

841331

- 2245 W 13th St -



Symbol : MML (V.S.E.)

Ste. 807 - 626 West Pender Street
VANCOUVER, B.C. CANADA, V6V 1V9

Telephone : (604) 662 - 3466
(604) 733 - 2408

February 18, 1986

PROGRESS REPORT

Re: Results of the October-November 1985 Diamond Drilling Program on the RELIANCE Property, Goldbridge, B.C.

Menika Mining Ltd. (N.P.L.) owns 100% of the property.

The five drill hole program was very successful in providing information as to the controls of gold mineralization and a direction to the potential location of gold values associated with and indicated proximal major structure.

The conclusions were that the Imperial Zone exposed the upper portion of an epithermal system and that increased gold values should occur at depth.

Drill hole 85-4 within 22 meters (72 ft.) northeast of the contact structure returned gold values of 0.184 ounces per ton across 3 meters (9.8 ft.).

Drill hole 85-5 located 68.5 meters (224 ft.) north-northwest of drill hole 85-4 returned gold values of 0.110 ounces per ton across 3.1 meters (10 ft.).

The correlating gold value results of DH 85-4 and DH 85-5 are parallel to the contact structure approximately 20 meters (65.6 ft.) southwest of the DH 85-4 and DH 85-5 collars.

Our consulting geologist recommends that a 750 meter (2,460 ft.) diamond drill program be carried out to test the main structural contact zone. The initial drill hole to be spotted to the southwest of the contact, and drilled in a northeasterly direction across the structure.

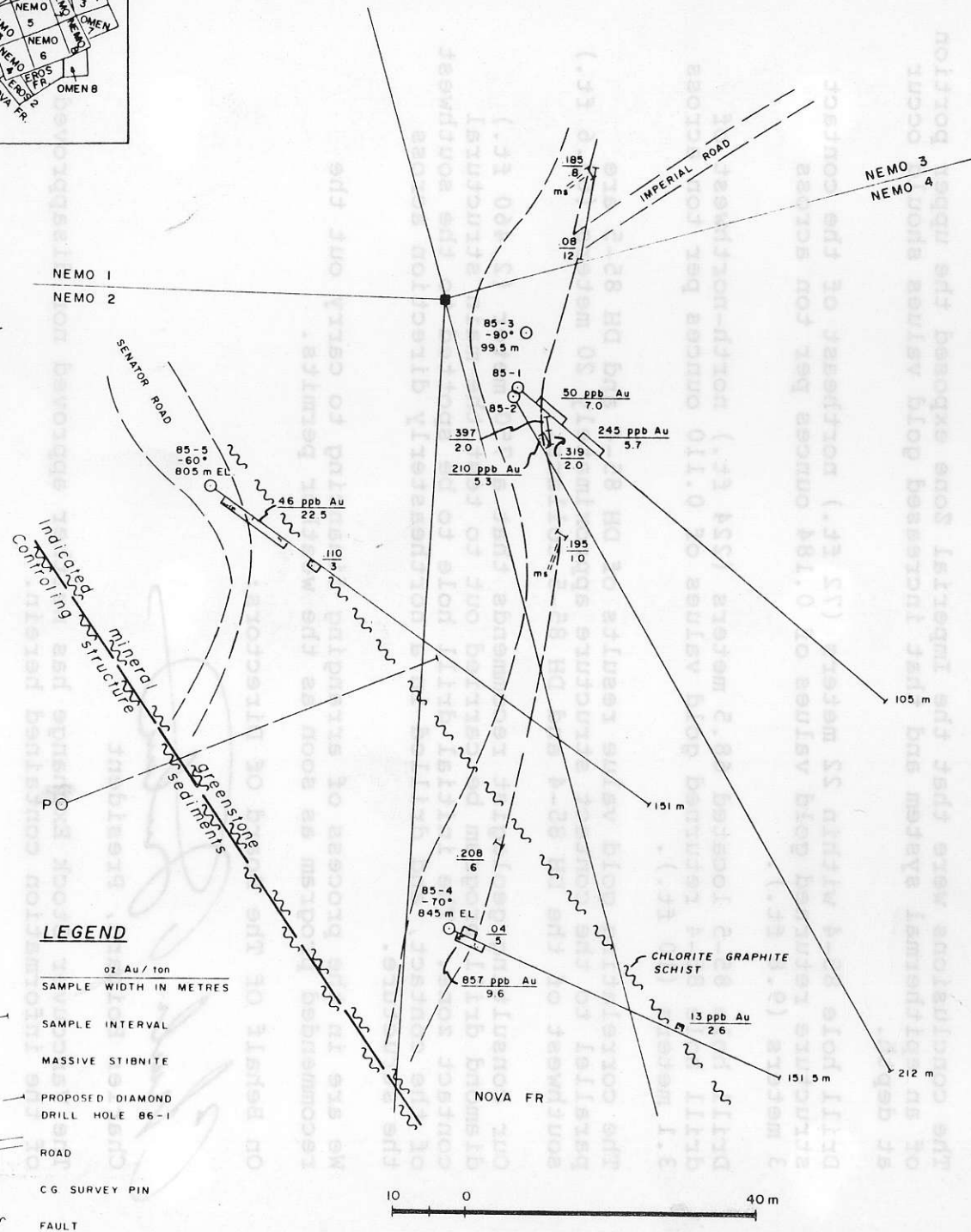
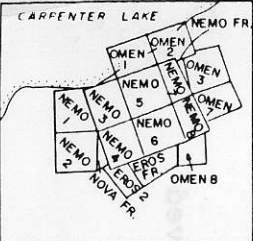
We are in the process of arranging financing to carry out the recommended program as soon as the weather permits.

