NO.38(1993) FEBRUARY 24, 1993

George Cross News Letter LOLLLOLL . I.

LANG BAY RESOURCES LTD. (LNB-V)

PAPER MILL TRIAL PROCEEDING - Lauch F. Farris, president, Lang Bay Resources has reported MacMillan Bloedel Ltd. has confirmed its decision to carry out a paper mill trial at its Powell River, B.C. division using about 40 tonnes of Lang Bay's <u>newsprint grade kaolin</u>, known as LBK-60. The trial follows Mac Bloedel's laboratory evaluation of a LBK-60 sample. As a second step to evaluating the effectiveness and economics of LBK-60 as an opacifying agent and fibre replacement, Mac Bloedel will carry out a mill trial using a newsprint paper machine for one to two days. This is the second paper mill trial from which Lang Bay has received a commitment; the first one being from Fletcher Challenge, Campbell River, B.C.

Lang Bay will be carrying out test mining as part of a bulk sampling program at its mineral claims near Powell River this spring. A pilot mill will also be erected and at least 2,000 tonnes of raw kaolin will be processed for both paper making and other market trials. All environmental permits have been issued. The company is in discussions with a number of investment firms considering a private placement/ public offering to raise \$1,000,000 to fund the program.

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