

Kerr
884571

Western Canadian

MINING CORPORATION



ANNUAL REPORT 1988

CORPORATE PROFILE

Western Canadian Mining Corporation was established in early 1987 as a mineral resource exploration and development company. The Company is engaged in exploration and development in Canada and currently holds varying interests in 19 mineral exploration properties. These properties are at different stages of evaluation and include gold, copper, base-metal, uranium and industrial mineral deposits.

The Company owns a 70% interest in the large Kerr copper-gold deposit north of Stewart, B.C., which was discovered by the Company in 1988. Reserve and preliminary economic studies are currently being completed.

As at September 30, 1988, 9,166,694 Common Shares were issued and outstanding. The company is listed on the Vancouver Stock Exchange under the symbol "WCD". Western Canadian will prove attractive to prospective shareholders interested in participating in a vigorous, growing company.

ANNUAL MEETING

The Annual General Meeting of Shareholders will be held on December 5, 1988 in the Hong Kong Bank of Canada Building, 19th floor – 885 West Georgia Street, Vancouver, B.C., commencing at 10:00 a.m. Shareholders are encouraged to attend the Annual Meeting. Those unable to do so are asked to sign and return the form of proxy mailed with the Annual Report.

FRONT COVER

Surveyor sighting in drill holes during the 1988 exploration program on the Kerr Property – an original watercolour by Don Makela.

DIRECTORS REPORT TO THE SHAREHOLDERS

The year 1988 has been one of major accomplishments and progress for Western Canadian Mining Corporation. It is with pleasure that this second Annual Report, which gives a review of the year's activities including the Financial Statements to June 30, 1988, is presented.

Exploration priority projects during 1988 focussed on the Kerr copper-gold deposit in the Sulphurets Creek area of northwestern B.C. Here, an exploration program including extensive diamond drilling and costing in excess of \$1 million, was instrumental in the discovery and delineation of a high-grade porphyry copper-gold deposit that will be amenable to open-pit mining.

From preliminary estimates some 66,000,000 tons are currently inferred but as the deposit is open in three directions the potential to substantially increase tonnage is excellent. The current grade of 0.86% copper, 0.010 ounces gold per ton and 0.06 ounces silver per ton represents contained metal values of 1.13 billion pounds of copper, 660,000 ounces of gold and 3,960,000 ounces of silver.

The discovery of the Kerr copper-gold deposit has come at a most opportune time for the Company. Energy, Mines and Resources Canada report a serious shortfall in Canadian copper reserves and predict a progressive decline in the annual Canadian output of copper to begin after 1993 unless substantial new discoveries are made very soon. A discovery rate of 1.43 million tons of mineable copper on an annual basis will be required to maintain current output levels beyond 1992.

The Company continued to work on several properties across Canada, but is most active in northwestern British Columbia in the Iskut and Sulphurets Creek areas in the search for gold and base-metal mineralization. This part of the province is one of the most active exploration areas in Canada.

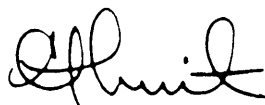
Financing of the 1988 exploration programs was completed by a flow-through share issue to NIM and Company, Limited Partnership.

The Company's philosophy is to aggressively explore properties of significant potential while joint venturing those where the exploration risk is high. To this end, the Company has acquired two new gold properties – the Tedray Property which is adjacent to the Kerr Property and the Whiteman Creek Property in southern British Columbia – and has entered joint venture arrangements on certain other properties in British Columbia and Newfoundland.

Western Canadian Mining Corporation is a financially strong company and expects to have \$2.0 million in cash in its Treasury by December 31, 1988. A Rights Offering made to all Shareholders and completed in September, 1988 raised \$1.146 million.

The 1989 programs and budgets have not been finalized; however, major drilling programs on the Kerr and Tedray properties are anticipated. A pre-feasibility study will be undertaken on the Kerr Property.

With a strong treasury, a portfolio of good properties, and the Kerr Property entering the development stage, 1989 promises to be an active and exciting year.



C.A. Smith
Chairman



J.D. Little
President

October 17, 1988

KERR

A world-class porphyry copper-gold deposit has been confirmed on the Kerr Property. Most of the 22 drill holes in 1988 intersected widespread copper mineralization within a gossan 1600 feet wide and 3500 feet long. Along the eastern margin, a thick, consistent high-grade deposit between 0.8% and 1.0% copper with 0.01 ounces gold per ton has been defined by 12 drill holes. Only a portion of the property has been explored and the potential to establish considerable reserves is excellent.

The Kerr deposit has been intersected over a 3300 foot length, a 650 foot width and an average thickness of 328 feet. As the deposit dips 50° to the west, the small drill used during the 1988 program was unable to define the down dip extensions. Additional diamond drilling is required to confirm reserves; however, using a specific gravity of 3.0 and the above dimensions of the deposit results in 66,000,000 tons grading 0.86% copper, 0.01 ounces gold per ton and 0.06 ounces silver per ton. The deposit is open to the north and south and at depth.

