

Gerle Gold  
'96 AR

Sugar Lake → Sugar Lake  
888119

(126)

- Potential for 1,000,000+ ounces
- Porphyry copper-gold potential defined by geochemistry, geology and mineralization
- Assays include:

|            |       |       |
|------------|-------|-------|
| Width Feet | 12.0  | 15.0  |
| Cu%        | 10.97 | 14.02 |
| Au opt     | 0.136 | 0.052 |
| Ag opt     | 2.12  | 1.36  |

The Company considers this property one of the province's premier gold prospects.

An independent review of the McConnell data is in progress.

**Sugar Lake Massive Sulphide Property**

Discovered in 1986, this Vernon Mining Division property in south-central B.C. is owned 100% by Gerle Gold Ltd. Property details include:

- Precambrian volcanogenic massive sulphide type. Best assay 2.16% Cu, 1.37% Zn, 0.25 opt Ag over width of 12 feet
- Property in early exploration stage; expenditures \$40,000 to date

The Company is encouraged by the work to date but has no plans for work on the property in 1997.

**Happy Creek Gold-Silver Property**

Gerle Gold (U.S.) Inc. has an option to acquire a 100% interest subject to advance royalty payments against a 5% NSR to a limit of U.S. \$3.6 million. Located in the Jackson Mountains 16 miles west of the Sleeper Deposit in Humboldt County, Nevada, this property has 72 unpatented claims and fractions.

Gerle maintains its option on Happy Creek and is preparing plans for 1997 work.

**Mexico**

The Company holds an 87% interest in Rio Sonora Resources Ltd. a private company that through its wholly-owned Mexican subsidiary, Minera Rio Sonora, S.A. de C.V., holds two exploration concessions in Sonora, Mexico.

During 1996 a number of gold prospects were examined and the company plans to continue to be active in Mexico in 1997.