

**RISE RESOURCES INC. (RIS-V)**

**UPDATE ON MISCELLANEOUS PROPERTIES** - Richard W. Hughes, chairman reported

that Rise Resources Inc. has acquired an option to purchase 100% of 4 mineral claims, 44 units, subject to a 2% net smelter return, in the Nicole mining division, B.C. for staged payments totalling \$150,000 by 30June93.

A 9 hole, 3500 ft. rotary drilling program on the Lightning Creek claims, 30 miles east of Quesnel, B.C., was successful in locating the quartz veins encountered during underground placer mining, and the results warrant a significant rotary/diamond drilling program in 1989 to test the extent of the veins.

The 1989 placer operations at Indian River, 30 km south of Duncan City, Yukon will begin in early April and will be expanded from two to four sluice boxes. Rise Resources expects its share of production to be 1,000 fine ounces of gold.

Rise has reduced the size of the La Fosse platform permit area, Labrador, from 6,500 to 1,500 hectares covering the most favourable geological environments.

The company is negotiating to acquire mineral properties in the Lac St. Jean area, Quebec, in Costa Rica, and in the Atlin area of B.C.

**VALEO ENERGY INC. (VEI-V)**

(FORMERLY GLADSTONE RESOURCES LTD.)

**MEE COMPLETION REPORTED** - Jerral B. Branson, president,

reported that Vaico Energy Inc. has completed an extensive testing program of the Galoc 1A(ST) horizontally completed appraisal well offshore, Philippines. The Galoc 1A(ST) well was completed at a measured depth of 9336 ft. of which 2061 ft. was a horizontal reach through a turbiditic sand reservoir interval. The horizontal section was drilled at an angle ranging from 84 to 90.5 degrees. The reservoir interval consisted of three distinct zones totalling 1236 ft. of sandstone encountered in a vertical penetration of 156 ft. The completion was made by running a 5 1/2 inch perforated liner from 7275 ft. to a total depth of 9336 ft.

The first drill stem test flowed at a rate of 4,173 BOPD, prior to it being froced into the water zone. The lower zone was then cemented to isolate the upper reservoir sections for testing purposes. The upper sand zones flowed at a rate of 3,225 BOPD after stimulation with acid, for a combined potential flow of 7,399 BOPD. The crude oil tested was 38.9 degrees API gravity.

All reservoir and test data will be analyzed prior to determination of the most appropriate future development program for the Galoc oil field. The Galoc 1A(ST) well will be temporarily abandoned for future re-entry.

The Jack-up drilling vessel, Palawan Princess is expected to arrive at the site of the Bonita exploration well on April 4, 1989. Spudding of the proposed +/- 7,000 ft. well on a pinnacle reef structure is estimated for three days later. Drilling and testing of the well is scheduled to be completed in about 40 days. The cost of a completed well at this location and depth is estimated to be US \$3,750,000. The Bonita well is the second well of 1989's four-well program in the Philippines.

Alcorn International has approximately a 50% interest in all wells to be drilled during 1989. (SEE ALSO GCML NO. 49, P.3, 10/19/89).

**FOR THE RECORD**

**ABNEY WOODS DEVELOPMENTS LTD. (AWD-V)** purchased one lot and signed an agreement to purchase the adjacent lot comprising 58,327 square feet, at 2662 S.E. Marine Drive (Fraserview) in Vancouver, B.C. for \$2,070,000. The company proposes to develop 37 townhouses on this site overlooking the Fraser River which are expected to be offered for sale in late 1989, early 1990.

**FUTURE GROUP INNOVATIONS INC. (FGI-V)** common shs. were conditionally listed on 5Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of

satisfactory distribution of the following offering. By 30Mar89 prospectus registered 29Apr89 with B.C. Sup't. of Brokers, Future Group are offering 1,100,000 shs. at 30¢ per sh. on VSE thru Canaris Investment Corp. & Pacific Securities Corp. as agents by 4Jul89. For guaranteeing the offering, the agents will be issued non-transferable warrants exercisable for 1 year from the date Future Group shs. are called for trading to buy 275,000 shs. at 60¢ per share.

**OMLA RESOURCES LTD.** common shs. were conditionally listed on 4Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of satisfactory distribution of the following offering. By 29Mar89 prospectus registered 4Apr89 with B.C. Sup't. of Brokers, Omla are offering 800,000 shs. at 35¢ per sh. on VSE thru Pacific International Securities Inc. as agent by 4Jul89.

**ANTHON RESOURCES INC.** common shs. were conditionally listed on 4Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of satisfactory distribution of the following offering. By 29Mar89 prospectus registered 4Apr89 with B.C. Sup't. of Brokers, Antron are offering 500,000 shs. at 40¢ per sh. on VSE thru Continental Securities as agent by 4Jul89. For the agent guaranteeing the offering, Continental will be issued non-transferable warrants exercisable for 2 years from the date Antron shs. are called for trading to buy 125,000 shs. at 40¢ per sh. in first year & at 40¢ per share in second year.

**GENSTAR RESOURCES LTD. (GEN-V)** common shs. were conditionally listed on 4Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of satisfactory distribution of the following offering. By 29Mar89 prospectus registered 4Apr89 with B.C. Sup't. of Brokers, Genstar are offering 325,000 common shs. at 35¢ & 300,000 flow-thru shs. at 35¢ per share on VSE thru Yorkton Securities Inc. as agent by 4Jul89.

**SHAZIMA RESOURCES LTD.** common shs. were conditionally listed on 4Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of satisfactory distribution of the following offering. By 29Mar89 prospectus registered 4Apr89 with B.C. Sup't. of Brokers, Shazima are offering 800,000 shs. at 30¢ per share on VSE thru Pacific International Securities Inc. by 4Jul89.

**GRIZZLY CREEK RESOURCES LTD. (GCR-V)** common shs. were conditionally listed on 4Apr89 on VSE. The shs. will be called for trading when the Exchange has evidence of satisfactory distribution of the following offering. By 27Mar89 prospectus registered 4Apr89 with B.C. Sup't. of Brokers, Grizzly Creek are offering 370,000 common shs. & 342,500 flow-thru shs. at 35¢ per sh. on VSE thru Yorkton Securities Inc. as agent by 4Jul89. For the agent agreeing to buy any unsubscribed shs., Yorkton will be issued non-transferable warrants exercisable for 12 months from the date Grizzly shs. are called for trading or 12 months from the prospectus date, whichever is earlier to buy 170,125 shs. at 40¢ per share.

**MT. EMILY EXPLORATION LTD. (MEV-V)** has signed an agreement to purchase the escrow shares of **IPC INTERNATIONAL PROSPECTOR CORP. (IPZ-V)**. No terms were reported. IPC has a 50% participating interest in the Secret Pass property in Arizona. FischerWatt, the joint venture partner and operator, has quoted reserves of 600,000 tons of 0.1 oz. gold/ton.

**TERRAVEST INDUSTRIES INC. (TAV-V)** has signed an interim agreement to sell its Calgary plant for manufacturing polyethylene geomembrane liners to Nova Geotechnical Products Inc. for \$5,000,000. Terravest's loss for the year ended Dec. 31, 1988 was \$883,922 or 13¢ per share.

**MAR EAGLE MINING COMPANY INC. (MEV-V)** reported the completion of its current phase of diamond drilling on its Mar Eagle property, Oryhee county, Idaho. Subject to regulatory approval, the company has agreed with Coates Drilling Inc., the diamond drilling contractor, to issue 62,500 shares at \$1.20 per share for drilling services rendered.