

FAME* PROGRAM - SUMMARY SHEET

*COMPANY NAME: Veronex Resources CONTACT NAME: Louis Wolfin PREVIOUS BUDGET: \$1,450,000 REFERENCE NUMBER: E47B
 *PROPERTY NAME: Congress Property TITLE: Secretary 1986 BUDGET: \$750,500 DATE: 10-Oct-86
 *LOCATION: 6 km. NE of Goldbridge TELEPHONE NUMBER: 682-3701 FAME GRANT: \$50,000
 * Road access.

*TARGET COMMODITY: Gold in mineralized shear zones.

*CAPSULE SUMMARY OF PROJECT:

* Joint Venture: Levon Resources - 50%; Veronex Resources - 50%.
 * Current Reserves: (Possible & Probable & Proven) = 669,677 tons/0.24 oz. Au./t.
 * shear zones which often follow intrusive contacts or stratigraphic contacts. 3 ages of faulting - mineralized
 * in the Tertiary.

*1986 PROGRAM:

* Diamond drilling surface & U/G.
 * U/G Rehabilitation.
 * U/G excavation.

PROPORTION OF FAME FUNDING TO TOTAL PROJECT COST: 6.66%
 PROPORTION OF TOTAL "MEIP" FUNDS ON THIS PROJECT: 1.56%

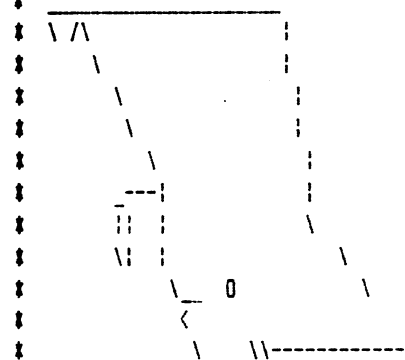
REPORTED PROGRESS WITH PROGRAM TO DATE:

* AUG: Total of 8500' drilled in 21 holes over past 3 months. 15 holes traced Lou zone S. for 1890 ft to Carpenter Lake, at 165' intervals along strike and down dip, plus 4 holes tested Ext. zone north for 985' to Gun Cr. at 330' intervals along strike. At least 2 significant ore shoots located in Lou zone. Other holes in one interested low grades over narrow widths: alteration envelopes were up to 100' wide. Drilling also located significant mineralization in Ext. zone. Other holes in zone either intersected low grades over narrow widths, or penetrated a fault that cuts off vein.
 * SEP: Very little work carried out as final approvals for permits and funds were not given until last week. Expect to reach working face by mid-Oct. Drilling, blasting and mucking will commence. Because of delayed startup, job won't be completed until late Jan. at earliest.

FORECAST VS ACTUAL PROJECT EXPENDITURES:

	-----MONTHLY-----			-----CUMULATIVE-----		
	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE
March 86			\$0	\$0	\$0	\$0
April 86	\$29,261	\$29,261	\$0	\$29,261	\$29,261	\$0
May 86	\$28,729	\$28,729	\$0	\$57,991	\$57,991	\$0
June 86	\$84,604	\$84,604	\$0	\$142,595	\$142,595	\$0
July 86	\$19,933	\$19,933	\$0	\$162,528	\$162,528	\$0
August 86	\$10,000	\$9,188	\$812	\$172,528	\$171,715	\$812
September 86	\$28,800	\$7,239	\$21,561	\$201,328	\$178,955	\$22,373
October 86	\$50,000		\$50,000	\$251,328	\$178,955	\$72,373
November 86	\$57,600		\$57,600	\$308,928	\$178,955	\$129,973
December 86	\$28,800		\$28,800	\$337,728	\$178,955	\$158,773
January 87	\$5,000		\$5,000	\$342,728	\$178,955	\$163,773
February 87			\$0	\$342,728	\$178,955	\$163,773
TOTAL:	\$342,728	\$178,955	\$163,773			

* LOCATION:



COMMENTS:

Joint Venture equally funded by:

- Levon Resources - 50%
- Veronex Resources - 50%

Application was on behalf of both Joint Venture partners.

SUMMARY OF FAME REPORTS RECEIVED

GRANT I.D. NO.: 10962-E47

NAME OF COMPANY: Levon Resources Ltd.

NAME OF PROJECT: Congress

AMOUNT OF GRANT APPROVED: \$100,000.00

TOTAL EXPENDITURES: \$338,704.67

ELIGIBLE GRANT: \$100,000.00

FUNDS LIBERATED: 0

DATE OF RECEIPT OF REPORT: December 15, 1986

AUTHOR OF REPORT: Cooke Geological Consultants Ltd. - Bradford J. Cooke, Dale A. Sketchley, Bradley T. Aelicks.

TITLE OF REPORT: Exploration Report of Diamond Drilling, Underground Sampling and Geological Compilation on the Congress Property Near Goldbridge, B.C.

COMMENT ON REPORT: Extremely bulky package of maps, sections, drill logs, survey calculations, sample descriptions and assay data.

COMMENT ON PROJECT: 8,500 ft of surface drilling resulted in the location of two potential ore zones within the Lou Zone. Significant mineralization was also encountered in the Extension Zone. Underground sampling identified several ore shoots in the Congress #3 adit and in the Howard Vein. A potential lowgrade open-pit reserve has been identified near the Lou Zone. Further work will concentrate on outlining 50,000 to 100,000 oz's of gold in the Howard Zone.

COMPANY'S COMMENTS ON 'FAME': "The FAME program allowed the Levon-Veronex joint venture on the Congress property to proceed as originally planned. If the program had not come about, further exploration may have been delayed for lack of funding.

"In general, FAME put people and money to work in B.C., exploring and developing our mineral resources. In that respect, FAME certainly fulfilled the goals that it set out to achieve."

Company Name: Levon Resources Ltd.
Property Name: Congress Property

Location: 6 km. northeast of Goldbridge, B.C.
Road Access

Target Commodity: Gold in mineralized shear zones.

1986 Budget: \$ 1,501,000⁰⁰
Previous Expenditure: \$ 2,900,000⁰⁰

Capsule Summary: Joint Venture: Levon Resources 50%
Veronex Resources 50%

Current Reserves: (Possible + Probable + Proven)
= 669,677 tons / 0.24 oz. Au/t

Geology: Triassic Bridge River Gp. sediments & volcanics
intruded by Tertiary feldspar porphyry dikes.
Gold mineralization in shear zones which often
follow intrusive contacts or stratigraphic contacts
3 Ages of faulting → mineralized Tertiary



1986 Program

- Diamond Drilling
Surface & U/G
- U/G Rehabilitation
- U/G Excavation

Grant
\$ 100,000