Copper mineralization in the Kerr porphyry deposit consists of primary chalcocite, chalcopyrite, some secondary chalcocite and traces of native copper. The host unit is a sericite schist, probably originally a dacite tuff, that has been well foliated or broken by faulting. The copper mineralization is finely disseminated and in veinlets.

Induced polarization surveys give low resistivity—high chargeability anomalies coincident with the high-grade mineralization. These anomalies are open and extend 2300 feet to the north and 500 feet to the south of the existing known mineralization.

Peripheral to the porphyry deposit are numerous high-grade gold-silver veins that have also been explored. Values up to 4.2 ounces gold and 14.8 ounces silver per ton have been obtained.

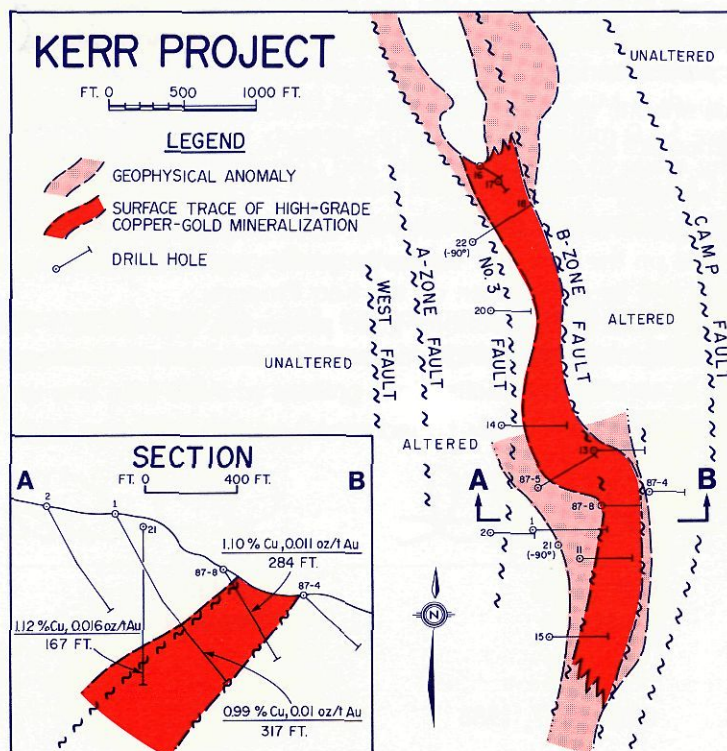
The Kerr Property is rapidly developing into a major deposit. Preliminary evaluation studies indicate that at a mining rate of 16,500 tons per day, the Kerr deposit would be economically viable at current day metal prices.

A large drilling program and pre-feasibility study are planned for 1989.

B ZONE INTERSECTIONS

DRILL HOLE	FROM (ft)	TO (ft)	LENGTH (ft)	COPPER %	GOLD oz/ton
K87-5	469.2	734.9	265.7	0.61	0.009
K87-8	93.2	377.6	284.4	1.10	0.011
K88-1	578.1	895.0	316.9	0.94	0.010
K88-11	167.3	568.6	401.3	1.25	0.011
K88-14	108.3	598.4	490.1	0.54	0.006
K88-15	296.9	656.2	359.3	0.62	0.008
*K88-16	216.5	348.1	131.6	0.96	0.013
*K88-17	135.5	187.0	51.5	0.69	0.009
K88-18	68.9	538.1	469.2	0.96	0.012
*K88-20	249.3	337.9	88.6	0.70	0.009
*K88-21	531.8	699.1	167.3	1.17	0.016
*K88-22	226.7	449.1	222.4	0.74	0.011

*Note: Drill holes 16,17,20,21 and 22 all ended in mineralization. Holes 16 and 21 had just entered higher grade mineralization and holes 17,20 and 22 bottomed just before reaching projected higher grade mineralization.



