1932636 - R8 SEMS

Dakota

APPROVED DLM
DATE 1-10-95

Release

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 1

DAKOTA MINING CORPORATION ANNOUNCES EXPLORATION DRILLING RESULTS AT GILT EDGE MINE

DENVER, CO--January 10, 1995. Dakota Mining Corporation (TSE and AMEX:DKT) announced the results of an exploration program conducted at the Gilt Edge Mine located near Deadwood, South Dakota. The reverse circulation drilling program (9,475 feet) was commenced in October 1994 and was aimed at defining extensions to the Anchor Hill ore body at Gilt Edge. Fire assays from 16 of the 17 holes drilled indicate grades consistent with those documented from the first four holes, as previously announced. The assay results are shown in the following table:

Hole No. R94-870	330-335	5' @ .022 opt
	360-375	15' @ .059
	430-440	10' @ .029
	450-455	5' @ .026
	580-585	5' @ .034
	605-610	5' @ .025
	630-680	50' @ .126
Hole No. R94-871	150-155	5' @ .051
	255-385	130'@ .044
	410-420	10' @ .022
	440-480	40' @ .035
Hole No. R94-872	30-40	10' @ .024
	60-90	30' @ .024
	140-165	25' @ .025
	190-260	70' @ .033
	300-320	20' @ .022
	335-355	20' @ .028
	385-390	5' @ .024
	415-420	5' @ .033
	435-440	5' @ .021
	455-475	20' @ .069
	500-530	30' @ .050
	580-595	15' @ .041

Hole No. R94-873	0-130	130 @ .031
	175-180	5' @ .039
	190-205	15' @ .024
	230-255	25' @ .025
	340-345	5' @ .021
	360-405	45 @ .022
	420-545	125' @ .033
	560-575	15' @ .084
Hole No. R94-874	60-195	135' @ .039
	235-255	20' @ .029
	300-305	5' @ .046
	440-455	15' @ .021
	480-485	5' @ .021
	520-560	40' @ .021
	585-635	50' @ .029
	645-660	15' @ .020
Hole No. R94-875	50-55	5' @ .032
	80-85	5' @ .027
	170-215	45' @ .036
	235-265	30' @ .035
Hole No. R94-876	40-115	75' @ .040
	160-165	5' @ .024
	210-215	5' @ .021
Hole No. R94-877	100-105	5' @ .022
	130-165	35' @ .033
	200-205	5' @ .026
	250-265	15' @ .048
	470-475	5' @ .025
	510-530	20' @ .027
	545-555	10' @ .059
	590-595	5' @ .022
	605-610	5' @ .020

Hole No. R94-878	65-70	5' @ .065
	265-270	5' @ .021
	345-375	30' @ .029
	390-395	5' @ .092
Hole No. R94-879	5-30	25' @ .026
	100-135	35' @ .029
	155-210	55' @ .022
	275-325	60' @ .024
	355-460	105' @ .031
	480-545	65' @ .028
Hole No. R94-880	10-15	5' @ .021
	70-130	60' @ .023
	150-155	5' @ .364
	175-180	5' @ .209
	440-590	150' @ .037
Hole No. R94-881	0-40	40' @ .028
	100-115	15' @ .025
	375-380	5' @ .041
	425-490	65' @ .058
	505-530	25' @ .023
	580-600	20' @ .027
	620-700	80' @ .088
Hole No. R94-882	40-50	10' @ .033
	110-115	5' @ .020
	140-145	5' @ .020
	185-190	5' @ .030
	225-250	25' @ .022
Hole No. R94-883	145-150	5' @ .060
	235-565	330' @ .058
	580-590	10' @ .024
	600-605	5' @ .026
	630-635	5' @ .022

Hole No. R94-884	105-110	5' @ .042
	150-155	5' @ .035
	185-200	15' @ .170
	285-340	55' @ .101
	360-365	5' @ .023
	380-410	30' @ .030
	430-520	90' @ .095
	535-565	30' @ .022
Hole No. R94-885	240-345	105 @ .080
	370-385	15' @ .196
	460-465	5' @ .028
	480-495	15' @ .024

Alan R. Bell, President and Chief Executive Officer of Dakota Mining Corporation, said, "Preliminary calculations based on the recent drill holes indicate a significant increase to the original Anchor Hill reserve base of 7.5 million tons at an average grade of 0.026 ounces per ton. A recalculated reserve should be available in February 1995. These results are very encouraging and warrant continued exploration efforts later this year." Mr. Bell continued, "In addition, the Anchor Hill permitting process continues to be on schedule. We believe that the indicated oxide resource, coupled with the delineated 1.7 million contained ounces of gold in sulfide reserves, give the Gilt Edge property enormous potential for growth."

Dakota Mining Corporation is a publicly held Denver-based precious metals mining company with three operating mines in the United States. For further information, please contact Alan R. Bell, President and Chief Executive Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221 or FAX (303)573-1012.

# # #

APPROVED DATE
DATE 11-18-94

Release

Dakota

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Toronto Stock Exchange
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Dakota Mining Corporation News Release No. 11

DAKOTA MINING CORPORATION REPORTS THIRD QUARTER RESULTS

DENVER, CO--(November 14, 1994). Dakota Mining Corporation (TSE and AMEX: DKT) reported for the third quarter ended September 30, 1994 the following results:

SUMMARY OF THIRD QUARTER RESULTS

	Three Months Ended September 30, 1994	Nine Months Ended September 30, 1994
Operating Revenues	$2.47 million	$6.18 million
Net Loss	$(352,418)	$(5.12) million
Net Loss Per Common Share	$(0.02)	$(0.32)

Gold production for the third quarter was 8,338 ounces. Year-to-date gold production was 20,492 ounces. Effective September 15, 1993, Dakota successfully completed a financial reorganization and private placement, the details of which have been previously announced. Under generally accepted accounting principles in Canada, pursuant to which the Company's financial statements are prepared, the financial reorganization was accounted for as a *"fresh start."* Accordingly, financial data prior to the financial reorganization has not been included in the Company's financial statement.

Commenting on the Company's third quarter results, Alan R. Bell, President and Chief Executive Officer, stated, "The lack of production from the Stibnite Mine, resulting from delays in obtaining various operating permits, continues to impact the Company's performance. However, during the quarter a great deal of progress was made and management is making every effort to have permits in place for the 1995 season."

As previously announced, Atlas Corporation inexplicably and without prior notice to Dakota, stated that it had "elected not to proceed" with the acquisition of 3.1 million convertible Preference Shares to be issued by Dakota pursuant to the terms of a Letter Agreement dated May 31, 1994. Management of Dakota and its legal outside counsel believe that Atlas Corporation has a binding obligation to acquire the Preference Shares, and intends to pursue every course of action available to it to enforce the rights under the terms of the Letter Agreement.

Dakota Mining Corporation is a publicly held Denver-based precious metals mining company with three operating mines in the United States. For further information, please contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221 or FAX (303)573-1012.

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News Release

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Dakota Mining Corporation News Release No. 10

DAKOTA ANNOUNCES DECISION TO ENFORCE TERMS OF AGREEMENT WITH ATLAS

Denver, CO, November 1, 1994 -- Dakota Mining Corporation (TSE,AMEX:DKT) announced today that it intends to pursue every course of action available to it in order to enforce its rights under the terms of a Letter Agreement (the "Agreement") with Atlas Corporation (NYSE:AZ). As part of the Agreement, which was entered into on May 31, 1994, Atlas agreed to acquire 3.1 million convertible Preference Shares of Dakota subject to certain conditions, all of which the management of Dakota believes have been materially fulfilled. On October 28, 1994, Atlas, inexplicably and without prior notice to Dakota, announced that it had "elected not to proceed" with the acquisition of the Preference Shares. Management of Dakota and its outside legal counsel believe that Atlas has a binding obligation to acquire the Preference Shares, and Dakota intends to proceed accordingly.

Atlas recently completed a $50 million equity offering. As represented by Atlas in a related private placement memorandum, a portion of the offering proceeds were raised for the sole purpose of acquiring the Preference Shares from Dakota under the Agreement. Approximately $14 million of the offering proceeds, which exceeds the amount required by Atlas to acquire the Preference Shares, is currently being held in escrow. Management of Dakota believes that a portion of the escrowed offering proceeds should be applied as previously agreed to complete Atlas' obligations under the Agreement.

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# # #

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To ROD MACLEOD
Co.
Co.

ATLAS CORPORATION

370 17th St., Suite 3150
Denver, CO 80202

APPROVED
DATE 7-19-94

NEWS

For Immediate Release

Contact: Robbin Lee
(303)825-1200

ATLAS SECURES FUNDING FOR US $50 MILLION EQUITY FINANCING

July 19, 1994 – Atlas Corporation (NYSE:AZ) announced today that it will be closing its previously announced equity financing for US $50 million on revised pricing. The issue has been conducted through a Canadian underwriting syndicate comprised of First Marathon Securities Limited, Burns Fry Limited, ScotiaMcLeod Inc., Wood Gundy Inc., Goepel Shields & Partners Inc., and Loewen, Ondaatje, McCutcheon Limited. This financing will result in the issuance of approximately 9 million units of Atlas at US $5.50 per unit. Each unit consists of one common share and one half purchase warrant, of which one whole purchase warrant entitles the holder to acquire one common share of Atlas at a price of US $7.00 for a period of five years. The purpose of this financing is to allow Atlas to complete the acquisitions of its strategic investments in Granges Inc. and Dakota Mining Corporation. The above transaction will be submitted to Atlas shareholders for the appropriate regulatory approval.

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APPROVED NM
DATE 8-18-94

News Release

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Dakota Mining Corporation News Release No. 9

DAKOTA MINING CORPORATION REPORTS SECOND QUARTER RESULTS

DENVER, CO--(August 17, 1994). Dakota Mining Corporation (TSE and AMEX: DKT) reported a net loss for the second quarter ended June 30, 1994 of US$3.4 million, or US$0.24 per Common Share, on revenues of US$2.28 million. For the six months ended June 30, 1994, the Company reported a net loss of US$4.8 million, or US$0.34 per Common Share, on revenues of US$3.71 million. Gold production for the second quarter was 6,676 ounces. Year-to-date gold production was 12,154 ounces. Effective September 15, 1993, Dakota successfully completed a financial reorganization and private placement, the details of which have been previously announced. Under generally accepted accounting principles in Canada, pursuant to which the Company's financial statements are prepared, the financial reorganization was accounted for as a *"fresh start."* Accordingly, financial data prior to the financial reorganization has not been included in the Company's financial statement.

Commenting on the Company's second quarter results, Alan R. Bell, President and Chief Executive Officer, stated, "The second quarter and year-to-date results were adversely affected by the lack of production at the Stibnite Mine due to delays in obtaining various operating permits as previously announced and by unusually wet winter conditions at the Golden Reward Mine. At the Golden Reward Mine, a crusher has been contracted to increase material throughput. The effect of this make-up production is expected to be realized during the second half of 1994. Operating expenses also include charges of US$1.7 million to accrue future reclamation costs at the Gilt Edge Mine as a result of planned increases in concurrent reclamation activities related to waste facilities and approximately US$1.4 million for additional stand-by and holding costs for the Gilt Edge Mine. The increase in holding costs are a result of slower than expected neutralization of spent ores on heap leach pads and the resultant delay in processing certain stockpiled ores."

As previously announced, the private placement of 6,000,000 Special Warrants for Cdn$13.8 million that took place during the first quarter was finalized on June 22, 1994. Consequently, cash balances increased following the release from escrow on June 29, 1994 of the remaining proceeds of Cdn$10.35 million.

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# # #

APPROVED
DATE 12-16-94 AM

MEMORANDUM

TO: ALL EMPLOYEES

FROM: Shawn L. Murra SLM

DATE: December 16, 1994

RE: Brohm Salary Savings Plan

All eligible employees who wish to enroll in our salary savings plan must sign up in December. You are eligible to join the plan if you have been a Brohm employee since at least January 1, 1994 (i.e., one year of service).

All current members of the plan who would like to change their payroll contribution percentage, contribution investment types/percentages and/or beneficiaries may do so at this time also.

Changes and additions to individual salary savings plans may only be made twice a year: January 1 and July 1.

See Shawn for appropriate forms and information. You can also refer to your Salary Savings Plan or Darlene in Denver at 303/573-0221 for additional information.

cc: Rod J. MacLeod, BMC
Darlene Brenner, DMC

corresp\401Kmem2.slm

Closing Date
Nov. 11, 1994

BROHM MINING CORPORATION
REQUEST FOR ANNOUNCEMENT OF POSITION

DATE 11-08-94

POSITION Plant Helper

DEPT. Process Plant

NO. OF POSITIONS 1

SALARY GRADE 10-63

LOCATION Gilt Edge Mine

COMMENTS FOR ANNOUNCEMENT: (BRIEFLY DESCRIBE DUTIES, INCLUDE TRAVEL, NECESSARY LICENSES OR CERTIFICATES, WORK HOURS, ETC.)

Monitor Leach Pad; Collect Samples, Repair Drip lines, Lay and Bury Driplines, Clean up, Assist Plant Operator, Perform Minor Maintenance, Other Duties as Assigned.

NEW POSITION _____ VACANT POSITION ✓

INCUMBENT _____ DATE OF VACANCY 11-14-94

POSITION REPORTS TO Jim Thompson / Bob Marquiss

SIGNATURE [signature]

TITLE Plant Super.

APPROVAL: DEPARTMENT [signature] DATE: 11-8-94

PERSONNEL [signature] DATE: 11-8-94

G.M. [signature] DATE: 11-8-94

BP.1-88

(pgannounce) (040888)

See Shawn if you would like copies of this.

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APPROVED AM
DATE 8-5-94

the Prin Group
Des Moines, Iowa 50392-0001

BRIEFLY

2nd Quarter 1994
Investment Newsletter

INVESTMENT RESULTS ENDING 06-30-94

	Last Quarter*	Last 12 Months	Last 3 Years	Last 5 Years
CONSERVATIVE ACCOUNTS				
Average 5-Year Full Rate Guaranteed Interest Account for New Deposits	6.97%	5.83%	6.40%	7.29%
Money Market Account	0.92	3.12	3.57	5.40
MODERATE ACCOUNTS				
Government Securities Account**	-1.34	-4.34		
Bond & Mortgage Account	-0.86	-0.46	8.89	9.00
Bond Emphasis Balanced Account**	-0.49			
Stock Emphasis Balanced Account**	0.40			
DYNAMIC ACCOUNTS				
U.S. Stock Account	0.75	1.37	9.51	9.35
Growth Stock Account	0.62	5.75	10.05	
Value Stock Account	2.00	3.20	9.99	
Small Company Stock Account	-2.57	10.72	19.10	
Stock Index Account	0.36	1.13	8.98	
International Stock Account	0.61	24.88	17.16	12.31
Real Estate Account	0.62	3.32	3.41	0.29

BALANCED ACCOUNT PROXIES				
Bond Emphasis Balanced Account	-0.49%	1.30%	9.26%	8.92%
Stock Emphasis Balanced Account	0.40	3.00	9.70	8.99

The two balanced accounts, which are managed by Principal Financial Advisors, Inc. (PFA), began October 1, 1993. Proxy results for periods before then are based on actual past account mix decisions made by PFA for its clients. Results for periods after October 1, 1993 are actual Balanced Account results.

* Unannualized except for the Guaranteed Interest Account.

** The Government Securities Account started July 1, 1993. The Bond Emphasis Balanced Account and the Stock Emphasis Balanced Account started October 1, 1993.

the Principal Financial Group
Des Moines, Iowa 50392-0001

ECONOMY

2nd Quarter 1994

The U.S. continued to set a fast pace for the world's developed economies in the second quarter. While Europe and Japan struggled, the U.S. economy probably grew at an annualized rate of about 4%, after inflation. In other good news:

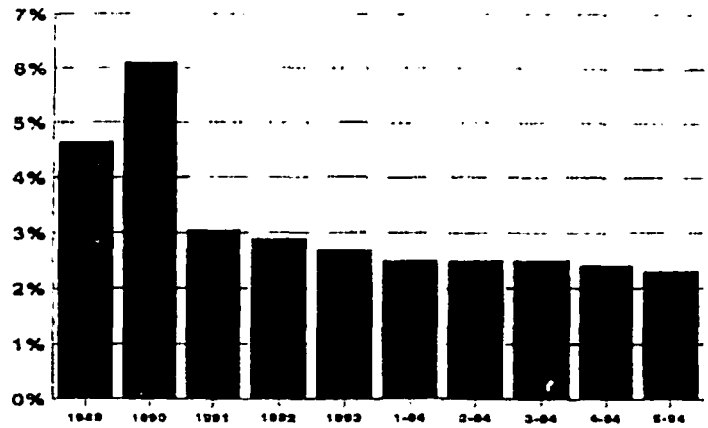
- Unemployment dipped to the 6% range, which many economists consider to be near full employment.
- Inflation, as measured by the Consumer Price Index, scraped along at less than a 3% rate. In fact, inflation in 1994 may be less than last year's low level.

