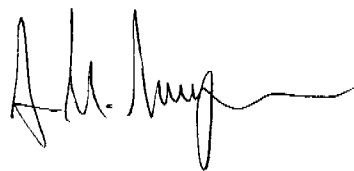


PINE CREEK GOLDFIELDS LIMITED

MCN 1162 - 1163

ANNUAL REPORT 1988

A handwritten signature in black ink, appearing to read 'A. M. Morgan', with a long horizontal flourish extending to the right.

A. M. MORGAN
CHIEF MINE GEOLOGIST
MARCH 1989

TABLE OF CONTENTS

1. INTRODUCTION
2. GEOLOGY
3. WORK UNDERTAKEN DURING 1988
4. PLANNED EXPLORATION

FIGURES

1. LOCATION PLAN

APPENDIX

1. STATEMENT OF EXPENDITURE

1. INTRODUCTION

During reconnaissance work, Pine Creek Goldfields (PCG) geologists located significant quartz veining 7 kms east of the Enterprise Mine. This was pegged and applied for under two mineral claims, N1162 and 1163.

These tenements were granted on the 20th August 1986 for three years and lie within EL4955.

2. GEOLOGY

Reconnaissance mapping of the area indicates significant quartz veining outcropping over 500m, striking NW-SE within greywackes, grits and conglomerates of the Burrell Creek Formation. No working exist in the area of this veining.

3. WORK UNDERTAKEN DURING 1988

Work has been restricted to reconnaissance visits by geologists. Work was programmed to start early in the 1988 season but exploration committments elsewhere on PCG tenements during July to December meant this had to be postponed.

4. PLANNED EXPLORATION

Mapping and sampling of the grid area will be undertaken early in the 1989 field season. It is anticipated that this will be followed up by costeaning and percussion drilling zones of interest.

Further work is dependant on the results of this programme.

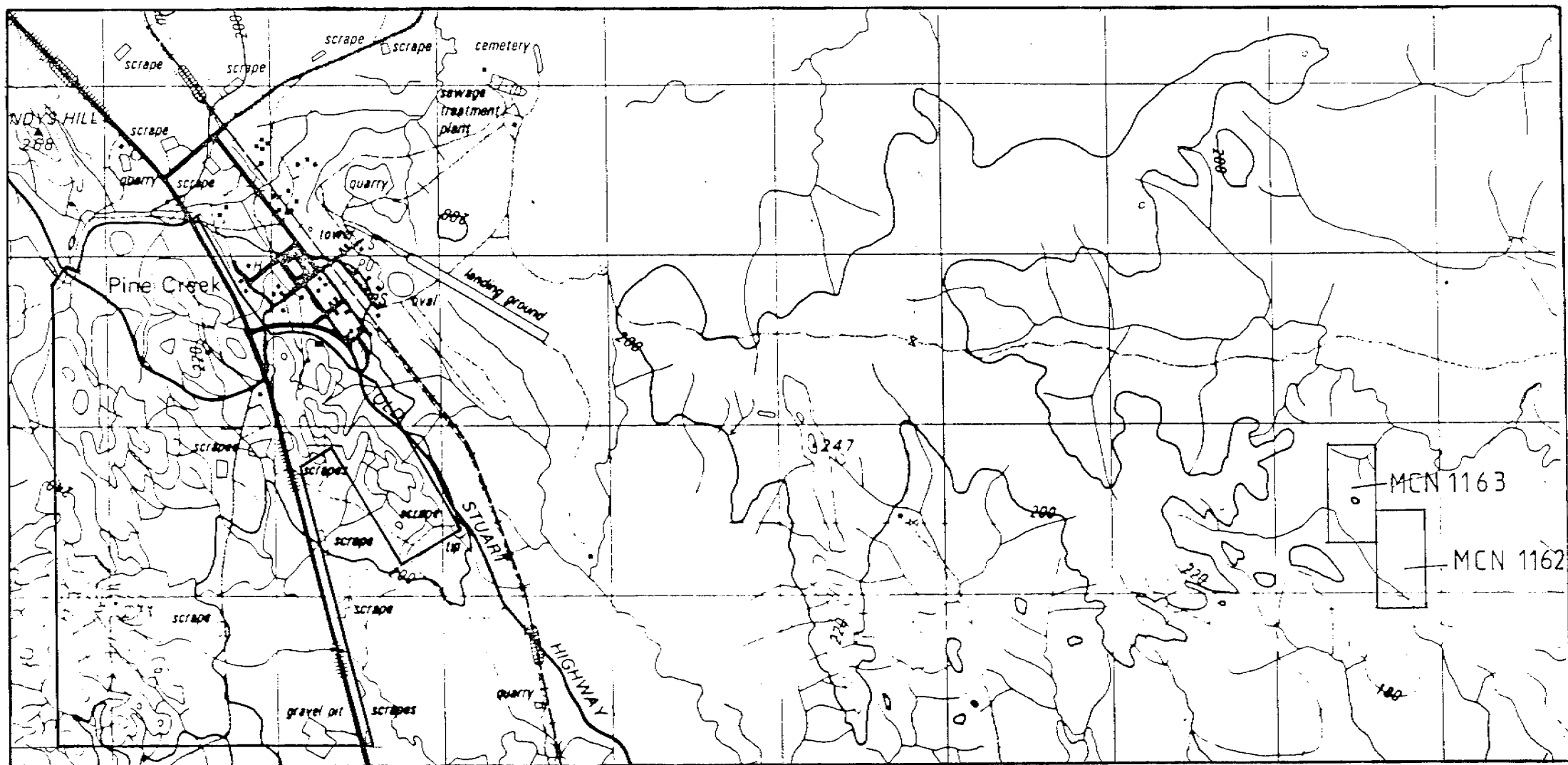


FIGURE 1

LOCATION - BONBROOK NORTH PROSPECT
(MCN 1162 - 1163)

STATEMENT OF EXPENDITURE

1ST JANUARY 1988 TO 31ST DECEMBER 1988

TENEMENTS:- MCN1162 - 1163, BONROOK NORTH

EXPENDITURE:-

	\$
Salaries and Wages	1500
Consumables	80
Assaying	-
Earthmoving	-
Diamond drilling	-
Percussion drilling	-
Surveying	-
Tenement Costs	180
Motor Vehicle Expenses	-
Subtotal	1760
Overheads at 10%	176
TOTAL	1936