

NO.149(1990)
AUGUST 2, 1990

George Cross

Reliable R.

WESTERN CANADA

APEX ENERGY CORP. (APG-V)

APEX ACQUIRES 100% OF TWIN CLAIMS - J.K. Ralfs, president, reports Apex Energy Corp. has bought CONTINENTAL GOLD CORP.'s 52.2% interest in the Twin Claims for \$50,000 and now owns 100% of the property. Homestake Mining (Canada) Ltd. holds an option on the property, on which some terms have been renegotiated, including an extension of the term of the agreement to 31Dec92.

Cash payments under the agreement over a period of 2.5% years total \$170,000, which includes the \$50,000 paid to Continental Gold. Homestake can earn a 50% interest in the property by spending \$400,000 on exploration by 31Dec91 or an 80% interest by spending \$700,000 by 31Dec92. Apex cannot be diluted below a 20% joint venture interest and, at that point, has the right to convert to a 2% net proceeds of production interest.

The Twin Claims are located in the Adam's Lake area of southern B.C. adjacent to the Rea Gold property to the north and the Kamad Silver property to the west.

Geological features associated with the Samatosum Mine, the Rea Deposit and K7 lens strike onto the Twin property where up to 0.32 oz./ton gold has been intersected over a true width of 4.7 metres. Exploration expenditures of \$200,000 for 1990 have been committed by Homestake; diamond drilling will begin immediately.(SEE GCNL No.148, 1Aug90, P.3 FOR OTHER DATA)

82M 20