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## Trader doubles ore reserves of Kim gold deposit on Banks Island

**BANKS ISLAND, British Columbia**—Ore reserves have been doubled at Trader Resource Corp.'s Kim bulk tonnage gold deposit on Banks Island, British Columbia. The Yellow Giant project is under option from Falconbridge Ltd. and Host Ventures.

Trader's first phase diamond drilling in the area of the Kim bulk tonnage gold deposit has increased the Kim deposit's reserves to 1.1 million tons grading 0.072 ounces of gold. This reserve includes a central zone of 452,000 tons grading 0.104 ounces of gold.

Ore reserves were calculated for Trader by International Geosystems Corp. and are given a 95 percent confidence level.

As proven by the recent program, the Kim deposit is open to expansion in all directions. Very large-scale bulk tonnage gold reserves are expected to be delineated by further drilling.

The Kim deposit is one of 10 known gold deposits within the boundaries of Trader's Yellow Giant property. It was discovered back in 1964 by Jimmy McDougall, former western vice president of Falconbridge and

now on Trader's board of directors. Well over 7,400 acres were consolidated by Trader and a C\$1.2 million program of field work was conducted since March 1984. The program began with surface testing, geochemical surveys, IP, and a re-survey of old drill holes. Just under 12,000 feet of drilling was then performed during late summer and early fall in and around several of the known gold deposits with the idea of expanding their reserves.

The first holes were drilled on the Englishman, a shear structure Falconbridge hit

with one hole that intersected 8.5 feet of 0.22 ounces of gold per ton. Trader President Robert Dickinson said, "We drilled three or four holes and we got similar values along the structure. It looks like a vein 10 feet wide that's running 0.2-0.25 ounces of gold per ton. We can't really calculate any tonnage with these first three holes yet, but it definitely has a long strike length and we've got it down to about 300 feet below surface."

Results should be available soon on the present target, the Bob deposit, a high-

grade vein deposit. Historical reserves are 28,000 tons grading 2.12 ounces of gold per ton as calculated by Falconbridge. Three holes were recently drilled on the Bob deposit.

A C\$300,000 flow-through share offering is being completed by Yorkton Securities in Vancouver to enable Trader to conduct further drilling on the Bob deposit. A drill rig is standing by. The company hopes to prove up between 150,000 to 250,000 ounces of gold on this small, but high-grade deposit. ✕