



Prime Explorations

A division of Prime Equities Inc.

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DEC 16 1992

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December 14, 1992
Ref.693S

| | | |
|----------|------------|-----|
| LOG NO: | 3 | VAN |
| ATTN: | | |
| FILE NO: | GOLDSTREAM | |

Mr. T. Schroeter
Senior Regional Geologist
Ministry of Energy, Mines &
Petroleum Resources
#159 - 800 Hornby Street
Vancouver, B.C.
V6Z 2C5

Dear Tom:

Amidst all the doom and gloom on the local scene, I thought I'd pass on the attached Goldstream Joint Venture summary, which confirms there is still money to be made in "small" mines in B.C.

Best Regards.

Lindsay R. Bottomer, P.Geo.
Vice President, New Projects

Encl.



HAPPY HOLIDAYS

GOLDSTREAM MINE JOINT VENTURE

Christmas Message

It's been another hectic year for all of us associated with the Goldstream Mine and we would like to take this opportunity to express our appreciation to you for your contribution to the success of the operation and for your hard work and dedication.

We would also like to take this opportunity to let you know how we did over the past year from a production and financial point of view.

Production Statistics

| | November 30, 1992 Year to Date | |
|--------------------------------------|-----------------------------------|---------------|
| | <u>Actual</u> | <u>Budget</u> |
| Ore milled - tonnes | 357,789 | 367,641 |
| Ore milled per calendar day - tonnes | 1,177 | 1,150 |
| Copper - content of ore - % Copper | 4.04 | 4.38 |
| recovery - % | 91.4 | 93.0 |
| concentrates produced - tonnes | 55,730 | 57,799 |
| concentrate grade - % | 23.76 | 26.00 |
| produced - pounds | 30,352,813 | 32,911,451 |
| Zinc - content of ore - % Zinc | 2.98 | 2.53 |
| recovery - % | 14.73 | 20.00 |
| concentrates produced - tonnes | 2,816 | 3,875 |
| concentrate grade - % | 47.23 | 47.95 |
| produced - pounds | 2,897,485 | 4,101,137 |

Financial Results (\$000)

| | | |
|---|------------|------------|
| Net revenue from sale of copper & zinc conc | 25,629,867 | 24,702,366 |
| Total operating costs | 17,315,438 | 18,881,139 |
| Net mine operating margin | 8,314,429 | 5,821,227 |
| Deep development & other capital costs | 2,706,215 | 2,340,000 |
| Profit before interest, amortization & depreciation | 5,608,214 | 3,481,227 |



**Prime Equities
International Corporation**

→ Goldstream

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April 28, 1993

Mr. Tom Schroeter
B.C. Geological Survey
BCMEMP
301 - 865 Hornby Street
Vancouver, BC
V6Z 2G3

Dear Tom:

For your information, I enclose a news release about developments at the Goldstream Mine near Revelstoke.

Regards,

PRIME EQUITIES INTERNATIONAL CORPORATION

Lindsay Bottomer
Vice President, ~~New~~ Projects

/jw
encl.
Ref.125

GOLDNEV RESOURCES INC.

11th Floor, 808 West Hastings St.
Vancouver, BC V6C 2X4
Tel: (604) 687-7463
Trading Symbol: VSE-GNZ
No.92

April 27, 1993

FOR IMMEDIATE RELEASE

NEWS RELEASE

Goldnev Resources Inc. ("the Company"), which is 87% held by Prime Equities International Corporation, is pleased to report on the operations of its joint venture Goldstream Mine ("the Mine"), located near Revelstoke, B.C., for the fiscal year ended January 31, 1993. The Mine is held on a 50-50 basis with Bethlehem Resources Corporation ("Bethlehem").

The mill treated 431,151 tonnes of ore grading 4.11% at a recovery rate of 91.44%, which produced 68,677 dry tonnes of copper concentrate at an average grade of 23.66%. Gross mineral revenues from the Mine totalled \$47.9 million, approximately \$1.2 million more than budgeted, on sales of some 35.0 million pounds of copper and 2.8 million pounds of zinc in concentrates. Higher copper prices and better exchange rates than expected during the year contributed to the net mine operating margin totalling about \$10.0 million, some \$3.0 million more than projected.

The successful operation of the Mine contributed significantly to the Company's estimated unaudited net income after taxes for the fiscal year ended March 31, 1993, of \$2.74 million or \$0.25 per share, compared to the previous year's net loss of \$724,553 or \$0.06 per share.

