

HEDLEY  
883902

Golden North  
Resource  
Corporation



Annual Report  
1987

## President's Report to Shareholders

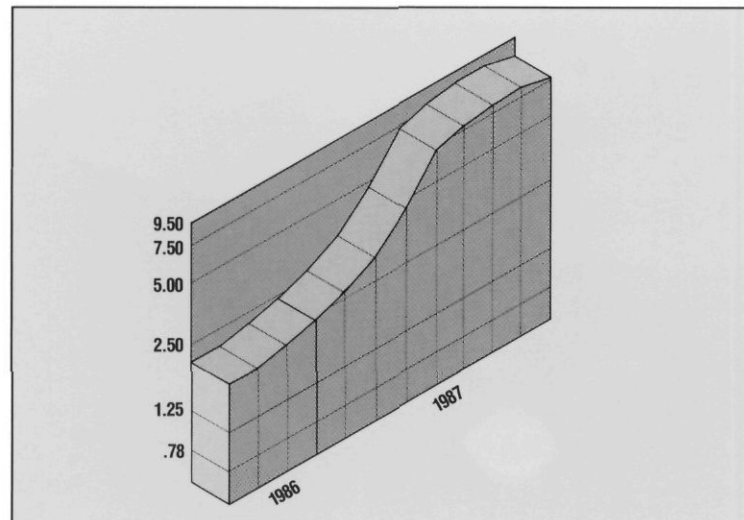
**G**olden North Resource Corporation amalgamated with Good Hope Resources Ltd. effective October 1, 1986, thus combining their Nickel Plate property holdings and consolidating their intercompany shareholdings.

A private placement and flow-through funding were arranged with Royex Gold Mining Corporation of Toronto, for the sale of 1,250,000 shares of Golden North, to provide \$3.2 million for exploration and development of their Nickel Plate properties. Mascot Gold Mines Limited was appointed the operator of this program. These steps created an association with one of the most successful mining groups in Canada whose expertise at Nickel Plate Mountain has been instrumental in the development of the largest open pit gold mine in Western Canada.

CMP 1988 Resource Partnership Limited has committed to make available to Golden North a total of \$5 million for 1988 Canadian Exploration Expenditures.

Two drilling programs were completed in 1987 and further exploration continues. A 12,000 foot underground drilling program was completed on the Mascot Fraction mineral claim and a second drill program testing approximately 8,000 feet was completed at the Canty Claim Group. A 6,000 foot drilling program has been completed on the Canty East Group where a significant new target has been identified. Golden North has budgeted \$3 million in exploration expenditures for its Nickel Plate properties in 1988.

In December 1987 Golden North entered into an agreement with Mascot Gold Mines to acquire a 57.54% interest in the Bralorne property for \$9 million. The consideration being paid to Mascot is 1.5 million shares of Golden North Resource Corporation. As a result of this transaction, Mascot Gold Mines Limited will now own 39% of Golden North, on a fully diluted basis. The Bralorne property, located in southwestern British Columbia, includes the Bralorne and Pioneer Gold



Daily Moving  
Average Chart



Mines and has current ore reserves of 1,037,538 tons, grading 0.27 ounces of gold per ton. The Company has budgeted \$2 million for the 1988 exploration season.

Golden North and Mascot Gold Mines have purchased, as to 50% each, 650,000 shares of Hedley Pacific Mining Corporation Limited, representing 37% of the outstanding capital and effective control. In addition to this acquisition, Golden North and Mascot, as to 50% each, have agreed to spend \$300,000 on exploration and development in 1988 on Agio Resources Corporation's Eagles Nest property, to earn an 80% interest. The Hedley Pacific and Agio properties border Golden North's and Mascot's Nickel Plate properties.

On June 23, 1987, the Company's shares were listed for trading on the Toronto Stock Exchange.

Golden North welcomes to the Board Paul A. Carroll, Q.C., Chairman of Lacana Mining Corporation and Paul F. Saxton, President of Mascot Gold Mines Limited. Golden North will reap the benefit of their extensive experience in the mining and financial industries. They replace Eunice E. Davies and Henry G. Ewanchuk whose contributions to the well-

being of Golden North are acknowledged and appreciated.

With continuing success at Nickel Plate Mountain and the acquisition of the Bralorne and Pioneer Gold Mines, 1988 will be an exciting year for Golden North.

