

George Cross News Letter

"Reliable Reporting"

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TENAJON SILVER CORP. (TJS-V)

<u>HOLE</u>	<u>INTERVAL FEET</u>	<u>FOOTAGE</u>	<u>OZ. GOLD/T</u>
87-4	493.0 to 504.0	11.0	0.448
	680.4 - 700.0	19.7	.147
87-5	485.0 - 490.5	5.5	.291

DRILLING EXTENDED IN NW - Tenajon Silver Corp. is B.C. & STARTED IN ONTARIO conducting a surface diamond drilling program on the SB property some 20 miles north of Stewart, B.C., located between the Big Missouri and Silbak Premier gold projects. Tenajon holds the property under option from Esso Minerals Canada. With additional funding from a private placement of shares at 95¢ each to raise about \$237,500, the drilling program has been expanded beyond the 10,000 feet first planned and will continue as long as weather permits.

Trenching and sampling have been completed on the high grade outcrop recently discovered on the Kansas zone. Assay results are awaited. Several short holes will be drilled under the outcrop.

Additional assays received for Holes 87-4 and 87-5 are shown in the table. Further assays are awaited.

Elsewhere, drills were mobilized Oct 2/87 for a 3-hole, 2,000-foot surface diamond drill program on the Red Lake property, Ontario, 3 miles east of the Campbell-Dickson Mines. Magnetic and electromagnetic surveys in 1986 outlined some well defined anomalies suggesting the presence of formations established as a favorable host for gold mineralization. This data and earlier drilling determined the drill sites.

Within each of these samples are one or two high grade bands of mineralization ranging from 1 foot to 2.3 feet thick with values from 1.08 to 3.10 oz/ton gold and 1.98 to 9.27 oz/ton silver.

The arithmetic average of these 6 samples is 0.84 oz./gold and 3.47 oz.silver/t and the weighted average is 0.77 oz.gold and 3.37 oz.silver/t. The average of assays of 15 percussion holes drilled along the south side of the cut was 0.77 oz.gold and 3.46 silver/t. This is a good correlation and supports the average assay of the 36 percussion holes' samples in the slt that averaged 0.63 oz.gold and 2.68 oz.silver/t.

In Better's surface work, 8 holes were drilled from 3 set-ups on the Oyster Grid zone. While assays are awaited, the drill has been moved back to the fourth drill tier on the Lakeview zone to extend the intersection in Hole 97 to the south. Hole 97 encountered 23 feet of 0.18 oz.gold/t.

Six holes were drilled in the Glacier Ridge area with a third drill. Four of these holes intersected narrow zones of mineralization ranging from 0.7 foot of 0.232 oz.gold/t and 1.5 feet of 0.177 oz.gold/t to 5.3 feet of 0.039 oz.gold/t. While no major tonnage has developed in this area, the alteration and mineralization are widespread and warrant further attention.

A further 25 holes have been drilled in the Lakeview area. Four were on the west side of the north Copper Pit some 3000 feet north of the Lakeview zone. Drilling in the Lakeview area has now established the vein zone over a north-south length of 900 feet and an east-west width of 800 feet with the thickness ranging up to 23 feet whereas previously inferred reserves of 485,000 tons were calculated on a 6-foot thickness. Grades range from 0.286 oz.gold/t over 1.9 feet thickness to 0.180 oz.gold/t over 23.2 feet thickness. The latter drill hole intersection is 550 feet east of the face of the adit. It is to the area of that hole that the adit is being driven, all the way in mineralization.

Drilling is continuing with 2 rigs in the Lakeview Central area on a reconnaissance pattern of 200 feet by 150 feet spacing. Reserves will be revised when assays are on hand.

Meanwhile, a Noranda exploration crew is at work on the Murex area of Better's extensive property under a recent option to earn 51% interest in the Murex by spending \$2,500,000 over 39 months (GCNL 187(87) p.1 refers).

VERDSTONE GOLD CORPORATION (VGC-V)

REA GOLD CORPORATION (REO-V,T;REOGF-Nasdaq)

<u>HOLE</u>	<u>INTERVAL FEET</u>	<u>FOOTAGE</u>	<u>ZINC%</u>	<u>LEAD%</u>	<u>OZ. SILVER/T</u>
87-58	207.0 - 212.3	5.3	13.53	2.80	0.07
87-59	102.5 - 109.9	7.4	19.22	3.32	0.09
87-60	184.2 - 193.2	9.0	10.16	1.71	0.05
87-61	123.6 - 124.0	0.4	15.90	2.71	0.05
87-62	164.7 - 165.5	0.8	5.34	0.71	0.04

MORE DRILL ASSAYS FROM - Larry W. Reaugh, president of
CK PROPERTY REPORTED Rea Gold Corporation and

Verdstone Gold Corporation, reports "the results of the last five holes of diamond drilling in the initial phase of the 33,000 foot program" on their joint ventured CK property 52 km NE of Clearwater, B.C. He says the results confirm the continuity of the high grade zinc occurrence along 600 meters of strike length in the New Showing zone.

These latter results indicate an average potential value of \$200 Cdn. per ton at current metal prices. The net smelter return could reasonably be expected to be in the range of \$140 to \$150 per ton. Metallurgical tests are planned to confirm this estimate. The next phase of diamond drilling (14,000 feet) is now starting. For some previous drill results, see GCNL 171(87)P.2.

BETTER RESOURCES LTD. (BTZ-V)

ADIT IS ADVANCING BEYOND 141 - By Oct 2/87, the FEET, ALL IN GOLD MINERALIZATION underground program of Better Resources Ltd.

had advanced in gold mineralization a total of 141 feet from the Zero Point located at the start of the adit slot in the Lakeview-Domineer zone of their large property on Mt. Washington, some 8 miles west of Courtenay on Vancouver Island, B.C. The 9.5 by 9-foot adit is advancing at the rate of 20 feet per day. A total of 1000 feet of this underground development is planned.

Dennis C. Baxter reports that assays have been received for 6 channel samples taken vertically down the south wall of the portal slot at 10-foot intervals (see table).

<u>DISTANCE FROM</u>	<u>HEIGHT</u>	<u>GOLD</u>	<u>SILVER</u>
<u>START OF SLOT</u>	<u>FEET</u>	<u>OZ/TON</u>	<u>OZ/TON</u>
12 feet	4.5	2.02	1.74
22	4.0	0.85	3.89
32	6.0	0.60	2.59
42	6.5	0.49	2.55
52	6.5	0.44	2.96
62	6.0	<u>0.62</u>	<u>4.05</u>
Weighted Average		0.77	3.37

Mr. Baxter points out that there are approximately 1.5 feet to 4 feet of the ore zone beneath the floor of the slot that were not sampled.