

FEST RESOURCES CORP., (FSC-V)

COMPANY REVIEW - The company plans to seek flow-through share financing to fund ongoing exploration of Stewart, B.C. properties. Work completed in 1988 on the company's wholly-owned Mobile property, situated 5 km northeast of Stewart, disclosed several strong lead-zinc-silver and gold-zinc soil geochemical anomalies associated with prominent shear zones. VLF-EM and Mag surveys outlined a conductive zone estimated to be about 100 m long about 3-5 m wide; a geophysicist has recommended that this target be drilled. A new zone was also discovered near the southern boundary of the property. Two grab samples from a mineralized shear over a width of 1-2 m returned values over 0.4 oz/ton gold. Additional claims have been staked to protect southern extensions of this zone.

Fest has started a lawsuit against a former director alleging that the company is entitled to two instalments of 22,500 shares each of Stikine Silver Ltd. payable under a 1981 property option agreement. A trial date has been set for April, 1990.

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