

NO.214(1990)  
NOVEMBER 5, 1990

*George Cross*

*Reliable K*

MORAGA RESOURCES LTD. (MGR-V)

10,000-FOOT DRILLING - Maurice J. Young, president,  
PROGRAM NOW UNDERWAY reports Moraga Resources Ltd. has  
begun a 10,000-foot in-fill  
diamond drill program on the Hushamu copper/gold/molyb-  
denum deposit on northern Vancouver Island, B.C. The  
deposit lies within the large Expo property 15 mi. NW of  
BHP-Utah's 55,000 ton per day Island Copper mine.

The drilling will focus on the perimeter of the  
deposit, with holes placed progressively outward at  
400-foot centres from the portion of the mineralized  
zone already drilled on this spacing or closer. This  
zone has been calculated to contain reserves of  
87,000,000 tons of 0.297% copper, 0.01 oz.gold/ton and  
0.023% molybdenum with a strip ratio of 0.8:1. It is  
expected the current drilling will increase this reserve.

A recently received independent engineers  
evaluation reported the resource potential of the  
Hushamu deposit at 456,000,000 tons containing 4,600,000  
ounces of gold, 2.4 billion pounds of copper and  
99,200,000 pounds of molybdenum mineable by open pit  
with an overall strip ratio of 1.3:1. (SEE GCNL No.210,  
OCT.30/90, P.1 FOR OTHER INFORMATION)

92L 240