

Taseko Mines Limited

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MAY 7, 1991

TASEKO/COMINCO DISPUTE SETTLED
CONTROL OF GIANT GOLD-COPPER DEPOSIT RETURNED TO TASEKO

Robert G. Hunter, Chairman of Taseko Mines Limited (TKO:V), is pleased to announce the successful conclusion of negotiations with Cominco Ltd. regarding the Fish Lake gold-copper deposit (the "Property") near Williams Lake, British Columbia. The Taseko/Cominco settlement agreement resolves six years of litigation.

The Agreement gives Taseko the exclusive right to control the Property for the next four years and to sell the Fish Lake Project either through an outright sale of the claims or a successful take-over bid for Taseko. Should either of these two methods of sale occur, Taseko and Cominco will divide the Project's Value. The maximum percentage of the Project's Value that Cominco will receive is 40%. If the Project's Value exceeds \$120 million (\$12 per contained ounce of gold), Cominco will be capped at \$48 million. The Table below shows several examples of how the Project's Value will be allocated between Taseko and Cominco in the event of a successful takeover bid for Taseko Mines Limited (8.83 million shares fully diluted).

BUYER TAKES OVER TASEKO MINES LIMITED						
PROJECT'S VALUE BUYER'S TOTAL COST		COMINCO RECEIVES FROM BUYER	TASEKO SHAREHOLDERS RECEIVE TAKE-OVER BID FROM BUYER		PERCENT OF PROJECT	
\$ MILLIONS	\$ PER CONTAINED OZ OF GOLD	\$ MILLIONS	\$ MILLIONS	\$ PER SHARE	COMINCO %	TASEKO %
120	12	48	72	8	40	60
150	15	48	102	12	32	68
180	18	48	132	15	27	73
270	27	48	222	25	18	82
360	36	48	312	35	13	87

Taseko has also agreed to issue up to 1,000,000 of its common shares to Cominco on the following basis:

- a) 300,000 shares on May 31, 1991;
- b) 300,000 shares on November 31, 1991;
- c) an additional 400,000 shares on July 31, 1992 unless Taseko has either sold the Property or finalized a take-over bid.

Taseko or its nominee has a right of first refusal to purchase any shares issued to and sold by Cominco. Prior to any share issuances to Cominco, Taseko, on a fully diluted basis, will have 8,173,384 shares outstanding and \$2,550,000 in cash. Taseko has no work expenditure obligations on the Project.

In the event that by May 31, 1994 there has been neither a successful take-over of Taseko nor a sale of the Property, the Property will revert to Cominco with Taseko retaining a 20% net profits interest in the Property. In addition, Cominco granted Taseko, for a 2.5 year period following May 31, 1994, the right of first refusal on any proposed sale of the Property by Cominco.

ON BEHALF OF THE BOARD



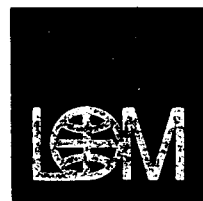
Robert G. Hunter
Chairman

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TASEKO MINES LIMITED TKO:VSE (\$6¾ Cdn.)

Company News Release: Update

Recommendation: Aggressive Accounts. Continue to Buy.

As of October 2, 1991, Taseko has released assays from five large diameter deep seated diamond drill holes from the Fish Lake gold-copper project located near Williams Lake, B.C. Canada. The results reflect 5 out of 9 planned 0.5 mile deep probes into this remarkable gold-copper porphyritic system. The five holes represent some 13,000 ft of drilling at an average vertical length of 2,600 ft each.

Up until recently, approximately 160 diamond and percussion drill holes had been completed on the property, totalling some 85,000 ft. Of particular interest was the fact that most of these holes were shallow (600 ft) and bottomed in ore grade gold-copper mineralization. The latest round of drilling was tested below these shallow holes and indicates that gold-copper mineralization is continuous to a depth of 2,600 ft. More significantly, copper grades increased by 47% and gold grades by 38% when compared with the previously reported drill results.

TABLE 1 below summarizes 1991 drillhole results:

Drill Hole No.	From (feet)	To (feet)	Thickness (feet)	Copper (%)	Gold (oz/ton)	CU Equiv. (%)
91-1	32	2746	2714	0.37	0.022	1.12
91-2	25	2712	2687	0.35	0.019	1.00
91-3	144	2617	2473	0.35	0.016	0.90
91-4	105	2552	2348	0.32	0.015	0.84
91-5	63	2419	2356	0.30	0.015	0.82
Average			2516	0.34	0.018	0.94

The DDH's 1-5 were systematically sampled at 6.5 ft intervals and displayed continuous ore grade gold and copper values averaging 0.94% copper equivalent over an average thickness of 2,516 ft. These five widely spaced holes covered an area measuring 1,300 ft × 1,000 ft. Taseko has tabulated the results to depth over 300 ft intervals. Each 300 ft interval exhibits consistent gold-copper grades.

The results contrast sharply with Taseko's earlier estimates.

Previously reported Mineable and Diluted Ore Reserves	Results of Latest 1-5 Diamond Drill Holes	% Change
0.23% Copper	0.34% Copper	47%
0.013 oz Gold per Ton	0.018 oz Gold per Ton	38%
0.68% Copper Equiv.	0.94% Copper Equiv.	47%
362 million tons at 0.40% Copper Equiv. cut-off	Est'd greater than 600 million tons	>50%
Contained ounces of gold 4,653,000 oz	Est'd greater than 7.0 million ounces	>50%

Taseko is in the process of assaying DDH's 6 and 7 which were completed to 2,600 ft. Disseminated copper sulphide mineralization is evident throughout in these holes. DDH # 8 and # 9 are in progress. Completion of these holes would represent a drilled area of 1,300 ft x 1,700 ft.

Comments

1. Copper grades improve with depth. Core recovery of 100% vs. about 75% in previous drilling has enhanced copper and gold grades in the upper portion of the deposit by approximately 15%.
2. The increased depth of mineralization suggests a greater tonnage and therefore longer project life. Conceptually this project would operate at 65,000 t.p.d. or 22.0 million tons per year providing a cash flow over an additional 10 years from the previous 20 year estimate.
3. The improved gold-copper grades significantly increase the net smelter return per ton of ore and suggests reduced economic risk to variations in commodity prices.
4. Tonnage and grades represent an increase in gold content from a previous 4.6 million ounces estimate to potentially greater than 7.0 million ounces contained gold.

We had originally valued a buyout of the reserves at between \$22-\$28 per ounce of contained gold or a target price of between \$6.50-\$9.00 per Taseko share.

Reserves potential in excess of 7.0 million ounces suggests a share price target in excess of \$12.00 per share.

Recommendation: We continue to recommend purchase of Taseko shares for aggressive accounts.

Anthony W. Garson

Date: October 7, 1991

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OCTOBER 2, 1991

UNPARALLELED ORE CONTINUITY AND GRADE CONFIRMED AT FISH LAKE

Robert G. Hunter, Chairman of Taseko Mines Limited (TKO:V), is pleased to report assay results from holes four (91-4) and five (91-5) of a large diameter diamond drilling program underway at the Company's Fish Lake gold-copper project near Williams Lake, British Columbia.

Vertical drill hole 91-4, collared 330 feet north of 91-2 (as reported September 16, 1991), intersected ore grade gold-copper mineralization averaging 0.84% copper equivalent over a length of 2348 feet.

Vertical drill hole 91-5, collared 330 feet west of 91-2, intersected ore grade gold-copper mineralization averaging 0.82% copper equivalent over a length of 2356 feet.

Drill holes 91-1 through 91-5, which were systematically sampled at 6.5 foot intervals, have displayed continuous ore grade gold and copper values averaging 0.94% copper equivalent over an average thickness of 2516 feet.

Summary results from the on-going program are:

DRILL HOLE NO.	FROM (FEET)	TO (FEET)	THICKNESS (FEET)	COPPER (%)	GOLD (OZ/TON)	CU EQUIV. (%)
91-1	32	2746	2714	0.37	0.022	1.12
91-2	25	2712	2687	0.35	0.019	1.00
91-3	144	2617	2473	0.35	0.016	0.90
91-4	105	2552	2348	0.32	0.015	0.84
91-5	63	2419	2356	0.30	0.015	0.82
AVERAGE			2516	0.34	0.018	0.94

.../2

The five widely-spaced holes reported to date have now tested an initial portion of the Fish Lake deposit measuring some 1300 feet north-south, 1000 feet east-west and 2500 feet deep. Average grades for this ore block, at 300 foot intervals, are summarized below and demonstrate the unparalleled continuity and strength of the Fish Lake gold-copper deposit.

