APRIL 25, 1979

GEORGE CROSS NEWS LETTER LID. NO.80(1979) (Page Two)

## TRIMAC LTD.

QUEBEC TRUCKING FIRM BEING ACQUIRED - Trimac Ltd. is Canada's largest highway bulk carrier THREE NEW DRILL RIGS BEING PURCHASED and intends to expand into Quebec by acquisition of Soulanges Cartage and Equipment Co.Ltd. of Montreal,

a bulk cement carrier, subject to regulatory approvals. Trimac's president, J.R.McCaig, notes that Soulanges operates within Quebec and into Ontario and the U.S. This purchase would complete Trimac's national trucking service making it available in all provinces and both territories.

Mr.McCaig also reports the purchase of 3 new drilling rigs by the subsidiary Kenting Drilling Co.Ltd. The rigs, rated from 2,500 to 3,300 meters, will be ready to drill in August, October and November, this year. The total price is \$12,000,000. Mr.McCaig says the rigs would generate revenue approaching \$6,000,000 annually.

Trimac's two pipeline construction firms, Kenting Construction and United Contractors are being amalgamated under the name Kenting United Construction.

## > CONSOLIDATED CINOLA MINES LITD.

DRILL PROGRAM PROGRESS - Overleaf is a sketch map of the current drilling program on the Specogna Gold property of Consolidated Cinola Mines Ltd. located TO BE UP-DATED AT ANNUAL about 10 miles west of Tlell on Graham Island, in the Queen MEETING ON APRIL 27,1979 Charlotte group off the coast of B.C. As of April 16,1979, the

drilling progress in 1979 was: No.79-1 completed at 620 feet, assays reported; No.79-2 completed at 608 feet, assays reported; No.79-3 completed at 503 feet, assays awaited; No.79-4 completed at 540 ft. assays awaited; No.79-5 drilling ahead at 170 feet; No.79-6 drilling ahead at 150 feet.

Some of the significant assay results from the holes drilled in the area are: Kennecott No.2 hole cut 100 ft. of 0.08 oz.gold/t No.78-6 hole cut 78.7 ft. of 1.15 oz/t Cinola No.78-7 cut 200 ft. of 0.10 oz.gold/t No.78-8 hole cut 282.0 ft. of 0.10 oz/t No.79-1 ?cut 544.6ft.of 0.51 oz.gold/t also cut 513.0 ft. of 0.07 oz/t

also cut 26.3 ft. 0.23 oz.gold/t No.79-2 cut 400 ft. of 0.101 oz.gold/t and 65.6 ft. of 0.456 oz. gold/t.

The annual meeting will be held at 2:30 p.m., on April 27,1979 in the Georgia Hotel, Vancouver, B.C. The meeting will consider conversion to a limited company from a specially limited company and adoption of new articles. Nominated as directors are: K.G.Sanders, president owning 304,300 shares, Ivon Shearing, owning 110,500 shares, Angelo Tosi owning 457,500 shares, Im.R.Green, Ph.D., owning 9,000 shares and Nola Peterson owning 10,600 shares. At March 29,1979, there were 3,675,226 shares issued. The meeting will also consider granting options covering 150,000 shares to K.G.Sanders at prices from \$3.35 to \$4.35 over five years and 30,000 shares to Ivon Shearing over the same time and prices.

In the annual report the president says, "Although the property is still in the initial stages of exploration drilling, and mineralized tonnage reserve calculations are premature, it can be stated at this time that the 21 drill holes the company has completed in two seasons have already indicated the presence of six million tons of gold mineralized rock grading 0.07 ounces of gold per ton. A grade of 0.07 at today's gold price represents a gross dollar value of \$20 per ton which could be profitable in an open pit mining operation ...... A larger scale drilling program is scheduled to start in early 1979 at a cost of \$400,000 to initially outline the higher grade zone and expand the areas already outlined."

## TUNGCO RESOURCES CORPORATION

YUKON TUNGSTEN PROPERTY - On April 19,1979, the 1,610,000 issued shares of Tungco Resources Corporation were listed on the Curb Exchange. Directors of the PLANNED TO BE EXPLORED company are: John C. Turner, president, David D. Klassen and Donald

E. Taylor. The company's record office is 404-470 Granville St., Vancouver; registered office 528-470 Granville, c/o Josef Koval, solicitor. The company holds 80 claims located 18 miles west of Mile Post 47 on the Cantung Road, near Watson Lake, Yukon. The property is a tungsten prospect with lead-zinc-silver showings. In a May 11,1978, report J.W.McLeod, P.Eng, states in part, "The property, as it stands to date, and including the former Dusty Mac ground, has had a considerable amount of work performed on it. The cost of past work carried out by Dusty Mac is estimated to be approximately \$400,000. Replacement value of buildings, machinery and equipment abandoned on site and acquired by the company for an outly of \$39,897 is estimated to be 0176,000."

He recommended a program of detailed bulldozer trenching over an area 2,000 ft. in length and 100 to 200 feet in width. The stripped area should be geologically mapped, lamped with an ultra-violet and all mineral occurrences encountered should be rock sampled and subsequently assayed. He further recommends bulldozer trenching of all known occurrences of mineralization outside of the main showing and specially above the large soil anomaly on the southwest side of the property. Success in this program would be followed by recommended diamond drilling.

FOR THE RECORD Allwest Industries Ltd. proposes to issue (100,000 U.S. funds, series of debentures to four investors in Kansas City, Kansas, convertible into shares of Allwest at present market price. The debentures are repayable in one year and will bear interest at 13%. The proceeds are to be used in the assembly of a 50,000 f.b.m/shift saumill on the company's property, 15 miles north of Powell River, B.C.

