

PRIME EQUITIES INC.

Newsrelease

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CONSOLIDATED RHODES RESOURCES LTD.

"COPPER CANYON DEPOSIT DRILL INDICATED RESERVE INCREASED TO 35.7 MILLION TONS GRADING 0.75% Cu, 0.50 oz/t Ag AND 0.034 oz/t Au WITH GEOLOGICAL RESERVE POTENTIAL OF ADDITIONAL 100 MILLION TONS"

Consolidated Rhodes Resources Ltd. ("Rhodes") is pleased to announce a preliminary geological reserve estimate has been calculated for the Copper Canyon Project located in the Galore Creek area of northwestern British Columbia approximately six miles east of the Galore Creek Deposit. The reserve estimate was calculated by GML Minerals Consulting Ltd. ("GML") of Calgary, Alberta and is based on results from Rhodes' 1990 diamond drilling, geological mapping, and rock and contour - line soil sampling programs.

COPPER CANYON DEPOSIT - DRILL INDICATED RESERVE -

Zone	Tons (millions)	Average Grade			Copper Equivalent*
		Copper (%)	Silver (oz/ton)	Gold (oz/ton)	
Central	35.7	0.75	0.50	0.034	1.46

* Copper Equivalent calculated using U.S. \$360.00 an ounce for gold, U.S. \$4.00 ounce for silver, and U.S. \$1.00 a pound for copper.

GML also estimated the Central, North, and Eastern copper zones have the potential to host an additional 100 million tons of reserves, bringing the total estimated reserve potential to approximately 136 million tons.

Using published grade and tonnage data it is evident from the following table that the Copper Canyon Deposit compares favourably with other porphyry copper deposits being explored in British Columbia. The grade in copper equivalent of the Galore Creek area deposits (including Copper Canyon) is up to three times that of the other deposits.

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	<u>TONS</u>	<u>COPPER</u>	<u>SILVER</u>	<u>GOLD</u>	<u>Copper</u>
	(millions)	(%)	(oz/ton)	(oz/ton)	Equivalent*
					(%)
COPPER CANYON DEPOSIT					
Rhodes					
Drill Indicated	35.7	0.75	0.50	0.034	1.46
Additional Potential	100.0				
GALORE CREEK DEPOSIT					
Kennecott Corp. et al	138.0	1.06	-	0.013	1.28
MT. MILLIGAN DEPOSIT					
Placer Dome Inc.	440.0	0.20	-	0.014	0.45
FISH LAKE DEPOSIT					
Taseko Mines Ltd.	201.0	0.24	0.33	0.015	0.58
KEMESS PROJECT					
El Condor Resources Ltd.	70.0	0.18	-	0.013	0.41
HUSHAMU DEPOSIT					
Moraga Resources Ltd.	76.7	0.30	-	0.010	0.48

Exploration on the Copper Canyon Project by Rhodes in 1990 identified three copper-gold zones, the Central, Northern and Eastern Zones respectively. The largest of these is the Central Zone, a continuous, northeast - southwest trending zone over 4,000 feet long, up to 1,200 feet in width and open in all directions. Rhodes' Drill Indicated Reserve of 35.7 million tons was calculated from 11,508 feet of drilling in twelve holes within a strike length of approximately 1,500 feet on the southwest portion of the Central Zone, to an average depth of 1,000 feet, and using a 0.5% copper equivalent cut off grade (calculated on the basis of 0.01 oz/ton gold being equivalent to 0.15% copper, and excluding silver). The Reserve Potential of 100 million tons was derived from the extrapolation of all drill results on the property, geological mapping, and surface sampling.

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Rhodes' Drill Indicated Reserve from the Central Zone corresponds to the area from which most of an earlier estimate (29 million tons grading 0.70% copper, 0.30 oz/ton silver, and 0.10 oz/ton gold) was derived by a previous operator from a limited drill program in 1957. The 1957 drill program was hampered by poor core recoveries, which in places averaged only about 15%. Core recoveries for **Rhodes** were generally greater than 95% and results returned included 0.056 oz/ton gold, 0.65 oz/ton silver, and 1.06% copper over 884.2 feet in hole CC-90-02 and 0.033 oz/ton gold, 0.48 oz/ton silver, and 0.74% copper over 515.1 feet in hole CC-90-04.

Rhodes' 1991 plans include continued drill testing of the Central and Eastern Zones, drill testing of the Northern Zone, and continued geological mapping and soil geochemical sampling to explore for additional copper-gold bearing zones. Field work will commence within the next three to four weeks.

Rhodes is earning a 50% interest in the Copper Canyon Project from Canamax Resources Inc. The majority of the reserves discussed above occur on the Copper Canyon Property. However, the copper-gold zones extend onto the adjacent **Copper Penny Project** claims. **Rhodes** is earning a 50% interest in the latter property from Teck Corporation, Silver Standard Resources Inc., and Wilson Mining Corporation by incurring exploration expenditures of \$1,000,000 and making option payments totalling \$100,000 by December 31, 1995 and issuing 200,000 shares by December 31, 1993.

Rhodes is Operator of exploration on both projects and has contracted with Prime Explorations - a division of Prime Equities Inc. to provide management and consulting services on its behalf.

ON BEHALF OF THE BOARD OF DIRECTORS



Murray Bezim,
Chairman of the Board