

THE PORCUPINE STORY

PROGRESS REPORT

AMALGAMATED RESOURCES LTD.

N.P.L.

918 - 510 West Hastings Street
Vancouver 2, B.C.

Registered Office:
850 West Hastings Street, Vancouver 1, B.C.



Looking westerly from the Porcupine shaft, towards Craigmont mines. (Note the park-like uplands on the Porcupine claims and surrounding areas.)



Looking southerly from a point 300 ft. north from the shaft along the bulldozer trenches where main copper body was exposed and several parallel zones. A major diamond drilling program is slated for this and other areas of interest within the Porcupine claims. In order to explore and develop the copper bodies further, the Company has made a public offering to B.C. residents, 150,000 shares at 50 cents per share.

Further information may be obtained through West Coast Securities Ltd., 845 W. Pender Street, Vancouver, B.C., and a prospectus will be furnished upon request.



Porcupine shaft. Depth 70 feet on a high grade copper zone.

Dear Shareholders:

The Porcupine shaft was sunk approximately 60 years ago, to explore a rich copper zone in the favourable Nicola rocks. The Nicola rocks are hosts to the famous Craigmont ore body, lying a short distance northwest from the Porcupine copper belt.

The early miners and geologists regarded the Aspen Grove copper camp as one of the most promising copper districts in British Columbia. (This has not been proved or disproved.) However, the Company believes that within the Porcupine boundaries lies a profitable ore-body. The reasons for the above statement are as follows:

i. The shaft was sunk exploring the main copper bed to the 70 ft. level. This opening has exposed better than 2.00% copper, over mining widths. Specimen samples from the shaft had to be cut with a diamond saw (nearly pure native copper).

ii. Eight diamond drill holes have cut the main copper body, exposing better than average copper ore over a length of 520 ft., approximate width being 10 ft.

iii. Bulldozer stripping has exposed the main copper body over a length of 1,000 ft. This zone is open on both ends and depth. In addition, bulldozing stripping and diamond drilling has strongly indicated parallel copper zones.

iv. The 1957 electromagnetic survey has revealed 31 conductors, one of these conductors passes through the shaft area. Recent spontaneous polarization method over the shaft area has confirmed the 1957 survey. Bulldozer stripping and diamond drilling has proved without doubt that at least some of the conductors were caused by copper.

v. Surface prospecting to the north west of the shaft has resulted in a new discovery. This zone lies approximately 600 ft. northwest from the shaft and suggests that careful prospecting, bulldozer stripping, geophysical surveys and diamond drilling will expose other copper beds below and above the shaft.



Transportation is no problem as the No. 5 Highway passes approximately one mile below the main copper body where, to date, approximately 138,000 tons of 2-2.5% copper are indicated, arrow points to the shaft area. The general strike of the known copper bodies is down hill towards the No. 5 Highway, therefore we can expect good backs with limited drifting on the ore body. To the left of the shaft lies the new discovery.



The Company's Vice-President is seen examining one of the bulldozer trenches south of the shaft. Bulldozer stripping on both sides of the shaft has exposed the main copper body for 1,000 ft.