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PRIME RESOURCES GROUP INC. (PRU-V)

STIKINE RESOURCES LTD. (SKZ-V)

FURTHER ESKAY CREEK ASSAYS - Peter Steen, director,
reports Prime Resources

Group Inc. and 50/50 joint venture partner Stikine Resources Ltd. have received more assays from an exploration crosscut on the 830-meter level at the Eskay Creek project located about 60 miles northwest of Stewart, B.C. The crosscut was driven through the Main Contact ore lens of the 21B deposit, approximately on section 5+25N, ground that is entirely controlled by Prime/Stikine. Systematic chip sampling along the walls returned the following at a cut-off of 0.25 oz.gold/ton:

<u>LOCATION</u>	<u>HORIZONTAL INTERVAL (meters)</u>			<u>GOLD</u> <u>OZ/T</u>	<u>SILVER</u> <u>OZ/TON</u>
	<u>FROM</u>	<u>TO</u>	<u>DISTANCE</u>		
West Wall	24	35	11	3.36	86.5
East Wall	25	36	11	7.41	97.1
Average			11	5.39	91.8

The east wall was strongly influenced by a high grade interval of one meter grading 33.11 oz.gold/ton. Cutting this interval to 10.00 oz.gold/ton reduces the east wall average gold grade to 5.31 oz.gold/ton and the average of both walls to 4.34 oz.gold/ton. The latter value confirms assay results obtained from this sector by diamond drilling from surface. Advance of the decline is being suspended for about 30 days while a program of underground in-fill drilling is underway. (SEE GCNL No.190, OCT.1/90, P.1 FOR RELATED INFORMATION)

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