On behalf of the Board



John S. Godfrey  
*President*

January 1988

*Mascot Gold Mines' appointment as operator of the Nickel Plate program created an association with one of the most successful mining groups in Canada.*



## Nickel Plate Property



*Golden North's Nickel  
Plate properties are  
located in the Hedley  
Gold Camp about  
150 miles east of  
Vancouver, British  
Columbia.*



## Property Review

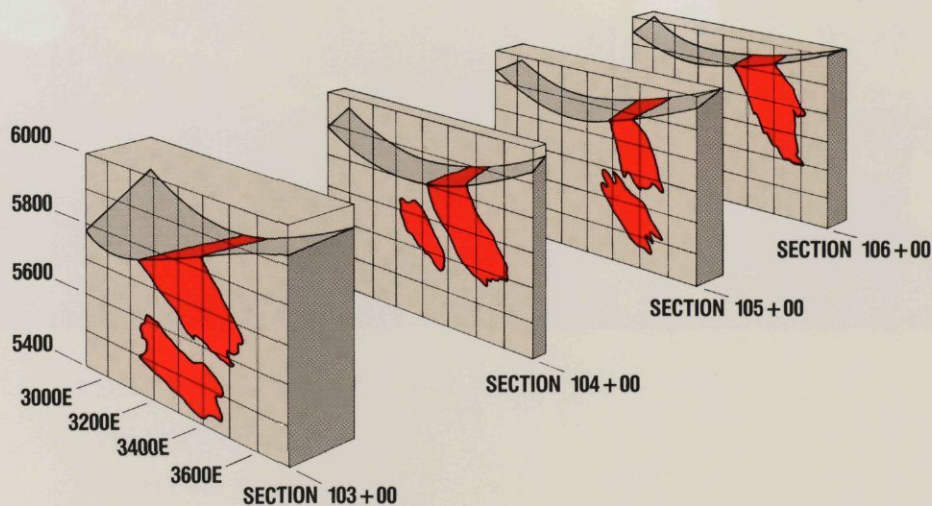
### Nickel Plate Property

Golden North's Nickel Plate properties are located in the Hedley Gold Camp about 150 miles east of Vancouver, British Columbia. This property is comprised of five major claim groups: Canty Group, Horsefly-Terrier Group, Hedley-Mascot Group, Good Hope-French Group and the York Group. During 1987, approximately \$2.1 million was spent on exploration and development and \$3.2 million is budgeted for 1988.

### Canty Group

*A diamond drill program established open pitable ore reserves of 658,000 tons, grading 0.154 ounces of gold per ton.*

A total of 13 diamond drill holes were completed on Canty, testing 8,085 feet. The results of these holes have established open pitable ore reserves of 658,000 tons, grading 0.154 ounces of gold per ton, using a .035 cutoff and a 7:1 stripping ratio. On Canty East, a new target has been established, where a total of 12 holes have been drilled, testing approximately 6,000 feet to date. Results of this program will be released in due course.



