

CONGRESS

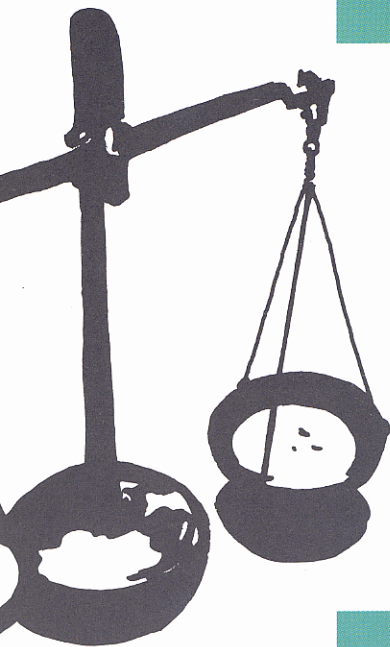
MAY 15 1989

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H I G H L I G H T S

Detailed re-sampling of the Upper Howard drift outlined two high grade gold zones:

Zone	Length (feet)	Avg Width (ft)	Avg Grade (oz Au/ton)
#1	196.8	3.80	.563
#2	107.6	5.47	.478

Raises (ascending tunnels) #1 and #2 continued to extend mineralization in the Upper Howard drift:

Raise	Length (feet)	Avg Width (ft)	Avg Grade (oz Au / ton)
#1	82.0	4.10	.632
#2	34.5	3.90	.357

- A fifth zone was encountered in the Lower Howard drift. Extending for 65.6 feet, the zone averaged .302 ounces of gold per ton with an average width of 6.32 feet.
- Initial tests were performed at the bioleach test plant, managed by Wright Engineers on the Congress property.
- Permitting activities are under way for a 50,000-ton heap leach test on the Carbonate Hill property.

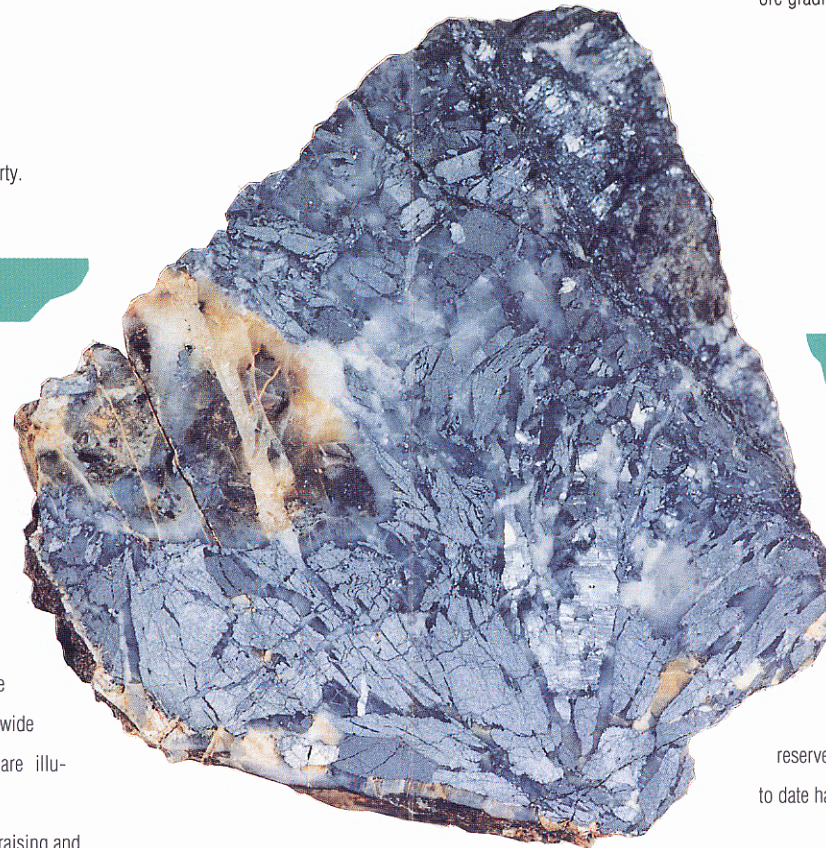
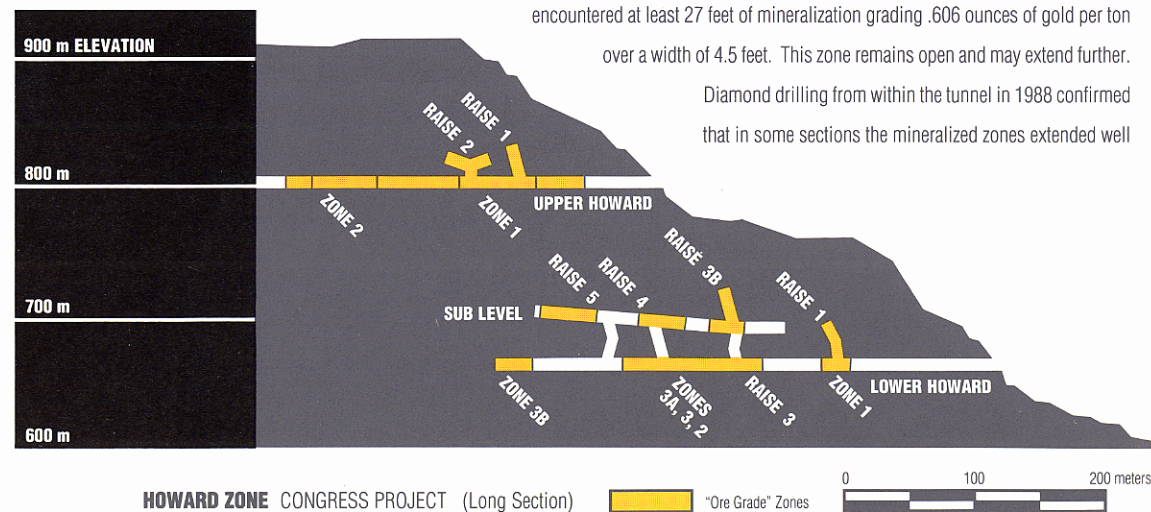
C O N G R E S S

