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NO. 18 (1998)
JANUARY 27, 1998

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SNOWFIELD RESOURCES LTD.

[SNO-V] 4,178,971 SHS.

SNOWFIELD RESOURCES NOW TRADING - Robert T. Paterson, president, Snowfield Resources Ltd., reports its shares were posted and called for trading on VSE on 7Jan98, following an initial primary offering sponsored by Union Securities Ltd. Gross proceeds received for the IPO (390,000 flow-through shares at 55¢/share and 910,000 units at 50¢/unit) were \$669,500. Each unit is one share and one Series A warrant good to buy one share, exercisable into shares at 50¢/share for one year. Snowfield's warrant trading symbol is "SNO.WT.A".

Snowfield has scheduled a \$215,000 Stage I program consisting of a 1,000 metre, up to 12 holes, diamond drilling program, stream sediment sampling and further prospecting to be undertaken on the Snow property, consisting of nine claims totalling 129 metric units covering about 3,225 hectares (7,969 acres) situated between the Taylor and Kennedy Rivers, about 45 km west of Port Alberni, central Vancouver Island, BC. Stage I exploration will start as soon as snow conditions permit, expected by late February or early March.

Snowfield has held an option interest in the Snow property since 1987 and, prior to listing on the VSE, had completed a total of \$264,231 of exploration and development work on the property. Exploration work undertaken on the Snow property has been documented in various technical reports prepared by the company's independent geological consultant, Peter Christopher & Associates Inc. The following data is excerpted from Snowfield's Prospectus dated 27Oct97 and a report by Peter Christopher & Associates Inc., dated 25Jul96, as prepared by Peter A. Christopher, Ph.D., P.Eng., and Talis E. Kalnins, P.Eng.

"No record of previous exploration or mining work exists for the area of the Snow property prior to staking in 1986 to cover a high grade gold showing exposed in a logging road cut. Prospecting, trenching and sampling were carried out in 1986 with select samples from the Main Showing assays of up to several ounces of gold per ton. In 1987, a two phase exploration program included establishment of 17 km of grid lines, collection and analysis of 620 soil and 67 rock samples, trenching a total of 247 metres at nine locations, EM-VLF and MAG surveys over the grid and NQ core drilling of a total of 494 feet in three holes directed to intersect the Main Showing from the northeast. A summary of significant intersections are listed in the top table OVERLEAF P.1.

In the first phase of soil sampling, gold value of up to 9,530 ppb were obtained. In the second phase, anomalous gold in soil values of up to 810 ppb were obtained. The highest values of gold were obtained along strike southeast of the Main Showing. Anomalous lead, zinc and copper values in soil generally correlate with anomalous gold values. Trenching and stripping indicated that faulting continued after vein emplacement and resulted in a complex pattern of mineralization.

In 1992, the company conducted a geological and geochemical assessment program on the Snow property. The program included additional soil sampling and geological mapping along new logging roads and grid areas. Gold values in soil of up to 2,060 ppb were obtained. The 2,060 ppb gold value was taken from the same area from which three other individual samples (PCS-2, SJR-18 and SJR-19) were obtained which contained 5.654 oz. gold/ton, 138,000 ppb gold (4.437 oz/ton) and 17,200 ppb gold (0.055 oz/ton), respectively. The soil sample contained slightly anomalous silver content of 1.6 ppm but one sample (PCS-2) contained 655.0 ppm silver and another (SJR-18) which was reflected in a 943 ppm lead value at the sample site. A soil value of 1,090 ppb gold was obtained near another sample (PCS-1) which contained 0.400 oz. gold/ton over 40 cm. Lead values appear to be closely associated with strong gold response.

Gold mineralization on the Snow property is associated with pyrite, galena, chalcopyrite and sphalerite in quartz or quartz-carbonate veins. Vein textures are indicative of open space filling. A petrographic study indicated the presence of carbonate and epidote with the quartz gangue and native gold as thread-like veinlets and inclusions in chalcopyrite and galena.