Canty Sections

LEGEND

■ Open pitable ore reserves

## Hedley-Mascot Group

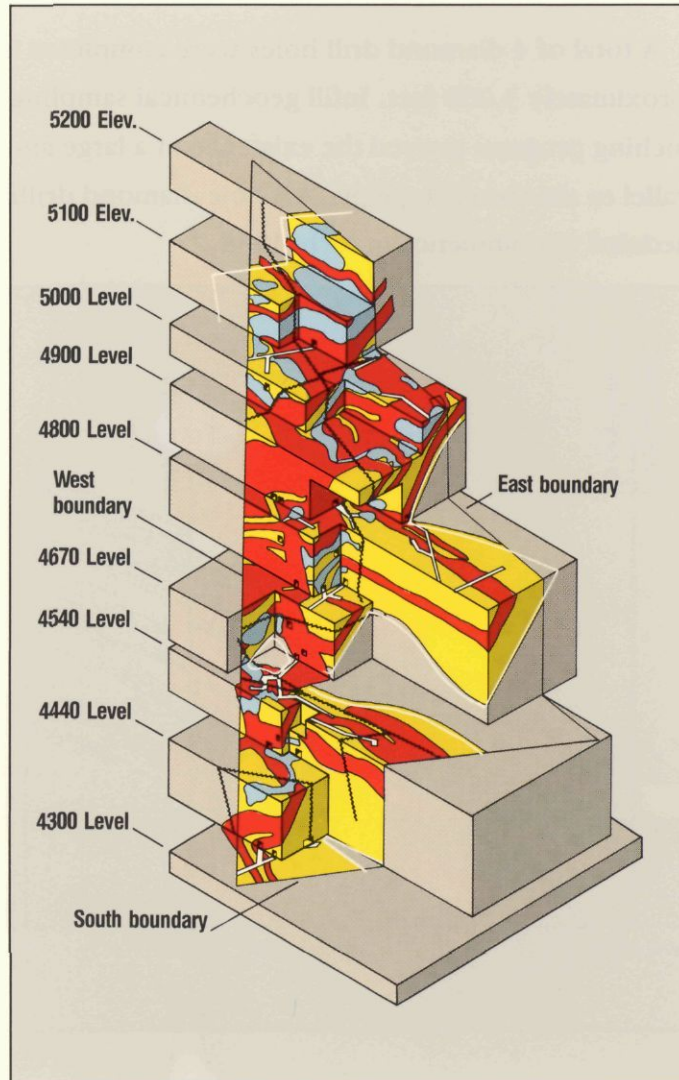
A total of 34 diamond drill holes were completed on the Mascot Fraction mineral claim, testing 12,246 feet. The Mascot Fraction mineral claim borders the Mascot Gold Mines Limited north pit. The drill program established drill proven reserves of 574,000 tons grading 0.125 ounces of gold per ton.



### Mascot Fraction Sections

#### LEGEND

- Skarn
- Porphyry
- Stopes
- Workings
- Fault
- Alteration limits



*The drill program established drill proven reserves of 574,000 tons grading 0.125 ounces of gold per ton.*



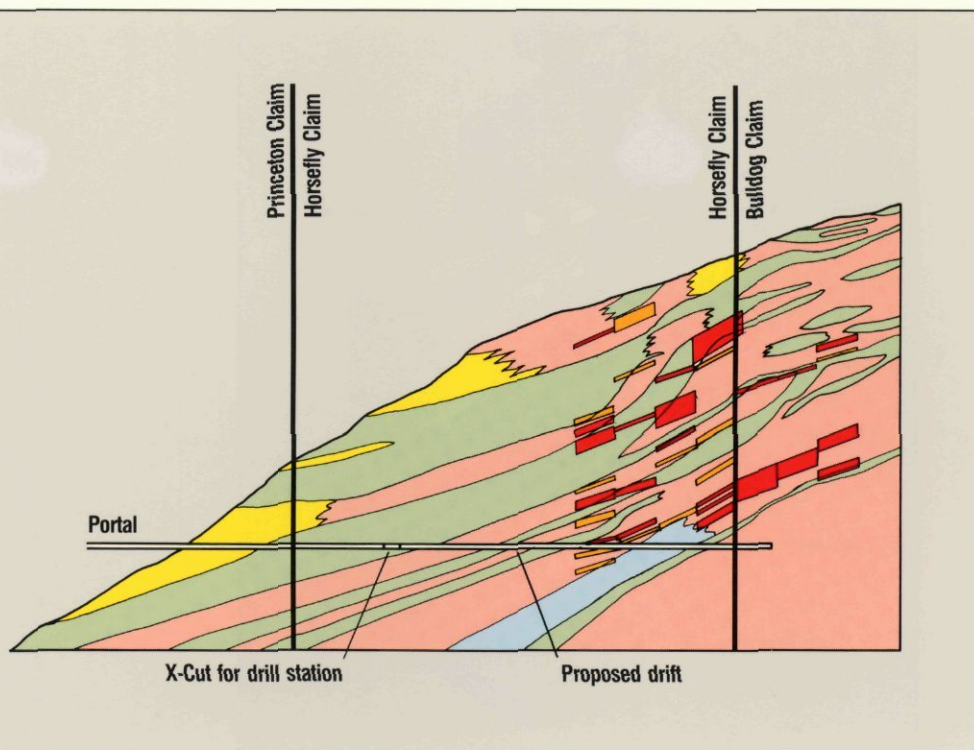
## Horsefly-Terrier Group

Golden North holds a 20% net profits interest in this claim group which adjoins the Mascot Gold Mines Limited south pit. A total of 18 diamond drill holes, testing approximately 9,000 feet, were completed. The results extended the south pit on to the Horsefly-Terrier Group and necessitated the construction of an 1,800 foot access drift into a new gold zone, outside the limits of the existing south pit. Work on the portal entrance is now underway and the drift should be completed by the end of February 1988. Mascot estimates the underground development program will support a production rate of 400 tons per day with an average grade of approximately 0.35 ounces of gold per ton.

