

NO.58(1991)
MARCH 22, 1991

George Cross News
"Reliable Reporting"

CANDELA RESOURCES LTD. (CDD-V)

TAKLA LANDING EARN-IN - Murray Pezim, chairman, reports

Candela Resources has agreed to earn a 60% interest from EASTFIELD RESOURCES LTD. (ETF-V) in the Swan property located 20 miles east of Takla Landing in central B.C. by paying \$300,000, issuing 100,000 shares and spending \$3,000,000 on exploration by 1Mar96, subject to regulatory approval. The property, comprising 166 units, is under option to Eastfield from W. Halleran, who retains a 2% net smelter royalty.

Drilling in the 1960's/70's indicated a large mineralized porphyry system with a reserve of 36,000,000 tons of 0.2% copper. Gold assays were not done, but surface sampling returned widespread anomalous gold values up to 0.03 oz/ton. The claim group is situated in the Quesnel Trough and is underlain by Takla Group metasediments intruded by the Hogen Batholith. IP surveys suggest the known mineralized zone remains open to the west over a strike length of one km. An initial work program this summer will attempt to better define drill targets for testing later in the year. The budget will be at least \$250,000. (SEE GCNL No.41, 27Feb91, P.4 FOR OTHER PROJECT INFORMATION)

93N General