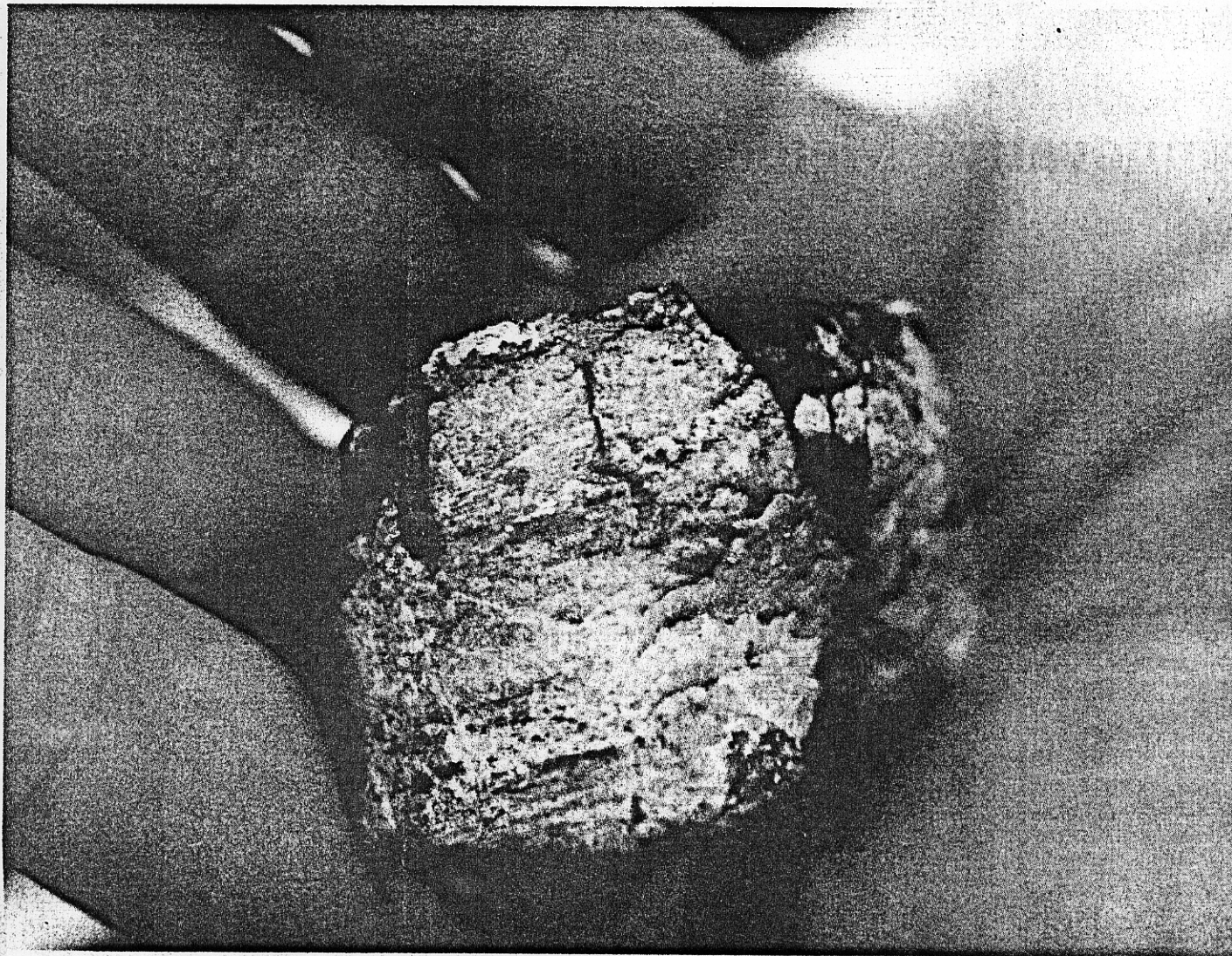


# X-CAL To Continue Drilling at Snowbird



*There's nothing like the glitter of gold to generate excitement. For X-Cal Resources, recent encouraging drill results including intersections with high grade visible native gold running through the core as pictured above, has prompted the company to step up its exploration program on its Snowbird Property.*

Encouraging drill results from its Snowbird gold/antimony property in central British Columbia has prompted X-Cal Resources Ltd. to step up its exploration program.

Two areas of significant gold mineralization were outlined by diamond drilling in December of 1986 which included a high grade showing of visible native gold.

Company president Shawn Kennedy said that during the 3,000-ft. drill program conducted on the property - Hole X-86-2 intersected 13.9 ft. at 0.27 oz. gold per ton, including a 3.3 ft. section of 0.637 oz. The intersection was located 50 vertical feet below a previous hole which intersected 8 ft. of 0.584 oz.

Another exciting hole, X-86-6, intersected visible native gold over 0.5 feet which returned an assay of 248.16 oz. gold and 84.58 oz. silver. Kennedy says the high grade intersection over a narrow width is significant because it was located mid-way between two good drill holes; P-80-6 (100 feet to the north of Hole 86-6) which intersected 3 ft. of 0.698 oz. and X-86-7, located 100 ft. along strike to the south, which intersected 3.28 ft. of 0.715 oz. and 2 ft. of 0.227.