Milling operations will be fed from surface stockpile during the month of May 1993, while Bethlehem, as operator of the Mine, revises mining plans in order to reduce costs. It is expected that underground mining operations will resume June 1st, 1993, using a revised mining method.

ON BEHALF OF THE BOARD OF DIRECTORS

GOLDNEV RESOURCES INC.



Maren Majithia
Director

The Vancouver Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the contents of this News Release

BETHLEHEM RESOURCES CORPORATION
 700 - 815 West Hastings St.
 Vancouver, BC V6C 1B4
 Tel: (604) 687-7444
 Trading Symbol: TSE/VSE-BTH

GOLDNEV RESOURCES INC.
 11th Floor, 808 West Hastings St.
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 Tel: (604) 687-7463
 Trading Symbol: VSE-GNZ
 No.91

March 29, 1993

FOR IMMEDIATE RELEASE

NEWS RELEASE

Bethlehem Resources Corporation ("Bethlehem") and Goldnev Resources Inc. ("Goldnev") are pleased to announce the results of a three-hole diamond drill program at the jointly owned Goldstream Mine, located near Revelstoke, B.C. The three diamond drill holes were completed across the panel immediately below the 400 metre level at the mine, and all the holes intersected the Goldstream deposit at about the 350 metre elevation. The results for the holes are given below:

| Drillhole Number | Intersection (metres) | True Thickness (metres) | Copper (%) | Zinc (%) | Silver (g/t) |
|------------------|-----------------------|-------------------------|------------|----------|--------------|
| G-93-1 | 297.56-301.22 | 3.44 | 5.45 | 2.12 | 19.6 |
| G-93-2 | 300.31-302.67 | 2.14 | 5.42 | 3.59 | 27.7 |
| G-93-3 | 300.30-302.80 | 2.41 | 6.40 | 4.06 | 34.8 |

2/20
257
1.51
1.58

The three holes show excellent grades over mineable widths, comparable to the ore in the developed portion of the mine, and will move a significant portion of the reserves below the 400 level currently classified as "geologically inferred" to a "drill indicated" category. The results of the drilling and the ongoing development of the Goldstream Mine will be used to update the reserves. Revised ore reserves calculations are expected by late April 1993.


Design work and engineering studies are underway on plans for development of an ore haulage system, other than by truck, for the reserves located below the 400 metre level.


Bethlehem and Goldnev are also pleased to advise that an agreement with a private company, OTM International Inc. ("OTM") has been reached, whereby OTM can earn a 50% interest in seven claims that are part of the Goldstream Joint Venture's holdings in an area located approximately 8 km south of the Goldstream Mine by expending \$500,000 in exploration on the claims and those adjacent currently held by OTM. The Goldstream Joint Venture will retain an option to earn back up to an 80% interest in the claims to be explored by OTM.

