

**TRADER RESOURCE CORP. (TRR-V)**

FUNDING OF BANKS ISLAND - By a 17May87 agreement, Trader GOLD PROJECT IS ASSURED Resource Corp. entered into a joint venture with Elders

NO.90(1987)  
MAY 11, 1987

Resources Limited of Australia which provided for the funding of the Tel deposit on Trader's Yellow Giant gold property on Banks Island, 60 miles south of Prince Rupert, B.C. The agreement provided for Elders to gain 50% interest in the Tel deposit by paying up to \$10,000,000 and by arranging the funding of Trader's 50% share of any funds required in excess of \$10,000,000. Trader granted Elders an option to substitute this agreement with a purchase of 3,000,000 shares at \$1.50 each by way of private placement, which shares would be accompanied by 1-year warrants to buy 3,000,000 shares at \$1.75 each. The proposed private placement was approved by Trader shareholders at their annual meeting on 8May87 and representatives of Elders gave notice that Elders would issue a \$ 4,500,000 cheque to Trader on 8Jun87. Trenching now underway on the property has opened a new mineralized zone for a length of some 1000 feet. Assays are expected in a few days.

Trader shares are currently listed on Vancouver Stock Exchange and will be listed also in Toronto on 28May87.

Assuming incentive options to buy shares at prices from 90¢ to \$1.40 are exercised, Trader will have some 9,379,000 shares outstanding when Elders buys 3,000,000 shares and some 12,379,000 would be outstanding if Elders exercises the Trader warrants it is to receive. Elders would thereby have effective control of Trader.

Trader had about \$1,000,000 in cash in mid-April and will receive from Elders \$4,500,000 in June and \$5,250,000 more upon exercise of the warrants.

**BEAU PRE EXPLORATIONS LTD. (BPD-V)**

RESULTS OF LEECH RIVER GOLD - Robert Beaupre, president CAMP BULK SAMPLE TEST GIVEN of Beau Pre Explorations Ltd., announces the final results as received from joint venture partner Valentine Gold Corporation, of the test work conducted by Bacon Donaldson & Associates on 3 bulk samples taken from the discovery zone on the Valentine Mountain property in the Leech River gold camp on Vancouver Island.

**Bulk Sample**

	A	FL 1	FL 2
Ounce gold/ton	0.391	0.382	0.144
Combined Jig & Table Recovery in %	74.67	43.72	44.69

Mr. Beaupre comments, "It is presumed that the balance of recoverable gold remaining in the samples will be retrieved through flotation. Upon completion of the pilot plant on site, which is expected within the next 3 months, Valentine Gold will then be able to more accurately determine the percentage recovery of gold that can be anticipated on a commercial scale.

**CREAM SILVER MINES LTD. (CEM-V)**

**HOLE INTERVAL FEET FOOTAGE OZ. GOLD/T OZ. SILVER/T**  
**CREAM SILVER DRILLING:**

86-1	127.0	130.0	3.0	0.158	0.10
	132.0	133.5	1.5	0.118	0.16
	135.5	136.5	1.0	0.062	0.27
	140.5	141.3	0.8	0.096	0.08
86-3	186.0	188.5	2.5	0.068	0.07
	62.0	66.0	4.0	0.172	3.27
	72.0	76.0	4.0	0.592	4.55
86-6	116.0	118.0	2.0	0.062	1.63

**HOMESTAKE MINERAL DRILLING:**

87-20	85.3	95.1	9.8	0.22	
87-21	242.8	255.9	13.1	0.06	
	295.3	301.9	6.6	0.12	
87-23	180.5	193.6	13.1	0.44	
	206.7	213.3	6.6	0.31	
87-24	78.7	85.3	6.6	0.26	
	415.0	416.7	1.7	0.55	

EXPLORATION RESUMES SOON - The 1987 exploration program ON ATLIN GOLD PROPERTY on the Lakeview property of

