NO.184(1990) SEPTEMBER 24, 1990 George Cross
Reliable K

WESTERN CANADIA

ROYAL SCOT RESOURCES LTD. (RST-V)

DRILLING UNDERWAY - Donald A. McLeod, president, reports a 2,500-foot, six-hole diamond drilling program has begun at Royal Scot Resources Ltd.'s Summit Lake property located 20 miles north of Stewart, B.C. A summer exploration program comprised mapping, sampling and EM and magnetometer geophysical surveys identified several drill targets, both surface and underground. The surface drill program is testing three areas where geophysical anomalies appear to be associated with gold in pyrrhotite and pyrite mineralization. Underground drilling will test down dip extensions of the Main zone. The Summit Lake property is Royal Scot's former gold producer, & at the suspension of operations, mineable reserves in place were 132,000 tons grading 0.56 oz.gold/ton, fully cut and diluted. Exploration now underway and planned is designed to locate additional reserves for possible resumption of production.

GCNL No.132, 10Jul90, P.5 FINANCIAL INFORMATION)

104B 34