*The Horsefly-Terrier drill program extended the adjoining Mascot Gold Mines' south pit into a new gold zone.*

## Good Hope-French Group

A total of 4 diamond drill holes were completed in testing approximately 3,000 feet. Infill geochemical sampling and a subsequent trenching program proved the existence of a large anomalous area parallel to the Good Hope pit. A 5 hole diamond drilling program is scheduled to commence in early 1988.



### Underground Exploration

#### LEGEND

<span style="display: inline-block; width: 15px; height: 15px; background-color: orange; border: 1px solid black;"></span> 0.05-0.08 oz. gold/ton	<span style="display: inline-block; width: 15px; height: 15px; background-color: red; border: 1px solid black;"></span> + 0.09 oz. gold/ton	<span style="display: inline-block; width: 15px; height: 15px; background-color: lightcoral; border: 1px solid black;"></span> Skarn
<span style="display: inline-block; width: 15px; height: 15px; background-color: yellow; border: 1px solid black;"></span> Silicified tuff	<span style="display: inline-block; width: 15px; height: 15px; background-color: lightgreen; border: 1px solid black;"></span> Diorite	<span style="display: inline-block; width: 15px; height: 15px; background-color: lightblue; border: 1px solid black;"></span> Limestone



## Bralorne and Pioneer Mines Property



*The Bralorne property is located in southwestern British Columbia, about 100 miles north of Vancouver, in the Bridge River Gold Camp.*



## Bralorne Property

Golden North has acquired a 57.54% interest in the famed Bralorne and Pioneer Mines which constitute one of British Columbia's leading gold camps.

The Bralorne property is located in southwestern British Columbia, about 100 miles north of Vancouver, in the Bridge River Gold Camp. The property consists of 133 Crown granted mineral claims, two staked mineral claims, 5 reverted Crown grants, 1 located claim and 2 placer leases, totalling 4,188 acres. The total production from the mines in the Bralorne Camp, from 1863 to

*Production from the Bralorne Camp was 8,000,000 tons yielding 4,100,000 ounces of gold. Current reserves are 1,037,538 tons grading 0.27 ounces of gold per ton.*

1971, was 8,000,000 tons yielding 4,100,000 ounces of gold, representing an average recovered grade of 0.51 ounces of gold per ton. Current reserves are 1,037,538 tons grading 0.27 ounces of gold per ton. The 1984 program indicated 142,853 tons of new ore grading 0.41 ounces of gold per ton, above the adit level, in areas that had been bypassed in previous operations. With numerous untested targets, the exploration potential of the property is excellent. Resumption of exploration in the near future is expected to increase the known gold inventory.





