

EL CONDOR RESOURCES LTD. (ECN-V)

ST. PHILIPS RESOURCES INC. (SPP-V)

KEMESS RESERVES INCREASE - Robert G. Hunter, chairman,

El Condor Resources reports new assay results for diamond drill holes from its program at the Kemess gold/copper project located in the South Toodoggone region about 200 miles north of Smithers, B.C. Results released are all from the Kemess South portion of the project which is an El Condor, 60%/ St. Philips Resources, 40% joint venture. El Condor is project operator. St. Philips' financial obligations are being funded by RIO ALGOM LTD. If all options are exercised, Rio Algom will invest \$10,650,000 over two years to acquire about 51% of St. Philips shares. The new results have significantly expanded the tonnage of the Kemess South deposit.

Drilling focused on the westward extension of the Kemess South deposit where continuous, gold and copper values have been intersected. Ten wide spaced drill holes in the western segment of the deposit returned an average grade of 0.87% copper equivalent over 359 feet and are listed overleaf page 1.

The Kemess South deposit is a near-surface, blanket shaped gold/copper deposit currently measuring some 3,000 feet east-west, 2,000 feet north-south and averaging 295 feet thick. The deposit is open to extension. Complete Kemess South drill hole results from the current and on-going drill program are also listed overleaf. The results confirm an ideal grade and deposit geometry for large scale, low cost, open pit mine development.

Four exploratory holes (91-64 to 91-67) drilled some 1,500 feet east of the Kemess South deposit intersect no significant values.

On-going, wide spaced step-out drilling is continuing and is expanding gold/copper reserves at the Kemess South deposit and at the 100% El Condor-owned Kemess North deposit. Surface exploration throughout the 53 square mile Kemess property has now defined several additional mineralized targets of deposit making potential. Drill sites are presently being prepared at these new areas. Tomorrow's newsletter will carry a drilling plan and cross section. (SEE GCNL No.179, 18Sep91, P.2 FOR PREVIOUS PROJECT INFORMATION)

94E 21