilled from a location 120 feet to the southeast and returned the following assay:

85-7	656.0 673.55	17.55	0.765			
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Exploration previous to 1970 established reserves on the Tel zone of 24,000 tons grading 0.91 oz. gold per ton. Follow-up drilling on this zone in the fall of 1985 has included 12 holes and is continuing. The assays from only the first two holes have been received to date. Further assays are expected shortly and will be reported as available. Several of the other completed holes have intersected visually similar mineralized intersections. Dr. R.H. Seraphim, consulting geologist, visited the project Dec. 6, 1985 and recommended continuation of the program to determine tonnage and grade of the extended gold zone.

These new holes have substantially expanded the tonnage in the zone. Exploration on other zones on the property have established reserves of 1,214,000 tons containing a total of 205,500 ounces of gold.

Trader Resource earlier in the year completed flow-through financings which provided a minimum of \$800,000 for the further exploration of the property.

GCNL #215 7 NOV 1985

TRADER RESOURCE CORP. (TRR-V)

103G/8E (103H-G009, 038, 039)

DEEPER DRILLING CUT 10 FEET GRADING 1.17 OZ. GOLD/TON OR 17.55 FEET OF 0.765 OZ. GOLD/TON - On the Yellow Giant property of Trader Resource Corp. on Banks Island, about 60 miles south of Prince Rupert, B.C., 5,500 feet have been drilled as a first stage of a 1985 exploration program. Based on assay results received to date, the most significant intersection encountered was on the Tel Deposit.

Diamond drill hole YGTL-85-007 intersected at 575 feet below surface, a true width of 10.23 feet of 1.17 ounces of gold per ton or 17.55 feet of 0.765 oz. gold/t.

Previous diamond drilling on this deposit had only extended the gold bearing zone to 130 vertical feet below surface. Thus, the current intersection substantiates the depth extension and grade potential of the Tel Deposit.

An additional \$985,000 drill program on the Tel Deposit, to be completed this year, has been recommended by Trader's consulting engineer.

MINER
18 NOV 1985

Depth extended at Trader bet

VANCOUVER - Drilling has extended the depth of the Tel deposit on **Trader Resources' Yellow Giant property** south of Prince Rupert, B.C. 103G/8E

A number of steeply-dipping gold deposits, some with impressive high grade values, have been outlined on the property and the program is concentrating on one of these occurrences.

Trader says that 5,500 ft. of drilling was completed by the second week in November with the best intersections returning a 10.2-ft. true width grading 1.17 oz. gold or 17.6 ft. averaging 0.77 oz. The intercept was made at 575 ft. below surface and extends the gold bearing zone in the Tel deposit from the 130-ft. level, or a vertical distance of 445 ft.

The company notes that another \$985,000 will be spent drilling the deposit by year-end.

103H-G009, 038, 039

GCNL #142

24 JULY 85

TRADER RESOURCE CORP. (TRR-V)

103G/8E (103H-G009,038,039)

Deposit	Tons	Gold (oz/ton)	Ounces of Gold per Deposit
Kim (Bulk tonnage)	1,100,000	.072	79,200
Bob (Vein)	50,000	1.17	58,500
Discovery (Vein)	100,000	.46	46,000
Tel (Vein)	24,000	.91	21,800
Total Ounces of Gold Reserves			205,500

NEW FLOW-THROUGH FUNDS ARRANGED

Trader Resource Corp. has arranged, subject to approvals, a private placement of up to 280,000 flow-through shares at \$1.25 per share with 236535 Limited Partnership. The funds will be used for diamond drilling at the Yellow Giant Project on Banks Island, 80 miles south of Prince Rupert, B.C. where current gold reserves are shown in the table. All of these deposits are open to

reserve expansion and 7 other known deposits need drilling before their reserves can be calculated. Other private placements are being negotiated.

NMINER

28 OCT 1985

103G/8E (103H-G009,038,039)

Trader plans big program on Banks Island prospect

VANCOUVER — While most other companies are winding down exploration for the winter, **Trader Resources** is planning a major work program by year-end on its Yellow Giant gold property which could include 25,000-30,000 ft. of diamond drilling.

Located on Banks Island south of Prince Rupert, B.C., the company spent \$1.4 million on the project last year and the bulk of this season's program will be funded from a flow-through offering, says Robert Dickinson, president.

At present, Trader has approximately \$300,000 in working capital and, if fully subscribed, the flow-through will generate another \$1 million, he confirms, adding the financing should be completed by the end of the month.

Last year Trader completed 12,000 ft. of drilling along with some surface geophysics, soil geochem and resurveying of previous drill holes. Mr. Dickinson notes that all surface surveys have been completed and also that the drill program doubled reserves in the Kim and Bob deposits which now stand at 1.1 million tons grading 0.072 oz. gold per ton and 50,000 tons at 1.2 oz. respectively.

