

INTERNATIONAL JAGUAR EQUITIES INC.

[JAG-V] 8,590,944 SHS.

PELLAIRE PROJECT REVIEW - D. Cameron Stretch, director,
International Jaguar Equities
Inc., provides update on its 100% owned Pellaire Gold property
located 120 miles north of Vancouver in the Taseko Lakes area, BC.

Mineralization consists of gold and silver values within a series
of northeast-striking quartz veins. At least nine quartz veins have
been identified to date. Of these, five principal veins are well
defined, four of which have been found to contain potential
economic values. In general, the veins appear to have sub-parallel
strikes, from 20 to 500 feet apart. The somewhat differing strikes
and dips of these veins suggest the No.2 vein intersects No.3 vein
and the No.3 vein intersects with No.4 vein.

920 45

In the preliminary property evaluation report of April 1996 by
consultants Ash and Associates, high-grade gold mineralization
("shipping grade" grading 0.7 oz/ton or better) was projected for a
strike length of 45 feet and above the mid-horizon between the upper
(744) and lower (731) levels. Therefore, during the 1996 field
season, an ore-pass/ventilation raise was driven from the lower level
to the mid-horizon and a sub-cross-cut was developed on the mid-
horizon. The cross-cut intersected 0.2 oz.gold/ton over a four foot
width where it intersected the No.4 vein. However, a new,
unexpected vein was also encountered at the end of the cross-cut,
some 10 feet into the hanging wall of the No.4 vein, which assayed
0.24 oz.gold/ton over 2.5 to 3.0 feet.

Six parallel raises, each about 60 feet long and from 17 to 19
feet apart have been driven up-dip along the No.4 vein.

- The first raise was driven to the southwest of a major fault but failed to encounter the vein except within the top 10 feet.
- The second raise was driven entirely on the vein and immediately northeast of the offsetting fault and returned an average grade of 0.89 oz.gold/ton over an average width of 4.5 feet.
- The third raise, collared 17.5 feet northeast of the previous one, returned a grade of 0.82 oz.gold/ton over an average width of 4.2 feet. The sub-drift assays, measured from the northeast rib of the third raise, were as follows:

DISTANCE FEET	GOLD OZ/T	WIDTH FEET
0	TRACE	2.0
14	0.15	1.67
19.5	.46	2.67
26	2.05	3.0
32	1.68	3.08
38	2.30	4.5
55	1.20	4.0

- The fourth raise, collared 18 feet northeast of the third raise, returned an average grade of 1.58 oz.gold/ton over an average width of 3.7 feet.
- The fifth raise, collared 18 feet northeast of the fourth, returned a grade of 1.76 oz.gold/ton, over an average width of 4.5 feet.
- The sixth raise, collared 19 feet northeast of the fifth, averaged a grade of 1.20 oz.gold/ton over an average width of 6.0 feet, including the first 34 feet, which averaged 1.80 oz.gold/ton over an average width of 5.7 feet.

The original projection of a 45-foot strike length has now
expanded to a minimum length of 75 feet. The grade has increased in
a north-easterly direction and the ore-grade values are open along
strike and down-dip. The company intends to continue this drift.

Due to the favourable assay results obtained in stope
development, as compared to lower assays encountered in sampling
by previous operators in the drift immediately above these raises, a
40-foot section of the upper drift was re-sampled and assayed. For
this section, the average sample width was close (5.95 ft in the
1980s vs. 6.06 ft in the current sampling). The assays, however,
were markedly different. The average grade of this section returned
0.62 oz.gold/ton by the 1980s sampling vs. 1.17 oz.gold/ton in the
latest sampling. It is possible powdery, high-grade material was not
sampled by the earlier sampler, since significant quantities had
sloughed from open slots in the vein. The 1996 sampling more
closely compares with the results of the raise sampling. Therefore,
other portions of the mine which exhibit ore-grade or near ore-grade
mineralization warrant re-sampling.

A 32-foot raise was also driven above the upper (744) level, as
an extension to the fifth sub-drift raise. The raise averaged 4.5

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