INTERVAL (FEET)		THICKNESS (FEET)	COPPER (%)	GOLD (OZ/TON)	CU EQUIV. (%)
FROM	TO				
25	300	275	0.28	0.016	0.82
300	600	300	0.28	0.018	0.88
600	900	300	0.30	0.019	0.95
900	1200	300	0.32	0.025	1.19
1200	1500	300	0.36	0.016	0.90
1500	1800	300	0.37	0.018	0.97
1800	2100	300	0.39	0.017	0.96
2100	2400	300	0.37	0.015	0.87
2400	2746	346	0.36	0.014	0.85
AVERAGE			0.34	0.018	0.94

Detailed results for holes 91-4 and 91-5 are:

HOLE 91-4

INTERVAL (FEET)		THICKNESS (FEET)	COPPER (%)	GOLD (OZ/TON)	CU EQUIV. (%)
FROM	TO				
105	413	308	0.27	0.018	0.88
512	2552	2040	0.33	0.015	0.83
including					
105	413	308	0.27	0.018	0.88
413	512	99	Post Mineral Dyke (true width 50 ft.)		
512	600	88	0.31	0.016	0.87
600	900	300	0.32	0.016	0.88
900	1200	300	0.34	0.016	0.90
1200	1500	300	0.43	0.017	1.00
1500	1800	300	0.31	0.013	0.76
1800	2100	300	0.35	0.013	0.79
2100	2400	300	0.32	0.013	0.78
2400	2552	152	0.20	0.010	0.55
2552	2682	130	No significant values		

HOLE 91-5

INTERVAL (FEET)		THICKNESS (FEET)	COPPER (%)	GOLD (OZ/TON)	CU EQUIV. (%)
FROM	TO				
63	2419	2356	0.30	0.015	0.82
including					
63	300	237	0.29	0.019	0.93
300	600	300	0.27	0.016	0.80
600	900	300	0.28	0.017	0.85
900	1200	300	0.24	0.012	0.66
1200	1500	300	0.31	0.013	0.77
1500	1800	300	0.33	0.020	1.03
1800	2100	300	0.36	0.014	0.83
2100	2419	319	0.30	0.012	0.69
2419	2506	87	No significant values		

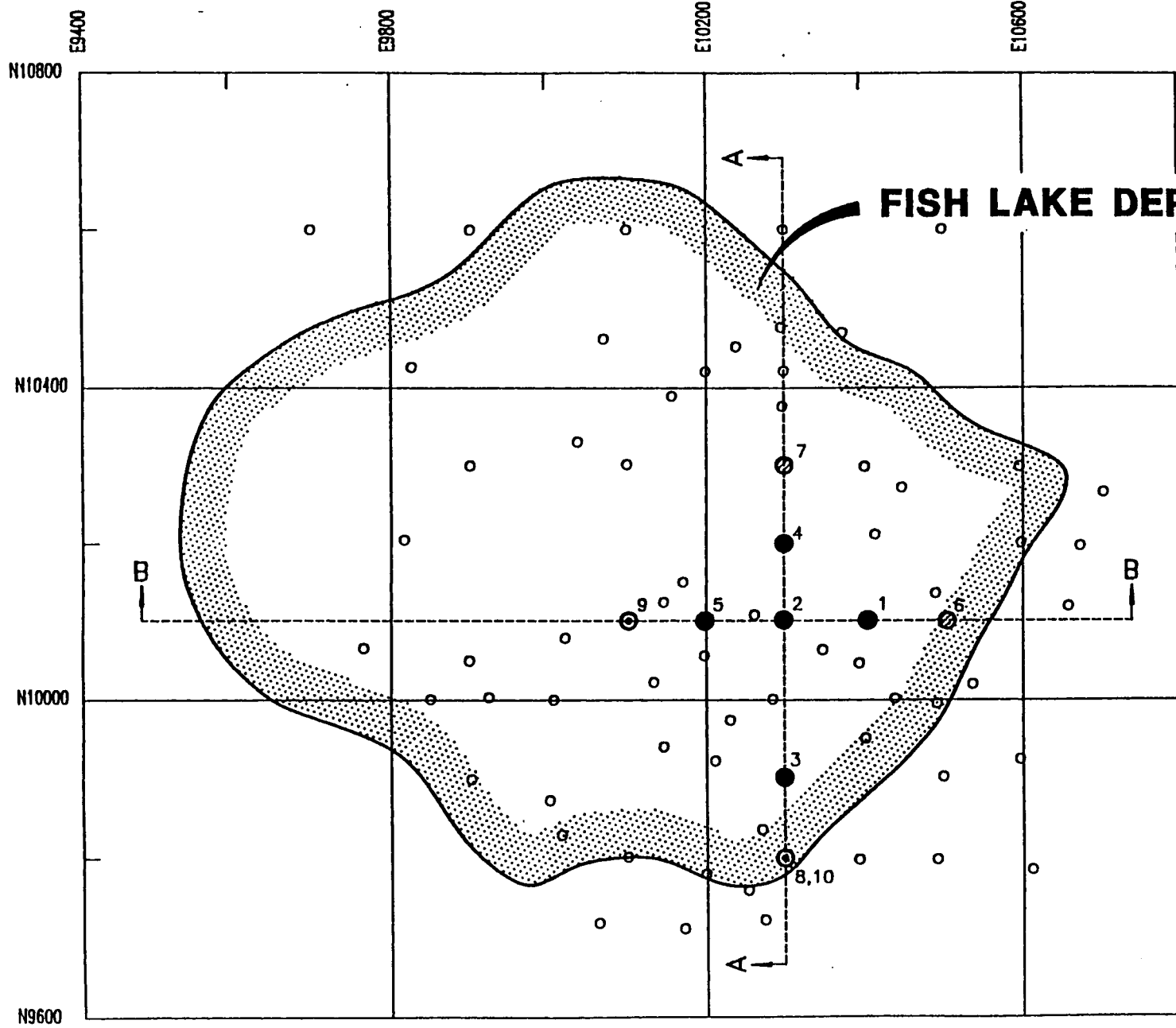
Drilling is continuing with two drill rigs. Drill holes 91-6 and 91-7 were completed at depths of 2630 feet and 2626 feet, respectively. Disseminated copper sulphide mineralization is evident throughout these holes. Drill hole 91-8 was lost at a depth of 1180 feet and is now being redrilled as 91-10. Hole 91-9 is in progress at a depth of 327 feet. Further complete assay results will be released as they become available.

ON BEHALF OF THE BOARD



Robert G. Hunter
Chairman

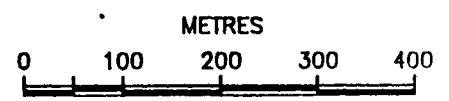
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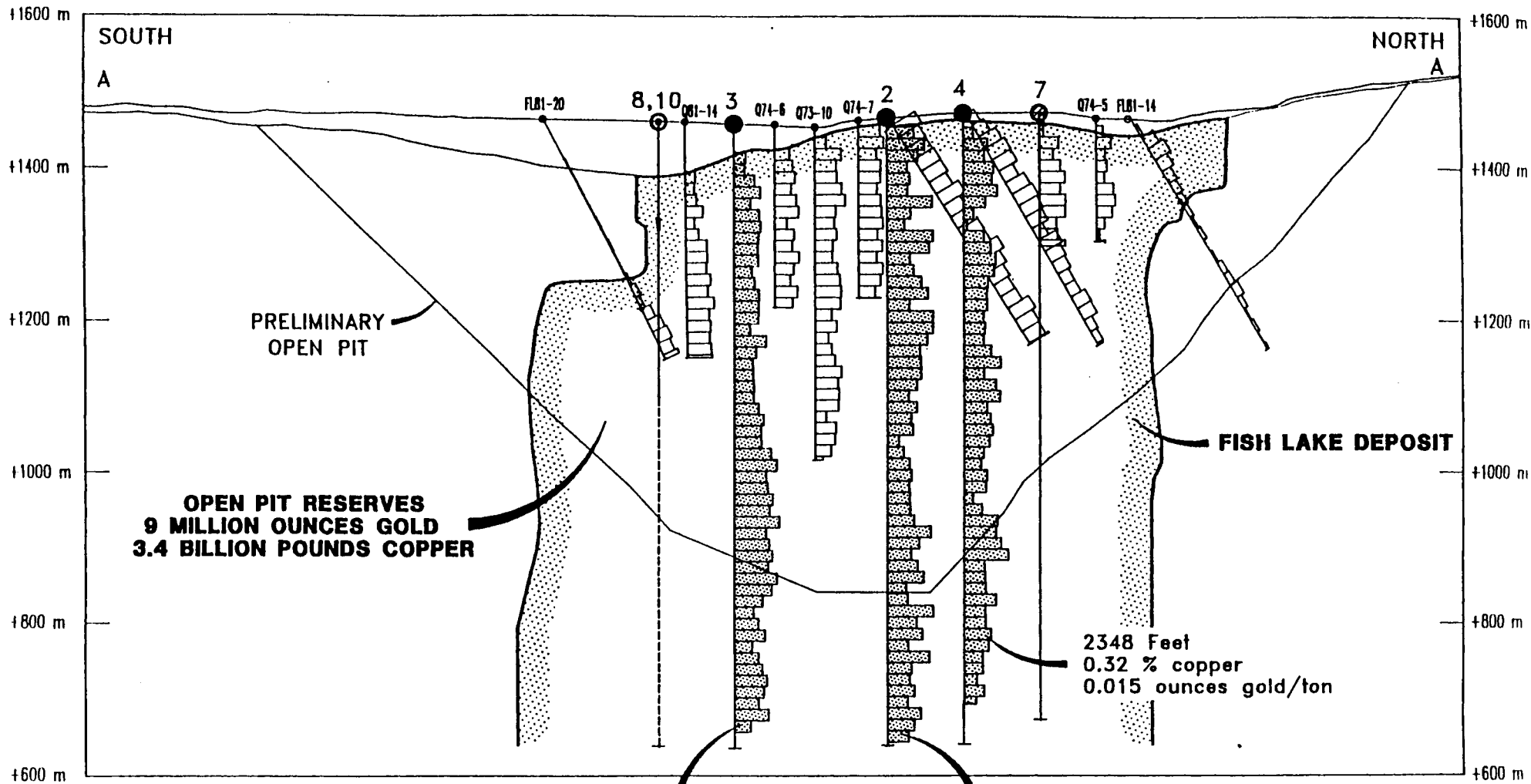
FISH LAKE DEPOSIT

