WESTERN CANADIA

KGKANEE EXPLORATIONS LTD. (KOO-V) BARKHOR RESOURCES INC. (BHO-V)

STAR PROJECT UPDATE - Laurence Stephenson, president of of Kokanee Explorations Ltd. and

Gerry Newcomen, president of Barkhor Resources Inc. report \$500,000 has been spent to date on exploration of the Star project 50 km southwest of Cranbrook, B.C. by Kokanee as operator. Barkhor must spend \$600,000 to earn a 50% interest. The most recent drilling has focused on the stratiform massive sulphide intersection encountered in S-90-2. This stratiform zone has now been intersected in six holes in the immediate area of Hole S-90-2, as well as encountering numerous veins of sulphides, highly altered quartzites with disseminated sulphide and tourmaline fragmentals; results below:

HOLE	INTERVAL	INTERCEPT	SILYER	LEAD	ZINC
	<u>METERS</u>	METERS	OZ/T	7	7
Strateform Mineralization:					
5-90-1*	1018.4-1024.3	5.9	0.20	1.02	1.60
S-90-2*	1145.1-1165.4	20.3	2.19	8.29	.71
5-90-3	1267.8-1271.1	3.3	.85	.95	
	1284.2-1287.5	3.3	.23	1.04	.58
S-90-6	1632.6-1636.2	2 3.6	.42	.52	
Vein Mineralization					
S-90-1*	505.3- 511.8	6.5	2.18	8.52	2.38
S-90-2*	515.1- 518.4	3.3	1.77	7.62	1.56
	669.2~ 679.2	2 10.0	2.64	8.17	.10
S-90-3	1221.8-1225.1	3.3	10.06	12.12	
S-90-6	1104.1-1105.1	1.0	.21	.28	1.51
	1360.0-1361.0	1.0	.49	.96	.71
* Reported Previously					

Intersections of the stratiform mineralization suggest the zone, intersected dipping 60 - 65 degrees east, is plunging to the north under Hole S-90-1. Kokanee reports the concentration of alteration and metal values require additional work. Negotiations with a major mining company are underway with respect to further exploration. (SEE also GCNL No.163, 23Aug90, p.3).