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JANUARY

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this year.

Flagstone also has 15 per cent of a nine-section farmout from Imperial Oil in the Rainbow Lake area; is expecting a drilling farmout in another 43,000 Rainbow acres and is examining mineral prospects in Nevada and Arizona.

Northstar P

tion but were stopped short by excessive faulting. In the last field season four major geochemical anomalous zones were outlined. Within these zones five areas contain-ing copper bearing rocks were discovered on the surface, namely, a shale bed 20 feet thick assayed 2.6 per cent copper. One trench averaged 1.4 per cent copper for 57 feet, another trench 24 feet long averaged 2.6 per cent. Nine holes totalling 2,091 feet were drilled. Two intersected ore drilled. Two grade material.

Directors elected were R. M. Tait, G. B. Phillips, L. S. Thompson and L. M. Tait.

Golden West

"Eserr

t is expected that three more ing

Flagstone Wells will be drilled. Golden West holds a 12½ per cent interest in two Saskatchewan programs.

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received the second \$10,000 pay-ment on the \$100,000 purchase price of the Boise Creek molyb-denum-copper prospect at the north end of Pitt Lake. The first payment was made in Decem-ber 1966. During the 1967 field season Cyprus spent close to \$350,000 in work on the property, although it was committed to spend only \$100,000, says a report by B. I. Neshitt, president of Flagstone. Flagstone retains a 40 per cent non-assessable interest in the property. For its first the property. For its first s250,000 spent on work, Cyprus carned 135,000 shares. Expendi-tures beyond that do not earm further shares. Hand the property and the property of Flagstone of the property. Substitute the property of Flagstone. Flagstone retains a 40 per cent non-assessable interest in the property. For its first further shares. Hand the property of Flagstone. Flagstone retains a 40 per cent non-assessable interest in the property. For its first further shares. Hand the property of Flagstone. Flagstone retains a 40 per cent non-assessable interest in the property. For its first further shares. Hand the property of Flagstone. Flagstone retains a 40 per cord property for a gross value of flagstone that do not earm further shares.

tures beyond that do not earn further shares. Receipt of the second \$10,000 payment from Cyprus is re-garded as an indication that work will be resumed this spring. Cyprus, through Anvil Mining Corp, holds under option from Flagstone the Lee group of claims, adjacent to the Anvil property in the Yukon. It must report by Feb. 15 whether it plans to continue exploration this year. **State Provided State** State Provided Provi

Shareholders of Norcan Mines Flagstone also has 15 per cent Ltd. have approved an explora-tion agreement covering the 225-

To keep the agreement in good standing Bethex must spend a further \$100,000 in each Continuation of exploration work on the property of North-star Copper Mines Ltd., 20 miles north of Takla Lake, has been recommended by the con-sulting geologist, Dr. W. H. White, shareholders were told at the annual meeting. The program estimated to the period at the service of production must start by Dec. 31, 1974. Buildozing and hand trench-ing have been carried out of

White, shareholders were told at the annual meeting. The program, estimated to cost \$127,000, is being studied by the directors. It includes a magnetometer on existing grid lines, trenching across geo-chemical a n o m a lies and diamond drilling. 1000 content of the state of t

2,091 feet were intersected ore L ected were R. M. Phillips, L. S. anomalous zones.

Lytton Minerals

Golden West Mines Ltd., a Vancouver based company, is evaluating encouraging show-ings of a wildcat oil well drilled in the Carnduff field of south-carbox fie Evan Koblanski, president of east Saskatchewan. John S. Godfrey, director, said that core analysis in-dicated 22 feet of net pay and of some 280,000 barrels and bottomed in ore. A hole reserves of some 280,000 barrels and bottomed in ore. A hole over this quarter section, part of a farmout from Scurry geochemical and induced Rambow. The well will cost \$62,500 as a completed producer and production date is expected to be Jan. 5. It is expected that three more ing

1967, which was to have financed the Prince

GEORGE CROSS NEWS LETTER NO.248(1967)

NORTHERN COAL MINES LTD.

(Page Three)

PROGRAMME CARRIED FORWARD ON ONE SHIFT BASIS - Northern Coal's agreement of February 28, FOLLOWING FAILURE OF FINANCING ARRANGEMENT

George, B.C., property to production, has not worked out, A.J. Garraway, president, says in submitting the statement for the year to September 30, 1967. The basic money of \$175,034 provided by the agreement was spent by a group of mining men working through Intercoal Resources Ltd. but the president says financing through this company did not properly materialize. Agreement was reached to terminate the agreement on the basis of issuing shares to the parent company of Intercoal for money and effort expended. This was done on the understanding that Intercoal will nominate 2 directors to assist in guiding the future management of the company.