1991 DRILLHOLE LEGEND

- COMPLETED-ASSAYS REPORTED
- ◐ COMPLETED-ASSAYS IN PROGRESS
- ◑ DRILLING-IN PROGRESS
- PRE 1991



TASEKO MINES LIMITED
 FISH LAKE GOLD-COPPER DEPOSIT
 DIAMOND DRILLHOLE PLAN



1991 DRILLHOLE LEGEND

- COMPLETED—ASSAYS REPORTED
- ⊗ COMPLETED—ASSAYS IN PROGRESS
- ⊙ DRILLING IN PROGRESS
- PRE 1991

2473 Feet
0.35 % copper
0.016 ounces gold/ton

2687 Feet
0.35 % copper
0.019 ounces gold/ton

2348 Feet
0.32 % copper
0.015 ounces gold/ton

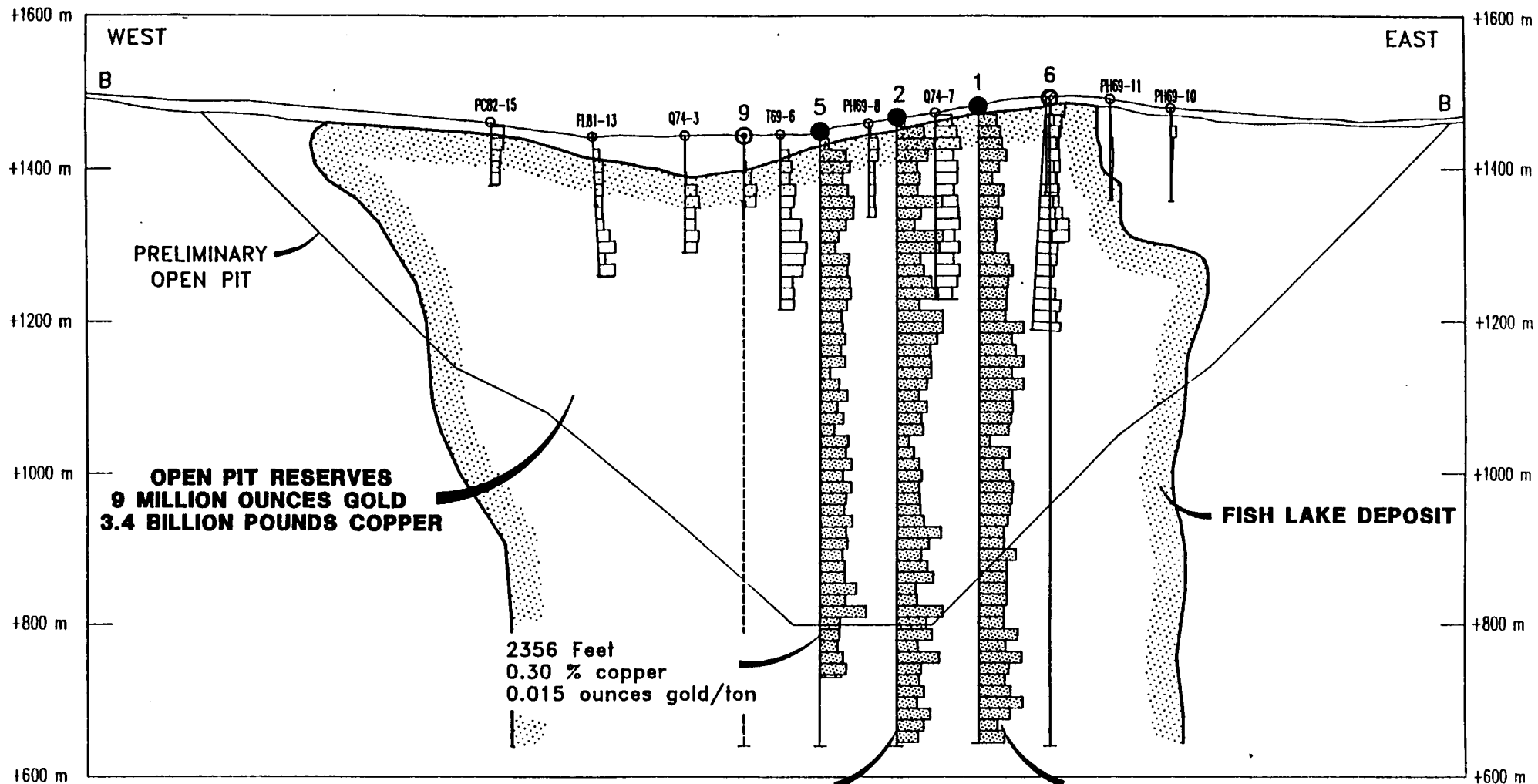


TASEKO MINES LIMITED

FISH LAKE GOLD - COPPER PROJECT

15 METRE BENCH COMPOSITES
% Cu EQUIVALENT
CROSS SECTION A

% Cu EQUIVALENT



1991 DRILLHOLE LEGEND

- COMPLETED—ASSAYS REPORTED
- ◐ COMPLETED—ASSAYS IN PROGRESS
- ◑ DRILLING IN PROGRESS
- PRE 1991

% Cu EQUIVALENT



TASEKO MINES LIMITED
FISH LAKE GOLD – COPPER PROJECT
15 METRE BENCH COMPOSITES % Cu EQUIVALENT CROSS SECTION B

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DEAR INVESTOR

TASEKO - A GIANT GOLD-COPPER MINE IN THE MAKING

Taseko Mines Limited's objective is to maximize shareholder value from its giant Fish Lake gold-copper deposit, in central British Columbia, Canada.

In May, 1991 Taseko Mines and Cominco Ltd. concluded a settlement agreement that resolved six years of litigation and inactivity on the project. Now controlled by Taseko Mines, the Fish Lake deposit ranks among the world's largest undeveloped gold-copper resources, with reserves containing in excess of 10 million ounces of gold and 4 billion pounds of copper. With a contained metal value of more than \$10 billion this giant deposit is North America's most important development stage mining project.

Taseko Mines Limited is managed by a team of mining professionals with a proven track record which includes building North American Metals Corp. and Continental Gold Corp. to the point where successful takeover offers totalling \$222 million were made to shareholders.

In 1988, Homestake Mining Company offered North American Metals' shareholders \$40 million (\$5 per share) for their 50% interest in the Golden Bear Project, British Columbia.

In 1990, Placer Dome Inc. offered \$182 million (\$20 per share) to shareholders of Continental Gold for their 70% interest in the massive Mt. Milligan gold-copper project, British Columbia. Placer Dome's takeover offer was the culmination of a two year period of rapid corporate growth during which Continental Gold shares increased in price from \$2 to \$20.

This same management team is firmly committed to making Taseko Mines another outstanding success.

With an exceptional project, an experienced management team and a strong financial base, Taseko Mines Limited is focused to reward shareholders with spectacular corporate growth.

If you have any questions or if you require further information please contact Mr. Walter Schmid, Manager - Investor Relations or any other member of the TKO team.