ON BEHALF OF THE BOARD OF DIRECTORS

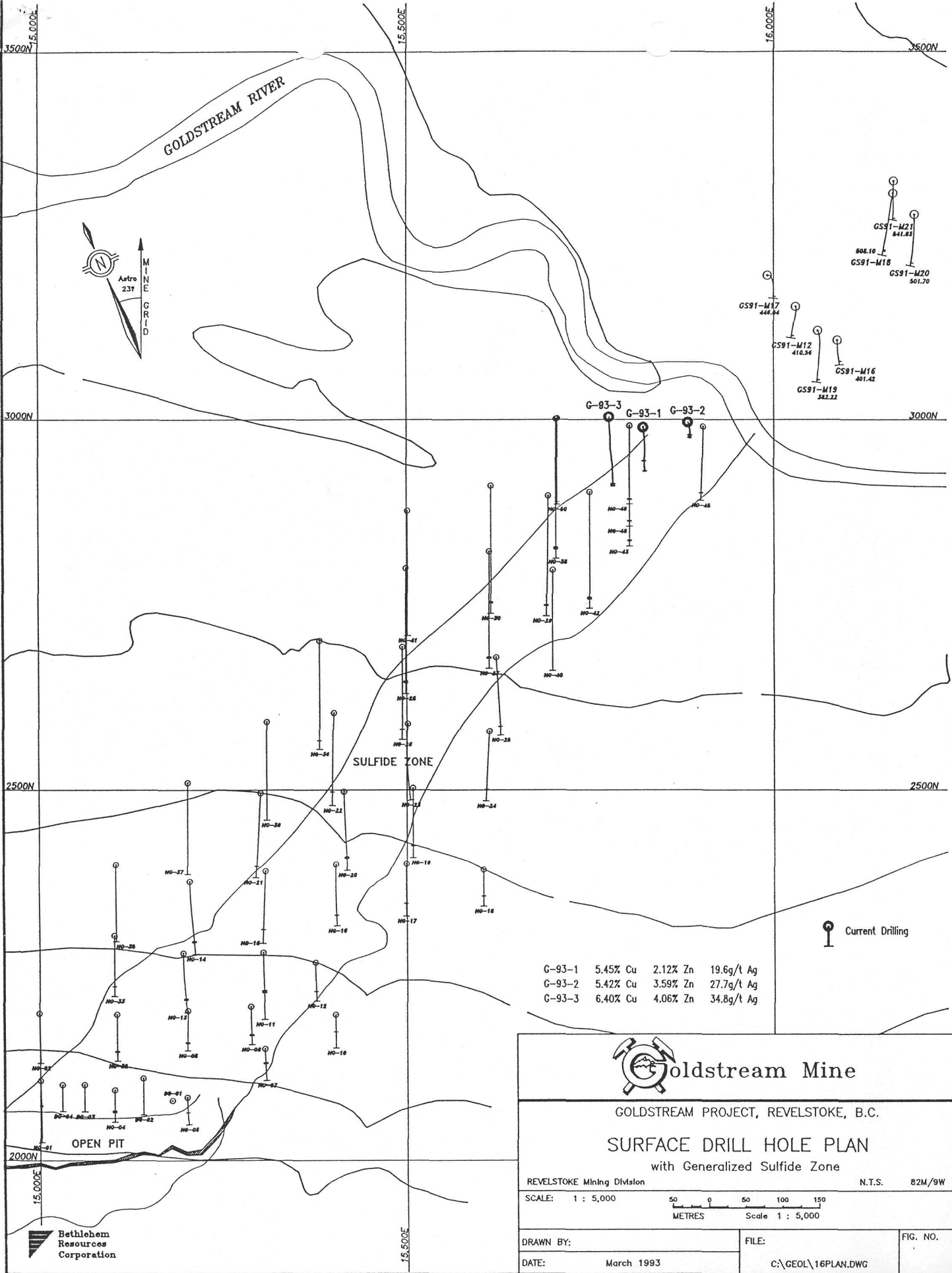
BETHLEHEM RESOURCES CORPORATION

GOLDNEV RESOURCES INC.


 Brian Kynoch
 President & C.E.O.


 Naren Majithia
 Director

The Vancouver Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of the contents of this News Release



| | | | |
|--------|----------|----------|------------|
| G-93-1 | 5.45% Cu | 2.12% Zn | 19.6g/t Ag |
| G-93-2 | 5.42% Cu | 3.59% Zn | 27.7g/t Ag |
| G-93-3 | 6.40% Cu | 4.06% Zn | 34.8g/t Ag |



GOLDSTREAM PROJECT, REVELSTOKE, B.C.

SURFACE DRILL HOLE PLAN
with Generalized Sulfide Zone

REVELSTOKE Mining Division N.T.S. 82M/9W

SCALE: 1 : 5,000 Scale 1 : 5,000

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| DRAWN BY: | FILE: | FIG. NO. |
| DATE: March 1993 | C:\GEOL\16PLAN.DWG | |



**Prime Equities
International Corporation**

AUG 03 1994

Geological Survey Branch
Vancouver

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July 28, 1994

Mr. T. Schroeter
Ministry of Energy, Mines & Petroleum Resources
Geological Survey Branch
Suite 301 - 865 Hornby Street
Vancouver, Bc
V6Z 2G3

Dear Tom:

RE: GOLDSTREAM MINE, REVELSTOKE, B.C.

I enclose a copy of the narrative Report to Shareholders from the Goldnev 1993-94 Annual Report for you information. At current copper prices, the outlook is very good!

Yours sincerely,

PRIME EQUITIES INTERNATIONAL CORPORATION

Lindsay Bottomer
Vice President, ~~New Projects~~

/jw
encl.
ref.493

GOLDNEV RESOURCES INC.
 (the "Company")
 Prime Capital Place
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REPORT TO THE SHAREHOLDERS

Operations continued at the 50% owned Goldstream Mine near Revelstoke, British Columbia. In spite of lower production and depressed metal prices, the Mine reported a net operating margin for the year ended January 31, 1994 of \$832,000.