Intercoal surrendered all its rights to Northern's property by agreement dated in October 1967. This required Northern to issued 1,000,000 treasury shares to Intercoal subject to the approval of the B.C. Supt. of Brokers, and subject to approval by Northern shareholders. At September 30, 1967, Northern had less than 600,000 unissued common shares and intends to ask shareholders to approve increasing auth. capital to 6,000,000 from present 5,000,000 shares, to permit satisfying this obligation to Intercoal.

During October and November, 1967, loans totalling \$22,500 were made to Northern by a director. These funds have been used to meet current payrolls and other operating expenses.

In addition to \$159,740 spent by Intercoal during the year under review, Northern Coal spend \$121,838, less \$29,000 recoveries from rentals etc., a net of \$92,334. These expenditures brought total expended to \$775,866 for deferred exploration and development. Current assets at September 30, 1967, were \$11,180 and current liabilities \$35,500. The 4,458,336 issued shares of Northern included those issued suring the year as follows: 163,110 at 45¢ per share to net \$73,400; 256,638 at 40¢ per share to net \$102,655; 419,748 shares issued in settlement of \$176,055 in loans to the company by directors; and 120,000 shares issued to Intercoal as consideration for entering into the agreement.

In re-stating the objective of establishing tonnage and quality of coal sufficient for production, the president says the coal slope is being advanced on a one shift basis at this time, with a crew of 7 men and a cook, with over 20 tons of coal being produced per shift and stockpiled. The coal he adds, is dirty and unsalable until passed through a coal preparation plant.

Research on the contained resins was suspended by Intercoal to divert funds to prove the coking qualities of the coal, but will be resumed when funds are available.

Mr. Gallaway says that Dr. J. Black, cons. geologist, recently completed a report in which he estimated indicated and probable coal of almost 25 million tons. Cost of proving this tonnage he put at 6/10¢ per ton. He says future diamond drilling should prove further coal at a cost of about 4/10¢ per ton.

The president says completion of the coal slope on a one shift basis to 400 feet at 12 degrees as recommended by Dr. Black should be achieved by early February, 1968, and that this should be the final phase of exploration. From the lower level, he says an entry could then be driven southeast on the seam to connect with the ventilation slope and northwest 5,000 feet to establish the top level 8,000 feet long for future development to production. These plans, he adds would depend on marketability of the coal and obtaining adequate sales contracts.

NORTHSTAR COPPER MINES LTD.

WORK REVIEWED AT - Robert Tait, president of Northstar Copper Mines Ltd., told the first ANNUAL MEETING company annual meeting that the program in the summer of 1967 provided considerable encouragement. The survey work on the property in the

Omineca area of B.C. located four soil sampling anomalous areas within which five areas of mineralization have been located. He stated a shale bed 20 feet thick assaying 2.6% copper, a trench 24 feet long assayed 2.6% copper and another 57 foot trench assayed 1.4% copper. A six inch vein assayed 50.9% copper.

Diamond drilling totalled 2,091 feet in nine holes of which two intersected ore grade material. Hole No.5 averaged 1.384% copper over 44 feet and hole No.7 averaged 0.635% copper over 60 feet.

The company consultant, Dr.W.H.White, has recommended further work to include, magnetometer survey over the existing grid lines, intensive prospecting, bulldozer trenching across geochemical anomalies and diamond drilling for extensions of the areas of good grade intersections. His recommendations call for a 1968 program of initially \$127,000. The company is currently exploring the methods possible by which these funds may be raised.

FOR THE RECORD

T.C.Explorations Ltd. has reported that Annett Mackay Limited has exercised the January 5, 1968, option covering 200,000 shares at \$1.00 per share.

Whonnock lumber Company Limited shares were listed on the Vancouver Stock Exchange on Dec.21,1967. Of the 500,000 class B shares of no par value, 460,777 shares are issued. Ticker symbol is WNL. Transfer agent is Commonwealth

Trust Co.

NO.248 (DECEMBER 22,1967) + GEORGE CROSS NEWS LETTER + TWENTIETH YEA. OF PUBLICATION +

NORTHSTAR COPPER MINES, LTD.

(Page Four)

CONSULTANT REVIEWS FIVE ZONES OF MINERALIZATION OPENED TO DATE - Northstar Copper Mines, Ltd. has reported that a crew of ten men has been on the property for the season carrying out a soil sampling and trenching program.

The 117 claim property is located 20 miles north of Takla Lake, and 90 miles northeast of Smithers, B.C. The property is accessable by float plane to Kaza Lake, B.C. (See GCNI No. 241, page four, Dec. 14, 1966)

(See GCNL No.241, page four, Dec.14,1966) The following information is taken from a September 4, 1967 report by Dr. W.H. White, Consultant Geologist. At the end of the period under review, a geochemical survey had been completed, geological mapping was well advanced, three new mineral discoveries had been lightly trenched, and a preliminary diamond drilling programme initiated.

