

NW Prospector CAT

March/April 1990

886262

CAT **Lysander Going Out With Teck**

The success of exploration at Mount Milligan has cloned a ring of replicas around its deposit, 40 miles north of Prince George. One of the proximity plays has at least been impressive enough to get Teck Corp to make a substantial investment and for the company, Lysander Gold Corp, to announce a \$1.2 million exploration program, which has already commenced.

Teck has bought 400,000 units of Lysander, each unit consisting of one common share and one warrant, for \$200,000. Teck may also purchase one additional share for each two warrants at \$0.75 each before July 22.

Teck now holds 9.6 per cent of the Lysander equity, which would increase to 13.7 per cent if warrants were exercised.

Lysander is operator of the Cat Mountain project, 150 kilometres north of the Mt. Milligan property. The 1989 exploration program located targets which yielded interesting results from surface trenching and drilling.

This year's program will include extensive geophysical and geochemical surveys, additional trenching and substantial drilling.

Lysander is currently talking to "Canadian and offshore sources" interested in funding the next stages of exploration. But Teck has right of first refusal in any further share financings by Lysander.

Teck has also effectively guaranteed it will keep its hands off Lysander by agreeing to enter into a voting trust to elect Lysander nominees to the board of directors for the next three years.

Options are held by Lysander to earn a 50 per cent stake in the Cat property from BP Resources Canada and a 100 per cent interest in the Bet claim from a private claimholder.