We believe the economy can continue to expand at a modest pace for at least another year or two. As that happens, though, inflation and interest rates -- especially short-term rates -- will probably rise. However, at the peak of the current business cycle, inflation and interest rates are unlikely to reach the high levels of previous cycles.

Negative economic news during the quarter focused on:

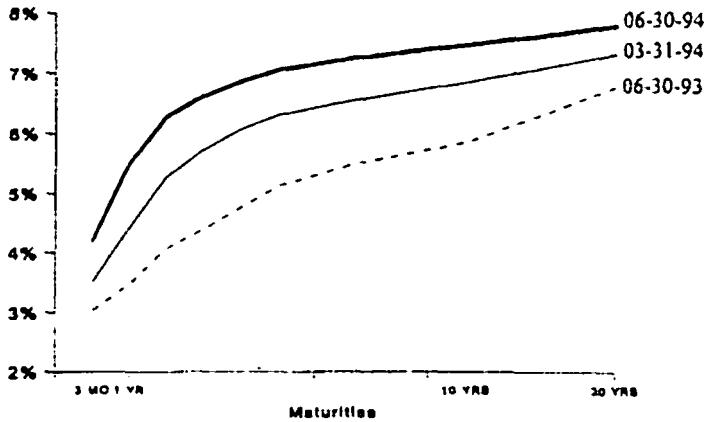
- Rising interest rates. As the graph on this page shows, rates of all maturities moved up in anticipation of higher inflation. Rates returned to levels of two years ago.
- The decline in the value of the dollar relative to the Japanese yen. Actually, the dollar's weakness hurts Japan more than the U.S. As the yen strengthens, Japanese exports become more expensive in world markets while U.S. exports become more affordable.

Inflation:

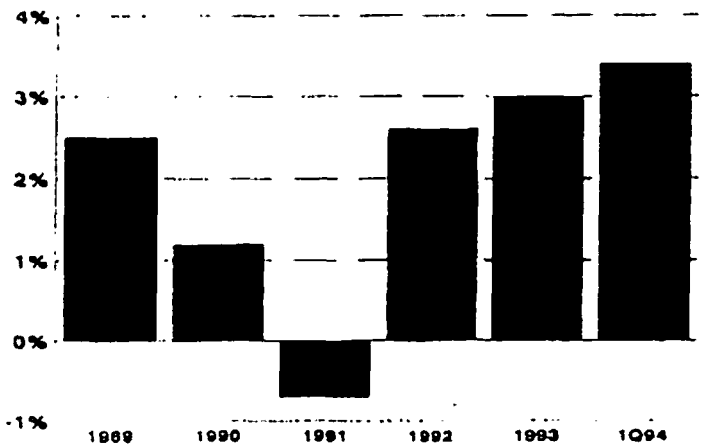


Annualized change in Consumer Price Index-All Urban Consumers.

Treasury Yield Curve:

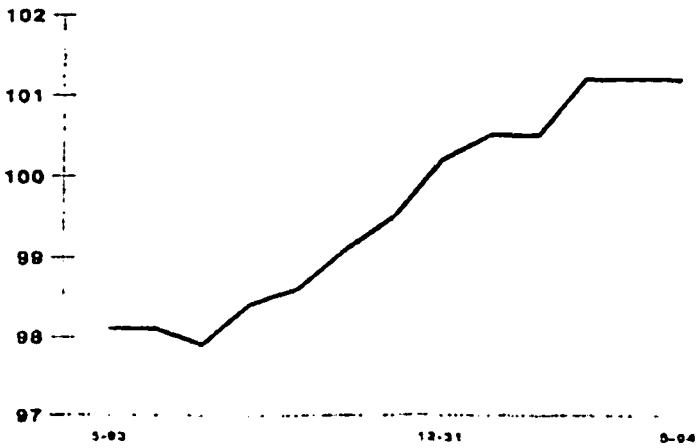


Gross Domestic Product (GDP):



Annualized real (after-inflation) growth in the U.S. economy.

Leading Indicators:



Index of leading economic indicators. Base year 1987 = 100.

the Principal Financial Group
Des Moines, Iowa 50392-0001

INVESTMENT MARKETS

2nd Quarter 1994

Second quarter markets continued to sputter. Both bonds and domestic stocks produced near-zero total returns. Among foreign stock markets, only Japan made solid gains.

Domestic stocks face two problems: pricey valuations and rising interest rates. Rates rose to 7.5% on the 30-year Treasury bond during the quarter. Besides impairing the business climate, higher interest rates make bonds an increasingly attractive alternative to high-priced stocks. The dividend yield on the Standard & Poor's 500 is just 2.9% -- a level stocks have rarely reached, and one indicator of how high stocks are priced. Estimates are that stocks and bonds may now provide fairly similar long-term returns. At any rate, investors lack strong incentive to bid stock prices higher at this point.

While interest rates rose less than in the first quarter, the increase reduced fixed-income values enough to offset the interest earned. Longer-term bonds lost more than intermediate notes, while money market accounts rose about three-fourths of a percent.

Overseas, Japanese stocks gained about 11%, mostly from currency gains as the yen strengthened against the dollar. Other Asian markets took a breather from their sharp first-quarter slide. Europe settled for a small loss.

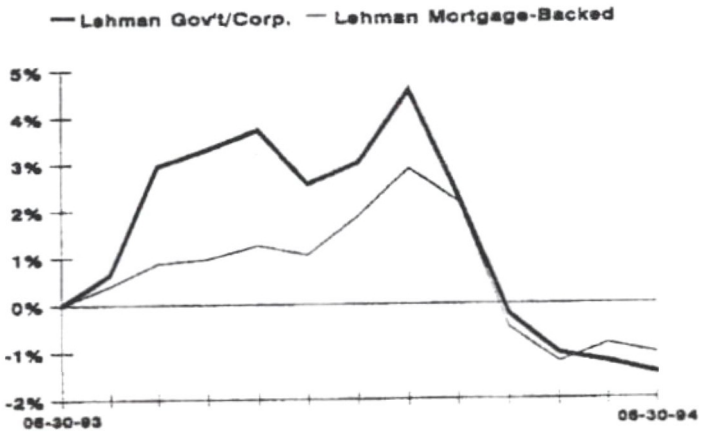
Meanwhile, real estate equity showed more signs of life as occupancy levels rose and prices firmed up.

2Q94 Stock Market Performance:

United States	-0.57%	Malaysia	+8.53%
Europe	-1.91	Mexico	-9.03
Asia/Pacific (ex Japan)	+1.03	Netherlands	+1.16
France	-5.39	Singapore	+10.95
Germany	-0.39	Switzerland	-0.70
Hong Kong	-3.96	Thailand	+5.93
Japan	+11.09	United Kingdom	-2.40

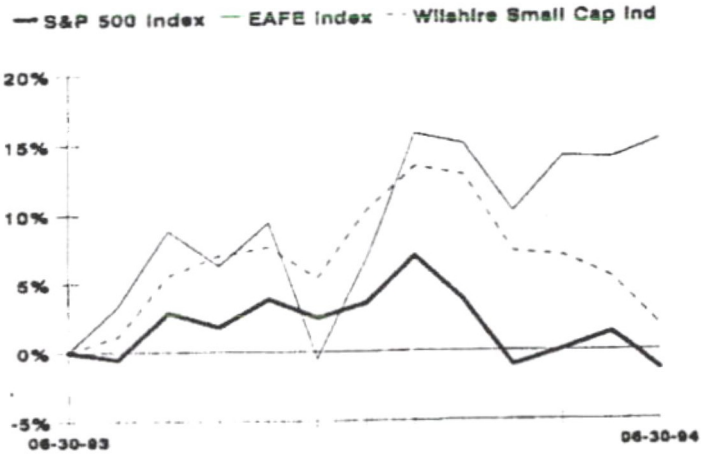
All results in U.S. dollars, without dividends.

Bond Value Change:



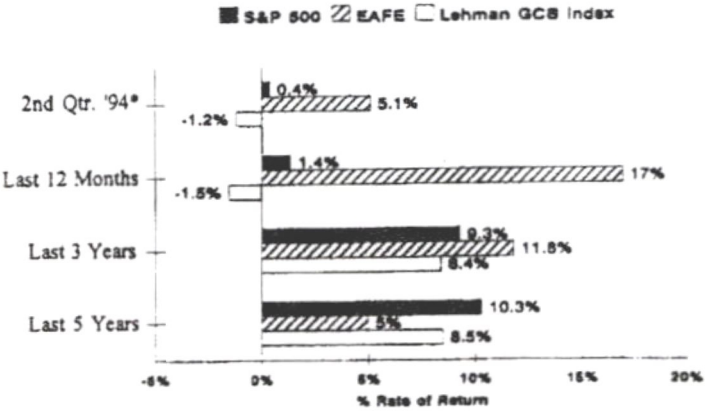
Percentage change in total-return index of Lehman Brothers Government/Corporate Bond Index and Lehman Brothers Mortgage-Backed Securities Index.

Stock Price Change:



Percentage change in price of the Standard & Poor's 500 Stock Index, EAFE (Europe, Australia, Far East Index), and the Wilshire Small Cap Stock Index - all excluding dividends.

Performance:



Average annual total compound rates of return, including dividends.
*Quarterly results are unannualized.

the Principal Financial Group
Des Moines, Iowa 50392-0001

FIA GUARANTEED INTEREST

2nd Quarter 1994

Market interest rates continued to increase during the second quarter, reaching a two-year high. Reflecting the market, our guaranteed interest rates for new deposits rose across-the-board. Short-term and long-term rates peaked in May, then fell back slightly and stabilized.

Take our five-year "full" rate for instance. It jumped above 7.0% in early April, the first time it had been that high since late spring 1992. After reaching a high of 7.45% in May, the rate ended the quarter at 7.05%, up from 6.65% on March 31 and 5.45% at the end of 1993. Rates for our other six guarantee periods behaved in similar fashion.

Higher rates have followed on the heels of the Federal Reserve Board's inflation-fighting strategies this year. Beginning in February, the Fed on four occasions increased the federal funds rate, which banks pay when they borrow from each other to meet reserve requirements. Also, for the first time in five years, the Fed increased the discount rate for loans it makes to commercial banks.

New investments tracked by the Guaranteed Interest segment of the General Account totaled $761 million. Of the amount, we invested 65% in bonds. Another 19% went into commercial mortgages. The remaining 16% went into mortgage-backed securities, which are pools of home mortgages.

One new loan closed during the second quarter was for $12.8 million on a neighborhood shopping center in Reston, Va. Anchored by a large food store, the center is 98.5% leased to 31 tenants. Rental income is more than enough to cover principal and interest payments. The loan, for 73% of the property's value, can be prepaid any time during the 20-year term if the borrower pays us a premium.

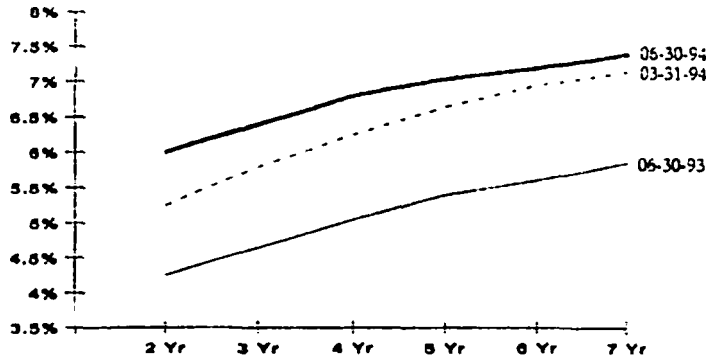
Assets:

	Current Assets ($ mil.)		New Investments ($ mil.)	
Bonds	$10,663.6	62.7%	$494.8	65.0%
Commercial Mortgages	4,611.0	27.1	143.8	18.9
Mortgage-Backed Sec.	1,621.5	9.5	122.9	16.1
Cash and Other	119.3	0.7	0.0	0.0
Total Assets	$17,015.4	100.0%	$761.5	100.0%

Note: These are General Account assets that are tracked by the Guaranteed Interest segment. All figures are preliminary and unaudited.

Performance:

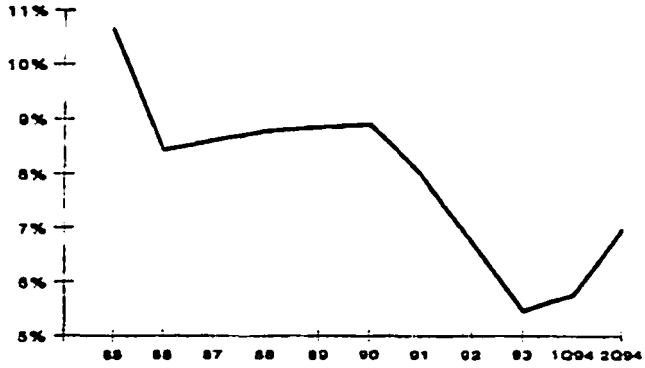
FIA Full Rates



Guarantee Period	06-30-93	03-31-94	06-30-94
2 Year	4.25%	5.25%	6.00%
3 Year	4.65%	5.80%	6.40%
4 Year	5.05%	6.25%	6.80%
5 Year	5.40%	6.65%	7.05%
6 Year	5.60%	6.95%	7.20%
7 Year	5.85%	7.15%	7.40%

Guaranteed rates for new deposits are subject to change daily.

Interest Rate Trend



Average quarterly FIA 5-Year Full Rates.

The General Account:

Guaranteed Interest Accounts are included within Principal Mutual Life Insurance Company's General Account. Most General Account investments are private market bonds, commercial mortgages, and mortgage-backed securities such as Government National Mortgage Association certificates (GNMAs or "Ginnie Maes"). All General Account assets, including reserves and surplus, back up promises to all General Account customers.

the Principal Financial Group
Des Moines, Iowa 50392-0001

MONEY MARKET

2nd Quarter 1994

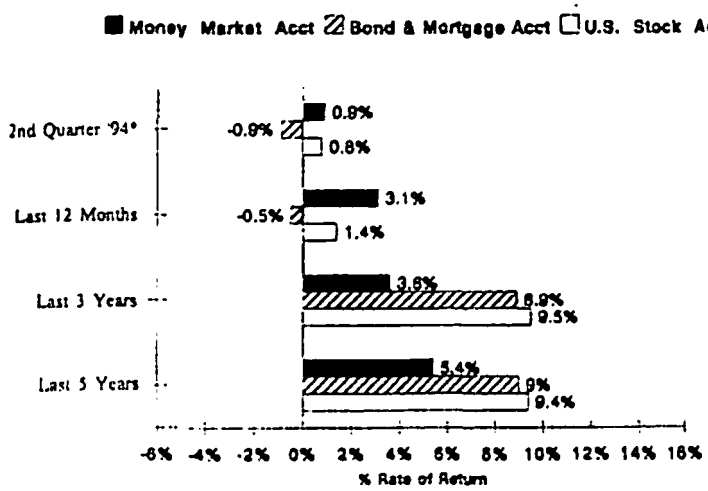
Modestly higher short-term interest rates nudged the Money Market Account to a 0.9% gain, after investment expenses, during the second quarter. Its yield to maturity rose to 4.1%, compared to 3.0% at the end of 1993.

The Federal Reserve Board pushed short-term rates higher during the quarter to indicate their resolve to keep inflation low. Despite the rise in short rates since the first of the year, investors retain serious doubts about the effectiveness of these actions. That's evident in the rise in longer-term rates.

The Money Market Account's yield is now at a two-year high.

Performance:

Annual Compound Rates of Return



* Unannualized

The return earned on the Money Market Account has generally been lower than for our other investment accounts over most short and long time periods. These performance figures reflect changes in unit values. The performance results are after deduction of our investment management fees. Results comply with AIMR performance calculation standards.

Portfolio:

Number of holdings	110
Average market value per holding	$8,581,013
Weighted days to maturity	21
Nominal annual rate (without compounding)	4.0%
Effective annual yield (with daily compounding)	4.1%

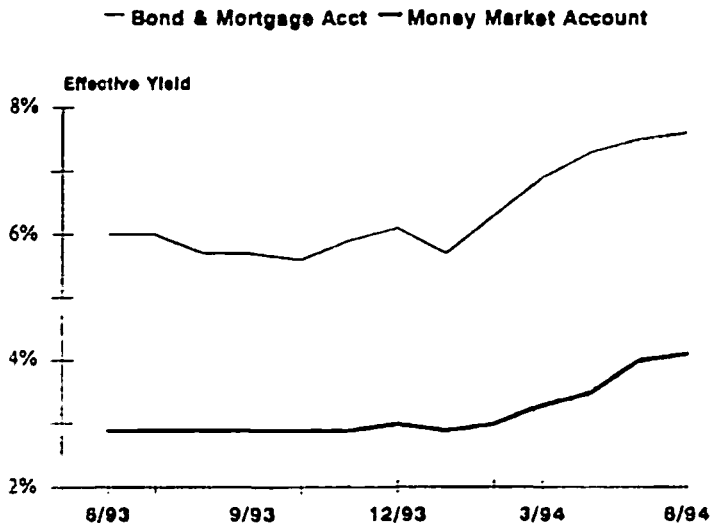
Assets:

Commercial Paper	$943,911,384	100.0%
Cash	5,444	0.0
Total Assets	$943,916,828	100.0%

Numbers are preliminary and unaudited.