The geochemical survey, covering some 1,600 acres, involved cutting 168,100 feet of base-lines and cross-lines, collecting and analysing 800 soil samples for copper. Samples were spaced 200 feet apart on lines spaced 400 feet apart. In critical places, samples were taken at closer intervals. Statistical analysis of results indicates that copper contents of soil in excess of 100 ppm are anomalous. On this basis, four large anomalous areas have been outlined. These anomalies, up to 4000 feet long and 1,000 feet wide, are aligned roughly parallel both to surface contours and to the gross structural trend of underlying rocks. All of the known mineralized showings are within one or another of these anomalies.

An area of 600 acres has been mapped by plane table, part at a scale of one inch to 50 feet and the remainder at a scale of one inch to 100 feet.

To date, five mineralized showings have been discovered. These are: DB (north), RMT (main), BC, CV and CVH. The first two are original discoveries made in 1966, the other three are recent discoveries made during the course of line-cutting and geological mapping. They are irregularly distributed over a horizontal distance of 3200 feet and a vertical range of 700 feet.

No surface work has been done on the DB showings. The BC showing is a vein in andesite porphyry, ranging from 3 to 9 inches wide, exposed at short intervals for a horizontal distance of 100 feet. Both ends are concealed by overburden. The vein is composed essentially of primary chalcocite and bornite. A channel sample of fresh vein material across a true width of 6 inches assayed: Gold, 0.015 oz/ton; silver, 17.60 oz./ton; and copper, 50.90%. The hangingwall of this vein for a distance of at least 10 feet contains veinlets of bornite and chalcocite. Because of its favourable position on a rock bluff and its steep dip, the BC showing will be explored at shallow depth by a fan of short EX diamond drill holes totalling between 600 and 800 feet.

At the CVH showing, a trench of 80 feet long, exposes a flow contact zone of brecciated and highly vesicular rock. In addition to fairly abundant copper carbonates and oxides, this zone contains primary bornite, chalcocite and specular hematite. A large chip sample 24 feet long taken from this trench assayed: Gold, 0.005 oz/ton; silver, 0.15 oz/ton; and copper, 2.60%. From present exposures, neither the attitude nor true width of this interesting mineralized zone is readily apparent.

mineralized zone is readily apparent. The CV showing, about 150 feet west of the CVH showing and from five channel samples taken from this working, values were: 6 ft., 1.25% copper; 8 ft., 0.25%; 12 ft., 3.30%; 12 ft., 0.80%; 12 ft., 1.60%; and 7 ft., 0.50% copper. It is very likely that the CV and CVH showings represent the same or closely associated mineralized zones, but more surface work will be needed to gain some idea of possible tonnages and grades.

A diamond drilling programme involving a minimum of 2,000 feet of AQ (wire-line) in at least four holes began on August 26th. This is a preliminary programme designed primarily to provide further information about the distribution, structure and sequence of cupriferous rocks. Tentative drill hole sites are widely-spaced in the general area between RMT and CV showings and these may be changed as information accumulates. The EX diamond drilling programme on the BC showing is an addition to the main programme.

In conclusion, Dr. W.H. White states he is well satisfied with exploration results obtained during the period under review. The detection of four large soil anomalies and the discovery of three new mineralized showings in an area almost devoid of outcrop suggest a wide distribution of cupriferous rocks. At the conclusion of the preliminary drilling programme about the end of September, all data will be reviewed and recommendations made for the next phase of exploration and development.

FOR THE RECORD

Altair Mining Corporation Ltd. has received B.C.Securities Act registration covering the sale of 130,000 shares at 25¢ per share with the shares underwritten by Carlisle, Douglas & Co.Ltd. by a prospectus dated September 12,1967.

Continental Estates Corporation Ltd. has received B.C.Securities Act registration covering debentures creating a first floating charge by a prospectus dated August 28,1967.

CORRECTION - <u>Captain International Industries Ltd.</u> the financial statements of the company reviewed in GCNL No.181, page four, September 18, 1967, show expenses of

\$206,320 for 16 months, and is a consolidated statement covering the operations from the company's three offices in Vancouver, Los Angeles and Philadelphia and include the expenses of the operations of Jack Morgan, vice-president of operations and Rocco M.Yannarell,Jr., vice-president of marketing.

NO.183(SEPTEMBER 20,1967) + GEORGE CROSS NEWS LETTER + TWENTIETH YEAR OF PUBLICATION +

GEORGE CROSS NEWS LETTER NO.157 (1967)

(Page Three)

AUGUST 1 4,1967

B.C. COMPANIES ACT

Starbird Mines Ltd. was incorporated as a B.C. company on July 26,1967, with registered office at 3941 East Hastings St., Burnaby, B.C., and authorized capital of 10,000 Class A voting participating shares and 40,000 Class B non-voting participating, all of no par value.

