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JUNE 24, 1987

Klondex has approximately \$225,000 Canadian in cash and gold, and 3,815,817 shares issued.

MAGNA VENTURES LTD. (MNH-V)

SILVER PRINCESS RESOURCES LTD. (SVP-V)

UNDERGROUND EXPLORATION CROSSCUT TO START- Mining crews have set up camp at the Doc property 50 km northwest of Stewart, B.C., with driving of the crosscut expected to start probably June 23. The crosscut was driven about 115 feet in the fall of 1986 and will now be driven 400 feet to the target area at a rate of about 25 feet per day. When the vein system has been opened underground, it is intended to drift along the vein for about 1,000 feet and drive raises to establish grades. A total of 17 trenches and 13 diamond drill holes have tested the Q17-Q22 vein system over a length of 1,100 feet. The samples from the trenches averaged 8.1 feet wide assaying 0.43 oz.gold/t, 1.71 oz.silver/t. Five of the diamond drill holes averaged 9.6 feet wide, 0.60 oz.gold/t, 2.23 oz.silver/t.

Silver Princess Resources owns the property and Magna holds an option to earn a 50% interest in the project by spending a minimum of \$1,200,000 by 12Nov87.

The Alf block of 34 adjoining claims has been purchased by Magna for 100,000 shares and added to the Silver Princess-Magna area of common interest on a 50-50 basis. The Dival-Bliss block of 160 claims, also adjoining, has been on a 50-50 basis. Each company has issued 75,000 shares and paid \$7,500 to purchase these claims.

As a separate project, Magna has purchased the ELH property of 15 claims surrounding the Colombo mine in Sierra county, California, for 35,000 shares, subject to a 3% net smelter return royalty.

NEXUS RESOURCE CORPORATION (NXS-V)

ANGLE RESOURCES LTD. (AGU-V)

WESTERN MINES LIMITED (WMI-V,T)

DRILL TEST STARTS - Drilling has started on the Debbie property, near Port Alberni on Vancouver Island, B.C. The property is owned as to 50% by Westmin Resources Ltd., the operator, 25% by Nexus Resources Corporation and 25% by Angle Resources Ltd.

The initial joint venture budget on the property for the 1987 field season is \$2,200,000. The program will include about 50,000 feet of drilling, focusing on the 3 zones outlined in the previous drill program.

Work is underway with 2 drills set up for a further test of the 900 Zone where last season's drilling returned a drill intersection of 44.3 feet grading 1.137 ounce gold per ton.

Two other zones will be actively explored in this program being the Mineral Creek zone which returned 13.7 feet of 0.246 oz.gold/t, and the Linda Zone which returned 9.8 feet of 0.578 oz.gold/t.

MOUNTAIN WEST RESOURCES INC. (MWR-V)

MAJOR WORK PROGRAM ON B.C. - Mountain West Resources GOLD-SILVER CLAIMS REVIEWED Inc., Sirius Resource Corp. and Esso Minerals

Canada, a division of Esso Resources Canada Ltd. have major work program underway on the Richfield property 25 miles north of Houston, B.C. In this joint venture,

*Sirius and Esso are earning property interests of 30% and 40%, respectively. Mountain-West will retain 30% interest. Esso is operator.

The 3-phase program is budgeted at \$708,000. Phase I work which began on May 5, includes relogging of selected previous drill holes, evaluation of a previous induced polarization survey, and a geochemical orientation survey. This phase is largely completed.

Phase II will consist mainly of reverse circulation drilling program of 18,000 feet in about 75 drill holes. This will start as soon as a rig is available. Phase III will consist of diamond drilling to follow up the reverse circulation drilling.

A total of 3721 feet of diamond drilling in 4 holes was completed in February. Three of the holes were drilled in an attempt to extend Mountain-West's previous drill indicated reserve of 170,000 tons averaging 0.12 oz.gold/t and 5.6 oz.silver/t. Two of these holes were successful and the results suggest that the mineralized zone is curving to the northwest leaving the third hole on the edge of the zone. The fourth hole, drilled well to the north of the known mineralized zone, encountered mineralization which may be a new zone or a new shoot within the old zone.

Mineralization on the property is interpreted as occurring within a fault-related epithermal system and the aim of the Phase II drilling is to explore for

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SILVER TALON MINES LTD. (SVO-V)

DEAL MADE ON MULTI- - Bram Solloway, president of
METAL CLAIMS IN B.C. Silver Talon Mines Ltd., announces an agreement whereby Cominco Ltd. will have an exclusive first option to earn 60% interest in the Banker-Sparling prospects in the Tulsequah mining district in Atlin mining division, NW B.C., by spending \$600,000 on their exploration by 31 Dec 89. A Phase I, Cominco operated work program is scheduled to start this summer.

When the first option is exercised, Silver Talon can elect either to participate as a 40% joint venture partner or grant Cominco a second option to earn an additional 20% interest in the property by spending at least \$1,000,000 on further development. The company currently holds 100% interest in the property's 14 crown granted claims and 29 modified grid system claim units.

Work completed on the Banker prospect has revealed an occurrence of silver rich tetrahedrite and other metallic minerals in a veinswarm in silicified limestone. Mineralization is exposed in trenches for 20 metres in a NW trend. Sample assays as high as 871 ounces of silver per ton have been reported along with substantial lead, zinc and gold values. Samples of ore from the Sparling prospect claims were assayed in 1983 and 1984, but more sampling is required "to obtain even an approximation of near surface metal values."

Mr. Solloway notes that Cominco operated in the property area from 1951 to 1957 and produced 1,029,089 tons of massive sulphide ores that yielded 94,254 ounces of gold, 3,440,773 ounces of silver, 13,063 tons of copper, 13,463 tons lead, 62,346 tons zinc and 227 tons of cadmium from its Tulsequah Chief and Big Bull Mines. Due to low metal prices at the time, rather than deplete the ore reserves, Cominco ceased production in 1957.

Silver Talon is also pursuing other business opportunities to enhance long term growth.