Yield Trend:

Effective Yields Last 12 Months



Effective annual yields shown are as of the last day of the month.

The Account:

The Money Market Account invests in money market investments, mainly high-quality commercial paper (short-term, unsecured corporate loans). The average maturity is usually less than one month. Earnings consist of interest plus change in market value (usually negligible), less an annualized investment management fee of 0.36%. Principal Mutual Life Insurance Company manages the account, which started in 1981.

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GOVERNMENT SECURITIES

2nd Quarter 1994

A somewhat better interest rate environment during the second quarter improved the Government Securities Account's return, although results were still negative. After investment expenses, the account declined 1.3% -- better than the first quarter's 5.1% loss.

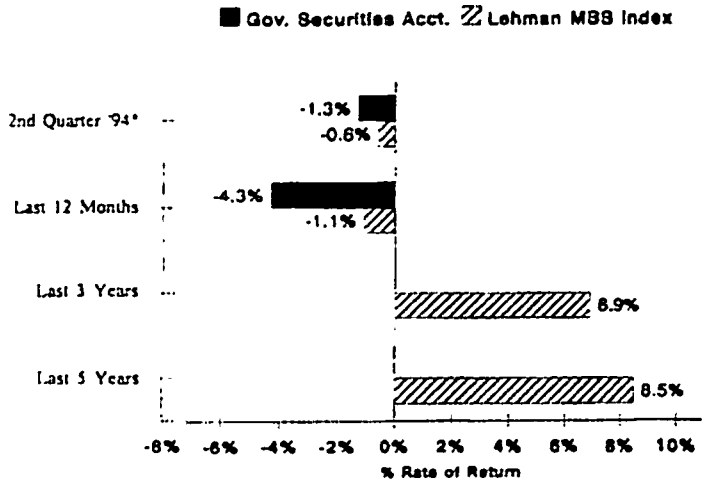
Account values, badly bruised by sharply rising interest rates earlier in the year, weren't hit as hard during the second quarter. Rates rose about 1.0% in the first quarter but only 0.4% in the second quarter. With the account's duration at 6.4 years, each one percent change in interest rates causes a value change of about 6.4% in the opposite direction.

The positive side of higher rates is that refinancing has virtually halted. That means the account's portfolio of mortgage-backed securities isn't turning over like it did when homeowners eagerly turned in their high-interest mortgages.

Since its start in 1993, the account has grown to over $56 million in assets. The portfolio is evenly diversified among pools of home mortgages with 6%, 6.5%, 7%, 7.5% and 8% interest rates. We are investing new money in today's higher rate pools.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Government Securities Account are after deduction of our investment management fee. The Lehman Brothers Mortgage-Backed Securities Index results have no expense deductions. The Government Securities Account started July 1, 1993. Results comply with AIMR performance calculation standards.

Asset Mix:

	Current Assets ($ mil.)		New Investments ($ mil.)	
GNMA	$25.5	45.1%	$7.9	40.4%
FNMA	11.6	20.5	9.9	50.6
FHLMC	14.6	25.8	1.8	9.0
Cash & Equivalents	4.9	8.6	0.0	0.0
Total Assets	$56.6	100.0%	$19.5	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Weighted Effective Yield	7.8%
Duration*	6.4 yrs.

* Duration measures the sensitivity of the value of loans to changes in interest rates. In general, if interest rates change one percentage point, the value will change in the opposite direction by a percentage equal to the duration.

The Account:

The Government Securities Account invests in U.S. government securities. Principal and interest payments are guaranteed by the U.S. government (GNMA or "Ginnie Mae") or by U.S. government instrumentalities (FNMA or "Fannie Mae" and FHLMC or "Freddie Mac"). The value of the account's holdings--like any bond--changes with changes in interest rates. Earnings consist of the change in the value of the holdings plus interest less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1993.

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BOND & MORTGAGE

2nd Quarter 1994

For the second consecutive quarter, interest rates rose and fixed income values declined. The Bond & Mortgage Account earned a -0.9% for the quarter, after deduction of investment expenses. However, the account outperformed the benchmark Lehman Brothers Government/Corporate Bond Index, which lost 1.2%. The account has generally outperformed the index during periods of both rising and declining interest rates.

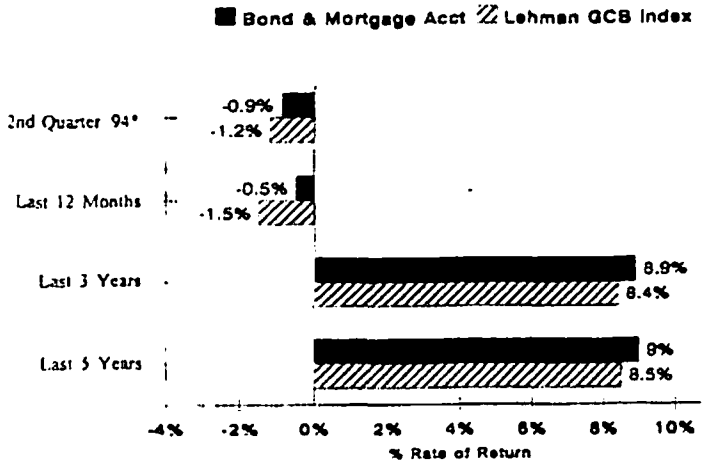
The account invested $111 million during the quarter. Of that amount, more than 70% was in commercial mortgages and private bonds. The remainder went mainly into mortgage-backed securities. The new investments were investment-grade.

The account's duration remains about 4.3 years, making it an intermediate-term investment. The rule of thumb on duration is that if interest rates rise (fall) 1%, the account's value will decline (increase) 4.3%.

The account's yield to maturity has risen steadily from 6.1% at the start of the year to 6.9% at the end of March to 7.6% at the end of June. The yield to maturity is an estimate of the next 12 months' total return if interest rates don't change.

Performance:

Annual Compound Rates of Return



* Unannualized

Results for the Bond & Mortgage Account are after deduction of our investment management fee. The Lehman Brothers Government/Corporate Bond Index results have no expense deductions. Results comply with AIMR performance calculation standards.

Asset Mix:

	Current Assets ($ mil.)		New Investments ($ mil.)	
Private Placement Bonds	$673.4	42.7%	$39.1	35.3%
Commercial Mortgages	259.3	16.4	38.2	34.5
Credit Mortgages	72.6	4.6	9.2	8.3
Mortgage-Backed Securities	266.5	16.9	20.2	18.3
Residential Loans	8.1	0.5	0.0	0.0
Public Bonds	153.9	9.7	4.0	3.6
Cash and Equivalents	94.3	6.0	0.0	0.0
Other	50.2	3.2	0.0	0.0
Total Assets	$1,578.3	100.0%	$110.6	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Weighted Effective Yield	7.6%
Duration*	4.3 yrs.

* Duration measures the sensitivity of the value of loans to changes in interest rates. In general, if interest rates change one percentage point, the value will change in the opposite direction by a percentage equal to the duration.

The Account:

The Bond & Mortgage Account invests mainly in private market bonds, commercial mortgages, and mortgage-backed securities, such as Government National Mortgage Association certificates (GNMAs or "Ginnie Maes"). The account is broadly diversified by type of investment, borrower, and by geographic region. Overall, the account's credit quality is low investment grade and the average length of its holdings is intermediate. Earnings consist of the change in investment value of the holdings plus interest less an annualized investment management fee of 0.36%. Principal Mutual Life Insurance Company manages the account, which started in 1983.

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BALANCED: BOND EMPHASIS and STOCK EMPHASIS

2nd Quarter 1994

The major asset classes marked time during the second quarter, neither gaining nor losing any significant ground. As a result, our two balanced accounts saw little change in their value. The Bond Emphasis Balanced Account (BEBA) dipped slightly lower with a 0.5% decline, while the Stock Emphasis Balanced Account (SEBA) rose slightly by 0.4%.

During the quarter, rising interest rates pushed values lower, offsetting the interest earned. Meanwhile, both U.S. and foreign stocks drifted within a narrow range, and real estate equity rose modestly.

The rise in interest rates prompted us to change the target investment mixes for BEBA and SEBA. Each account now has a slightly greater emphasis on fixed-income investments. The higher interest earned on bonds and other fixed-income instruments makes them more attractive, relative to other investment classes, than before. For BEBA, we shifted 2.5% from the U.S. Stock Account to the Bond & Mortgage Account. For SEBA, we moved 7.5% out of U.S. Stock, redistributing it among the Bond & Mortgage and Government Securities accounts. The new targets are shown in the table on this page. BEBA and SEBA are now at their new target mixes.

Target Mix:

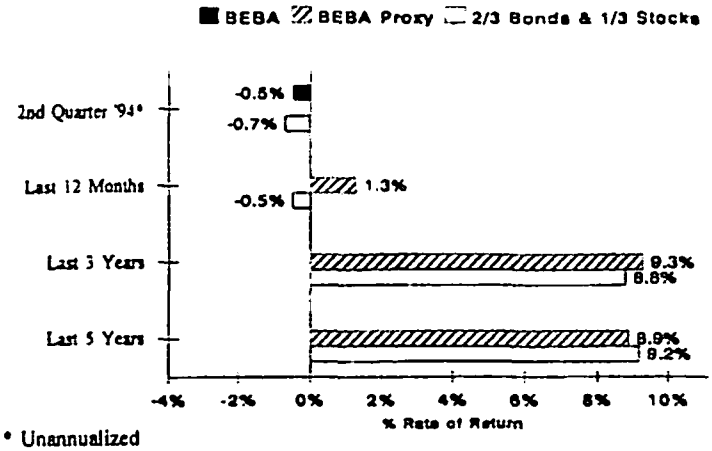
	Bond Emphasis Balanced	Stock Emphasis Balanced
Bond & Mortgage Account	37.5%	17.5%
Gov't Securities Account	25.0	10.0
U.S. Stock Account	20.0	47.5
International Stock Account	7.5	10.0
Real Estate Account	10.0	15.0
	100.0%	100.0%

The Accounts:

Both Balanced Accounts invest only in other separate investment accounts of Principal Mutual Life Insurance Company. The investment accounts used and their weightings are changed as the investment outlook changes. Earnings consist of the weighted change in unit value of the separate accounts in which the Balanced Accounts invest. The Balanced Accounts are managed by Principal Financial Advisors, Inc., a subsidiary of Principal Mutual Life Insurance Company. The Balanced Accounts started in 1993.

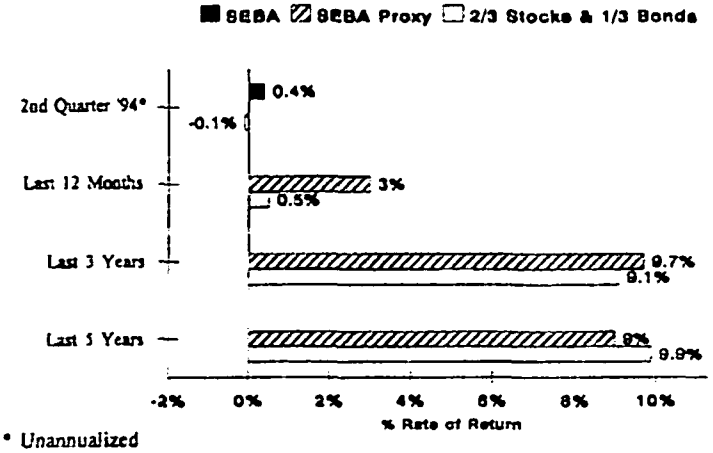
Performance:

Bond Emphasis Balanced Account - Annual Compound Rates of Return



* Unannualized

Stock Emphasis Balanced Account - Annual Compound Rates of Return



* Unannualized

The two balanced accounts, which are managed by Principal Financial Advisors, Inc. (PFA), began October 1, 1993. Proxy results for periods before then are based on actual past account mix decisions made by PFA for its clients. Results for periods after October 1, 1993, are actual Balanced Accounts results. Results comply with AIMR performance calculation standards.

The Bonds/Stocks Index results are based on the quarterly results achieved by the Lehman Brothers Government/Corporate Bond Index and the Standard & Poor's 500 Stock Index, combined in the proportions shown. These proportions represent the approximate long-term proportions of fixed income and equity investments likely to be used by our two balanced accounts. The Bonds/Stocks Index results have no expense deductions.

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U.S. STOCK

2nd Quarter 1994

The U.S. Stock Account narrowly outperformed stocks in general as well as the average growth & income mutual fund in the second quarter. After investment expenses, the account advanced 0.8%, while the Standard & Poor's 500 Stock Index posted a gain of 0.4% and the average growth & income fund (Lipper) rose 0.6%.

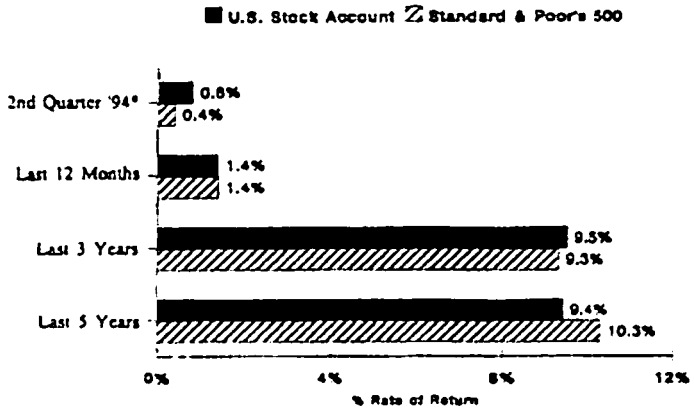
On balance, no area of the market was really strong or particularly weak for our account, compared to the S&P 500. But, there were some notable differences. Energy and utility stocks held down our results relative to the index. Meanwhile, our account held an advantage in the basic industry and business services sectors. The sectors did well in the second quarter, and our account is overweighted in both, relative to the S&P 500.

We added $52 million in net investment during the second quarter. One of our biggest buys was a $34.5 million invest in Wal-Mart. The nation's largest retailer continues to log double-digit growth. Supercenters -- combination grocery and discount stores -- are the new growth vehicle for Wal-Mart. Based on growth of the Supercenter division, we believe long-term growth patterns remain intact at Wal-Mart.

To bolster our investment in the telecommunications industry, we purchased stock in companies that will provide equipment to help build the world's "information superhighway." Our basket of telecommunications stocks includes AT&T, in which we made a $40.9 million investment during the second quarter. Since the first quarter, we have nearly doubled our position in companies that make telecommunications equipment.

Performance:

Annual Compound Rates of Return



* Unannualized

Results for the U.S. Stock Account are after deduction of investment management fees. The S&P 500 results have no expense deductions. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$4,085,268,129	98.8%
Cash and Equivalents	48,892,296	1.2
Total Assets	$4,134,160,425	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
Ford Motor Company	$107,385,900	2.6%	Consumer Cyclical
WMX Technologies, Inc.	106,983,150	2.6	Business Services
Dow Chemical Company	104,469,250	2.6	Basic Industry
Largest 2nd Quarter Additions:			
AT&T Corp.	$40,916,581		Utilities
Wal-Mart Stores, Inc.	34,461,869		Consumer Cyclical
General Motors Corp.	19,821,915		High Technology
Largest 2nd Quarter Sales:			
Fleming Cos., Inc.	$35,678,210		Consumer Non-Cyc.
Salomon, Inc.	35,398,525		Financial Services
NIKE, Inc.	20,301,058		Consumer Cyclical

Themes:	U.S. Stock	S&P 500
Banks	6.9%	6.0%
Basic Industry	14.6	8.4
Business Services	9.7	2.2
Consumer Cyclical	23.3	14.6
Consumer Non-Cyclical	16.4	21.4
Energy	5.1	10.8
High Technology	8.6	9.0
Insurance	2.0	3.4
Utilities	0.2	11.2
Other	13.2	13.0

The Account:

The U.S. Stock Account's goal is to outperform stocks in general over periods of several years. The account can invest in any type of stock, including growth stocks, traditional value stocks, and stocks of various sizes. The account is kept fully-invested in stocks except for small amounts needed for routine cash flow. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1968.