One drill is operating at present and a second could be added if the flow-through offering is fully subscribed, he states. Half of the Bob zone reserves have been developed by a decline and the zone is still open along strike and down dip, as are the Kim, Tel (24,000 tons at 0.91 oz.) and Discovery (100,000 tons grading 0.46 oz.).

Exploration work will concentrate on the higher grade deposits and production planning studies will begin after the program is completed, he confirms. A study is under way to determine the viability of a portable mill and he says previous metallurgical work suggests recoveries will be excellent using cyanidation to extract the gold.

The steeply dipping deposits appear most amenable to underground mining, possibly sub-level caving, and there are also some high grade replacement deposits with 10-12-ft. widths which could improve mining economics even more, he tells *The Northern Miner*.

Noting the Tel deposit has only been drilled to 150 ft., Mr. Dickinson points out that a survey error gave an erroneous impression of the deposit. The southern portion has shifted to the east which could explain why some previous holes missed their intended target.

In a preliminary metallurgical test, Lakefield Research achieved recoveries of 91% which is within acceptable industry standards.

SHAKWAK EXPLORATION COMPANY LTD.(SHA-V)

FIELD WORK STARTED - Field work is progressing at Shakwak Exploration Company's gold-silver properties in Yukon's ON 2 YUKON PROJECTS Wheaton River area. President Glen Macdonald says limited exploration is designed to set a priority in diamond core drill targets on the Mt. Vesuvius property, adjoining the Total-Erikson Mt. Skukum high grade gold mine development, and the Dickson Hill property, where one core intersection of 1.35 ounces of gold per ton over 4.5 feet was obtained in a 1984 program.

In addition, preliminary exploration has started on Shakwak's Silver Creek property (GRA/VEL claims) in Yukon's Rancheria silver district. Here the high grade silver showings are in a geological environment very similar to the nearby Hart silver claims where operator Silver Hart Mines Ltd. has located important deposits of high grade silver mineralization. Shakwak has 20% interest in the Hart silver project on which underground development is planned to start soon. Diamond core drilling continues at the Hart silver project at an accelerated rate.

TRADER RESOURCE CORP.(TRR-V)

103G/8E 103G 021, 024-026

Deposit	Tons	Gold (oz/ton)	Ounces of Gold per Deposit
Kim (Bulk tonnage)	1,100,000	.072	79,200
Bob (Vein)	50,000	1.17	58,500
Discovery (Vein)	100,000	.46	46,000
Tel (Vein)	24,000	.91	21,800
Total Ounces of Gold Reserves			205,500

NEW FLOW-THROUGH FUNDS ARRANGED

Trader Resource Corp. has arranged, subject to approvals, a private placement of up to 280,000 flow-through shares at \$1.25 per share with 236535 Limited Partnership. The funds will be used for diamond drilling at the Yellow Giant Project on Banks Island, 80 miles south of Prince Rupert, B.C. where current gold reserves are shown in the table. All of these deposits are open to

reserve expansion and 7 other known deposits need drilling before their reserves can be calculated. Other private placements are being negotiated.

MAJESTIC CONTRACTORS LIMITED(MTC-V)

CONTRACT WON IN MINNESOTA - The U.S. division of Majestic Contractors Limited has been awarded a contract by Minnesota Pipeline Company for the construction of 106.8 km of 406.4 mm oil pipeline. This work consists of 5 loops extending from Clearwater to Washington counties in Minnesota. Scheduled completion is expected by late October.

VESTGRON MINES LIMITED (VGM-T,V)

<u>6 MONTHS ENDED JUNE 30</u>	<u>1985</u>	<u>1984</u>
Sales	\$18,726,000	\$3,494,000
Investment Income	<u>55,000</u>	<u>381,000</u>
Total Revenue	18,781,000	3,875,000
Cost of Product Sold	11,161,000	1,753,000
Distribution Expense	1,132,000	308,000
General, Admin., Selling Expense	1,985,000	1,761,000
General Mineral Exploration	914,000	1,199,000
Depreciation and Depletion	3,132,000	2,818,000
Currency Translation Loss	31,000	640,000
Net Earnings(Loss)	172,000	(2,839,000)
Per Share	4¢	(67¢)

In presenting first half financial results of Vestgron Mines Limited sharply higher this year compared with last, president O.E.Owens notes that, in the second quarter, a shipment from the mine at Maarmorilik, Greenland of 40,800 dry metric tonnes of zinc concentrate and 7,600 of lead concentrate was included in sales. In the same quarter in 1984, a shipment of 36,600 dry metric tonnes of zinc concentrate and 14,400 of lead concentrate scheduled to load in June was delayed by adverse ice conditions and did not leave Greenland until the first week in July. This was not included in the second quarter sales of that year.

Ore processed during the first half by wholly owned Greenex A/S was 369,500 (351,200 in first half 1984) dry

metric tonnes assaying 9.3% (10.5%) zinc & 2.7% (3.2%) lead producing 58,900 (60,600) dry metric tonnes of zinc concentrate.