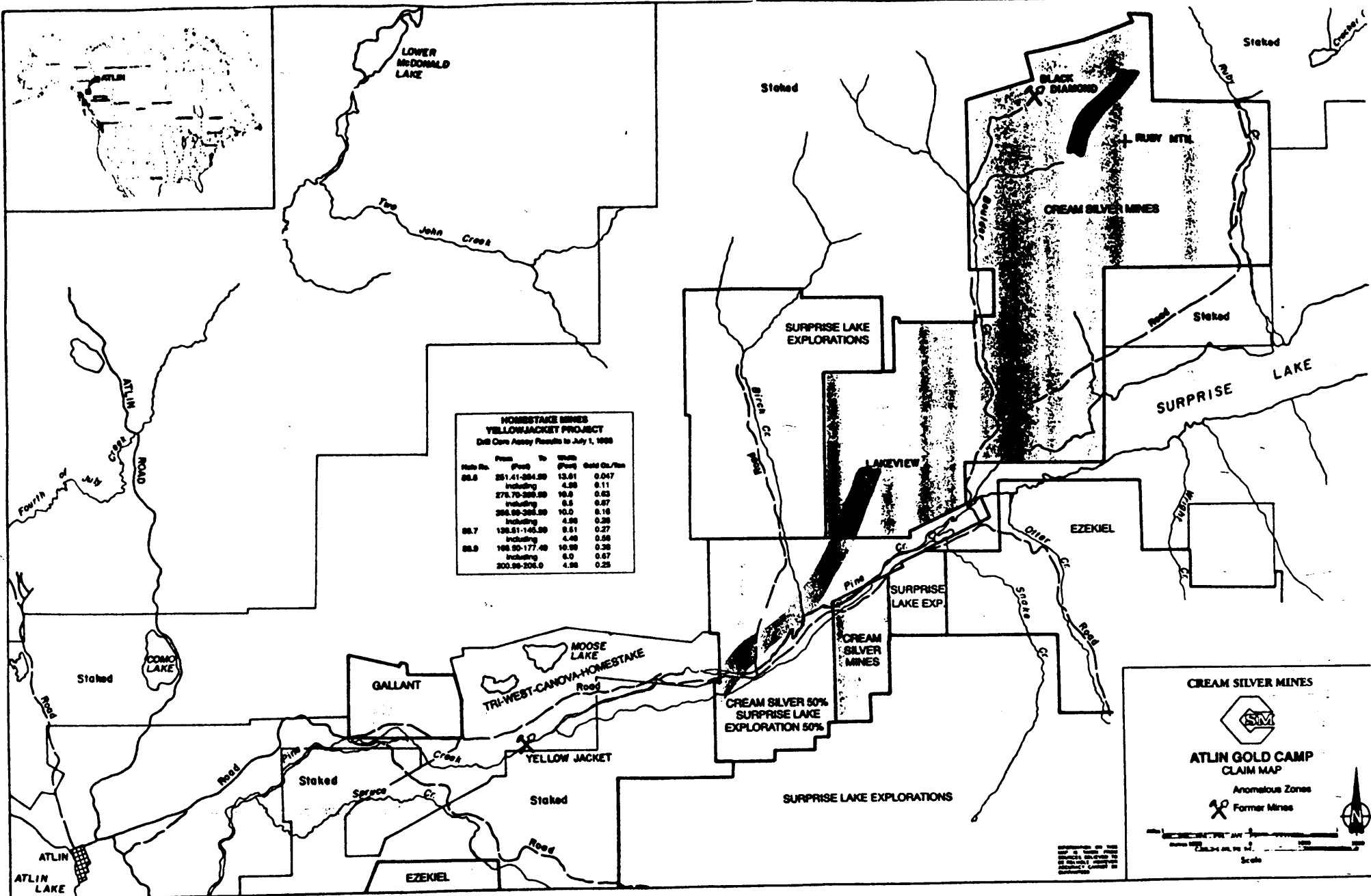
Cream Silver Mines Ltd. near

Atlin in NW B.C. (see map overleaf) is scheduled to start in mid-May. Induced polarization and ground magnetometer surveys will be followed by a \$450,000 diamond drill program to follow up results obtained in 1986.

In announcing this, president Frank A. Lang reports that last year's diamond drilling returned significant intersections (see table).

