

George Cross News Letter

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NEWHAWK GOLD MINES LTD. (NMG-V,T)

WEST ZONE STEP-OUT SURFACE DRILLING

HOLE	SECTION	INTERVAL		WIDTH FEET	OZ. GOLD		OZ. SILVER	
		FROM	TO		PER TON	PER TON	PER TON	PER TON
198*	5240	208.4	227.0	18.6	1.038	2.09		
		285.3	290.0	5.6	0.867	0.76		
208	5280	121.0	130.7	9.7	0.139	41.69		
210*	5280	337.0	347.0	10.0	9.718	7.72		
217*	5320	266.9	277.8	10.9	6.326	2.79		
218	5320	462.7	468.8	6.1	0.740	1.01		
226	5360	349.7	355.8	6.1	0.879	0.36		

WEST ZONE IN-FILL DRILLING:

219	5080	111.1	129.7	18.1	0.884	1.46		
220	5090	112.1	119.9	7.8	0.872	1.40		
222	5090	152.6	158.0	5.4	6.570	2.10		
		213.7	218.8	5.1	0.248	0.29		
223	5090	218.0	223.7	5.6	0.294	0.52		
224	5110	32.7	38.5	5.8	0.286	40.69		
228	5110	44.9	50.2	5.3	0.530	5.26		
231	5140	78.5	81.6	3.1	0.427	25.51		
233	5150	86.6	90.6	4.0	0.270	15.49		

GOSSAN HILL ZONE

85-128**		254.0	258.0	4.0	10.930	11.90			
87-129**		142.0	144.0	2.0	1.660	4.16			
248	3120	130.6	140.5	9.9	4.188	3.92			
		including	130.6	134.3	3.7	10.741	9.80		
			509.8	514.3	4.5	0.399	0.41		

* Reported on 5Nov87. ** Drilled in 1985.

Newhawk Gold Mines Ltd. 60%, Granduc Mines Ltd. 40% have reported establishment of overland access to the Sulphurets property 40 km north of Stewart, B.C. from Highway 37. The permanent camp has been transported to the property. Fuel and supplies are now being hauled overland to allow work to continue through the winter. Underground development on the West Zone is proceeding on schedule with a total of 1,373 feet of decline, 901 feet of drilling and 150 feet of raising completed to date.

Mineralization from the drift has averaged 0.486 oz.gold/t and 40.43 oz.silver/t across an average width of 8.9 feet over a length of 105 feet. Mineralization in the raise is similar and assays from the raise are pending. The decline to the 1300-meter level is scheduled for completion in early January with an extensive underground diamond drilling program to follow.

Results of West zone step-out surface drilling are reported in the table above in sequence to the south. Step-out holes to the south have extended the zone.

Results from surface diamond drilling on the Gossan Hill zone have continued to produce the spectacularly high gold values encountered in 1985 drilling. The 1987 drill holes have extended the strike length by 130 feet with further holes still to be reported.

A further 28 surface drill holes from the West, Shore and Gossan Hill zones remain to be reported.

TUNGCO RESOURCES CORPORATION (TNG-V)

DRILL RESULTS FROM ISKUT - Kevin C. Whelan, president
RIVER GOLD CLAIMS REPORTED of Tungco Resources Corp.,

announces results of the final drilling in their 1987 field program on the Maratah project in the Iskut River area of NW B.C. This tested the Swamp vein from which trench assays of up to 6.233 oz/ton gold over a true width of 4.3 feet were obtained and the No. 7 vein, which returned gold values from 0.202 to 2.088 oz/ton over a vein width of 1.6 to 3.3 feet. Drill results include those in the table.

HOLE NO.	INTERVAL FEET	FOOTAGE	GOLD OZ/TON	SILVER OZ/TON	COPPER %
SWAMP VEIN					
87-14	74.91-75.74	0.83	0.367	0.37	0.03
H87-15	69.14-69.80	0.66	0.240	0.12	0.15
NO.7 VEIN					
H87-18	49.5-53.79	4.29	0.183	0.21	0.09
includes	52.8-53.79	0.99	0.677	0.33	0.15
H87-20	58.58-59.4	0.82	0.122	0.14	0.23
H87-22	92.73-96.36	3.63	0.651	0.76	1.36
includes	92.73-94.71	1.98	1.126	1.61	2.39
H87-23	105.93-107.58	1.65	0.194	0.09	0.04
	125.07-126.72	1.65	0.188	0.05	0.04

The \$450,000 field program in 1987 included extensive geochemical and geophysical surveys, trenching and over 3,400 ft. of drilling. To date, field personnel have discovered 18 quartz vein structures that contain greater than 0.100 oz.gold/t. Of the many gold veins located across the property, only three veins, Bluff, Swamp and No. 7, have been advanced to the drilling stage. The project is in the vicinity of Delaware-Cominco's Snip project and Skyline's Stonehouse Gold deposit. At this early stage, it appears that the vein type and geological setting are analogous to Skyline's deposit that is expected to begin production in early 1988.

