

George

NO.191(1989)
OCTOBER 4, 1989

REDFERN RESOURCES LTD.,(RFR-V)							
COMINCO LTD.,(CLT-V,T,M)							
HOLE NO	INTERVAL FEET	WIDTH FEET	COPPER %	LEAD %	ZINC %	GOLD OZ/T	SILVER OZ/T
<u>NEW DRILL HOLE ASSAY RESULTS:</u>							
16	1845.7-1853.6	7.9	1.30	2.13	15.95	0.11	7.40
18	1760.0-1794.7	34.7	0.87	2.15	12.09	.08	5.40
19	1231.4-1254.5	23.2	1.30	1.75	11.44	.12	3.39
<u>PREVIOUSLY REPORTED 1989 DRILL HOLE ASSAYS:</u>							
12	923.5- 935.5	12.0	2.25	0.48	3.84	0.035	1.36
13	1230.0-1279.0	49.0	1.03	1.39	6.24	.068	2.90
14	1109.0-1110.0	1.0	.45	.98	7.80	.004	.16
	1172.5-1174.0	1.5	2.17	1.08	2.19	.002	.32
15	1294.5-1299.6	5.1	1.08	.67	24.50	.048	3.01
	1359.0-1375.6	16.6	.93	1.73	9.40	.061	1.14

John A. Greig, president of Redfern Resources Ltd., has reported assay results from the deepest holes to date on the Tulsequah chief deposit in NW B.C., at 500 feet elevation, 40 miles east of Juneau, Alaska. The project is a joint venture of Redfern 40% and Cominco Ltd. 60%, operator. The holes intersected the mineral horizon at the 3675 level approximately 1,650 feet down dip from the lowest mine workings called No.5,200 level.. These 2 holes are approximately 600 ft. apart on strike. Hole 19 intersected the mineral horizon at the 4200 level approximately 1050 ft down dip from the lowest mine level and approximately 220 ft east of hole No.13. Check assays of higher grade intervals in these holes are being run.

Hole 20 has been completed and intersected 2 narrow mineralized intervals. Assays are not yet available. This hole is the most easterly drilled this year and intersected the mineral horizon at the 4580 level approximately 680 ft down dip from the lowest mine level and approximately 140 ft east of hole No.12. Drilling is continuing.

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Results to date suggest a substantial addition to geological reserves. Prior to any 1989 drilling, a calculated reserve showed 2,400,000 tons in all categories grading 2.03% copper, 1.25% lead, 6.28% zinc, 0.075 oz.gold/ton and 2.68 oz.silver/t.

The system is expanding with depth and the individual mineral zones in the upper levels appear to be merging at depth into a larger ore zone. As a result the potential for a 10,000,000 to 15,000,000 deposit is greater than it was prior to the start of this year's drilling. It is expected the program will achieve its objective of increasing geologically indicated reserves to at least 5,000,000 tons.

The Phase I budget is being extended by at least \$500,000 to accomplish further deep drilling and a Phase II program involving further deep drilling and infill drilling will be considered.

The Tulsequah Chief mineral deposit is several ore lenses in a stratigraphically controlled polymetallic volcanogenic massive sulphide structure of the Kuroko type with good continuity.

When the Tulsequah Chief mine was in production in the period 1951 to 1957 average metallurgical recoveries were: copper 84.4%; lead 85.0%; zinc 87.3%; gold 76.5%; silver 89.9%.

As at 30Jun89, Redfern had 8,545,678 shares issued. On Sept. 23, 1989, Redfern agreed to a private

placement sale of 150,000 shares to Teck Corporation at \$3.00 each for total proceeds of \$450,000, subject to regulatory approval.

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