

George Cross News Letter

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CANOVA RESOURCES LTD. (CVD-V)

HOLE NO.	INTERVAL, FT	LENGTH	OZ. GOLD/T	Canova Resources
YJ88-36**	311.7-321.5	9.8ft.	0.323	'Ltd. has reported
	including	3.3	.939	'the significant
YJ88-37**	318.3-324.8	6.5	.119	'assay results from
YJ88-43	223.1-234.6	11.5	.079	'23 diamond drill
	including	6.6	.117	'holes totalling
	367.5-386.0	18.5	.062	'10,500 feet com-
	including	3.3	.167	'pleted on the
YJ88-47	370.7-374.0	3.3	.126	'Yellow Jacket pro-
YJ88-55	65.6- 72.2	6.6	.198	'perty at Atlin, BC
	285.4-295.3	9.8	.151	' This drilling
	including	3.3	.353	'completes the earn
YJ88-57	124.7-134.5	9.8	.053	'in by Homestake
	including	3.3	.132	'Mining Company to
	301.8-318.2	16.44	.426	'a 60% working
	including	3.3	.195	'interest in the
	including	3.3	.462	'property. Previous
	including	3.3	.354	'drill programs
	including	3.3	1.088	'conducted by
++	321.5-341.2	19.7	.113	'Homestake in 1986
	including	6.6	.319	'and 1987 have
++	354.3-374.0	19.7	.162	'identified the ^{discovered}
	including	6.6	.457	'Yellow Jacket min-

** Holes previously reported

++ Geochem. only, fire assays pending

grade intercepts to ³⁰⁰ feet in depth. The favourable structure has been drill indicated over 2 km and to 600 feet below surface.

The Yellow Jacket structure has been delineated by geophysical interpretation for approximately 5 km of which only 10% has been evaluated with diamond drilling.

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CANALASKA RESOURCES LTD. (CKE-V)

ZEBALLOS DRILL PROGRAM FUNDED - Canalaska Resources has negotiated a private placement of 214,286 flow-through shares at 70¢ each for \$150,000 with CMP 1988 III. The proceeds will be used in stage I drilling in the Central Zeballos mine, 5 km north of Zeballos, Vancouver Island, B.C. Canalaska holds an option to earn a 50% interest in the property by spending \$500,000 on exploration over two years.

Ore reserves estimates have been revised, based on recent back sampling and historical mine data. On the No.5 level, probable reserves of 9,000 tons grading 0.35 oz.gold/t exist in two blocks: a western block of 6,000 tons grading 0.35 oz. gold/t and an eastern block of 3,000 tons grading 0.35 oz. gold/t. The western block is the same as the previous estimate of 1,662 tons grading 1.239 oz.gold/t over a 4 foot width. A high grade assay of 3.856 oz.gold/t at the western face of the No.6 level indicates a vertical extension of the western block of ore. Possible reserves are also indicates on the No.'s 1,2, and 3 levels.

The drilling will test for extension to the western ore block beginning in mid-November. Underground drill startions are being prepared.

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GRANGES EXPLORATION LTD. (GXL-T, AMEX, LONDON)

COVE RESOURCES CORPORATION (COV-V)

GRANGES AGREES TO J/V 100,000 - Cove Resources ACRE SULPHURETS PROJECT Corporation and several associated companies

acting as a syndicate, have accepted in principle a \$3,000,000 joint venture proposal from Granges Exploraton Ltd. to develop the syndicate's 100,000-plus acres in the Sulphurets gold camp, in northwestern, B.C. Granges has agreed to spend a minimum of \$1,000,000 each year for three years, and to accelerate work as results warrant, in order to earn a 50% interest in the project.

Syndicate members include Cove and Springer Resources with holdings of 25% in each of two syndicates; Lauran Minerals Corp. with a 50% interest in one syndicate, and Arania Minerals Corp. with a 50% interest in a separate syndicate. Springer, Lauran and Arania all are private companies for which prospectus share offerings have been filed. The Springer offering has been receipted by the B.C. Superintendent of Brokers and the initial public offering is expected shortly.