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Reliance

To be adapted for a
Company or Syndicate.

"SECURITIES ACT"
RE QUARTERLY REPORT

Office of
Superintendent of Brokers,

Vancouver, B.C. March 16, 19 88

Company Name: MENIKA MINING LTD. (N.P.L.)

Address: 2245 West 13th Avenue, Vancouver, B.C. V6K 2S4
(Street Number) (City) (Postal Code)

Telephone: 733-2408

A quarterly report made up to Feb. 29, 19 88, is required by the condition of your registration under the "Securities Act," and must be filed within ten days after that date.

SPECIFIC REPLIES TO ALL QUESTIONS ARE REQUIRED, AND MERE GENERALIZATIONS, SUCH AS "NO CHANGE," ETC., ARE NOT ACCEPTABLE.

The report must be made up in the following form:—

Return covering period from Dec. 1, 1987 to Feb. 29, 19 88

Failure to forward such report in compliance with this condition may cause your registration to be suspended or cancelled without further notice.

RUPERT L. BULLOCK,
Superintendent of Brokers.

1. FINANCIAL:

A. Securities sold during period of this report.

State (1) Number.	171,600
(2) Description.	Private Placement (Flow Through)
(3) Price or prices.	\$1.25
(4) Fully or partly paid up.	Fully paid

B. Cash received from securities sold during period of this report; commission paid, to whom and at what rate.

\$168,750.00 (Balance for Private Placement)
No Commission

C. Cash received from other sources during period of this report (state particulars).

Interest from Term Deposit \$456.76

E. Expenditures

Administrative:

Office Rental	\$ 640.00
B.C. Telephone	1,358.13
P.R.	1,867.00
Minister of Finance (Private Placement)	200.00
Legal	6,945.91
Printing	718.23
Standard & Poor	3,121.93
Pitney Bowes (Postal Machine Rental)	385.42
Gen. Administration & Supervision	6,000.00
V.S.E. (Annual Fee & Options)	1,770.62
C.A.	3,525.00
Guardian Estates	209.93
Postage	1,500.00
C. Boitard (Refund for cash sales)	880.79
Bank Service Charge	71.66
A.J. Graphics	<u>1,019.06</u>

\$30,213.68

Exploration:

RELIANCE PROPERTY

- Core Boxes	879.37
- D. Bennett (contract labour)	696.00
- Illidge Drilling (road work)	1,508.00
- Diamond M Drilling	117,593.50
- Ste. rental for Geologist	300.00
- Valley Hardware (supplies)	166.10
- Groceries (Geologist)	101.12
- Gallant Water Trucking	2,110.75
- Min-En Labs. (assays)	7,862.75
- Morris Geological	24,644.55
- Drafting	848.92
- Echo Logging (road work)	12,979.63
- Worker's Compensation	1,474.30
- Vancal Reproductions (maps)	175.54
- M. Dearden (road cutting, labour by contract)	1,000.00
- V. Doucet (roadwork, labour & expenses)	2,285.26
- Goldbridge Hotel	266.55
- V. Doucet (I.P. Survey by contract)	12,043.31
- F. Goertz (Survey supplies)	68.05
- Sabre Electronics	156.80
- Auto Marine Elcetric (Truck parts)	129.69
- C. Boitard (refund for mis. cash sales)	560.25
- L. Sookochoff, Geologist	1,250.00
Assessment (Videtté Group,	2,845.00
V. Doucet (Survey, MO Claim)	4,636.50
M. Warden (Survey, MO Claim)	4,637.50
Assessment (MO Claim)	2,600.00
Recording Mineral Claims	140.00

\$203,959.44
\$234,173.12

D. Cash on hand, and in bank, at beginning of period.

\$89,860.68

E. Expenditures made by cheque or cash during period covered by this report. Classify and state particulars.

See Attached Page

F. Cash on hand and in bank at end of period.

\$24,894.32

G. Number of shares (or units) taken up and amount paid thereon under any option or underwriting agreement; and state if same now in good standing.

Directors: Options:
 146,569 at 70¢ expiry date Feb. 23/89
 40,000 at \$1.00 expiry date Oct. 27/92
 Employees Options:
 146,569 at 70¢ expiry date Feb. 23/89
 28,826 at \$1.00 expiry date Oct. 27/92
 30,000 at \$1.50 expiry date Jan. 20/93
 Private Placement warrants: 120,000 at \$3 expiry date May 26/88

H. State particulars of entire capital, and (1) state also—

	2	at	\$1.00	\$	2.00
(1) Number issued for cash, and at what prices.	331,094	at	.10		33,109.40
(2) Number issued for other than cash.	235,194	at	.20		47,038.80
(3) Balance in treasury.	174,300	at	.25		43,575.00
	151,534	at	.50		75,767.00
	380,000	at (.35¢)	.25		95,000.00
	190,000	at	.35		66,500.00
	100,000	at	.50		50,000.00
	53,770	at	.38		20,432.60
	360,000	at	.30		108,000.00
	202,000	at	.30		60,600.00
	3,500	at	.35		1,225.00
	220,000	at	2.75		605,000.00
	356,500	at	.35		124,775.00
	171,600	at	1.25		214,500.00
					<u>\$1,545,524.80</u>

(2) 750,000 escrow
 (3) 6,320,506 in treasury
 3,679,494 outstanding

TITLE TO PROPERTY:

On July 1/82, Lakewood Mining Co. Ltd. and Green Valley Mine Incorporated entered into an agreement with Menika Mining Ltd. (N.P.L.) in regard to the Clinton Claims (12 units) and the Norkam Claims (66 units) in the Clinton Mining Division. In the final terms of this agreement, each company will pay one third of the exploration costs to earn one third of the property. In the event a company defaults in making its contribution, its interest is to be reduced by 2% for each \$25,000 in default until the interest of the defaulting company is reduced to 15%, such interest shall be carried as non-assessable interest. The property is subject to a 5% royalty.

