

George Cross News Letter

July 3/87 "Reliable Reporting"

QUEENSTAKE RESOURCES LTD. (QTR-V)

EXPECT TO ADD GOLD PRODUCTION - In May, 1987, Queenstake FROM ATLIN PLACER/DEAL IN 1987 Resources Ltd acquired an option to buy 100% interest in an Atlin, B.C., placer gold property, including its complement of large mining equipment. President Gordon C. Gutrath reports that a 43-hole drilling program completed in late May confirmed proven and probable reserves of 325,000 bank cubic yards of gravel at an average recoverable grade of 0.065 fine ounces of gold per cubic yard to yield 21,250 ounces of fine gold.

There is an excellent possibility of increasing this reserve by 50% by additional drilling and bulk testing.

The mining plan for this property is based on mining the reserves over four years, starting production at 5,000 to 6,000 ounces per year this year. Queenstake is continuing with an active program of placer exploration in the Atlin placer gold camp to expand these reserves and to increase this projected production rate.

At the calculated cost of production, about \$200 U.S. per ounce, this will be Queenstake's lowest cost gold producer.

Addition of this project has increased Queenstake's 1987 production forecast to over 10,000 ounces, sharply higher than the previous 4 years in which placer gold recovery averaged 6,700 ounces per year.

This placer property overlies the Yellow Jacket hardrock claims now being tested for gold content by Homestake Mining Company under an option to earn 80% interest from Canova Resources Ltd., Tri-Pacific Resources and Partisan Resources who currently own 46%, 46% and 8% interests, respectively.

SHAMROCK RESOURCES INC. (SHJ-V) has negotiated a flow-through private placement of 116,144 shares at 86.1¢ each to net the treasury \$100,000, subject to regulatory approval. The proceeds will likely be used on the Adams Lake property near Kamloops, B.C.

BRICAN RESOURCES LIMITED (BRI-V)

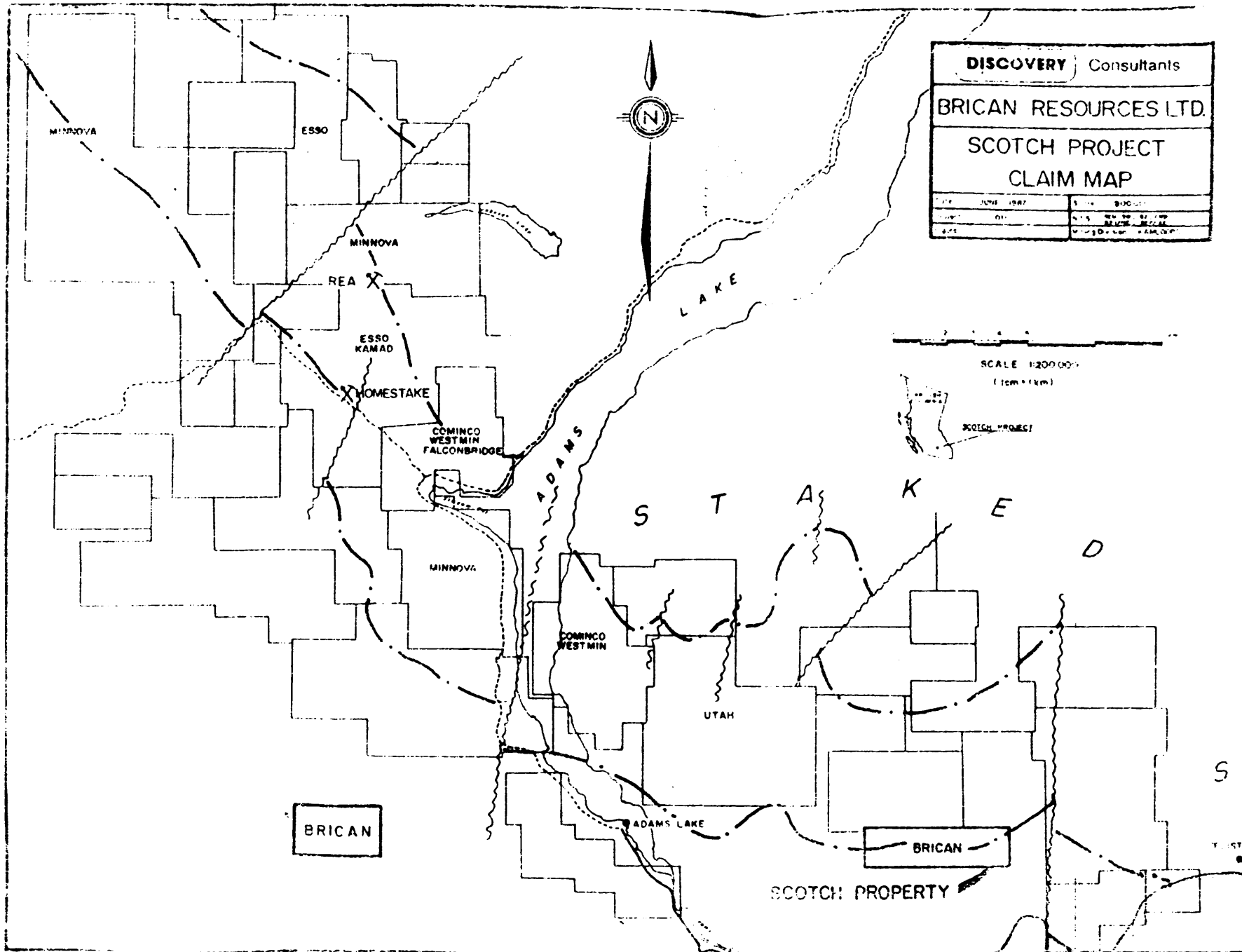
ADAMS LAKE EXPLORATION PLANNED - Brican Resources Ltd.

plans backhoe trenching and diamond drilling to test airborne and ground geophysical anomalies along a contact zone between volcanic and sedimentary rocks on the 100% owned Scotch property of 33 contiguous units in the Adams Lake region northeast of Kamloops, B.C., near the Rea Gold discovery. (SEE MAP OVERLEAF).

GERLE GOLD LTD (GGL-V)

GOOD GOLD GRADES DRILLED AT ASPEN GROVE - Gerle Gold

Ltd. and Mahogany Minerals Resources Inc. have completed a diamond drill programme on the Snowflake property at Aspen Grove, B.C. The property is owned by Quilchena Resources Ltd. and Quilchena is 50% owned by Laramide Resources Ltd. The Gerle/Mahogany Joint Venture has the option to earn a 50% interest in the Snowflake property by spending \$1,000,000 by 1991. Sixteen diamond drill holes were completed with results sufficiently encouraging for the joint venture to consider a second drill programme. The best intersections in three drill holes define gold mineralization averaging 0.77 o.p.t. gold across 5 feet for a length of 200 feet. The bed is open to depth. Low grade but similar zones, located by drilling along strike, suggest that a series of gold-mineralized shoots may be present.



3