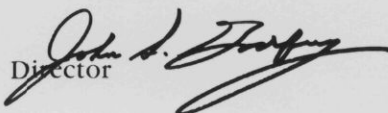
Golden North Resource Corporation

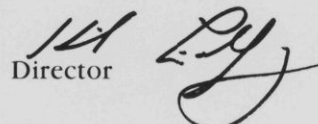
Balance Sheet

As at September 30, 1987

<b>ASSETS</b>	1987	1986
<b>CURRENT</b>		
Cash and short-term deposits .....	\$3,097,291	\$2,208,435
Accounts receivable .....	36,773	34,482
Prepaid expenses .....	<u>12,191</u>	<u>8,018</u>
	3,146,255	2,250,935
FIXED, Note 2 .....	73,580	44,216
INVESTMENT, Note 3 .....	107,500	—
DEFERRED OIL AND GAS EXPLORATION COSTS, Note 4 .....	1,813,905	2,070,604
MINERAL CLAIMS AND DEFERRED MINING EXPLORATION COSTS, Note 5 .....	<u>2,059,973</u>	<u>646,413</u>
	<u>\$7,201,213</u>	<u>\$5,012,168</u>
<b>LIABILITIES</b>		
<b>CURRENT</b>		
Accounts payable and accrued charges .....	\$ 136,194	\$ 78,367
Income taxes payable .....	<u>—</u>	<u>3,200</u>
	136,194	81,567
FLOW-THROUGH SHARES SUBSCRIBED, Note 6 .	<u>1,457,388</u>	<u>—</u>
	<u>1,593,582</u>	<u>81,567</u>
<b>SHAREHOLDERS' EQUITY</b>		
SHARE CAPITAL, Notes 7 and 8 .....	11,310,072	10,290,572
DEFICIT .....	<u>(5,702,441)</u>	<u>(5,359,971)</u>
	<u>5,607,631</u>	<u>4,930,601</u>
	<u>\$7,201,213</u>	<u>\$5,012,168</u>
SIGNIFICANT ACCOUNTING POLICIES, Note 1		
SEGMENTED INFORMATION, Note 9		
INCOME TAXES, Note 10		
BUSINESS COMBINATION, Note 11		
SUBSEQUENT EVENTS, Note 12		
COMPARATIVE FIGURES, Note 13		
RELATED PARTY TRANSACTIONS, Note 14		

Approved on behalf of the Board

Director 

Director 



Golden North Resource Corporation

Statement of Income and Deficit  
For the year ended September 30, 1987

	1987	1986
INCOME		
Oil and gas income (net of production costs) . . .	\$ 45,671	\$ 19,559
Depletion expense . . . . .	<u>(202,524)</u>	<u>(53,953)</u>
	(156,853)	(34,394)
GENERAL AND ADMINISTRATIVE EXPENSES		
Audit and legal . . . . .	67,571	43,555
Depreciation and amortization . . . . .	10,570	13,180
Listing fees . . . . .	21,421	4,474
Management fees . . . . .	84,000	78,500
Office, rental and printing . . . . .	165,194	166,149
Property evaluations and reports . . . . .	20,106	—
Transfer agent fees . . . . .	14,260	11,772
Travel, promotion and advertising . . . . .	<u>35,786</u>	<u>20,618</u>
	418,908	338,248
LOSS BEFORE UNDERNOTED ITEMS . . . . .	<u>575,761</u>	<u>372,642</u>
OTHER INCOME (EXPENSES)		
Interest earned . . . . .	217,279	182,114
Gain on sale of fixed asset . . . . .	16,012	—
Miscellaneous . . . . .	—	34,918
Dry hole costs written-off . . . . .	<u>—</u>	<u>(32,000)</u>
	233,291	185,032
LOSS BEFORE INCOME TAXES . . . . .	342,470	187,610
Income tax provision . . . . .	<u>—</u>	<u>4,497</u>
NET LOSS FOR THE YEAR . . . . .	342,470	192,107
Deficit, beginning of year . . . . .	<u>5,359,971</u>	<u>5,167,864</u>
DEFICIT, END OF YEAR . . . . .	<u>\$5,702,441</u>	<u>\$5,359,971</u>
LOSS PER SHARE . . . . .	<u>\$0.07</u>	<u>\$0.04</u>



## Statement of Changes in Financial Position

For the year ended September 30, 1987

	1987	1986
CASH PROVIDED (USED) BY:		
OPERATING ACTIVITIES		
Operations		
Net loss for the year .....	\$ (342,470)	\$ (192,107)
Items not involving cash		
Depletion, depreciation and amortization .....	215,518	69,703
Write-off of oil and gas costs .....	—	32,000
Gain on sale of fixed asset .....	<u>(16,012)</u>	<u>—</u>
Cash provided (used) from operations .....	(142,964)	(90,404)
Changes in non-cash working capital balances		
Accounts receivable .....	(2,291)	(11,214)
Prepaid expenses .....	(4,173)	113
Accounts payable and accrued charges .....	57,827	(3,967)
Income taxes payable .....	<u>(3,200)</u>	<u>(854)</u>
	<u>(94,801)</u>	<u>(106,326)</u>
FINANCING ACTIVITIES		
Purchase of common shares .....	—	(799,000)
Issue of common shares .....	1,019,500	500,000
Flow-through shares subscribed .....	<u>1,457,388</u>	<u>—</u>
	<u>2,476,888</u>	<u>(299,000)</u>
INVESTING ACTIVITIES		
Increase in investment .....	(107,500)	—
Purchase of fixed assets .....	(56,246)	(12,097)
Disposal of fixed assets .....	29,900	—
Oil and gas exploration (costs) recovered .....	54,175	(20,956)
Mining exploration (costs) recovered .....	<u>(1,413,560)</u>	<u>68,830</u>
	<u>(1,493,231)</u>	<u>35,777</u>
INCREASE (DECREASE) IN CASH AND EQUIVALENTS .....		
	888,856	(369,549)
Cash and equivalents, beginning of year .....	<u>2,208,435</u>	<u>2,577,984</u>
CASH AND EQUIVALENTS, END OF YEAR .....	<u>\$3,097,291</u>	<u>\$2,208,435</u>