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GROWTH STOCK

2nd Quarter 1994

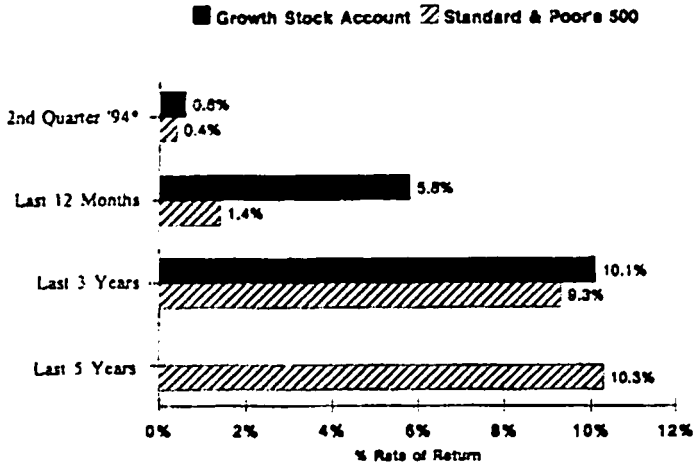
Although the second quarter, like the first, was a fairly weak quarter for stocks, our Growth Stock Account continued to outperform both the stock market in general and growth stock mutual funds in particular. In the second quarter, the account gained 0.6%, versus the Standard & Poor's 500 Stock Index's 0.4% gain and a loss of 2.0% for the average growth stock mutual fund (Lipper). For the first half, the figures are: Growth Stock Account -0.4%, S&P 500 -3.4%, growth stock mutual funds -5.3%.

Approximately 20% of our account is in health care, compared to about 8% for the S&P 500. That spread is a bonus for our account because the health care sector continues to do well, bolstered by health maintenance organizations (HMOs). With their "managed care" approach, HMOs should play a key role in health care reform. Our health care investments also include drug stocks. Based on their current depressed prices, we believe drug stocks hold promise for recovery.

In addition to health care, stocks in the services and financial sectors did well in the second quarter. Retail and consumer staples were weak.

Performance:

Annual Compound Rates of Return



* Unannualized

Results for the Growth Stock Account are after deduction of investment management fees. The Standard and Poor's 500 Index results have no expense deductions. The Growth Stock Account started January 1, 1991, but was not fully stock-invested until April 1, 1991. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$41,078,903	93.3%
Cash and Short-term	2,966,131	6.7
Total Assets	$44,045,034	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
Microsoft Corporation	$1,349,300	3.3%	High Technology
Mattel, Inc.	1,287,147	3.1	Consumer Non-Cyc.
Legent Corporation	1,198,800	2.9	High Technology
Baybanks Inc.	1,132,700	2.8	Banks
Largest 2nd Quarter Additions:			
Mark IV Industries (Sub. Deb.)	$1,010,367		Consumer Cyclical
May Department Stores Co. (The)	963,333		Consumer Cyclical
Legent Corp.	506,801		High Technology
Russell Corp.	503,256		Consumer Cyclical
Largest 2nd Quarter Sales:			
Mark IV Industries	$516,845		Consumer Cyclical

Themes:

	% of Portfolio	S&P 500
Banks	8.1%	6.0%
Basic Industry	4.4	8.4
Business Services	8.0	2.2
Consumer Cyclical	21.2	14.6
Consumer Non-Cyclical	35.8	21.4
Energy	4.2	10.8
High Technology	8.8	9.0
Insurance	2.4	3.4
Utilities	0.0	11.2
Other	7.1	13.0

The Account:

The Growth Stock Account invests in stocks of large companies whose earnings are expected to grow more rapidly than most companies. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1991.

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VALUE STOCK

2nd Quarter 1994

The Value Stock Account continued its upbeat performance for 1994, relative to the market. As it did during the first three months of the year, the account outperformed the Standard & Poor's 500 Stock Index during the second quarter. This time the account gained 2.0%, after investment expenses, compared to 0.4% for the S&P 500.

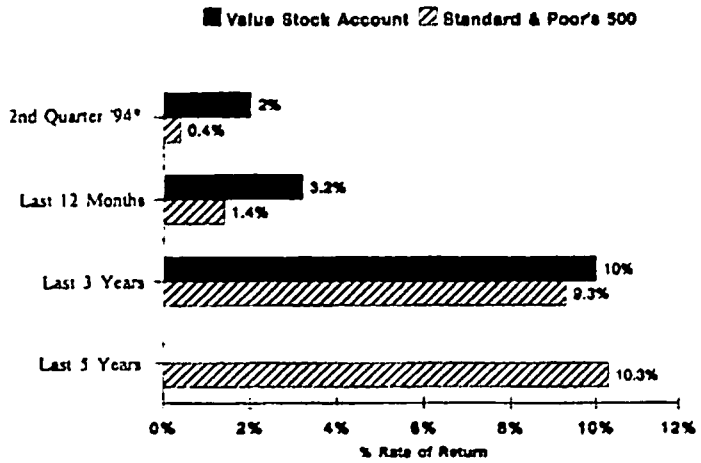
A thrust from the financial sector -- particularly banks -- propelled the account during the quarter. The account is significantly overweighted in bank stocks compared to the S&P 500. The weakest performers for our account were retailers.

Major second quarter purchases included Paccar, American Electric Power Co. and General Mills Inc. Sales included American Brands, Philip Morris and Mobil Corp.

Our account's 33 stocks have an average price/earnings ratio of 11.9. Their average dividend yield is 4.6%. As the table on this page shows, both figures are considerably more conservative than those for the S&P 500. Lower P/E ratios and higher dividend yields provide a measure of safety for our account during down markets, yet do not limit potential gains during rising markets.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Value Stock Account are after deduction of investment management fees. The Standard and Poor's 500 Index performance results have no expense deductions. The Value Stock Account started January 1, 1991, but was not fully stock-invested until April 1, 1991. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$48,068,050	98.1%
Cash and Short-term	947,799	1.9
Total Assets	$49,015,849	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
CIGNA Corporation	$1,569,500	3.3%	Insurance
Fleming Companies, Inc.	1,529,025	3.2	Consumer Non-Cyc.
Rite Aid Corp.	1,520,775	3.2	Consumer Non-Cyc.
National City Corporation	1,508,363	3.1	Banks
Springs Industries, Inc. Class A	1,499,725	3.1	Consumer Cyclical
Baxter International Inc.	1,488,375	3.1	Consumer Non-Cyc.
Sears, Roebuck & Company	1,488,000	3.1	Consumer Cyclical
American Electric Power Co., Inc.	1,485,950	3.1	Utilities
Melville Corporation	1,484,125	3.1	Consumer Cyclical
Phillip Morris Companies, Inc.	1,478,050	3.1	Consumer Non-Cyc.

Themes:

	% of Portfolio	S&P 500
Banks	18.0%	6.0%
Basic Industry	9.1	8.4
Business Services	3.0	2.2
Consumer Cyclical	12.3	14.6
Consumer Non-Cyclical	30.3	21.4
Energy	0.0	10.8
Financial Services	3.0	2.9
Insurance	9.3	3.4
Utilities	9.0	11.2
Other	6.0	19.1

Statistics

Price/Earnings Ratio	11.9	16.5
Dividend Yield	4.6%	2.9%

The Account:

The Value Stock Account invests in traditional value stocks. Their price/earnings ratios are lower than average and their dividend yields are higher than average. Many of these stocks are temporarily out of favor with investors; because they are out of favor, they can be bought at bargain prices. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1991.

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SMALL COMPANY STOCK

2nd Quarter 1994

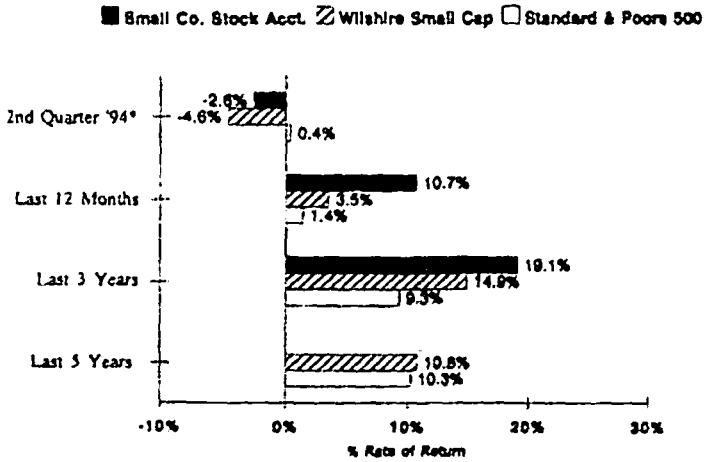
Stocks are fickle. Investors who expected small company stocks to repeat 1993's very strong performance have been disappointed so far this year. A key measure of small company performance, the Russell 2000 Index, dipped 4.3% during the second quarter and 7.1% for the first six months of 1994. While our Small Company Stock Account is down too, we've significantly outperformed the Russell Index. After investment expenses, our account dropped 2.6% for the quarter and 3.4% for the first half of 1994.

Retail and consumer staples stocks were weak second-quarter performers for our account. Financial stocks were the strongest. Looking ahead, we are beefing up our industrial cyclicals -- stocks that piggyback on the strong U.S. economy and on improving business conditions in Europe.

Also, we expect to gradually double the number of names in our rapidly growing account. Our target is to hold between 70 and 80 small to mid-size companies. More names will allow us to continue to buy and sell without affecting a stock's price. The account invests in companies that are smaller than the 500 largest U.S. companies. Currently, companies in this range have market values between about $200 million and $1 billion.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Small Company Stock Account are after deduction of investment management fees. The Wilshire Small Cap Index and the Standard & Poor's 500 Index performance results have no expense deductions. The Small Company Stock Account started January, 1, 1991, but was not fully stock-invested until April 1, 1991. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$122,272,067	90.8%
Cash and Short-term	12,332,084	9.2
Total Assets	$134,604,151	100.0%

Numbers are preliminary and unaudited.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
Roper Industries, Inc.	$4,824,750	3.9%	Machinery & Equip.
Solectron Corporation	4,719,750	3.9	High Technology
Foundation Health Corp.	4,688,325	3.8	Consumer Non-Cyc.
TakeCare, Inc.	4,367,075	3.6	Consumer Non-Cyc.
Largest 2nd Quarter Additions:			
Fuller (H.B.) Co.	$2,597,104		Basic Industry
Atchison Casting Corp.	2,201,050		Basic Industry
Schulman (A.), Inc.	2,134,110		Basic Industry
Roper Industries, Inc.	1,810,108		Machinery & Equip.
Largest 2nd Quarter Sales:			
FHP International Corp.	$1,702,205		Consumer Non-Cyc.
Ramsey-HMO, Inc.	1,093,686		Consumer Non-Cyc.
Heilig-Meyers Co.	595,575		Consumer Cyclical
Health Systems International, Inc.	577,690		Consumer Non-Cyc.

Themes:

	% of Portfolio	S&P 500
Banks	3.5%	6.0%
Basic Industry	9.4	8.4
Business Services	3.9	2.2
Consumer Cyclical	18.0	14.6
Consumer Non-Cyclical	21.6	21.4
Financial Services	5.2	2.9
High Technology	21.0	9.0
Insurance	7.8	3.4
Utilities	0.0	11.2
Other	9.6	20.9

The Account:

The Small Company Stock Account invests in stocks of relatively smaller companies whose earnings are expected to grow faster than most companies. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1991.

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STOCK INDEX

2nd Quarter 1994

After a modest loss in the first quarter, the stock market eked out a gain in the second quarter. The Standard & Poor's 500 Stock Index rose 0.42%. Our Stock Index Account performed as expected, gaining 0.36% after investment expenses.

Sharply rising interest rates jolted the market early in 1994, when concerns about inflation were rampant. During the second quarter, rates peaked, then eased back some. That helped, but the market continued to show strong concern about future inflation. In addition, stock prices are already high by many historical measures.

Drug and bank stocks did particularly well, while utilities and consumer cyclicals were weak.

Performance:

Annual Rates of Return

Calendar Year	(1) Stock Index Account	(2) Standard & Poor's 500	(1) - (2) Tracking Difference
1989	N/A	+ 31.63%	N/A
1990	- 3.21%	- 3.11	- 0.10%
1991	+ 29.95	+ 30.47	- 0.52
1992	+ 7.31	+ 7.62	- 0.31
1993	+ 9.71	+ 10.08	- 0.37
3rd Qtr. '93*	+ 2.46	+ 2.58	- 0.12
4th Qtr. '93*	+ 2.28	+ 2.32	- 0.04
1st Qtr. '94*	- 3.85	- 3.79	- 0.06
2nd Qtr. '94*	+ 0.36	+ 0.42	- 0.06

* Unannualized

The Standard & Poor's figures include dividends but do not have any investment or brokerage expenses deducted from them. Our Stock Index Account figures are net after investment expenses. The Stock Index Account was established at the beginning of 1990. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$375,941,965	99.6%
Cash and Short-term	1,573,340	0.4
Total Assets	$377,515,305	100.0%

Numbers are preliminary and unaudited.

The Account:

The Stock Index Account invests in all 500 of the stocks that make up the Standard & Poor's 500 Stock Index (S&P 500**) and in about the same proportions. The Account earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.30%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1990.

**"S&P 500" is a trademark of Standard & Poor's Corporation. Standard & Poor's Corporation is not affiliated with, nor a member of, The Principal Financial Group.

the Principal Financial Group
Des Moines, Iowa 50392-0001

INTERNATIONAL STOCK

2nd Quarter 1994

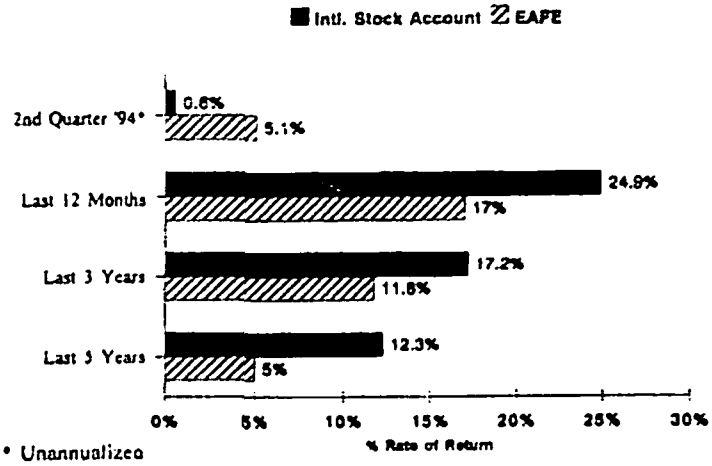
Broad weakness in foreign markets restricted the International Stock Account's second-quarter gain to 0.6%, after investment expenses. In comparison, the Europe, Australia and Far East Index (EAFE) rose about 5.1%.

A fundamental difference in approach to the Japanese market largely explains the spread in results between our account and EAFE. EAFE is weighted 30% in Japan, which had a strong quarter after faltering in 1993. Less than 2% of our account is invested in Japanese stocks because we feel they continue to be overvalued. When Japan's market thrives, EAFE outperforms our account; the opposite is true when Japanese stocks go sour.

Outside of Japan, markets in Hong Kong, Malaysia, Indonesia and other Far East countries stumbled after running up hefty gains in 1993. Europe, meanwhile, has not yet recovered from its recession. But, once the recovery arrives, our European cyclical stocks are poised to do well. Elsewhere, tensions between North and South Korea, and between China and Hong Kong are improving. We don't believe China will radically change business in Hong Kong once it assumes control of the British colony in 1997.

Performance:

Annual Compound Rates of Return



* Unannualized

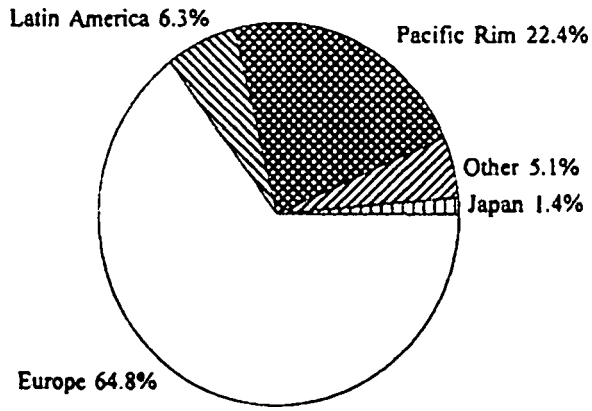
EAFE stands for Europe, Australia, Far East and is a measure of non-U.S. stock performance developed by Morgan Stanley. All results shown are in U.S. dollars and include dividends. The performance results for the International Stock Account are after deduction of investment management fees. Results comply with AIMR performance calculation standards.

Assets:

Common Stocks	$748,904,965	93.5%
Cash and Short-Term	51,776,753	6.5
Total Assets	$800,681,718	100.0%

Numbers are preliminary and unaudited.

Allocation by Region:



Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Country
Astra	$18,520,314	2.5%	Sweden
Powerscreen International PLC	16,205,002	2.2	United Kingdom
ICB Shipping AB-B Free	15,752,694	2.1	Sweden
Northern Ireland Electricity	14,301,914	1.9	United Kingdom
British Steel PLC	13,448,132	1.8	United Kingdom

The Account:

The International Stock Account invests in stocks of companies located mainly in western Europe and Asia. The account does not invest in U.S. stocks. Earnings consist of change in stock price plus accrued dividends, all in terms of the U.S. dollar, less an annual investment management fee of 0.60% and custodial fees of about 0.15%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1987.