Levon's Congress property, located at Gold Bridge, British Columbia, has continued to produce high grade gold discoveries. Most recently, re-sampling of the Upper Howard drift outlined two high grade gold zones. The first extended for 196.8 feet, averaging .563 ounces of gold per ton over a width of 3.8 feet. The second ran for 107.6 feet, averaging .478 ounces of gold per ton over a width of 5.47 feet.

Raises, or ascending tunnels, were driven to test the upward extension of both zones. The raise from the first zone encountered 82 feet of mineralization grading .632 ounces of gold per ton over an average width of 4.1 feet. In the second raise, the zone was extended for 34.5 feet, grading .357 ounces of gold per ton over a width of 3.9 feet.

On the Main, or Lower Howard level, approximately 420 feet below the upper drift, geologists have reported the discovery of a fifth gold zone, averaging .302 ounces of gold per ton and extending for over 65 feet. The zone is 6.2 feet wide and may represent the offset of Zone 3A, discovered in 1988 but interrupted by a fault. The Lower Howard discoveries are illustrated below and summarized in the table on the facing page.

As with the Upper Howard discoveries, the upward extension of the zone was tested by raising and encountered at least 27 feet of mineralization grading .606 ounces of gold per ton over a width of 4.5 feet. This zone remains open and may extend further. Diamond drilling from within the tunnel in 1988 confirmed that in some sections the mineralized zones extended well



Stibnite-arsenopyrite ore from The Congress Project, where recent discoveries have exceeded .30 ounces of gold per ton.

beyond the tunnel. Gold-bearing intersections graded as high as 4.70 ounces of gold per ton over five feet and 2.48 ounces of gold per ton over 15 feet. The longest intersection, 30 feet, averaged .75 ounces of gold per ton.

The 60,000 gallon biological leach test facility, built by Giant Bay Resources, operated on a trial basis in December before severe winter weather forced a shutdown.

The Congress project was temporarily shut down in early February due to extreme winter conditions. Levon will use this opportunity to assess results and expenditures to date, and to plan for future work and project financing.

The Congress, operated as a joint venture with Veronex Resources Ltd., is a lode gold project where geological reserves are now estimated at 670,000 tons grading .24 ounces of gold per ton. The known mineralization is currently concentrated in four veins, the Howard, Lou, Congress and Paul. The project goal on the Congress property is to block out at least 210,000 tons of proven ore grading .30 ounces of gold per ton to begin production.

Howard Zone Discoveries - Lower Howard Drift

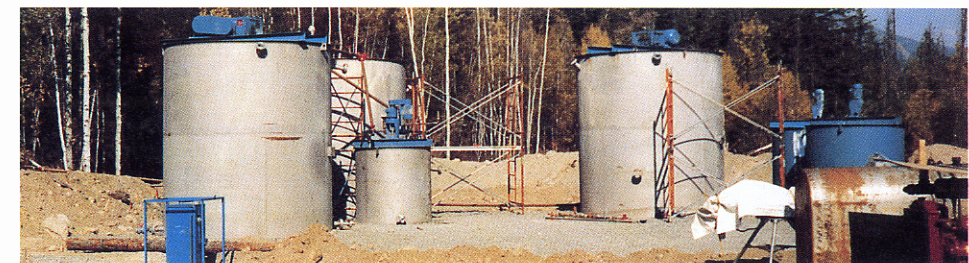
Zone #	Average Length (ft)	Average Width (ft.)	Average Grade (oz Au/ton)
Zone 1	60	7.00	.597
Zone 2	100	6.60	.624
Zone 3	184	3.30	.336
Zone 3A	170	3.30	.337
Zone 3B	66	6.23	.302

C A R B O N A T E H I L L

At Levon's Carbonate Hill properties, located at Cripple Creek, Colorado, permitting is underway for a large bulk test to confirm present reserve estimates and to determine the feasibility of using low-cost, heap leach methods for gold extraction. This test will treat some 50,000 tons of material typical of the deposit and should provide an accurate overall grade, allowing Levon to proceed with mine development. Carbonate Hill hosts a potentially large, near-surface gold deposit amenable to open-pit mining. Geological reserves, as calculated by Steffan Robertson & Kirsten of Denver, are currently estimated at 14,000,000 tons grading .031 ounces of gold per ton.