Underground exploration of the Deep Ice zone is still held up awaiting completion of a new portal drift to allow draining of the heavy water inflows encountered when the development drift passed beyond the limits of permafrost. The new drift should be completed by October allowing resumption of underground exploration of this zone.

The 1985 summer surface exploration program is nearing completion. Two new mineralized intersections of ore grade and thickness were obtained 600 and 1400 metres east of the most easterly underground workings. Ore potential in these areas is limited by surrounding weakly mineralized holes at 200-300 metre intervals. The potential for significant additions to ore reserves will depend on results in these areas, work in the Deep Ice zone, and studies concerning pillar recovery. Upon completion of exploration this year, Vestgron will assess the remaining life of the mine and start providing over that life a charge to earnings for the estimated costs to clear the property when operations end. A preliminary estimate of the after-tax cost to clear the site is about \$7,000,000

Vestgron will pay a dividend of 15¢ per common share on 29Aug85, record 8Aug85.

Trader confident 1985 will see added Yellow Giant gold reserves

BANKS ISLAND, British Columbia—The 1984 work program at Trader Resources Corp.'s Yellow Giant project has successfully expanded gold reserves. The company reports the large 7,400-acre property is developing into one of western Canada's most prolific gold camps and its location on Banks Island on the west coast of British Columbia allows for year-round exploration and development. Trader's success has sparked the staking by other mining groups of well over 1,500 claim units that cover almost the entire 45-mile length of the island.

Trader, funded by senior European financial institutions, has spent C\$1.4 million on its first phase program and has earned a majority interest in the project from Falconbridge Ltd. and Inter-Globe Resources Ltd. To date, 11 gold deposits have been discovered. In addition, Trader's programs have established several other high priority drill targets. The deposits are of two types, disseminated bulk tonnage and high-grade gold veins.

Current ore reserves at the Yellow Giant project are:

Deposit	Tons	Oz. Au/ton	Oz. Au/deposit
Kim (bulk tonnage)	1,100,000	0.072	79,200
Bob (vein)	50,000	1.17	58,500
Discovery (vein)	100,000	0.46	46,000
Tel (vein)	24,000	0.91	21,800

Total ounces of gold reserves 205,500

All of these deposits are open to reserve expansion and seven other known deposits need drilling before their reserves can be calculated. A 1985 drill program is being planned to establish one million ounces of gold reserves.

Drilling, in 1984, of 10 holes at the bulk tonnage Kim deposit increased reserves to 1.1 million tons grading 0.072 ounces of gold per ton. The best hole, YG-6, assayed as follows (in feet):

Hole no.	Intersection	Interval	Oz. Au/ton
YG-6	98-413	315	0.05
	180-190	10	0.19
	251-272	21	0.15
	295-318	23	0.18

The deepest Kim drill hole, YG-13, intersected the deposit 425 feet below surface and confirmed that the deposit extends to depth.

Hole no.	Intersection	Interval	Oz. Au/ton
YG-6	531-551	20	0.11

The Kim deposit is open to both depth and strike extension. This year's drilling is expected to prove up a multi-million ton bulk tonnage deposit.

Trader drilled four holes along the 3,000-foot Englishman structure. These holes assayed:

Hole no.	Intersection	Interval	Oz. Au/ton
YG-1	187-194	7	0.28
YG-2	287-304	17	0.17
YG-3	190-194	4	0.03
YG-4	389-406	7	0.13

Trader's drilling in the Englishman area also identified two other important features:

1) A new structure, 140 feet north of and paralleling the Englishman, was intersected and assayed 0.14 ounces of gold over 13 feet.

2) A bulk tonnage gold zone, averaging 60 to 80 feet in width and grading 0.04 ounces of gold, occurs in the footwall of the Englishman deposit.

A hole drilled by Falconbridge in 1976 also cut the Englishman structure and assayed 0.22 ounces of gold over nine feet. Cumulative results indicate that a program of systematic development drilling should confirm more than one million tons with grades in the 0.17 ounce range over average widths of nine feet.

Three holes were drilled by Trader in the area of the Bob deposit. This drilling increased the reserves of this very high-grade vein deposit to 50,000 tons averaging 1.17 ounces of gold per ton and showed that the Bob deposit is open to reserve expansion in all directions.

Hole no.	Intersection	Interval	Oz. Au/ton	Oz. Ag/ton
B1	269-302	33	0.66	3.2
	292-302	10	1.92	6.9
B2	274-278	4	0.39	1/3
B3	317-327	10	0.27	0.5

In addition, Trader's work in the Bob area identified:

1) A new vein, 120 feet north of and paralleling the Bob vein, which averages five feet wide and assays up to 1.05 ounces of gold per ton.

2) Outcrops 200 feet north of the Bob vein that assay up to 3.0 ounces of gold per ton.

3) A strong gold geochemical and geophysical anomaly located 500 feet north of the Bob vein.

A comparatively small amount of additional drilling in this area should establish one of western Canada's highest grade mineable gold reserves in the near term. The area is adjacent to a harbor and significant ore has already been developed by a 1,300-foot underground decline. Bob area ore should be amenable to low capital

cost, barge mounted mill facilities and provide an early and substantial cash flow to Trader.