Des Moines, Iowa 50392-0001

REAL ESTATE

2nd Quarter 1994

After investment expenses, the Real Estate Account rose in value 0.6% during the second quarter -- about the same pace of growth as in recent quarters. Property values declined 0.5%, while net income from rent and short-term interest totaled 1.1%.

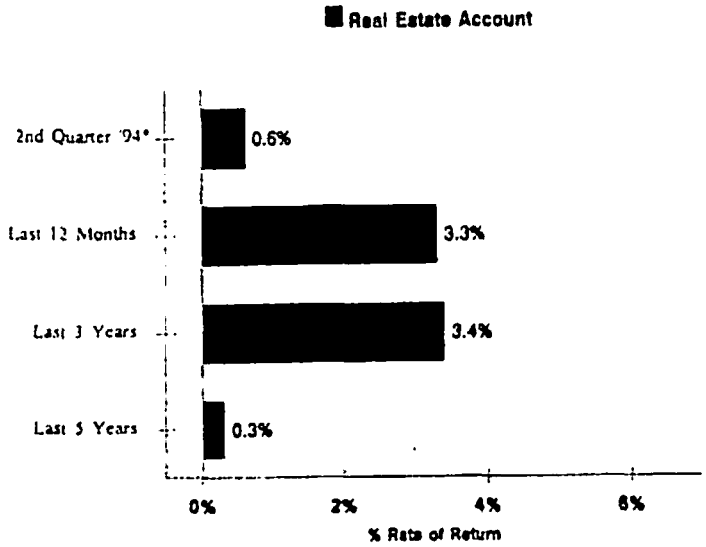
The real estate market continues to improve, although property values haven't increased significantly yet. Occupancy levels are up and rents firmer, little new construction has occurred, and investor interest in real estate has perked up.

In our account, the occupancy rate rose 8% during the quarter, improving to 87% for its 2.5 million square feet of rental property. By year's end, we expect the rate to be near 90%. Less than 10 percent of the rental space is up for renewal during the next year. Customer net cash flow into the account has been strong the last 18 months.

We are considering numerous investment possibilities for the $60 million in cash held in the account. Our goal is to have the account fully invested within the next several months. We are interested mainly in suburban office buildings and warehouses, the same types of properties we now own.

Performance:

Annual Compound Rates of Return



* Unannualized

Performance results shown are after deduction of investment management fees. Results comply with AIMR performance calculation standards.

Assets:

Assets	
Properties at Appraised Value	$122,148,000
Other Assets	64,647,917
Total Assets	$186,795,917
Liabilities	
Mortgage Loans	$12,296,945
Other Liabilities	2,788,690
Total Liabilities	$15,085,635
Net Assets	$171,710,282

Numbers are preliminary and unaudited.

Portfolio:

Ten Largest Holdings:

Description	Location	06-30-94 Value
Industrial Park	Atlanta, GA	$21,400,000
Retail	Longwood, FL	14,060,000
Warehouse	Deerfield Beach, FL	11,730,000
Office	Columbia, MD	11,153,000
Warehouse	Rancho Cucamonga, CA	10,325,000
Office/Showroom	Bensenville, IL	9,150,000
Warehouse	Bensenville, IL	8,300,000
Warehouse	Bellevue, WA	7,150,000
Office/Showroom	Dallas, TX	4,880,000
Office	Irvine, CA	4,100,000

Property Type Mix:

Warehouse	39.2%
Office/Showroom	19.3%
Industrial Park	17.5%
Office	12.5%
Retail	11.5%

The Account:

The Real Estate Account holds commercial real estate, mainly warehouses, low-rise office buildings, and retail properties. Earnings consist of property value change plus net rental income less an annualized investment management fee of 0.96%. The account is managed by Principal Mutual Life Insurance Company. Because real estate cannot be bought or sold quickly, The Principal reserves the right to delay withdrawals from the account and deposits to the account. The account started in 1982.

APPROVED Am
DATE 7-22-94

the Principal Financial Group

INVESTMENT RESULTS

Flexible Investment Annuity

	Annual Rate of Return (%) for the 12-month period ending on Dec. 31 of the year shown					Average Compounded Annually 5-Year	01/01/94 through 06/30/94	Interest Crediting Rate on 07/01/94
	1989	1990	1991	1992	1993			
CONSERVATIVE ACCOUNTS								
5-Year Maturity Fixed Rate Investment (Guaranteed Interest)	8.85%	8.90%	7.95%	6.73%	5.47%	7.58%	6.37%*	7.05%
Money Market Acct.	9.47	8.54	5.92	3.50	2.89	6.03	1.65**	4.10***
MODERATE ACCOUNTS								
Government Securities Acct.		Started July 1, 1993			2.16		-6.36**	7.80***
Bond & Mortgage Acct.	14.29	9.49	15.89	8.25	10.67	11.68	-3.42**	7.60***
Bond Emphasis Balanced Acct.		Started October 1, 1993			1.93		-3.53**	
Stock Emphasis Balanced Acct.		Started October 1, 1993			3.17		-2.68**	
DYNAMIC ACCOUNTS								
U.S. Stock Acct.	18.88	-7.00	37.84	9.36	9.46	12.78	-3.28**	
Growth Stock Acct.			33.71	8.99	-0.24		-0.39**	
Value Stock Acct.			33.54	7.56	11.43		-1.22**	
Small Company Stock Acct.			24.82	26.90	21.32		-3.38**	
Stock Index Acct.		-3.21	29.95	7.31	9.71		-3.50**	
International Stock Acct.	17.62	-10.41	16.82	2.72	44.72	12.85	-2.01**	
Real Estate Acct.	4.87	-4.46	-6.05	4.96	4.55	0.65	1.53**	

NOTE: Each Guaranteed Interest Account percentage is the time-weighted average of 5-year guaranteed interest rates in effect for equal new deposits on the first day of the period shown and each day on which rates changed. Each Separate Account percentage is the rate of return which would have been earned from a sum of money invested in that account at the beginning of the period and left until the end of the period, with no other transactions. All account returns are after investment management expenses. Results comply with AIMR performance standards. Past performance is not a reliable indicator of future performance.

* Average annual weighted guaranteed interest rate for new deposits since the start of the year.
** Unannualized rate of return (change in value) since the start of the year.
*** Yield to maturity as of June 30, 1994.

	Annual Rate of Return (%) for the 12-month period ending on Dec. 31 of the year shown					Average Compounded Annually 5-Year	01/01/94 through 06/30/94
	1989	1990	1991	1992	1993		
BALANCED ACCOUNT PROXIES							
Bond Emphasis Balanced Acct.	14.94%	3.62%	20.91%	8.16%	12.14%	11.80%	-3.53%
Stock Emphasis Balanced Acct.	15.98	-2.25	27.44	8.29	12.17	11.90	-2.68

The two balanced accounts, which are managed by Principal Financial Advisors, Inc. (PFA), began October 1, 1993. Proxy results for periods before then are based on actual past account mix decisions made by PFA for its clients. Results for periods after October 1, 1993, are actual Balanced Account results.

Stibnite Mine Inc.

921 S. Orchard, Suite O
Boise, Idaho 83705
Boise Telephone: (208) 345-4102 Mine Telephone: (208) 634-7333 Fax: (208) 383-0336

APPROVED DM
DATE 9-6-94

MEMORANDUM

TO:	All Employees of Dakota, Brohm and Stibnite
FROM:	Martin Quick
DATE:	September 2, 1994
SUBJECT:	Project Manager Stibnite Mine Inc.

It is my pleasure to announce the appointment of Eric T. Jones as Project Manager of Stibnite Mine Inc., effective Tuesday, September 6, 1994.

Eric will assume responsibilities for the overall management of the mine, with the immediate task of obtaining the necessary permits for the 1995 operating season.

Prior to joining SMI, Mr. Jones was Project Superintendent at the Yellow Pine Mine and was recently Environmental Engineer at the Rosebud Mine, both operated by Hecla Mining Company.

Please welcome Eric to Stibnite and give him your usual help and assistance in this challenging new position.

Martin Quick
Vice President, Operations

MQ:slp

cc: Alan Bell
Rod MacLeod

A wholly-owned affiliate of Dakota Mining Corporation
410 Seventeenth Street • Suite 2450 • Denver, Colorado 80202 • (303)573-0221 • (FAX (303)573-1012

NOTICE

TO ALL PARTICIPANTS

RE MINVEN GOLD CORP.
SALARY SAVINGS PLAN

Each year after we file our plan annual report Form 5500-C with the IRS, we supply you with a complete summary of that report.

Our filing requirement with the IRS this year is Form 5500-R rather than Form 5500-C. Form 5500-R is a simplified filing containing only basic information about our plan.

If you want a copy of our 5500-R filing, we will furnish it to you free of charge. To obtain a copy, write to our plan administrator at

MINVEN GOLD (U.S.A.) CORP.
410 SEVENTEENTH STREET SUITE 2450
DENVER, CO 80202

By....Dm.....

Date Posted....7/27/94....

Stibnite Mine Inc.
921 S. Orchard, Suite O
Boise, Idaho 83705
Boise Telephone: (208) 345-4102 Mine Telephone: (208) 634-7333 Fax: (208) 383-0336

APPROVED DM
DATE 9-6-94

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Martin Quick
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cc: Alan Bell
Rod MacLeod

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BENEFIT NEWS

The Principal Financial Group
Omaha Group and Pension Office
Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

FLEXIBLE INVESTMENT ANNUITY (FIA)
Investment Results as of: 02/28/94

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.22%	- 1.68%	- 2.47%	- 1.84%	- 1.78%
LAST CALENDAR QUARTER	+ 0.72%	- 0.08%	+ 0.26%	+ 1.60%	+ 3.17%
1994 YEAR-TO-DATE	+ 0.47%	- 0.44%	- 0.91%	- 0.07%	+ 0.39%
CALENDAR YEAR 1993	+ 2.89%	+ 10.67%	+ 2.16%	+ 1.93%	+ 3.17%
LAST 12 MONTHS	+ 2.87%	+ 6.17%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	- 1.95%	- 0.15%	- 2.65%	+ 1.94%	- 2.73%	- 3.80%	- 0.07%
LAST CALENDAR QUARTER	+ 3.39%	+ 5.49%	+ 0.30%	+ 4.52%	+ 2.28%	+ 16.66%	+ 0.63%
1994 YEAR-TO-DATE	+ 1.34%	+ 3.33%	+ 0.26%	+ 2.94%	+ 0.54%	+ 1.03%	+ 0.51%
CALENDAR YEAR 1993	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%
LAST 12 MONTHS	+ 10.19%	+ 7.73%	+ 8.26%	+ 23.12%	+ 7.97%	+ 40.79%	+ 3.77%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 5.90%

Approved RL
Date 3.8.94
ADMIN

* Rate for the period; Unannualized

the Principal Financial Group

Dakota

Release

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

6-30-94

Dakota Mining Corporation News Release No. 8

DAKOTA MINING CORPORATION FINALIZES EXCHANGE OF SPECIAL WARRANTS FOR SHARES; STIBNITE MINE START-UP POSTPONED

DENVER, CO--(June 29, 1994). Dakota Mining Corporation (TSE and AMEX: DKT) announced today that 6.0 million Special Warrants were exchanged into common shares and that all remaining proceeds from the sale of the Special Warrants were released from escrow. The Special Warrants were exchangeable into common shares on a one-for-one basis without additional consideration.The Special Warrants were issued on February 24, 1994 in a private placement transaction for Cdn$13.8 million. Seventy-five percent of the proceeds, or approximately Cdn$10.35 million, had been held in escrow pending receipt of all regulatory approvals and receipt by the British Columbia and Ontario Securities Commissions of the Company's Canadian prospectus.

The Company also reported that continued delays in obtaining various permits at its Stibnite Mine in Idaho have hampered the start-up of seasonal mining activities in 1994. It now appears that all permitting matters will not be resolved in time for operations to commence this year. Dakota's management stated that all permitting matters can be completed to allow Stibnite Mine to conduct full scale operations in 1995.

Dakota Mining Corporation is a publicly held Denver-based precious metals mining company with three operating mines in the United States. For further information, please contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221 or FAX (303)573-1012.

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AM
6-3-94

ATLAS CORPORATION
370 17th St., Suite 3150
Denver, CO 80202

DAKOTA MINING CORPORATION
410 17th St., Suite 2450
Denver, CO 80202

News

For Immediate Release

ATLAS CORPORATION ANNOUNCES AGREEMENT WITH DAKOTA MINING CORPORATION TO PURCHASE EQUITY INTEREST IN DAKOTA. ATLAS ALSO ANNOUNCES ITS INTENTION TO SEEK A BUSINESS COMBINATION OF ATLAS, DAKOTA, GRANGES INC. AND HYCROFT RESOURCES AND DEVELOPMENT CORPORATION

Denver, CO, June 1, 1994 -- Atlas Corporation (NYSE:AZ) and Dakota Mining Corporation (TSE,AMEX:DKT) announced today that Atlas has entered into a letter of intent to purchase 1,500,000 common shares of Dakota from Ventures Trident, L.P. and Ventures Trident II, L.P. for US $6 million.

Atlas and Dakota also announced that they have entered into a letter of intent for the subscription by Atlas of 3,100,000 convertible preferred shares of Dakota. These preferred shares are callable by the holder after 6 years and are redeemable by Dakota after 4 years. They will carry a cumulative semi-annual dividend at a rate of 6% per annum (payable in common shares of Dakota), will carry one vote per share, and will be convertible at any time into common shares of Dakota on a one-for-one basis. The issue price of each convertible preferred share will be equal to 120% of the simple average of the closing prices of the common shares of Dakota on the American Stock Exchange for the 20 trading days immediately following the closing of the purchase of shares from the Dakota shareholders, subject to a minimum price of US $3 per share and a maximum price of US $4 per share. This preferred share sale will result in an investment of between US $9.3 million and US $12.4 million into Dakota.

Conversion of the preferred shares, in addition to the direct shareholding in Dakota, will give Atlas a 19.94% direct ownership in Dakota. Upon issuance of the preferred shares, Atlas will have the right to appoint two representatives to the Dakota board. Atlas will pay approximately US $500,000 to the group of Dakota shareholders as a deposit and will seek to finance the balance of the purchase price of the shares, as well as the full amount for the convertible preferred shares with an upcoming equity offering. This deposit is non-refundable in the event that Atlas is unable to close the transaction.

As previously announced on April 28, 1994, Atlas has also entered into an agreement with M.I.M. (Canada) Inc. to acquire a 37.2% stake in Granges Inc. for total proceeds of Cdn. $50.8 million. Granges is a Canadian based precious metals mining company which operates the Crofoot/Lewis Mine in Nevada through its 50.5% owned subsidiary, Hycroft Resources and Development Corporation. As previously announced by Granges, the Crofoot/Lewis Mine is projected to produce in excess of 100,000 ounces of gold in 1994 and hosts proven and probable reserves containing in excess of 1 million ounces of gold. Dakota is a publicly held, Denver based precious metals mining company. Its principal mining operations are the 100% Stibnite Mine in Idaho, a 100% interest in the Gilt Edge Mine in South Dakota, and a 40% non-operating interest in the Golden Reward Mine, also in South Dakota.

Both the Dakota and the Granges transactions are conditional upon all necessary regulatory and shareholder approvals. The Dakota transactions are also subject to execution of formal agreements, board approval by both Atlas and Dakota, the exercise of 6,000,000 previously issued special warrants of Dakota with respect to which a prospectus is in the process of being cleared, the approval by the underwriters of the special warrants for the issuance of the preferred shares, and also the completion of the purchase of the Granges shares from M.I.M. (Canada).

Following completion of the equity financing and the closing of the above transactions, Atlas will seek to initiate the process of combining Dakota, Granges, Hycroft and Atlas in order to create a new, widely held, intermediate-sized North American gold producer. No terms for such a business combination have been determined and no formal discussions have been held between these companies. Accordingly, there can be no assurance that such a business combination will ultimately be agreed upon amongst the companies.

Atlas considers that the consolidation of these four companies and their five operating properties would result in a larger, well financed company with total proven and probable gold reserves in excess of 3 million ounces, and anticipated production levels averaging between 200,000 to 300,000 ounces per year. Such a company would also control a large portfolio of exploration properties including Atlas' 115 square mile Gold Bar property, located immediately north of Homestake Mining Company's Eureka, Nevada claim block which hosts a recently discovered major gold deposit.

David J. Birkenshaw, Chairman and CEO of Atlas, stated, " We are very pleased with these three transactions and with the ability they will provide us to effect the creation of a new, mid-sized, North American gold company. Apart from the synergies in the anticipated business combination, we believe that the strong and diversified existing management groups are capable of expanding the combined company through the continued development of its current properties, while the strong balance sheet to be created through this business combination will allow the company to quickly take advantage of new opportunities. We are anticipating completion of Atlas' financing and the approval from its shareholders by the end of July and look forward thereafter to immediately beginning work on the combination."

