



**Prime Equities Inc.**

**521781**

11th Floor-Box 10,  
808 West Hastings Street,  
Vancouver, B.C.  
Canada V6C 2X4

Telephone: (604) 687-7463  
Telecopier: (604) 681-2578

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## **PRIME EQUITIES INC.**

### **SUMMARY OF CORPORATE ACTIVITIES**

**Prime Equities Inc.** began trading on the Vancouver Stock Exchange on January 16, 1991. Headed by the Mining Men of the Year for 1990, Murray Pezim and Chet Idziszek, **Equities** provides administrative, accounting, financial and technical consulting services to approximately 60 junior resource companies belonging to the **Prime Equities Group of Companies**. As of May 15, these juniors have cash and marketable securities worth about \$31 million, of which cash reserves total \$24 million. Through varying shareholdings, **Equities** has direct interests totalling some 47.8 million shares in the companies of the **Group** - in the case of **Goldnev Resources Inc.**, its interest is approximately 41% on a fully diluted basis.

During his career as a financier, Murray Pezim has raised in excess of \$1.0 billion for exploration and development of mining and oil and gas projects throughout North America. On the mining side, Mr. Pezim is acknowledged as a key figure in the discoveries and early development of the world class Hemlo deposits and the Jolu Mine. The track record of Pezim-led companies and their successors for mining properties over the last decade speaks for itself:

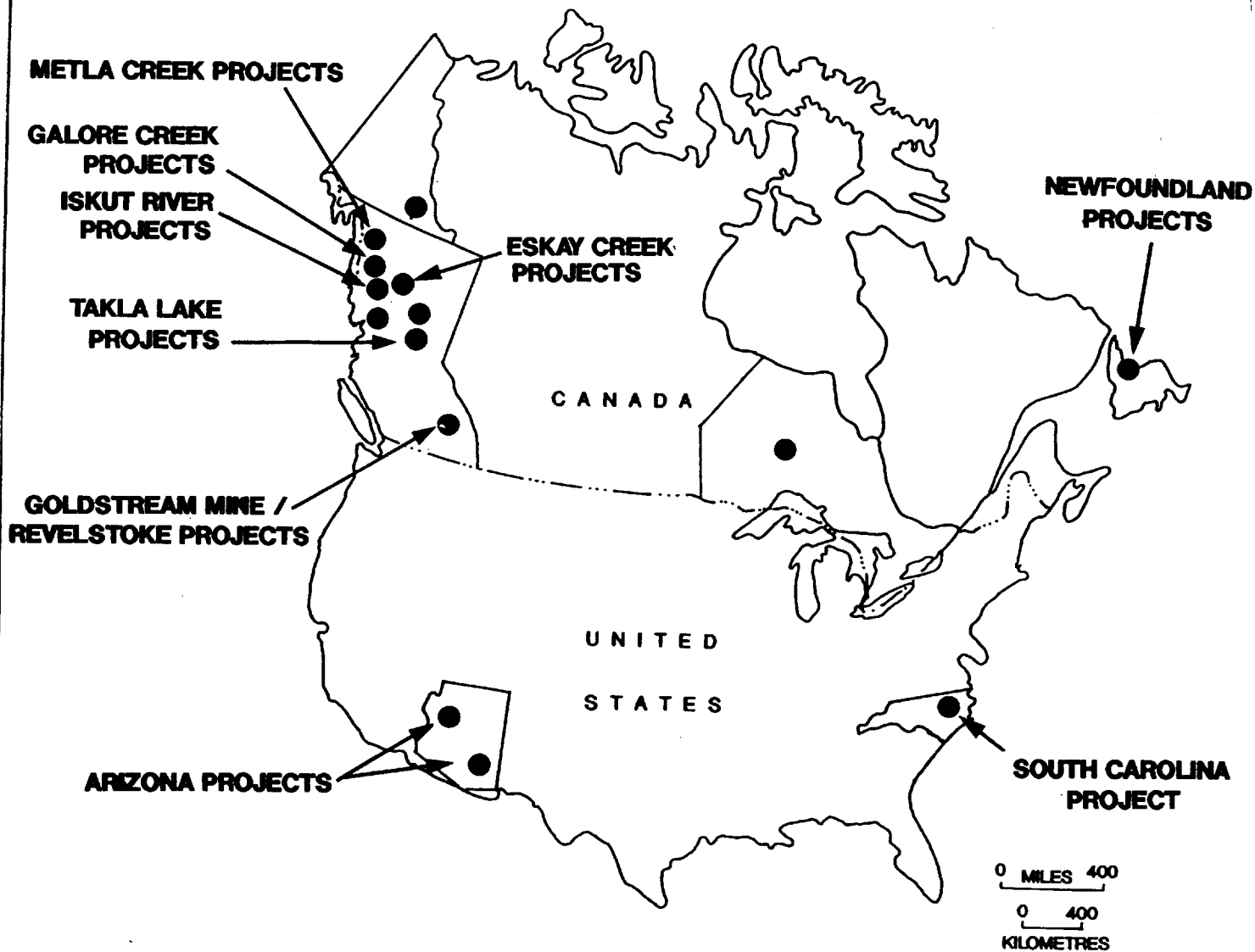
- 1981: Discovery of Hemlo orebodies;
- 1984: Discovery of Jolu deposit;
- 1985: First production from David Bell and Williams Mines; Ontario Supreme Court awards Williams Mine to Corona and Teck;
- 1988: Acquisition of Snip Deposit and identification of Goldstream Mine as acquisition target; discovery of 21A deposit at Eskay Creek;
- 1989: Discovery of 21B deposit and Hole 109; Supreme Court of Canada confirms Corona and Teck ownership of Williams Mine; acquisition of 50% of Goldstream Mine;
- 1990: Reserves definition on Eskay Creek deposits;
- 1991: First production from Snip Mine; first production from Goldstream Mine.

The foregoing represents some 27 million ounces of gold in the ground, or approximately \$10 billion in gold reserves.

Since January of 1991, **Equities** and the **Group** have achieved the following:

- January: **Equities** is called for trading;
- April: **Equities** reaches financing agreement with Teck Corporation, a deal worth between \$12.5 million and \$24.5 million
- May: Production begins at **Goldnev's** 50%-owned **Goldstream Mine**. Expected to produce 36 million pounds of copper and 7 million pounds of zinc per annum, cash costs for the operation are projected to be US\$0.74 a pound of copper.
- Jan.-June 10: Eleven financings for the **Group** have raised \$7.6 million; inclusion of the Teck deal for \$5.0 million into **Equities** itself brings the total to \$12.6 million. Thirty or so more financings are planned for 1991 to raise a further \$20-\$25 million. Preliminary estimates of exploration expenditures for all of the **Group's** properties during 1991 total at least \$25 million.

**Prime Equities** and its managed companies expect to build upon their excellent track record for financing and exploration, and furthermore believe that their new association with Teck Corporation provides them with top quality mining expertise, the final link required to take properties from financing and exploration, discovery and orebody delineation stages through to commercial production.



**Prime Equities Inc. Group of Companies**

**PROJECT LOCATIONS**



**Prime Explorations**  
A division of Prime Equities Inc.