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George Cross News Letter

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NO. 241 (1993)
DECEMBER 16, 1993

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TASEKO MINES LTD. [TKO-V;TKOCF-NASDAQ]

COMINCO LTD. [CLT-V,T,M]

RIGHT TO BUY COMINCO'S FISH - Lake Interest Acquired - Robert A. Dickinson, president, reports Taseko Mines Ltd. has

acquired the exclusive right to purchase all of Cominco Ltd.'s residual interest in the Fish Lake property, 150 miles west of Williams Lake, B.C. Taseko will acquire the balance of a 100% interest by paying Cominco \$20,000,000 by 31May95. Cominco will also retain a 5% net proceeds from production interest in the property until it receives a maximum of \$5,000,000. This agreement strengthens Taseko's position in negotiations with major mine operators expected to be held when project engineering and permitting reaches an advanced stage. The new agreement amends the earlier arrangement with Cominco and is considered more favourable to Taseko as the requirement to pay Cominco up to \$48,000,000 for its residual interest in the property in certain events has been deleted and there is no requirement for the company to effect a takeover or sale of the property by a specific deadline. Under the terms of the new agreement, Taseko will pay Cominco \$2,000,000 from working capital and, to provide for payment of the \$18,000,000 balance, will issue to Cominco 1,636,364 treasury shares. During the option period up to 18 months, Taseko will exclusively direct the resale of the shares issued to Cominco. When proceeds from placement of these shares reaches \$18,000,000 any remaining shares held by Cominco will be valued at market price and be applied to reduce Cominco's net proceeds from production interest. Should proceeds from the resale of the shares held by Cominco be less than \$18,000,000 over the 18 months, Taseko can terminate the agreement (and thereby retain a carried 20% NPI), pay the difference in cash or issue more shares so \$18,000,000 is received by Cominco by 31May95.

The Fish Lake deposit hosts a mineral resource containing 14.8 million ounces of gold and 5.6 billion pounds of copper. Taseko recently awarded Kilborn Engineering a contract to complete a detailed pre-feasibility study. Upon completion in the first quarter of 1994, management will begin introduction of the project to senior mining companies interested in bringing the project to production.

After making the \$2,000,000 cash payment and share issuance to Cominco, Taseko will have working capital of \$4,000,000 and 12,338,238 shares outstanding on a fully diluted basis. (SEE GCNL NO.178, 16Sept93, O/L P.1 FOR PREVIOUS PROJECT DETAILS)

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