Over the past three years, the company has conducted extensive trenching and diamond drilling programs at Carbonate Hill, combined with metallurgical tests. This work has determined that gold is widespread. Although present reserves are concentrated on two areas, the Buckhorn and Chat, there is evidence of much more extensive deposition. Exploration to date has covered only about 35 of the property's 300 acres.

Levon holds a 100% leasehold interest in the Carbonate Hill properties, located 75 miles southwest of Denver, Colorado in the Cripple Creek mining district. Cripple Creek was first mined in the 1890s and is generally acknowledged as one of the greatest gold districts in world history. Past records indicate that the area produced between 20 and 30 million ounces of gold, worth some \$320 million at the then prevailing gold price of U.S.\$20.67 per ounce, or more than US\$7.0 billion at today's gold prices.



Initial tests were performed at the bioleach test plant on The Congress Project.

BRIDGE RIVER

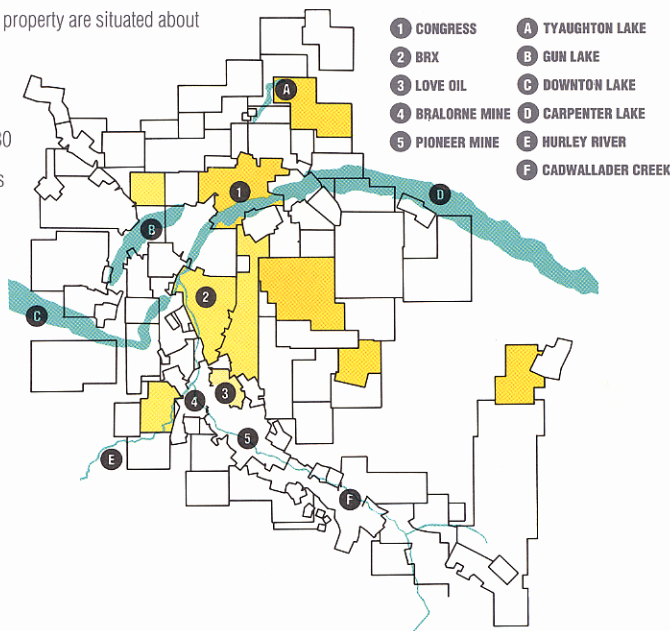
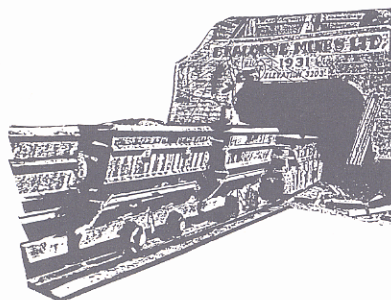
In addition to the Congress property, Levon's holdings in the Bridge River region of British Columbia total some 18,000 acres. The most significant discoveries have occurred on the Love Oil property, located adjacent to the Bralorne gold mine, one of the richest in Canadian mining history. The Bralorne Mine and the Love Oil property are situated about eight miles south of the Congress project.

Love Oil Project

A surface discovery by trenching on the Love Oil project averaged 2.30 ounces of gold per ton over a width of 9.4 feet. Rechecking produced assays averaging 2.90 ounces over the same width. This discovery has encouraged underground exploration along a rich vein which geologists feel may be part of the Bralorne system. Drifting encountered a target zone in the fall of 1988, grading .380 ounces of gold per ton over a strike length of 215 feet and an average width of 3.4 feet. The exposed vein contained two high-grade sections:

Section	Length (feet)	Avg Width (ft)	Grade (oz Au/ton)
#1	50	3.4	.590
#2	55	3.5	.630

Heavy snows interrupted the project during the winter, but work will resume in the spring of 1989. The Love Oil project is a joint venture with Coral Gold (30%) and Love Oil Company of Denver (40%), with Levon holding the remaining (30%).



PROFILE

Levon Resources Ltd. explores and develops gold properties in the United States and Canada. Two projects, Congress in the Bridge River region of British Columbia and Carbonate Hill at Cripple Creek, Colorado, are well advanced with established reserves. A third venture, the Love Oil property, has recently produced several high grade gold discoveries.

CORPORATE DIRECTORY

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NASDAQ, symbol LVNVF	Vancouver, British Columbia	Executive Director, G. Martin Greer	Investor Relations
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