

To: VIC TRE

*Brett*

88-08-07

FROM: Rich Meyers  
KAMLOOPS

881408

Re: Huntington/Lacana JV - BRETT

June 7, 1988

NOTE: HOLE DRILLED DOWN STRUCTURE TO TEST GOLD CONTINUITY  
IN AREA OF HOLE 87-29 (DISCOVERY HOLE)

The Huntington Resources - Lacana Joint Venture on the Brett Property west of Vernon wishes to announce a truly exceptional gold intersection. This intersection averaging 2.03 oz/T gold over 235 feet comes from a recent reverse circulation hole RC-88-11 drilled on the Main Shear Zone.

The hole was targeted to test the continuity of high grade gold mineralization intersected by three diamond drill holes in 1987 (previously reported) on section 8+05N. This was achieved by drilling through and beyond these core intersections. The mineralization is largely in the footwall to the Main Shear Zone and includes an upper higher grade section of 145 feet averaging 2.95 oz/T Au with much visible gold and a section beneath with 90 feet averaging .548 oz/T Au. A summary table with details of individual assay sections follows

Intersection In Feet	Average of Gold Assay in oz/Ton	No. of Cuts From Reject	Coarse Gold
130-135	.13	2	Y
135-140	2.85	2	Y
140-145	5.66	4	Y
145-150	11.07	2	Y
150-155	3.65	3	Y
155-160	1.84	2	Y
160-165	2.47	2	Y
165-170	1.35	2	Y
170-175	1.56	2	Y
175-180	1.44	2	Y
180-185	3.55	3	Y
185-190	1.27	2	Y
190-195	9.02	3	Y
195-200	7.52	3	Y
200-205	5.83	2	Y
205-210	2.06	2	Y
210-215	5.08	3	Y
215-220	2.67	2	Y
220-225	4.25	3	Y
225-230	2.37	2	Y
230-235	2.53	3	Y
235-240	3.02	1	Y
240-245	1.01	1	Y
245-250	.58	1	Y
250-255	.347	1	Y
255-260	.395	1	No
260-265	.986	1	Y

265-270	.474	1	Y
270-275	.480	1	Y
275-280	.496	1	Y
280-285	.123	1	Y
285-290	.152	1	Y
290-295	.436	1	Y
295-300	.191	1	No
300-305	.863	1	Y
305-310	1.81	1	No
310-315	.189	1	Y
315-320	1.08	1	Y
320-325	.817	1	Y
325-330	.384	1	Y
330-335	.614	1	Y
335-340	.385	1	Y
340-345	.497	1	Y
345-350	.266	1	Y
350-355	.249	1	Y
355-360	.703	1	Y
360-365 (END OF HOLE)	.609	1	Y

\*Assays and rechecks by KRAL  
 \*Y indicates Yes

# GOLD FEVER STRIKES

## Company is on to stake claims around rich find

By LYNN ATKINS  
Daily News Writer

What could be the richest gold assays from a single drill hole, any time, anywhere, have touched off the greatest excitement in years in the Okanagan mining community.

Mining offices across the province have been buzzing since the word came from an exploration program on

Whiteman Creek, West of Vernon, and the stocks of companies with holdings in the area have been climbing rapidly. The announcement came Tuesday from Huntington Resources that a fabulously rich gold intersection had been struck on their Brett claims, 16 kilometres west of Westside Road.

Sterling McIlveen, president of the company, said that a 365-foot deep, reverse rotation drill hole on the claim

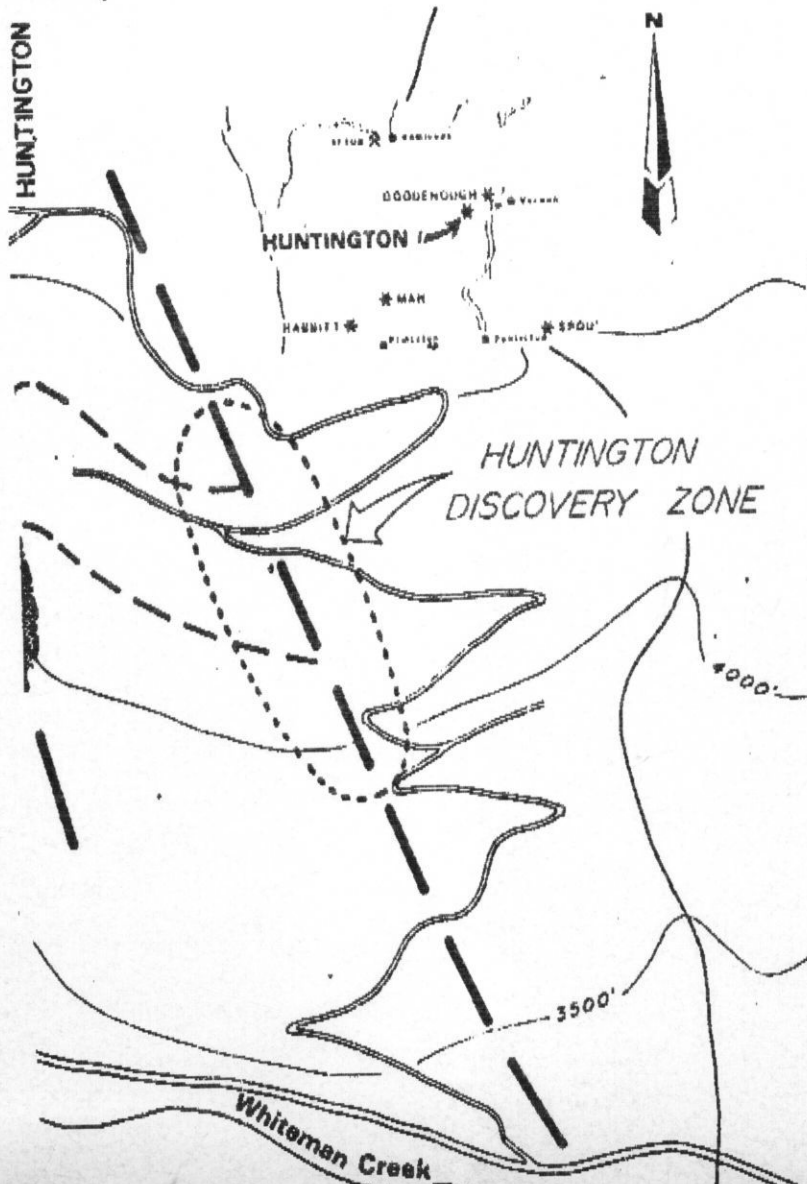
block had pulled an average grade of two ounces of gold per ton over the bottom 235 feet of the hole. Underground mines can be operated on grades of one-tenth that richness.

