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George Cross

Rebecca R.

LEXINGTON RESOURCES LTD. (LXN-V)

EXPLORATION UNDERWAY - A.Murray Sinclair, director,
Lexington Resources Ltd., reports exploration is underway at the Nickel Mountain property located seven miles west of the Prime/Stikine Eskay Creek discovery about 60 miles northwest of Stewart, B.C. Lexington can earn a 47.5% interest by spending \$2,500,000 on exploration, paying \$100,000 and issuing 200,000 shares over four years to SILVER STANDARD RESOURCES INC. (SSO-V), the operator.

Lexington is funding the initial phase of exploration budgeted at \$200,000. Initial exploration will include prospecting of known gold/copper veins to be followed by ground magnetic and electromagnetic surveys which will be used to locate two pronounced airborne magnetic anomalies identified in 1988. These anomalies are located south of the known nickel/copper mineralization. Drilling of the anomalies should begin late October. To date, a drill-indicated reserve of 3,000,000 tons grading 0.8% nickel and 0.7% copper has been outlined. (SEE GCNL No.180, 18Sep90, P.7 FOR OTHER PROJECT INFORMATION)

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