

## NORTHAIR MINES LTD.

### THE WILLA PROJECT

The Willa Project, located 12 km south of the town of New Denver in southeastern B.C., is currently a joint-venture between BP Resources, Rio Algom Exploration and Northair Mines Ltd. Surface and underground exploration since 1979 has delineated gold-copper-silver mineralized zones hosted mainly within a pipe-like body of hydrothermal breccia. The breccia and associated mineralization occurs within a pendant of volcanic and intrusive rocks caught up in the Upper Jurassic to Cretaceous Nelson Batholith.

BP and Rio Algom spent \$2.6 million in surface exploration before Northair entered the joint venture in 1985. Northair proceeded with underground development and to date, have earned a 70% interest in the property with a further expenditure of \$7.7 million.

Drill proven reserves within one zone (West Zone) currently stand at 606,000 tons grading 0.22 oz Au/ton, 0.26 oz Ag/ton and 1.04% Cu. Additional tonnage is currently being developed in other zones.

Over 46,900 feet of surface diamond drilling and 72,000 feet of underground diamond drilling has been completed. Underground development, with two adits now in place, totals 7,200 feet including 5,300 feet of adit, 600 feet of crosscut, 900 feet of decline and 200 feet of raising.

Exploration and development are presently ongoing with Stage I government approval for production expected in the spring.

F.G.H.

22/02/88