Yours truly,

TASEKO MINES LIMITED



Robert G. Hunter
Chairman



Robert A. Dickinson
President

Taseko Mines Limited

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October 28, 1991

FISH LAKE - A GOLD-COPPER GIANT IN THE MAKING

Robert G. Hunter, Chairman of Taseko Mines Limited (TKO:V), is very pleased to report that a large diameter, prefeasibility diamond drilling program at the Company's Fish Lake porphyry gold-copper project near Williams Lake, British Columbia has confirmed an initial reserve block of 600 million tons at an average grade of 0.86% copper equivalent. This initial reserve block has exceptional grade and continuity in both gold and copper and is open to expansion in all directions. With a metal content in excess of 10,000,000 ounces gold and 4 billion pounds copper, the Fish Lake deposit ranks among the world's largest bulk tonnage deposits (see Table I).

TABLE I

DEPOSIT	LOCATION	RESERVE (MILLION TONS)	GRADE		CONTAINED METAL		
			(CU %)	(AU OZ/TON)	COPPER (BILLION LBS.)	GOLD (MILLION OZ.)	CU. EQUIV. (BILLION LBS.)
BINGHAM	USA	1500	0.70	0.010	21.0	15.0	30.3
BOUGAINVILLE	PNG	825	0.47	0.017	7.8	14.0	17.2
ISLAND COPPER	CAN	400	0.45	0.006	3.6	2.4	5.2
MORENCI	USA	750	0.80	-	12.0	-	12.0
OK TEDI	PNG	375	0.72	0.017	5.4	6.4	9.8
VALLEY COPPER	CAN	800	0.48	-	7.2	-	7.7
FISH LAKE *	CAN	600	0.32	0.016	3.8	9.6	10.3

* Initial Reserve Only

Vertical drill holes 91-1 through 91-10, completed in a cross pattern, tested an area measuring 2000 feet north-south and 1600 feet east-west. These holes, at a 0.40% copper equivalent cutoff grade, returned an average grade of 0.32% copper and 0.016 ounces gold/ton (0.86% copper equivalent) over an average depth of 2182 feet. The Company's ten deep holes enhance an existing data base of 86,500 feet of drilling in 168 comparatively short holes completed by previous operators. Further delineation drilling will determine the full extent of the Fish Lake deposit and provide data required for open pit mine planning.

An extensive prefeasibility metallurgical testwork program has also been completed on a one ton bulk sample of Fish Lake ore. The excellent results from this program were reported on September 23, 1991. The metallurgical program confirmed that conventional grinding and standard flotation processes recover 77% of the gold and 88% of the copper producing an 18% copper concentrate with 1 ounce gold per ton.

The prefeasibility work program at Fish Lake has confirmed both large scale reserves and excellent metallurgy. In addition, the Fish Lake project is environmentally sound and near established infrastructure. Therefore the Company is now budgeting and scheduling an accelerated feasibility, engineering and permitting program for a large-scale, low cost, open-pit mine development.

Prefeasibility projections for the Fish Lake deposit indicate that at a production rate of 66,000 tons per day, average annual production would be in the order of 270,000 ounces gold and 125,000,000 pounds copper over a mine life in excess of 30 years. Comparatively low capital and operating costs are expected for the Fish Lake project due to the combination of favourable key economic factors including: existing highway access with proximity to established infrastructure; gentle topography; low stripping ratio; low work index and low sulphide ore; and acid consuming ore, waste and tailings.

Summary results, at a 0.4% copper equivalent cutoff grade*, for drill holes 91-1 through 91-10 are:

DRILL HOLE NO.	FROM (FEET)	TO (FEET)	THICKNESS (FEET)	COPPER (%)	GOLD (OZ/TON)	CU EQUIV (%)	NSR (\$/TON)
91-1	32	2746	2714	0.37	0.022	1.12	12.44
91-2	25	2712	2687	0.35	0.019	1.00	11.10
91-3	144	2617	2473	0.35	0.016	0.90	9.96
91-4	105	2552	2348	0.32	0.015	0.84	9.21
91-5	63	2419	2356	0.30	0.015	0.82	9.03
91-6	35	2610	2575	0.31	0.013	0.78	8.44
91-7	50	748	698	0.26	0.013	0.73	7.84
91-8, 10	649	2368	1719	0.33	0.015	0.86	9.48
91-9	170	2303	2074	0.23	0.010	0.54	5.50
AVERAGE			2182	0.32	0.016	0.86*	9.50

* Mining reserve grades at British Columbia's large-scale, open-pit copper mines such as Gibraltar and Valley Copper typically average 0.30% to 0.45% copper at a 0.2% copper equivalent cutoff grade.

Vertical drill hole 91-7, collared 330 feet north of 91-4, returned ore grade gold-copper values averaging 0.73% copper equivalent for the upper 698 feet of the hole. The following 833 feet of the hole averaged 0.33% copper equivalent.

Vertical drill hole 91-8 (the bottom 1225 feet of which was drilled as 91-10), located 330 feet south of 91-3, was collared in a steeply-inclined fault zone. The drill hole passed through the fault at 649 feet and from that point on was continuously mineralized with ore grade, gold-copper mineralization to a depth of 2368 feet.

In order to allow a direct comparison between the Fish Lake project and British Columbia's other large-scale projects, Taseko routinely reports drill hole assay results for copper (%), gold (ounces/ton) and copper equivalent (%). The copper equivalent grade of an ore containing both copper and gold is that grade of ore containing copper, alone, which would be required to give the same Net Smelter Return (NSR) per ton of ore as from the copper and gold together. The NSR copper equivalent calculation is based on a current Japanese smelter schedule and takes into consideration metallurgical recoveries, concentrate transportation costs, treatment and refining charges and smelter payment factors for concentrates of a similar nature. Projected average life of mine metal prices and exchange rates are assumed to be: gold \$US 400/ounce; copper \$US 1.00/pound and \$C = 0.81 \$US.

Table II indicates that the copper equivalent (%) grade and NSR of the initial Fish Lake reserve block - as outlined by the prefeasibility drill program - compares very favourably with other large-scale, British Columbia mining projects.

TABLE II

PROJECT NAME	COPPER %	GOLD OZ/TON	CU EQUIV. %	NSR \$/TON
FISH LAKE	0.32	0.016	0.86	9.50
GIBRALTAR	0.30	-	0.30	3.80
VALLEY	0.43	-	0.43	5.30
SIMILCO	0.40	0.003	0.50	5.70
ISLAND	0.45	0.006	0.66	7.20
MT. MILLIGAN	0.23	0.016	0.78	8.60

With a contained gross metal value in excess of \$C 10 billion, Fish Lake is the most important development-stage mining project in North America. Taseko Mines Limited controls the Fish Lake project and with 8.83 million fully diluted shares outstanding has a current market capitalization of \$C 62 million.

ON BEHALF OF THE BOARD



Robert G. Hunter
Chairman

The Vancouver Stock Exchange has neither approved nor disapproved the information contained in this news release.

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WESTERN CANADIAN INVESTMENTS

TASEKO MINES LTD. (TKO-V)

Robert A. Dickinson, president of Taseko Mines, in a recent interview talked of the recent successful results in deep diamond drilling, increased tonnage and grade and metallurgical test work at the Fish Lake deposit. The property is located at 4,800 feet elevation, at Fish Lake, just east of Taseko Lake, 175 km by good road, 2.5 hour drive, southwest of Williams Lake, 160 km due north of Vancouver, B.C.

In early October the company published assay results from five large diameter diamond drill holes all of which were completed to about 2,500 feet in depth and averaged 0.34% copper and 0.018 oz.gold/ton. (SEE TABLE OF DRILL HOLE ASSAY RESULTS). These grades are 50% higher than previously reported grades. The company has estimated an open pit reserve in the 3,000 foot diameter, cylindrical shaped deposit of 9,000,000 oz. gold plus 3.4 billion pounds of copper, contained in 600,000,000 tons grading 0.28% copper and 0.015 oz.gold/ton. All available to a 1.2 to 1 waste to ore stripping ratio, including 0.5 to 1 strip ratio in the first four years of operation. The gold and copper mineralization is evenly disseminated and there are no internal waste blocks. Prior to drilling these holes, open pit reserves had been estimated at 590,000,000 tons grading 0.22% copper and 0.012 oz.gold/ton. The new holes have established that ore grade mineralization continues 500 feet to 600 feet below this preliminary open pit floor. A new open pit design is now being considered. This deposit has a gross metal value, at current metal prices, in the \$8,000,000,000 range and with 8,017,000 currently issued shares trading in the \$7.50 to \$8 per share range a market capitalization of \$60,000,000 to \$65,000,000. A reasonable projection shows geological reserves in excess of 1,000,000,000 tons. A recent engineering study of the metal distribution in the deposit indicated 440 foot drill hole spacing is required to establish proven reserves within the deposit. The current drill hole spacing is on 330 foot centres.

