

MINISTRY OF ENERGY, MINES
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News Letter

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HECTOR RESOURCES INC. (HEC-V)

EXPLORATION PROGRAM SCHEDULED - Charles S. Underhill,
president of Hector Resources Inc., reports a phase I 1989 exploration program at a cost of \$473,000, which includes 3,000 feet of diamond drilling, has been recommended on the Spray 1 & 2 and Sky 4 & 5 claims, Liard, B.C. Contingent upon the success of the phase I program a phase II program consisting of an additional 5,000 feet of diamond drilling has been proposed. Previous exploration on the claim block which included diamond drilling has outlined an anomalous area of auriferous quartz/ pyrite veining (the Golden Spray zone), which is known to extend about 1,000 feet and may be over 3,000 feet in strike length. Higher gold soil assay values were located in 1988 at the northwest and southeast ends of the Golden Spray Zone, where a diamond drilling program has been recommended to test new targets.

A phase I 1989 program at a cost of \$150,000 with an additional \$150,000 phase II program contingent upon favourable results has been recommended by Pamicon Developments Ltd. on the the Stu 4 & 5 and N.M.G. 6 & 7 claims. Soil sampling has identified three anomalous gold geochemical anomalies which may represent one large zone of stockwork quartz veining with significant gold/ silver mineralization measuring 500 meters in diameter. Soil values range up to 2,000 parts per billion gold while quartz veins discovered in this area assay up to 1.695 oz.gold/t. The 1989 program will include continued soil sampling, prospecting, geological mapping, geophysical surveying and a diamond drilling program.

To fully implement the above exploration programs during the 1989 season, additional funding will be required, the majority of which will likely be raised via flow-through basis.

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