<u>VIDETTE GROUP, CLINTON M.D.</u>	<u>Units</u>	<u>Record #</u>	<u>Expiry Date</u>
Clinton #1	4	1182	Jan. 13/91
Clinton #2	4	1183	Jan. 13/91
Clinton #3	4	1184	Jan. 13/91
Norkam #1	20	1174	Dec. 21/90
Norkam #2	20	1175	Dec. 21/90
Norkam #3	20	1176	Dec. 21/90
Norkam #4	6	1177	Dec. 21/90

Due to the proximity, the following claims have been added to the above agreement.

Vito	8	1234	Sep. 20/91
Esther #1	1	1244	Sep. 21/91
Esther #2	1	1245	Sep. 20/91
Esther #3	1	1266	Sep. 20/91
Link #1	1	2156	Mar. 19/91
Link #2	1	2157	Mar. 19/91
Link #3	1	2158	Mar. 19/91
Topo	6	2182	Apr. 15/91
Clinton #4	1	2318	Aug. 06/91
Clinton #5	1	2319	Aug. 06/91

WESTMO GROUP, CLINTON, M.D.

MO #2	20	1337	Feb. 04/90
Westmo #2	1	2152	Mar. 19/90
Westmo #3	1	2153	Mar. 19/90
Westmo #4	1	2154	Mar. 19/90
Mark #1	20	2468	Nov. 19/90
Mark #2	15	2469	Nov. 19/90

EASTMO GROUP, CLINTON, M.D.

MO #1	20	1336	Feb. 04/90
MO #3	20	1338	Feb. 04/90
MO #4	20	1339	Feb. 04/90
Brigade	20	1393	Apr. 16/90

MENIKA MINING LTD. (N.P.L.)

TITLE TO PROPERTY

Page 2

DES MINERAL CLAIM, KAMLOOPS AND NICOLA, M.D.

DFS (8 units) record #1544

Expiry Date: Nov. 15/91

The Company has an option to purchase 100% of the Relaince Property (19 reverted crown grants and fractions) located in the Lillooet, M.D. The property is in good standing until Sep. 20/98.

- I. Liabilities and obligations of every nature, whether contingent or otherwise, and distinguishing those which are due and unpaid (classify and state particulars, and nature of).

nil

- J. Particulars of any loans made to the Company, or Syndicate, and when and by whom, and for what purposes; and when and how repayable (in cash or shares).

nil

- K. Give any other pertinent information of a financial character.

nil

2. **TITLE TO PROPERTY:** State (a) what is title to or interest in property now owned, or to be acquired; (b) in whose name now registered or recorded and where; and (c) whether all claims are now in good standing and assessment work recorded or taxes paid, and date or dates when next assessment work on each claim will have to be recorded (or taxes paid) to prevent loss of title thereto; and (d) if oil rights or leases, state date to which rentals are paid or payable, and what drilling obligations exist, and due dates thereof, and specify the land subject thereto, and state particulars of royalties payable, and in whose name the leases are now recorded or registered; and (e) if not mining or oil rights, state all other information necessary and applicable.

Note: If space is insufficient attach a slip.

This report requires specific information and particulars relative to existing state of titles to all mineral claims or oil leases, or other property. Do not give indefinite replies, such as "no change".

see attached sheets

3. **DEALINGS WITH PROPERTY:** State (a) particulars of any additional property acquired and the consideration therefor; and (b) of any property, or assets, sold, abandoned, lost, or otherwise disposed of, since date of registration or last return.

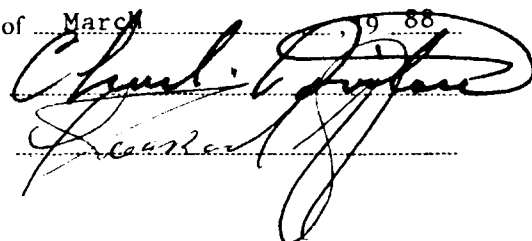
Additional Claims Staked: Mark #1, 20 units, Mark #2, 15 units, Topo, 6 units, Link #1, 1 unit, Link #2, 1 unit; Link #3, 1 unit; Westmo #2, 1 unit; Westmo #3, 1 unit; Westmo #4, 1 unit. Clinton #4, 1 unit; Clinton #5, 1 unit
(All in the Clinton Mining Division)

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4. **PROGRESS OF OPERATIONS:** State full particulars (a) of mining or other operations and business during preceding three months, or since date of last return; and (b) if any mining report received, file a copy; and (c) if oil rights or leases, advise fully present position and work done, and file a copy of latest log of well; and (d) of any other operations or business, if not mining or oil.

Road work and sampling was carried out on the Vista Showing on the Reliance Property.

Certified correct this 15 day of March, 1988

To be signed by two directors of the company:



Two handwritten signatures in cursive script are written over a dotted line. The first signature is larger and more prominent, while the second is smaller and positioned below it.