

## FreeGold Recovery Inc.

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Currently, the corporation is seeking submittals from previous hard rock precious metals producers in California, Nevada, and Arizona. FreeGold will work in Northern Ontario and Quebec in the summer months on tailings exploration targets.

The company seeks to prove an estimated minimum grade of 0.02 ounces of gold per ton and a minimum of 150,000 tons before they move in their test equipment. If a property meets FreeGold's minimum criteria, a two-man team will conduct an exploration program, and within a few days enough hard data will be gathered to make a decision as to whether or not the property warrants further exploration.

If the property shows potential, depending on the size of the tailings pond, an exploration team can then complete the program in a matter of weeks and at a low cost. Using the exact down-sized version of equipment that would be used if a production decision were made, FreeGold's management team not only will have completed its exploration program to establish reserves, but it will also have eliminated the

problem of relating production equipment to exploration reserves and final recovery.

If the company's exploration program proves positive, management would like to have a production site established by mid to late 1986.

FreeGold will also be developing its 33 placer claims, 250 miles north of Fairbanks, Alaska, in early 1986.

A magnetic survey was concluded in September of 1985 on the Alaska property and two distinct types of magnetic anomalies were found. One type was very strong and probably reflects local high amounts of magnetic minerals in bedrock, says Harry Barr, president. The other more important type of magnetic anomaly is very weak and subtle. This type is associated with the known placer channel.

Based on the results and recommendations of a report completed by Ernest W. Wolff Ph.D., P.Eng., FreeGold will conduct Phase II of the exploration program in the spring of 1986, which will consist of placer drilling or bulk sampling by backhoe to further delineate the placer deposit and establish gold reserves. Currently, management is also working with several interested parties on the potential of a joint venture to further develop their Gold Bench claims.

Mr. Barr said management also plans to form a consulting and equipment sales division to help establish cash flow. The consulting will concentrate on exploration and installation of recovery systems for the reprocessing of tailing dumps and placer-type deposits. The equipment sales division will include several lines of the latest proven fine gold recovery methods.

## Trader finds deeper gold values on Yellow Giant

**BANKS ISLAND, British Columbia**—In the first stage of its 1985 diamond drilling program, Trader Resource Corp. has completed 5,500 feet of drilling on its Yellow Giant property on Banks Island, located on the west coast of British Columbia, near Prince Rupert.

Based on the assay results received to date, the most significant intersection encountered was on the Tel deposit. Drill hole YGTL-85-007 intersected at 575 feet below surface, 1.17 ounces of gold per ton over a true width of 10.23 feet, or 0.765 ounces of gold per ton over 17.55 feet.

Previous diamond drilling on this deposit had only extended the gold-bearing zone to 130 vertical feet below surface. The current intersection substantiates the depth extension and grade potential of the Tel deposit.

Murray McClaren, director of Trader, says the company's consulting engineer recommended an additional C\$985,000 drill program on the Tel deposit, to be completed by the end of the year. ✱



Mike Pickens, analyst for Midland Doherty Co., and Joe Shearer, project manager, examine the recent diamond drill core from the Tel deposit on Trader's Yellow Giant property, Banks Island, British Columbia.

## Muscocho lets drilling contract

**TIMMINS, Ontario**—Muscocho Explorations Ltd. has let a contract for a 2,000-foot drilling program on a 66-claim property in the Swayze area, 70 miles southwest of Timmins, Ontario. The claims are held by Jerome Gold Mines Corp. Muscocho can

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