

COVE ENERGY CORPORATION (COV-V)

DIRECTOR APPOINTED - Cove Energy Corporation has announced several corporate developments including the acquisition of an option to purchase two former precious metals producers near Nelson, B.C., a private placement with a European financial institution and the appointment of Douglas E. McRae as a new director.

Cove has optioned the Alpine Mine, a former high grade gold producer located 18 miles northeast of Nelson, & the Noonday Mine, a high-grade silver and base metals mine situated about 35 miles north of Nelson. To acquire a 100% interest over five years, Cove must spend \$100,000 on development during 1987, make staged payments over five years totalling approximately \$300,000 and issue 150,000 shares.

Cove has negotiated a private placement of 200,000 shares at 70¢ each with a Swiss-based financial institution. Douglas McRae has been granted an option on 145,000 shares at 70¢ each.

DEEX RESOURCES CORPORATION has been renamed **SEAM RESOURCES CORPORATION (SJM-V)** following a 4-old for 1-new share consolidation. On 22May87, Deex common shs. were replaced by Seam common shs. on VSE. Seam is a Development Co. Of 20,000,000 no par value shs. auth., 1,011,910 are outstanding including 162,840 in escrow. Transfer agent is Yorkshire Trust Co.

LEVON RESOURCES LTD. (LVN-V,T;LVNVF-Nasdaq)

VERONEX RESOURCES LTD. (VEO-V,VEOKF-Nasdaq)

HOLE NO.	APPARENT WIDTH	OZ. GOLD/T	RICH GOLD ASSAYS FROM
UDH 87-3	8.00 Feet	2.349	BRIDGE RIVER REPORTED
UDH 87-4	5.00	0.157	Louis Wolfen,
UDH 87-5	20.25	0.289	president of Levon
UDH 87-6	31.00	0.371	Resources Ltd.,

reports being advised by geologist John Robins that underground drilling in the Howard tunnel on their Congress property, in which Veronex Resources Ltd. can earn 50% interest, has extended gold zone No.2. Six drill holes were directed above and below the 123-foot section which averaged 0.693 oz.gold/t over an average width of 4.66 feet. High grade intersections were returned in Holes 87-3,4,5 and 6 (see table). A seventh hole, drilled to explore possible veins up to 500 feet west of Zone 2, encountered no structures.

Drifting of the Howard tunnel toward projected targets is about half complete with about 500 feet to go. Drifting of the Arizona tunnel on the nearby BRX property should be completed within 2 weeks. Extensive exploration is being planned for 7 additional Bridge River Valley properties which total over 18,000 acres.

SIPALD RESOURCES LTD. has been renamed **RAWDON RESOURCES LTD. (RMN-V)** following a 2-old for 1-new sh. consolidation. On 21May87, Sipald common shs. will be replaced by Rawdon common shs. on VSE. Rawdon is a Development Co. Of 10,000,000 no par value shs. auth., 1,313,224 are out. incl 281,250 in escrow. Transfer agent is Central Trust Co.

Rawdon will offer, by 30Jun87, 500,000 shs. at a fixed price of 20¢ or more per unit thru C.M. Oliver & Co. as agent. For the agent agreeing to buy any unsubscribed shs C.M. Oliver will be issued a total of 250,000 non-transferable warrants. Each warrant is exerc. for 100 days from the offering day to buy 1 sh. at a price yet to be fixed.

NEW RIDGE RESOURCES LTD. has been renamed **DESTINY RESOURCES LTD. (DNY-V)** following a 4-old for 1-new capital consolidation. On 22May87, New Ridge common shs. were replaced by Destiny common shs. on VSE. Destiny is a Development Co. Of 25,000,000 no par value shs. auth., 1,146,286 are outstanding including 93,750 in escrow. Transfer agent is Guardian Estates & Agencies Ltd.

NO.98(1987)
MAY 22, 1987

CANADIAN-UNITED MINERALS, INC. (CUN-V)

NEW PROJECTS TO BE EXPLORED - Canadian-United Minerals, Inc. reports that the Dome Mountain deposit near Smithers, B.C. has an ore reserve of approximately 400,000 tons grading 0.5 oz.gold/ton. Leif Ostensoe, president of Canadian-United, says the present potential is for a mine treating 500 tons per day with a 10 to 20 year life. Geologically, there are many similarities between Dome Mountain and the Bralorne Mine that produced for 30 years in the Bridge River area. The company has 29.5% of Total Erickson Resources Ltd.'s interest at Dome Mountain which could represent 50¢ per share earnings for Canadian-United Minerals, Inc. within two or three years. At the Del Santo property 10 miles south of Dome Mountain, Canadian-United is exploring what appears to be a significant silver discovery. Assays have run 130.0 oz.silver/ton. As well, the company is negotiating to acquire a platinum property in the La Fosse area of Quebec. (See GCNL NO.68 April 7/87 for detailed La Fosse review and location map).

NEPHELINE RESOURCES LTD. (NPL-V) has an interest in the NEP mining claims 10 km west of Osoyoos, B.C. The company proposes exploration to determine if the iron content of the deposit can be removed, making the nepheline syenite commercially viable.

Nepheline syenite is a silica-deficient crystalline rock used in the production of glass and ceramics; as a source of alumina in the production of aluminum (in the Soviet Union) and in construction, in the production of construction aggregates and roofing granules.

Canarim Investment acted as agent in the sale of 300,000 shs. at 35¢ to net \$105,000 of a 3Mar87 prospectus.

MENIKA MINING LTD. (MML-V)

DRILLING RESUMED - Menika Mining Ltd has identified **ON IMPERIAL ZONE** by diamond drilling four mineralized zones on the Reliance property, Bralorne area, B.C. Three of the zones have been drilled with encouraging results. The fourth zone, the Diplomat zone has been sampled on surface and assay results are encouraging.

Due to logging activities in the area of hole 87-2 on the Imperial zone where a mineralized intersection of 115 feet of 0.318 oz. gold/ton was obtained. Drilling was suspended for several weeks and resumed May 17, 1987. Core from hole 87-3 from the Imperial zone has not yet been sent for assay.

The drilling since early May has resulted in four holes in the Senator zone which is 250 feet northerly of the Imperial zone. Samples from two of the holes are now at the lab and results are expected next week.

The Diplomat zone which is parallel to the Senator zone some 250 feet northerly has been sampled over a 40 foot limonitic an surface exposure. The samples averaged 0.124 oz. gold per ton. The Diplomatic zone is the site of some former workings including an adit and surface cuts. Previous assays report 1.1-2 oz. gold over six inches and 0.8 oz. gold per ton across 18 inches of quartz vein with visible gold in Cut A1. The adit is presently inaccessible.

Menika plans additional drilling on the Mint zone to test the extension of the assay of 0.112 oz. gold per ton across 50 feet from the 1,231 foot level

The private placement of 225,000 shares at \$3.25 each will not be completed with Haywood Securities Inc.