

**BLACK BULL RESOURCES INC.**

[BBS-ALBERTA] 11,749,980 SHS.

**ABITIBI MINING CORP.**

[ABB-V] 24,256,244 SHS.

**SEDEX MINING CORP.**

[SDN-V] 27,815,240 SHS.

TWO BC PROJECTS OPTIONED - James McDonald, president, reports Black Bull Resources

Inc. has been granted an option to earn up to an 80% interest from Abitibi Mining Corp. in 20 claims located in the Kimberley, Cranbrook area, southeastern BC. Consideration consists of \$28,000. For Black Bull to earn a 50% interest, it must spend \$500,000 on exploration over four years. Black Bull can earn an additional 10% interest by completing a bankable feasibility study and an additional 20% by bringing the property into production.

These claims are located adjacent to Black Bull's Horn claims currently under option by **CHAPLEAU RESOURCES LTD.** and southwest of the Sullivan Mine. Drilling is underway to the north of the property by Rio Algom and drilling is planned to the west by Chapleau. The property is located in a geological setting believed to be at or near the Sullivan Time Horizon, the host rock for Cominco's Sullivan Mine.

In a separate development, Black Bull has acquired a 60% optioned on the Irishman project in southeast BC from Sedex Mining Corp., a company related to Abitibi Mining. Consideration consists of 100,000 shares of Black Bull over four years and a private placement of \$97,000 by Black Bull, subject to regulatory approval. Black Bull will subscribe for 646,667 units at 15¢ per unit. Each unit consists of one share and one-half a warrant. Each whole warrant will entitle Black Bull to subscribe for one share for two years at 20¢ per share the first year and 30¢ per share in the second year.

Sedex will use a portion of the proceeds to diamond drill 2,000 feet to test the mineralized horizon discovered in 1997 by Kennecott in hole K97-03. The remaining proceeds will be used for general working capital. In order for Black Bull to earn a 50% interest in the Irishman property, it must spend \$1,000,000 on exploration over four years. Black Bull can earn an additional 10% interest by completing a bankable feasibility study. It is the intention of Black Bull to complete additional diamond drilling, subject to permitting and weather conditions.

Sedex has received its permit to drill the Irishman and is tendering drill contracts. Sedex hopes to start drilling by mid-October. Drill hole K97-03 on the Irishman property intersected 2.55 metres of 9.6% zinc, 5.8% lead and 49 grams silver/tonne. It is believed K97-03 may have stopped 200 metres short of Sullivan Time. Only one further drill hole 500 feet south-southwest of the first hole was drilled. Hole K97-04 hosted weak zinc and lead sulphides in fractures. The upper part of hole K97-04 intersected local tourmaline and considerably more zinc and lead sulphides in thin quartz veins and fractures than encountered in K97-03. Hole K97-04 did not test the mineralization in hole K97-03 due to faulting. The discovery on the Irishman property is considered important.

Also included in the Irishman option agreement is the Gerry Vent, located 4.5 km southwest of drill hole K97-03. This tourmalinized vent with disseminated lead and zinc within a thick fragmental sheet with albite is a priority target and considered an excellent prospect. (SEE GCNL NO.179, 17Sept99, P.4 FOR PREVIOUS IRISHMAN PROJECT DATA)

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