Four holes were drilled by Trader in the area of the Discovery deposit. All holes intersected the zone and proved that the structure that hosts the deposit continues to significant depth. Hole YG-2 intersected a 10-foot gold-bearing section of the zone 1,150 feet vertically below surface and 800 feet below earlier drilling. This intersection effectively indicated a possible tripling of the deposits' known reserves of 100,000 tons grading 0.46 ounces of gold per ton. Check assays of this intersection, however, ranged from 0.33 to 0.006 ounces of gold, thus confirmatory drilling is required.

The Midway deposit was found by surface surveys in December 1984. A hand trench across a coincidental geophysical/geochemical anomaly has partially exposed a system of sulphide veins and veinlets with surface gold values ranging to 0.07 ounces per ton. A very strong and lengthy EM conductor suggests the presence of a Kim type bulk tonnage deposit.

The directors of Trader are confident that the planned 1985 development program will add significantly to gold reserves. The high-grade nature of several of the company's known deposits should make an early production decision possible. ✕

1036 024

TRADER RESOURCE CORP. (TRR-V)

<u>DEPOSIT</u>	<u>TONS</u>	<u>GOLD(OZ/TON)</u>	<u>OZ.GOLD/PER DEPOSIT</u>
Kim (Bulk Tonnage)	1,100,000	0.072	79,200
Bob (Vein)	50,000	1.17	58,500
Discovery (Veing)	100,000	0.46	46,000
Tel (Vein)	24,000	0.91	<u>21,800</u>
Total Ounces of Gold Reserves			<u>205,500</u>

NEXT DRILL PHASE NOW BEING PLANNED

Trader Resources Corp. has expanded gold reserves at its Yellow Giant project on Banks Island, B.C.

Trader, has spent \$1,400,000 on the first phase program and has earned a majority interest in the project from Falconbridge Limited and Hot

Resources Ltd. To date, 11 gold deposits have been discovered. In addition, the current program has established several other high priority drill targets. The deposits are of two types, disseminated bulk tonnage and high grade gold veins.

All of these deposits are open to reserve expansion and 7 other known deposits need drilling before reserves can be calculated. A second phase drill program is being planned. Trader has drilled four holes along the 3,000 foot Englishman structure. These holes assayed: 7 ft. 0.28 oz.gold/t, 17 ft. 0.17 oz.gold/t, 4 ft. 0.03 oz gold/t, 7 ft 0.13 oz.gold/t. A hole drilled by Falconbridge in 1976 also cut the Englishman structure and assayed 0.22 ounce of gold over 9 feet. Cumulative results indicate that a program of systematic development drilling should confirm more than 1,000,000 tons with grades in the 0.17 ounce range over average widths of 9 feet.

At the Bob Deposit a comparatively small amount of additional drilling should establish one of western Canada's highest grade mineable gold reserves. The area is adjacent to a harbour and significant ore has already been developed by a 1,300 foot underground decline. Bob area ore should be amenable to low capital cost, barge mounted mill facilities and provide an early cash flow.

The Midway deposit is a new find of the bulk tonnage type. A hand trench across a coincidental geophysical-geochemical anomaly has partially exposed a system of sulphide veins and veinlets with surface gold values ranging to 0.07 ounce. Other coastal gold deposits are being evaluated by the company where a barge mounted mill system such as being planned for the Bob Deposit could also be utilized. Trader expects to proceed with a Toronto Stock Exchange listing.

NMINER
21 MARCH 1985

Trader seeking up to \$5 million on B.C. gold bet

Trader Resources Corp. of Vancouver says it is negotiating with CMP Funds Management for a \$3-million to \$5-million flow-through financing to be used for further exploration of its Yellow Giant gold property on Banks Island, B.C. *136/BE (103H-G033, 034)*

Trader President Robert Dickinson told The Northern Miner at a Toronto presentation he expects to see the financing completed "just as quickly as possible." The company, which in the last year has spent more than \$1.4 million on the property, still has drills there ready to go, once the financing is in place, Mr. Dickinson says.

He says the company has already delineated over 205,000 oz. of gold reserves, and has a target of 1,000,000 oz. in its next drilling phase.

Eleven deposits have been discovered to date, on their 7,400-acre property, the Trader president says, and consist of two types, disseminated bulk tonnage, and high grade gold veins.

In the latter category, one, the Bob, is claimed to have reserves of 50,000 tons at a grade of 1.17 oz. gold per ton, and Mr. Dickinson says the company hopes to prove up about four times that tonnage, at a similar grade, with the next program.

The Bob is still open to expansion in all directions, he says.

James McDougall, this year's winner of the Prospector of the Year award from the Prospectors and Developers Association, assisted Trader Resources in acquiring the Yellow Giant project, which was optioned from Falconbridge Ltd., and Hot Resources.

Trader can earn a 100% interest, and currently has earned about an 80% interest, Mr. Dickinson says.

