

PRIME CAPITAL CORPORATION

Newsrelease

August 15, 1989

No. 43
Trading Symbol: VSE-CLP**CALPINE RESOURCES INCORPORATED**

Calpine Resources Incorporated ("Calpine") is pleased to announce that assays have been received for ten additional drill holes from the ongoing program of stepout and infill drilling on the 21 Zone at the Eskay Creek Project. The Project is funded on a 50/50 Joint Venture basis between Calpine and Consolidated Stikine Silver Ltd. Prime Explorations Ltd. is the operator of the Eskay Creek Project.

A total of 23 holes have been completed on the step-out drilling portion of the 1989 Phase I exploration program. The majority of this drilling involves 50 metre step-outs along the strike extent of the 21 Zone mineralization. Drilling completed thus far on the property has traced the mineralization over a minimum strike length of 1,100 metres from Section 2+00S to 9+00N, as presented in the attached revised Longitudinal Section of the 21 Zone. CA89-109, located on Section 9+00N, intersected significant visible gold mineralization as reported in a prior news release. This hole represents the furthest test of the 21 Zone to the northeast; the zone remains open at depth and to the northeast.

The following table outlines assay results for two step-out drill holes.

STEP-OUT DRILLING ASSAY RESULTS:

HOLE #	SECTION (metric)	DIP	INTERVAL (Feet)	LENGTH (Feet)	GOLD (oz/t)	SILVER (oz/t)
CA89-93	5+00N	-86	242.7-334.5	91.8	0.453	16.91
			including 246.0-288.6	42.6	0.897	32.20
			and 255.8-268.9	13.1	2.53	102.20
CA89-101	5+50N	-45	223.0-278.8	55.8	0.867	19.92
			including 249.3-272.2	22.9	1.91	43.77
			370.6-381.8	11.2	0.272	7.36

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A total of 23 holes have now been completed on the infill drilling. This program is designed to infill the previous drilling pattern for the upper 100 metres of the 21 Zone, on 25 metre sections and 25 metre centres between 1+25N and 1+75S. Results received to date have been as expected, or better.

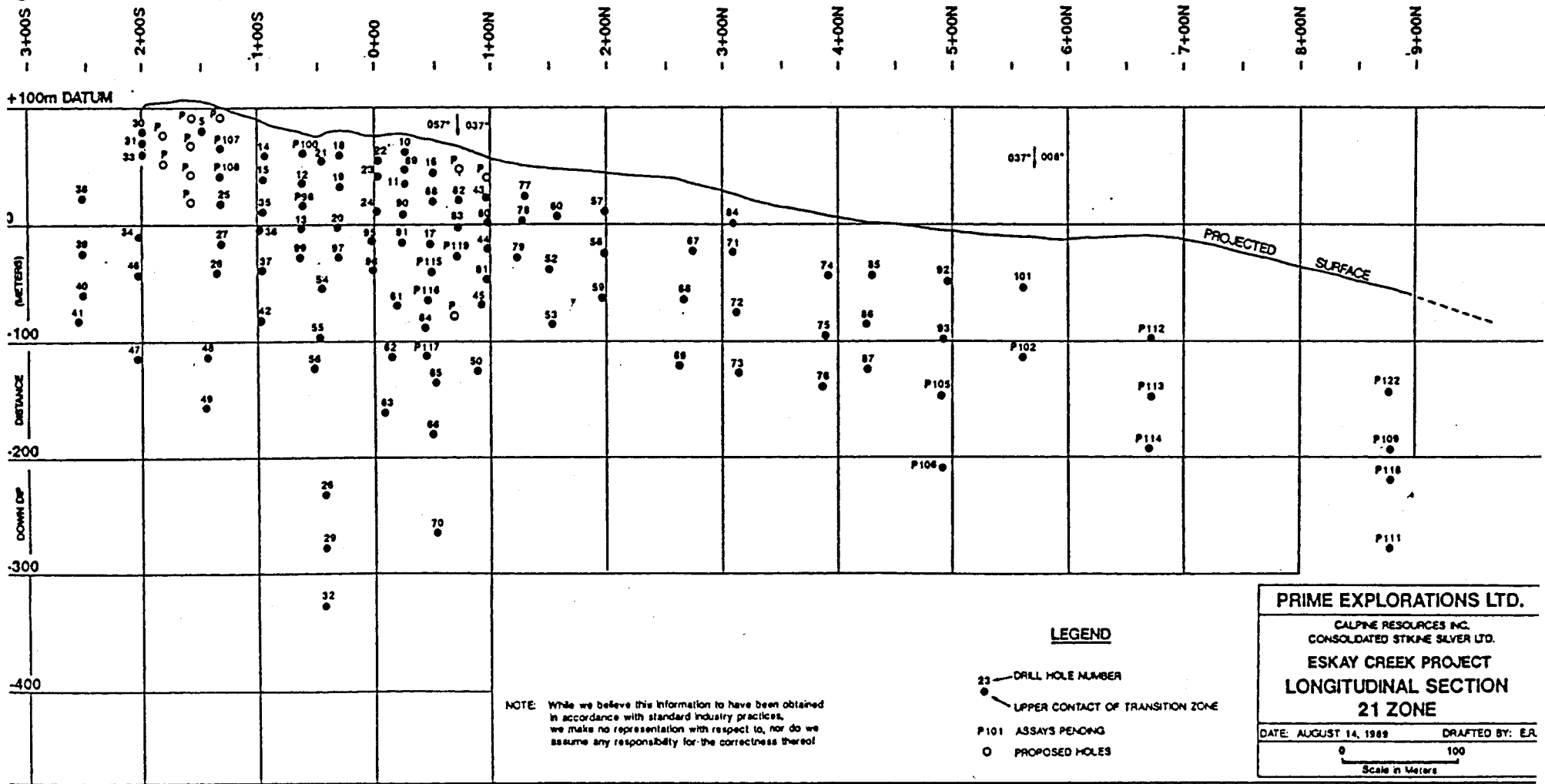
Assay results have previously been released for seven of the infill holes. The following table outlines assays received for the next eight infill holes.

