

George Cross

Reliable

NO. 112(1990)
JUNE 11, 1990

KOKANEE EXPLORATIONS LTD. (KOO-V)

HOLE KV-90-38 - Vine Property -

INTERVAL FEET	LENGTH FEET	GOLD OZ/T	SILVER OZ/TON	COPPER %	LEAD %	ZINC %
1676.8-1684.6	7.8	0.036	0.30	0.15	1.41	1.53
1721.3-1724.6	3.3	.020	1.67	.07	5.38	.78
1828.9-1836.8	7.9	.0065	1.30	.08	4.95	.93
HOLE KV-90-4						
2142.4-2155.5	13.1	.036	.77	.06	2.40	.21
2160.9-2184.4	23.5	.019	1.10	.08	4.12	.19
2360.9-2367.5	6.6	.011	6.88	.17	36.2	12.16
HOLE KV-90-39						
1612.6-1615.9	3.3	.084	1.01	.104	2.98	.021
1735.6-1747.1	11.5	.07	.43	.10	1.85	.18
HOLE KV-90-40						
1231.3-1237.9	6.6	.112	.856	.09	2.355	.562
1340.9-1357.3	16.4	.103	1.056	.223	3.444	2.790

DRILLING UPDATE - Laurence Stephenson, president, Kokanee Explorations Ltd., provides an update on drilling activities in the Cranbrook area of B.C. On the Vine property, 41 holes have been completed. Under an option agreement from Cominco Ltd., Kokanee can earn a 97% net revenue interest, 100% working interest, subject to a 3% net smelter royalty, by spending \$1,000,000 on exploration by 31Dec91. Kokanee has now earned a 90% interest. (SEE GCNL No.34, 16Feb90, P.1 FOR PREVIOUS DETAILS) Of the 41 holes, 35 were drilled in a tight pattern to define the Pit and Valentine zones. Two of the most recent holes, 38 and 41, were step-outs to the west, 300 meters from section 225W, to probe the on-strike and down-dip continuity of

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the Vine structure. Both holes encountered mineralized zones and showed the zone widening to the west. No drilling has been done beyond this section to the west, which is known to host at least four km of untested structure. SEE TABLE OF ASSAYS ABOVE.

These intersections extend the known strike length to over 1,000 meters which is still open to the west and at depth. The zones are at elevations from 550 to 700 meters below surface. Holes 39 and 41 probed this deep zone between holes 41 and 38 and the Valentine zone. Drilling will continue to fill the gap between sections 200W and 500W. Drilling to the west along strike will continue on the Vine structure.

From this recent drilling, an in-house preliminary tonnage calculation has been made for the zone which has been intersected in 95% of drill holes.

Drill Indicated Proven, Prob, Poss Tonnage: 1,170,000

GRADE: GOLD SILVER COPPER LEAD ZINC GOLD

<u>OZ/T</u>	<u>OZ/TON</u>	<u>%</u>	<u>%</u>	<u>%</u>	<u>EQUIV</u>
0.07	1.17	0.13	3.76	1.07	0.25

Geological Drill Indicated Tonnage: 1,900,000

Geological Potential Tonnage: 3,000,000

Total Tonnage For All Categories 6,070,000

At the 100% owned Star property located 35 miles SW of Cranbrook, in which BARKHOR RESOURCES INC. (BHO-V) is earning a 50% interest by funding \$600,000 in exploration, the second drill hole has begun. The first hole is being sampled from 400 - 1,400 feet due to the amount of disseminated and veinlet mineralization. Hole S-90-2 is designed to confirm the strike direction of the zone. Other holes are planned to test over 1,500 feet of geophysical strike length and depth. (SEE GCNL No.81, 26Apr90, P.3 FOR PREVIOUS DETAILS)

At the 100%-owned Cash property NE of Cranbrook, weather has now permitted the continuation of drilling. Geophysical surveys, mapping and trenching are planned. (SEE GCNL No.34, 16Jan90, P.1 FOR PREVIOUS INFORMATION)

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