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WESTERN CANADIA

ALGONQUIN MINERALS INC. (AMF-V)

PROPERTIES ACQUIRED - Ian Brown, president, reports

Algonquin Minerals Inc. has reached agreements to acquire two mineral properties; a gold project in Washoe county, Nevada and a massive copper/lead/zinc project on Vancouver Island, B.C. To acquire a 60% interest in the Rocky Hill gold project, located in the Galena Hill mining district 14 miles south of Reno, Nevada, Algonquin must pay \$50,000 within one year and issue 100,000 shares. The property has 28 claims totalling 480 acres and was in small scale production before 1925. There is a mineralized zone up to 400 feet wide and at least 2,600 feet long with high grade samples grading up to 1.0 oz.gold/ton. Drill targets have been located to test outcropping gold-bearing structures.

To acquire the Deer copper/lead/zinc property located 27 km NE of Tofino in west-central Vancouver Island, Algonquin must commit to a two-stage \$75,000 exploration program and issue 100,000 shares to the vendor. Samples of material have returned up to 30% copper and 15% zinc. Both properties were acquired from Swift Minerals Ltd., a VSE-listed company.

Algonquin's board has granted, subject to regulatory approval, employee stock options for 145,000 shares, exercisable for one year at 15¢ each.

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