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George Cross

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TENAJON RESOURCES CORP. (TJS-V)

WESTMIN AGREEMENT SIGNED - Donald A. McLeod, president, reports Tenjon Resources Corp. has signed a formal agreement for WESTMIN MINES LTD. to earn a 50% interest in Tenajon's SB gold/silver property near Stewart, B.C. Westmin has completed a private placement of 200,000 Tenajon shares at \$1.00 per share and will make a \$172,500 cash payment on closing, to take place by Oct.31/90. Westmin must spend a minimum \$2,455,000 on exploration. The minimum expenditure will be increased by 75% of Tenajon's 1990 SB exploration expenses. Westmin's expenditures is expected to advance the SB property to the production stage and must include the completion of a feasibility study. Upon production, the facilities of the adjacent 2,200 ton per day Premier mill will be used for processing SB ore at a guaranteed throughput of 119,000 tons per year, at the then prevailing milling costs.

Tenajon has budgeted a \$500,000 exploration program to begin in late June which is designed to expand current reserves of 308,000 tons grading 0.505 oz.gold/ton (0.351 oz.gold/ton cut) and 1.07 oz.silver/ton, contained in two zones that are open, both along strike and to depth. Proposed exploration provides for the extension of the 800 level adit by 450 feet to the south and 10,500 feet of underground diamond drilling conducted with 33 holes to test the continuity and extensions of the deposits and four holes drilled to conduct preliminary exploration of two additionally indicated zones. (SEE GCNL No.80, 25Apr90, P.3 FOR PREVIOUS INFORMATION)

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