

CHENI GOLD MINES INC. (CZG-V)

ROAD IS NEARLY COMPLETED - AND RESERVES ARE RAISED - Paul Girard, president of Cheni Gold Mines Inc.,

reports that construction of the 104 km access road to the Lawyers mine 175 miles north of Smithers, B.C., has now reached kilometer 61, only 10 km south of the Sturdee Airstrip. When it reaches Sturdee in the next few days, the minesite will be accessible by road from Prince George.

Earlier this month, Cheni's 1987 exploration budget was doubled to \$1,000,000, allowing for some 36,000 feet of diamond drilling. The 20,340 feet in 34 holes so far completed on the Cliff Creek zone have added 328,000 tons of drill indicated reserves averaging 0.164 oz. gold/t and 9.41 oz. silver/t. This zone is now known to extend more than 1,050 feet vertically and 1,300 feet horizontally and is still open at depth and on strike. Drilling to delineate the zone's potential should be completed by mid-October.

Underground drilling to test the depth extension of the AGB zone will be conducted in conjunction with underground development work starting in late October.

Cheni has completed an initial outside diamond drilling program on 2 outside claim groups, in the general area of the Lawyers property, and is now drilling a third. Results of 10 holes totalling 6,100 feet indicate a potential zone with low grade gold values on one group.

EUREKA RESOURCES, INC. (EUK-V)

FRASERGOLD DRILL HOLE ASSAYS REPORTED - Eureka Resources, Inc. has reported termination of the

drilling program on the Frasergold property 60 miles east of Quesnel, B.C. 20 reverse circulation holes were drilled. Four holes (#24, 33, 35 & 36) filled in the 1986 drill proven Jay zone. Four holes (#34, 42, 43, and 44) tested the northwest extension of the Jay zone, and the remaining 12 holes (to R87-51) tested the southeast extension of the Jay zone.

Assay data to hole R87-44 are now complete. Significant intersections are listed overleaf.

Holes R87-37 to R87-41 are 100-meter step-out holes to the southeast of the Jay zone. Intersections of 15-20 meters (50-65 ft.) wide grading 0.049-.110 oz. gold/t substantiate a 400-500 meter extension of the Jay zone to the southwest. The average grade of these intersections, 0.074 oz. gold/t, is substantially higher than the 0.06 oz. gold/t average grade of the Jay zone. Holes R87-45 to R87-51 were drilled to fill in this southeastern extension to 50 meter intervals. Assay data from these holes are awaited.

EUREKA RESOURCES, INC.

**FRASERGOLD PROJECT
SUMMARY - DRILL HOLE DATA
(Initial 13 holes - 1987 PROGRAMME)**

DRILL HOLE	INTERVAL (metres)	WIDTH	AU.OZ/T
R87-24	39.0-49.5m	10.5m (34.5 ft.)	.023 (.046)
	60.0-64.5m	4.5m (14.8 ft.)	.046 (.067)
R87-33	24.0-46.5m	22.5m (73.8 ft.)	.049
	incl. 39.0-40.5m	1.5m (5.0 ft.)	.249
R87-34	15.0-33.0m	18.0m (59.0 ft.)	.041
	incl. 15.0-19.5m	4.5m (14.8 ft.)	.106
R87-35	22.5-28.5m	6.0m (19.7 ft.)	.044
	40.5-48.0m	7.5m (24.6 ft.)	.055
	63.0-66.0m	3.0m (9.9 ft.)	.051
R87-36	28.5-31.5m	3.0m (9.9 ft.)	.142
	49.5-63.0m	13.5m (44.3 ft.)	.033
R87-37	7.5-22.5m	15.0m (49.2 ft.)	.083
	incl. 7.5-10.5m	3.0m (9.9 ft.)	.355
	and 34.5-39.0m	4.5m (14.8 ft.)	.024
R87-38	27.0-43.5m	16.5m (54.1 ft.)	.110
	incl. 28.5-31.5m	3.0m (9.9 ft.)	.472
	and 63.0-72.0m	9.0m (29.5 ft.)	.025
R87-39	6.0-9.0m	3.0m (9.9 ft.)	.030
	39.0-48.0m	9.0m (29.5 ft.)	.021
R87-40	12.0-31.5m	19.5m (64.0 ft.)	.049
	incl. 30.0-31.5m	1.5m (5.0 ft.)	.365
	and 49.5-54.0m	4.5m (14.8 ft.)	.063
	and 63.0-72.0m	9.0m (29.5 ft.)	.031
R87-41	37.5-60.0	22.5m (73.8 ft.)	anomalous
	60.0-70.5	10.5m (34.5 ft.)	.029
R87-42	84.0-93.0	9.0m (29.5 ft.)	anomalous
R87-43	15.0-27.0	12.0m (39.4 ft.)	anomalous
	55.5-58.5	3.0m (9.9 ft.)	.026
R87-44	31.5-37.5m	6.0m (19.8 ft.)	.022
	61.5-70.5m	9.0m (29.5 ft.)	.040
	incl. 63.0-64.5m	1.5m (5.0 ft.)	.204

Bracketed gold content based on total metallics assay.