

NO.117(1991)
JUNE 18, 1991

George Cross News

Reliable Reporting

DIGGER RESOURCES INC. (DIG-V)

EXPLORATION UNDERWAY - Bill Scott, director, Digger Resources Inc., reports exploration is underway at the Chuchi Lake project 20 miles NW of the Mt. Milligan project in central B.C. The Chuchi Lake project is a 50/50 joint venture with BP Resources Canada as operator.

The 1991 work program, budgeted at \$1,200,000, will include 20,000 to 25,000 feet of diamond drilling, an additional 130 line/km of line cutting and another 110 line/km of induced polarization and resistivity surveys.

In March/April some 70 km of line cutting and geophysical surveys identified two anomalies. One is 1.5 by 3 km in size with supportive rock and soil sample results and has been targeted for drilling starting in July. A detailed soil sampling program and geological mapping are currently underway. The second anomaly is some 1.5 by 2.5 km in size and is supported by reconnaissance sampling exhibiting high gold values in soils. A detailed soil sampling program and follow-up IP/resistivity survey are planned to start immediately to be followed by drilling.

The main focus of initial drilling will be in the Chuchi Lake area extending the trend outlined by hole 37 which cut 207.8 meters grading 0.22% copper and 0.12 oz. gold/ton. Hole 37 was testing an unclosed extension of the Chuchi porphyry system to the northeast. The zone remains open to the northeast and east. (SEE GCNL No.60, 26Mar91, P.3 FOR PREVIOUS INFORMATION)

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