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BMR GOLD Corp.

OLIVER HILLS PROJECT

The Project:

The Oliver Hills Project is located approximately 30 miles south of Reno, Nevada. It consists of an existing fully permitted Merrill-Crowe heap leach plant including a complete assaying facility and smelter capable of producing dore bullion.

The plant has an annual production capacity of between 35,000 to 45,000 ounces of gold.

The Reserves:

The plant and available reserves are located in the southern extension of the Comstock lode system. The Comstock Lode is one of the great Bonanza deposits in the world. During almost 100 years of operations (1859 to 1957) 8,256,000 ounces of gold and 192,000,000 ounces of silver were produced from 19,300,000 tons of rock.

During the early operating years the average grade from the Comstock was 1 oz/Ton gold and 20 oz/ton silver. The Con Virginia bonanza contained 1,250,000 tons grading 2.55 oz/Ton Au. and 53.5 oz/Ton Ag.

In recent years companies operating in the area have explored near surface extensions of the deeper lode system and the average grade of oxidized gold mineralization has been in the 0.04 to 0.10 oz/Ton of gold. The silver gold ratio varies between 10:1 and 20:1 range.

During the past three months the Company has engaged a consultant to review the reserves which are part of the project and the surrounding properties in respect of which negotiations are underway. This surrounding area; which has been examined, involves six different owners all of which have expressed an interest to conclude an arrangement with us.

Our independent consultant, Mr. Joe Wilkins has prepared a geological report dated October 26, 1990 on the reserve potential; a copy of the report is available upon request.

In summarizing his findings, Mr. Wilkins reported that established proven and probable reserves, which are part of the Oliver Hills Project and those on the adjacent properties total 3,370,000 tons at an average grade of 0.054 oz/Ton gold and 1.2 oz/Ton silver. Based on his field examination and existing reports, Mr. Wilkins reports that these properties have additional reserve potential of 5,800,000 Tons at comparable grades.

In addition to the above properties, there are numerous other properties in the surrounding area. Management of BMR is satisfied that reserves for processing in excess of ten years, should be attainable.