



Nizi Prospect

A total of five holes totalling 3,000 feet from 3 sites were drilled in order to evaluate the gold and base metal potential of the prospect. A large portion of the core has been submitted for assay and geochemical analyses and results are expected in mid-October.

Previous drilling on the Nizi property located zone of sericite alteration averaged 5.73 grams per tonne (0.167opt) over 13.77 metres (45 feet). Values up to 1.2 oz/ton Au (gold) and 22.3 oz/ton Ag (silver) over 1.5 metres in a quartz vein stockwork in rhyolite were reported on surface. This summer's field program identified a prospective dacitic and rhyolitic volcanics overlying an andesitic base. The texture of the volcanics show extensive fracturing and breccia development with broad areas of disseminated pyrite. Fragments of banded massive sulphides are observed in some of the breccias. Management is encouraged by these preliminary results.

In a previously undrilled portion of the property near Zinc Lake, a surface grab sample assayed 1100 ppb Au (1.1 gm/Tonne) and this zone was the site of the final drill hole this year.

Sustut Property *(new)*

In a 50% joint venture on the Sustut 2,550 ha property located in the Omineca Mining Division of British Columbia 192 km north of Smithers B.C., an airborne geophysical survey was completed and a prospecting crew identified several new showings. Samples have been submitted for assaying. Previous exploration identified a significant occurrence of sulphide stringer mineralization and associated quartz-carbonate alteration and silicification in dacitic and rhyolitic volcanics. Adjacent to this stringer zone numerous large angular volcanogenic massive sulphide boulders in a siliceous dacite have been located. Boulders assayed up to 6.1% copper and 0.233 oz/ton gold.

Poker Creek Prospect

On Madronna's 100% owned Poker Creek Prospect west of Dawson city in Yukon, an airborne geophysical survey has been completed. An additional 26 claims were staked to enlarge the property. This prospect covers the same rock units that host Cominco's Kudza za Kayah and Atna/Westmin's Wolverine volcanogenic massive sulphide deposits in Southern Yukon