Mr.Dickinson stated that he and Robert Hunter, Taseko Mines chairman, recently returned from an eight

European city tour, including 86 institutional and broker meetings, all organized by Aziz Shariff, of London, U.K who is a director of Taseko Mines and the fifth member of the Hunter/ Dickinson team. A number of sponsoring brokerage firms assisted in the tour. The other two members of the team are directors Jeff Franzen, mining geologist, open pit and underground reserve/ mining plan specialist and Doug Forster, exploration geologist. He said the meetings went well and generated substantial interest in the Fish Lake project and other of the groups companies.

Since the Hunter - Dickinson group took control of Taseko Mines, Jan. 11, 1991, (see details below) \$1,500,000 has been raised by a private placement of which some \$400,000 remains as cash on hand. There are currently 8,016,384 shares issued or 8,827,384 shares fully diluted. When the currently outstanding options are exercised the company treasury will receive an additional \$900,000. The company is proceeding with applications for Toronto Stock Exchange and Nasdaq listings in anticipation of completion by Dec.31, 1991. A number of major mining companies have reviewed historic data on the project. A new data package is currently being compiled by Taseko Mines with a view to assist discussions with major mining companies.

One of the outstanding successes of the current program has been the 15% to 20% increase in grade of the top 600 feet of the deposit when compared to estimates based on previous drilling on the property completed over the past 20 years. The historic drilling was with BQ sized core which returned 70% to 80% core recovery. Current drilling is using larger diameter HQ sized core and is recovering 95% to 100% of the drill core. Mr.Dickinson pointed out that not only did the larger core provide higher copper and gold grades to 600 feet but more importantly below 600 feet the deeper drilling showed outstanding grade increases of 55% in copper and 50% in gold grades. All five holes demonstrated this high grade mineralization continued to 2,500 feet below surface. The zone remains open to depth.

-CONTINUED-



Goepel Shields & Partners

i n s i g h t

Mining UPDATE

Deep Drilling Confirms

.....
Reserves At

.....
Fish Lake

Taseko Mines Limited (TKO-V \$7.00)

Taseko has completed a deep, ten-hole, large-diameter drilling program which has confirmed a reserve of at least 450 million tons within a 2000 feet deep open pit design. The holes, which ranged in depths up to 2800 feet, all intersected economic ore grades through most of the core lengths.

The drills were set in a cross-shaped pattern measuring 2000 feet by 1600 feet at 100 metre (325 foot) spacings. The average of the cores assayed at 0.32% copper and 0.016 ounces per ton gold. The copper equivalent grade was 0.86% indicating a potential net smelter return (NSR) per ton at \$9.50 assuming US\$1.00 copper and US\$400 gold. This is over double the expected operating costs per ton of about \$4.00. Step out drilling is expected to increase the tonnage with a 600 million ton potential possible.

A summary of the drilling results appears in the following table. The assay results for holes # 91-6 to 91-10 have just been released.

Recommendation: Buy

Fish Lake Drilling Results

Drill Hole	From (feet)	To (feet)	Thickness (feet)	Copper (%)	Gold (oz/ton)	Cu Equiv. (%)	NSR (\$/ton)
91-1	32	2746	2714	0.37%	0.022	1.12%	\$12.44
91-2	25	2712	2687	0.35%	0.019	1.00%	\$11.10
91-3	144	2617	2473	0.35%	0.016	0.90%	\$9.96
91-4	105	2552	2348	0.32%	0.015	0.84%	\$9.21
91-5	63	2419	2356	0.30%	0.015	0.82%	\$9.03
91-6	35	2610	2575	0.31%	0.013	0.78%	\$8.44
91-7	50	748	698	0.26%	0.013	0.73%	\$7.84
91-8,10	649	2366	1719	0.33%	0.015	0.86%	\$9.48
91-9	170	2303	2074	0.23%	0.010	0.54%	\$5.50
			2182	0.32%	0.016	0.86%	\$9.50

ALAN FERRY, CFA
Toronto, October 29, 1991
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Almost 10 Million Ounces of Gold

The latest results continue to demonstrate the viability of the Fish Lake deposit. About 600 million tonnes has been outlined containing 9.6 million ounces of gold and 3.8 billion pounds of copper, we believe this project will continue to attract interest from major mining companies. A metallurgical test on one ton resulted in good recoveries of 88% for copper and 77% for gold. Also the work index (i.e. hardness) of the ore is low at 10, less than half the hardness at Mt. Milligan. The NSR is higher than most other B.C. copper mines due to the higher copper equivalent grade.

The Fish Lake project compares favourably with major world class copper mines as shown on the following table. On a copper equivalent basis Fish Lake contains over 10 billion pounds, about one half the size of Kennecott's huge Bingham Canyon mine in Utah and twice the size of the OK TEDI mine in Papua, New Guinea.

Fish Lake Ranks Among World's Largest Deposits

Deposit	Location	Reserve MM Tons	Grade		Contained Metal		
			CU %	AU oz/ton	Copper Billion lbs	Gold MM oz	CU. Equiv. Billion lbs
Bingham	USA	710	0.70	0.014	9.9	9.8	15.8
Bougainville	PNG	770	0.40	0.014	6.2	10.8	13.6
Island Copper	CAN	400	0.45	0.008	3.0	2.4	5.2
Morenci	USA	750	0.80	-	12.0	-	12.0
OK TEDI	PNG	342	0.72	0.017	4.9	5.8	4.5
Valley Copper	CAN	840	0.43	-	7.2	-	7.4
Fish Lake *	CAN	600	0.32	0.016	3.8	9.6	10.3

*Initial Reserve Only

Still A Speculative Buy

We estimate that Taseko's interest of this project is worth \$10 to \$12 per TKO share based on discounted cash flow calculations and capitalization of the gold content at \$15 to \$20 per ounce. We continue to recommend TKO shares as a speculative buy.



Goepel Shields & Partners

i n s i g h t

Mining UPDATE

Step Out Holes

Confirm Huge

Intercepts

Recommendation: Buy

ALAN FERRY, CFA
Toronto, September 17, 1991
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Taseko Mines Limited (TKO, \$8.00)

In a continuation of a nine hole drill program on its Fish Lake gold-copper deposit in central B.C., Taseko has reported the assays for the second and third holes. The first hole, 91-1, was reported in late August (see Insight dated August 27, 1991) which intersected over 2700 feet grading 0.37% copper and 0.022 ounces per ton gold, or 1.12% copper equivalent, well above the average ore grade of the deposit of 0.54% copper equivalent.

The latest two holes returned intersections of similar magnitude thereby confirming the first hole's results. Hole 91-2 was collared 100 metres (330 feet) west of hole 91-1 and hole 91-3 was collared 200 metres (660 feet) south of 91-2. The assays show very consistent grades over the length of the intersections for holes 91-2 and 91-3 of 2687.3 feet and 2473.4 feet respectively. The grades are slightly lower than those reported for hole 91-1 at 1.00% copper equivalent and 0.90% copper equivalent respectively, but are still well above the average for the deposit. The detailed results for holes 91-2 and 91-3 appears in the following table.

Fish Lake Deposit: Hole 91-2 Results

Interval (feet)	Thickness (feet)	Copper (%)	Gold (oz/ton)	Copper Equivalent (%)
25.0 to 2712.3	2687.3	0.35	0.019	1.00
including:				
25 to 300	275	0.34	0.016	0.90
300 to 600	300	0.27	0.029	1.27
600 to 900	300	0.32	0.030	1.38
900 to 1200	300	0.37	0.021	1.08
1200 to 1500	300	0.32	0.012	0.73
1500 to 1800	300	0.33	0.013	0.76
1800 to 2100	300	0.37	0.018	0.99
2100 to 2400	300	0.44	0.015	0.96
2400 to 2712.3	312.3	0.36	0.012	0.78

Fish Lake Deposit: Hole 91-3 Results

Interval (feet)	Thickness (feet)	Copper (%)	Gold (oz/ton)	Copper Equivalent (%)
144.0 to 2617.4	2473.4	0.35	0.016	0.99
including:				
144 to 300	156	0.24	0.011	0.63
300 to 600	300	0.32	0.012	0.80
600 to 900	300	0.28	0.013	0.71
900 to 1200	300	0.26	0.013	0.71
1200 to 1500	300	0.38	0.019	1.04
1500 to 1800	300	0.45	0.023	1.25
1800 to 2100	300	0.46	0.021	1.19
2100 to 2400	300	0.31	0.015	0.82
2400 to 2617.3	217.4	0.38	0.015	0.90
2617.4 to 2696.3	78.9	0.07	0.002	fault

Taseko Mines Limited

September 17, 1991

Page 2

The current nine hole program is drilling vertical, large diameter holes in a cross shaped pattern made up of two 400 metre grid lines at right angles. At this time, holes 91-4 and 91-5 have been completed to depths of 2683 and 2507 feet respectively with assays pending. Holes 91-6 and 91-7 are partially completed. These holes contain disseminated copper sulphide mineralization throughout the intercepts.

