

SEVEN MILE HIGH RESOURCES INC. (SVH-V)

RESERVE CALCULATION - Maurice Hamelin president of Seven Mile High Resources Inc. reports that diamond drilling to date on the Vault claims near Okanagan Falls, 60 km south of Kelowna, B.C., held 60/40 by Inco Gold and Seven Mile High, has outlined an epithermal gold system over an area 2,952 ft. east-west by 1,640 ft. north-south. Within this system, a central zone has been drilled over a strike length of 1,312 ft. and a down dip extension of 492 feet. A diamond drilling program completed Dec. 15, has added information necessary to calculate the reserves in this zone. Results will follow shortly.

The 1989 work program has been approved for \$1,200,000 and calls for detailed geological mapping and diamond drilling of 39,360 feet as the zone is open to west, east and south to test known mineralization. Good potential exists for other economic gold zone on the 1700 hectare Vault claims.

On Dec.30,1988, Seven Mile High completed the private placement sale of 227,273 flow-through shares at 88¢ each to Mr. Hamelin. (See GCNL No.234, 6Dec88 for recent drill hole assays).

CONSOLIDATED GOLDWEST RESOURCES LTD.(KGG-V) has

an agreement to earn a 51% interest in 9 claim blocks, 517 units, in the Galore Creek area 105 miles NW of Stewart, B.C. by paying Pass Lake Resources \$50,000, issuing 200,000 shares and spending \$2,500,000 on exploration in three stages by 31Dec91. Consolidated Goldwest plans a \$500,000 program of airborne geophysics, reconnaissance mapping and geochemical surveys in 1989. Ground follow-up will concentrate on the JD claims, where grab samples have assayed up to 2.5 oz.gold/ton. GIGI RESOURCES LTD.(GIG-V) is negotiating to acquire an interest in certain mineral claims located in the Galore Creek area of northwestern B.C.

CATEAR RESOURCES LTD. (CAA.A-V)

PRIVATE PLACEMENTS REPORTED - E.R. Kruchkowski, president reports that Catear Resources Ltd. has completed a flow through private placement to 2 places at 95¢ per share to raise \$609,750. A finders fee of \$30,000 representing 4.9% is payable to Euro-Credit & Commerce Inc. The funds are to be spend developing the Goldwedge property near Stewart, B.C. The proposed private placements with P&M (1988) Petroleum - Mining and Company, Limited Partnership (GCNL No.237, 9Dec88) and Tap VI Resource Limited Partnership will not proceed as neither fund was able to raise their minimum offering.

PASS LAKE RESOURCES LTD. (PLJ-V)

VOLCANO RESOURCES CORP. (VOM-V)

GALORE CREEK PROPERTY OPTIONED - Volcano Resources Corp. has agreed to pay Pass Lake Resources Ltd. \$10,000, issue 85,000 shares and spend \$640,000 on exploration by 31Dec89 on the PL 7-11 claims, Galore Creek area, northwest B.C., to earn a 51% interest, subject to regulatory approval. The claims comprise 100 units or 25 sq.km., 12 km southwest of the Galore Creek porphyry copper-gold deposits.