

APRIL '90

Willa
889514

Shining Tree - *continued*

Granite Lake

The 40 claims comprising the Granite Lake property were staked to cover a granite contact with metavolcanics where, on adjacent ground to the northwest, gold has been shown to occur. To the immediate west of the property, north striking quartz veins contain up to .830 oz gold/ton over 11 feet. The proposed \$60,000 program for the property includes geophysical surveying, prospecting and sampling.

Dev Property

The Dev property consisting of 80 units is located in the emerging Galore Creek copper-gold camp of northwestern British Columbia. The claims are held under an option agreement from Continental Gold, in which Northair, as operator and Cove Resources Corp. can each earn a 50% interest. The property is accessible by helicopter from nearby Telegraph Creek. Limited prospecting has outlined widespread mineralization in both skarn and vein type occurrences.

Chip samples from the skarns have assayed up to 9.8 oz silver/ton, 2.62% lead and 1.08% zinc over a 17 foot true width, while grab samples from the shear quartz veins assay up to 0.061 oz gold/ton, 4.70 oz silver/ton and 10% zinc. A comprehensive evaluation program consisting of prospecting, sampling and trenching has been proposed.

Other Properties

Punt Claims

The Punt claims, approximately 100 miles west of Williams Lake, B.C. were optioned in 1989. Northair has the right to earn 60% and, under certain conditions 75%. Gold bearing quartz veins and stringers have been exposed in a logging road and in trenches and indicate a possible small tonnage, medium grade target. A program of geophysics, geochemistry, trenching, rock-chip sampling, mapping and prospecting was completed in 1989 along with follow up trenching. Diamond drilling has been recommended.

Swan Property

The Swan claims, located approximately 80 miles northeast of Smithers, B.C. were optioned from Eastfield Resources Ltd. in 1989. Northair has the right to earn a 50% interest in the property. Extensive exploration was conducted on the property in the 1960's and 1970's as a porphyry copper prospect. Recent sampling has shown that low grade gold often accompanies the copper. A first phase program of geological mapping, geochemistry and geophysics has been completed. The potential is for a large tonnage, open pit porphyry deposit containing low grade copper and gold.

Willa Property

The Willa property, in which Northair holds a 78% interest with BP Resources and Rio Algom holding the remaining 22%, is located near Silverton in southern British Columbia. Underground drilling has shown that a total of 560,838 tons of proven, probable and possible ore averaging 0.171 oz gold/ton and 0.86% copper are present. Negotiations are underway for a possible sale whereby Northair would retain a N.S.R. in the property.