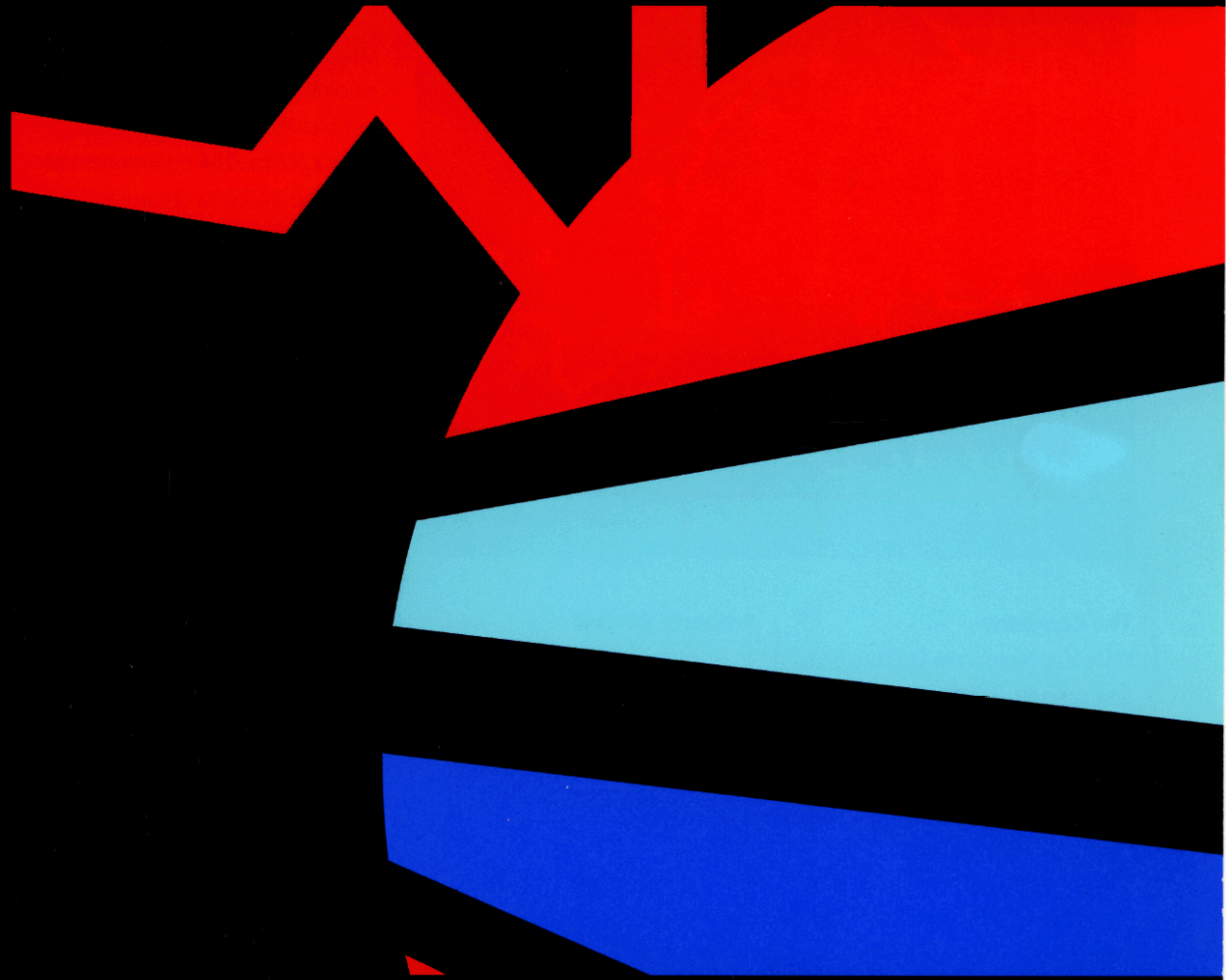


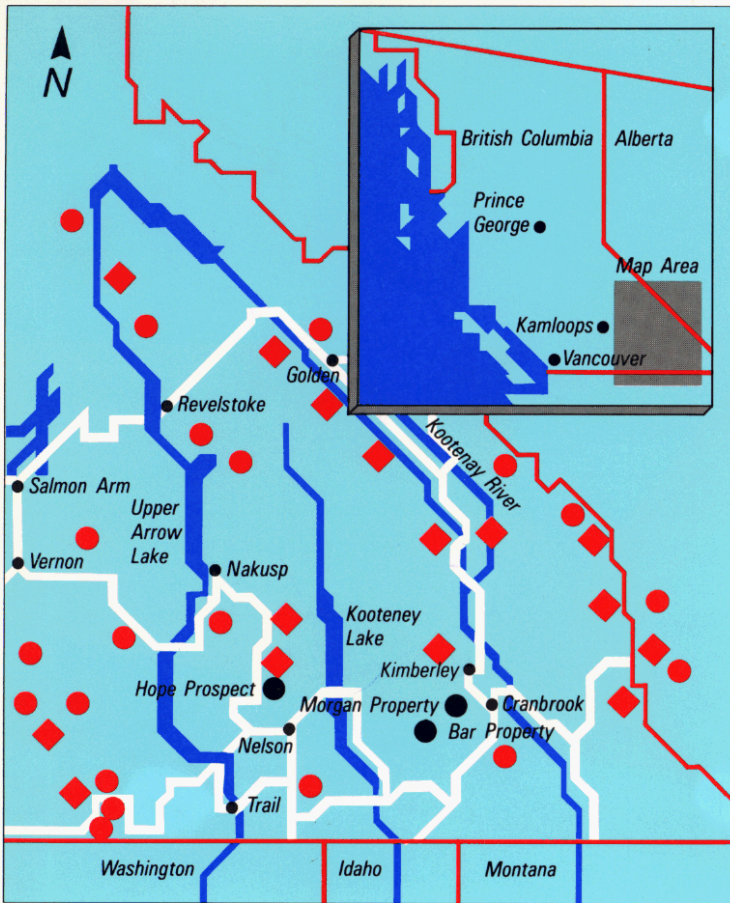
CHAPLEAU  
RESOURCES  
LIMITED

880291



Boyle 37A

**Mineral Property Locations — Southeast British Columbia**



**Legend**

- Mine ◆
- Prospect ●

Smelting Co. made reserve calculations in 1949 of 143,000 tons grading 7.7 ounces per ton silver, 7.9% lead, and 17.4% zinc.

Chapleau has an option to acquire a 100% interest in the Cameronian Crown Grant, which adjoins the Hope Property. Chip samples from old workings assay from 2.07 to .034 ounces per ton gold and 34.20 to .24 ounces per ton silver.

Pursuant to an option agreement dated October 1, 1986, Noranda Exploration Company of Toronto, Ontario, was granted the right to earn an undivided 51% interest in the Hope Property by expending \$500,000

over a four year period ending October 1, 1990. This agreement now includes the Cameronian Crown Grant.

During the fall of 1986 a 7 mile grid was established on the Hope Property. This grid was subsequently soil sampled with soils being geochemically analyzed for silver, lead, zinc, copper and gold. Encouraging results led to the 1987 exploration program, comprising detailed geological mapping as well as 7½ miles of magnetometer and H.L.E.M. geophysical surveys.

Planned for September are 2½ miles of road construction, 7 trenches and 656 feet of diamond drilling. This program will test anomalous targets delineated by the earlier programs.

Further exploration will be

**The Company**

Chapleau Resources Ltd. is a base and precious metals company with headquarters in Cranbrook, British Columbia. The Company's shares are listed on the Vancouver Stock Exchange.

The Company follows a policy that aims to maximize the use of its capital resources with a minimum of share dilution. To this end the Company has:

- Developed the Hope Prospect to the point where a major company assumed development costs in a joint venture.
- Acquired a major interest as operator in the Morgan Property — a prospect with strong potential.
- Initiated a multi-phase exploration on the wholly owned Bar Property.