INFILL DRILLING ASSAY RESULTS:

HOLE#	SECTION (metric)	DIP	INTERVAL (Feet)	LENGTH (Feet)	GOLD (oz/t)	SILVER (oz/t)
CA89-83	0+75N	-62	324.7-337.8	13.1	0.055	0.06
CA89-88	0+50N	-62	311.6-347.7	36.1	0.043	0.05
CA89-90	0+25N	-73	311.6-321.4	9.8	0.164	0.32
			364.1-393.6	29.5	0.352	0.45
			including			
			367.4-383.8	16.4	0.593	0.80
CA89-91	0+25N	-89	469.0-482.1	13.1	0.345	1.50
CA89-95	0+00	-60	337.8-350.9	13.1	0.060	0.14
CA89-96	0+00	-70	351.0-364.1	13.1	0.254	3.12
			including			
			354.2-357.5	3.3	0.873	11.82
CA89-97	0+25S	-77	324.7-357.5	32.8	0.203	1.75
CA89-99	0+75S	-75	285.4-364.2	78.8	0.140	1.73
			including			
			288.7-311.7	23.0	0.200	0.71
			and			
			344.5-357.6	13.1	0.215	2.08

ON BEHALF OF THE BOARD OF DIRECTORS


Murray Pezim
President



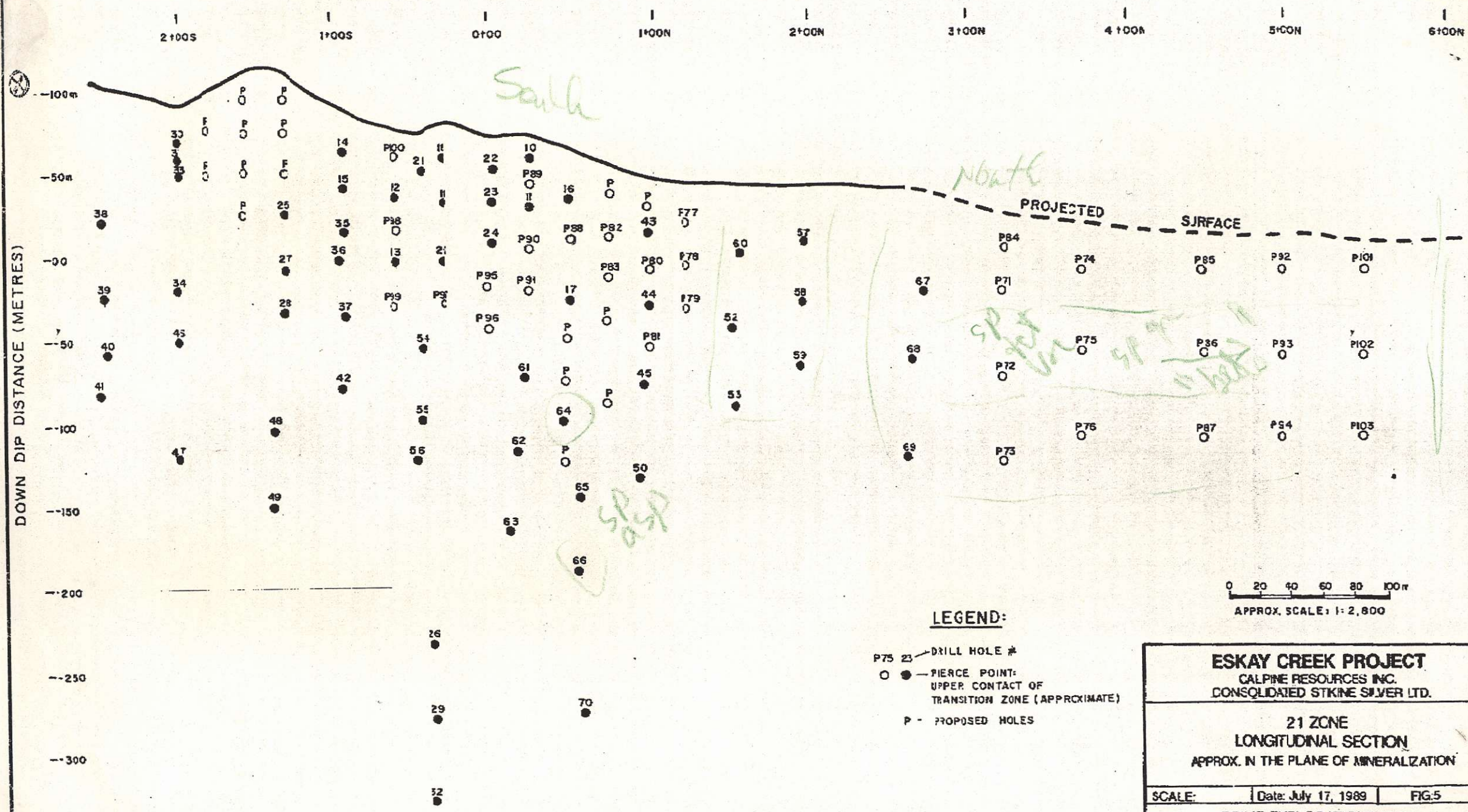
NOTE: While we believe this information to have been obtained in accordance with standard industry practices, we make no representation with respect to, nor do we assume any responsibility for the correctness thereof.

- LEGEND**
- DRILL HOLE NUMBER
 - UPPER CONTACT OF TRANSITION ZONE
 - P101 ASSAYS PENDING
 - PROPOSED HOLES

PRIME EXPLORATIONS LTD.
 CALPINE RESOURCES INC.
 CONSOLIDATED STIKINE SILVER LTD.
ESKAY CREEK PROJECT
LONGITUDINAL SECTION
21 ZONE

DATE: AUGUST 14, 1989 DRAFTED BY: EA

0 100
 Scale in Meters



ESKAY CREEK PROJECT
CALPINE RESOURCES INC.
CONSOLIDATED SILVER LTD.

21 ZONE
LONGITUDINAL SECTION
APPROX. IN THE PLANE OF MINERALIZATION

SCALE: Date: July 17, 1989 FIG.5
PRIME EXPLORATIONS LTD.

D/11/15/89 08:24 PRIME EXPLORATIONS LTD. 004 887 2304 P.01