

*merry widow***885358****FINANCING**

Since its 1985 reorganization, the Company has increased its paid in share capital by \$2.1 million. The Company finished its current fiscal year of September 30 with a cash position of \$300,000. This unusually strong financial position for a junior resource company reflects the fiscal responsibility of its board and the continuing support of its growing number of shareholders.

**CORPORATE DIRECTORY****HEAD OFFICE**

405 - 889 West Pender Street  
Vancouver, BC V6C 3B2  
Canada  
Ph: (604) 684-4260, Fax: (604) 682-0779

**AUDITORS**

*De Visser & Company*

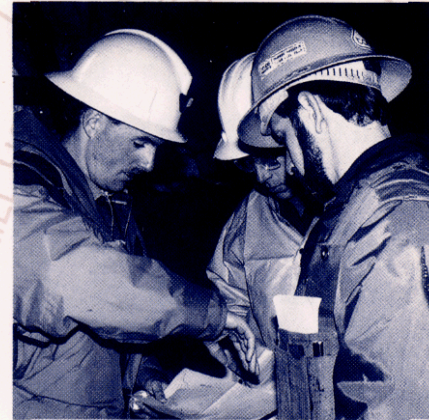
**TRANSFER AGENT**

*Central Guaranty Trust*

**STOCK EXCHANGE INFORMATION**

Number of Shares issued: 6,021,036  
VSE Symbol TYN

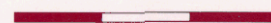
S.E.C. 12g3-2(b) Exemption Number: 82-1545  
Standard & Poor's Corporate Listing



*Discovering and developing*

*precious and base*

*metals for the future*





---

**T**aywin Resources Ltd. is a Canadian precious and base metal exploration company. Taywin is the successor company to Taylor Windfall Gold Mines Ltd., which was incorporated in 1934 to develop and mine the high grade Taylor Windfall deposit. Including the Taylor Windfall, Taywin has assembled four high quality precious metal properties in proven mining areas. The most recent and significant acquisition is



the Merry Widow property near Port McNeill on Vancouver Island, B.C. This property hosts gold, copper and silver mineralization. ■

---

## MANAGEMENT

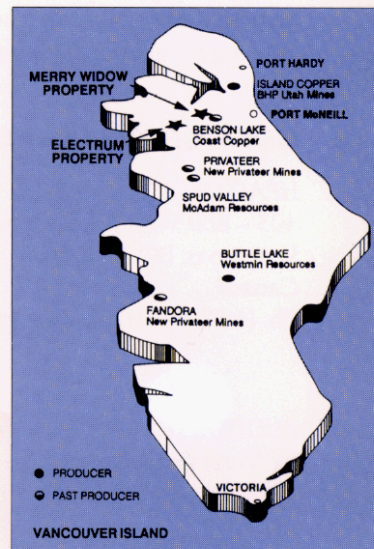
The Taywin Board of Directors and management team are among the most experienced of any junior resource company in Canada. With over 190 years of combined mining experience, these individuals provide the company with the expertise necessary for success in today's mining industry.

Taywin's President is Mr. J. Donald Graham, P.Eng. During his 30 years in the mining industry, Mr. Graham was an international consultant specializing in reserve calculation and mine design. He was Chief Engineer with Lornex Mining Corporation, (Highland Valley Copper), one of the world's largest copper mines.

Mr. Paul Atkinson, P.Eng., a Director of Taywin, provides the company with 30 years of mining experience, which includes plant design, mine acquisition and finance. Mr. Atkinson is a director of Pegasus Gold Inc.

Taywin's Corporate Secretary is Mr. William Owen. As a former president of a heavy construction/mining contracting firm, Mr. Owen has developed an excellent reputation in the mining community over the past 40 years.

Mr. Robert Watts, B.Sc., C.A., a Director of Taywin, has worked in the mining industry for over 30 years. His experience in mining finance includes executive positions with such companies as Placer Dome Inc. and Pegasus Gold Inc.





Mr. Henry Giegerich, PEng., a Director of Taywin, worked for 35 years with Cominco Ltd. In addition to managing the Red Dog project from exploration to mine construction stage, he was responsible for bringing the Polaris Mine into production. Mr. Giegerich also directed the operations of both the Con Gold Mine and the Pine Point lead/zinc mine.