NMENER
13 DEC 1984

Trader Resources

VANCOUVER - Trader Resources has completed three more holes on its Yellow Giant property on Banks Island, B.C. The drilling was on the Bob deposit which is still open to expansion in all directions. As a result, reserves there have been expanded to 50,000 tons grading 1.17 oz. gold per ton, according to Trader President Robert Dickinson. The holes included drill intercepts of 33 ft. grading 0.66 oz. gold and 3.2 oz. silver; 10 ft. of 1.92 oz. gold and 6.9 oz. silver; 4.0 ft. of 0.39 oz. gold and 10 ft. of 0.27 oz. gold. The company will continue the drill program after a flow-through financing.

103G/BE (103H-G-009,038,039)

INT. PROS. + DEV. FEB/MAR 1985

Trader Resource Corp. VSE-TRR
Trader's exploration crew has discovered a new deposit on the 7,400 acre Yellow Giant property at Banks Island, B.C. The deposit, called the Midway, is located on the eastern flank of Quartz Hill and was discovered late December 1984. Three hand trenches have exposed a massive sulphide zone at least ten feet wide. This latest discovery raises the number of known deposits to eleven. Exploration on four of the deposits has outlined ore reserves of 1,274,000 tons containing 205,500 ounces of gold. These four deposits are open to expansion of reserves.

103G/BE
103H-G
009,038
039

GWL #45 5 MARCH 1985

TRADER RESOURCE CORP. (TRR-V)

DEPOSIT	TONS	GOLD(OZ/TON)	OZ. GOLD/PER DEPOSIT
Kim (Bulk Tonnage)	1,100,000	0.072	79,200
Bob (Vein)	50,000	1.17	58,500
Discovery (Veing)	100,000	0.46	46,000
Tel (Vein)	24,000	0.91	21,800
Total Ounces of Gold Reserves			205,500

103G/BE (103H-G-009,038,039)

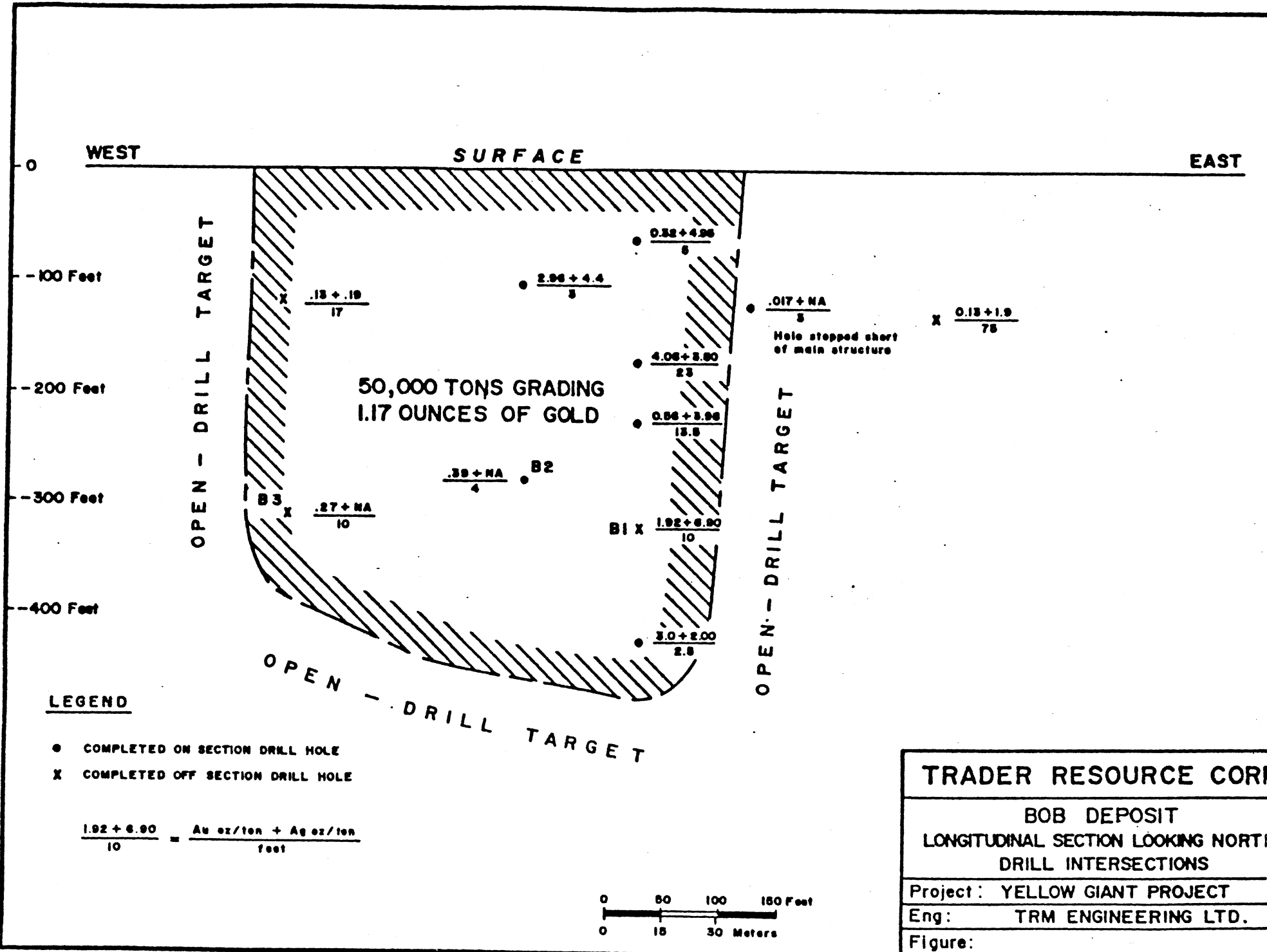
NEXT DRILL PHASE NOW BEING PLANNED
Trader Resources Corp. has expanded gold reserves at its Yellow Giant project on Banks Island, B.C.
Trader, has spent \$1,400,000 on the first phase program and has earned a majority interest in the project from Falconbridge Limited and Hot