**Property Review**

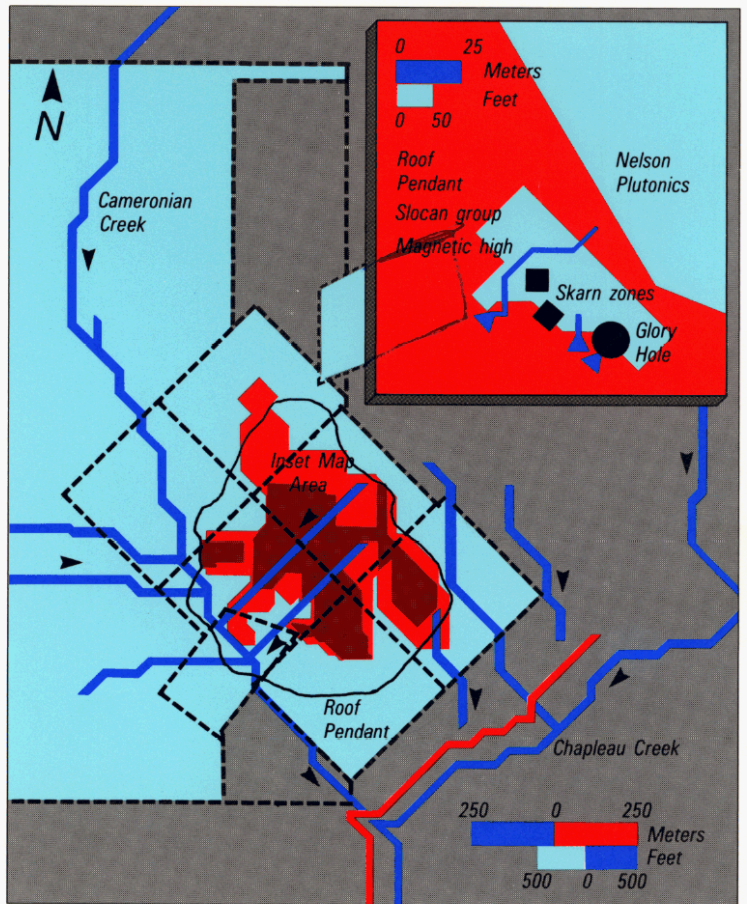
**Hope Property — Silver, Lead, and Zinc Prospect**

Situated 4 miles southwest of Slokan and 29 miles northwest of Castlegar, the 100% owned 46 claim units have had development work dating back to 1898.

In the period 1928-1951, 525 tons of ore were produced from the Hope Property, yielding 1,900 ounces of silver, 156,000 pounds of zinc, and 59,000 pounds of lead. Consolidated Mining and

**Legend**

- Geochemical anomaly ■
- Lead-zinc ■
- Silver ■
- Adit ▶
- Roof pendant ~
- Property boundary - - -



**Hope Prospect — Compilation Map**

news  
release

NR87-05  
October 9, 1987

CHAPLEAU  
RESOURCES  
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Head Office:  
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Cranbrook, B.C. V1C 4X9  
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Symbol: CHI

Our 1987 exploratory program on the "Bar" claims in the Moyie River area of Southeastern British Columbia has led to the discovery of a quartz stock-work with visible gold throughout. Assays from chip samples taken across this vein range from 0.013 to 0.878 oz. of Gold per ton with an average of 0.37 oz. per ton across a 2.5 meter zone. Grab samples of massive fresh pyrite taken from the exposed vein ranged from 2.79 to 4.05 oz. Gold per ton, with an average of 3.27 oz. per ton.

Similarities between this discovery and the "Quartz Float Train", located 1,000 meters to the southeast, (of which grab samples assayed as high as 4.9 oz. per ton, and also had visible gold associated with the pyrite), has shown the need to modify our 1987 exploration program to determine whether this discovery is actually an extension of the earlier find or is in fact an entirely separate system.

This discovery has prompted the Company to acquire, through direct staking, an additional 42 claim units adjacent to the "Bar" property, in order to secure possible extensions of this zone. This acquisition has increased the size of the "Bar" Group to a total of 90 contiguous units.

