

SHELLEX GOLD CORP. (SCE-V)

VENUS SILVER CLAIMS OPTIONED - Gary Schellenburg, president reported that Schellex Gold Corp. has signed a letter of intent to option 75% of its Venus Silver claims to CARIBOO DISCOVERIES LTD., a private company, for cash payments totalling \$40,000 and 150,000 shares of Cariboo Discoveries over 3 years and by spending \$750,000 on exploration over 5 years. Schellex can back into a 50% interest and become the operator by spending \$1,000,000 on the property. The claims are adjacent to the Schellex/Harrisbury-Dayton Resources Corp.'s Summit property 17 miles northeast of Hope, B.C. The Summit Camp property is being explored for its high grade silver potential, where sample assays of up to 230 oz. silver/ton have been obtained. Cariboo Discoveries plans to obtain a public listing on the Vancouver Stock Exchange by May 1989.

CONSOLIDATED STIKINE SILVER LTD. (CKI-V), each warrant is exercisable for one share of Prime at \$4 for 3 years.

Canacord's principle asset is a 9.9% interest in the Premier gold project 15 miles north of Stewart, B.C. being brought into production by Westmin. Prime presently holds 16.5% of the issued capital of Canacord.

Upon completion of all the arrangements involving Delaware, Colossus, Prime Capital, Calpine and Canacord, Prime will have about 6,319,560 issued shares. Another 6,319,560 Prime shares could be issued if Cons. Stikine shareholders and warrant holders accept the Calpine offer.

WESTERN PREMIUM RESOURCE CORP. (WPM-V) has signed a letter of intent granting Inco Gold the right to earn a 60% interest in the Mess property, Toodoggone River area, 280 miles north of Smithers, B.C. by spending \$300,000 on exploration over 3 years.

RADCLIFFE RESOURCES LTD. (RCF-V)

NEW RESERVE ESTIMATE - Clyde L. Smith, vice president exploration reports that a preliminary geological reserve calculation by an independent consultant on Radcliffe Resources' 100% owned North Lake project, La Ronge gold belt, northern Saskatchewan have been received. Using a cut-off of 0.04 oz. gold/ton over 3.0 m gives 2,600,000 tons of 0.069 oz. gold/t over an average width of 6.0 m for 180,000 contained ounces of gold. This reserve is potentially open pit and has a stripping ratio of 6.5 tons waste to 1 ton ore. The deposit exhibits a coarse gold particle, or nugget effect and multiple assay averages have been used in determining weighted averages for intervals included in the calculation. Four preliminary bottle roll cyanidation metallurgical tests at Coastech Research Inc. gave gold recoveries of 79.4% to 94.3%. A 40 ton surface bulk sample is now being treated at Coastech for further information. (SEE GCNL No. 173, p. 1, 8Sep88 for previous calculations).

City Resources (Canada) has elected not to continue its earn-in on the North Graham property, Queen Charlotte Islands, B.C., and Radcliffe now holds a 100% interest.

An employee stock option on 10,000 shares at 21¢ each over 5 years replaces a prior option granted two years ago. Also, the exercise prices of 7 employee and director options have been renegotiated from a maximum of 60¢ per share to 21¢ per share. All subject to shareholder and regulatory approval.

PEZGOLD RESOURCE CORPORATION (PEZ-V)

PACIFIC SENTINEL GOLD CORP. (PSG-V)

HOLE	INTERVAL, FT	WIDTH	OZ. GOLD/T	URSUS CREEK RESULTS
89-01	82.0- 85.3	3.3 ft	0.130	'Murray Pezim, chairman
89-02	127.0-132.6	5.6	.254	'reported the results of
89-03	553.8-559.7	5.9	.268	'5 drill holes totalling
89-04	669.9-647.2	4.3	.334	'some 2,600 ft. on the
				-----'Mylonite zone, <u>Ursus</u>
				<u>Creek project, 20 miles NE of Tofino, Vancouver Island, B.C.</u>

Pezgold can acquire a 55% interest by spending \$800,000 by Jan. 31, 1991. Drilling is planned in 1989.