Resources Ltd. To date, 11 gold deposits have been discovered. In addition, the current program has established several other high priority drill targets. The deposits are of two types, disseminated bulk tonnage and high grade gold veins.

All of these deposits are open to reserve expansion and 7 other known deposits need drilling before reserves can be calculated. A second phase drill program is being planned. Trader has drilled four holes along the 3,000 foot Englishman structure. These holes assayed: 7 ft. 0.28 oz.gold/t, 17 ft. 0.17 oz.gold/t, 4 ft. 0.03 oz gold/t, 7 ft 0.13 oz.gold/t. A hole drilled by Falconbridge in 1976 also cut the Englishman structure and assayed 0.22 ounce of gold over 9 feet. Cumulative results indicate that a program of systematic development drilling should confirm more than 1,000,000 tons with grades in the 0.17 ounce range over average widths of 9 feet.

At the Bob Deposit a comparatively small amount of additional drilling should establish one of western Canada's highest grade mineable gold reserves. The area is adjacent to a harbour and significant ore has already been developed by a 1,300 foot underground decline. Bob area ore should be amenable to low capital cost, barge mounted mill facilities and provide an early cash flow.

The Midway deposit is a new find of the bulk tonnage type. A hand trench across a coincidental geophysical-geochemical anomaly has partially exposed a system of sulphide veins and veinlets with surface gold values ranging to 0.07 ounce. Other coastal gold deposits are being evaluated by the company where a barge mounted mill system such as being planned for the Bob Deposit could also be utilized. Trader expects to proceed with a Toronto Stock Exchange listing.



TRADER RESOURCE CORP
BOB DEPOSIT
LONGITUDINAL SECTION LOOKING NORTH DRILL INTERSECTIONS
Project: YELLOW GIANT PROJECT
Eng: TRM ENGINEERING LTD.
Figure:

Trader reserves up

VANCOUVER — The first phase of diamond drilling on **Trader Resources' Kim** gold claims within the Yellow Giant property on Bank Island, B.C., has increased reserve estimates to 1.1 million tons averaging 0.072 oz. gold per ton.

Trader President Robert A. Dickinson anticipates that additional reserves will be delineated by further drilling. The Kim deposit is one of 10 known gold deposits within the boundaries of Trader's Yellow Giant property, he added.

N MINER
6 DEC 1984
103G/8E
(103H-G
009,038,
639)

GWL #237 10 DEC 1984

TRADER RESOURCE CORP. (TRR-V)

NO. 237(1984)
DECEMBER 10, 1984

Current ore reserves at Trader's Yellow Giant Project are now:

<u>Deposit</u>	<u>Tons</u>	<u>Oz. Gold/Ton</u>	<u>Oz. Gold Per Deposit</u>
Kim (Bulk tonnage)	1,100,000	0.072	79,200
Bob (Lode)	50,000	1.17	58,500
Discovery (Lode)	100,000	0.46	46,000
Tel (Lode)	24,000	0.91	21,800
Total Ounces Of Gold Reserves			205,500

