

SKYLINE EXPLORATIONS LTD. 301-675 W. Hastings St., Vancouver, B.C. V6B1N2 (604) 683-6865 Faxline (604) 683-7449

NEWS RELEASE

104B

JOHNNY MOUNTAIN GOLD MINE 100% owned

The company is pleased to report that the mill has been in full production of 200 tons per day for 10 full days.

Exploration work on the company's Crown Grants is in progress.

Red Bird Crown Grant 1048077

Five holes have been drilled on the Northern corner of the Red Bird crown grant.

Assays have been received on two holes and are pending on a further three holes.

1	From	То	Width (Feet)	oz/T Gold
Hole # RB 7	39.2' - 93.2' - 173.3' -	95.2'	2.7 2 5	.452 .152 1.868
Hole # RB 8	59.0' - 133.3' -	62.0' 136.3'	、 3 3	.120 .241

Further results will be reported as they are received.

Work on the Sky Creek Zone, adjacent to the Cominco/Delaware Twin Zone is in progess. To date extensive prospecting and V.L.F. has been completed. Surface sampling has returned assays of .454 oz/T Gold to 1.668. Trenching and geochem are now in progress. Surface work will be followed by diamond drilling.

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On behalf of the Board

R.E. Davis President

August 4, 1988