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GOLDNEY RESOURCES INC. (GNZ-V)

PHASE I DRILLING COMPLETED - Murray Pezim, director, reports the 1990 Phase I drill program has been completed on the Todd Creek project located 28 miles northeast of Stewart, B.C. Todd Creek is a joint venture with NORANDA INC. (NOR-V,T,M) and BRENDA MINES LTD. (BND-V,T), in which Goldney has a 50% interest.

Diamond drilling concentrated on the Fall Creek zone, a major gold-in-soil geochemical anomaly about 600 feet square and open-ended along strike in both directions. An induced polarization survey done in 1988 located a number of moderate to strong IP conductors within the Fall Creek zone. Previous drilling on weaker IP targets yielded up to 0.705 oz.gold/ton over 3.3 feet. However, the IP survey was contemporaneous with drilling and at the end of the program it was determined that the strongest and most continuous IP conductors had not been drilled. Ten holes totalling 4,076 feet were drilled to test the best IP responses in the Fall Creek zone. Assay results are awaited.

In addition to diamond drilling, an airborne geophysical survey and a prospecting program are in progress. The latter is concentrating in the northern relatively unexplored portion of the property. The joint venture partners will spend a minimum of \$350,000 on the project this year. (SEE GCNL No.107, 4Jun90, P.2 FOR PREVIOUS INFORMATION)

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