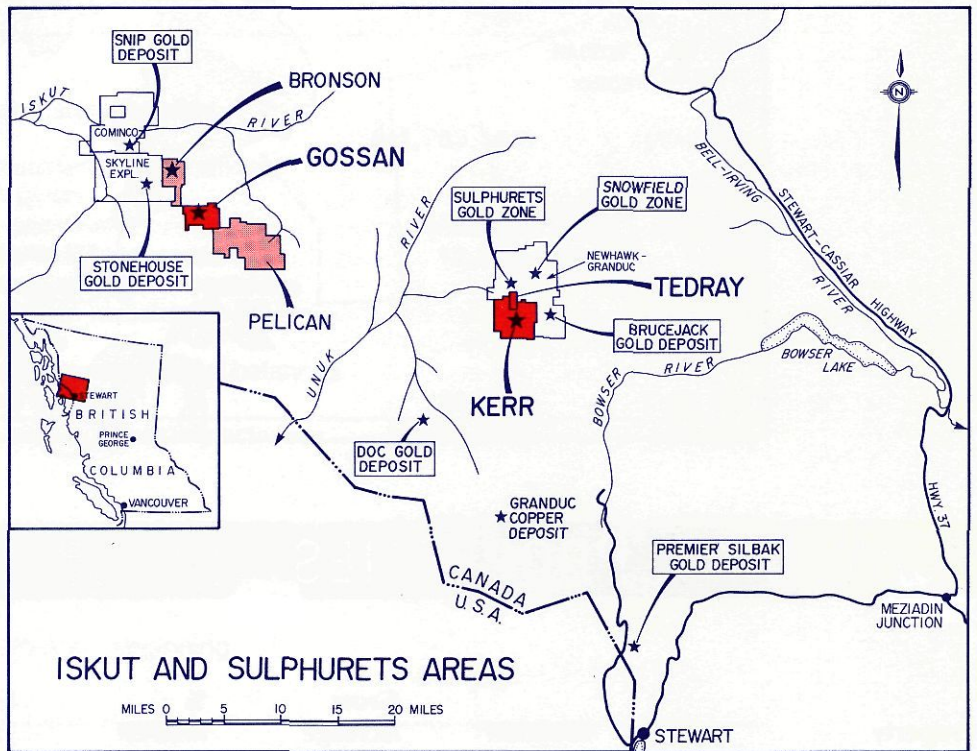
TEDRAY

The Tedray Property is located adjacent to the Kerr Property and is under option from Newhawk Gold Mines and Granduc Mines Ltd. The Kerr Joint Venture has the right to earn 50% of the property by completing cumulative exploration programs totalling \$500,000 by the end of 1990.

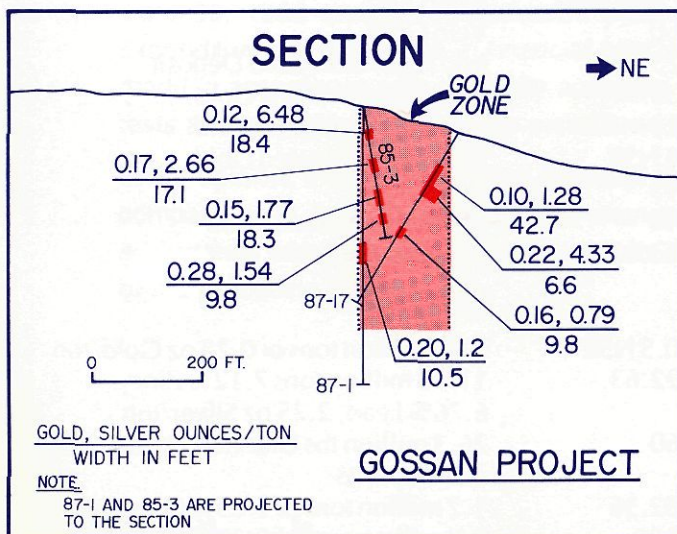
A preliminary exploration program completed during 1988 has succeeded in developing two target areas.

On the southern portion of the claim, geochemical soil sampling and geophysical surveying define coincident anomalies for gold-copper and for low resistivity-high chargeability, respectively. The geophysical anomaly is an extension of the Kerr anomaly to the south and is open to the north. The combined Kerr-Tedray geophysical anomaly is 1.25 miles long.

On the northern portion of the claim, surface showings of copper mineralization are contained within intrusive rock. This area was tested with two short diamond drill holes which returned values of 0.17% copper and 0.011 ounces gold per ton over 220 feet and 0.23% copper and 0.009 ounces gold per ton over 142 feet. Of extreme interest is the higher gold to copper ratio than experienced on the Kerr Property suggesting the potential for open-pit gold mineralization on the Tedray Property.