For further information contact:

Steve Manz
Atlas Corporation
(303) 825-1200

Alan R. Bell
Dakota Mining Corporation
(303) 573-0221

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Dakota

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

AM 4-20-94

Release

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 5

DAKOTA ANNOUNCES SUCCESSFUL RESULTS OF BIOOXIDATION TESTS ON SULFIDE ORES

DENVER, CO--(April 20, 1994). Dakota Mining Corporation today announced the successful results of the first phase biooxidation tests on Gilt Edge sulfide ores. The work has been carried out by Geobiotics, Inc., of Hayward, California, technical developers in the field of biooxidation.

The objective of the biooxidation process is to improve gold recoveries and mitigate the potential for acid generation emanating from reclaimed sulfide material, as well as decreasing the leaching time. The process is particularly applicable to Dakota's Gilt Edge sulfide deposit which contains approximately 1.7 million ounces of gold.

Laboratory testing by Geobiotics on the Gilt Edge sulfide ores have shown that following biooxidation, gold recovery can be improved to the levels typically obtained on oxide ores. Additionally, the laboratory results show that cycle times for both biooxidation and leaching would be well under one year.

Alan R. Bell, President and C.E.O. of Dakota stated, "These are very encouraging results both in improved gold recovery and acid mitigation, following closely on the previously announced recoveries of +55% obtained on the bulk heap leach test of our untreated sulfide ore last year. We will now proceed with Geobiotics on the second biooxidation test phase this year, which will be a bulk test on site to identify the required operating parameters for a commercial operation."

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares are listed and traded on the American and Toronto stock exchanges under the symbol "DKT". The warrants are listed and traded on the American Stock Exchange under the symbol "DKT.WS", and are listed and traded on the Toronto Stock Exchange under the symbol "DKT.WT".

For further information, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Martin Quick, Vice President, Operations, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221, FAX (303) 573-1012.

# # #

News Release

Dakota

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 4

DAKOTA'S U. S. REGISTRATION STATEMENT GOES EFFECTIVE

DENVER, CO--(April 5, 1994). Dakota Mining Corporation announced today that its U.S. registration statement covering common shares issuable upon the exercise of certain Common Share Purchase Warrants has been declared effective as of April 4, 1994 by the United States Securities and Exchange Commission. Accordingly, U.S. persons holding such Common Share Purchase Warrants may now exercise them. Non-U.S. persons could previously exercise Common Share Purchase Warrants held by them.

The Common Share Purchase Warrants were issued on September 15, 1993 in connection with the implementation of a financial restructuring of the Company. The Common Share Purchase Warrants are exercisable at U.S. $1.50 per Common Share through September 15, 1994 and thereafter at U.S. $1.75 per Common Share through September 15, 1995.

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares and warrants are listed and traded on the American and Toronto stock exchanges under the symbol "DKT" and "DKT-WS", respectively.

For further information, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221, FAX (303) 573-1012.

# # #

Dakota

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410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Release
3-23-94

Dakota Mining Corporation News Release No. 3

DAKOTA MINING CORPORATION REPORTS YEAR-END RESULTS

DENVER, CO--(March 15, 1994). Dakota Mining Corporation today reported a consolidated net loss of U.S. $1.34 million, or U.S. $0.10 per Common Share, on revenues of $2.8 million for the period from September 16, 1993 to December 31, 1993. Effective on September 15, 1993, Dakota successfully completed a financial reorganization and private placement, the details of which have been previously announced. Under generally accepted accounting principles in Canada, pursuant to which the Company's financial statements are prepared, the financial reorganization was accounted for as a *"fresh start."* Generally, financial data prior to the financial reorganization are not included in the financial statements of an enterprise that has comprehensively revalued its assets and liabilities as a result of such financial reorganization. This is consistent with the concept that the Company is starting anew, using a *"fresh start"* basis of accounting.

Although 1993 represented a year of positive transformation for Dakota, operations did experience some adversity giving rise to the expected loss. The delayed issuance of a road use permit by the U. S. Forest Service at the Stibnite Mine resulted in a deferral into 1994 of substantially all of Stibnite's gold production originally planned for 1993. This situation is not expected to recur and Dakota plans to operate the Stibnite Mine for the full operating season in 1994. In addition, lower-than-anticipated ore grades and poor weather conditions reduced gold production at the Golden Reward Mine in 1993. However, the Golden Reward Mine did complete over 100,000 feet of developmental and in-fill drilling during 1993 which resulted in an improved and more reliable mine plan for future operations. In addition, the life-of-mine contract was terminated in October, 1993 and the contractor's fleet of mining equipment was purchased. Accordingly, Golden Reward's mining costs are expected to decline by approximately $1 million per year beginning in 1994.

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares and warrants are listed and traded on the American and Toronto stock exchanges under the symbol DKT.

For further information, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221, FAX (303) 573-1012.

# # #

Dakota

Approved: DM
Date: 2-24-94

Release

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 2

DAKOTA CLOSES PRIVATE PLACEMENT

DENVER, CO -- (February 24, 1994). Alan R. Bell, President and Chief Executive Officer of Dakota Mining Corporation ("Dakota") is pleased to announce the successful closing today of an underwritten private placement by Dakota of 6,000,000 Special Warrants at a price of Cdn.$2.30 per Special Warrant. Of the gross proceeds of Cdn.$13,800,000 realized by Dakota from the offering, 25% was released to Dakota today, with the remaining 75% deposited in escrow pending the clearance of a prospectus to qualify the Common Shares into which the Special Warrants are exchangeable. Dakota will not realize any additional proceeds upon the exchange of Special Warrants for the Common Shares.

In announcing the closing, Mr. Bell expressed his appreciation to the underwriting group of Goepel Shields & Partners Inc., First Marathon Securities Ltd. and Nesbitt Thomson Inc. The proceeds realized from the private placement will be used by Dakota to take advantage of opportunities to develop the Anchor Hill deposit and the sulfide resource at its Gilt Edge property and to allow the Company to pursue other property development and acquisition targets.

This offering is subject to the receipt of required regulatory and other approvals.

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares and warrants are listed and traded on the American and Toronto stock exchanges under the symbol DKT.

For further information concerning the private placement or other matters addressed in this News Release, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221.

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Dakota

Release

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Am 2-2-94

Dakota Mining Corporation News Release No. 1

PRIVATE PLACEMENT FUNDING

DENVER, CO--(February 1, 1994) Dakota Mining Corporation ("Dakota") today announced that it has entered into an underwriting agreement with Goepel Shields & Partners Inc., First Marathon Securities Ltd. and Nesbitt Thomson Inc. (collectively, the "Underwriters"). Under the terms of the agreement, the Underwriters have agreed to underwrite an offering, by private placement, of 6,000,000 Special Warrants at a price of Cdn. $2.30 per Special Warrant, representing gross proceeds to Dakota of Cdn. $13,800,000.

Dakota will use its best efforts to file a prospectus as soon as practicable after the closing date in order to qualify the 6,000,000 Common Shares into which the Special Warrants are exchangeable. Dakota shall not receive any additional proceeds on the exercise of the Special Warrants. The fees payable to the Underwriters in connection with the offering shall equal Cdn. $0.1265 per Special Warrant, or 5.5% of the price of each Special Warrant.

The proceeds to be realized by Dakota from the private placement shall be used to fund capital expenditures and permitting costs required to bring the Anchor Hill deposit, located at Dakota's Gilt Edge property in South Dakota, into production; to fund a pilot test of a bio-oxidation process and feasibility and permitting expenditures on sulfide reserves at the Gilt Edge Mine; to fund exploration and property development and acquisition; and to fund general working capital requirements of Dakota.

At the closing of the private placement, which is scheduled to occur on or before February 24, 1994, Dakota shall be entitled to an immediate release of 25% of the subscription amount, with the remaining 75% to be deposited into escrow pending the clearance of Dakota's prospectus, which prospectus is to be cleared on or before June 30, 1994.

In announcing this offering, Alan R. Bell, Dakota's President and Chief Executive Officer, stated that the funds received from the offering will place Dakota in a position to take advantage of opportunities to develop and expand its Gilt Edge property and allow Dakota to pursue other property development and acquisition targets.

This offering is subject to the receipt of required regulatory and other approvals, including approvals of the Toronto and American stock exchanges.

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares and warrants are listed and traded on the American and Toronto stock exchanges under the symbol DKT.

For further information concerning the private placement or other matters addressed in this News Release, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications at (303) 573-0221.

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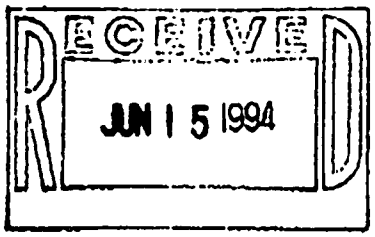
6-15-94

LEGISLATIVE UPDATE

Principal Mutual Life
Insurance Company
711 High Street
Des Moines, IA 50392-0001

for Group Life and Health Plans



June 1994

TO ALL GROUP MEDICAL POLICYHOLDERS

RE PEDIATRIC VACCINES BENEFIT

A provision of the Omnibus Budget Reconciliation Act (OBRA 1993) requires that group health plans cannot reduce the coverage of the costs for pediatric vaccines below the level provided on May 1, 1993.

In order to comply with this federal law and any present or future state insurance laws, Principal Mutual has elected to provide benefits for Pediatric Vaccines at 100% of Covered Charges effective July 1, 1994. No deductible will apply to these benefits. See the attached Notice for a description of Pediatric Vaccine Covered Charges.

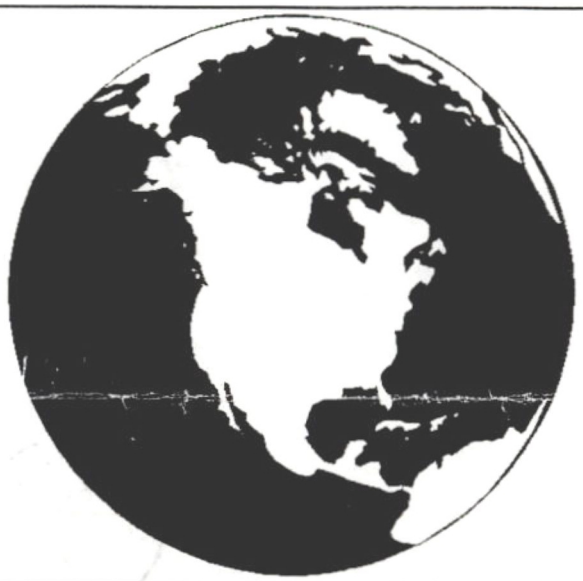
Your premium rate will not be affected by this change.

Your group policy and your booklets or certificates will be updated at some time in the future to include this change. In the meantime, please give a copy of the attached Notice to your current insured members and include a copy in any booklet or certificate issued to future members.

If your group health plan had an increase in deductible or stop-loss benefit or, a decrease in coinsurance between May 1, 1993 and June 30, 1994, your claims for pediatric vaccines may be affected by this law. If your plan made such a change, your members may resubmit Pediatric Vaccine claims to your regional claim center. Our review will determine if the level of coverage in effect on May 1, 1993, would have paid more benefits than those issued at the time the claim was originally processed. If any claims are resubmitted, please mark them *Pediatric Vaccines resubmission*. For more information, please contact your group representative.

PRINCIPAL MUTUAL LIFE INSURANCE COMPANY

APPROVED Am
DATE 7-18-94



Dear Sponsor:

Thank you so much for donating to our trip to the World Odyssey of the Mind Tournament in Ames, Iowa. It was very exciting to see so many people from different states and countries. The campus was big and spread out which was great because it gave us the chance to ride the buses, see the town, and talk to people. We found out that the Middle School team doing the problem Iliad got 30th out of 59 teams. The High School team doing the balsa wood structure problem Set It Free got 21st out of 45 teams. Just being there was a great learning experience and we hope that we would have this opportunity again. Thank you again for your support.

Minds of Tommorrow

Iliad Team
Chelsea Collins
Andy Binder
Tim Binder
Eric Nies
Melanie Mitzel
Angie Mitzel

Set It Free Team
Jim Meyer
Aaron Sachau
Travis Schenk
Tracy Ramse
Dawn Goetz

RAPID CITY, S.D. 57717
PM
15 JUL
1994

Brohm Mining Corporation
PO Box 485
Deadwood, SD 57732

the Principal Financial Group

INVESTMENT RESULTS

Flexible Investme Annuity

DM 1-28-94

	Annual Rate of Return (%) for the 12-month period ending on Dec. 31 of the year shown					Average Compounded Annually 5-Year	01/01/93 through 12/31/93	Interes Creditin Rate o 01/01/9
	1989	1990	1991	1992	1993			
CONSERVATIVE ACCOUNTS								
5-Year Maturity Fixed Rate Investment (Guaranteed Interest)	8.85%	8.90%	7.95%	6.73%	5.47%	7.58%	5.47%*	5.55%
Money Market Acct.	9.47	8.54	5.92	3.50	2.89	6.03	2.89**	3.00**
MODERATE ACCOUNTS								
Government Securities Acct.					2.16**		2.16**	6.20**
Bond & Mortgage Acct.	14.29	9.49	15.89	8.25	10.67	11.68	10.67**	6.10**
Bond Emphasis Balanced Acct.					1.93**		1.93**	
Stock Emphasis Balanced Acct.					3.17**		3.17**	
DYNAMIC ACCOUNTS								
U.S. Stock Acct.	18.88	-7.00	37.84	9.36	9.46	12.78	9.46**	
Growth Stock Acct.			33.71	8.99	-0.24		-0.24**	
Value Stock Acct.			33.54	7.56	11.43		11.43**	
Small Company Stock Acct.			24.82	26.90	21.32		21.32**	
Stock Index Acct.		-3.21	29.95	7.31	9.71		9.71**	
International Stock Acct.	17.62	-10.41	16.82	2.72	44.72	12.85	44.72**	
Real Estate Acct.	4.87	-4.46	-6.05	4.96	4.55.	0.65	4.55**	

NOTE: Each Guaranteed Interest Account percentage is the time-weighted average of 5-year guaranteed interest rates in effect for equa new deposits on the first day of the period shown and each day on which rates changed. Each Separate Account percentage is the rat of return which would have been earned from a sum of money invested in that account at the beginning of the period and left until the end of the period, with no other transactions. All account returns are after investment management expenses. Results comply with AIMR performance standards. Past performance is not a reliable indicator of future performance.

* Average annual weighted guaranteed interest rate for new deposits since the start of the year.

** Rate of return (change in value) since the start of the year, except for the Government Securities Account which started July 1, 1993, and the Bond Emphasis Balanced Account and the Stock Emphasis Balanced Account which started October 1, 1993.

*** Yield to maturity as of December 31, 1993.

	Annual Rate of Return (%) for the 12-month period ending on Dec. 31 of the year shown					Average Compounded Annually 5-Year	01/01/93 through 12/31/93
	1989	1990	1991	1992	1993		
BALANCED ACCOUNT PROXIES							
Bond Emphasis Balanced Acct.	14.94%	3.62%	20.91%	8.16%	12.14%	11.80%	12.14%
Stock Emphasis Balanced Acct.	15.98	-2.25	27.44	8.29	12.17	11.90	12.17

The two balanced accounts, which are managed by Principal Financial Advisors, Inc. (PFA), began October 1, 1993. Proxy results for periods before then are based on actual past account mix decisions made by PFA for its clients. Results for periods after October 1, 1993, are actual Balanced Account results.

the Principal Financial Group
Des Moines, Iowa 50392-0001

AM
12-29-93

GOVERNMENT SECURITIES

3rd Quarter 1993

The Government Securities Account is a new investment account for pension customers starting November 1. For details, contact your Corporate Center Administrator or your Group & Pension Representative.

The Government Securities Account began July 1, 1993. It was started with $10 million, diversified among all three types of mortgage-backed securities: Ginnie Maes, Fannie Maes, and Freddie Macs. During the 3rd quarter, the account earned 1.9% (unannualized and after investment expenses). In comparison, the Lehman Brothers Mortgage-Backed Securities (MBS) Index gained 1.0% (without investment expenses). The average MBS mutual fund earned 1.1% during the quarter.

The account's yield to maturity at the end of September was 5.9%. This is an estimate of the total return that could be earned over the next 12 months if mortgage rates don't change.

The account's investments are rated AAA in quality. If a homeowner whose mortgage is included in one of the account's securities fails to pay the principal or interest due, payment will be made by the appropriate government agency.

Government backing, however, does not mean the security is risk-free. The value of any mortgage-backed security (MBS) will change, like any bond, with changes in interest rates. When mortgage rates decline, the value of the MBS rises since existing securities earn more interest than new issues. Conversely, when rates rise, the value of the MBS declines.

