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APEX ENERGY CORP. (APG-V)

DRILLING CONTINUES - J.K.Ralfs, president, reports Apex Energy Corp. has completed two diamond drill holes on the 100%-owned Twin claims near Barriere in the Adams Plateau area, northeast of Kamloops, B.C. A third hole is underway. Operator Homestake Mining Co. has an option to earn an 80% interest in the property by spending \$700,000 by 3Dec92, whereupon Apex may convert its interest to 20% net proceeds of production. The holes were targeted on the Rea zone. A minimum 200 meters of the favourable Rea stratigraphy was intersected in the two holes, which were drilled to a depth of about 1,000 meters. Some sulphides were encountered, but so far grades have been sub-economic. The first two holes also intersected the Silver Zone stratigraphy, which on the adjacent Rea Gold property hosts the producing Samatsum mine. Gold/ lead/ zinc mineralization was intersected which included values averaging 0.81 grams gold/tonne 7.6 meters, including 9.46 grams gold/tonne over 0.2 meters. Subsequent down-hole pulse EM geophysics in the first hole indicated a strong conductor in the Silver Zone stratigraphy. This will be the target of the next hole to be drilled in a few days.

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