

GEOLOGICAL MAPPING TO START ON SIWASH CREEK PROJECT

A camp has been established at about 4,500 feet elevation on the Siwash Creek property, located just west of Brenda Mines, 30 km north of Princeton, B.C. and a crew is scheduled to start geological mapping in the next week. Inel holds an option to acquire a 70%

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Interest in the property from Tower Hill Mines Limited, by spending \$2,000,000 on exploration. Inel reported drilling has shown the presence of widespread galena, sphalerite and pyrite as stock-like veins, some fluorite veining epidotization and kaolinization of the mainly granitic to syenitic host rocks are pervasive. Virtually no work has been done with regard to vein zone/porphyry type bulk gold silver deposits. Dr. Wm. Groves told the Inel annual meeting the extreme and extensive widespread alteration in and near the porphyry intrusives on the claim groups provide a series of large targets where silver, lead, zinc, copper, molybdenum and pyrite mineralization, as well as placer gold, indicate good hunting grounds. He noted that the property has good logging road access and is available to exploration 8 to 9 months of the year. A further encouraging factor is Placer-Dome is exploring similar geological features on the adjoining property. The present work is expected to lead to trenching and drilling later in the year.

The meeting was told the 1988 program on the Inel property, 100 km. north of Stewart, B.C. provided considerable encouragement which will be followed up in the 1989 season. The detail of the program have not yet been set but will include underground and surface drilling on existing drilled veins and on new targets not yet drilled. One of the untested targets is the West Ridge zone at 5,800 feet elevation which is not expected to be sufficiently cleared of snow for the start of drilling until some time in August. Other work on the property is expected to start in mid July.

In mid-April 1989 Inel raised \$1,125,000 Cdn through the sale of 2,250,000 shares at 50¢ each by private placement to Banque Hunziker of Geneva, Switzerland.

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