



Seven Mile High Resources Inc.

HEAD OFFICE: 200-1420 St. Paul Street, Kelowna, B.C. V1Y 2E6 Telephone: (604) 762-6797 Fax: (604) 762-2707

VSE Trading Symbol
SVH

PRESIDENT'S REPORT TO SHAREHOLDERS:

This has been a year of considerable progress for the Company, highlighted by the announcement that Inco Gold exercised its option for 60% of the property; Seven Mile High Resources Inc. owns 40%.

The proposed work program brought forward by Inco Gold for \$1,500,000 of which Seven Mile High Resources Inc.'s commitment was \$600,000.

Seven Mile High Resources Inc. financed its share by selling to Inco Gold 400,000 Seven Mile High Resources Inc. shares at \$1.50 per share for a total of \$600,000. Inco gold also has 2 warrants attached, 1 warrant for 200,000 shares at \$1.75 and 1-B warrant for 200,000 shares at \$2.00 for a total of \$750,000, which will be added to Seven Mile High Resources Inc.'s treasury.

Seven Mile High Resources Inc. and Inco Gold purchased 150 acres of private land adjoining Highway 97, a provincial arterial highway, for \$89,000. Seven Mile High Resources Inc. paid 40% and Inco Gold paid 60%. The purchase of the lands will prevent difficulties which sometimes arise from the development of mining claims on lands, the surface rights of which are owned by other interests. The purchase is, therefore, of considerable benefit to the Company and this venture. The original discovery borehole No. 72408, which returned .31 oz. gold per ton over 27.6 (ft.) or .23 oz. gold per ton over 42.4 (ft.), was discovered on this piece of land.

The diamond drilling to date has outlined a very large epithermal Gold System over an area of 900 meters (east-west) by 500 meters (north-south). The system is open to the east and the south.

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The best values and the widest veins occur where the veins cut a 60 to 100 meters thick pyroclastic unit (the Lower Marama Formation). The highest gold values occur in multi-stage, bonded quartz veins, where repetitive gold deposition has increased the grades. Major intersections range from .18 oz. gold per ton over 66.7 (ft.) up to .289 oz. gold per ton over 44.1 (ft.) also, .22 oz. gold per ton over 49 (ft.), drilling is still continuing.

With no long term debt and the potential for the exercise of outstanding warrants, we will be in a strong position to take on further development of the Vault property and to take advantage of other opportunities which may present themselves.

Your Company has a very exciting future.

The support of the Company's shareholders, employees in 1988 was greatly appreciated and it is hoped that we can recognize the value of this support by continuing to be successful in 1988 and the years ahead.

On Behalf Of The Board,



Maurice G. Hamelin
PRESIDENT AND
CHIEF EXECUTIVE OFFICER
OF THE COMPANY



Seven Mile High Resources

PRESS RELEASE
JULY 23, 1987

Maurice Hamelin, President of Seven Mile High Resources Inc. is pleased to announce that Canadian Nickel Company Limited, the exploration subsidiary of Inco Limited, which has an option to acquire an interest in the property located in O.K. Falls, B.C.

Inco has just completed surveying the claims of the known zone and will now systematically begin a further drilling program on Monday, July 27, 1987, to further prove up the find of the March/April 1987 drill program.

The following favorable results were announced on a May 26, 1987 press release:

Hole	Section	Dip	Depth (Ft)	Intersection		Feet	Oz/Ton	Oz/Ton
				From (Ft)	to (Ft)		Au	Ag
72401	840 E	-70	1050	793	794	1	.067	.196
				835.4	842.6	7.2	.032	.134
				875.8	894.2	18.4	.17	.388
				INCL. 885.6	889.9	4.3	.64	1.33
				915	922.4	7.4	.07	.137
72405	840 E	-45	662.6	532	536	4	.047	.26
72407	742 E	-48	636.3	249	250.3	1.3	.13	.57
				273.9	274.9	1	.055	.426
72408	767 E	-63	1567.8	967.9	971.9	4	.10	.178
				979.1	982.1	3	.05	.137
				989.6	993.2	3.6	.029	.044
				1019.1	1022.1	3	.035	.108
				1031.9	1039.1	7.2	.12	.213
				1052.9	1066	13.1	.14	.362
				1081.1	1108.7	27.6	.31	.637
				1108.7	1123.5	14.8	.07	.164
				OR 1081.1	1123.5	42.4	.23	.456

Canada Nickel Company Limited

P.O. Box 12134, Nelson Square
Suite 612, 808 Nelson Street, Vancouver, B.C. V6Z 2H2 • (604) 689-2247

VIA COURIER TO MR. M. SIKULA

May 25, 1987

Mr. M.G. Hamelin
Seven Mile High Resources Inc.
675 Willowpark Road
Kelowna, B.C.
V1X 5H9

Dear Maurice:

Re: Canico - SMHR Agreement of May 1, 1986;
Vault Claims, B.C., NTS 82E-5E

An additional ten holes were completed on the Vault property during March and April 1987 to explore the area of the gold and silver mineralization located by the 1986 drill program. The results of the 1986 program were released to you earlier.

Four of the ten holes just completed were drilled to investigate other showings and shear zones, and were not designed to intersect the known zone of mineralization. The six holes which penetrated the zone of mineralization intersected weak to strong gold and silver values in silicified tuff. The following table summarizes the drill intersections which exceed 1 g/t Au.