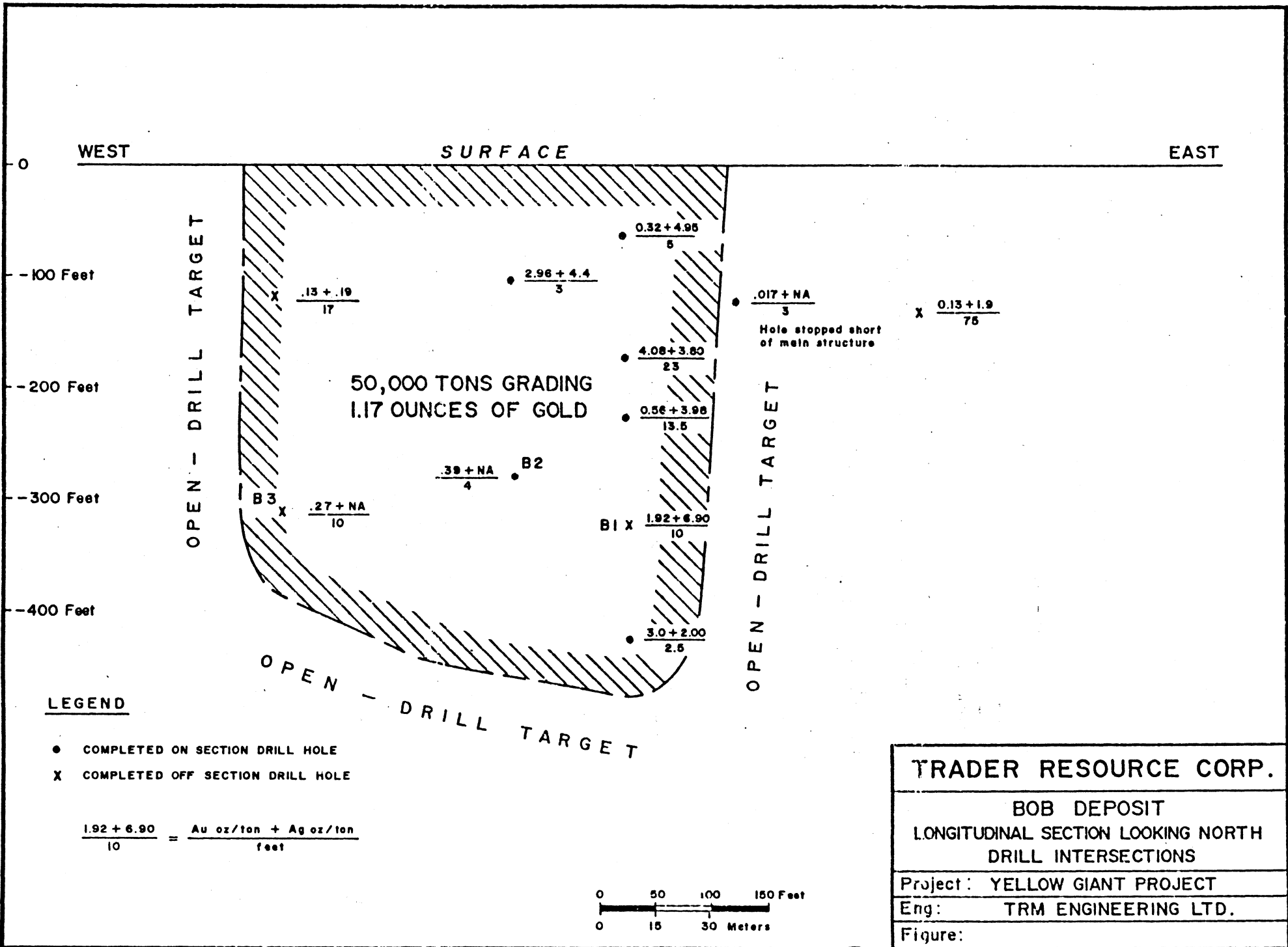
HIGH GRADE ZONE RESERVE
CALCULATION REPORTED

Trader Resource Corp. has completed three diamond drill holes in the area of the Bob gold deposit, one of ten known deposits on the Yellow Giant property, Banks Island, B.C. (See tonnage grade drill hole results on map overleaf).

Ore reserves of six other known deposits within the boundaries of Trader's large scale Yellow Giant Property required further drilling before reserves can be calculated accurately. Trader's surface exploration surveys have identified several significant gold targets which also require drill testing.

The project is well situated for year round development. Drilling will be underway again as soon as Yorkton Securities Inc. completes the company's flow-through financing.

103G/8E (103H-G 009,038, 039)



