

News Letter
Reporting

JUL 13 1989

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$300.00 PER YEAR
FAX (604) 683-8308

NO.129(1989)
JULY 6, 1989

INEL RESOURCES LTD. (ILE-V)

EXPLORATION STARTED - Inel Resources Ltd. has started exploration on its 50% owned Inel property, Iskut River, B.C. The company can earn a 100% interest through expenditures of an additional \$2,400,000 by 1992. Funding is from a recent \$1,125,000 private placement with Banque Hunziker of Geneva, Switzerland.

The 1988 program involved 1,800 feet of underground drifting; 14,000 ft. of diamond drilling from underground; 6600 feet from surface and extensive surface prospecting. The program discovered a number of high grade gold intercepts within the Discovery zone, a system of easterly trending veins. Among the more significant results:

HOLE NO.	FOOTAGE	WIDTH	OZ. GOLD/T	
S88-34	107.5-110.3	2.8ft	0.628	Surface drilling on the Ridge zone
S88-34	459.6-467.0	7.4	.868	encountered 0.868
U88-39	158.8-163.0	4.2	.425	oz. gold/ton over 7.4
U88-40	50.7- 64.0	13.3	.770	feet. The zone has
U88-48	115.0-117.3	2.3	1.101	a potential extension
U88-87	150.8-160.9	10.1	.460	660 feet to the

east as indicated by a number of talus fines geochem samples in the 1,000 to 10,000 ppb gold range. A new surface discovery, the Northwest Ridge zone, assayed 1.582 oz. gold/t over 1.3 feet and 1.22 oz. gold/t over 1.0 feet. The 1989 program budgeted at \$1,000,000 will consist of: extension of the adit 300 feet to the Main sulphide zone; 6000 feet of underground drilling and 8000 feet of surface drilling.

←
104B258