

NO.202(1990)
OCTOBER 18, 1990

George Cross

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HAWKEYE DEVELOPMENTS LTD. (HAD-V)

FINAL FEASIBILITY UNDERWAY - Joe Whipple, president,
Hawkeye Developments Ltd.,
reports final feasibility and production permitting of
the Crystal Peak garnet project are underway. Hawkeye
can earn a 70% interest in the project, located 32 km
southwest of Penticton, B.C., from POLESTAR EXPLORATION
INC. (PSE-V). Bulk samples are being prepared for
distribution to major end users on the west coast of
Canada and the U.S. and in Western Europe. Recently,
the California Advisory board on the Environment
approved the Crystal Peak garnet as a recommended
abrasive in that state. Hawkeye recently completed a
private placement and advanced \$100,000 to Polestar for
the feasibility study. Hawkeye has reported a rights
offering of one right per share of record Oct. 26,1990.
Two rights and 50¢ will purchase one addition share
until Nov.16,1990, for proceeds of \$801,888 which will
bring the issued of Hawkey to 4,811,328 shares. A
guarantee of \$600,000 of rights has been provided by
Haywood Securities. Proceeds from the above
arrangements will complete the feasibility study and
production permitting.

The Crystal Peak garnet deposit has drill-indicated
reserves of 40,000,000 tons of 80% andradite garnet.
(SEE GCNL No.136, 16Ju1900, P.2 FOR PROJECT FUNDING DATA)

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