On Behalf Of The Board Of Directors:

A handwritten signature in cursive script, appearing to read "Charles Boitard".

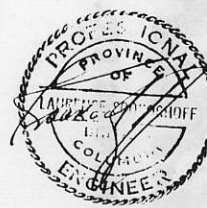
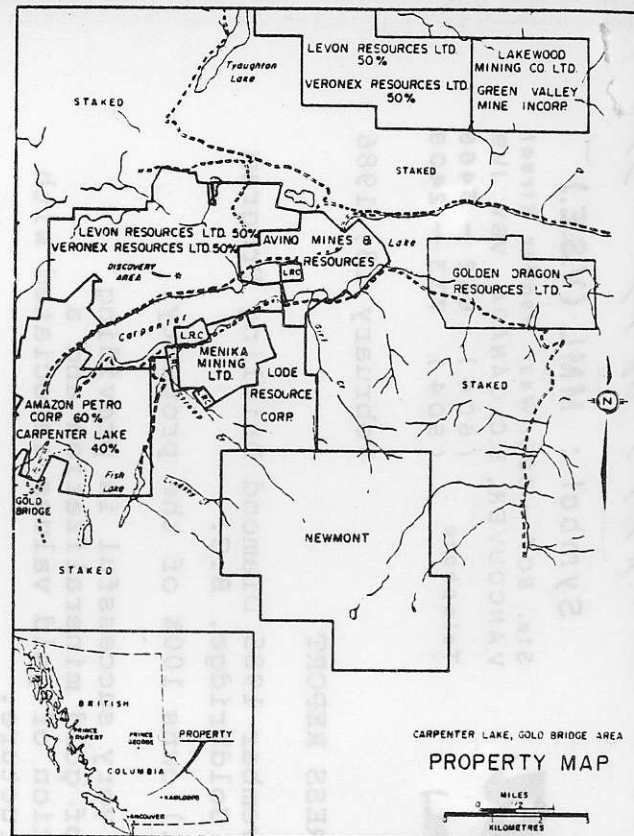
Charles Boitard, President

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



LEGEND

- 110 / 3 oz Au / ton
- SAMPLE WIDTH IN METRES
- SAMPLE INTERVAL
- ms MASSIVE STIBNITE
- PO PROPOSED DIAMOND DRILL HOLE 86-1
- ROAD
- CG SURVEY PIN
- ~ FAULT



SOOKOCHOFF CONSULTANTS INC.				
MENIKA MINING LTD.				
RELIANCE PROPERTY				
CARPENTER LAKE, GOLD BRIDGE AREA				
LILLOOET M.D., B.C.				
DIAMOND DRILL HOLE PLAN				
(85-1 to 85-5) AND ASSAYS				
SCALE	DATE	NTS	FIGURE	DRAFTED BY
	FEB. 86	92 J / 15 W		B D S