Preliminary Pit Contains 9 Million Ounces Gold, 3.4 Billion Pounds Copper

The latest results continue to confirm two important facts:

- (1) the orebody has tremendous reserves open to depth, and
- (2) the ore grades are higher than originally thought.

A new preliminary open pit has been suggested by Taseko management which contains about 600 million tons of ore with at 1.2 to 1 waste-to-ore ratio. The latest drilling bottomed some 500 feet below the hypothetical pit bottom. The contained metal in this pit totals 9 million ounces of gold and 3.4 billion pounds of copper. These figures are more than 75% above the estimates before this drilling program which had contained metals of 5.1 million ounces of gold and 1.9 billion pounds of copper.

Our initial valuation of \$7 to \$9 per Taseko share was based on the earlier lower results. The latest figure would suggest that the value of the company could be much greater. We would continue to rate Taseko shares as a speculative buy.



Goepel Shields & Partners

i n s i g h t

Mining UPDATE

Huge 2700 Foot

.....
Above-Grade

.....
Intersection

Recommendation: Buy

ALAN FERRY, CFA
Toronto, August 27, 1991
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Taseko Mines Limited (TKO-V, \$5.50)

Taseko reported a huge drill intersection in their 1991 drilling program at the Fish Lake deposit near Williams Lake B.C. Hole # 91-1 drilled through the core of the orebody intersected 2714.3 feet of copper-gold mineralization starting 32 feet below surface and ending 500 feet below the deepest level of the preliminary open pit design. The average grade of the intersection was 0.37% copper and 0.022 ounces per ton gold and the hole bottomed in ore.

These grades are respectively 76% and 83% above the average mineable grade previously reported by the company. The mineable reserves were last reported at 449 million tons grading 0.21% copper and 0.012 oz per ton gold. **The grade and tonnage of the deposit should be significantly upgraded with this level of results.** Two other holes in progress have also intersected over 2000 feet of copper mineralization but have not been assayed yet. The previous deepest hole went down 1450 feet below surface.

As shown in the table below, the grades are very consistent down the hole with a high grade gold section grading 0.064 oz per ton between the depths of 900 and 1200 feet. The copper grades increase with depth with grades over 0.5% below 900 feet.

Fish Lake Deposit: Hole 91-1 Results

Interval (feet)	Thickness (feet)	Copper (%)	Gold (oz/ton)	Copper Equivalent (%)
32.0 to 2746.3	2714.3	0.37	0.022	1.055
including:				
32 to 300	268	0.25	0.014	0.70
300 to 600	300	0.25	0.012	0.62
600 to 900	300	0.32	0.018	0.97
900 to 1200	300	0.40	0.064	2.60
1200 to 1500	300	0.36	0.017	0.96
1500 to 1800	300	0.41	0.018	1.04
1800 to 2100	300	0.41	0.017	0.99
2100 to 2400	300	0.47	0.018	1.03
2400 to 2746.3	346.3	0.43	0.017	0.95

The latest program is using a large diameter drill (about 3.5 inches) which appears to be retaining a higher degree of the contained metal due to the larger sample. Due to the relatively low work index of the rock (approx. 10), it is possible that previous drilling by Cominco using smaller diameter drills (mainly 1.5 inches), may have understated the grades of the deposit. This, plus indications of good metal recoveries in the preliminary metallurgical tests, could have very positive implications.

The company plans to drill nine holes in a cross pattern in 100 metre step outs around the previous deepest hole. The latest hole was on the eastern limb of the cross.

Still On Target For \$7 to \$9 Valuation

These results add more support to our initial valuation of TKO shares in the \$7 to \$9 range as stated in our report dated May 9, 1991. We therefore continue to recommend purchase of TKO shares.

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Goepel Shields
& Partners

i n s i g h t

M i n i n g

U P D A T E

Metallurgical Tests

.....

Almost Complete

.....

Drilling Program To

.....

Begin in August

Alan Ferry, CFA
(416) 594-1000
Toronto, July 22, 1991

TASEKO RESOURCES (TKO-V, \$4.20)

Taseko Resources announced an update on their Fish Lake gold-copper deposit near Williams Lake, B.C. The deposit contains mineable diluted reserves of 449.2 million tons at a 0.3% copper equivalent cutoff grading 0.21% copper and 0.012 ounces per ton of gold. The contained metal totals about 5.25 million ounces of gold and 1.9 billion pounds of copper. The deposit could be mined by open pit and has a low strip ratio of 1:1. (For background information, see the Goepel Shields Research Report dated May 9, 1991.)

Metallurgical tests are nearing completion at Lakefield Research where a one tonne drill core bulk sample has been tested. The ore has a low work index so it is easily milled and the gold and copper recoveries have been good. Simple copper flotation produces a high quality copper concentrate. Details of the results are expected at the end of July.

The company also announced that a 20,000 foot, large diameter diamond drilling program is scheduled to start on August 4th with two rigs. The program is designed to expand mineable reserves at depth and to provide core for pilot plant testwork. The Fish Lake deposit is cylindrically shaped at 3,000 feet in diameter. Previous drilling all stopped in copper-gold mineralization so the potential for an extension at depth is very good.

We continue to recommend purchase of TKO shares since there is considerable interest in the North American mining community in the Fish Lake deposit. Our target for the stock remains at \$7 to \$8.75.

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Goepel Shields
& Partners

Metals & Minerals

R E S E A R C H

Taseko Controls

Next Mt. Milligan After

Cominco Settlement

ALAN FERRY, CFA

Toronto, May 9, 1991
(416) 594-1000

RECOMMENDATION: BUY

TASEKO MINES LIMITED (TKO, \$4.05)

The former directors of Continental Gold are attempting to double lightning's odds by striking again with a Mt. Milligan clone at Taseko's Fish Lake gold-copper deposit. Using a proven formula, new Taseko management has regained control of this large, low grade porphyry deposit in the Quesnel Trough. The directors of Taseko control over half of Taseko's 7 million outstanding shares.

Mineable drill indicated reserves at Fish Lake have recently been increased to about 425 million tons (at a 0.30% copper equivalent cutoff) grading 0.22% copper and 0.012 ounces of gold per ton. The contained metal is 1.9 billion pounds of copper and 5.1 million ounces of gold. By comparison, Mt. Milligan at the time of the Placer Dome offer, had reserves of 425 million tons grading 0.20% copper and 0.013 opt gold containing 1.7 billion pounds of copper and 5.5 million ounces of gold.

We strongly recommend purchase of Taseko shares for speculative accounts.

Favourable Location

Fish Lake is located about 175 road kilometres southwest of the town of Williams Lake (home of Gibraltar Mines) in south-central B.C. and about 160 air kilometres north of Vancouver (see Figure 1). About half the road trip is on paved highway (#20) and the rest by a government maintained all weather gravel road. Electrical power would come from the B.C. Hydro Soda Creek Substation at

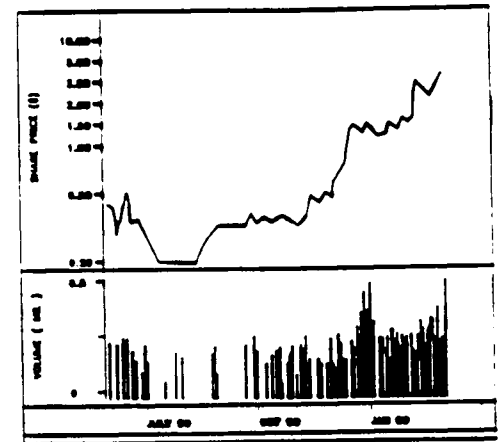


Chart courtesy of Taseko Mines Limited

Williams Lake. The climate is relatively dry and the local topography is favourable for a large scale, open pit development.