GOSSAN

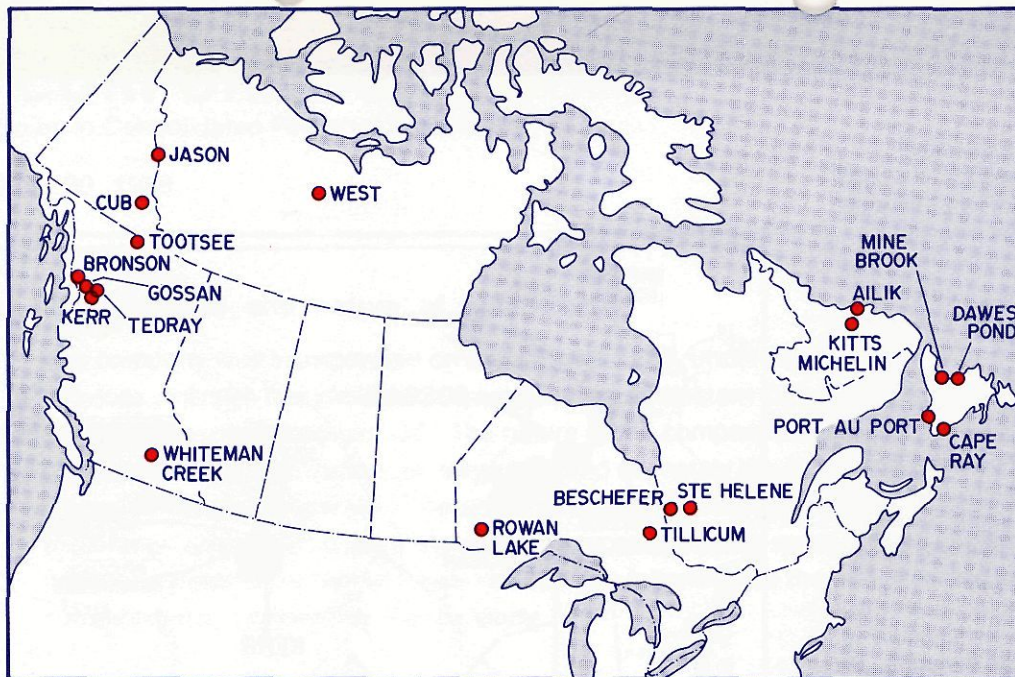


The Gossan Property is located near the Iskut River, probably one of the most active exploration areas for gold in Canada. Several major gold deposits, including the Snip owned by Cominco/Delaware and the Stonehouse owned by Skyline Explorations, are located a short distance from the Gossan. Inel Resources is currently undertaking underground exploration on its gold property immediately adjacent to and to the north of the Gossan.

The most significant target on the Gossan Property is the Khyber Pass, where gold-bearing massive sulphides associated with silver, copper, and zinc mineralization are contained within a 150 foot thick, northerly striking and steeply dipping zone. Numerous higher grade gold intersections are obtained within this zone. In addition, Hole 87-17 contains a long intersection averaging 0.10 ounces gold per ton and 1.28 ounces silver per ton over 42.7 feet.

Across the valley from the Khyber Pass is a gold target known as Pyramid Hill, characterized by extensive skarn alteration and base-precious-metal geochemical anomalies.

Additional diamond drilling is required to further assess both the Khyber Pass and Pyramid targets.



CANADIAN PROPERTIES

Property	Location	Gross Acreage	% Interest	Exploration Target/Deposit
Priority Properties				
Kerr	B.C.	7225	70	Over 100 million tons of 0.85 to 1.0% Copper with 0.010 oz Gold/ton; also high grade Gold-Silver
Tedray	B.C.	494	Earning 35	Bulk Tonnage, Copper-Gold
Gossan	B.C.	3665	60	Bulk Tonnage Gold
Exploration Properties				
Mine Brook	Nfld.	1186	100	Vein Gold
Whiteman Ck.	B.C.	1300	Earning 60	Vein Gold
Bronson/Pelican	B.C.	13674	60	Vein Gold
West	N.W.T.	2169	25	Iron Formation Gold Deposit
Ste. Helene	Que.	2450	39.5	Vein/Disseminated Gold
Beschefer	Que.	4150	25	Vein/Disseminated Gold
Tillicum	Ont.	432	4 NSR	Vein/Disseminated Gold
Rowan Lake	Ont.	2253	15	Vein Gold
Tootsie	B.C.	6607	44	Manto Silver/Zinc/Lead
Cub	Y.T.	13153	33.33	Tungsten Skarn
Reserve Properties				
Cape Ray	Nfld.	10060	0.5 NSR	1.14 million tons of 0.28 oz Gold/ton
Jason	Y.T.	14565	22.63	11.98 million tons 7.12% Zinc, 6.76% Lead, 2.25 oz Silver/ton
Kitts-Michelin	Nfld.	5745	60	26.3 million lbs Uranium Oxide in 5 Deposits
Dawes Pond	Nfld.	2726	52.36	1.2 million tons of 1.23% Copper
Ailik	Nfld.	247	100	2.0 million tons of 0.27% Molybdenite
Port au Port	Nfld.	4110	100	330 million tons High-Grade Limestone

