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NO. 95 (1999) MAY 18, 1999

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ENGINEER MINING CORP. [ENG-V] 5,190,722 SHARES

EXPERIENCED YUKON MANAGEMENT SEEKING CASH FLOW MINING OPPORTUNITIES

Jan [Swede] Martensson, president, and Keith Byram, director, of Engineer Mining Corp. in a recent interview, talked of current properties, exploration plans and methods of utilizing their and the other company directors' Yukon Territory power base to generate an aggressive production cash flow mining company with a strong exploration interest.

Mr. Martensson said, "Our first interest is to use our experience and contacts to profitably operate mines in the Yukon and the north. Our experience has been the construction of mines, contract stripping and mining for others, road building and airport construction, placer mining for ourselves and as contractors for others. We are good at what we do. Now, we want Engineer Mining to be a profitable mine operating enterprise."

Engineer Mining shares were conditionally listed on the VSE effective 2Feb99, subject to the sale of 1,500,000 units at 50¢ each with a two year warrant exercisable at 50¢ in year one and at 70¢ in year two, through agent Yorkton Securities Inc., Barry D. Butler, MBA, Lowell P.Schmidt, BA, FCSI and Jennifer F. Swedberg, M.Sc., geology. Participating broker is Ivan Jacobsen, of Canaccord Capital, Whitehorse, Yukon. By 26Jan99 prospectus.

The Engineer Mine, 109 claims, 2,725 hectares, is located between 2,600 feet and 6,500 feet elevation, in northwest BC on southeast Tagish Arm. Atlin Lake, 140 km south of Whitehorse, Yukon, and is accessible by aircraft or boat. Title is held under option from Ampex Mining, which is owned by Engineer Mining directors, and WINSLOW GOLD CORP. [WGC-V] and GENTRY RESOURCES LTD. [GNY.B-T]. Under these options, Engineer Mining, after issuing 145,344 shares and spending \$927,328 on exploration, has earned 80% interest in the property. Winslow has the right to retain a 20% working interest or a 2% net smelter return production royalty. SEE INSET LOCATION MAP OVERLEAF P.2. SOME HISTORY - Gold in epithermal low sulphide breccia quartz

carbonate veins was discovered in 1898. Between 1912 and 1918 a total of 25 gold veins were located with the No.4 vein developed by four levels and the Engineer vein with shafting, four levels and drifting. SEE CLAIM MAP OVERLEAF P.1. Production is reported as 2,000 oz. gold in that period. In 1925 and 1926 a 50 ton concentrator recovered 1,814 oz. gold from 1,700 tons and in 1926 production was 7,757 oz. gold. Production in 1927 was 1,500 oz. gold when production ceased. Over the 1910 and 1952 period, 14,417 tons of ore milled produced 17,144 oz. gold with an average grade of 40.7 grams/tonne, (1.19 oz.gold/ton). development totalled 18,000 feet on eight levels on five veins. TAGISH GOLD MINES LTD. acquired some of the Engineer claims in the early 1960, then merged with <u>NU-ENERGY</u> <u>DEVELOPMENT CORP. LTD.</u> and dewatered a portion of the workings with no significant results. Between 1979 and 1985 NU-LADY GOLD MINES LTD. completed a soil sample survey and drilled 32 holes with no significant results. (SEE LONG SECTION OF PART OF THE ENGINEER VEIN WORKINGS OVERLEAF P.2) TOTAL ERICKSON RESOURCES LTD. in 1987 explored the

104M 14 p. 10F3 property by detail mapping, airborne and ground geophysics, geochemistry, geological mapping and eight drill holes. A second main shear zone "B" parallel to shear "A" was drill tested returning the best gold assay of 0.5 metres of 9.3 grams/tonne (0.273 oz/ton). From 1994 to 1996 Ampex: rehabilitated the No.5 level for 1,500 metres; installed 600 metres of new track, ventilation, water and fresh air pipes; constructed and tested a 30 ton per day pilot mill; plus built a 20 man all weather camp. The mine has a current valid permit to mine a 10,000 ton bulk sample and process it through the pilot plant.