Good Orebody Fundamentals

The Fish Lake orebody has very good characteristics including:

- **Consistent Ore Grades:** Ore grades are very consistent throughout the orebody with few internal gaps. This has been confirmed by a consultant's "variogram" study.
- **Low Strip Ratio:** The overall strip ratio of the deposit is 1.1-to-1. While the high grade core is not large the limited overburden allows a very low strip ratio of 0.2:1 in first stage of a

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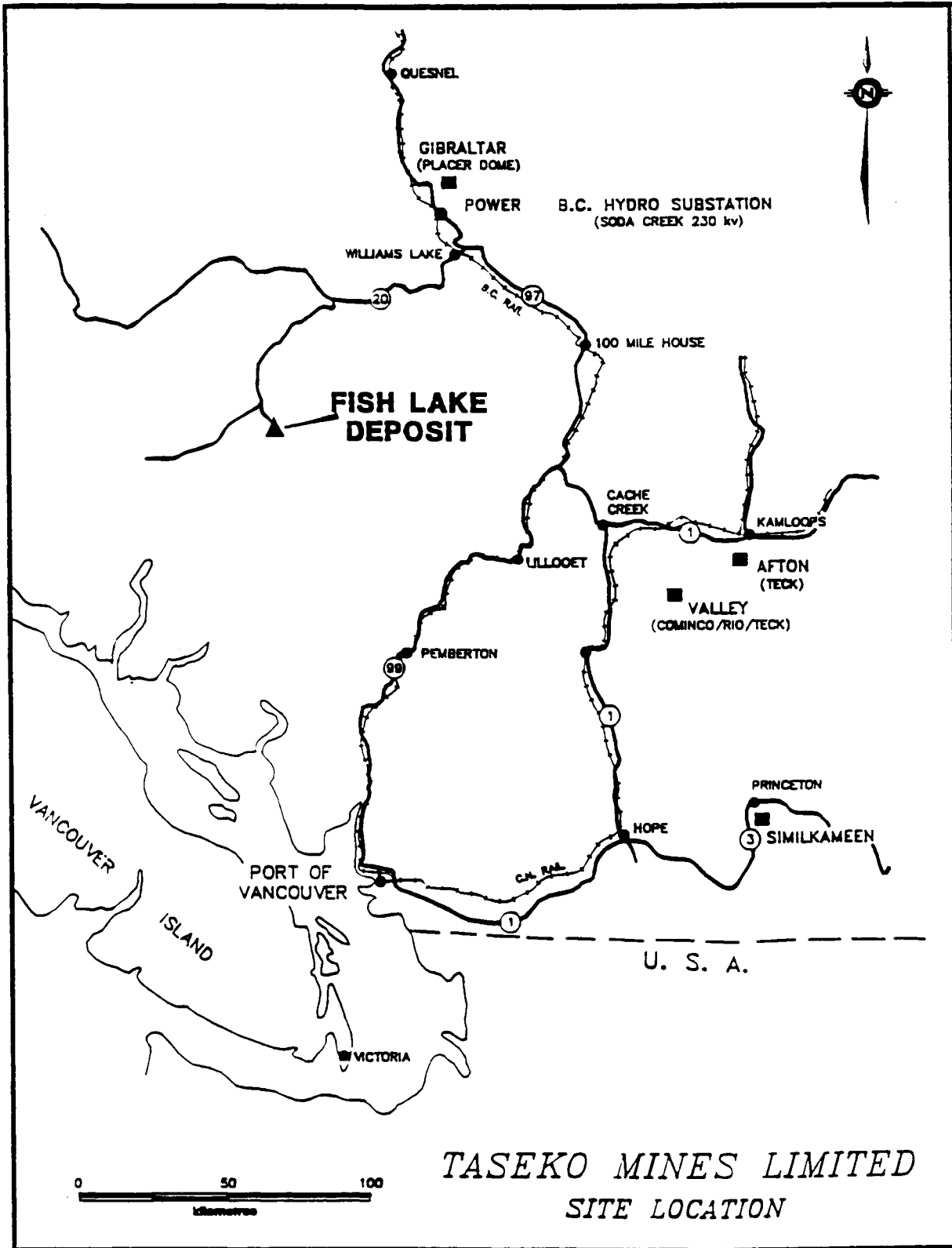
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Figure 1



preliminary three-stage pit design. Also, the orebody is shaped like a "short cylinder" which lends it very well to a regular, cone-shaped open pit with little waste from stepping back the pit walls (see Figure 2).

- **Reserves Open:** Ore reserves of 425 million tons are calculated within a final open pit that is about 1300 metres in diameter and 600 metres deep and are supported by 100 drill holes totalling 20,000 metres of cored drilling. The reserves are open to depth and to the north and west. About 65% of these reserves are drill indicated. The remainder are drill-inferred and require additional drilling to be upgraded to the "indicated" category.
- **Low Work Index:** The work index is a measure of the hardness of the ore. The significance of the number is the amount of grinding and therefore the amount of electricity required to process ore. Fish Lake ore has a work index of 13 to 14. Taseko management is of the view that Fish Lake's relatively soft ore (low work index) will have a significant positive impact on capital and operating costs.
- **Environmentally Acceptable:** The low sulfide content of the Fish Lake ore (about 1% to 2%), plus the presence of acid neutralizing minerals (gypsum and calcite) within the deposit suggest that acid generation will not be a problem at Fish Lake.

Preliminary Economics Very Encouraging

The company has conducted a preliminary economic analysis which suggests a rapid payback at US\$400 gold and US\$1.00 copper. Revenues at these prices are split roughly 50/50 between gold and copper. Cash costs for each byproduct are estimated at US\$258 per ounce of gold and US\$0.63 per pound of copper over the life of the mine. The cash costs per ounce of gold net of copper revenues are

calculated at a low US\$121 per ounce for the life of the mine and an incredibly low US\$51 per ounce in the first four years. The low costs in the first four years are attributed to the very low 0.2:1 waste-to-ore stripping ratio in the starter pit. The company has outlined a scenario that postulates a \$400 million capital cost, 66,000 ton per day operation that would produce about 200,000 ounces of gold per year and 87 million pounds of copper per year for 20 years with higher production of both metals in the first four years. The project payback at US\$400 gold and US\$1.00 copper is calculated at 4 years. Table 1 summarizes the company's evaluation parameters and projections.

We calculated a discounted cash flow value assuming three metal price scenarios using 75% debt financing (\$300 million) at 11%, a 20% discount rate on pre-tax cash flow and a US\$0.85 exchange rate. The resulting value per Taseko share (fully diluted) is as follows in Table 2:

Table 2. Pre-Tax DCF at 20% Per TKO Share

	Gold Price (US\$/oz)	Copper Price (US\$/lb)	DCF/TKO Share (8.8 MM Shares)
Optimistic Case	\$400	\$1.25	\$10.04
Base Case	\$370	\$1.15	\$ 7.13
Pessimistic Case	\$350	\$1.00	\$ 3.77

We believe the above figures support the current TKO share price and also support our target price range of \$7.00 to \$8.75 based on gold capitalization rates of \$20 to \$25 per ounce in reserves (see next section).

Taseko Inexpensive When Compared To Continental Gold

When compared to the value of Mt. Milligan implied from Placer Dome's \$20 take-over of Continental Gold, which owned about 70% of Mt. Milligan, Taseko shares at \$4.05, look inexpensive. In Table 3, we show a comparison of the two deposits based

on Mt. Milligan's reserves at the time of Placer Dome's purchase. Using current metal prices, Fish Lake compares favourably in terms of gross operating profit margin at 39% versus 38%. Both deposits are roughly the same size but Mt. Milligan is slightly richer in gold. The \$20 takeover price of Continental Gold capitalized the contained gold in reserves (or gold equivalent using a gold-to-copper ratio of 320:1) at roughly 4 times the current capitalization of Taseko Mines (using a fully diluted 8.8 million shares).

We would not expect a Continental Gold type premium to be paid for Taseko due to factors such as a weaker stock market environment for gold shares and a slower mergers and acquisitions market. We are not suggesting that Taseko shares will increase by 400%, however an increase in the area of

200% in a takeover appears to be possible. Taseko shares are trading at under \$12 per ounce of contained gold, excluding the copper, which is well below the finding costs for most major mining companies. As a result, this company has attracted the interest of several major mining companies looking at the possible acquisition of Fish Lake through the takeover of Taseko. Our target range for the share price over the next six to nine months is \$7.00 to \$8.75 based on a gold capitalization rate range of \$20 to \$25 per ounce in reserves.