● $\frac{0.32 + 4.98}{5}$

● $\frac{2.96 + 4.4}{3}$

X $\frac{.13 + .19}{17}$

● $\frac{.017 + \text{NA}}{3}$

Hole stopped short of main structure

X $\frac{0.13 + 1.9}{75}$

● $\frac{4.08 + 3.80}{23}$

**50,000 TONS GRADING
1.17 OUNCES OF GOLD**

● $\frac{0.56 + 3.98}{13.5}$

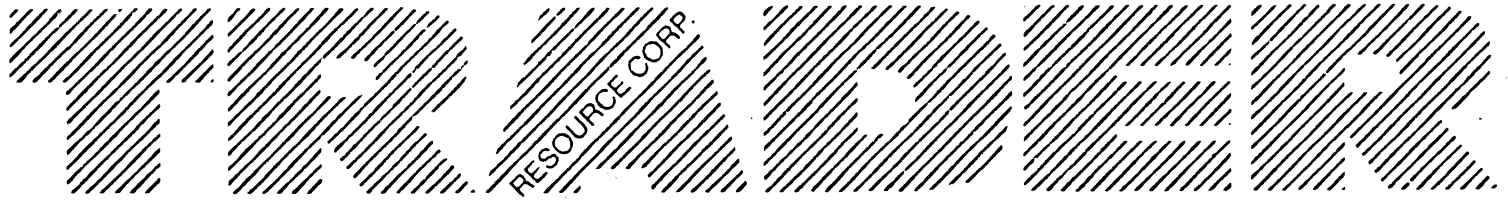
● $\frac{.39 + \text{NA}}{4}$ B2

X B3 $\frac{.27 + \text{NA}}{10}$

X B1 $\frac{1.92 + 6.90}{10}$

● $\frac{3.0 + 2.00}{2.5}$

OPEN - DRILL TARGET



December 6, 1984

NEWS RELEASE

High Grade Gold Intersections Double Tonnage at Bob Deposit

TRADER RESOURCE CORP. (TRR) has completed three diamond drill holes in the area of the Bob gold deposit, one of ten known deposits on the Yellow Giant Property, Banks Island, B.C.

Trader's drill program has shown that the Bob deposit is open to expansion in all directions. A comparatively small amount of further drilling should prove the Bob deposit to be Western Canada's highest grade gold producer in the near term.

Ore reserves of the Bob deposit have been increased to 50,000 tons grading 1.17 ounces of gold. Reserves were calculated for Trader by International Geosystems Corporation and are given a 95% confidence level.

Assay results from the Bob deposit drill holes are:

<u>Hole No.</u>	<u>Interval (feet)</u>	<u>Length (feet)</u>	<u>Gold (oz/ton)</u>	<u>Silver (oz/ton)</u>
B1	269-302	33	.66	3.2
	292-302	10	1.92	6.9
B2	274-278	4	.39	N/A
B3	317-327	10	.27	N/A

Current ore reserves at Trader's Yellow Giant Project are now:

<u>Deposit</u>	<u>Tons</u>	<u>Gold (oz/ton)</u>	<u>Ounces of gold per deposit</u>
Kim (Bulk tonnage)	1,100,000	.072	79,200
Bob (Lode)	50,000	1.17	58,500
Discovery (Lode)	100,000	.46	46,000
Tel (Lode)	24,000	.91	21,800
TOTAL OUNCES OF GOLD RESERVES			<u>205,500</u>

Ore reserves of six other known deposits within the boundaries of Trader's large scale Yellow Giant Property require further drilling before reserves can be calculated accurately. Trader's surface exploration surveys have identified several significant gold targets which also require drill testing.

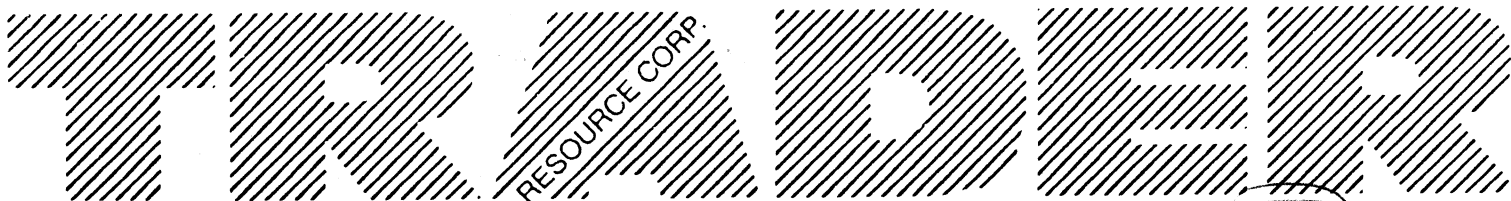
The project area is ideally situated for year round development. Drilling will be underway again as soon as Yorkton Securities Inc. completes the Company's flow-through financing.

This release has been prepared by the undersigned on behalf of the Board of Directors of the Company and the undersigned accepts responsibility for its contents.

ON BEHALF OF THE BOARD OF DIRECTORS
OF TRADER RESOURCES CORP.

ROBERT A. DICKINSON
President and Director

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



November 23, 1984

NEWS RELEASE

ORE RESERVES DOUBLED AT KIM BULK-TONNAGE GOLD DEPOSIT

TRADER RESOURCE CORP.'S (TRRV) first phase diamond drilling in the area of the Kim bulk-tonnage gold deposit has increased the Kim deposit's reserves to 1.1 million tons grading .072 ounces of gold. This reserve includes a central zone of 452,000 tons grading .104 ounces of gold.

Ore reserves were calculated for Trader by International Geosystems Corporation and are given a 95% confidence level.

As proven by the recent program the Kim deposit is open to expansion in all directions. Very large scale bulk-tonnage gold reserves are expected to be delineated by further drilling.

The Kim deposit is one of 10 known gold deposits within the boundaries of Trader's Yellow Giant Property.

This release has been prepared by the undersigned on behalf of the Board of Directors of the Company and the undersigned accepts responsibility for its contents.

**ON BEHALF OF THE BOARD OF
DIRECTORS OF TRADER RESOURCE CORP.**

ROBERT A. DICKINSON
President and Director

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