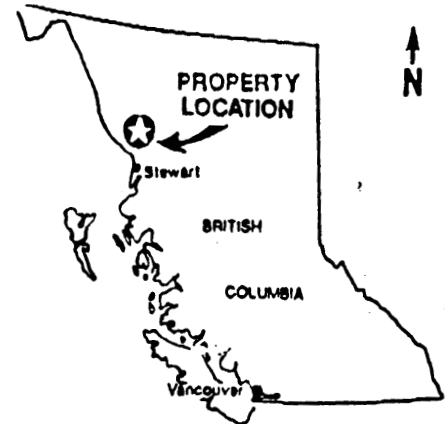


EXPLORATION NEWS FLASH**SPECTACULAR HOLE AT ESKAY CREEK****PROPERTY:** ESKAY CREEK**COMMODITIES:** Au, Ag, Pb, Zn**OWNER:** Consolidated Stikine Silver Ltd. 50%
Calpine Resources Inc. 50%**OPERATOR:** Calpine Resources Inc.**CORPORATE LINKS:** Prime Resources Corp. Murray Pezim is chairman of Prime and a director of Calpine.**DEVELOPMENT REGION:** North Coast**EXPLORATION BUDGET:** 1989-90 \$7.0M**EXPLORATION STATUS:** Surface work, extensive diamond drilling and mapping, geochemistry, and geophysics.**MDRP STAGE:** 0**MINFILE NUMBER:** 104B-008**NEWS ITEM:** Results from Hole 109 were released August 22nd and included 682.2 ft. (208m) averaging 0.875 opt Au (30 gms/t) and 0.97 opt /Ag., 1.12% Pb, 2.26% Zn. In this interval is included is a 200.1 ft. section (61m) weighing 2.877 opt Au (98.6 gm/t), including 62.3ft (20m) of 7.765 opt Au (266.2 gms/t), 1.35 opt Ag, 1.63% Pb, 3.26% Zn. This hole is 800 metres along section from the southwestern section of the 21 zone where previous drilling has indicated a potential geological open pitable reserve of 2.8 m. ton grading 0.23 opt au and 3.34 opt Ap.**ISSUES:**
-Iskut Road access Unuk River segment.
-Increased pressure for government funding of road.
-Native land claims in region.
-Possible environmental concerns due to presence of arsenic and antimony in ores.**REMARKS/IMPLICATIONS:**

-Vancouver Stock Exchange has been going "wild" on these news.
-This deposit has the potential of being an extremely significant discovery and has to be the most important exploration development this year.

-The whole region is now buzzing with exploration activity largely due to programs by the numerous Pezim controlled companies that have land positions in the area.



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