

<u>INTERNATIONAL RHODES RESOURCES LTD. (IRH-V)</u>						
DRILL HOLE	INTERVAL FEET	WIDTH FEET	GOLD OZ/TON	SILVER OZ/TON	LEAD %	ZINC %
SOUTH ZONE						
DC87-28	77.2- 83.8	6.6	0.357	1.02	2.21	1.13
DC87-29	69.9- 73.2	3.3	.727	2.02	4.40	0.38
DC87-30	119.1-120.4	1.3	1.089	0.47	0.37	.34
DC87-31	37.7- 41.0	3.3	.110	.58	1.72	.98
DC87-32	12.6- 34.5	21.9	.092	.13	.35	.29
	47.7- 51.0	3.3	.167	.79	2.30	1.55
	65.5- 66.6	1.1	.196	.49	1.00	1.36
DC87-34	59.1- 65.3	6.2	.448	2.06	4.14	2.61
	78.1- 81.4	3.3	.271			
DC87-40	183.7-184.7	1.0	.308	.86	2.20	4.28
DC88-45	339.6-346.2	6.6	.251			
NORTH ZONE						
DC88-51	33.8- 35.4	1.6	.195			

Murray Pezim, chairman of International Rhodes, reports that the diamond drilling program started with hole DC87-28 on 1Dec87 on the Dominion Creek property 27 miles NE of Wells, B.C., in which International Rhodes can earn 38.5% interest by spending \$1,385,000 by 31Dec89. Noranda Inc., the project operator, and Brenda Mines Ltd. are joint venture partners. A total of 6,095 feet were drilled in 27 holes in this program, bringing the total to 11,430 feet in 53 holes. Noranda is evaluating the results prior to recommending further exploration.

### PARALLAX DEVELOPMENT CORPORATION (PLX-V)

PHASE TWO DRILLING ON FLORES - Parallax Development  
ISLAND GOLD CLAIMS WARRANTED Corporation president

Robert E. Tsuida reports completion of their Phase 1 diamond drilling program, supervised by MPH Consulting Limited, on Flores Island some 12 miles NW of Tofino on Vancouver Island, B.C. The 1,600-acre property is 3 miles NW of Falconbridge's Catface deposit, 3 miles SW of Cominco's large Bedingfield property and 27 miles SE of Westmin's H-W mine.

Fill-in assay results for several intercepts are awaited. Meanwhile, Holes 6 & 7 on the main grid and 8 & 9 on McNeil Peninsula have significant gold values that require further testing along strike and at depth in Phase 2 diamond drilling.

### GABBS RESOURCES LTD. (GAB-V)

GOLD PROSPECT NEAR - Gabbs Resources Ltd. has agreed to KAMLOOPS ACQUIRED acquire an 8-claim gold prospect in the Kamloops, B.C., area by issue of 50,000 shares. President Tom Burton says the B.C. Minister of Mines reported in 1933 that an 18-foot shaft was sunk on an oxidized sheared zone 6 feet wide. Samples taken across a quartz vein 2 to 14 inches wide from the collar down assayed 0.70 oz. gold/ton and 11.5 oz. silver per ton; while a separate assay indicated 2.10 oz. gold/ton, showing a wide difference in values. Gabbs will seek to interest a joint venture partner.

### COMINCO LTD. (CLT-V,T,M)

PLANS MAJOR EXPANSION OF GERMANIUM AND INDIUM PRODUCTION

Cominco is proceeding with a new \$2,300,000 indium project and a \$5,800,000 germanium recovery project that is already underway in Trail, B.C., and which is scheduled for completion in August. Initial germanium production will be 8 tonnes a year, with provision for expansion to 15 tonnes. Indium production will rise from about 150,000 ounces a year to a potential capacity of about 1,000,000 ounces per year. With its own raw material input and new technology developed at Trail, Cominco will be the lowest cost world producer.

Both germanium and indium are strategic metals with important high technology applications. Germanium is used in night vision systems by the electronics industry and as a catalyst in the production of plastics. Indium is used in semi-conductors, light emitting diodes, nuclear control rods, and in other applications such as dental alloys and automobile windshield demisters.

### VERTEX RESOURCES LTD. (VXR-V)

START OF CARIBOO PLACER - Mark LaFleur, president of IS EXPECTED THIS MONTH Vertex Resources Ltd. reports that, due to an unseasonably low snowfall, management have decided to start setting up equipment on 14Mar87 on the Island Mountain property in the Cariboo-Barkerville gold camp near Wells, B.C., and then, in about 10 days, to start processing stockpiled material and continue the stripping and processing of two underground gold-bearing tertiary channels whose locations were established during last summer's bulk sampling program and the fall's seismic program.

It is expected that these channels will produce at least \$20 per cubic yard. Equipment on site will process up to 24,000 cubic yards per month at a cost of less than \$100,000 per month.

**SKYLINE EXPLORATIONS LTD. (SKX-V,T)**

**\$1,000,000 EXPLORATION PROGRAM PLANNED - Reg Davis,**

president of

Skyline Explorations outlined the 1988 exploration plans for the Reg property, 60 miles north of Stewart, B.C. This summer a \$1,000,000 exploration program will concentrate on the Crown grants adjoining the Snip property, a joint venture between Cominco Ltd. and Delaware Resources, and on the C3 zone where strong geochemical results have been obtained. Current proven and probable reserves of 1,086,000 tons grading 0.704 oz. gold/t are sufficient for a six year mine life.

The 200 tons per day mill is expected to be commissioned in April, with commercial production starting in May to produce approximately 50,000 ounces of gold and 50,000 ounces of silver in 1988. Each ton of ore is estimated to cost US\$203 to mine and mill. The ore grade during the summer and fall of 1988 should be about 1 oz. gold/ton. Cash flow after start-up in 1988 is expected to be about \$10,000,000. Annual production will double in 1989 when the mill is expanded to 400 tons per day.

Ron Adie, chief financial officer, says the company's cash position is sufficient to meet monthly expenditures until the end of April 1988. Additional funding for expenditures after April and for working capital during start-up of the mill are expected to be provided by short term bank financing. Discussions with a bank to provide this financing are underway.

Ronald Shon of Vancouver has been appointed chairman of the board, Reg Davis was appointed chief executive officer and Ronald Adie was appointed chief financial officer. Mr. Davis continues as president and Mr. Adie continues as vice president, finance.