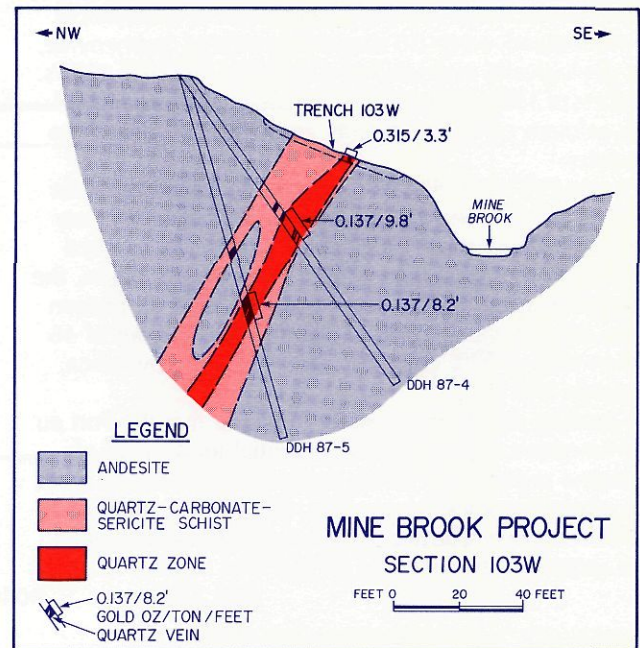
MINE BROOK

Gold mineralization on the Mine Brook Property is associated with zones of silica-pyrite within a quartz sericite schist enveloped by chlorite schist. Surface samples returned anomalous values in gold: up to 1.8 ounces gold per ton in grab samples or 0.567 ounces gold per ton over 5.1 feet in chip samples.

Diamond drilling has confirmed the continuity of the mineralization to depth and along strike and, in fact, suggests improvement in thickness and grade in both directions.

The main target zone, based on magnetics and soil geochemistry, is 4000 feet long. Of this length, 650 feet have been tested by diamond drilling. Drilling is required to explore the remainder of the zone.

Westfield Minerals Limited has signed an agreement whereby it may earn a 50% interest in the Mine Brook property by making cumulative cash payments of \$100,000 and exploration expenditures of \$700,000 by late 1991. Westfield is planning a diamond drill program during the late fall of 1988.



WHITEMAN CREEK

An exciting new gold prospect, the Whiteman Creek Property, has been acquired west of Vernon, B.C. The Company has the right to earn a 60% interest by completing \$700,000 of exploration expenditures by July of 1992.

The property is located near and to the west of the recent Huntington Resources Inc./Corona Corporation gold discovery where a drill hole returned a 235 foot intersection grading 2.03 ounces gold per ton.

Tertiary volcanic rocks in contact with granitic intrusions will be the target of a program of geological mapping, soil sampling and geophysical surveys.

Exploration work is currently underway.

BRONSON / PELICAN

The Bronson and Pelican Properties are located on either side of the Gossan property. They contain numerous precious- and base-metal targets that remain to be evaluated.

Cathedral Gold Corporation has signed an option agreement whereby it may earn a 60% interest in the properties through expenditures of \$400,000 and option payments of \$200,000 by December 31, 1990. If the option is fully exercised, Western Canadian Mining Corporation will retain a 5% Net Profits Interest.

Cathedral completed geochemical and geophysical programs in 1988 to develop drill targets for 1989.

DAWES POND

Previous exploration on the Dawes Pond Property, located 19 miles east of Springdale, Newfoundland, resulted in the discovery of a number of polymetallic, massive sulphide deposits. Two deposits have been outlined: one in excess of 1 million tons of 1.23% copper within the Old Mine worked at the turn of the century and the second, the 3B, in the order of 200,000 to 300,000 tons grading 3 to 4% copper, 1% zinc and 0.6 to 0.9 ounces silver per ton.

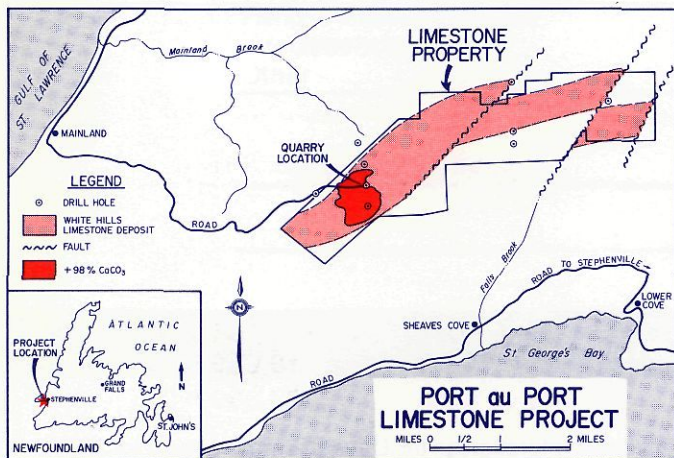
The Company currently holds a majority interest in a joint venture with Total Energold Ltd. The joint venture has agreed to option 50% of the property to Au Pell Resources Inc. in return for cash payments, shares, and exploration programs totalling \$775,000 by the end of 1990. Au Pell completed a preliminary diamond drilling program in early 1988 and is planning further drilling during the winter months of 1988-1989.

PORT AU PORT

The Port au Port limestone Property on the west coast of Newfoundland, some 30 road miles west of Stephenville, was geologically evaluated and drilled in the mid-1970's. In excess of 330 million tons of cement-grade limestone of high calcium carbonate quality are located 2 miles from tidewater.

During 1987 and 1988 the Company completed a 2 mile access road onto the property and initiated a quarry in very high grade limestone. A 100 ton bulk sample was crushed to 3/4 inch size for use in market studies. In addition, the limestone was sampled in detail and a higher grade portion of the deposit was defined containing in the order of 46 million tons of 99% calcium carbonate with low silica, magnesia and iron.

