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Reliable

WESTERN CANADIA

SILVER BUTTE RESOURCES LTD. (SBU-V)

1990 PROGRAM WINDS DOWN - L.P. Starck, president, reports Silver Butte Resources has completed the 1990 program on the SIB claim group in the Eskay Creek area, 60 miles N.W. of Stewart, B.C., a 50/50 joint venture with AMERICAN FIBRE CORP. (AFB-V). The property covers a strike length of some 2.6 miles of stratigraphy that correlates with the Prime/Stikine Eskay Creek discovery which adjoins the SIB claims to the north.

The 1990 program included 26 diamond drill holes of 13,000 feet to test selected geophysical anomalies with corresponding soil geochemical and lithochemical anomalies at wide intervals along the Central anomalous zone that strikes north-south along the length of the claims. Of the 18 holes for which assays have been received, hole 90-30 gave commercial grades of 0.42 oz. gold/ton and 30.9 oz. silver/ton over a 46.9 foot interval. Seventeen holes contained low gold values which, although not commercial, are considered significant in view of their geologic setting. Holes 90-33 and 34, are of interest as they returned low gold values in a black carbonaceous mudstone unit considered to be some 300 to 700 feet stratigraphically below the mudstone unit hosting precious metal values in hole 90-30 in the southern Lulu discovery.

HOLE NO.	INTERVAL FEET	LENGTH FEET	GOLD OZ/T	SILVER OZ/TON	LEAD %	ZINC %
90-33	221.9-233.9	12.0	0.013	0.59	0.78	0.62
	262.1-271.5	9.1	.012	.35	.64	.42
90-34	9.8- 48.0	38.2	.068	.75	-	.14
	504.7-567.5	62.8	.020	-	-	-

104B General

The 1991 exploration program will include follow-up diamond drilling for extensions of the hole 90-30 mineralization. Six drill set ups have been prepared along the strike of the Lulu anomaly about 1,200 feet long. This year only one hole was drilled in the Lulu discovery situated about 820 feet west of the Central anomalous zone near the south end of the claims. (SEE GCNL No.199, OCT.15/90, P.3 FOR PREVIOUS INFORMATION)