Hole	Section	Dip	Depth (m)	Intersection			g/t Au	g/t Ag
				From	To	m		
72401	840E	-70°	320	241.7	- 242.0	0.3	2.3	6.7
				254.7	- 256.9	2.2	1.1	4.6
				267.0	- 272.6	5.6	6.0	13.3
				270.0	- 271.3	1.3	22.1	45.9
				279.0	- 281.2	2.3	2.4	4.7
72402	664E	-50°	202				Weak Values	
72404	840E	-90°	301				Weak Values	
72405	840E	-45°	202	162.2	- 163.4	1.2	1.6	8.9
72407	742E	-48°	194	75.9	- 76.3	0.4	4.4	19.7
				83.5	- 83.8	0.3	1.9	14.6

Exploration subsidiary of

LIMITED

Hole	Section	Dip	Depth (m)	Intersection			g/t Au	g/t Ag
				From	To	m		
72408	767E	-63°	478	295.1	- 296.5	1.2	3.6	6.1
				298.5	- 299.4	0.9	1.9	4.7
				301.7	- 302.8	1.1	1.0	1.5
				310.7	- 311.6	0.9	1.2	3.7
				314.6	- 316.8	2.2	4.4	7.3
				321.0	- 325.0	4.0	4.9	12.4
				329.6	- 338.0	8.4	10.8	20.9
				338.0	- 342.5	4.5	2.6	5.6
				or 329.6	- 342.5	12.9	7.9	15.6

The tuff unit, which belongs to the Lower Marama Formation, occurs above the trachyte flows of the Marron Formation, and below the dacites of the Upper Marama Formation. These Formations are of Eocene age. The tuff appears to dip from 40 to 50 degrees to the southeast.

Additional drilling is being planned to explore the mineralization located by the recent drill program.

Yours truly,
CANADIAN NICKEL COMPANY LIMITED


W. Groeneweg



Seven Mile High Resources Inc.

HEAD OFFICE: 675 - Willow Park Road, Kelowna, B.C. V1X 5H0 (604) 785-5677

V.S.E. Trading Symbol
SVH

PRESS RELEASE

April 6, 1988

PRIVATE PLACEMENT ANNOUNCED

Maurice Hamelin, President of Seven Mile High Resources Inc. ("Seven Mile"), is pleased to announce that an agreement has been reached whereby Inco Gold Company has agreed to commit \$600,000. for Qualified Expenditures to be incurred by Seven Mile in respect of its 40% interest in the Vault claims near Okanagan Falls, B.C.

Seven Mile will issue to Inco Gold Company 400,000 units at \$1.50 per unit by way of private placement. Each unit will consist of one common share, ~~one non-transferable Series "A" share purchase warrant~~ and one non-transferable Series "B" share purchase warrant. Two Series "A" share purchase warrants will entitle Inco Gold Company to purchase one additional common share of Seven Mile at \$1.75 for one year. Two Series "B" share purchase warrants will entitle Inco Gold Company to purchase one additional common share of Seven Mile at \$2.00 for the same period of one year. The Series "A" and Series "B" warrants will be separate and distinct and one Series "A" warrant cannot be combined with one Series "B" warrant to acquire an additional common share of Seven Mile.

The 400,000 common shares comprising part of the units will be issued on a flow through basis when Seven Mile has incurred \$600,000. of Qualified Expenditures on the Vault claims. Proceeds realized by Seven Mile from the exercise of warrants will be added to the general working capital of Seven Mile.

ON BEHALF OF THE BOARD OF DIRECTORS

Maurice Hamelin
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

Listed: VSE
Trading Symbol: SVH
Contact Person: Maurice Hamelin

PRESS RELEASE

MARCH 24, 1988

SEVEN MILE HIGH RESOURCES INC./INCO GOLD

Progress report on Drilling Program Vault Claims near Okanagan Falls, B. C.

Maurice Hamelin, President of Seven Mile High Resources Inc. today announced drill results on the first three (3) holes of this years program.

The first hole (B.H. 72480, 203E/163S) was drilled to test the western extension of the main mineralized zone. No mineralization was found.

The second hole (B.H. 72421, 632E/135N) was drilled to test the North vein at greater depth. The vein was intersected as follows:

B.H. 72421

Intersection from (ft.) to (ft.)	Width (feet)	Oz/Ton (Au)	Oz/Ton (Ag)
648.95 to 651.24	2.5	0.774	0.94

Drilling will continue on this vein for strike length.

B.H. 72422

Intersection from (ft.) to (ft.)	Width (feet)	Oz/Ton (Au)	Oz/Ton (Ag)
905.77 to 916.56	11.28	.187	.638
1040.87 to 1086.99	44.12	.298	.374
1040.87 to 1023.36	28.97	.438	.52

995

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The following favourable results were announced on a May 26, 1987 press release:

B.H. 72401

<u>Intersection from (ft.) to (ft.)</u>	<u>Width (feet)</u>	<u>Oz/Ton (Au)</u>	<u>Oz/Ton (Ag)</u>
875.8 to 894.2	18.4	.17	.388
885.6 to 889.9	4.3	.64	1.33

B.H. 72408

DISCOVERY HOLE

<u>Intersection from (ft.) to (ft.)</u>	<u>Width (feet)</u>	<u>Oz/Ton (Au)</u>	<u>Oz/Ton (Ag)</u>
1081.1 to 1108.7	27.6	.31	.637
1081.1 to 1123.5	42.4	.23	.456

Existing results emanating from these holes further solidifies the expectations of Seven Mile High Resources Inc. and partner, Inco Gold as to the merits of the Vault Claims. Results of round the clock drilling will be released shortly as to holes 72423, 72424 and 72425.

On Behalf of the Board of Directors:

M. Hamelin

Maurice Hamelin
President

Listed: VSE
Trading Symbol: SVH
Shares Outstanding: 2,500,000

The Vancouver Stock Exchange has neither approved nor disapproved the contents herein.