

KOKANEE EXPLORATIONS LTD. (KOO-V)

HOLE NO.	SECTION	GRID	DIP DEG.	INTERVAL FEET	LENGTH FEET	ZINC %
L-90-1	2050	North	-70	231.0 - 268.4	37.4	3.07
Incl.				242.8 - 268.4	25.6	4.32
Incl.				257.2 - 265.8	8.6	10.20
And				362.5 - 395.5	33.0	1.64
Incl.				367.4 - 383.9	16.5	2.44
Incl.				367.4 - 372.4	5.0	3.84
Incl.				377.3 - 383.9	6.6	3.03

LEG PROPERTY - Laurence Stephenson, president, reports DRILL RESULTS Kokanee Explorations Ltd. has received assays for the first drill hole on the 13-claim, 85-unit Leg property located 12 km north of Creston, B.C. See table above. Kokanee can earn a 50% interest from LEGION RESOURCES LTD. (LGN-V) by spending \$500,000 on exploration by 31Jul92 and subscribing to a private placement of 200,000 Legion units at 60¢ each comprising one share and one warrant good for one year at \$1.00. Kokanee has also staked 27 claims of 103 units adjacent to the property which is included in the agreement.

Drill hole L-90-1 was drilled to test the 800-meter long induced polarization zone that previous work identified associated with massive zinc mineralization.

Kokanee signed an option agreement to earn a 100% interest in the 5-claim Price property located in the Perry Creek area 20 km west of Cranbrook, B.C., subject to a capped 1% net smelter return royalty, by issuing 50,000 shares & spending \$200,000 on exploration by 1993.

The Price property is underlain by gently rolling terrain, ranging in elevations between 4,500 and 5,000 feet with the claims accessible by good year-round logging roads. The property covers a large quartz vein which contains visible free gold with minor values of lead and silver. The gold-bearing quartz vein is hosted by strongly sheared Precambrian sediments and occurs in or adjacent to the large regional Perry Creek fault. Previous work partly exposed the vein for 35 meters, dipping steeply west and striking northeast. The vein at surface appears to have a true width of six meters.

In preliminary work, Kokanee took 26 chip samples across the mineralized quartz vein which gave a numerical average of 0.486 oz.gold/ton. At the north end of the pit, 10 chip samples of mineralized quartz averaged 1.033 oz.gold/ton ranging up to 6.0 oz.gold/ton over 6.0 meters true width. The Price gold vein has not been tested at depth or along strike & the only outcrop on the property exists in the old trench. To further evaluate the vein, Kokanee proposes a program of trenching, geophysics, geochemistry and diamond drilling to start immediately.

82FSE
General