

## CROW-REA

MOLYBDENUM PROPERTY -  
SUMMERLAND, BC  
[VERDSTONE 50% - MOLYCOR 50%]

The companies have discovered a previously unknown resource on the Webb Site zone of the Crow-Rea properties. 500,000 drill indicated tons grading .320% of MoS<sub>2</sub> were outlined by drilling with holes ranging from 128 feet of .273% MoS<sub>2</sub> to 15' of 3.39% MoS<sub>2</sub>.

The Webb Site deposit consists of a south-westerly trending dyke whereby recent mapping has identified several South West trending dykes. Several Geochem anomalies were identified in the fall program. A geophysical survey and 15,000 feet of diamond drilling is planned for 1997. The Crow-Rea has the potential to host a large tonnage of ore grade material as evidenced by the success of the Webb Site Zone.

## HED

COPPER/MOLYBDENUM  
SUMMERLAND, BC  
[VERDSTONE 50% - MOLYCOR 50%]

Three percussion drill holes were completed on the Hed Project where prior drilling identified a mineralized area measuring 1,000 x 325 meters x 27 meters thick. The drill results show a potential resource in this area of 25.35 million tons with a copper equivalent of .385%. Previous drilling by Anaconda in 1980 included a 10 foot section averaging (1.2g) .035 opt gold. Percussion drilling by the joint-venture in 1996 returned 290 feet of .168% Cu including 190' of .070% MoS<sub>2</sub> in 96-2 and 298' of .115% Cu in 96-3.

The bottom 10' in hole #2 ended in .57% Cu and .087% MoS<sub>2</sub> and hole #3 ended in .36% Cu and .058% MoS<sub>2</sub>. 10,000 - 15,000 feet of drilling is planned to start in January 1997. If an economic ore body is found on either the Hed or Crow-Rea, the Webb Site reserve will be a potential sweetener for the drilling operation.

## THE DOBBIN I

MOLYBDENUM PROPERTY  
KELOWNA, BC  
[VERDSTONE 50% - MOLYCOR 50%]

The Dobbin I Property is located adjacent to and east of the Flap Gold Property, and contains a quartz stockwork that is at least 1000 x 1500 meters (3,300' x 5,000' feet). The Moly soils anomaly is centered on this stockwork and covers an area greater than 1000 x 2500 Meters (3,300' x 8,200' feet). Moly and traces of pyrite occur with in a pink secondary K-feldspar in quartz veinlets. Percussion drilling by Cominco Ltd. in nine widely spaced holes during 1978 showed the favorable quartz porphyry rock at depth in a low grade cap ranging between 70-300' feet thick. The best intersections are:

HOLE NO.	FOOTAGE	WIDTH	% MoS <sub>2</sub>
DP - 78-2	230' - 250'	20'	.097
DP - 78-3 (Include)	90' - 270'	180'	.105
	90' - 130'	40'	.214
	210' - 230'	20'	.272
DP - 78-4	190' - 200'	10'	.100
DP - 78-7	160' - 180'	20'	.114
DP - 78-8 (Include)	150' - 240'	90'	.068
	160' - 170'	10'	.157
DP - 78-10	310' - 350'	40'	.050

## THE DOBBIN II

COPPER/PLATINUM PROPERTY  
 KELOWNA, BC  
 [VERDSTONE 50% - MOLYCOR 50%]

Located 1,500 meters S.E. of the main Moly Dobbin Showing is the Dobbin Copper Showing. Rocks of the ultrabasic suite are the main host of the copper magnetite mineralization and are wide spread over the property. Earlier trenching identified platinum/palladium values associated with the copper mineralization. Trenching in 1977 identified up to .42% Cu., 1 gram platinum and .65 gram palladium over a 10 foot width. Significant results from past diamond drilling on the main copper showing are:

HOLE NO.	INTERVAL FEET	WIDTH FEET	% CU
1	-	43'	.38%
2	-	26'	.18%
3	-	112'	.32%
4	0 - 400	400'	.30%

Significant to this showing is the association of platinum/palladium. 12,000 feet of drilling is planned for both projects in early 1997.

## MARION

COPPER/GOLD PROPERTY  
 POOLEY ISLAND, BC  
 [VERDSTONE 50% - MOLYCOR 50%]

Drilling in 1995 tested a northwesterly trending banded calcite and skarn zone in contact with a gneissic granodiorite. The banded limestone and skarn shows shallow dips in the drill holes with steeper dips in the trenches located 10 meters to the

south. The drill and the trenching outline two zones of skarn with significant copper and gold mineralization as evidenced by the assays. Drilling and trench results are as follows:

Hole No.	Foot-age From	Foot-age To:	Thickness (feet)	Cu %	Au ppb	Ag oz/ton
#95-01	0 29.5	6.6 62.3	6.6 32.8	1.15 0.60	467 157	0.59 0.15
#95-02	0 26.2	3.3 55.8	3.3 29.6	0.32 0.48	157 89	0.21 0.26
T95-01 Trench	6.6	29.5	22.9	0.70	302	0.61
T95-02 Trench	3.3	13.1	9.8	1.45	436	0.91
T94-01	0	9.9	9.9	7.43	544	N/A

The Companies plan a minimum 3,000 foot diamond drill program for the summer of 1997.

## FLAP

GOLD PROJECT  
 TADPOLE LAKE AREA, WEST OF KELOWNA, BC  
 [VERDSTONE 30% - MOLYCOR 30% - VETO 40%]

Flap Gold Property, located 29 kms northwest of Kelowna, British Columbia, is a Joint-Venture with Verdstone (30%), Molycor (30%) and Veto earning a 40% interest. Previous work on the Flap Gold property defined a mineralized area measuring 650' x 870' with a depth of 700'. Surface sampling returned up to .770 oz/ton gold and 8.7 opt silver with a diamond drill hole in 198 returning 2.25 opt gold over a one meter section. Trenching by Veto in 1996 returned values up to .091 opt over 19'-6" and .285 opt over 13'-0". The property has the potential of hosting a large reserve in the .03-.05 opt gold range.

The geology comprises a Quartz Stringer (Stockwork) Zone in argillites, limestone and volcanoclastic andesites.