Copper production was adversely affected by a six week suspension of mining operations which commenced in May 1993. During the period, the mill was fed from the low grade stockpile. Operations were temporarily suspended to allow the Company time to revise mining plans in order to reduce costs in light of decreasing copper prices; to mill the surface stockpile thereby decreasing the environmental liability associated therewith; and to allow for a smooth transition between underground mining contractors. The previous underground mining contract expired at the end of April 1993, was put to tender and awarded to Procon Mining Ventures. Underground mining operations resumed in June 1993.

| GOLDSTREAM MINE | | | |
|---|-------------------|-------------|-------------|
| Mineable reserves as at November 1993 | | | |
| | MINEABLE RESERVES | | |
| | Tonnes | %Cu | %Zn |
| Mined Out Panels - 830 to 550 metre levels | 16,868 | 4.56 | 4.09 |
| Developed Panels - 500 to 450D metre levels | 57,296 | 4.82 | 3.50 |
| Drill Indicated Panels - 450U to 350 metre levels | 392,031 | 4.55 | 3.19 |
| Geologically Inferred - 300 to 100 metre levels | 599,615 | 4.10 | 2.69 |
| TOTAL | 1,065,810 | 4.31 | 2.94 |

The recent increase in world copper prices has greatly improved the outlook for the mine in 1994, and a substantial operating profit is anticipated.

| GOLDSTREAM MINE | | |
|---|--------------------------------|------------|
| Production Statistics | | |
| (Representing 100% of mine production, 50% of which is Goldnev's) | | |
| | Fiscal Year ended January 31st | |
| | 1994 | 1993* |
| Ore milled - tonnes | 425,131 | 431,151 |
| Ore milled per calendar day - tonnes | 1,165 | 1,178 |
| Ore milled per operating day - tonnes | 1,221 | 1,212 |
| Copper - content of ore - % Copper | 3.81 | 4.11 |
| recovery - % | 90.85 | 91.44 |
| concentrates produced - tonnes | 64,183 | 68,677 |
| concentrate grade - % | 23.16 | 23.66 |
| produced - pounds | 32,714,048 | 36,983,134 |
| Zinc - content of ore - % Zinc | 2.73 | 3.12 |
| recovery - % | 15.57 | 12.35 |
| concentrates produced - tonnes | 3,780 | 3,469 |
| concentrate grade - % | 46.83 | 47.13 |
| produced - pounds | 3,905,140 | 3,566,253 |
| * Zinc production began in April 1992 | | |

During 1993, a seven-hole exploration diamond drilling program totalling 1,429 metres was conducted on the area surrounding the mine. Although no significant mineralization was discovered, the program of diamond drilling and geological mapping adjacent to the Goldstream Mine significantly improved understanding of the massive sulphide host stratigraphy. The exploration area is held on a 50-50 basis with Bethlehem Resources Corp.

In June, the Company announced that it had reached an agreement in principle with the shareholders of Okanogan Gold Mining Company Inc., ("OGMC") of Portland, Oregon, for a corporate re-organization which would result in the Company's indirect acquisition of OGMC's interest in the Zackly Property, located in Alaska. OGMC holds title to the Zackly Property consisting of 180 mining claims.

Hemlo Gold Mines (USA) Inc. ("Hemlo") has been granted an option to acquire a 50% interest in the property by expending at least US\$5,000,000 in qualifying expenditures by June 1, 1998, with the right to purchase an additional 10% interest by incurring an additional US\$1,400,000 in expenditures on the property, and the payment of US\$100,000 to OGMC. The Zackly Property is located in the Alaska Range, approximately 100 miles south-southeast of Fairbanks. There is road access to it from the Denali Highway. The property covers the southern contact of a dioritic intrusive with volcanics and limestone. Skarn mineralization occurs in all these rocks over a six-mile length.

Previous drilling on the Zackly Property has outlined a gold-copper deposit (the Main Skarn) with drill-indicated reserves of 1.4 million tons averaging 0.132 oz/ton gold and 2.19% copper. There are a number of other showings along the diorite contact, including the Middle Skarn, the East Skarn, the Gold Boulders area, and the Western Extension area. Previous drilling shows that these zones host mineralization similar to that of the Main Skarn. Three other targets, the Hennessy Hill, Nikolai Hill and the Eastern Area, have not been drilled.

Work by Hemlo in 1994 is planned to define additional reserves outside the Main Skarn. This work will include geophysical surveying, mapping, geochemical sampling and drilling.

ON BEHALF OF THE BOARD OF DIRECTORS

"Murray Pezim"
President

July 21, 1994
Vancouver, B.C.