

New Nadina enters venture to develop Owen Lake mining camp

HOUSTON, British Columbia —New Nadina Explorations is entering into an agreement with Bulkley Silver Resources Inc. to jointly develop the Owen Lake mining camp located near Houston.

This agreement will be an equal partnership after Bulkley has expended and committed C\$3,892,000 by April 1, 1986, after which New Nadina can elect to participate on a 50/50 basis, or to not participate and retain a 40 percent interest in the project.

The Owen Lake mining camp is a polymetallic (silver, gold, zinc,

copper, lead, cadmium, and barite) mineral camp. The ore occurs in steeply dipping veins and as veinlets and disseminations in the porous volcanic sandstones and breccias located near faults and vents.

The drill-proven tonnage of 500,000 tons bearing 0.1 ounces of gold per ton, 10 ounces of silver per ton, eight percent zinc, two percent lead, and one percent copper is in the main central vein. There are 12 veins with drill intersections down 500 feet in depth and one drilled to 1,300 feet in depth.

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The grade in the south end of the property is in the order of 0.2 ounces of gold per ton and 20 ounces of silver per ton, but exploration work to date has been complicated by metallurgical problems.

Coast Tech Research of North Vancouver recently informed New Nadina of the results of research on the effectiveness of using biological leaching to facilitate separation of various metals in ore minerals taken from Equity Silver Mines' Owen Lake property in the vicinity of New Nadina's property. Coast Tech reported that the experiments were successful and biochemical leaching will break down ore minerals and separate out the various metals.

Work is scheduled to begin on the New Nadina property in early 1986. ✕



Diamond drilling to the south of the tailings pond at New Nadina's Silver Queen mine was conducted this summer to test the extension of the Chisolm breccia silver zone in the Owen Lake mining camp of west-central British Columbia. New Nadina has agreed to joint venture with Bulkley Silver Resources to develop the Owen Lake property.

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