

NO.155(1990)
AUGUST 13, 1990

George Cross

Robb

WESTERN CANADI

HLX RESOURCES LTD. (HL-V)

COMPANY UPDATE - Frank Lang, president, reports HLX Resources Ltd. has completed its agreement with Corporacion Minera de Bolivia (Comibol) for the development of the Itos tailings deposit at Oruro, Bolivia, South America. The deposit is believed to contain up to 1,500,000 tons of silver/gold ore assaying about 8.0 oz.silver/ton and 0.025 oz.gold/ton amenable to heap leaching. HLX can earn a 100% interest subject to a royalty to Comibol. HLX has appointed German Zambrana, president, Urzam Metallurgica Ltda., La Paz, Bolivia as general manager and Christian Soux as field manager. (SEE GCNL 103, 29May90, P.2 FOR EARLIER DETAILS)

At the Wombat gold property in the Hope Bay area of the Northwest Territories, joint venture partner MORANDA INC. (NOR-V,T,M) has begun a \$120,000 diamond drill program. The Wombat showing exhibits good potential to host a significant tonnage of high grade gold mineralization. Geophysical surveys have extended the anomalous zone out into Roberts Lake west from three surface trenches which returned up to 20.5 grams gold/tonne (uncut) over 5.64 meters in No.2 trench. HLX is earning a 25% interest. (SEE GCNL No.22, 31Jan90, P.5 FOR TERMS OF ACQUISITION)

At the K.C. claims, which are adjacent to Continental Gold's Mt. Milligan deposit 30 miles west of McKenzie, B.C., preliminary exploration has located a rock sample that returned 0.36% copper and 0.4 grams gold/tonne, while a soil sample assayed 1.36 grams gold/tonne. HLX proposes a follow-up program as soon as possible.

93N General