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WESTERN CANADIAN INVESTM

**KRL RESOURCES CORP. (KRO-V)**

**DRILLING UNDERWAY - D.E.McRae, director, reports KRL Resources Corp. has begun diamond drilling on its 100%-owned MM100 precious/base metals project located eight km north of Stewart, B.C. Extensive surface sampling in 1990 and since mid-June/91**

has returned high grade gold and base metal values over significant widths. Numerous targets have been identified by UTEM and YLF magnetometer surveys and geochemical sampling. The first phase drilling contract is for ,000 meters. Among the targets is a newly discovered structure of strong hydrothermal alteration called the Hill Top zone which has been traced for a length of 700 meters and widths up to 400 meters. Preliminary surface sampling yielded values up to 0.294 oz.gold/ton and 4.6 oz.silver/ton. Exploration director John Watkins, M.Sc., suggests the Hill Top zone has potential for a large tonnage, low grade open pit mine.

A second key target is the 518 zone, which is located about one half km west of the Hill Top. Extensive surface sampling returned many values in the 6-21 grams gold/tonne range from quartz veins.

The MM100 claim group has been extended in 1991 by staking and acquisition and now encompasses 42 units and 2-post claims. Highway 37A crosses the property. **GOLDBELT RESOURCES LTD.** (GDB-V) holds about 33% of KRL's 6,762,121 outstanding shares. (SEE GCNL No.133, 11Jul91, P.3 FOR PREVIOUS INFORMATION)

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