

George Cross News Letter

"Reliable Reporting"

NO.152(1987)
AUGUST 10, 1987

MIKADO RESOURCES LTD. (MKO-V)

<u>HOLE NO.</u>	<u>INTERVAL</u>	<u>LENGTH</u>	<u>OZ. SILVER/T</u>	<u>LEAD</u>	<u>ZINC</u>	<u>OZ. GOLD/T</u>
87-59	442 - 452	10 ft.	21.27	5.13%	1.44%	
including	4		51.0	9.59	3.15%	
86-52	431 - 448	17	10.75	4.67	3.76	0.017
including	5		32.60	9.19	8.51	.038

The hole No.87-59 was planned to intersect the high grade Abbott zone 50 feet below the intersection in the 1986 hole No.86-52. The next 1987 hole No.60 has intersected the mineralization a further 50 feet down dip or about 300 feet below surface. Drilling is continuing and additional assays are awaited. The Wagner Abbott project is located on Mt. Templeton, 70 miles southeast of Revelstoke, B.C.

Mikado has a 70% working interest in the property.

GALLANT GOLD MINES LTD. (GAG-V)

EXPLORATION STARTED - Richard W. Hughes, president, ON 3 B.C. PROPERTIES reports that Gallant Gold Mines Ltd. recently started exploration of mineral properties in the Barkerville, Kamloops and Atlin areas in B.C.

An induced polarization survey of the Utopia property near Atlin outlined a significant, eastwest trending, anomalous zone. Diamond drilling in 1986 intersected an intensive quartz stockwork at the edge of this geophysical anomaly. A similar stock work was encountered on the adjoining Yellow Jacket property of Homestake Mineral Development Company whose drilling returned significant gold values up to 0.44 oz/t over 13.1 feet. Results of an airborne geophysical survey suggest that the Yellow Jacket mineralization trends on to Gallant's Utopia property.

Detailed geophysical work entailing magnetometer and VLF-Em surveys has been completed over Gallant's Barkerville and Kamloops properties. Anomalies defined by these surveys have recently been followed up with soil and rock sampling. Geochemical results are awaited.