

redeemable retractable preferred shares of Brinco. These shares are
Cassiar units.

Upon completion of the arrangement, Brinco will have some 43,400,000 common shares outstanding, of which 69% will be held by Dorset. Brinco will own all of its own and Dorset's oil and gas assets. These combined assets have been independently valued at about \$73,000,000 using a 20% discount rate on project future net production revenue. Brinco will also own 45% of Cassiar Mining plus certain other mining interests. The remaining 55% of Cassiar will be owned by the shareholders of Dorset and the shareholders of Brinco other than Dorset. The exchange of Brinco's Series A and C preferred shares with the elimination of their accrued and unpaid dividends and the transfer of Dorset's oil and gas assets to Brinco will significantly strengthen Brinco's financial position.

It is anticipated that meetings of the shareholders of Brinco and Dorset will take place in October.

X-CAL RESOURCES LTD. (XCL-V)

DRILL PROGRAM OF 60 - Shawn Kennedy, president of X-Cal Resources Ltd., announces that a series of 60 percussion drill HOLES STARTING SOON holes, each to a depth of 50 feet, as recommended by Chris Sampson, P. Eng., will be drilled, starting in late September, on their Tyax claims, one of their several properties in the Bridge River/Bralorne area of SW B.C. (SEE X-CAL MAPS OVERLEAF PAGE 3 AND IN GCNL 102 AND 156). A number of areas worthy of follow-up work have been located on the property. Trench #8 has a 26+ metre wide zone with anomalous gold values and very high arsenic and zinc values. A parallel trench, No.9, has two sections with similar values, one 20 m wide, another 18 m wide, where pathfinder elements are high, accompanied by precious metals. Thirty of the holes, will test the zones alongside Trench #9 and the other 30 will test for extensions of the Peerless gold/silver/lead/zinc vein at Tyax's boundary with Warstar Resources Ltd.

VALUES IN 3 ZONES OF INTEREST IN TRENCHES 8 AND 9 ARE SET OUT IN TABLES OVERLEAF. Samples are taken from sheared and broken rock over 2-metre intervals near surface. Trench #9 parallels Trench #8. Pathfinder elements are high, in Trench 9 accompanied by precious metals.

Trench 13 will be extended uphill, as it ended in a 2 m width of anomalous values. A chip sample across 0.9 m from Trench 3 ran 0.059 oz/ton gold and will be investigated further to attempt to extend this zone.

On adjoining claims, Levon Resources/Veronex and Warstar Resources are diamond drilling. A progress report by Levon (summarized in GCNL 178(85) page 1) includes references to their Slide and Paul zones, mineralization on which Mr. Kennedy suggest may extend on to the Tyax claim.

On X-Cal's nearby Pilot claims, over 10 km of access roads are being constructed preparatory to trenching, detailed sampling and drilling. On X-Cal's Waterloo property adjoining the Bralorne Mine, trenches are being blasted out in an attempt to extend the Zone 1 located by Newmont Exploration where a 4.8-foot width of 0.3 oz/ton gold occurs near a large draw. Newmont's Zone 2 will also be trenched with explosives. X-Cal continues detailed prospecting, mapping and sampling of the general area.

TARGET RESOURCES LTD. (TGR-V)

REORGANIZATION IS STARTING - On 21Aug85, trading in the shares of Target Resources Ltd. was halted on Vancouver Stock Exchange at company request pending reorganization of its affairs, such reorganization to include a change in voting control and in management and in the company's undertaking which, up to this point, had been as a natural resource company holding the High I mining claim in Greenwood mining division, B.C.

Brian Findlay, a director says Target and the Exchange have now determined that there is insufficient distribution of the company's shares. Accordingly, Target is planning a public offering on the Exchange of 250,000 shares at a fixed price of \$2.50 each. The Exchange requires a Statement of Material Facts qualifying the proposed offering to be filed before Oct 18/85.

Target is concluding negotiations to acquire a Hong Kong based printing company.

