

NO.160(1989)
AUGUST 21, 1989

Gax

ESPERANZA EXPLORATIONS LTD. (EEP-V)

DRILL HOLE	INTERVAL, FT.	WIDTH	OZ. GOLD/T	NEW GOLD ZONE
G89-213	401.0-404.5	3.5 ft.	0.58	' DISCOVERED
G89-214	582.0-586.0	4.0	.30	' John S. Brock,
G89-220	296.0-344.0	48.0	.07	' president of
Incl.	298.0-308.0	10.0	.16	' Esperanza Explo-
	317.0-328.0	11.0	.10	' rations Ltd.
	337.0-344.0	7.0	.10	' reports that

-----drilling at
Tillicum Mountain, near Burton, southeastern B.C. has led to the discovery of a new gold zone. Four holes were recently drilled to test downdip and strike extensions of the Grizzly zone, defined on surface by trenching and prospecting. The reserve potential at Grizzly could be significant in that the skarn zone and associated lead-zinc mineralization is much thicker than previously encountered elsewhere on the property.

Assays from 3 of 10 holes drilled on the East Ridge zone will be released next week.

HALCYON RESOURCES LTD. (HYN-V)

NW B.C. PROPERTY OPTIONED- Murray Pezim, chairman reports Halcyon Resources Ltd. has agreed to purchase a 100% interest in the Jolly T project consisting of the Reg and Skookum claims, 58 miles NNW of Stewart, B.C. and 4 miles due north of the Eskay Creek project of Calpine/Cons.Stikine, from J.Paul Stevenson for \$30,000 and 100,000 shares plus a 2.5% net smelter return. A \$50,000 program is planned this year.

FREGOLD RECOVERY INC. (FRG-V)

OPTION TERMINATED- Harry Barr, president reports Freegold Recovery Inc. has been advised that United States Borax & Chemical Corporation and Bunker ??? Mining Company have terminated the exploration agreement covering 1,000 acres of the 14,000 acre Slumbering Hills property in Nevada. The company has also received notification that is in default on the Slumbering Hills property under option from Fraijo Robertson Enterprises. Freegold has started an action in Nevada claiming the agreement is valid.

LETTER LTD. * FORTY-SECOND YEAR OF PUBLICATION *

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