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Newhawk

PRESS RELEASE

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Drifting Results from R-8 at Newhawk/Granduc Sulphurets property.

VANCOUVER - Assay results from the first 130 feet of drifting on the R-8 structure at the 1200 m level, average 1.512 oz gold/ton and 17.16 oz silver/ton across a true width of 8.1 feet. Drifting on R-8 is part of the 1989 exploration program on the Sulphurets property.

Fred Hewett, P.Eng., vice president - exploration, states that raising and drifting are confirming the continuous nature of the R-8 structure. Field crews report mineralization is well defined, easy to follow and returning consistently high precious metals values. A crosscut from the decline at the 1150 m level has intersected the R-8 structure 50 meters (165 ft) below the drift. Newhawk president Don McLeod says results from this latest R-8 intersection, West Zone underground and surface drilling will be reported shortly.

Site geologists report that 220 feet (slope length) of raising on the upper extremity of R-8 between levels 1200m and 1250m, averaged 0.323 oz gold/ton and 17.69 oz silver/ton across 7.6 feet. The structure was totally continuous between levels. Because the raise was driven to follow the footwall, the full width was not always exposed and consequently, a high grade stringer in the hanging wall not always sampled.

The Sulphurets property, located 30 miles northeast of Stewart, B.C. is under exploration by Newhawk (TSE, VSE: NHG) the operator with a 60% interest and Granduc Mines Ltd. with a 40% interest. The three phase 1989 exploration program is budgeted at over \$10 million for the year.

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The Vancouver Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

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