

George Cross News Letter

"Reliable Reporting"

NO. 247(1987)
DECEMBER 24, 1987

MASCOT GOLD MINES LIMITED(MSG-V,T)

GOLDEN NORTH RESOURCE CORPORATION(GNO-V, GNOXF-Nasdaq)

MASCOT SELLS BRALORNE PROPERTY - Mascot Gold Mines

TO GOLDEN NORTH FOR SHARES Limited has reached an agreement in principle, subject to regulatory and other required approvals, to transfer its 57.54% interest in the Bralorne property, a past gold producer in the Gold Bridge area of SW B.C., to Golden North Resource Corporation for 1,500,000 shares.

Upon completion of this transaction and the purchase of 1,450,000 shares of Golden North from Royex Gold Mining Corporation, Mascot will have 39% interest in Golden North. Golden North has properties adjacent to Mascot's producing Nickel Plate gold mine near Hedley, B.C., with reserves that can be treated at the Nickel Plate operations.

The property being transferred includes both the former producing Bralorne and Pioneer gold mines. They are about 100 air miles north of Vancouver. The property includes all existing buildings, surface and underground equipment and installations.

Production from the Bralorne camp from 1863 to 1971 is reported to have totalled 8,000,000 tons which yielded 4,100,000 ounces of gold, representing an average recovered grade of 0.51 oz.gold/t.

Reserves are currently reported to be 1,037,538 short tons at a diluted grade of 0.27 oz.gold/t. The zones of ore grade mineralization are open on strike and at depth. Work in 1984 indicated additional reserves near surface. The property has numerous untested targets.

Golden North president John S. Godfrey says the CMP 1988 Resource Partnership and Company Limited has committed to make available to Golden North, a total of \$5,000,000 for 1988 Canadian exploration expenditures. These funds are intended to be spent on Golden North's Nickel Plate Mountain and Bralorne properties.