Adjoining the Lakeview, recent drilling by Homestake Mineral Development Company on claims optioned from Canova Resources Ltd. has identified the Yellow Jacket mineralized zone over a strike length of 740 feet with ore grade intercepts to 300 feet in depth. The favorable structure has been drill indicated over 2 km and to 600 feet below surface. Some of Homestake's best intersections are shown in the table. Regional airborne geophysical surveys indicate that the structure hosting Homestake's Yellow Jacket mineralized zone trends onto Cream Silver's Lakeview property.

Cream Silver has arranged a private placement with European and North American investors of up to 350,000 units at \$1.90 per unit comprising 1 share and 1 warrant. Each 2 warrants are exercisable for 1 year to buy 1 share for \$2.10 - all subject to regulatory approval.



**HOMESTAKE MINES  
YELLOWJACKET PROJECT**  
Drill Core Assay Results to July 1, 1988

Core No.	From (Feet)	To (Feet)	Grade (oz/ton)	Gold (oz/ton)
88.6	251.41-264.50	13.01	0.047	
	Including	4.98	0.11	
	276.70-289.50	12.80	0.63	
	Including	6.5	0.87	
	296.00-305.50	10.0	0.16	
	Including	4.98	0.28	
88.7	126.51-145.50	19.01	0.27	
	Including	4.48	0.58	
88.8	188.90-177.40	10.90	0.26	
	Including	5.0	0.67	
	201.90-206.0	4.98	0.25	

**CREAM SILVER MINES**

**ATLIN GOLD CAMP  
CLAIM MAP**

Anomalous Zones  
Former Mines

Scale

**GIBRALTAR MINES LIMITED (GBM-V,T)**

<u>3 MONTHS ENDED 31 MARCH</u>	<u>1987</u>	<u>1986</u>
Revenue	\$14,975,000	\$15,319,000
Net Loss	1,184,000	1,141,000
Loss Per Share	10¢	10¢

A.J. Petrina, president, says Gibraltar Mines' cash flow from operations remained positive during the first quarter of 1987. The cash balance at 31Mar87 was \$12,918,000.

Mr. Petrina reports that copper production rose 30% to 18,628,000 pounds due mainly to the processing of higher grade ore, to improved recoveries and to output from the new cathode copper plant. However, the copper price averaged 63¢ per pound, down from 65¢ in first quarter 1986. Smelter charges were higher this year. Molybdenum sales were about one-third of those in the 1986 period when inventories were reduced. The Metals Week price for molybdenum contained in molybdic oxide averaged US\$3.09 per pound vs US\$2.68.

The sale of cathode copper made a significant contribution to cash flow and its production is expected to be about 8,500,000 pounds in 1987.

Gibraltar will provide up to \$500,000 for exploration this year (by issuing tax flow-through shares) for evaluation and possible acquisition of gold prospects in the Cariboo region of B.C., off the mine property.

NO.91(1987)  
MAY 12, 1987

**GERLE GOLD LTD. (GGL-V)**

**ASPEN GROVE B.C. GOLD PROJECT JOINT VENTURED - Gerle**

**Gold Ltd.**

has acquired an option from Quilchena Resources Ltd., to earn a 50% working interest in the Snowflake property of 3830 acres near Aspen Grove, B.C., by making exploration expenditures totalling \$1,000,000 by 1991. This property has been joint ventured with MAHOGANY MINERALS RESOURCES INC. (MOY-V). Previous work has located gold mineralization in two drill holes 200 metres apart assaying 5 feet of 1.05 oz/ton gold and 12.0 oz/ton silver and 6.6 feet of 0.13 oz/ton gold and 0.64 oz/ton silver respectively. The drill holes are located within an induced polarization anomaly that indicates a potential lateral extent of the zone of 1800 metres (5900 feet). A drill contract has been signed and preparations are being made to start a recommended drill program. Gerle Gold Ltd. has granted Carl M. Lalonde an option to purchase 20,000 shares at 85¢ each until May 6, 1992 subject to regulatory approval. Gerle has also agreed in principle to option 9 patented mineral claims and a state lease covering a formerly producing gold heap leach property 10 miles east of Bolthead City, Arizona, where Mr. Lalonde will be project manager.