

HABSBURG RESOURCES INC. (HAB-V)

DOME MOUNTAIN UPDATE - Stafford Kelley, president,
PRODUCTION FUNDING Habsburg Resources Inc., formerly
Teeshin Resources Ltd., provides
an update on the Dome Mountain gold/silver project
located 23 miles southeast of Smithers, B.C. In Jan.
1991, the company completed an agreement for Timmins
Nickel Inc. to provide to bring the property to
production at 300 tons per day. The ore will be custom
milled at the Equity Silver mill near Houston, B.C.
Habsburg will receive 20% of the revenue from the first
325,000 tons mined and 40% thereafter but will not
participate in operating costs until production has
reached 250 tons per day for 30 consecutive days.
Development work is to start in July.

Habsburg has forecast production of 108,000 tons in
1992, from which recovery is expected to be 34,560 oz.
gold, for the company's shares of gross revenue of
\$3,074,020 and an operating profit of \$1,216,580.
Habsburg currently has 3,942,933 shares issued.

The mineralized zone has been intersected by over
300 diamond drill holes and was explored underground in
1987 by adit, drifting and raising within the
mineralization. In 1988 additional underground
drilling, induced polarization surveys, surface drilling
and a feasibility study were completed and defined
325,000 minable tons grading 0.355 ounces gold and 2.35
oz. silver/ton. Further I.P. surveys and diamond
drilling in 1989 and 1990 have confirmed the zone is
open to the east and to depth. I.P. anomalies trace the
easterly extension for 1800 feet before being masked by
the sedimentary contact and preliminary drilling in the
first 1150 feet encountered ore grade intersections.
The remaining 650 feet of the I.P. anomaly is yet to be
drilled. In December 1990 sufficient drill holes
intersected the eastern extension for the first 500 feet
and enabled 100,000 geological tons with an undiluted

grade of 0.56 oz. gold/ton to be added to the ore
reserves. At a production rate of 300 tons per day the
boulder zone is now projected to have reserves in excess
of five years with potential for up to 1,000,000 tons.
The structural integrity of the shear zone hosting the
ore indicated that similar ore zones are likely to
repeat to depth. Two parallel shear structures
immediately to the south of the boulder shear zone have
similar geological signatures with the one farthest
south containing 20,000 drill indicated tons developed
by Noranda in 1985 grading 0.68 oz. gold per ton. I.P.
anomalies indicate this zone, called the Forks deposit,
also extends to the east but is yet to be drill tested.
The company retains over 25,000 acres of contiguous
mineral claims hosting in excess of 40 additional gold
showings, old workings, geochemical and geophysical
anomalies which hold potential for the development of
numerous precious metal deposits.

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