Another risk is that homeowners will refinance their loans as mortgage rates fall. When homeowners refinance, they pay off their existing loans without any prepayment penalty and we have to reinvest at a lower rate. We minimize this risk by holding MBSs that are less likely to experience significant prepayments.

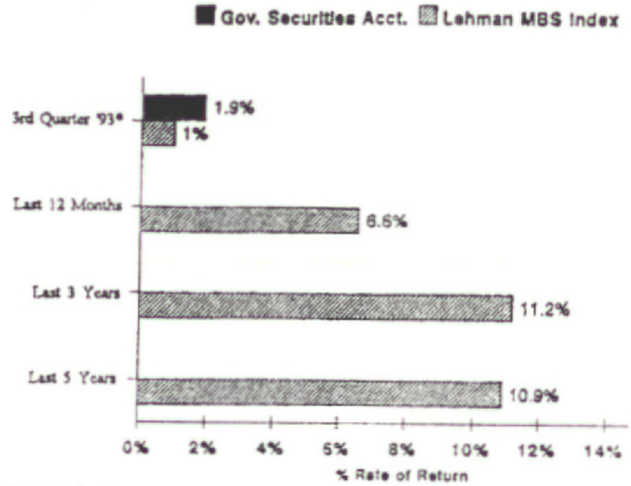
Asset Mix:

	Current Assets ($ mil.)		New Investments ($ mil.)	
GNMA	$3.1	23.7%	$3.1	23.7%
FNMA	2.4	30.1	2.4	30.1
FHLMC	4.5	44.2	4.5	44.2
Cash & Equivalents	0.2	2.0	0.2	2.0
Total Assets	$10.2	100.0%	$10.2	100.0%

These are preliminary, unaudited numbers.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Government Securities Account are after deduction of our investment management fee. The Lehman Brothers Mortgage-Backed Securities Index results have no expense deductions. The Government Securities Account started July 1, 1993.

Portfolio:

Weighted Effective Yield	5.9%
Duration*	5.3 yrs.

* Duration measures the sensitivity of the value of loans to changes in interest rates. (Generally, the longer the duration, the more loans will change in value as current rates change).

The Account:

The Government Securities Account invests in U.S. government securities. Principal and interest payments are guaranteed by the U.S. government (GNMA or "Ginnie Mae") or by U.S. government instrumentalities (FNMA or "Fannie Mae" and FHLMC or "Freddie Mac"). The value of the account's holdings–like any bond–changes with changes in interest rates. Earnings consist of the change in the value of the holdings plus interest less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1993.

These are 2 separate accounts

the Principal Financial Group
Des Moines, Iowa 50392-0001

BALANCED: BOND EMPHASIS and STOCK EMPHASIS

3rd Quarter 1993

The Bond Emphasis Balanced Account and the Stock Emphasis Balanced Account are new accounts available November 1.

These are key features of our balanced accounts:

- Since needs vary, we offer two accounts. Both invest in various types of investments. One account, for lower risk investors, always emphasizes bonds. The other, for those who accept greater volatility in return for potentially higher long-term earnings, always emphasizes stocks.
- Both invest only in Principal Mutual's other separate investment accounts. Compared to investing in individual stocks and bonds, this reduces costs and broadens diversification.
- Both balanced accounts are actively-managed. As the long-range investment outlook changes, both accounts change their bond and stock proportions and may change the accounts in which they invest.

In selecting target mixes, the portfolio manager evaluates potential long-term returns. Both accounts are currently weighted slightly more than normal toward equities. Today's low bond yields make stocks, although not cheap, and real estate, emerging from a weak market, more attractive long-term investments.

Target Mix:

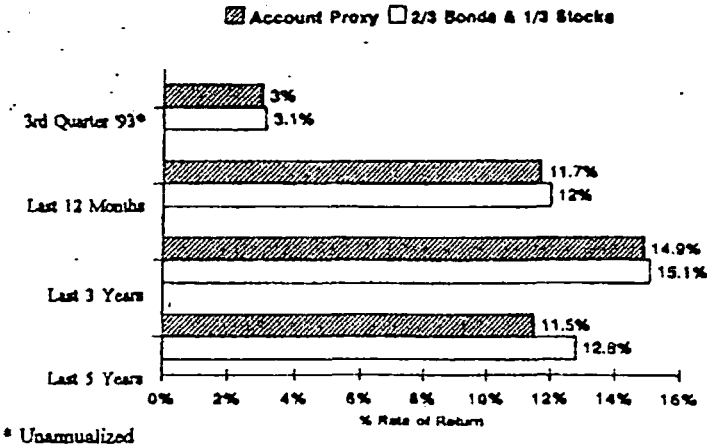
	Bond Emphasis Balanced	Stock Emphasis Balanced
Bond & Mortgage Account	35.0%	12.5%
Gov't Securities Account	25.0	7.5
U.S. Stock Account	22.5	55.0
International Stock Account	7.5	10.0
Real Estate Account	10.0	15.0
	100.0%	100.0%

The Accounts:

Both Balanced Accounts invest only in other separate investment accounts of Principal Mutual Life Insurance Company. The investment accounts used and their weightings are changed as the investment outlook changes. Earnings consist of the weighted change in unit value of the separate accounts in which the Balanced Accounts invest. The Balanced Accounts are managed by Principal Financial Advisors, Inc., a subsidiary of Principal Mutual Life Insurance Company. The Balanced Accounts started in 1993.

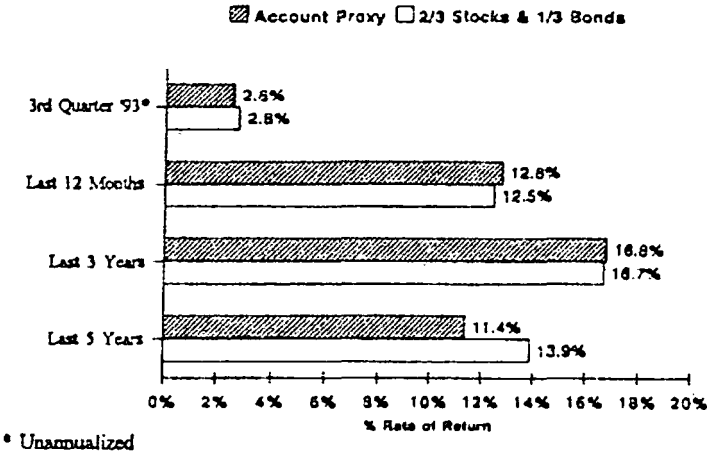
Performance:

Bond Emphasis Balanced Account - Annual Compound Rates of Return



* Unannualized

Stock Emphasis Balanced Account - Annual Compound Rates of Return



* Unannualized

The Balanced Accounts' actual results will begin October 1, 1993.

The Account Proxy results are based on (a) past asset mix decisions made by Principal Financial Advisors, Inc., a wholly-owned subsidiary of Principal Mutual Life Insurance Company and (b) results achieved by Principal Mutual's separate investment accounts.

The Bonds/Stocks Index results are based on the quarterly results achieved by the Lehman Brothers Government/Corporate Bond Index and the Standard & Poor's 500 Stock Index, combined in the proportions shown. These proportions represent the approximate long-term proportions of fixed income and equity investments likely to be used by our two balanced accounts.

the Principal Financial Group

Des Moines, Iowa 50392-0001

SMALL COMPANY STOCK

3rd Quarter 199

Starting November 1, pension customers may use our new Small Company Stock Account. Your Corporate Center administrator or Group & Pension Sales representative can give you details.

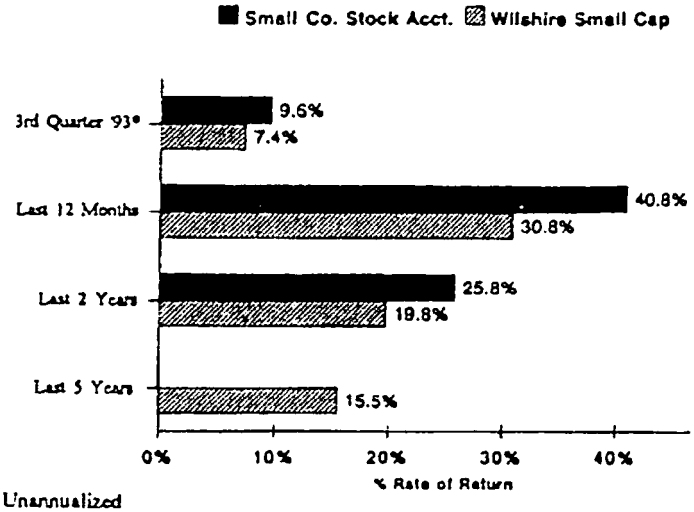
The Small Company Account has been fully invested in stocks for two and a half years. Over this time, the account has earned an average annualized return after investment expenses of 24.4%. That's considerably better than the Standard & Poor's 500 Stock Index's 11.7%. As the graph below shows, more recent results have been very good too.

For the last year or two, small company stocks in general have outperformed big company stocks like those in the S&P 500. Small, nimble, well-run companies with market niches have flourished despite the slow economic growth that has stymied big companies. As sales and profits have improved, stock investors have driven up prices of small company stocks.

We differ from most managers in philosophy. We evaluate company prospects over the next several years rather than focusing on the current "hot stocks." We also look for growth at a reasonable price, rather than pay overvalued prices. We think this forward-looking, value-conscious approach yields better long-term results with less risk.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Small Company Stock Account are after deduction of our investment management fee. The Wilshire Small Cap Index performance results have no expense deductions. The Small Company Stock Account started January, 1, 1991, but was not fully stock-invested until April 1, 1991.

Assets:

Common Stocks	$8,859,820	96.4
Cash and Short-term	335,131	3.6
Total Assets	$9,194,951	100.0

These are preliminary, unaudited numbers.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
Heilig-Meyers Company	$602,438	6.8%	Consumer Cyclical
Shaw Industries, Inc.	599,850	6.8	Consumer Cyclical
Mercury General Corp.	480,500	5.4	Insurance
Roper Industries, Inc.	406,000	4.6	Machinery & Equip
Largest 3rd Quarter Additions:			
Ramsey-Hmo, Inc.	$199,850		Consumer Non-Cyc
Legent Corporation	172,197		High Technology
American Mgmt. Systems, Inc.	161,500		High Technology
Foundation Health Corp.	86,970		Consumer Non-Cyc
Largest 3rd Quarter Sales:			
First Bancorporation of Ohio	$221,550		Banks
Mercantile Bankshares Corp.	198,400		Banks
Belo (A.H.) Corp.	125,316		Consumer Non-Cyc
First Tennessee National Corp.	124,875		Banks

Themes:

	% of Portfolio
Banks	6.8%
Basic Industry	3.3
Business Services	3.2
Consumer Cyclical	30.2
Consumer Non-Cyclical	20.1
Financial Services	4.7
High Technology	15.2
Insurance	6.7
Machinery & Equipment	9.8

The Account:

The Small Company Stock Account invests in stocks of rela tively smaller companies whose earnings are expected to grov faster than most companies. Earnings consist of change i stock price plus accrued dividends less an annualized invest ment management fee of 0.36%. The account is managed b Invista Capital Management, Inc., a subsidiary of Principa Mutual Life Insurance Company. The account started in 1991

the Principal Financial Group

Des Moines, Iowa 50392-0001

GROWTH STOCK

3rd Quarter 1993

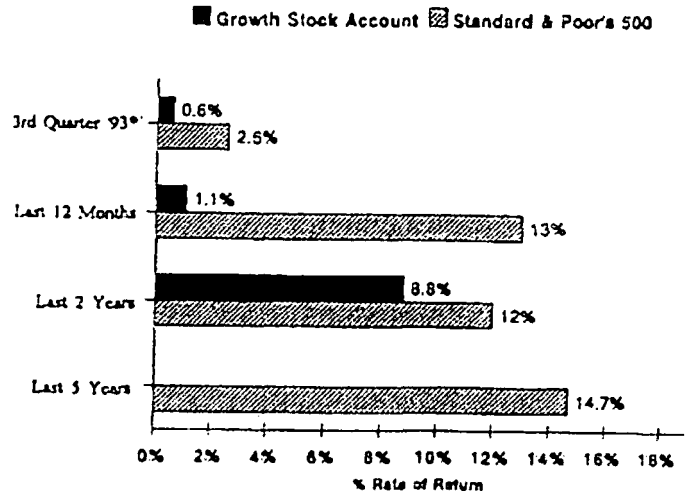
The Growth Stock Account is a new investment account available to pension customers after November 1. Contact your Corporate Center administrator or local Group and Pension representative for details.

During the 3rd quarter of 1993, the account earned an unannualized 0.6% return after investment expenses. This compares to 2.6% for the Standard & Poor's 500 Stock Index. Uncertainty about the administration's national health care proposal hurt the account's pharmaceutical and HMO stocks. At current prices, these stocks appear to be good values. Some recovery is expected as details of the health care plan are worked out. As prices rise, we expect to reduce our holdings since we are overweighted in health care stocks. In other market sectors, we like retailers (pent-up consumer demand), companies with strong foreign sales networks (especially in Mexico and Japan), and small banks (good values, buy-out candidates).

Like our new Small Company Stock Account, the Growth Stock Account seeks growth at a reasonable price. While both invest in growth stocks, the Growth Stock Account invests mainly in stocks of large, established companies. The Small Company Stock Account invests mainly in stocks of companies smaller than most of those in the S&P 500.

Performance:

Annual Compound Rates of Return



* Unannualized

Results for the Growth Stock Account are after deduction of our investment management fee. The Standard and Poor's 500 Index results have no expense deductions. The Growth Stock Account started January 1, 1991, but was not fully stock-invested until April 1, 1991.

Assets:

Common Stocks	$6,552,585	95.1%
Cash and Short-term	340,147	4.9
Total Assets	$6,892,732	100.0%

These are preliminary, unaudited numbers.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
American Power Conversion Corp.	$324,375	5.0%	High Technology
General Electric Co.	287,250	4.4	Machinery & Equip.
Salomon, Inc.	276,950	4.2	Financial Services
Wachovia Corporation	234,750	3.6	Banks

Largest 3rd Quarter Additions:

Salomon, Inc.	$142,380	Financial Services
Colgate-Palmolive Co.	138,255	Consumer Non-Cycl
Legent Corporation	135,844	High Technology
Tecumseh Products Co.	125,125	Consumer Cyclical

Largest 3rd Quarter Sales:

LaPetite Academy	$224,000	Miscellaneous
Studente Loan Marketing Assoc.	197,293	Financial Services
Destec Energy, Inc.	103,197	Energy
Oshkosh B'Gosh, Inc.	101,500	Consumer Cyclical

Themes:

	% of Portfolio	S&P 500
Banks	8.2%	5.8%
Basic Industry	3.2	7.7
Business Services	11.2	2.3
Consumer Cyclical	19.9	14.6
Consumer Non-Cyclical	33.5	20.4
Energy	5.6	11.5
High Technology	8.4	5.3
Machinery & Equipment	4.4	5.1
Utilities	0.0	15.7
Other	5.6	11.6

The Account:

The Growth Stock Account invests in stocks of large companies whose earnings are expected to grow more rapidly than most companies. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1991.

the Principal Financial Group
Des Moines, Iowa 50392-0001

VALUE STOCK

3rd Quarter 1993

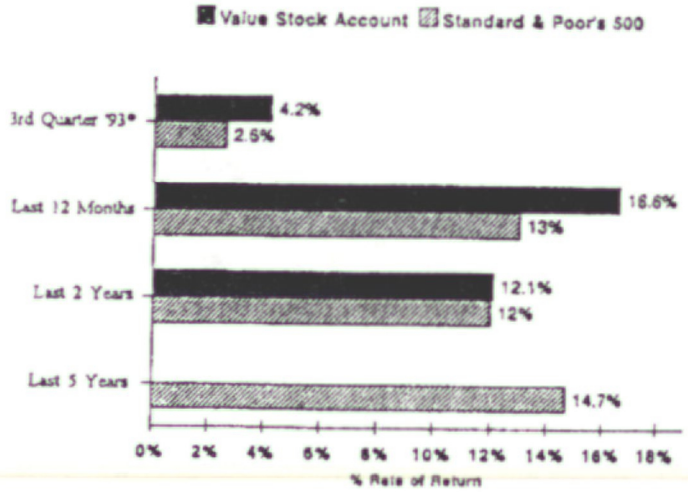
The Value Account started January 1, 1991, with seed money from Principal Mutual. Pension customers may use the account after November 1. Contact your Corporate Center administrator or your Group & Pension Sales representative for details.

In the two and a half years it's been fully stock-invested, the account has earned an average annual compound return of 13.6% after expenses. The Standard & Poor's 500 Stock Index, meanwhile, has gained 11.7% on average. Through the first nine months of 1993, the Value Stock Account leads the S&P with an unannualized gain of 11.1% to the Index's 7.6%. During the 3rd quarter, the account continued to outperform, rising 4.2% to the Index's 2.6%.

