

HISWAY RESOURCES CORP. (HIS-Y)

PROPOSED AMALGAMATION TO EXPAND - Hisway Resources  
COPPER HOLDINGS NEAR ISLAND COPPER Corp. has agreed to  
amalgamate with  
Hisway Mining Corporation subject to regulatory approval.  
Hisway Mining is a privately held affiliate of Hisway  
Resources which holds options to acquire claims adjacent  
to the company's H.P.H. claims near Nahwitti Lake on  
northern Vancouver Island. This would bring the total  
property holdings in the area to about 10,000 acres.

The issued capital of the amalgamated company would  
be some 3,375,410 shares of which 2,456,500 would be  
held by the current shareholders and 918,910 would be  
held by the current shareholders of Hisway Mining.

Information is being prepared for a 11Sept89 share-  
holders meeting.

Preliminary results on the HPH claims indicate pro-  
gress has been made in defining the structural control of  
the mineralized zones. A contiguous band of magnetite  
skarn at the geologic contact has been confirmed with  
silver-lead-zinc mineralization occurring adjacent to fel-  
site and andesite dykes rising perpendicular to the  
bedding of the Quatsino limestone. Work in the Pit zone  
identified a mineralized surface continuation of the 5  
meter wide sphalerite-galena band. A one meter sample  
of the continuation returned values of 6.73 oz.silver/  
8.09% zinc and 8.07% lead. A program of stripping,  
trenching and geologic mapping has been recommended.

Previous work on the 99 claim units located 7 miles  
southwest of Port Hardy, B.C., connected three areas of  
chalcopyrite-magnetite mineralization over an area 2,000  
ft. long by 1,000 ft.wide. Within this area, the  
Caledonia deposit covers an area 350 X 350 ft.and varies  
in thickness from 6.75 to 30 ft. Based on minimum  
thickness, the deposit contains 75,000 ons averaging 20  
oz. silver/t, 6% copper and 4% combined lead/zinc.

In 1968, a soil sampling program located a copper  
anomaly 6,000 ft. in length and averaging 1,500 ft. in  
width. Bulk samples from a series of rock trenches  
returned an average over 1.0% copper. Airborne magnetic  
surveying has indicated a corresponding magnetic high.  
The zone is located 7 1/2 miles northwest of BHP/Utah's  
Island Copper Mine.

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