

*George Cross*

*Reliable K*

1990

PRIME RESOURCES GROUP INC. (PRU-V)  
PRIME RESOURCES LTD. (SKZ-V,T)

DIAMOND DRILLING CONTINUES TO CUT - Prime Resources Group  
SECTION OF HIGH GOLD GRADES Inc. 50% and Stikine  
Resources Ltd. 50%

ported a major component of the 1990 Phase II  
program on the Eskay Creek project 60 km  
west, B.C. is the proposed 1,500-metre under-  
ground decline to access the 21B deposit. The  
decline is owned by Corona Corporation. Tonto Mining  
is the subcontractor on site. The Decline has  
a length of 1,500 metres and is within 50 metres of the  
cut into the 21B deposit. Along the  
access to the 21B Deposit, the Pumhouse Lake  
and Contact Zone were intersected. Sampling  
of these two zones. Ground conditions have  
been determined. The underground program is to be completed  
by the end of the year. A bulk sample will be shipped for Pilot  
Lakefield Research's. To date, 664 infill  
holes totalling over 136,000 metres  
are completed on the 21 zone. (SEE TABLE OVERLEAF)  
The continuation program of prospecting, geological  
and geophysical surveys (IP and UTEM), is  
ongoing. This data will be used to drill additional  
holes along the McKay adit zone on which five drill  
holes have been established. Diamond drilling is planned  
along the 22 Zone, which is a mineralized showing  
indicated by favourable Eskay Creek stratigraphy  
located approximately midway between the 21 Zone deposits and  
the McKay Adit Zone. A new reserve estimate is expected  
to be completed about 17Sept90.

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HOLE	DIRECTION	INTERVAL (Feet)	WIDTH (Feet)	GOLD (oz/t)	SILVER (oz/t)
<b>21B DRILLING RESULTS</b>					
CA90-353	3+00N	452.7-531.5	9.8	0.569	63.27
			9.8	0.139	0.80
CA90-422	9+25N		3	0.291	19.57
			6	0.311	0.56
CA90-431	S-		1.2	2.555	97.15
	incl		1.3	3.751	122.30
CA90-555	75W		3.1	0.345	75.61
CA90-566		341.1-357.5	16.4	3.712	126.93
CA90-567		63.3-68.9	1.8	0.144	2.33
		193.5-255.8	61.7	0.862	47.14
	ing	193.5-203.3	9.1	4.107	99.37
		157.5-170.6	13.1	1.163	53.40
	9+ N	255.8-262.4	6.6	0.280	1.00
		301.8-511.7	209.9	0.477	0.39
	including	436.2-472.3	36.1	1.059	0.52
	9+00N	173.8-180.4	6.6	0.141	
		239.4-275.5	36.1	0.132	
		429.7-442.8	13.1	0.138	
		478.9-488.7	9.8	4.121	0.
	9+75N	249.3-262.4	13.1	0.776	29.11
		419.8-455.9	36.1	1.922	36.81
CA90-600	4+50N	239.5-249.3	9.8	2.714	203.97
		285.3-311.6	26.3	0.126	10.08
		377.2-429.7	52.5	0.131	12.79
CA90-643	8+00N	446.1-462.5	16.4	0.281	35.19
		475.6-518.2	42.6	0.268	22.51
CA90-650	9+25N	275.5-328.0	52.5	1.257	11.11
CA90-655	12+50N				7.
					1.7-
					1.14

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