A product development study indicates that the Port au Port limestone deposit has the potential for a range of limestone products including cement, lime for pulp mills, agricultural limerock, iron ore flux, construction aggregate, and filler markets. The deposit is currently being evaluated with respect to its suitability for the filler market.



CAPE RAY

On the Cape Ray gold deposit located in southwestern Newfoundland, 15 miles northwest of Port au Basques, Dolphin Explorations Ltd. have spent \$9 million during 1987 and 1988 on drilling, underground drifting and road construction. Geological reserves are reported at 1,138,000 tons with a grade of 0.28 ounces gold per ton. A feasibility study is planned to commence at the end of 1988.

The Company retains a 0.5% Net Smelter Return from future production.

JASON

With the significant increase in base-metal prices over the last year, and the current depletion of base-metal reserves world wide, a review of the economics of the Jason Project has been initiated by the joint venture partners.

This silver/lead/zinc deposit is located on the Canol Road in eastern Yukon and contains geological reserves of 12 million tons grading 2.25 ounces silver per ton, 7.12% zinc, and 6.76% lead. The deposit is open at depth and along strike. Previous feasibility studies completed in the 1980's indicated an unacceptable rate of return at the then current metal prices.

The adjoining Tom deposit, owned by Hudson Bay Mining and Smelting, has reported reserves and metal grades similar to Jason. Cominco Explorations has recently reached an agreement with Hudson Bay to earn a 50% interest in the Tom deposit through expenditures of \$5.5 million and cash payments of \$4 million by the end of 1993. Development of the Tom deposit would beneficially affect the Jason deposit.

KITTS - MICHELIN

Current uranium reserves held by the Company and its partner in Labrador stand at 26,300,000 pounds of uranium oxide in five deposits. Work in 1988 included the completion of assessment requirements, environmental monitoring on certain mining leases, and the searching for a partner who wishes to purchase uranium reserves for possible production in the 1990's.

The Company owns interests in five separate mining leases and five separate claim blocks.

TILLICUM

The Tillicum gold property is located 16 miles by paved and gravel roads north of Kirkland Lake, Ontario and is owned by Peter Island Resources, subject to a 4% Net Smelter Return to the Company.

Diamond drilling during the 1987-88 winter probed a silicified intrusive/volcanic contact in which 0.21 ounces gold per ton over 12 feet was discovered in 1985. Ten holes totalling 4,782 feet were completed. The best results were 0.105 ounces gold per ton over 15.1 feet and 0.095 ounces gold per ton over 8.2 feet.

A three phase exploration program, totalling \$246,000 and including geochemical sampling, reverse circulation drilling and diamond drilling, has been recommended.

WESTERN CANADIAN MINING CORPORATION

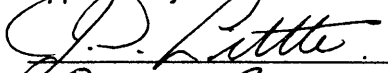
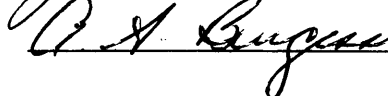
Consolidated Balance Sheet

June 30, 1988

	1988	1987
Assets		
Current assets:		
Cash and short-term investments	\$ 452,326	605,321
Accounts receivable	88,474	83,208
Due from partners	32,089	25,080
Flow-through funds receivable (Note 4)	292,002	179,451
Land held for sale	75,000	75,000
Prepaid expenses	11,277	10,402
	951,168	978,462
Long-term investment, at cost (Note 6)	268,000	268,000
Fixed assets, at cost less accumulated depreciation	302,785	315,000
Mining properties	5,067,054	5,001,565
Deferred exploration and administrative expenditures per accompanying statement	2,239,402	476,219
	\$ 8,828,409	7,039,246
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 74,948	113,336
Deposit on land	25,000	10,000
	99,948	123,336
Deferred income taxes	524,893	524,893
Shareholders' equity:		
Share capital (Note 3)	7,911,566	6,211,566
Commitment to issue shares (Note 4)	292,002	179,451
	8,203,568	6,391,017
	\$ 8,828,409	7,039,246

See accompanying notes to consolidated financial statements.

Approved by the Board of Directors:

 Director
 Director

WESTERN CANADIAN MINING CORPORATION

Consolidated Statement of Deferred Exploration and Administrative Expenditures

Year ended June 30, 1988

	1987	Expenditures during the year	1988
Exploration:			
Assays and geological	\$ 22,230	93,490	115,720
Engineering and surveys	213,752	1,725,820	1,939,572
Field and camp supplies	71,115	178,077	249,192
	307,097	1,997,387	2,304,484
Less costs recovered and recoverable from partners	60,549	359,218	419,767
	246,548	1,638,169	1,884,717
Administrative:			
Legal and consulting fees	140,887	46,280	187,167
Administration	73,830	100,354	174,184
Office facilities	16,053	33,949	50,002
Travel and promotion	3,607	4,063	7,670
Filing, transfer agent and registration fees	3,376	7,730	11,106
Other	4,167	4,619	8,786
	241,920	196,995	438,915
Less interest income	12,249	71,981	84,230
	229,671	125,014	354,685
Deferred exploration and administrative expenditures, end of year	\$ 476,219	1,763,183	2,239,402

See accompanying notes to consolidated financial statements.