Notes to Financial Statements  
September 30, 1987

NOTE 1. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with accounting principles generally accepted in Canada and include the following:

(a) Foreign Currencies

Foreign currency accounts are translated to Canadian dollars as follows:

Monetary items at period end exchange rates.

Non-monetary items at exchange rates prevailing at the dates of transactions.

Revenue and expenses at the average rate of exchange during the period.

Exchange gains or losses on translation of foreign currencies are included in net income.

(b) Investment

The investment is accounted for at cost (Note 3).

(c) Depreciation

Depreciation is provided for fixed assets over their estimated useful lives at the following annual rates on a declining balance basis:

Office furniture and equipment 20%

Data processing equipment 30%

Automotive equipment 30%

In addition, depreciation for leasehold improvements is provided for using the straight-line method over a period of five years.

(d) Deferred Oil and Gas Exploration Costs

The Company follows the successful efforts method of accounting for its oil and gas exploration and drilling costs. If a property is not productive or commercially viable, its cost is written off to operations.

Depletion is recorded for certain wells based on the units-of-production method over estimated reserves and the straight-line method is used for the remaining productive wells.

(e) Deferred Mining Exploration Costs

Mineral claims are recorded at cost. Exploration and development costs are deferred and will be amortized using the units-of-production method upon commercial production. If the property is abandoned or options and claims are allowed to lapse, related costs are written off. Revenue incidental to the exploration and development activities and proceeds of disposition of properties is credited against the deferred costs of the related group of properties.

The amount shown for deferred mining exploration costs represent costs to date and does not necessarily reflect present or future values. The recoverability of the deferred costs is dependent upon the confirmation of economically recoverable reserves, the ability of the Company to successfully complete the development and upon future profitable production.



## NOTE 2. FIXED ASSETS

	1987		1986	
	Cost	Accumulated depreciation and amortization	Cost	Accumulated depreciation and amortization
Office furniture and equipment . . . . .	\$ 37,678	\$24,422	\$ 33,973	\$21,108
Data processing equipment	20,357	13,026	18,916	9,884
Automotive equipment . . .	68,107	15,184	57,496	35,529
Leasehold improvements . .	1,408	1,338	1,408	1,056
	<u>127,550</u>	<u>53,970</u>	<u>111,793</u>	<u>67,577</u>
Cost less accumulated depreciation . . . . .		<u>\$73,580</u>		<u>\$44,216</u>

## NOTE 3. INVESTMENT

By an agreement dated July 2, 1987, the Company purchased 325,000 shares of Hedley Pacific Mining Corp. Ltd., representing 18.5% of the outstanding capital of the company.

## NOTE 4. DEFERRED OIL AND GAS EXPLORATION COSTS

	1987		1986	
	Cost	Accumulated depletion	Cost	Accumulated depletion
Texas . . . . .	\$ 270,403	\$157,325	\$ 270,403	\$123,525
Louisiana . . . . .	418,234	87,234	418,234	69,869
Alberta . . . . .	890,213	247,813	908,824	147,504
North Dakota . . . . .	—	—	100	—
Pennsylvania . . . . .	261,143	51,050	276,049	—
Nebraska . . . . .	6,000	—	6,000	—
Wyoming . . . . .	511,334	—	531,892	—
	<u>2,357,327</u>	<u>543,422</u>	<u>2,411,502</u>	<u>340,898</u>
Cost less accumulated depletion . . . . .		<u>\$1,813,905</u>		<u>\$2,070,604</u>

## NOTE 5. MINERAL CLAIMS AND DEFERRED MINING EXPLORATION COSTS

The mineral claims are comprised of Crown granted and located mineral claims near Hedley, British Columbia and other claims held under options in the Hedley area.

