

VANCOUVER, BC—Normine Resources Ltd. (NON:VSE) has concluded a Letter of Intent with Victoria Resource Corp. and Anglo Canadian Mining Corp. to enter into a joint venture on the Wait claims near Kimberly, British Columbia. The companies are now proceeding with a formal joint venture agreement that would be subject to regulatory approval.

The Wait property is located approximately six miles east of the town of Kimberly in southeastern British Columbia, immediately south of the Kimberly fault, about halfway between the Sullivan and Kootenay King mines. In January and February 1986, geophysical work consisting of induced polarization, resistivity, gravity, and magnetic surveys outlined six distinct high value anomalies ranging in size to three-quarters of a square mile.

Ian D. Johnson, vice president of Normine, says the most important outcome of the survey is the fact that the largest induced polarization anomaly is coincident with a strong gravity anomaly. He adds that there is strong evidence that the source of the chargeability high is caused by metallic sulphides and possibly massive sulphides.

In addition, this large anomaly extends up to the east-west trending Kimberly fault. The giant Sullivan deposit, six miles to the west, is situated in an identical position.

Normine can earn a 51% interest by a cash payment of C\$30,000, plus a C\$150,000 work commitment in 1986, C\$350,000 in 1987, and C\$500,000 in 1988.

As well, Normine will participate in a private placement in the shares of Victoria Resource Corp.

The 1986 field program, beginning this

month, will consist of a detailed close-spaced induced polarization and magnetic gravity surveys followed by extensive diamond drilling in late September, with Normine the operator of the field programs.

At the Friday/Deadwood Mountain property near Elk City, Idaho, which is a joint venture with Amir Mines Ltd. and Glamis Gold Ltd., Normine has successfully drilled off the Friday zone to 200-foot centers.

Johnson reports that drill results from 23 rotary holes totaling 3,700 feet has outlined drill-indicated reserves of 2.8 million tons grading 0.036 ounces of gold per ton. Additional possible reserves are estimated at two million tons of similar grade material.

Glamis has begun drilling the Friday to 25-foot centers in preparation for a bulk leach test on 5,000 to 20,000 tons of ore. In addition, Glamis is carrying out column tests on a number of 500-pound bulk samples.

Development drilling will be completed within three weeks and will be followed by the bulk leach tests once permits are in place.

Mapping and geochemical sampling over the property's eight-mile strike length has outlined two additional large gold anomalies.

The Zenith anomaly measures 1,800 by 1,500 feet and is open to the south. Rock samples averaging 0.052 ounces of gold per ton confirm a high-grade core within this anomalous geochemical zone.

Potential for in excess of 10 million tons of leachable pre-grade material exists in this zone, says Johnson.

The Deadwood Mountain zone has been geochemically defined over an area 1,500 by 5,000 feet. Soil and rock samples carried values up to 0.036 ounces of gold per ton and 0.08 ounces of gold per ton respectively. Normine management believes the potential exists in this large zone for up to 15 million tons of ore-grade leachable reserves.

Glamis can earn a 51% interest in the Friday property group by taking it production by 1988. Normine is carried 25% and Amir retains 24%.

At the company's Pacific Eastern property, which adjoins the Bralorne-Pioneer mine in the Bralorne area of British Columbia, diamond drilling is proceeding and hole 86-01 has reached a depth of 1,500 feet. The greenstone ore environment is expected between 1,650 and 2,250 feet.

Results from this drilling will be released when available. ✕

Andy vein extension yields rich new zone on Cons. Knobby Lake's Camb property

STEWART, BC—Consolidated Knobby Lake Mines Ltd.'s (CKO:VSE) consulting geologist, Ed Kruchkowski, reports that a rich new zone was discovered on an extension of the Andy vein on the company's Camb property in the Bromley Glacier area near Stewart, British Columbia.

After the discovery, a crew was deployed to carry out a sampling and trenching program.

The following grab and chip samples were received:

Sample #	Oz Au/ton	Oz Ag/ton
0+27	3.80	10.32
0+21	0.575	6.78
0+06	3.12	6.66
0+03	5.11	8.96
0+00	0.99	9.71

Dick Hagopian, president, says, "The new discovery significantly adds to the value of the property, and particularly the Andy vein which previously had assayed under one ounce of gold per ton and now averages in the neighborhood of three ounces of gold per ton for 300 feet."

A further three tons of ore from the Mandy vein has been shipped to Knobby Lake's testing facility near Vancouver. The

final testing of vat leaching processes will be conducted by metallurgists and chemists at Sando Laboratories.

In keeping with the concept of selecting high-grade surface tonnage properties that are compatible with Knobby Lake's "Advanced Technology Mining Systems," which use a lightweight, portable mill and leaching system in order to generate an early cash flow, the company recently optioned, subject to further examination, another high-grade gold property.

Located in the Chilcotin Range near Tatlyoko Lake, previous assays over 500 feet average two to three ounces of gold per ton and four ounces of silver per ton, and in one section, assays showed 10 ounces of gold per ton.

The topography and geological structure are similar to the Camb claims and it is anticipated that the same equipment and mining approach will be used.

Hagopian says Knobby Lake's consulting geologist will be spending several days to check the previous workings as well as preliminary mapping of geological features. ✕

Engineering, design underway on Candorado's Hedley tailings project

VANCOUVER, BC—Engineering and design plans are underway in preparation for Candorado Mines Ltd.'s (COM:VSE) Hedley tailings project in south-central British Columbia, says Gerhard Riedmann, director.

According to the company's consulting engineers, Wayne P. Ash and Assoc. of Vancouver, the following results were obtained from recent testwork.

The Hedley property has an orebody (mine tailings) with a proven tonnage of 1,625,000 dry tons with an average grade of 0.041 ounces of gold per ton. The in situ quality of gold in this "ore" is approximately 66,600 ounces of gold with a gross value of C\$36 million at present gold prices.

These results were obtained from 363 large samples taken in a drilling program

ing costs per ton on this project are estimated to be approximately C\$6 together with capital expenditure of approximately C\$2.5 million.

Candorado has renegotiated the previous agreement with the owners of the property. The amended agreement allows the company to issue 100,000 treasury shares in lieu of a C\$300,000 payment upon a final feasibility study.

Another payment of C\$700,000 was reduced to C\$500,000 and is now only payable after all capital expenditures in the project have been earned by mining operations.

Also, the cost of reclamation has been fixed at a maximum of C\$812,500.

The agreement gives Candorado a 93%

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