Larry W. Reaugh, Taywin's newest director, has been active in the mining industry for 27 years. As president and chief executive officer of Rea Gold Corp. and Verdstone Gold Corp., Mr. Reaugh has considerable financial expertise. Founded by Mr. Reaugh in 1979, Rea Gold holds a major interest in the producing Samatosum silver mine located in B.C. ■

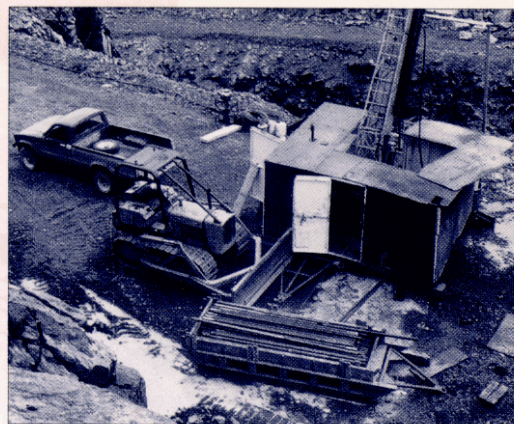
## PROPERTIES

### MERRY WIDOW PROPERTY GOLD-COPPER-SILVER

Taywin has title to the 57 crown granted Merry Widow Mine claims subject to a 12.5% net profits payment to the vendor. The property is just 25 miles from the community of Port McNeill on an all weather logging road. An iron mine was established here in 1957.

Copper, gold, silver, nickel and cobalt values were known, but these metals occurred as sulphides. Because the sulphides could not be separated from the iron ore in the previous simple mill, these metals were avoided.

The Merry Widow property has been identified as a "skarn" deposit, a geological configuration that has been developed into very profitable



gold mines around the world. In the United States, one of the best known skarns is Battle Mountain's Fortitude Mine in Nevada which has reserves of 11 million tons grading 0.23 oz/ton gold, 0.8 oz/ton silver and 0.1% copper.

Taywin's 10,000 foot, 42 hole diamond drill program has confirmed gold bearing sulphides. Significant assays are:

LENGTH	GOLD OZ/T	COPPER %
95'	0.17	0.60
142'	0.20	1.34
148'	0.11	0.33
23'	0.30	0.66
125'	0.10	0.38

Serious interest has been shown by a number of major mining companies because of these results and the possibility of being able to mobilize production in a relatively short time frame. The property also hosts the former copper-gold Benson Lake Mine operated under license by Cominco in the rich Old Sport horizon. With past production worth over 420 million in today's dollars, the area has demonstrated the potential for substantial production. A significant plus is the BHP Utah copper-gold milling complex within easy trucking distance. ■





## ELECTRUM PROPERTY

### GOLD-SILVER

The Electrum property, located in the Zeballos Gold Camp, is Taywin's second Vancouver Island holding. The property was optioned in 1986 from B.P. Minerals. Taywin has a 100% interest subject to a 5% net smelter return. The 11,800 acre property has revealed high grade mineralization with samples assaying up to 9.72 ounces of gold and 224 ounces of silver per ton with associated base metal credits. An Agreement in Principle has recently been reached with Canadian mining major, Placer Dome Inc., to explore for a large tonnage, precious metal deposit on a section of the property. Taywin's exploration will be focused on the claims hosting the high grade showings. ■

## TAYLOR WINDFALL GOLD MINE

Located in the Bridge River Gold Camp, this former producer was legendary during the 1920s. Past records show that a narrow, high grade gold vein that was blocked out in 1939 still remains to be mined. No work is being carried out on the property at this time but optionees or joint venture partners are being sought to continue exploration work. ■

## ATLIN-RUFFNER

### SILVER-LEAD-ZINC

Taywin acquired the 28 crown granted claims of the old Atlin-Ruffner mine in 1988. Proven and possible reserves stand at 64,000 tons with an average grade of 19 ounces of silver and 5-10% combined lead and zinc. Because of the continuity of the structure, surface and underground exploration is expected to expand this reserve base. ■

## FUTURE PLANS AND CORPORATE GOALS

Taywin has excellent prospects for near and medium term profitable operations on its properties. Discussions are underway concerning the advanced exploration of the Merry Widow property and an agreement is already in place with Placer Dome Inc. to explore part of the Electrum property. Taywin's corporate goals are simple – to maximize the potential of its current assets and to draw upon the extensive experience of board and management to locate, acquire and bring to production additional properties of merit. This plan will ensure the company's steady and progressive growth. Taywin is well financed to achieve these goals. ■

