

TRIO GOLD CORP. (TGA-Alberta)

CARLIN GOLD CLAIMS TO BE DRILLED—N.S. Ruskovsky, president has reported Trio Gold Corp. has acquired a 100% working interest in a block of 29 claims within the Carlin gold trend in Elko county, Nevada 30 miles northwest of Carlin, and immediately northwest of the operating Dee and Bootstrap open pit gold mines. The claims are underlain by sedimentary and igneous rock units, structures, and most important, by a number of gold-bearing, iron-rich, silicified zones typical of the Carlin trend, some of which have been drilled in previous years. Three widely scattered holes cut: 0 to 35 feet a length of 35 feet of 0.04 oz. gold/t; 165 to 225 feet a length of 60 feet assaying 0.045 oz. gold/t, and 200 to 250 feet a length of 50 feet assaying 0.065 oz. gold/t. Several additional holes had smaller intervals containing lower and higher grades of gold at various depths. Induced polarization geophysical surveys over some of the silicified zones indicate the presence of substantial volumes of potentially mineralized rock units.

Trio is assembling all available geological, geochemical and geophysical information in preparation for a major exploration program, perhaps including 25,000 feet of drilling, scheduled to start in May.

Mr. Ruskovsky believes the claims are a good prospect since the Trio claims adjoin producing gold mines and because of the similarity of geology and gold-bearing alteration zones to the entire Carlin trend. (SEE PROPERTY LOCATION MAP OVERLEAF PAGE ONE)

PROMINENT RESOURCES CORPORATION (PRM-V)

INFORMATION MEETING PLANNED—Prominent Resources Corp. has planned an information meeting for 2:00 p.m., April 17, 1989, in the Crystal room, Delta Place Hotel, 600 Howe St., Vancouver, B.C. The meeting will review the heap leach gold production from Prominent's mine in Ghana, West Africa. The mine produced approximately 10,000 oz. gold in March 1989.

Prominent Resources owns 70% of the operating company named Southern Cross Mining Limited. The balance of Southern Cross Mining is owned 20% by the State Mining Company and 10% by the Government of Ghana. Approximately 62% of 7,300,000 of the 11,400,000 issued shares of Prominent are owned by The Northern Queensland Limited Company of Australia. The mine was funded to production through a \$14,000,000 U.S. loan to Southern Cross Mining through Prominent Resources with the funds provided by Elders Resource Finance. Officials of Prominent will review current gold mining operations, ore reserves and forecasts. The meeting will hear from: Kenneth D. Taylor, chairman and chief executive officer of Prominent from Australia; Philip Penman, managing director, London; Dr. Peter Henry, technical director, Australia; and Donald Taylor, director, Australia.

SIKAMAN GOLD RESOURCES LTD. (SKG-T)

PRELIMINARY FINANCING FOR TAILINGS PROJECT ARRANGED—Sikaman Gold Resources has secured a preliminary commitment from a major banking organization for a letter of credit facility to support the financing of the Snow Lake tailings project at Snow Lake, Manitoba. The proposed mechanism for funding 100% of the project is a gold loan. Sikaman will also secure a gold hedging program and the letter of credit will cover any financial exposure under both the gold loan and the hedging program.

A feasibility study completed by Minproc Engineers determined that the project will cost about \$16,500,000 and can produce gold at a cost of \$115 Cdn per ounce of production. Total production over the two year mine life is estimated at 94,000 ounces of gold.

Sikaman plans to award the engineering and construction of the arsenic plant in late April with production beginning in December 1989. Sikaman expects to continue operations after depleting the tailings by treating ore from other mining projects in the region.

The total purchase price of the project from Agassiz Resources Ltd., Segal Finance Ltd. and Rex Resources (Canada) Ltd. was valued at \$5,000,000, with the tailings owners, **WIND RIVER GOLD MINES LTD. (WRM-V)** retaining a 5% net smelter return royalty from all production. (SEE GCM No. 10, p. 2, 16, 1989 for more detail).

RED FOX MINERALS LTD. (RFM-V)

RED FOX ACQUIRES INTEREST—Red Fox Minerals Ltd. reported in the ARLINGTON PROPERTY the acquisition of a 50% interest in the Arlington Mine venture from South Kootenay Goldfields Inc., a jointly owned subsidiary of **BRADON RESOURCES LTD. (BRN-V)** and **GREENSTONE RESOURCES LTD. (GRE-T, M. Masdaq)**, and from Rimrock Gold Corp. Consideration to each of South Kootenay Goldfields and Rimrock is \$25,000 and 100,000 shares of Red Fox, subject to regulatory approval.

The Arlington Mine, located southwest of Selma, B.C., produced 100,000 tons grading 0.78 oz. gold/ton. Present reserves, broken in the mine, are 60,000 tons grading 0.14 oz. gold/ton. A 2,000 tons bulk sample of this material treated in 1988 graded 0.16 oz. gold/t. A comprehensive report by an independent consultant detailing the results of recently completed diamond drilling on the property is in preparation.

South Kootenay Goldfields and Rimrock Gold continue to hold a 50% interest in the venture with South Kootenay continuing as operator.

M.J. Dutka has been appointed a Red Fox director.

FOR THE RECORD

ARROPE RESOURCES LTD. (ARL-V) has acquired a 23.3% interest in the investment company 000162 Ontario Inc. at a cost of \$50,000. 000162 Ontario Inc.'s major asset is an 8.6% interest in Shefford Resources Ltd., a Toronto based private company actively involved in gold exploration in Ghana. Shefford Resources Ltd. is hearing completion of a \$1,000,000 feasibility study on its Kumban alluvial gold concession for which it holds a mining license. The feasibility study is being conducted by Minproc Engineers of Perth, Australia.

CANAL RESOURCES LTD. (CAN-V) have signed a drilling contract to test the highly mineralized zones on its Higley gold prospect near Patma in Mohave County, Arizona. Drilling is expected to start in 2 to 3 weeks.

GRAND FORKS MINES LTD. (GFY-V) has received shareholder approval to change its name to **ATWOOD GOLD CORPORATION** and the 5-oid for 1-new share consolidation.

PACIFIC ASIA TECHNOLOGIES INC. (PFT-V) R.W. Robinson, chairman reports he has acquired an additional 427,000 principle escrow shares and 300,000 escrowed earn-out shares. In addition, he has become the registered owner of a further 1,500,000 escrowed earn-out shares which, along with 100,000 escrowed earn-out shares registered in his name, will be retransferred, subject to regulatory approval, as follows: A.P. Brown 100,000 shares; S.R. Ford 400,000; J.V. Brown 250,000; J.A. Charland 250,000; M.A. Gough 500,000; and J.J. Badia 100,000. Subsequent to the proposed transfers Mr. Robinson will own 525,000 principle escrow shares and 580,000 earn-out shares.

TEAL INDUSTRIES LTD. (TED-V) has concluded contracts during the first quarter of 1989 for the production of 172 housing units for delivery in the Lower Mainland and Lower Fraser Valley, B.C. Revenues from these contracts is about \$1,400,000, which exceeds 1988 sales of \$920,000. Teal has negotiated a \$262,500 convertible debenture with the Small Business Diversified Fund, bearing interest at 10% with a term of two years, subject to regulatory approval. The debenture is convertible at 75¢ in the first year and at \$1 in the second year.

WORLD CEMENT INDUSTRIES INC. (WCI-V) report the acquisition of a 40% interest in the Kero/Larode property in the Osoyoos mining division, B.C. from Grand National Resources Inc., for \$250,000 worth of exploration by 28 Feb 91. The company will be filing a rights offering for regulatory acceptance to raise working capital.