WESTERN CANADIAN MINING CORPORATION

Consolidated Statement of Changes in Financial Position

Year ended June 30, 1988

	1988	1987
Investing activities:		
Deferred exploration and administrative expenditures	\$(1,763,183)	(476,219)
Cash acquired upon business combinations, net of consideration given	-	793,039
Additions to mining properties	(65,489)	(23,100)
Sale (purchase) of fixed assets	12,215	(841)
Investing activity not requiring use of cash:		
Acquisition of long-term investment	-	(268,000)
Deferred income taxes	-	524,893
Net changes in non-cash working capital balances relating to investment activities	(36,538)	(392,451)
Cash provided from (used by) investing activities	(1,852,995)	157,321
Financing activities:		
Issue of share capital	1,700,000	448,000
Increase (decrease) in cash during the period	(152,995)	605,321
Cash and short-term investments, beginning of period	605,321	-
Cash and short-term investments, end of period	\$ 452,326	605,321

See accompanying notes to consolidated financial statements.

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the consolidated balance sheet of Western Canadian Mining Corporation as at June 30, 1988 and the consolidated statements of deferred exploration and administrative expenditures 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 consolidated financial statements present fairly the financial position of the company as at June 30, 1988 and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding period.

Pest Marwick

Chartered Accountants

Vancouver, Canada

August 31, 1988

WESTERN CANADIAN MINING CORPORATION

Notes to Consolidated Financial Statements

June 30, 1988

1. Incorporation and nature of operations:

The company was incorporated on January 16, 1987, under the Company Act of the Province of British Columbia upon amalgamation of Western Canadian Mining (WCM) Ltd. and Equine Resources Ltd. The nature of the company's business and operations is the exploration, development and ultimately the exploitation of Canadian mineral properties. The amounts shown for mining properties and deferred exploration and administrative expenditures represent costs spent to date and do not necessarily reflect present or future values. The following are the principal properties currently being explored by the company.

Property	Location	acreage	Gross Minerals	% interest
Gossan	B.C.	19,019	Gold	60
Kerr	B.C.	7,225	Gold, Silver	70

2. Significant accounting policies:

(a) Principles of consolidation:

The consolidated financial statements include the accounts of the company and its wholly-owned subsidiary, 151634 Canada Inc. All intercompany transactions and balances have been eliminated.

(b) Joint venture accounting:

Substantially all of the company's exploration activities are conducted jointly with others and accordingly, the accounts reflect only the company's proportionate interest in such activities.

(c) Mining properties:

The company capitalizes the cost of acquiring mining properties and exploration and administrative expenditures directly related to specific mining properties until such time as the extent of mineralization has been determined and mining properties are either developed or the company's mineral rights are allowed to lapse.

The cost of mining properties will be depleted and deferred costs will be amortized over the useful life of the properties upon commencement of commercial production or written off if the properties are abandoned or if there is an impairment in value.

WESTERN CANADIAN MINING CORPORATION

Notes to Consolidated Financial Statements, continued

June 30, 1988

2. Significant accounting policies, continued:

(d) Deferred income taxes:

The company follows the tax allocation method of accounting for income taxes. The timing differences mainly relate to differences between the book and tax values of mining properties.

3. Share capital:

(a) Authorized:

10,000,000 preferred shares without par value, issuable in series.

90,000,000 common shares without par value.

(b) Issued:

	Number of common shares	Amount
Opening balance	6,723,330	\$ 6,211,566
Issued during the year	893,867	1,700,000
	7,617,197	\$ 7,911,566

(c) Placements:

During the year the company issued 893,867 shares in consideration of \$1,700,000 from various limited partnerships under flow-through share arrangements. The deduction for income tax purposes of Canadian Exploration Expenditures ("CEE") arising from the expenditure of these funds has been renounced in favour of the limited partnerships. Also see Notes 4 and 5.

(d) Options:

During the period, the company granted to officers and directors options to purchase 475,000 common shares at a price of \$1.00 per share and to one director options to purchase 50,000 common shares at a price of \$1.40 per share. All options are exercisable on the basis of one-third at December 29, 1987, the date of shareholder ratification, one-third at March 10, 1988 and the balance at March 10, 1989. The options expire on March 10, 1990.

WESTERN CANADIAN MINING CORPORATION

Notes to Consolidated Financial Statements, continued

June 30, 1988

4. Commitment to Issue shares:

During the period, the company entered into agreements with a limited partnership whereby the limited partnership receives flow-through common shares of the company in return for financing CEE. The partnership has committed \$1,500,000 to the company in consideration for the company renouncing for income taxes certain CEE and issuing flow-through shares to the partnership. At June 30, 1988 the company had incurred \$292,002 on CEE relating to these agreements and subsequent to June 30, 1988 issued 392,898 flow-through common shares.