The drill program was completed under the direction of Sampson Engineering in December. There are now 30 drill holes into the property and Kennedy says the last ten - drilled by X-Cal - have changed the outlook entirely by showing the deposit to be wide open in all directions.

Kennedy says several holes drilled prior to the 1986 program did not pass all the way through the alteration zone, and may have missed values and will be deepened. The company is continuing with exploration and began delineation drilling in February on the two ore shoots presently outlined. This program will consist of approximately 5,400 feet of drilling.

In addition to delineation drilling, Kennedy says that holes to the north of the Number One shoot will explore an area where isolated drill holes returned values of .52 oz. ton gold over 4 ft. and .21 oz. ton gold over 5 ft. The Number One Shoot will be followed down as will the Number Two which produced the high grade showing of visible native gold during the last round of drilling.

A program of geophysics to be followed by overburden drilling will be initiated at the same time to define strike extensions and possible parallel zones elsewhere on the property as targets for additional diamond drilling.

The Snowbird Property is well located near existing infrastructure with moderate to flat terrain, road access and generally excellent development logistics. It covers 5,500 acres of a major regional structure,

with the mineralized outcrop being central to the property.

The Snowbird deposit, as it is currently outlined, is one of the few outcrops on the property. There are coarse placer gold showings near the southern part on the property.

"These showings do give tantalizing hints as to the potential for additional discoveries from the program of overburden drilling scheduled for March," Kennedy said. He also said the large regional structure and geologic setting which hosts the existing deposit is the type of environment that can host a large tonnage deposit.

X-Cal can earn a 100% interest in the property, which is optioned from Pipawa Resources, a private company controlled by Dr. Franc Joubin, subject to a 3% net smelter return payable to Pipawa.

X-Cal is well funded by flow through dollars and will be continuing exploration on the property throughout 1987. X-Cal Resources trades on the Toronto Stock Exchange: trading symbol XCL.

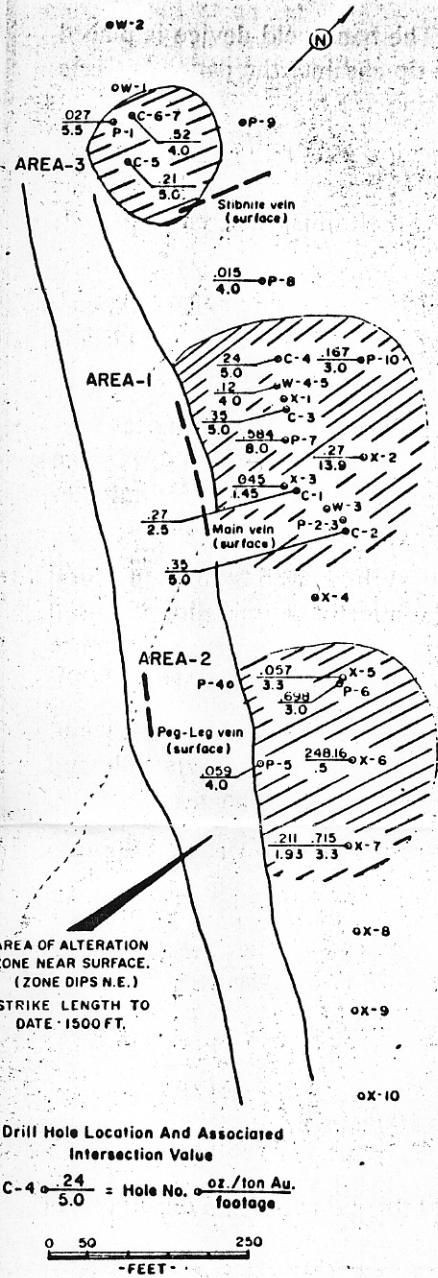
## Tally-Ho Acquires Gold Property

Tally-Ho Exploration Ltd., a Vancouver-based junior, recently announced they have acquired a property in the Yukon Territories with significant proven gold reserves.

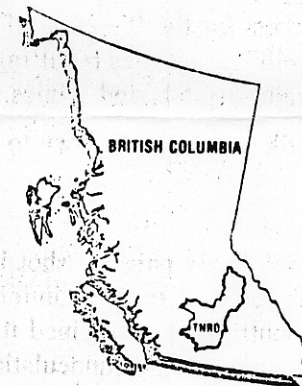
The project which the company says is "highly regarded" by management and the company's consultants, is held under a long-term option from Discovery Mines Ltd. of Toronto, who have developed proven reserves of 68,450 tons averaging 0.44 ounces of gold per ton. Four tunnel levels intersect the deposit. Drilling below the bottom tunnel has established additional reserves of 125,000 tons with similar gold values. Total indicated gold content exceeds 80,000 ounces for this one zone and the zone is still open for expansion.

During 1987, a \$1 million program is planned to define other known gold-bearing structures on the property and to complete pre-production mine development. Company president Glen McDonald says that a substantial increase in reserve tonnage is likely, leading to an early production decision.

The property is easily accessible by a government maintained all-weather road in the central Yukon region where active exploration is being conducted by both junior and major mining companies.



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