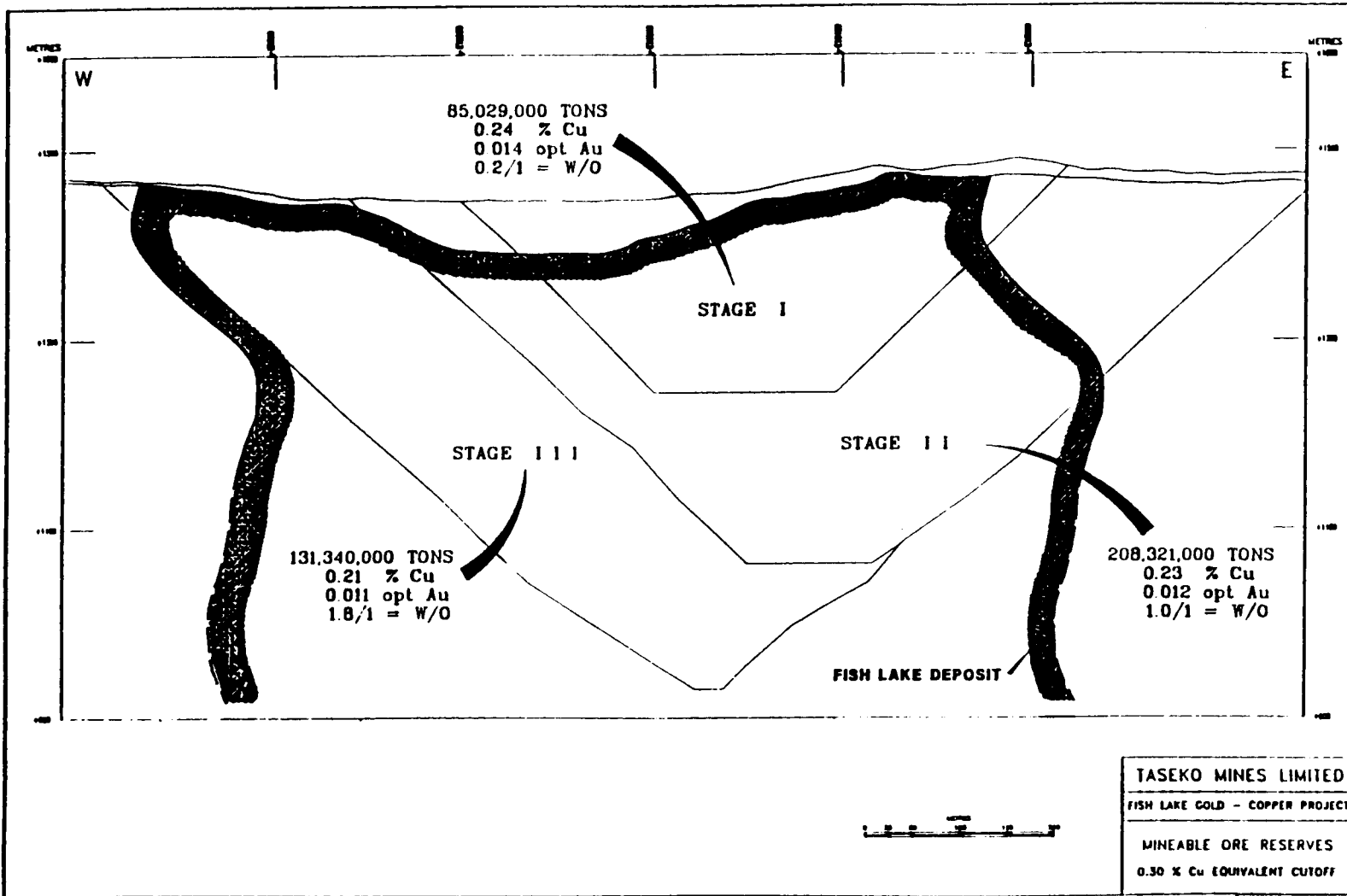


Figure 2

CUTOFF GRADE		MINEABLE ORE RESERVES					
NSR \$/ ton	Cu EQUIV. %	TONS	Cu %	Au opt	Cu EQUIV. %	Au CONTAINED ounces	WASTE ORE
2.50	0.20	497,700,000	0.21	0.011	0.63	6,475,000	0.8 / 1
4.00	0.30	424,700,000	0.22	0.012	0.67	6,096,000	1.1 / 1
5.00	0.40	342,000,000	0.24	0.013	0.62	4,448,000	1.6 / 1
STAGE I PIT	0.20	85,029,000	0.24	0.014	0.62	1,194,000	0.2 / 1

Table 1. Fish Lake Project: Company Projections

EVALUATION PARAMETERS

METAL PRICES	Gold US\$ 400 / oz Copper US\$ 1.00 / lb
EXCHANGE RATE	C\$ 1.00 = US\$ 0.81
SMELTER TERMS	Japanese Smelter Schedule Treatment and Refining Copper US\$ 0.25 / lb Gold US\$ 7.00 / oz
COPPER CONCENTRATE TRANSPORTATION COST	\$ 65 / ton concentrate
OPERATING COST	Mining \$ 0.60 / ton Broken Milling \$ 2.15 / ton Milled G & A \$ 0.40 / ton Milled

MINE MODEL

Milling Rate (tons/day)	66,000
Milling Rate (tons/year)	22,090,000
Mine Life (years)	20
Project Capital Costs (C\$)	400,000,000
Waste / Ore	0.5/1 - 1.3/1
Mine Site Costs (C\$/ton)	3.50 - 4.00
Projected Payback (years)	4

PROJECTED ANNUAL OPERATIONS

	ANNUAL AVERAGE		
	Years 1-4	Years 5-20	Years 1-20
Gold Feed Grade (oz/ton)	0.014	0.012	0.012
Copper Feed Grade (%)	0.24	0.22	0.22
Gold Recovery (%)	74.3	72.3	72.7
Copper Recovery (%)	90.3	88.8	89.1
Gold Production (oz)	231,200	192,700	200,400
Copper Production (lb)	96,304,000	86,776,000	88,682,000
Gold Production Cost (US\$/oz)	220	267	258
Copper Production Cost (US\$/lb)	0.54	0.65	0.63
Gold Production Cost (US\$/oz) (Net of Copper Revenue)	51	138	121

Source: Taseko Mines Limited

Table 3. Comparison of Values

	Taseko/ Fish Lake	Continental/ Mt. Milligan	Mt. Milligan/ Fish Lake Ratio
Reserves			
Tonnage (MM tons)	424.7	425.0	1.00x
Grade: Gold (oz/ton)	0.012	0.013	1.08
Copper (%)	0.22%	0.20%	0.91
Contained Metal			
Gold (000s oz)	5096	5525	1.08
Copper (MM lbs)	1869	1700	0.91
Current Metal Prices			
Gold (US\$/oz)	\$355	\$355	
Copper (US\$/lb)	\$1.12	\$1.12	
Cdn. Dollar (US\$)	\$0.867	\$0.867	
Net Smelter Return/Ton ⁽¹⁾ (At current metal prices)	\$6.25	\$6.48	1.04
Operating Cost/Ton	<u>\$3.80</u>	<u>\$4.00</u>	<u>1.05</u>
Operating Profit/Ton	\$2.45	\$2.48	1.01
Gross operating profit margin	<u>39.2%</u>	<u>38.3%</u>	<u>0.98</u>
Market Cap./oz gold in reserves ⁽²⁾	\$12.48	\$46.77	3.75
Market Cap./oz gold equivalent (gold copper ratio at 320:1)	\$5.82	\$23.84	4.10

(1) Assumes mine-life recovery rates as follows:

Fish Lake: copper - 89.1%, gold 72.7%

Mt. Milligan: copper - 90.5%, gold 75.2%

Assumes treatment and refining charges as follows:

copper - US\$0.25/lb., gold - US\$7/oz.

(2) Based on a 60% interest median case for Taseko in Fish Lake and Continental's 69.84% interest in Mt. Milligan.

**Taseko and Cominco Settle.
Taseko Regains Control Of Fish
Lake**

The six year legal dispute with Cominco has been resolved. The settlement agreement gives Taseko the exclusive right to control the deposit over the next three years. The sale of Fish Lake to a third party would be at the sole discretion of Taseko. In the event of a successful takeover bid of Taseko or the sale of the property, Taseko and Cominco would divide the "project value" defined as 5/3 of the value of the takeover bid for Taseko's shares on a fully diluted basis (8,773,384 shares).

Cominco is guaranteed a minimum of \$20 million and is limited to a maximum of \$48 million. The amounts to be received under various scenarios by Taseko shareholders and Cominco is set out according to a formula illustrated in Table 4 (based on Table I of Taseko's May 8th news release). For example, if a purchaser offered \$120 million for 100% of Fish Lake, Cominco would get \$48 million and Taseko would get \$72 million (\$8.21 per TKO share, fully diluted). At \$150 million, Cominco would be limited to \$48 million and Taseko shareholders would receive \$102 million (\$11.63 per TKO share). (Note: In our valuations, we have assumed a median case where Taseko shareholders would receive 60% of the project value although this would understate a bid for Taseko that exceeds \$72 million.) Taseko has also agreed to issue up to one million shares in three tranches to Cominco and has maintained a right of first refusal on any TKO shares sold or issued by Cominco.

Table 4. Fish Lake Project Value

<u>Taseko Per Share(s)</u>	<u>Take-over Bid Value (\$MM)</u>	<u>Cominco Receives (\$MM)</u>	<u>Project Value (\$MM)</u>
\$4.59	\$ 40	\$ 20	\$ 60
4.67	41	24	65
6.15	54	36	90
8.21	72	48	120
11.63	102	48	150
17.33	152	48	200
23.94	210	48	258 ⁽²⁾

(1) 8.8 mm shares fully diluted assuming Cominco takes down first two tranches of TKO shares totalling 600,000 shares.

(2) Project Value for the Mt. Milligan gold-copper deposit as purchased by Placer Dome Inc., October, 1990.

With a number of major companies already reviewing the project, plus management's proven record in this type of transaction, we believe that there is a high probability of the takeover offer for Taseko within the next six to nine months.