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## CHENI GOLD MINES INC. (CZG-Y,T,M)

Cold Mines Inc., reports during the fourth quarter ended 31Dec89, 45,472 tons of ore grading 0.32 oz.gold/ton and 8.23 oz.silver/ton were processed at the Lawyers mine located in the Toodogqone gold camp. 250 km north of Smithers. B.C. resulting in metal production of 14,425 ounces of gold and 294,730 ounces of silver. The company poured the first gold/silver bullion on 8Jan89 and began commercial production on 1Mar89.

Production for the 10 months of commercial operations since March 1 amounted to 45,500 ounces of gold and 878,000 ounces of silver derived from 154,960 tons of ore averaging 0.32 oz.gold and and 7.24 oz.silver/ton.

During the months of Jan. and Feb/89, prior to the start of commercial production, 3,045 oz. gold and 57,457 oz. silver were produced. Revenue derived from this production was credited to deferred preproduction costs. Forecast production for 1990 is 55,000 oz. gold and 1,200,000 oz. silver. (SEE GCNL No. 225, 23Nov89, F.1 FOR PROJECT REVIEW)

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