

Ref. No: E59

Date: 10, 2 /87

882193

Company Name: Southern Gold Resources Ltd.  
Project Name: Cronin  
Location: 28 km NE of Smithers

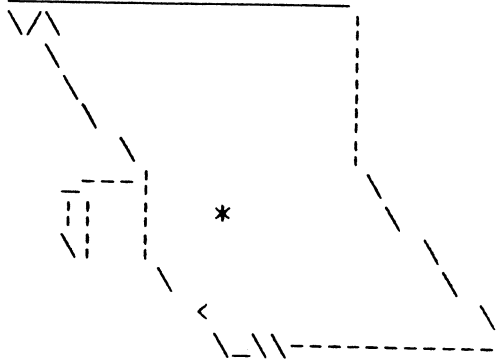
Contact: Stephen Quin  
Title: Vice President  
Phone: (604)986-3376

Previous Budget:\$ 0 Current Budget:\$ 105,000 Grant:\$ 10,000

Location:  
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District Geologist: D. Lefebure  
NTS Reference: 93L15W  
Commodity Sought: PMS  
Visited By:

Proportion of FAME Funding to Total Budget: 9.52%  
Proportion of Total MEIP Funds on Project: 0.33%



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Forecast vs Actual Project Expenditures:  
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MONTH	FORECAST	ACTUAL	VARIANCE
	\$	\$	\$
April 87	0	0	
May 87	0	0	
June 87	0	0	
July 87	12,000	12,000	0
Aug 87	36,000	27,000	( 9,000
Sept 87	0	13,000	13,000
Oct 87	4,000	0	
Nov 87	0	0	
Dec 87	0	0	
Jan 88	0	0	
Feb 88	0	0	
March 88	0	0	

FAME Grant Issued  
in 1986/87?: No

Amount of Previous  
Grant: N/A

Agreement  
Returned: Yes

TOTAL: 52,000 52,000

Budgeted Funds Remaining: \$ 0

Capsule Summary of Project:  
Survey and drill to evaluate old Cronin Mine.

1987/88 Program:

Property wide exploration utilizing suitable geophysical and geochemical programs, detailed mapping and examination of old workings to be followed by diamond drilling.

Comments:

DVL plans on visiting later in the season. (Aug 28/87 JBG).

Progress:

JULY: Exploration commenced on July 25/87 with a crew comprising of 1 geologist and 2 field assistants. A 2 km by 1.2 km grid is being established over the area containing the known mineral showings and other rhyolitic bodies that may host additional potential. Geological mapping commenced immediately and is still in progress.

AUGUST: Work on the Cronin property continued from July until Aug 20. Geological mapping on a scale of 1:5000 covered a large portion of the grid area, topography permitting. Geophysical surveys covering all of the grid area utilized Scintrex's Integrated Geophysical System, comprising of a proton magnetometer and a 3-station VLF EM received. The survey results are only partially plotted up, but initial results appear to define several areas of interest. Geochemical work involved soil sampling the entire grid area. Results have not yet been plotted, but appear to define several areas with anomalous base metal values.