Net carried interest amounting to five per cent of the net profits from the production of ore from certain claims have been retained by other parties.

By an agreement dated May 27, 1986, the Company sold certain mineral claims to Mascot Gold Mines Limited for \$500,000. Mascot Gold Mines Limited has agreed to pay the Company the balance in the following amounts by August 15, of each of the following years:

1988	\$100,000
1989	\$100,000
1990	\$150,000
	<u>\$350,000</u>

During the year, the Company received \$75,000 (\$75,000 — 1986) which has been recorded in the accounts as a reduction in deferred exploration and administrative costs.

As is common in the resource industry, the purchaser of the claims (Mascot Gold Mines Limited) did not provide any security to the Company

on the sale. Therefore, it has been determined by management to be inappropriate to recognize the entire sale and corresponding amounts due at this time. Future receipt of amounts due as disclosed above will be recognized in the accounts in the following order:

- Reduction of deferred exploration and administrative costs
- Reduction of the cost of mineral claims sold
- Income on disposition of mineral claims.

NOTE 6. FLOW-THROUGH SHARES SUBSCRIBED

During the year, the Company received a commitment for \$1,500,000 in exploration funds from a related company, Royex Gold Mining Corporation ("Royex"). In consideration the Company will issue to Royex 500,000 common shares with an ascribed value of \$3.00 per share, upon the expenditure by the Company of the funds on Canadian exploration expenses. As at September 30, 1987, expenditures totalling \$1,457,388 have been made from these funds and 485,796 common shares have been allocated as subscribed (Note 12).

The deduction for income tax purposes of Canadian exploration expenses and depletion allowance of these exploration funds have been renounced by the Company in favor of the subscriber.

NOTE 7. SHARE CAPITAL (Note 12)

Share capital consists of the following:

Authorized

10,000,000 common shares without par value

Issued

4,845,823 common shares

Share capital has been issued as follows:

	1987		1986	
	Shares	Amount	Shares	Amount
For cash . . . . .	3,246,151	\$10,349,091	2,726,151	\$ 9,329,591
For assets . . . . .	1,427,044	304,640	1,427,044	304,640
For settlement of liabilities	170,961	746,532	170,961	746,532
For services . . . . .	1,667	12,500	1,667	12,500
	4,845,823	11,412,763	4,325,823	10,393,263
Treasury shares . . . . .	(50,000)	(102,691)	(50,000)	(102,691)
	<u>4,795,823</u>	<u>\$11,310,072</u>	<u>4,275,823</u>	<u>\$10,290,572</u>

NOTE 8. STOCK OPTIONS

Prior to amalgamation the Company had granted its directors certain options. As at the year end the outstanding stock options amounted to 290,000 common shares at \$0.90 per share and 180,000 common shares at \$1.05 per share, exercisable at any time on or before September 13, 1989 and November 15, 1989, respectively. The Company has granted Royex Gold Mining Corporation an option to purchase 250,000 common shares at \$2.25 per share, expiring February 12, 1988.

NOTE 9. SEGMENTED INFORMATION

All the Company's operating activities are in oil, gas and mining exploration and development in North America which is considered to be the Company's domestic segment.

NOTE 10. INCOME TAXES

As at September 30, 1987, the Company has approximately \$250,000 in non-capital losses carry-forward and \$7,250,000 in deferred exploration and



development pools available to offset against future taxable income. The potential tax benefits have not been reflected in these financial statements.

NOTE 11. BUSINESS COMBINATION

Immediately subsequent to the close of business on September 30, 1986, Golden North Resource Corporation and Good Hope Resources Ltd. were amalgamated as Golden North Resource Corporation. The combination has been accounted for as a pooling of interest.