PROGRESS REPORT

The Company has been informed by Noranda Exploration Limited that the access road to the optioned "Hope" zinc property has been completed. Excessive rock has delayed this program, however, this problem has been overcome and drill pad construction is currently under way.

Now that the access is completed to the "Hope" property, Noranda also intends to extend the geo-chem/geo-physics grid system this year to include the "Cameronian" Crown Grant in order to obtain further information on this potential gold prospect.

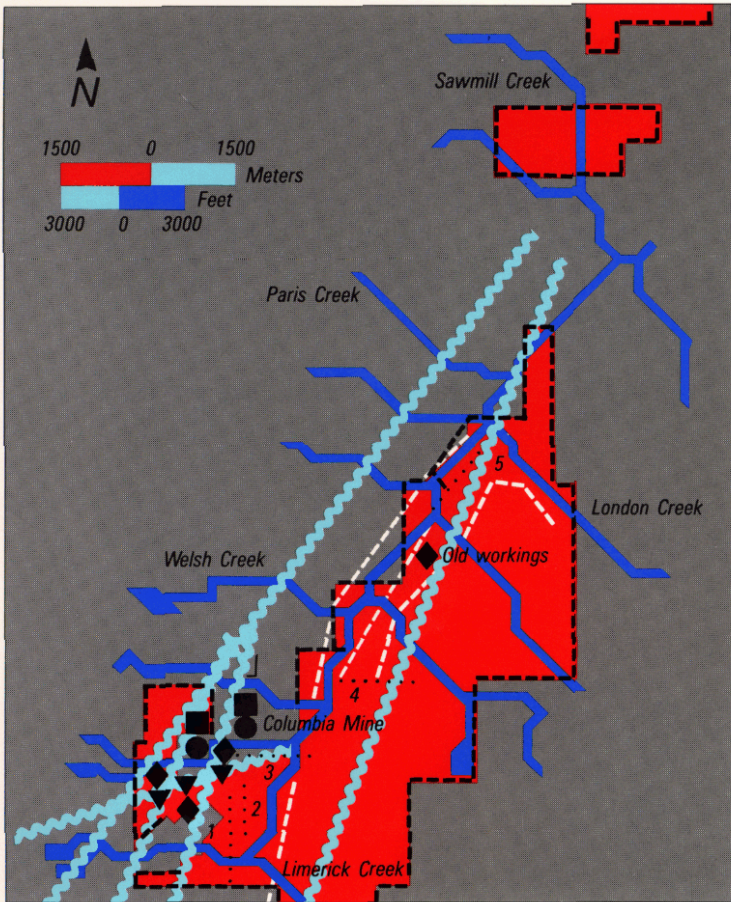
Chapleau Resources is optimistic about the potentials of their properties, and we are encouraged with the results to date. As additional information becomes available, we will continue to keep both our shareholders and the public informed.



M. D. Best  
President/C. E. O.



**Morgan Property — Geochemical Survey**



based on the information obtained from this work phase.

**Morgan Property — Gold Prospect**

The 147 claim unit Morgan Property is located within the Perry Creek Gold Camp, 13½ miles due west of Cranbrook, B.C., and 12½ miles southwest of Kimberley by road in the Fort Steele mining division. By agreement, dated February 3, 1987, Chapleau Resources Ltd. was granted an option to earn an undivided 60% interest by expending \$250,000 on or before February 3, 1990 and by issuing 45,000 shares to the vendors in three stages.

Assays of seven grab samples taken in the area ranged from .004 to 2.00 ounces of gold per

ton and .04 to .88 ounces of silver per ton. In 1985, 46 soil samples taken at 82 foot intervals showed highs of 100 ppb, 160 ppb, 280 ppb, and 335 ppb gold.

The property is adjacent to active mineral prospects under exploration by Gallant Gold Mines Ltd.

