

N MINEK 21 XPR-78
**Consolidated Silver
 looks at B.C. gold bet**

VANCOUVER.—Work started 10 days ago on the first phase of a recommended two-phase program on the Red Dog gold prospect of Consolidated Silver Ridge Mines, 25 kilometres northwest of Kiniskan Lake, Liard Mining Division, B.C.

The program includes geological mapping, prospecting, soil sampling and some trenching. A granodiorite porphyry dike intruding sedimentary and volcanic rocks carries disseminated pyrite and copper minerals. Significant gold content is found in most of the rocks over the property. D. A. McLeod, president, states in a letter to shareholders.

The second stage of the program, consisting of 3,000 ft. of diamond drilling, is expected to begin in early September.

At June 30, 1978, the company showed a working capital deficit of \$18,158. Subsequently, it completed a financing of 150,000 shares to net in excess of \$50,000. 104GNE

30712 251 11 Oct 78 ✓ CONSOLIDATED SILVER RIDGE MINES LTD. 104G/1600 104 2701

GOOD GOLD VALUES FROM SOIL SAMPLE WORK REPORTED — Consolidated Silver Ridge Mines Ltd. president D.A. McLeod has reported the company has received some very encouraging preliminary gold values from the soil sampling program recently completed on the Red Dog claims located 25 kilometers northwest of Kinaskan Lake, northwestern B.C. The program is under the direction of G.A. Noel, P.Eng.

Gold values in both veinlets and disseminations were noted in the results of previous exploration programs on the property. Earlier drilling on the property returned a 9 meter section assaying 0.587 oz. gold per ton.

The program carried out in late August and September included geological mapping, prospecting and soil sampling. The high grade gold values reported in the soil sampling have been rechecked. About 20% of the samples have been analysed to date. When the results from all the samples have been received and evaluated the summary report will be announced.

The company plans to carry out an extensive program, including diamond drilling starting as early as possible in the spring.

6000 421 71 Oct 78 ✓ CONSOLIDATED SILVER RIDGE MINES LTD. 104G/1600 104 2701

HALT TRADING LIFTED FIRST PHASE FINANCING APPROVED — Donald A. McLeod, president of Consolidated Silver Ridge Mines Ltd., has reported that the company requested a halt in share trading from the Vancouver Stock Exchange pending clarification of terms on the proposed financing. Negotiations were stopped briefly over several critical points. New discussions were held which led to an agreement and negotiations for the final contract have now been concluded. As a result of this agreement, the pending financing can proceed.

The gold-copper property is located in northwestern B.C. and currently there is a road building program underway in preparation for surface stripping and drilling.

The Vancouver Stock Exchange halted trading in the shares of Consolidated Silver Ridge Mines Ltd. at the opening January 26. They are to be reinstated for trading at the opening January 30, 1979.

Consolidated Silver Ridge Mines, by a January 12, 1979 agreement, is to sell to Northair Mines Ltd., by way of private placement, 70,000 shares of the company at 72¢ per share. Northair has also been granted a warrant to purchase up to 70,000 shares of the company at 97¢ each at any time within one year. All of these shares are to be held as an investment for at least 12 months.

In addition, Consolidated Silver Ridge Mines Ltd. has granted Northair a right of first refusal to provide any future financing of the company or to participate in any dealings with the Red Dog gold claims located near Kinaskan Lake, northwestern B.C., so long as Northair remains as the beneficial owner of the 70,000 shares or on Dec. 31, 1981, whichever is earlier.