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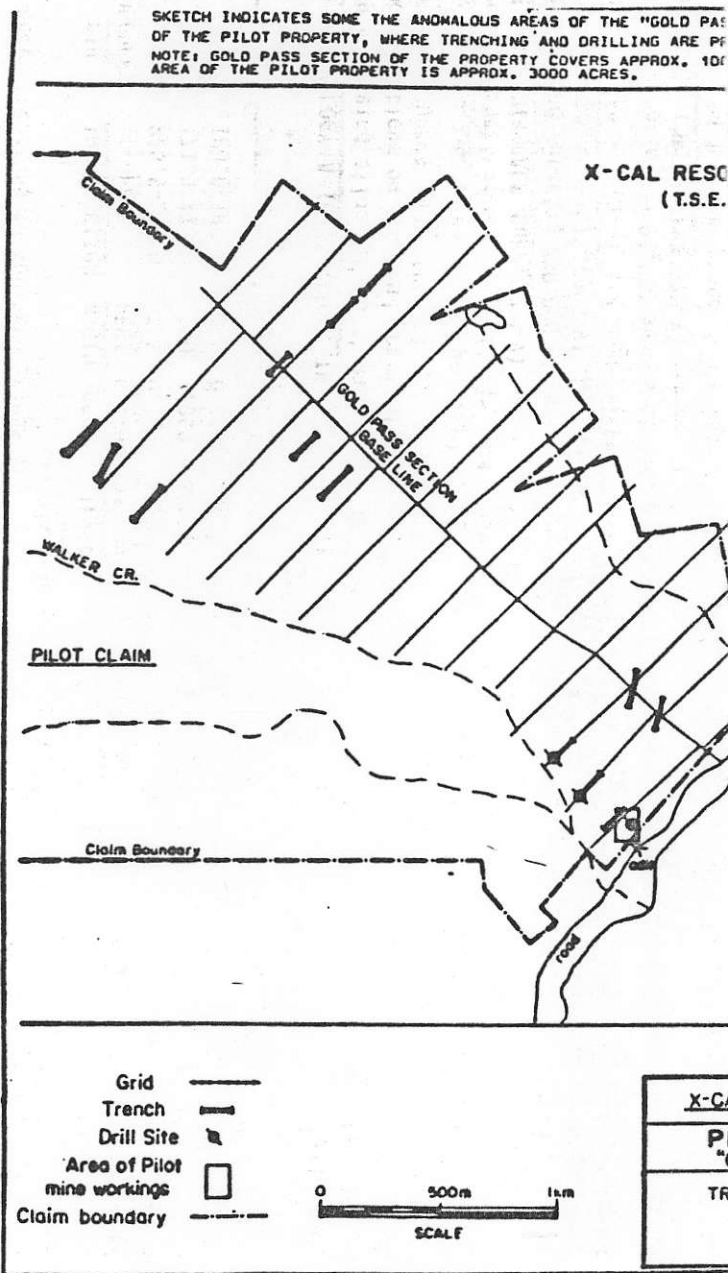
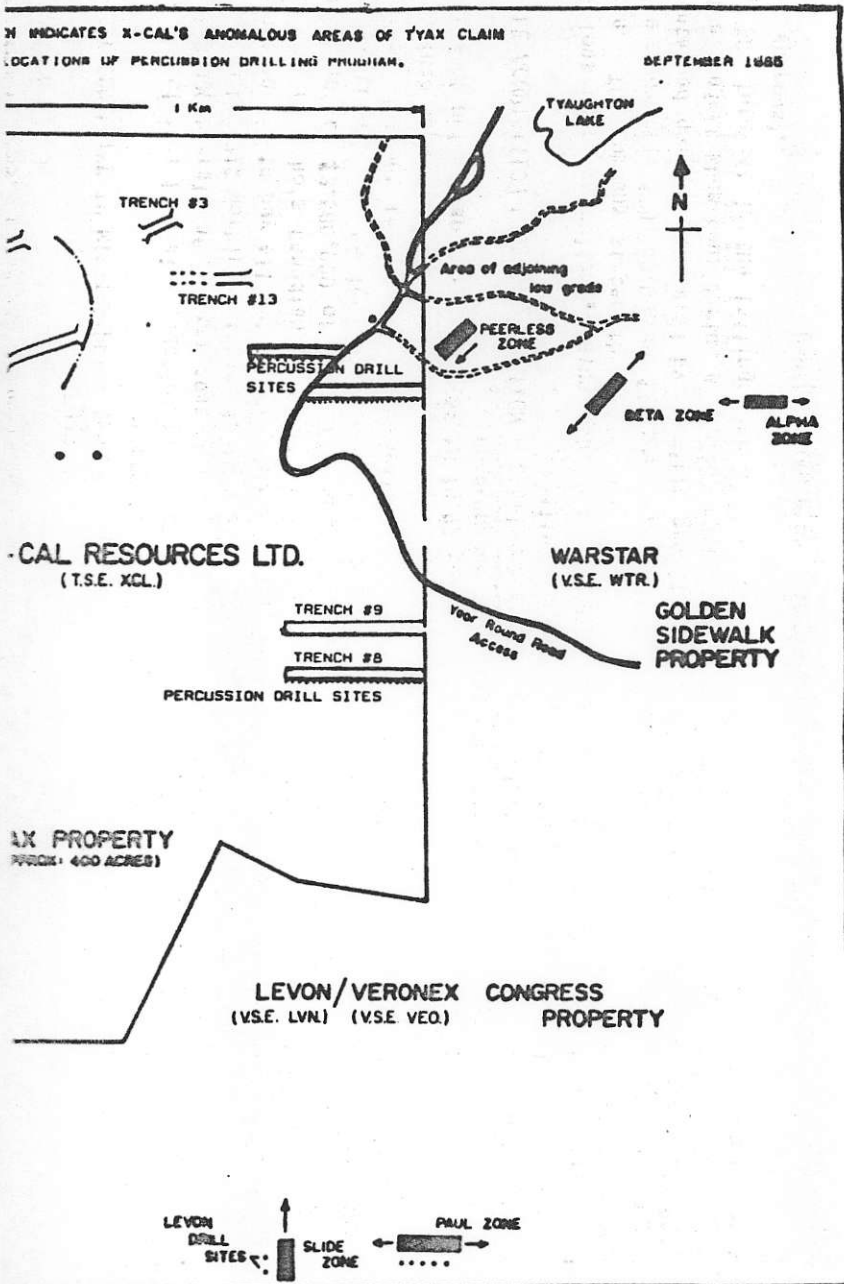
X-CAL RESOURCES LTD.

