



GIBRALTAR MINES LTD. (N.P.L.)

807-509 RICHARDS, VANCOUVER 2, B.C.
TELEPHONE: 683-0391

883419

SEPTEMBER 9, 1969.

To the Shareholders:

On August 29, 1969, Canex Aerial Exploration Ltd., wholly owned subsidiary of Placer Development Limited, notified your company of its intention to incur additional exploration expenses on the copper molybdenum property near McLeese Lake, B.C., of \$350,000 on or before January 1st, 1970, subject to the terms of the agreement dated May 1, 1969. This is a firm commitment and will earn Canex 100,000 shares of Gibraltar stock at \$3.50 per share.

During the period May 1st to August 31st, 1969, over 28,000 feet of diamond drilling was completed. Generally, the drilling was carried out on a 400 foot square grid pattern and covered an area of approximately 2,400 feet by 2,800 feet. Canex spent \$300,000 on this phase of the work and earned 100,000 shares of Gibraltar as a result. In September, continued drilling in areas of additional potential is underway.

The accompanying drill location map gives results up to diamond drill hole G-69-35. Currently there are two diamond drill machines working 24 hours a day carrying out largely a fill-in drilling program within the East zone plus limited exploratory holes outside the zone. There have been over 45 holes drilled on the zone in the current series. It is expected that fill-in drilling will continue throughout the current period in preparation for the usual underground bulk sampling program.

The company's financial position remains strong with \$300,000 on term deposit with banks and some \$10,000 in the current account. Company expenses are modest with interest income from deposits covering expenses in most months.

Consideration is being given to seeking a listing of the company's shares on other stock exchanges in Canada.

Respectfully submitted on behalf of the board of directors.

T.P. Bowes,
President.

GIBRALTAR MINES LTD.
Drill Results to Mid-August

HOLE NO.	O.B.	T.D.	INTERVAL	LENGTH	ASSAY COPPER
G-69-1	91'	1130	91' - 340'	249'	0.54%
G-69-2	126'		200' - 830'	630'	0.40%
G-69-3	64'	1035			
G-69-4	51'	2124	51' - 260'	209'	0.616%
G-69-5	43'	1320			
G-69-6	8'	900	30' - 280'	250'	0.404%
G-69-7	7'	787	70' - 270'	200'	0.547%
G-69-8	65'	733	280' - 380'	100'	0.386%
G-69-9	61'	684	80' - 220'	140'	0.38 %
G-69-10	5'	846	300' - 440'	140'	0.37 %
Approx.					
G-69-11	216'	1000	216' - 320'	104'	0.41 %
G-69-12	238'	856	240' - 300'	60'	0.498%
G-69-13	25'	765	90' - 210'	120'	0.33 %
G-69-14	124'	837	130' - 410'	280'	0.354%
G-69-15	86'	818	150' - 350'	200'	0.571%
G-69-16	174'	744	220' - 400'	180'	0.33 %
G-69-17	82'	847	340' - 440'	100'	0.456%
G-69-18	244'	768			
G-69-19	102'	828	100' - 440'	340'	0.43 %
G-69-20	94'	860	94' - 290'	196'	0.223%
G-69-21	174'	924	250' - 300'	50'	0.492%
G-69-22	211'	828	220' - 380'	160'	0.28 %
G-69-23	198'	791	220' - 360'	140'	0.475%
G-69-24	104'	735	210' - 640'	430'	0.289%
G-69-25	129'	768	129' - 230'	101'	0.625%
G-69-26	135'	859	180' - 350'	170'	0.42 %
G-69-27	103'	597	100' - 180'	80'	0.25 %
G-69-27			250' - 340'	90'	0.262%
G-69-28	71'	374	310' - 370'	60'	0.321%
G-69-29	80'	705	240' - 390'	150'	0.34 %
G-69-30	89'	702	200' - 290'	90'	0.333%
Not Yet Drilled					
G-69-32	54'	432	70' - 390'	320'	0.373%
G-69-33	40'	650	100' - 180'	80'	0.29 %
G-69-34	5'	771	40' - 270'	230'	0.30 %
G-69-35			100' - 210'	110'	0.33 %

GIBRALTAR MINES LTD.
EAST ZONE DRILL PLAN

