

Georg

NO.149(1989)
AUGUST 3, 1989

<u>BETTER RESOURCES LTD. (BRZ-V)</u>			
<u>NEW TRENCH SAMPLE ASSAYS</u>	<u>WIDTH</u>	<u>OZ. GOLD/T</u>	<u>OZ. SILVER/T</u>
Southend	6 ft.	0.18	1.17
	7.5	.156	.44
2000 ft. to North	5	.23	.99
	4	.26	.82
	4	.54	1.92

Diamond drilling by Better Resources Ltd. on Mt. Washington, 15 miles west of Courtenay, Vancouver Island, B.C., on the Lakeview - Domineer zone over the past two seasons has established a drill indicated reserve of 606,600 tons of 0.197 oz. gold and 0.94 oz. silver/t. Underground work in 1987 provided fresh samples for metallurgical testing and confirmed continuity and rock stability. Metallurgical testing by flotation, bio-oxidation and cyanidation gave an overall 92% recovery of the gold. Preliminary cost estimates for a 200 ton per day mill of approximately \$7,000,000 capital cost and \$34 per ton mill operating cost indicate that the project would benefit substantially from increased reserves to effect economies of scale, at today's gold price. A full feasibility has been deferred in favour of additional exploration. Discussions are being held with possible joint venture partners to finance the next stage of exploration.

Recent sampling of a trench below the Lakeview adit and new trenches 2,000 ft. north of the adit suggest the possibility of steeply-dipping feeder zone west of the Lake view outcrop. The central three trenches are 60 ft. apart. SEE TABLE ABOVE. A diamond drill program is being planned. The company has working capital of approximately \$1,000,000.

Noranda are actively exploring the Murex joint venture block at Mt. Washington with soil and rock sampling and geophysics in preparation for drilling.

92 F 117