The next phase of exploration, which is expected to start early in 1988, will be directed at delineating geophysical/geochemical targets and increased trenching and drilling on veins discovered to date.

Negotiations for financing are proceeding.

LECTUS DEVELOPMENTS LTD. (LDV-V)

HOLE	INTERVAL, FT.		TRUE WIDTH	OZ. GOLD
	FROM	TO	FEET	PER TON
DW-87 10	110.09	132.15	21.16	0.283
Includes	110.89	117.45	6.46	0.106
and	117.45	124.84	7.38	0.094
and	124.84	131.00	6.17	0.730
and	131.00	132.15	1.15	0.084

ANOTHER GOOD HOLE - R.W. Robinson, president of Lectus Drilled Near Nelson Developments Ltd., reports that exploration of the Great Western group of claims 8 miles south of Nelson, B.C., is "progressing well and assay results are very significant." (SEE table above and GCNL 220(87)p.3). Lectus' property interests range from 51% to 100%. The company has signed an agreement with First Exploration Fund 1987 and Company, Limited Partnership for an additional private placement of 125,000 shares at 80¢ each to raise \$100,000 for further drilling.

Lectus has signed an agreement to acquire an option on the North Star crown grant which covers the major regional shear zone immediately south of the company's drilling activity. The option would require Lectus to pay \$14,000 a year for 8 years to acquire the property.

A channel sample of a recently discovered vein outcropping 150 feet south of DH87-3 on the newly acquired North Star claim assayed 0.114 oz.gold/t over a 10-foot section. Drilling started on the North Star claim on 27Nov87 to test at depth this recently discovered outcropping.

Lectus opened the old Starlight mine adit 2000 feet south of DH87-3. A channel sample taken along the adit wall yielded significant gold geochemical values and, just before the main drift, a 6.5-foot channel sample from a quartz vein assayed 0.486 oz.gold/t, 0.36% copper and 1.23 oz.silver/t.

Assay results from Holes DH87-11, 12, 13 and 14 are expected over the next 2 weeks.

GOLDEN PYRAMID RESOURCES INC. (GPR-V)**GEOPHYSICAL TARGETS LOCATED - Golden Pyramid Resources**

Inc. has reported some assays from the Tillicum Mountain gold property adjoining Esperanza Explorations near Burton B.C. A grab sample of dump material from an old adit on the Eureka claim group assayed at 0.232 oz.gold/t, 21 oz.silver/t, 9.2% lead and 5.8% zinc. Three geophysical and geochemical grids have defined some drilling and trenching targets to be tested in 1988. Golden Pyramid Resources has a carried 30% interest in this group of claims for the first \$500,000 of expenditures on these properties by Meadow Mountain Resources, a private B.C. company.

ESPERANZA EXPLORATIONS LTD. (EEP-V)

HOLE	INTERVAL	LENGTH	ASSAY
	FEET	FEET	OZ. GOLD/T
SB87-1	5.0 - 53.0	48.0	0.08
Includes	23.5 - 53.0	29.5	0.10
	151.5 - 175.2	23.7	0.12
	214.5 - 223.0	8.5	0.10
SB87-2	35.0 - 59.0	24.0	0.10
Includes	50.0 - 59.0	9.0	0.17
	118.0 - 129.0	11.0	0.15
	232.5 - 251.0	18.5	0.18
Includes	241.0 - 247.8	6.8	0.43
SB87-3	53.0 - 83.0	30.0	0.33
Includes	53.0 - 60.0	7.0	1.16
	150.2 - 163.0	12.8	0.15
SB87-4	180.0 - 122.0	14.0	0.06
SB87-5	126.0 - 143.0	17.0	0.10
Includes	126.0 - 137.5	11.5	0.14
	156.0 - 160.0	4.0	0.29
SB87-6	98.0 - 133.0	35.0	0.05
SB87-7	138.0 - 146.0	8.0	0.14
SB87-8	123.0 - 126.0	3.0	0.07

Esperanza has completed a program on the Strebe property on Tillicum Mt., near Burton B.C. which confirms continuity of gold mineralization to depth. Eight holes were drilled to test extensions to depth of surface mineralization assaying to 0.45 oz.gold/t over 39 feet. All eight holes intersected the host carbonate-silica gold bearing zone. Five of eight holes had visible gold within the zone.

Drilling has defined continuity of surface gold mineralization that remains open along strike and to depth. Drilling will continue in 1988. Esperanza holds an option to earn 100% interest in the property (SEE GCNL NO.201, 1987 for purchase terms.)