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NO. 194 (1996) OCTOBER 7, 1996

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BARKHOR RESOURCES INC. [BHO-V] 25,400,238 SHS. CHAPLEAU RESOURCES LTD.

[CHI-V] 25,690,591 SHS.

FORS PROJECT FARMED OUT - Gerald Newcomen, president, reports Barkhor Resources

Inc. has entered an option agreement on its 50% owned Forsproperty near Cranbrook, BC. Citation Resources will earn a 70% interest in the property from Chapleau Resources Ltd. and Barkhor Resources by paying the vendors \$750,000 cash and spending \$2,000,000 on exploration.

The Fors claims are underlain by rocks of the Aldridge Formation, including the favourable Lower Aldridge-Middle Aldridge contact and time horizon which hosts the Sullivan deposit. Since 1967, in excess of \$1,000,000 has been spent on the Fors claims by Cominco Ltd., Placer Dome Inc., the vendors and Consolidated Ramrod, outlining discontinuous stratiform sulphide mineralization, vein mineralization, footwall alteration, gabbro dykes and sills and a tourmaline breccia feeder pipe, geological characteristics substantially similar to the Sullivan deposit. The favoured location for development of a large breccia pipe feeder system and attendant stratiform deposit is within the Cranbrook Graben adjacent to a projected flexure (geological "hinge") in the Gabbro arch intrusive complex. These structural conditions are developed to the northwest of the existing zone of mineralization and alteration.

An exploration program consisting of a controlled source audio magnetometer geophysical survey and diamond drilling is underway on the property. The CSAMT survey is to better define the geometry of the Cranbrook Graben and possibly detect mineralization directly at depths in the order of 400 metres. Citation expects to complete 3,000 metres of diamond drilling by February 28, 1997.

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