The Value Account follows a very disciplined approach. The account's manager first screens stocks for those that fit the basic definition of "value": lower price/earnings ratios (P/E) and higher dividend yields than the market average. From those stocks that pass the initial screen, we select 30-35 stocks with strong financial positions and product lines making sure these stocks represent a variety of industries. We hold about the same amount of each stock in the account. When a stock no longer meets our criteria we replace it.

Performance:

Annual Compound Rates of Return



* Unannualized

The performance results for the Value Stock Account are after deduction of our investment management fee. The Standard and Poor's 500 Index performance results have no expense deductions. The Value Stock Account started January 1, 1991, but was not fully stock-invested until April 1, 1991.

Assets:

Common Stocks	$6,787,100	85.0%
Cash and Short-term	1,194,303	15.0
Total Assets	$7,981,403	100.0%

These are preliminary, unaudited numbers.

Portfolio:

Largest Current Holdings:	Market Value	Percent of Portfolio	Theme
K Mart Corporation	$270,200	4.0%	Consumer Cyclical
CIGNA Corporation	266,500	3.9	Insurance
American Electric Power Co., Inc.	254,100	3.7	Utilities
Mercantile Stores Co., Inc.	253,450	3.7	Consumer Cyclical
American Express Company	252,938	3.7	Financial Services
Borden, Inc.	252,050	3.7	Consumer Non-Cycl
Texaco Inc.	250,675	3.7	Energy
Upjohn Co.	247,950	3.7	Consumer Non-Cycl
First of America Bank Corp.	245,775	3.6	Banks
Lilly (Eli) & Co.	245,000	3.6	Consumer Non-Cycl

Themes:

	% of Portfolio	S&P 500
Banks	10.7%	5.8%
Basic Industry	3.6	7.7
Business Services	3.4	2.3
Consumer Cyclical	18.0	14.6
Consumer Non-Cyclical	35.2	20.4
Energy	3.7	11.5
Financial Services	3.7	3.0
Insurance	11.0	4.0
Utilities	10.7	15.7
Other	0.0	15.0

Statistics

Price/Earnings Ratio	14.4	20.1
Dividend Yield	4.5%	2.7%

The Account:

The Value Stock Account invests in traditional value stocks. Their price/earnings ratios are lower than average and their dividend yields are higher than average. Many of these stocks are temporarily out of favor with investors; because they are out of favor, they can be bought at bargain prices. Earnings consist of change in stock price plus accrued dividends less an annualized investment management fee of 0.36%. The account is managed by Invista Capital Management, Inc., a subsidiary of Principal Mutual Life Insurance Company. The account started in 1991.

DM 4-11-94

BENEFIT NEWS

The Principal Financial Group
Omaha Group and Pension Office
Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

FLEXIBLE INVESTMENT ANNUITY (FIA)
Investment Results as of: 03/31/94

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.27%	- 2.16%	- 4.21%	- 2.98%	- 3.44%
LAST CALENDAR QUARTER	+ 0.73%	- 2.58%	- 5.09%	- 3.05%	- 3.06%
1994 YEAR-TO-DATE	+ 0.73%	- 2.58%	- 5.09%	- 3.05%	- 3.06%
CALENDAR YEAR 1993	+ 2.89%	+ 10.67%	+ 2.16%	+ 1.93%	+ 3.17%
LAST 12 MONTHS	+ 2.90%	+ 3.58%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	- 5.26%	- 4.19%	- 3.41%	- 3.66%	- 4.36%	- 3.59%	+ 0.39%
LAST CALENDAR QUARTER	- 3.99%	- 1.01%	- 3.16%	- 0.83%	- 3.85%	- 2.60%	+ 0.90%
1994 YEAR-TO-DATE	- 3.99%	- 1.01%	- 3.16%	- 0.83%	- 3.85%	- 2.60%	+ 0.90%
CALENDAR YEAR 1993	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%
LAST 12 MONTHS	+ 1.64%	+ 0.30%	+ 2.95%	+ 14.19%	+ 1.16%	+ 30.70%	+ 3.82%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 7.10%

* Rate for the period; Unannualized

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BENEFIT NEWS

The Principal Financial Group
Omaha Group and Pension Office
Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

2-14-94

FLEXIBLE INVESTMENT ANNUITY (FIA)

Investment Results as of: 01/31/94

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.25%	+ 1.26%	+ 0.95%	+ 1.64%	+ 2.20%
LAST CALENDAR QUARTER	+ 0.72%	- 0.08%	+ 0.26%	+ 1.60%	+ 3.17%
1994 YEAR-TO-DATE	+ 0.25%	+ 1.26%	+ 0.95%	+ 1.64%	+ 2.20%
CALENDAR YEAR 1993	+ 2.89%	+ 10.67%	+ 2.16%	+ 1.93%	+ 3.17%
LAST 12 MONTHS	+ 2.86%	+ 9.89%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	+ 3.35%	+ 3.48%	+ 2.99%	+ 0.98%	+ 3.36%	+ 5.03%	+ 0.59%
LAST CALENDAR QUARTER	+ 3.39%	+ 5.49%	+ 0.30%	+ 4.52%	+ 2.28%	+ 16.66%	+ 0.63%
1994 YEAR-TO-DATE	+ 3.35%	+ 3.48%	+ 2.99%	+ 0.98%	+ 3.36%	+ 5.03%	+ 0.59%
CALENDAR YEAR 1993	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%
LAST 12 MONTHS	+ 12.46%	+ 4.58%	+ 13.62%	+ 20.12%	+ 12.47%	+ 48.66%	+ 4.49%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 5.60%

* Rate for the period; Unannualized

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BENEFIT NEWS

The Principal Financial Group
Omaha Group and Pension Office
Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

Approved: DM
Date: 1-13-94

FLEXIBLE INVESTMENT ANNUITY (FIA)
Investment Results as of: 12/31/93

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.25%	+ 0.32%	+ 0.89%	+ 1.34%	+ 1.93%
LAST CALENDAR QUARTER	+ 0.72%	- 0.08%	+ 0.26%	+ 1.93%	+ 3.17%
1993 YEAR-TO-DATE	+ 2.89%	+ 10.67%	+ 2.16%	+ 1.93%	+ 3.17%
CALENDAR YEAR 1993	+ 2.89%	+ 10.67%	N/A	N/A	N/A
LAST 12 MONTHS	+ 2.89%	+ 10.67%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	+ 2.08%	+ 1.71%	- 0.20%	+ 2.56%	+ 1.20%	+ 11.65%	- 0.05%
LAST CALENDAR QUARTER	+ 3.39%	+ 5.49%	+ 0.30%	+ 4.52%	+ 2.28%	+ 16.66%	+ 0.63%
1993 YEAR-TO-DATE	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%
CALENDAR YEAR 1993	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%
LAST 12 MONTHS	+ 9.46%	- 0.24%	+ 11.43%	+ 21.32%	+ 9.71%	+ 44.72%	+ 4.55%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 5.55%

* Rate for the period; Unannualized

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Omaha Group and Pension Office
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12-8-93

FLEXIBLE INVESTMENT ANNUITY (FIA)
Investment Results as of: 11/30/93

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.23%	- 0.60%	- 1.32%	- 0.35%	+ 0.20%
LAST CALENDAR QUARTER	+ 0.71%	+ 3.15%	+ 1.89%	N/A	N/A
1993 YEAR-TO-DATE	+ 2.63%	+ 10.32%	+ 1.25%	+ 0.25%	+ 2.16%
CALENDAR YEAR 1992	+ 3.5%	+ 8.25%	N/A	N/A	N/A
LAST 12 MONTHS	+ 3.0%	+ 11.81%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	+ 0.89%	+ 0.32%	- 0.51%	+ 0.70%	- 0.99%	- 3.04%	+ 0.55%
LAST CALENDAR QUARTER	+ 1.36%	+ 0.65%	+ 4.17%	+ 9.64%	+ 2.46%	+ 9.24%	+ 1.13%
1993 YEAR-TO-DATE	+ 7.23%	- 1.92%	+ 11.65%	+ 18.29%	+ 8.41%	+ 29.62%	+ 4.60%
CALENDAR YEAR 1992	+ 9.36%	+ 8.99%	+ 7.56%	+ 26.90%	+ 7.31%	+ 2.72%	+ 4.96%
LAST 12 MONTHS	+ 8.98%	- 0.76%	+ 14.53%	+ 23.71%	+ 9.72%	+ 31.72%	+ 5.31%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 5.60%

* Rate for the period; Unannualized

BENEFIT NEWS

The Principal Financial Group
Omaha Group and Pension Office
Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

Approved: Am
Date: 11-10-93

FLEXIBLE INVESTMENT ANNUITY (FIA)
Investment Results as of: 10/31/93

FIXED INCOME & BALANCED ACCOUNTS

	MONEY MARKET FUND	BOND/ MORTGAGE FUND*	GOVERNMENT SECURITIES ACCOUNT	BOND EMPHASIS BALANCED	STOCK EMPHASIS BALANCED
LAST COMPLETED MONTH	+ 0.24%	+ 0.21%	+ 0.71%	+ 0.94%	+ 1.10%
LAST CALENDAR QUARTER	+ 0.71%	+ 3.15%	+ 1.89%	N/A	N/A
1993 YEAR-TO-DATE	+ 2.39%	+ 10.99%	+ 2.61%	N/A	N/A
CALENDAR YEAR 1992	+ 3.5%	+ 8.25%	N/A	N/A	N/A
LAST 12 MONTHS	+ 3.0%	+ 12.07%	N/A	N/A	N/A

EQUITY ACCOUNTS

	U.S. STOCK	GROWTH STOCK	VALUE STOCK	SMALL COMPANY	STOCK INDEX	INTERNATIONAL STOCK	REAL ESTATE
LAST COMPLETED MONTH	+ 0.40%	+ 3.38%	+ 1.02%	+ 1.21%	+ 2.08%	+ 7.76%	+ 0.13%
LAST CALENDAR QUARTER	+ 1.36%	+ 0.65%	+ 4.17%	+ 9.64%	+ 2.46%	+ 9.24%	+ 1.13%
1993 YEAR-TO-DATE	+ 6.29%	- 2.23%	+ 12.23%	+ 17.47%	+ 9.49%	+ 33.68%	+ 4.03%
CALENDAR YEAR 1992	+ 9.36%	+ 8.99%	+ 7.56%	+ 26.90%	+ 7.31%	+ 2.72%	+ 4.96%
LAST 12 MONTHS	+ 12.26%	+ 3.77%	+ 18.17	+ 30.96%	+ 14.54%	+ 38.15%	+ 4.93%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 5.15%

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* Rate for the period; Unannualized

BENEFIT NEWS

The Principal Financial Group

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Miracle Hills One•11506 Nicholas•Suite 206•Omaha, NE 68154

FLEXIBLE INVESTMENT ANNUITY (FIA)

The Principal Financial Group Investment Results as of: 09/31/93

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10-8-93

LENDER POSITIONS

	MONEY MARKET FUND*	BOND/MORTGAGE FUND**	DOW JONES	STANDARD & POORS 500
LAST COMPLETED MONTH	+ 2.8%	+ 0.68%	- 2.44%	- 0.77%
LAST CALENDAR QUARTER	+ 2.9%	+ 3.15%	+ 1.70%	+ 2.58%
1993 YEAR-TO-DATE	+ 2.9%	+ 10.75%	+ 9.72%	+ 7.58%
CALENDAR YEAR 1992	+ 3.5%	+ 8.25%	+ 7.11%	+ 7.62%
LAST 12 MONTHS	+ 3.0%	+ 10.23%	+ 11.52%	+ 13.00%

OWNERSHIP POSITIONS

	STOCK INDEX FUND	INTERNATIONAL STOCK FUND	REAL ESTATE FUND**	COMMON STOCK FUND**
LAST COMPLETED MONTH	- 0.83%	+ 0.37%	+ 0.13%	- 0.92%
LAST CALENDAR QUARTER	+ 2.46%	+ 9.24%	+ 1.13%	+ 1.36%
1993 YEAR-TO-DATE	+ 7.26%	+ 24.05%	+ 3.89%	+ 5.87%
CALENDAR YEAR 1992	+ 7.31%	+ 2.72%	+ 4.96%	+ 9.36%
LAST 12 MONTHS	+ 12.61%	+ 27.39%	+ 5.23%	+ 12.88%

GUARANTEED INTEREST ACCOUNT

As of the first of the month, 5 year maturity 4.95%

* Effective Annual Rate

** Rate for the Period; Unannualized

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DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 5

DAKOTA ANNOUNCES SUCCESSFUL RESULTS OF BIOOXIDATION TESTS ON SULFIDE ORES

DENVER, CO--(April 20, 1994). Dakota Mining Corporation today announced the successful results of the first phase biooxidation tests on Gilt Edge sulfide ores. The work has been carried out by Geobiotics, Inc., of Hayward, California, technical developers in the field of biooxidation.

The objective of the biooxidation process is to improve gold recoveries and mitigate the potential for acid generation emanating from reclaimed sulfide material, as well as decreasing the leaching time. The process is particularly applicable to Dakota's Gilt Edge sulfide deposit which contains approximately 1.7 million ounces of gold.

Laboratory testing by Geobiotics on the Gilt Edge sulfide ores have shown that following biooxidation, gold recovery can be improved to the levels typically obtained on oxide ores. Additionally, the laboratory results show that cycle times for both biooxidation and leaching would be well under one year.

Alan R. Bell, President and C.E.O. of Dakota stated, "These are very encouraging results both in improved gold recovery and acid mitigation, following closely on the previously announced recoveries of +55% obtained on the bulk heap leach test of our untreated sulfide ore last year. We will now proceed with Geobiotics on the second biooxidation test phase this year, which will be a bulk test on site to identify the required operating parameters for a commercial operation."

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares are listed and traded on the American and Toronto stock exchanges under the symbol "DKT". The warrants are listed and traded on the American Stock Exchange under the symbol "DKT.WS", and are listed and traded on the Toronto Stock Exchange under the symbol "DKT.WT".

For further information, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Martin Quick, Vice President, Operations, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221, FAX (303) 573-1012.

# # #

Dakota

Release

DAKOTA MINING CORPORATION
410 Seventeenth Street, Suite 2450
Denver, Colorado 80202
303/573-0221 • FAX 573-1012

Toronto Stock Exchange
and American Stock Exchange
Symbol: "DKT"

Dakota Mining Corporation News Release No. 3

DAKOTA MINING CORPORATION REPORTS YEAR-END RESULTS

DENVER, CO--(March 15, 1994). Dakota Mining Corporation today reported a consolidated net loss of U.S. $1.34 million, or U.S. $0.10 per Common Share, on revenues of $2.8 million for the period from September 16, 1993 to December 31, 1993. Effective on September 15, 1993, Dakota successfully completed a financial reorganization and private placement, the details of which have been previously announced. Under generally accepted accounting principles in Canada, pursuant to which the Company's financial statements are prepared, the financial reorganization was accounted for as a *"fresh start."* Generally, financial data prior to the financial reorganization are not included in the financial statements of an enterprise that has comprehensively revalued its assets and liabilities as a result of such financial reorganization. This is consistent with the concept that the Company is starting anew, using a *"fresh start"* basis of accounting.

Although 1993 represented a year of positive transformation for Dakota, operations did experience some adversity giving rise to the expected loss. The delayed issuance of a road use permit by the U. S. Forest Service at the Stibnite Mine resulted in a deferral into 1994 of substantially all of Stibnite's gold production originally planned for 1993. This situation is not expected to recur and Dakota plans to operate the Stibnite Mine for the full operating season in 1994. In addition, lower-than-anticipated ore grades and poor weather conditions reduced gold production at the Golden Reward Mine in 1993. However, the Golden Reward Mine did complete over 100,000 feet of developmental and in-fill drilling during 1993 which resulted in an improved and more reliable mine plan for future operations. In addition, the life-of-mine contract was terminated in October, 1993 and the contractor's fleet of mining equipment was purchased. Accordingly, Golden Reward's mining costs are expected to decline by approximately $1 million per year beginning in 1994.

Dakota Mining Corporation is a publicly held, Denver-based mining company with operating mines in the United States. Its common shares and warrants are listed and traded on the American and Toronto stock exchanges under the symbol DKT.

For further information, please feel free to contact Alan R. Bell, President and Chief Executive Officer, Robert R. Gilmore, Vice President, Finance and Chief Financial Officer, or Alicia Williamson, Director of Corporate Communications, at (303) 573-0221, FAX (303) 573-1012.

# # #

Approved: AM
Date: 3-1-94

MEMORANDUM

TO: ALL EMPLOYEES

FROM: Rod MacLeod

DATE: February 28, 1994

SUBJECT: Friday (3/4/94) Luncheon With Alan Bell

ALL EMPLOYEES are invited to attend a lunch meeting with Alan Bell this Friday, March 4th, at 12:00 noon in the conference room.

Cold lunches will be provided courtesy of Brohm.

We look forward to seeing you all there!!

RM:sm

misc\luncheon.rjm