

George Cross News Letter

"Reliable Reporting"

NO.203(1987)
OCTOBER 22, 1987

SUMAC VENTURES INC. (SSV-V)

GOLD-SILVER-PLATINUM PRODUCTION STARTED - Sumac Ventures Inc. has announced the initial production of gold, silver, and platinum percipitate from its heap leach operation at the "Old Union Mine" 43 miles north of Grand Forks, B.C. The initial heap is composed of 15,000 tons. A combined material of tailings and dump material from the old workings. The company completed the equipment assembly, constructed pads and ponds, and initiated the treatment process within budget.

The first 10 days production of percipitate returned about 5,000 ounces of combined gold/silver product estimated ratio of 1 part gold to 30 parts silver content with some potential of platinum recovery. It is estimated this is about 25% of the recoverable metals from the initial heap.

Over the next year the company is prepared to process the additional 85,000 tons of gold/silver bearing material and continue to generate a positive cash flow return. Production will continue this year until freeze-up.

SEVEN MILE HIGH RESOURCES INC. (SVH-V)

CORRECTION - In the table GCNL NO.195, P1, Oct.9/87 interval/Width should have been in meters and not feet and gold/silver in grams/ton not oz/ton

HOLE	INTERVAL,METER	WIDTH,M	GOLD(G/T)	SILVER(G/T)
72416	294.04 - 300.87	6.83	1.5	3.2
	312.28 - 318.22	5.94	1.5	3.0
72417	433.30 - 437.70	4.40	1.4	3.4
	443.90 - 450.80	6.90	1.8	1.8

RICH GOLD ASSAYS REPORTED - Seven Mile High Resources Inc./Canadian Nickel Company Ltd. have announced results of drilling their gold/silver property at Okanagan Falls, B.C.

Seven Mile High president Maurice Hamelin says 2 holes were drilled from south to north 100 meters west and 160 meters south of Hole 72408, the discovery hole.

As in all previous holes, gold values are present in quartz veins cutting silicified pyroclastics of Eocene Lower Marama formation. Drilling to date indica gold mineralization 300 feet wide and 600 feet long.

Diamond drilling is continuing in Hole 5. Anot. Hole, No.6, has been added to this program.

ARMENO RESOURCES INC. (ARO-V)

HOLE NO.	FROM FT	TO FT	CORE LENGTH FEET	TRUE THICKNESS FEET	AVERAGE OZ.SILVER/T
C87-2	821.96	835.67	13.71	7.23	7.44

SILVER VALUES CONFIRMED - Armeno Resources Inc. president Setrok H. Kalpakian has reported results from the Standard Creek property, Bralorne, B.C., confirms the results of diamond drill hole C87-2, drilled in September 1987 in the Chopper Vein zone.(SEE TABLE)

Geological mapping suggests the Chopper Vein occupies a major fault structure. Serpentinite bodies have been identified closely associated with the vein. The vein dips from 65d to 74d to the south. The Chopper Vein is mineralized with tetrahedrite over the entire length of the silver bearing intersection (821.96 ft.-835.67 ft.). There are several other quartz veins in the vicinity of the Chopper Vein which carry anomalous silver values on surface.

RADCLIFFE RESOURCES LTD. (RCF-V)

GRAHAM ISLAND PROPERTY - Radcliffe Resources Ltd. has OPTIONED TO CITY RESOURCES entered a joint venture agreement with City Resources (Canada) Limited on Radcliffe's North Graham property on Graham Island, B.C. north of City Resources' Cinola deposit. City can earn a 50% interest on Radcliffe's 6,200 acre property by spending the next \$500,000, and have committed to a minimum four hole drill program, to start prior to April 1/88. Previous work on the property included a four hole diamond drilling program that encountered several gold intersection, including 0.16 oz/ton gold over 13 feet.

The "1987 (No.2) Mintax Mineral Limited Partnership" has agreed to fund up to \$150,000 for flow-through share with the proceeds to be used to drill on Radcliffe's La Ronge property, Saskatchewan. Drilling is set to start Oct.22/87. Recent surface exploration returned values up to 1.53 oz/ton gold with visible gold in a zone traced over 1,400 feet.

FARAWAY GOLD MINES LTD. (FRM-V)

<u>DIAMOND DRILL</u> <u>HOLE</u>	<u>INTERVAL</u> <u>METERS</u>	<u>LENGTH</u> <u>METERS</u>	<u>OZ. GOLD</u> <u>PER TON</u>
DDH 3	21.35 - 21.90	0.55	3.9 4.64(FA)*
DDH 4	22.70 - 23.70	1.00	12.73 20.85(FA)*
DDH 5	46.00 - 47.70	1.70	6.80
	126.00 - 127.70	1.70	1.16(FA)*
	214.30 - 216.20	1.90	.68(FA)*
	225.40 - 225.50	.10	1.25(FA)*
DDH 6	228.90 - EOH?	?	1.53(FA)*
DDH 6	27.40 - 30.30	2.90	11.0
DDH 7	45.80 - 46.60	.80	1.69
	72.40 - 75.60	3.20	6.77

* FA - Fire assay/ other values are semi-quantitative.

DIAMOND DRILLING PROGRAM - Diamond drilling of a 20,000
STARTED ON HOUSTON PROJECT foot program is to start
 Oct22/87 on Faraway's SAM
 Group of claims 2 miles from Equity Silver Mines
 Limited's mill, southwest of Houston, B.C. Drilling
 will follow-up on two mineralized zones (East Zone and
 West Zone) with significant ore grade intercepts
 reported from the Faraway 1984-86 drilling program. The
 purpose is to duplicate the earlier intercepts and to
 build tonnage by step-out drilling.

The program is in co-operation with Equity Silver
 Mines Limited.

Dr.N.C. Carter, consulting geologist, reports the
 quartz-sericite alteration in the East zone is similar
 to the Equity Silver Mine ore deposit. The East zone
 trends northeast and is at least 200 meters in width and
 350 meters in length. Dr. Carter reports that the
 discovery hole on the property was Percussion Drill Hole
 #43 which gave 3.92 oz.silver/t over 6.1 meters, between
 24.38 and 30.48 meters. Results from five drill holes
 in the East zone are in table above.

Copper values for these intervals range from 0.15 -
 0.45% copper, similar to recovered grades at the Equity
 Silver Mine's operation. The higher silver grades are
 accompanied by significant values for arsenic, antimony,
 bismuth, lead, and zinc. This data suggests similar
 mineralogy to the Equity deposit.

Most intersections in the vicinity of PDH 43 are
 within 30 meters of surface. Deeper intersections in
 Holes 5 and 7, near the eastern end of the zone are over
 a vertical range of 200 meters and suggest a near
 vertical dip.

A mapping and sampling program over the Faraway
 Whale Cove, N.W.T., proeprty has been completed.

Three copper trench samples of up to 80 cm 31.5
 meters in width ran between 3.7% copper to 14.1% copper;
 gold ran up to 2400 parts per billion, with silver as
 high as 62.1 parts per million. A visible gold sample
 was collected from the trench location at Term Point
 where 2,700 grams (78.5 oz.gold) were obtained from 500
 kg of quartz-carbonate vein material.

Two additional significant gold zones were
 discovered with 0.22 oz.gold/t over 60 cm, and 0.23
 oz.gold/t in a composite grab sample. The field data is
 being interpreted.