

AGC AMERICAS GOLD CORP.
 [AGA-V] 12,450,417 SHS.

HOLE NUMBER	INTERVAL METRES	ØZ/ OZ/T	LENGTH METRES	LENGTH FEET	TRUE LENGTH METRES
AL97-1	20.0-61.0	0.058	41.0	134.5	30.0
-45°	20.1-31.0	.074	11.0	36.1	*
	34.0-40.0	.096	6.0	19.7	*
	4.0-54.0	.066	10.0	32.8	*
	59.0-61.0	.087	2.0	6.6	*
AL97-2	21.0-61.0	.095	40.0	131.2	38.0
-60°	21.1-22.0	.033	1.0	3.3	*
	22.0-50.0	.122	28.0	91.9	27
	50.0-60.0	.025	10.0	32.8	*
	60.0-61.0	.101	1.0	3.3	*
	61.0-78.0	.017	17.0	55.8	*
AL97-3	26.0-43.0	.078	17.0	55.8	16
-90°	26.0-33.0	.017	7.0	23.0	*
	37.0-38.0	.016	1.0	3.3	*
	38.0-43.0	.236	5.0	16.4	5.0
AL97-4	27.0-34.0	.860	7.0	23.0	6.0
-45°	34.0-35.0	.033	1.0	3.3	*
	119.0-120.0	.102	1.0	3.3	*
	128.0-131.0	.014	3.0	9.8	*
	131.0-141.0	.020	10.0	32.8	*
AL97-5	23.0-43.0	.121	20.0	65.5	17.0
-65°	23.0- 38.0	.154	15.0	49.2	13.0
	38.0-43.0	.022	5.0	16.4	*
AL97-6	19.0-38.0	.202	19.0	62.3	17.0
-90°					(*AWAITING DATA)

AGC now plans to drill 40,000 feet, an increase from the 20,000 feet drill planned 16Ap97.

Completion of the airborne helicopter magnetometer/electro magnetic survey originally scheduled for August 10 has been delayed due to calibration problems with the aircraft systems. The revised completion date is now the end of August. For further information visit the AGC website at www.lynx.bc.ca/fractal/americas/ (SEE GCNL NO.145, 29Jul97, P.2 FOR PREVIOUS TOODOGGONE PROJECT INFORMATION)

TOODOGGONE PROJECT FARMED OUT - Henry Meyer, president, AGC Americas Gold Corp., reports a formal joint venture agreement has been completed for **ANTARES MINING AND EXPLORATION CORP.** [ANZ-T] to earn a 55% interest in its Toodoggone Gold Camp, BC properties by spending \$5,000,000 on exploration. The project is located about 250 km north of Smithers, north-central BC. A further 5% may be purchased for \$4,500,000. With this funding in place, the companies expect to spend about \$2,500,000 during the 1997 drilling season.

The planned start of production in April 1998 by Royal Oak at its Kemess project 40 miles south of AGC Americas Gold JD discovery has improved the feasibility of large tonnage lower grade production in this area. In the past, mills operated using expensive diesel generators which will be replaced by hydro-electric power that has been provided to the area for Kemess and other projects.

An initial Phase I, 13 hole (5,591 ft) diamond drill program has now been completed on the Bonanza deposit. Assays for the first six holes are available (see table above). The Bonanza appears to be a shallowly dipping zone complicated by at least two set of cross-cutting high angle mineralized structures, all cut by a post ore porphyry dyke and late faulting. Dimensionally, the zone is complicated by several intersecting mineralized trends which produce high grade values within the shallow dipping near surface segment of the zone which was the focus of past exploration. True thickness of the high grade zones range from 16 to 30 metres in the shallowly dipping and 3 to 10 metres in the sub-vertical zones. Significant low grade widths also exist beyond the high grade core.

This means the shallow near surface high grade values which were the focus of past exploration represent only a small portion of the gold inventory in the zone. Past exploration focussed largely on high grade zones overlooking the bulk tonnage potential. Drilling will now shift to the Finn Zone.

An additional drill rig is now on site. This additional machine has the capacity to drill larger 3.345-inch diameter (PQ) sized core for planned metallurgical testing. A total of three rigs have been mobilized to the site. One drill rig is used as back-up while the other two rigs will now be drilling 24 hours per day on two 12 hour shifts.

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