Dome Babine Gold Mines Ltd. did on July 20,1967, change its name to Dome Babine Mines Ltd.

FOR THE RECORD

B.C. Canned Salmon Pack for the week ended August 5,1967, as reported by the B.C. Department of Fisheries, was 117,829 cases of 48 pounds each bringing the total

of Fisheries, was 117,829 cases of 48 pounds each bringing the total pack for the season to date to 516,747 cases. The average pack to the same date for the past five years was 657,887 cases, or 141,140 cases more than the total to date in 1967. Of the total 1967 pack, 314,743 cases are sockeye, 91,341 cases pinks, 63,309 cases coho, 30,199 cases chums, 9,119 cases springs, and the balance in steelheads, and bluebacks.

ZINC - American Zinc Institute, Inc. has reported U.S. stocks of zinc, including all primary and secondary zinc of standard grades, in short tons as follows: at smelter July 31,1967: 117,861; at June 30,1967: 105,586; and stock elsewhere

at 25,836 tons vs 26,771 tons. Revelstoke Building Materials Ltd. will pay a semi-annual dividend of 20¢ on the common

shares on October 2, record September 15,1967.

Interior Breweries Ltd. will pay a quarterly dividend of 122 on the B shares on Sept.5, record September 1,1967.

Escrow Releases - Vancouver Stock Exchange has released from escrow 15% of the shares originally placed in escrow by each of the three following companies: Chataway Explorations Co.Ltd., Homestake Silver Ltd., and Jay Explorations Ltd.

Midrim Mining Company Ltd. shares have been listed for trading on the Vancouver Stock Exchange on August 11,1967, of the 5,000,000 shares authorized 4,033,505 shares are iissued with 52,500 shares in escrow. Ticker symbol MRM. Registrar Montreal Trust Co.

PURE SILVER MINES LIMITED

SECOND ADIT LEVEL - Allan J.Anderson, president of Pure Silver Mines Limited, has reported NOW UNDERWAY that a second portal has been established and drifting along the level at the 5500 level is underway at the property near Logjam Creek, Yukon.

This new adit is 420 feet vertically above the first adit at 5100 feet and the new work is aimed at opening the No.5 vein which is one of eight to be tested.

A 238 foot crosscut from the adit at the 5,100 foot level has been completed to intersect the No.4 vein. A length of 61 feet of drifting has been completed to date on the No.4 vein. According to the property engineer, this 61 feet is well mineralized with assays expected shortly. It is planned to continue the drift along the 5100 level which is opening the No.6 vein. To date 240 feet of drifting has been completed which has opened 165 feet averaging 18.1 oz. silver per ton, 0.11 oz. gold per ton, 4.5% lead and 3.5% zinc across an average width of 3.1 feet. With a 10% dilution factor for mining, the value of this ore at current metal prices is upward of \$60 per ton.

The company is considering plans to broaden its base of operations and is conducting preliminary investigations towards the acquisition of other properties.

Recent underwriting of 300,000 shares at 40¢ placed \$120,000 in the treasury.

ALWIN MINING COMPANY LTD.

UNDERWRITING PROVIDES FUNDS -FOR CONTINUED HIGHLAND VALLEY PROPERTY DIAMOND DRILLING

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Alwin Mining Company Ltd. has reported that Frontier Development Ltd. has purchased for investment purposes 200,000 treasury shares of Alwin Mining at 57¢ per share placing \$114,000 in the company's treasury. These 200,000

shares have been placed in escrow to the order of the B.C.Superintendent of Brokers. The company is continuing to diamond drill a strong induced polarization anomaly on its O.K.-EZZ group of 25 claim in the Highland Valley. The target being drilled was surveyed by H.O.Seigel & Associates Ltd.

The work on the company's Beaverlodge, Saskatchewan property has been encouraging and drilling there is expected to start in about two weeks.

NORTHSTAR COPPER MINES LTD.

HIGHGRADE TRENCH OPENED - A crew of ten men, including three geologists have been carrying out a program of soil sampling and geological mapping on the

117 claim group of Northstar Copper Mines Ltd. located 20 miles north of Takla Lake, B.C. Blast trenching has opened a zone of highgrade copper mineralization having a width

in excess of 50 feet with a seven foot section assaying 0.2 oz. silver and 3.81% copper. Grab samples taken over a 200 foot length assayed 0.01 gold, 0.30 oz. silver, and 1.69% copper Mineralization is in the form of, chalcocite, bornite, covellite. Blast trenching

is continuing and a diamond drill machine is expected to start an 'A' core hole to test the trench mineralization at depth within two weeks. This showing is 2,000 feet south of the syngenetic-sedimentary deposit which yielded 2.6% copper across 20 feet.

