

MORAGA RESOURCE LTD. (MGR-Y) CREM NATURAL RESOURCES LTD. (CWT-Y)

RED DOG FIRST DRILL HOLE ASSAYS - G. D. Wright, president Crew Natural of Resources has reported drilling has started on the 100% owned Red Dog copper-gold property, located west of the Island Copper Mine on northern Vancovuer Island, B.C. Moraga Resources Ltd. is funding the program as part of its pre-option work obligations. The first hole 90-1 was completed in contact phase intrusive and has defined the northwest limit of the zone. The second hole (90-2) completed 50 meters south of the intrusive contact and within the outer shell of the mineralized zone carried copper and gold that averaged 0.18% copper and .0064 oz/ton gold from 10 to 362 feet. The 3rd and 4th holes drilled vertically within the main zone of and 300 feet

apart (E-W) returned: WIDTH COPPER MO GOLD LENGTH INTERVAL METRES % OZ/TON METRES METRES DDH RD 90-1 105.7 outside zone DDH RD 90-2 203.2 3.65-132 128.35 .18 DDH RD 90-3 (576 ft) (82-584.3 ft) .36 3.0-213 210 DDH RD 90-4 (343.8 ft)(10-353.8 ft) .30 125.3 3.7-129

These holes demonstrate the surface to depth consistency of mineralization. Moraga has committed to spend \$450,000 on the project before 30Apr91, in order to enter into an option agreement under which Moraga can earn up to a 50% working interest in the project by spending \$4,000,000. Drilling is continuing. (See Location Map in GCNL 110(90), 7June90)