The amalgamation agreement provided for the following share exchanges on a one-for-one basis:

<u>Predecessor corporation</u>	<u>Number of shares issued and outstanding</u>	<u>Inter-company shares held</u>	<u>Number of shares received in new corporation</u>
Golden North Resource Corporation . . . . .	3,262,723	860,000	2,402,723
Good Hope Resources Ltd. . . . .	<u>1,973,100</u>	<u>50,000</u>	<u>1,923,100</u>
	<u>5,235,823</u>	<u>910,000</u>	<u>4,325,823</u>

The net assets of the predecessor corporations brought into the combination are as follows:

	<u>Assets</u>	<u>Liabilities</u>	<u>Net assets</u>
Golden North Resource Corporation . . . . .	\$3,374,853	\$71,367	\$3,303,486
Good Hope Resources Ltd. . . . .	<u>1,637,315</u>	<u>10,200</u>	<u>1,627,115</u>
	<u>\$5,012,168</u>	<u>\$81,567</u>	<u>\$4,930,601</u>

The gross revenues (including interest income) and net losses of the predecessor corporations for the periods ended September 30, 1986 are as follows:

	<u>Gross revenues</u>	<u>Net losses</u>
Golden North Resource Corporation (13 months) . . . . .	\$143,048	\$156,892
Good Hope Resources Ltd. (8 months) . . . . .	<u>58,625</u>	<u>35,215</u>
	<u>\$201,673</u>	<u>\$192,107</u>

NOTE 12. SUBSEQUENT EVENTS

- (a) On October 23, 1987 the Company purchased 20,000 common shares of its own capital stock for \$141,477.
- (b) On October 19, 1987 the Company issued 394,307 shares to Royex Gold Mining Corporation to fulfill part of their flow-through share agreement (Note 6).

NOTE 13. COMPARATIVE FIGURES

The comparative figures represent the combined balances of the two predecessor corporations at the close of the business on September 30, 1986 (the date of amalgamation). Some of these figures have been reclassified to conform with the financial statement presentation adopted by the amalgamated entity.

NOTE 14. RELATED PARTY TRANSACTIONS

The Company paid \$84,000 in management fees and \$116,000 in office overhead (for rent, overhead and salaries) to Twentieth Century Investments Ltd., which is controlled by a director of the Company. The Company paid approximately \$35,000 in legal fees to a firm in which a director of the Company is a partner.

Golden North Resource Corporation

Schedule of Deferred Mining Exploration Costs

For the year ended September 30, 1987

DEFERRED MINING EXPLORATION COSTS		
Amounts in respect of flow-through shares . . . .	\$1,457,388	
Depreciation . . . . .	2,424	
Properties . . . . .	17,000	
Other . . . . .	<u>11,748</u>	\$1,488,560
RECOVERED . . . . .		<u>(75,000)</u>
		1,413,560
BALANCE, BEGINNING OF YEAR . . . . .		<u>646,413</u>
BALANCE, END OF YEAR . . . . .		<u><u>\$2,059,973</u></u>

Auditors' Report

To the Shareholders  
Golden North Resource Corporation

We have examined the balance sheet of Golden North Resource Corporation as at September 30, 1987 and the statements of income and deficit and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Company as at September 30, 1987 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

Vancouver, British Columbia  
November 13, 1987

DUNWOODY & COMPANY  
Chartered Accountants



# Corporate Directory

## Directors & Officers

Vancouver

John S. Godfrey

*President & Chief Executive Officer*

Carl R. Jonsson\*

*Secretary & Director*

Kirk D. Godfrey

*Treasurer & Director*

Paul F. Saxton\*

*Director*

Toronto

Ned Goodman

*Director*

Paul A. Carroll\*

*Director*

Peter Steen

*Director*

*\*Audit Committee*

## Head Office

1540-800 West Pender Street

Vancouver, B.C. V6C 2V6

Tel (604) 685-1247

Fax (604) 685-6039

## Registered & Records Office

1710-1177 West Hastings Street

Vancouver, B.C. V6E 2L3

(604) 683-9262

## Auditors

Dunwoody & Company

Chartered Accountants

1804-1055 Dunsmuir Street

Vancouver, B.C. V7X 1C5

## Registrar & Transfer Agent

Guaranty Trust Company of Canada

800 West Pender Street

Vancouver, B.C. V6C 2V7

## Solicitors

Tupper, Jonsson & Shroff

1710-1177 West Hastings Street

Vancouver, B.C. V6E 2L3

## Bank

Bank of Montreal

595 Burrard Street

Vancouver, B.C. V7X 1L7

## Shares Listed

Toronto Stock Exchange

Vancouver Stock Exchange

Trading symbol GNO

NASDAQ

Trading symbol GNOXF

## Capitalization

Authorized

10,000,000 shares no par value

Issued

4,845,823 shares

At September 30, 1987

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