

BETHLEHEM RESOURCES CORPORATION (BTH-T,V)  
GOLDNEV RESOURCES INC. (GNZ-V)

	Tonnes Milled	Copper Recovered (pounds)	Copper Recovery (%)	Copper Grade (%)	Net Mine Oper. Prof. (\$Cdn.)
May	25,793	1,542,060	86.16	3.14	N/A**
June	33,341	2,722,992	89.70	4.13	\$ 157,860
July	36,165	2,931,615	89.91	4.09	310,082
Aug.	35,102	2,829,770	90.28	4.05	289,775*
Sept.	33,304	2,749,586	91.56	4.09	181,793*
Oct.	35,711	2,712,785	91.96	3.75	579,514*
Nov.	<u>38,116</u>	<u>2,986,781</u>	94.34	<u>3.77</u>	<u>704,885*</u>
	237,532	18,475,589		3.88	\$2,223,909

\*\* Operating costs and revenues capitalized in May 1991.

\* Operating profit pending final settlement of concentrate sales.

Bethlehem 50%, operator and Goldnev 50%, joint venture have provided the above statistics from the Goldstream copper mine, 60 km north of Revelstoke, B.C. Prime Equities International Corporation owns 86.7% of the outstanding shares of Goldnev. Funding for reactivation and operation of the mine and its milling facility was provided by Nippon Mining Co., Ltd. and Sumitomo Corporation.

Milling of Goldstream ore began on 2May91, with commercial production beginning June 1,1991. To the end of November, approximately 18,746,000 pounds of copper in concentrates have been shipped to Nippon's smelter in Japan. From June 1 to November 30, the Goldstream Mine operating profit totalled over \$2,200,000.

The net mine operating profit is used by the joint venture partners to pay down the \$6,250,000 loan and to fund capital expenditures for deep mine development.

The Goldstream deposit comprises a gently dipping massive copper-zinc orebody. Preproduction mineable reserves were calculated to be 2,050,000 short tons averaging 4.81% copper and 3.06% zinc, sufficient for a

five year mine life. Drilling early in 1991 traced the deposit to further depths, adding reserves.

Currently, installation of an eight-foot column cell for the copper circuit is underway in the recovery plant. This is expected not only to improve the copper concentrate grade from an average of 24% up to 26%, while maintaining copper recovery at about 93%, but will free up two 48 inch column cells for zinc production. Although zinc is not yet recovered, a smelting contract has been signed with Cominco Ltd., and zinc recovery is expected to begin by March 31, 1992.

Goldnev and Bethlehem have also entered into an agreement with Columbia Gold Mines Ltd. Gold ore from the latter company's Tillicum Mountain property, 150 miles south of Goldstream, is being custom-milled at Goldstream, with the first ore shipment being fed to the mill on November 30.

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