

George Cross News Letter

"Reliable Reporting"

NO. 205(1987)
OCTOBER 26, 1987

BEMA INTERNATIONAL RESOURCES INC. (BMI-V)

CONTROL SHIFT AGREEMENT - Bema International Resources Inc. has agreed to acquire a controlling interest in the shares of ABO RESOURCE CORP. (ABU-V).

Bema International will acquire 2,500,000 shares of Abo from a group of insiders including the directors of Abo, in exchange for 1,000,000 shares of Bema International. Abo has 6,049,143 shares issued. In addition Bema International has agreed to purchase 600,000 private placement units of Abo at 80¢ each per unit. Each unit will be 1 share and 1 share purchase warrant exercisable for one year at 90¢ each.

The following directors of Bema have jointed the board of Abo: Michael J. Beley, Ian D. Johnson, Richard J. Barclay and Clive T. Johnson. As part of this same transaction the company has granted the new directors, for a 5 year term, director and employee options totalling 500,000 shares at a price of \$1.00 per share. The company has also granted an option of 80,000 shares at the same terms to an existing director. All subject to regulatory approvals.

Bema International 35%, Abo Resource 40% and Kerr Addison Mines 25% are joint venture partners in the Harrison Lake gold project, 60 miles east of Vancouver, B.C. (SEE GCNL No.143(87) and 161(87) for review of the mine where reserves are estimated at drill indicated grade is between 0.1 and 0.077 oz.gold/t, varying with the calculation assumptions, on from 1,000,000 to 2,000,000 tons. Underground sampling has indicated some higher grades.

MENIKA MINING LTD. (MML-V)

<u>HOLE</u>	<u>INTERVAL FEET</u>	<u>LENGTH FEET</u>	<u>OZ. GOLD/TON</u>
D.D.H.#37	257 -262	5	.190
	262 -267	5	.106
	267 -272	5	.537
	272 -277.5	5.5	.132
	277.5-280.5	3	.058
	280.5-283.6	3.1	.132
	283.6-287	3.4	.127
	287 -290.5	3.5	.234
	290.5-292	1.5	.105
	292 -293.9	1.9	.085
	Average	36.9 ft.	0.191
D.D.H.#38	194.8-200.7	5.9	.220
	200.7-204.4	3.7	.366
	204.4-208.1	3.7	.314
	Average	13.3	.287
also	235 -239.7	44.7	.151

Menika Mining Ltd. has reported drilling results from the Imperial zone on the 100% owned Reliance property, Goldbridge, B.C. (SEE GCNL NO.189, P.2 Oct.1,1987 for review of results to date.