Chapleau is spending \$52,000 in 1987 for geological mapping, geochemical sampling and trench

**Legend**

- Geochemical anomaly
- Property boundary
- Fault
- Trench
- Quartz Pit trench  1
- Horseshoe Vein trench  2
- Siliceous Landing trench  3
- Pink Mountain trench  4
- Limonite trench  5

**Legend**

- Adit
- Shaft
- Trench
- Fault
- Quartz vein
- Survey baseline
- Road
- Property boundary

work, as recommended by R.T. Banting, P.Eng.

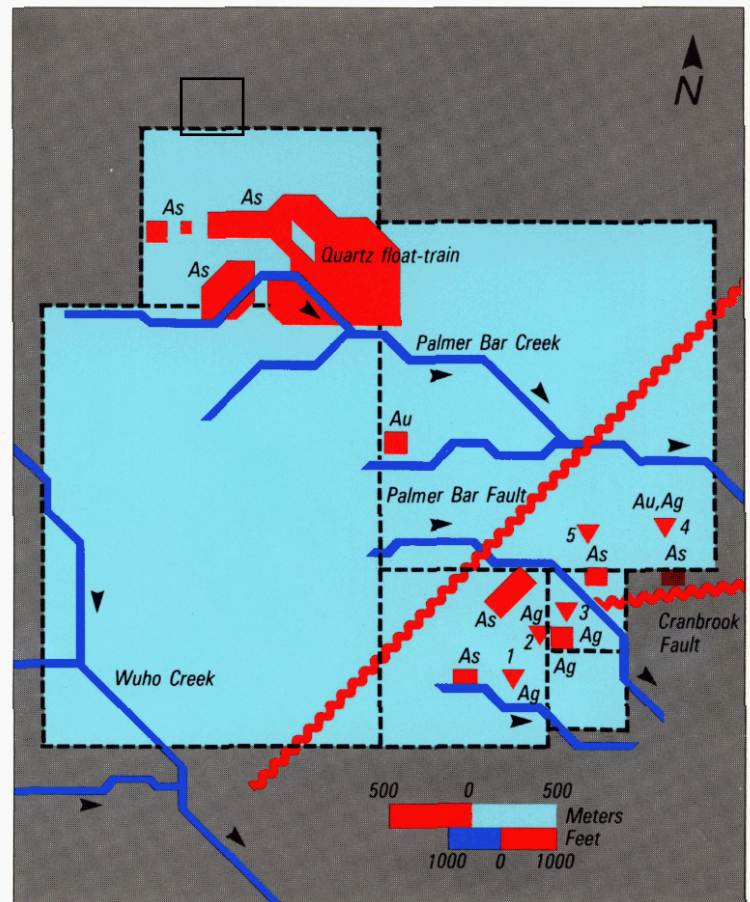
**Bar Property — Gold Prospect**

The Bar Gold Prospect consists of 48 claim units in the Palmer, Bar, and Perry Creek area, 8½ miles southwest of Cranbrook, B.C. The area produced over 8,000 ounces of gold to 1950, most of which was placer. Trenching and geochemical sampling by Chapleau in 1984 outlined a train

of quartz vein material which assayed up to .26 ounces of gold per ton. Best grab sample assays from the trenches were .37 ounces of gold per ton from the Quartz Pit trench, 57.6% lead, and 16.4 ounces of silver per ton from the Horseshoe vein.

A recent grab sample from the quartz float train indicated gold values of 4.9 ounces per ton.

A two-phase, \$213,000 exploration program has been recommended by Donald G. Allen, consulting geological engineer. Phase 1 consists of detailed geological mapping, geochemical sampling, and preliminary geophysical surveys. Depending on the Phase 1 results, Phase 2 will include geophysical surveys and road and drill site preparation, followed by diamond drilling.



**Bar Property — Geochemical Survey**

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President

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Director

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Jacob Jantzen  
Director

William Daly  
Director

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**Share Listings**

Vancouver Stock Exchange CHI

SEC registration number 82-1687

Listed Standard and Poors

**Capitalization**

Authorized 10,000,000

Issued: Non-escrow 1,053,700

Escrow 750,000