

ARK ENERGY LTD. (ARK-V)

GOLD POWER RESOURCES CORP. (GPW-V)

LEMMING RESOURCES LTD. (LMM-V)

MCKINNEY GOLD MINE DRILL PROGRAM UNDERWAY -Frank W. Power president, has reported the start of the \$200,000 exploration program on the McKinney vein on the McKinney property, 20 miles north of Rock Creek, B.C. Lemming Resources is committed to provide the first \$50,000. Results to date have been favourable, with the completion of 1378 feet of diamond drilling since 10May89. Seven holes have been drilled to date: four holes testing the DE segment intersected the McKinney vein at depths between 70 and 91 feet; the seventh hole, the first to test the deep faulted section of the McKinney vein, intersected the vein at 123.3 to 137.4 feet. A second quartz vein was intersected in this drill hole between 207.6 feet and 215.1 feet. The mineralized intersections on the four DE section holes ranged from 2.6 to 8.5 feet. Assay results on the drill core samples are expected to be available soon.

The drilling program continues to explore the McKinney vein over a strike length of 1000 feet.

McKinney Gold Mine: A former gold producer known as the Cariboo-Amelia property is 22.5 km northeast of Osoyoos, B.C. The mine has had two production periods, 1894-1903 and 1960-1962, with total gold production during these periods of 82,882 ounces of gold (close to \$40,000,000 at current gold prices) from 136 tons, grading 0.60 oz.gold/ton. Possible reserves have been estimated at up to 50,000 tons grading 0.5 oz.gold/ton.

Gold Power Resources can acquire a 100% interest in the McKinney Gold Mine from Ark Energy by completing a \$200,000 work program and making a single payment of \$225,000 by 27Jun89. In addition, Ark Energy will receive 30% of net profits up to \$500,000 then the interest is converted to a 2% net smelter return for a maximum payout of \$1,000,000. Gold Power has entered into a joint venture whereby Lemming Resources has the right to earn a 50% working interest in the McKinney Gold Mine by issuing 100,000 shares to Gold Power; providing \$100,000 towards the cost of the \$200,000 first phase work program and paying the sum of \$225,000 to Gold Power by 27Jun89 and participating for 50% in a subsequent \$200,000 second phase work program on the McKinney project. (SEE ALSO GCNL NO.88, P.4, 6May89).

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