

## SKYLINE EXPLORATIONS LTD.

## STONEHOUSE GOLD DEPOSIT

ORE RESERVES - JAN. 10, 1988

Measured (including ore stockpile, broken muck in stope, drifts, raises, X-cut)

121,000 tons @ 1.246 opt Au

Drill Indicated

Discovery	63,000 tons	@	0.509 opt Au
Zephrin	22,529 "	@	0.603 " "
16 Zone total	142,840 "	@	0.588 " "
Pick Axe	5,100 "	@	0.168 " "
Gold Rush	<u>3,406</u> "	@	<u>0.340</u> " "
Sub-total	236,875 tons	@	0.556 opt Au

Drill Inferred

Discovery	200,000 tons	@	0.550 opt Au
Zephrin	100,000 "	@	0.600 " "
16 Zone	275,000 "	@	0.600 " "
Pick Axe	25,000 "	@	0.150 " "
Gold Rush	<u>100,000</u> "	@	<u>0.600</u> " "
Sub-total	700,000 tons	@	0.570 opt Au

Other

McFadden 30,000 tons @ 2.800 opt Au

SUMMARY

Measured	121,000 tons	@	1.246 opt Au
Drill Indicated	236,875 "	@	0.556 " "
Drill Inferred	<u>700,000</u> "	@	<u>0.570</u> " "
Sub-total	1,057,875 tons	@	0.644 opt Au
McFadden	30,000 tons	@	2.80 opt Au
ORE RESERVE TOTAL	<u>1,087,875</u> tons	@	<u>0.704</u> opt Au

Note: The ore also contains more than 1.00 opt silver and over 1 per cent copper plus lead, zinc, and other metals.