<u>Sample No.</u>	<u>Gold PPB</u>	<u>Lead PPM</u>	<u>Zinc PPM</u>	<u>Silver PPM</u>	<u>Arsenic PPM</u>
<u>Trench #8</u>					
26	85.0	73.0	1021.0	1.6	>1000.0
27	3.0	28.0	472.0	0.1	944.0
28	3.0	16.00	86.0	0.0	32.0
29	50.0	37.0	219.0	0.1	223.0
30	5.0	26.0	305.0	0.0	171.0
31	3.0	12.0	213.0	0.0	458.0
32	25.0	36.0	1389.0	0.2	516.0
33	10.0	20.0	236.0	0.0	413.0
34	10.0	18.0	90.0	0.0	442.0
35	155.0	23.0	232.0	0.1	439.0
36	50.0	26.0	239.0	0.0	940.0
37	40.0	20.0	68.0	0.0	298.0
38	60.0	29.0	71.0	0.0	145.0
<u>Trench #9 - 18 metre section</u>					
07	3.0	15.0	41.0	0.3	220.0
08	3.0	19.0	96.0	0.2	220.0
09	3.0	15.0	100.0	0.2	152.0
10	60.0	27.0	106.0	1.0	772.0
11	200.0	315.0	336.0	1.5	>1000.0
12	3.0	16.0	78.0	0.2	184.0
13	3.0	15.0	118.0	0.9	368.0
14	130.0	41.0	106.0	1.1	600.0
15	3.0	17.0	84.0	0.0	24.0
<u>Trench #9 - 20 metre section</u>					
66	110.0	22.0	116.0	0.4	372.0
67	325.0	118.0	222.0	1.6	>1000.0
68	3.0	15.0	60.0	0.0	169.0
69	5.0	73.0	74.0	0.0	246.0
70	100.0	12.0	110.0	0.8	>1000.0
71	5.0	12.0	114.0	0.3	600.0
72	295.0	16.0	85.0	1.2	945.0
73	3.0	12.0	58.0	0.2	188.0
74	75.0	10.0	55.0	0.2	482.0
75	35.0	13.0	60.0	0.3	373.0

X-CAL RESOURCES LTD.

TYAX PROGRAM - FALL 1985

PILOT PROGRAM - FALL 1985



For more information please contact:

Mr. Shawn Kennedy, President
X-Cal Resources Ltd.
604-238-2291 (Gold Bridge, B.C.)

or

Mr. John Arnold, Chief Executive
X-Cal Resources Ltd. (Toronto)
416-598-2517