

NO.73(1987)
APRIL 14, 1987

MASTT RESOURCES INC. (MTS-Alberta)

No.	Interval	Length	Oz. Gold/t	No.	Interval	Length	Oz. Gold/t
1	90- 93	3 ft.	0.73	9	65- 85	20 ft.	0.086
	210-220	10	.442		125-145	20	.656
2	265-285	20	.854		145-165	20	.184
3	175-195	20	.141		165-185	20	.230
4	65- 85	20	.430		265-285	20	.350
	185-205	20	.210	10	165-185	20	.062
	325-345	20	.605		225-245	20	.268
5	85-105	20	.564	11	170-190	20	.504

Ron G. Taylor, president of Mastt Resources Inc., has reviewed the geology in the exploration drilling on the property located 18 miles northeast of Quesnel, B.C. Hole No.1, drilled to 260 feet, encountered Middle Paleozoic rock formation with milky quartz and rich disseminated sulphides for 30 meters. This hole cut 155 feet of black argillite, quartz veining and disseminated sulphide mineralization. No.2 hole, total depth 325 ft., No.3 total depth 260 ft., No.5 hole total depth 505 feet, encountered from 180 to 305 feet intense alteration, rich disseminated sulphide mineralization, fracturing and local veining. No.4, total depth 345 ft., intersected volcanic and clastic rocks with disseminated sulphide mineralization to a depth of 105 ft., from 85 to 105 feet abundant sulphides, 105 to 115 ft. syenite, 105 to 265 feet fractured rocks containing abundant sulphides and locally veined with quartz. No.9, total depth 505 feet encountered from surface to 80 feet highly altered volcanic and clastic rocks, from 80 to 105 feet appreciable sulphides, 105 to 345 feet abundant disseminated sulphides in fractured rocks crosscut with chalcadonic quartz and carbonate stockwork veining. Visible gold was observed in six 10-foot intervals over a range in excess of 200 feet. No.10 hole, total depth 305 feet, encountered 10 feet of visible gold. No.11 hole, total depth 210 feet, was drilled to test a QR type mineralized area.

CANADIAN UNITED MINERALS INC. (CUN-V)

PROGRESS IN SMITHERS - Leif Ostensoe, president of AREA GOLD CAMP REPORTED Canadian-United Minerals,

Inc., reports that new results are expected shortly from diamond drilling at Dome Mountain, near Smithers, B.C. Previous drilling has indicated about 400,000 tons grading better than 0.45 oz. gold/t plus values in silver, copper and zinc. A test shipment of 56 tons returned values of 0.8 oz. gold and 22.0 oz. silver/t from the "9800" showing. Canadian-United can earn 29.5% of Total Erickson's interest by participating in Total Erickson's programs. An underground program is expected shortly and will provide additional data for a feasibility study.

Canadian-United has other property in the Dome Mountain area. A trench sample from the "Del Santo" showing returned 130.0 ounces of silver/ton from a vein 30 inches wide. Several other showings have yet to be examined. The company is applying for further clearance to trade in the USA and expects to announce US market makers within a month.

Mr. Ostensoe says Canadian-United will receive substantial earnings from gold mining in the next 24 to 36 months.

NORTHHAIR MINES LTD. (NRM-T,V)
NOR-QUEST RESOURCES LTD. (NQT-V)

HOSTILE TAKEOVER OFFER TO BE OPPOSED - Raynard B. Carson, president of Nor-Quest has announced a formal takeover offer will be made shortly to acquire any or all of the issued shares of Northhair Mines on the basis of one share of Nor-Quest plus \$1.00 cash for each two shares of Northhair. On April 13, 1987, Nor-Quest shares were trading in the \$5.25 to \$5.38 range with, at last report, 8,700,000 shares issued. Northhair shares traded April 13, at \$2.80 each with 8,720,292 shares issued.

Nor-Quest intends to make plans to bring Northhair's Willa mine at New Denver, B.C. into production using the H.B. concentrator 80 km to the southeast at Salmo, B.C. On Jan. 22, 1987 Nor-Quest reported acquisition of the H.B. concentrating plant with a rated capacity of 1,200 tons per day for \$300,000. Kilborn Engineering (B.C.) Ltd. valued the concentrator at \$11,457,000, replacement value. Mr. Carson stated that, based on engineering studies, both the mill and the Willa mine can be brought into production within this calendar year. The Willa mine is owned 56% by Northhair, 44% B.P. Selco and Rio Algom. In Nov. 1986, reserves were reported as 546,500 tons drill indicated, grading 0.182 oz. gold/t, 0.28 oz. silver/t, 0.87% copper. Since then, the company has reported a series of good grade drill hole intersections which have added to reserves. New reserve calculations are in preparation.

D.A. McLeod, president of Northhair, said, "This attempt at a 'property grab' is an insult to the intelligence of our shareholders. No shareholder of Northhair should accept their offer. Management will oppose this bid with every means at its disposal.... The over-inflated price of their shares would result in a devastating dilution of Northhair's shareholder equity in the Willa as well as our other projects.... Our company is in sound financial position and production financing can be readily arranged when required. We're not looking for a partner, and if we were, it certainly wouldn't be with these guys." Northhair also holds significant share positions in Calnor Resources Ltd., Newhawk Gold Mines Ltd., Vital Pacific Resources Ltd. and Scottie Gold Mines Ltd. and has a management team with many years of successful mine operating experience.

On Sept. 12, 1986, Nor-Quest issued 304,000 shares to Galt Resources, Ltd. for a 15% working interest in the Gladiator, War Eagle and Fairview properties at Crown King, 80 miles north of Phoenix, Arizona, to increase Nor-Quest's interest to 77.5%. The mine was brought into production in Jan. 1986 at 100 tons per day when reserves were estimated at 110,000 tons grading 0.58 oz. gold/t, 3.72 oz. silver/t. Mine reserves are estimated at 320,000 tons grading 0.32 oz. gold/t, 6.2 oz. silver/t.

On Jan. 16, 1987, regulatory approval was received for the transfer of 500,000 shares of Nor-Quest from Bio-Dynamics Ltd. to Carbonnages d'Amercoeur.

Aug. 29, 1986, Nor-Quest Resources sold 1,293,423 units by private placement at \$1.31 chiefly to Bio-Dynamics Ltd. and Placer Investments Ltd. with warrants attached to buy a further 1,293,423 shares at \$1.56. Nov. 28, 1986, received final approval for the sale of 905,000 shares to Murax S.A. by private placement at \$2.29 per unit with warrants for 12 months at \$2.54 each. Nov. 21, 1986 Nor-Quest issued 46,371 shares to Temple Investment Finance Co. Ltd. for services rendered. In Nov. 1986 Nor-Quest increased authorized capital from 10,000,000 to 20,000,000 shares. Oct. 31, 1986 sold by private placement 85,700 shares to Petro-Lewis Corp. to settle debt of \$197,110. Aug. 8, 1986 sold 100,000 shares to Raynard Resources by private placement at \$1.31 with warrants to purchase 100,000 shares at \$1.56 for one year.