GEOLOGY - Gold is closely associated with roscoelite in the Engineer vein while the at Double Decker vein gold i present with mariposite. Vertically, the ore shoots have been minec in raises and stopes over 140 metres (450 vertical feet) from the 5 level to surface. Very limited mining has occurred below the 5 level however, good gold grades were reported from the lower levels in the nune manager's report in 1927. There is a good possibility that the main ore shoots on the Engineer and Double Decker veins wil extend below the 5 level to at least the 8 level. "The potential fo auriferous ore shoots between the 5 and 8 levels is considered excellent." Two primary structures, Shear A and Shear B, are closely associated with the mineralized quartz veins and have been traced for several ikm. There is a possibility more continuous and wide mineralized veins and stockworks may be encountered along the shear zones. An old report indicates the A shear is as much as 150 feet wide on the No.8 level. When gold was priced at \$20.67 per ounce, sampling of the shear (probably in 1926 or 1927) indicated \$2.70 per ton or at US \$400 per ounce, a worth of \$52.25 per ton Engineer Mining management is planning to open the No.8 level to sample the shear, hopefully to confirm these values.

RECOMMENDED PROGRAM - Phase I for 1999, is to computerize all mine data, dewater workings to the 8 level, map and sample the workings. Work on surface is to include, mapping and sampling of the shear zones plus soil sample surveys of anomalous areas located by the airborne survey work with trenching and sampling to follow. Phase II would include bulk sampling of target areas located underground. The recommended budget is Phase I, for \$275,000, Phase II for \$1,000,000.

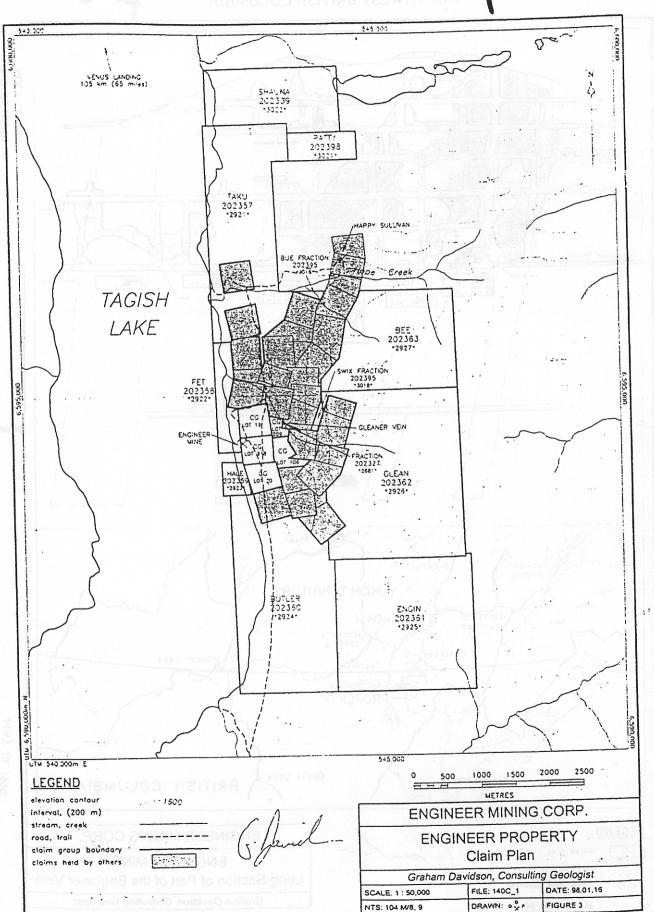
OTHER PROPERTIES - A 51% interest is held in 120 claims, 1.950 hectares, staked at a cost of \$30,000, adjoining to the northwest the main Pogo gold project of Sumitomo' Teck, in the Big Delta area, 100 km southeast of Fairbanks, Alaska Engineer Mining has an option to increase the interest to 70% by spending \$750,000 on exploration. RIMFIRE MINERALS CORP. [RFM-V] retains the 30% working interest in these claims Mr. Martensson said as soon as possible preliminary exploration of these Pogo area claims will be prospected, mapped and sampled.

He also noted that as soon as the company is up and operating management has a series of ideas which will be followed up toward additional acquisitions and exploration.

DIRECTORS - Jan [Swede] Martensson, president, is a mining contractor active in the Yukon for 20 years: Keith Byram, P.Eng., chairman, is president of Pelly Construction Ltd which has been successfully building, roads, airports, mines in the Yukon and area since 1987; Murray Leitch, lawyer, secretary, chief financial officer; Warren Arnholtz, director, electrician, instructor North Island Collage; Norman Kelly, P.Eng., mining, director and vice president, engineer of Pelly Construction; Rupert Allan, P Geol., director also president of Cold Stream Exploration Ltd., partner in Taiga Consultants Ltd. and a director of a series of public companies.

ENGINEER MINING CORP. ENGINEER PROPERTY NORTHWEST BRITISH COLUMBIA

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