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WESTERN CANADIA

GIGI RESOURCES LTD. (GIG-Y)

UPPER UNUK PROJECT UNDERWAY/ - John Ivany, president, TROPHY GOLD DRILLING STARTS reports Gigi Resources Ltd. has mobilized a

field crew to the Upper Unuk project 55 miles northwest of Stewart, B.C. Gigi has an option to earn a 50% interest from TRADEWINDS RESOURCES LTD. (TDN-V).

The Upper Unuk River project consists of the KAN 1-6 claims, centred three miles northeast of the 21 zone deposits at Eskay Creek. The KAN 1-4 and KAN 5 and 6 claims are subject to two separate complaints filed under Section 35 of the Mineral Tenure Act of B.C.

There is no record of work having been carried out on the property. Mapping by B.C. Government geologists indicate much of the property is underlain by sedimentary units of the Salmon River and Ashman formations. The Mt. Dilworth formation, which hosts the 21 zone deposits at Eskay Creek, is interpreted to cross the southeastern portion of the Upper Unuk River project.

The \$100,000 work program includes prospecting, reconnaisance mapping and geochemical sampling with grids to be made on favourable areas of the property.

Gigi has begun drilling on the Trophy gold project located in the Galore Creek area about 100 miles northwest of Stewart, B.C. Gigi can earn a 55% interest from CONTINENTAL GOLD CORP. (CNT-V; CNTVF-Nasdaq) by issuing 200,000 shares and spending \$5,500,000 on exploration over five years.

The initial drill program comprises a minimum five holes totalling 2,950 feet on the Ptarmigan zone where exploration in 1988 by Continental returned 0.156 oz.gold/ton over 185 feet from surface sampling. Drilling of the zone in 1988 returned 0.16 oz.gold/ton and 0.88 oz.silver/ton over 36.4 feet. Some 700 feet of strike length will be tested. Elsewhere on the property, exploration continues to evaluate a number of the 21 mineral occurrences identified in previous field programs. A grid has been established on the southwest corner of the property in an area of gold and copper geochemical anomalies. A second drill program is planned for both the Ptarmigan zone and other promising targets. The 1990 exploration budget is \$1,000,000. (SEE GCNL 130, 6Jul90, P.2 FOR OTHER INFORMATION

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