

VSE INVESTOR ALERT

STOCKWATCH:	GALICO RESOURCES INC.
VSE SYMBOL:	GAK.V
SHARES ISSUED:	2,099,000
TRADING RANGE:	\$2.50-\$3.00
MARKET COMMENTS:	"Quiet" accumulation in progress

Galico Announces . . .

Murray Pezim's Galico Resources Inc. recently announced that it has reached an agreement with Cominco Ltd. to acquire an undivided 60% interest in the Metla Property. Galico will earn its interest by issuing 50,000 shares to Cominco and incurring exploration expenditures of \$1,100,000 before June 30, 1994. In addition, Cominco will receive options to purchase up to 150,000 shares of Galico at prices between \$3.00 to \$5.00 prior to June 30, 1994. Galico will be the operator of the project during its earn-in period and during any subsequent joint venture stage.

Metla Project, Atlin, British Columbia . . .

The Metla Property is located in the Atlin Mining Division, midway between the Galore Creek and Tulsequah areas of northwestern B.C. The property lies 15 miles northwest of the Golden Bear Mine, a gold producer managed by Golden Bear Operating Company. The property is comprised of the 20 unit Metla claim block owned 100% by Cominco. There are no underlying royalties attached to the property.

Exploration by Cominco between 1988-1990 located a large zone of gold and base metal bearing boulders, approximately 5,500 feet long and up to 900 feet wide, spanning 600 feet in elevation. Within this larger zone are six areas where mineralized boulders are concentrated. Detailed prospecting and trenching have located mineralization in outcrop at several of these locations. Horizontal loop EM and magnetometer surveys have detected four high priority conductors coincident with two of these six targets. None of these targets have been drilled. The boulder areas, however, have been extensively mapped and partially sampled. Fire assay results were reported to exceed 2,000 ppb gold.

The Metla Property is ready for immediate drilling at the start of the 1991 field season. Due to the large number of high priority targets to be drilled, rumours are that Galico will complete the \$1,100,000 expenditure requirements for the 60% earn-in this year.

Expect major VSE "area play" to evolve during the summer months, as Pezim's promotion machine fuels investor interest in the immediate area. Safe bet that Pezim's flagship company, Galico Resources, will lead the pack.

*** FOOTNOTE**

Murray Pezim, Chairman of Prime Equities Inc. (VSE-PEQ), has been the acknowledged force behind numerous major Canadian gold discoveries of the past decade. Most notably—the Eskay Creek gold deposit, the SNIP Deposit in northwestern British Columbia, the Jolu Mine in Saskatchewan, and the world-class Hemlo gold mines in Ontario. Collectively these deposits are estimated to contain approximately 30 million ounces of gold, representing billions of dollars in shareholder value.