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## Bonus Stock Recommendation

**Lysander Gold Corporation/LYS.V**  
4,022,297 shares outstanding; 4,422,296 fully diluted  
C\$.53/\$.55 — 52-week High/Low \$.60/.07

Lysander Gold is a developmental exploration company with an interest in a gold-copper property that, owing to its similarity to Continental Gold's Mt. Milligan project, should have a high market profile in 1990. Senior gold producer Teck Corporation took an equity position in Lysander on January 23, adding to interest that heretofore had been confined to the geological community in Vancouver.

Lysander holds an option to earn a 100% interest in the BET claim and an option to earn a 50% interest in the surrounding CAT claims, on Cat Mountain, 60 miles north of Continental Gold's Mt. Milligan project, which is located 150 miles northwest of Prince George, B.C. BP Resources Canada holds the remaining 50% of the CAT claims. In the past 18 months, Mt. Milligan has drilled off a geologic reserve in excess of five million ounces of gold and two billion pounds of copper. A feasibility study is scheduled for November, but my expectation is that we'll see a buyout of Continental between now and then.

On the strength of its Mt. Milligan discovery, Continental Gold has enjoyed a high market profile and has once again focused the attention of the geological community on large tonnage gold-copper porphyry deposits. In search of a "look-alike" deposit, Lysander's 1989 exploration season consisted of a soil sampling program that yielded a gold-copper anomaly that bore a striking resemblance to the results achieved earlier at Mt. Milligan. A trenching program yielded favorable results in the fall, and the results of a 2,000 foot diamond drilling program were announced in early January. These drilling results were consistent with the Mt. Milligan model, with the best hole to date containing 117 feet of 0.18% copper and 0.042 oz. gold/ton.

Further bolstering the Mt. Milligan geological model is the BP joint-venture, inasmuch as BP is also a partner with Continental Gold in the Mt. Milligan project. More important, to my way of thinking, is the technical team that is operating the exploration program at Lysander's BET and CAT claims: all of this group were active in the early stages of the Mt. Milligan project. This group's involvement with Lysander does not, of course, assure similar results, but it is perhaps the most compelling piece of evidence supporting the prospective nature of Lysander's project. The recent private placement by Teck Corp. further bolsters the credibility of the project. Purchasing 400,000 units at \$.50(C), Teck will hold 9.6% of the outstanding shares of Lysander and holds warrants to increase its interest to 13.7% of the company.

Initial results from the project, the Teck association, the experience of the technical team operating the exploration program, and the increased profile of this type of deposit within the geological community are likely to combine to produce a multiple of today's Lysander price before 1990 has run its course.

**Lysander Gold Corporation, P.O. Box 49071, Three Bentall Centre, Suite 1283 595 Burrard Street, Vancouver, B.C. V7X 1G4 [604] 681-8069.**