5. Income taxes:

The company has losses available for income tax purposes, relating to the pre-amalgamation period. These losses total approximately \$870,000, the potential future benefit of which has not been recorded.

As a result of issuing flow-through shares the amounts recorded as deferred exploration and administrative expenditures exceed their tax value by approximately \$2,200,000.

6. Related party transactions:

The company holds 291,304 common shares of Pedco Energy Limited ("Pedco"). Three directors of the company are also directors of Pedco. The company has granted an option to Sage Holdings Ltd., a company related to Pedco, to acquire its holding at book value.

7. Subsequent events:

- (a) Subsequent to June 30, 1988 the company commenced an offering of rights to its shareholders of record on August 16, 1988. Each shareholder will receive one right for every common share held. Seven rights and the sum of \$1.00 will be required to acquire one additional common share of the company. The offer expired on September 16, 1988 and raised approximately \$1,145,000. One of the company's principal shareholders agreed to exercise all rights that remained unexercised at the expiry of the offering.
- (b) Subsequent to June 30, 1988, the company entered into two joint venture arrangements to earn a 60% interest in a gold claim and a 50% interest in a copper and gold claim by making exploration expenditures of \$700,000 by June 30, 1992 and \$500,000 by December 31, 1990, respectively.

CORPORATE INFORMATION

Directors

C. Alan Smith, Calgary, Alberta
J. Douglas Little, Vancouver, British Columbia
Winslow W. Bennett, Vancouver, British Columbia
Thomas N. Dirks, Calgary, Alberta
Gordon D. Ewart, Toronto, Ontario
Andrew S. Burgess, Calgary, Alberta

Officers and Senior Personnel

C.A. Smith, Chairman
J.D. Little, President
A.A. Burgoyne, Vice President and General Manager
W.H. Smith, Secretary
R.S. Hewton, Exploration Manager

Audit Committee

J.D. Little
A.S. Burgess
T.N. Dirks

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Chartered Accountants
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Bankers

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Registrar and Transfer Agent

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Vancouver, British Columbia
V6C 2V7

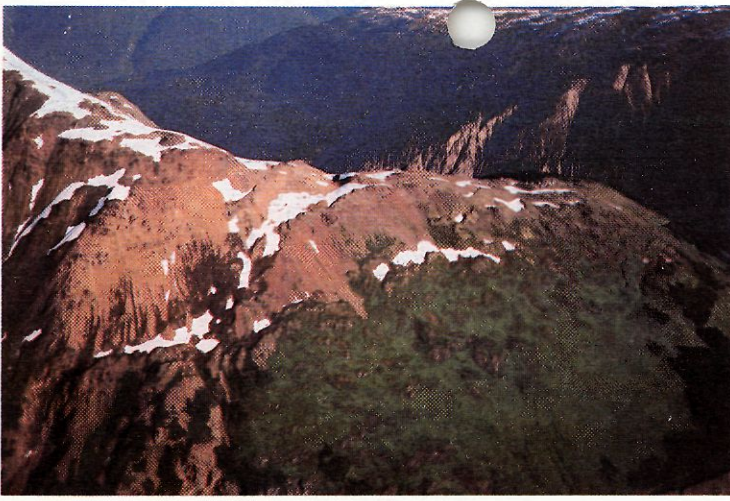
Stock Exchange Listing

Vancouver Stock Exchange
Symbol WCD

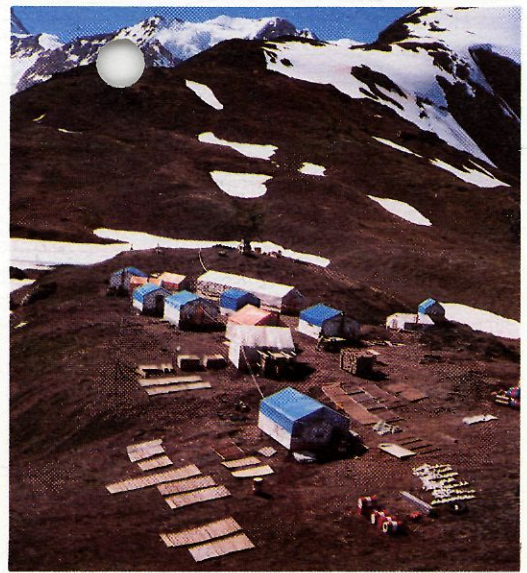
BACK COVER

1988 Exploration Program on the Kerr Property

- 1) Aerial view of the distinctive gossan and Kerr Camp.
- 2) Drill Core ready for logging in Camp.
- 3) Prospecting in the B Zone.
- 4) Trenching of the A Zone.
- 5) High-grade copper mineralization from drill hole K88-18
- 6) Diamond drill in operation



1



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3



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