A 145-foot section of the intersection graded 2.95 ounces of gold per ton and one five foot section topped 10 ounces per ton. The bottom five foot section of the hole graded .609 ounces per ton.

"This could be the best drill hole

.... 2

.. "ever pulled...



A MAP supplied by Gold Star Resources shows the area of the Huntington Discovery Zone. Whiteman Creek on the west side of Okanagan Lake

Vernon Daily News, Vernon, B. C.  
Thurs., June 9, 1988

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"GOLD FEVER STRIKES"

ever pulled in B.C.," said McIlveen, but some mining professionals went further in their praise of the discovery.

Professional engineer Rick Wynne, of the Vernon mining exploration firm, Discovery Consultants, said he could not recall a richer drill hole from anywhere in the mining world.

"This is marvelous for the whole exploration program in the Okanagan," said Wynne. "We have been trying to get a good drill hole for years, and we're darned happy that it has happened."

Wynne cautioned non-experts to realize that one drill hole could not be taken as proof of an economic ore body, but at the same time he said it was clear that the find had touched off a frantic staking rush for miles around the Huntington property.

"Our telephone is practically burning up with people wanting people to stake for them. We've had 15 to 20 inquiries this morning," Wynne said, Wednesday.

Discovery Consultants is staking on behalf of Chevron Canada under a pre-existing joint venture agreement.

"There won't be any open ground up there pretty soon. It will probably work its way down as far as Penticton," he predicted.

Wynne said that immediate economic spinoffs for the North Okanagan would include the purchase of camp supplies, vehicle rentals, and hotel and restaurant purchases as staking and exploration crews moved in on the area.

Huntington's stock jumped above four dollars a share on Wednesday, up from \$1.30 last Thursday. This morning trading was halted when it reached \$3.90. On Wednesday, 700,000 of the company's two million outstanding shares traded on the Vancouver Stock Exchange.

Other companies with property in the area have also seen their share values jump. Brian Resources, with ground immediately adjacent to Huntington, saw its shares go from 50 cents to \$1.24 Wednesday; Sky World Resources, with 4,600 acres staked further south toward Shorts Creek, has gone up from 30 cents to 65 cents.

"We have been in a state of euphoria for about a week now. Everybody is pretty happy," said Huntington's president.

He described the geology of the zone where the drill hole was made as an epithermal zone, with similarities to the Blackdome gold-silver mine in the Clinton Mining Division.

Alex Guidi, president of Sky World Resources, a Vancouver company that is developing the Zummar claim block, south of Whiteman Creek, in association with Progressive Minerals, said that the Huntington find proved "a lot of geologists and engineers wrong" by demonstrating that bonanza gold concentrations could be found in the Tertiary volcanic rocks that have been mapped for many years on the west side of Okanagan Lake.

"This intersection is Hemlo (massive, newly mined gold property on the north shore of Lake Superior) calibre. It's big news. That whole area is going to explode," said Guidi.

Guidi said he had dispatched a 25-man staking crew to the area.

"Within a 50-mile area they're grabbing everything we can get," he said. "We're getting calls from people who want to spend some very serious money on my ground."

Guidi said he already planned to do \$500,000 to \$1 million exploration work on his property this year.

The Huntington property has been under investigation for about 10 years. Recently it has been explored by Huntington under an option agreement with Lacana Mining Corporation, a member of the Royex-International Corona Group. A \$500,000 exploration program by the two companies begun in 1987 will conclude this year, and an absolute minimum of \$360,000 more will be spent on development work before the year ends.

By the option agreement Lacana will acquire a 51 per cent interest in the property and Huntington will retain 49 per cent.