The best chip sample by P.A. Christopher in 1987, obtained over 4.5 feet at the Main Showing, assayed 1.570 oz. gold/ton and 1.12 oz. silver/ton and was part of a 10.3 foot section which averaged 0.76 oz. gold/ton and 0.65 oz. silver/ton. A select sample from the Creek Showing assayed 2.480 oz. gold/ton and 4.12 oz. silver/ton which supports earlier grab samples which assayed up to 2.72 oz. gold/ton and 5.16 oz. silver/ton. The best chip sample (58436) obtained from the Creek Showing by P.A. Christopher assayed 0.293 oz. gold/ton and 0.99 oz. silver/ton over 30 cm.

The 1992 sampling program demonstrated a strike length of over 100 metres for the Creek Showing and 300 metres for the Main Showing mineralized zones. Channel samples taken from the two mineralized zones returned 1.9 to 5.65 oz. gold/ton over narrow widths of 2 to 12 centimetres. The higher grade gold values obtained from these showing provide encouragement for locating small or moderate tonnage high grade gold deposits." A summary of 1996 samples are listed in the lower overleaf P.1.

In the conclusion and recommendations section of the 25Jul96 report by Peter Christopher & Associates Inc. state: "High grade assays of up to 5.654 oz. gold/ton across 10 cm widths and averages of 0.410 oz/ton to 0.76 oz/ton across 3 metres continue to provide encouragement for locating a high-grade precious metal deposit. Quartz veins in fracture zones containing anomalous values of gold, copper, and lead have been recently uncovered about five km northwest of the main discovery zone. Continued exploration on the Snow property is warranted, and a success contingent two stage drilling program is recommended. In conjunction with the drilling program, stream sediment sampling and prospecting should be extended to cover Snow 3 to Snow 6 and 7D No.1 claims northwesterly of the main discovery zone.

A stage I, 1,000-metre drilling program is estimated to cost \$215,000, and a success contingent Stage II drilling program is estimated to cost \$310,000. Snowfield has contracted Nicola Diamond Drilling to undertake the 1,000 metre drilling program to start immediately after snow conditions allow access to the property, expected during late February or early March, 1998.

Effective immediately, David G. Bailey, Ph.D., P. Geo., F. Aus. I. M. M., has been appointed vice-president of exploration. Dr. Bailey was appointed a director of Snowfield on 28Feb96. (SEE GCNL NO.8, 13Jan98, P.8 FOR PREVIOUS CORPORATE DATA)

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SNOWFIELD RESOURCES LTD.
SNOW PROPERTY
45 KM WEST OF PORT ALBERNI,
VANCOUVER ISLAND, BC

NO. 18 (1998)
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DDH	INTERVAL	LENGTH	COPPER %	LEAD %	ZINC %	SILVER OZ/T	GOLD OZ/T	REF#
87-1	15.07-15.63	0.56m			1.95	0.25	0.170	58570
	20.43-21.35	0.92m			6.56	0.41	0.070	58577
87-2	37.74-38.20	0.56m	0.13	0.37	1.32	0.72	0.260	58585
87-3	59.65-60.27	0.62m		3.60	2.78	2.04	1.120	58590
	60.27-61.79	1.52m		7.58	4.58	5.25	0.166	58591
AVE	59.65-61.79	2.14m		6.43	4.06	4.32	0.442	

A summary of 1996 samples by Mr. Kalnins is shown in the table below:

NO.	TYPE	WIDTH	COPPER (PPM)	LEAD (PPM)	ZINC (PPM)	SILVER (PPM)	GOLD (OZ/T)	COMMENTS
E138801	chip composite	3m	1617	11372	24170	20.0	0.410	Fract. rocks pyrite, quartz, galena, sphalerite.
E138802	select grab		190	3833	11100	2.2	0.011	Pyrite zone, quartz
E138803	select grab		542	4569	13361	6.4	0.060	Pyrite zone, quartz
E138804	chip composite	30 cm	2083	5705	40873	68.4	0.639	Pyrite, quartz, galena
E138805	chip composite	30 cm	2783	27857	30406	36.1	0.402	Pyrite, Pyrite, galena, carbonate
E138806	chip composite	30 cm	1709	10318	22137	66.0	1.250	Pyrite, galena, quartz
"re-run"	chip composite	30 cm	1637	9637	21945	51.0	1.295	Pyrite, galena, quartz
E138807	select grab		313	201	160	0.5	0.002	Quartz v strike 145 2m
E138808	chip composite	3m	769	200	88	1.0	0.019	Quartz, pyrite, malachite strike 125 3m wide zone