

George Cross News Letter

NO.160(1988)
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MERIDOR RESOURCES LTD. (MRO-V)

HOLE	FEET INTERVAL	FEET WIDTH	OZ/T GOLD	% COPPER	% MOLYBDENUM	OZ/TON SILVER
88-3	88.9- 93.2	4.3	0.069	0.29		
	193.2-197.5	4.3	.103	.19		0.27
88-5	181.8-183.4	1.6	.048	.73		1.50
includes 0.17% lead and 1.87% zinc						
	302.8-310.3	7.5	.051	.25		
	401.6-406.8	5.2	.08	.75		.44
	535.4-539.0	3.6	.062	.41		.22
88-6	209.0-213.9	4.9	.066	.44		.14
	222.8-231.6	8.8	.058	.75		.91
	239.2-244.1	4.9	.078	.55		.24
88-8	89.6- 94.5	4.9	.113	.09		
88-10	191.3-193.6	2.3	.086	.20		
88-11	0 -419.0	419.0	.014	.15	0.025	
incl.	48.2- 51.5	3.3	.06	.02	.012	
88-12	328.1-330.1	2.0	.072	.18		
88-13	0 -499.0	499.0	.013	.13		
incl.	413.7-419.6	3.9	.165	.16		
88-15	174.2-189.3	15.1	.03	.65	.04	
88-16	55.4- 65.3	9.9	.06	.57	.018	
88-17	0 -292.0	292.0	.024	.10		
incl.	14.1- 20.3	6.2	.174	.13		
incl.	73.5- 84.3	10.8	.125	.30		
and	80.1- 82.1	2.0	.26	.19		
88-18	0 -481.0	481.0	.010	.13	.023	
incl.	316.6-319.6	3.0	.037	.57	.081	

ISKUT RIVER ASSAYS REPORTED- R.W. Hughes, president of Meridor Resources Limited reported assay results from the first 18 of 25 holes drilled for a total of 9,700 feet on its Iskut River property 100 km. north of Stewart, B.C. The mineralization show a broad zoning pattern across the length and width of the property. A 1,500 foot wide porphyry copper and molybdenum core area is surrounded by a broad pyrite halo containing gold and copper values. To the north and northwest, the disseminated pyrite mineralization abruptly changes to mineralized shear zones carrying quartz and sulphide veins. A second phase of drilling is planned.

APPROACH RESOURCES INC. (APH-V) reports a preliminary diamond drill program is to start shortly on the Pita property, situated in the Monshee Pass area 55 km east of Vernon, B.C. Two drill holes will test a large altered zone that is both geophysically and geochemically anomalous. Lone Ranger Diamond Drilling of Lumby, B.C. is the drilling contractor. Approach Resources has an option to purchase 100% of the Pita property from Mohawk Oil Co., subject to a 15% net profits interest.

WINDFLOWER MINING LTD. (WFL-V)

GRANGES EXPLORATION LTD. (GXL-T, AMEX, London)

HOLE	SECTION	LENGTH	OZ. GOLD/T
146	470 m N	5.0 ft.	1.17
149	430 m N	11.0	.51
150	400 m N	10.2	.14

 Gerald Ryznar president of Windflower Mining Ltd., a 40% joint venture partner with Granges Exploration Ltd., 60%, in the Goldfinch property 30 miles southeast of Revelstoke, B.C. has reported assay results from five holes drilled from surface to test the Dorothy North vein structure, located along strike but 100 to 150 meters north of the main Dorothy ore zone. Drill hole No.147 returned only low values in gold (2 to 3 grams/t) and ~~hole No 148 did not encounter the zone.~~

SUMAC VENTURES INC. (SSV-V)

UNION MINE REOPENED- R.H. Seraphim, president, reports that Sumac Ventures Inc. re-opened the Union Mine at Grand Forks, B.C. in April 1988 and has produced 282.7 oz. gold and 8,552.5 oz. silver to early August. Production in 1987 was 241.5 oz. gold and 9,153.9 oz. silver from the first heap of 12,000 tons. Recovery from the first heap is estimated at 73%.

Two more heaps of similar size are being leached and the fourth heap is being loaded onto another pad. The tonnage of the old tailings has proved to be about 10% higher than expected, and will be close to 80,000 tons. One of the areas of leachable tailings, previously covered with some mine waste, has provided higher grade material of 0.096 oz. gold/ton and 3.78 oz. silver/t over 10 feet of thickness.

Progress is also being made towards processing 5,000 tons of old dumps with a recorded grade of 0.108 oz. gold/t and 3.54 oz. silver/t.

Since acquiring right to the old Mascot Mine tailings at Hedley, B.C., legal proceedings have started that have raised questions about the title to the property. The company is taking measures to clarify this matter in order to start processing the 685,000 tons of tailings grading about 0.06 oz. gold/t.

CHAPLEAU RESOURCES LTD. (CHI-V)

PURCELL EXPLORATION FUNDED - Chapleau has sold 525,000 shares at 36¢ each for proceeds of \$189,000. A portion of these funds will be used to explore the Purcell camp, B.C. properties in conjunction with GUNSTEEL RESOURCES LTD. (GUN-V). Chapleau has also arranged \$110,000 in flow through funds. A program of VLF- electromagnetic, induced polarization and magnetometer surveys have been completed on this property. The VLF-EM survey indicated a strong anomaly to the north of the Elcr shear which carries visible gold and has yielded a grab sample of 4.05 oz.gold/t. It is located along a shear zone striking 20 degrees and dipping almost vertically. About 75 meters below the Elcr shear, geophysics identified what could be the Cranbrook fault zone, striking 125 degrees. The Cranbrook fault is an offset fault, which, comparing to disseminated type gold deposits is an indicator and control of such deposits. Recent trenching showed the anomaly to be a fault indicating control of the Elcr to the north, south and west. A contract has been let for diamond drill testing the intersections of several faults with the Cranbrook fault and trenching is continuing.

Noranda has started drilling on the Hope zinc, lead, silver property, Slocan, B.C. where work to date has indicated 3,000 tons grading 15.6% zinc, 6.2% lead and 6.1 oz.silver/t.

GOLDEN NORTH RESOURCE CORPORATION

(GNO-V,T;GNOXF-Nasdaq)

CORONA CORPORATION (ICR.A,ICR.B-V,T,M,AMEX)

PHASE ONE COMPLETED ON- Golden North Resource

HORSEFLY-TERRIER CLAIMS Corporation reports that the initial phase of exploration drifting, raising and underground drilling in the Princeton portal on the Horsefly-Terrier group of mineral claims has been completed. A total of 4,168 feet of exploration drifting and raising, along with 16,544 feet of drilling into or on the Horsefly claim, is now complete. A bulk sampling program is planned forthwith.

Lower zones at the Horsefly-Terrier, identified by surface drilling in 1987, required the construction of the access drift, at an estimated cost to Corona Corporation, the operator, of \$1,400,000 into the newly discovered gold zone to the west of Corona's Nickel Plate mine, at Hedley, B.C.

Golden North has a 20% net profits interest in production from the Horsefly-Terrier group, which could support a production rate of up to 400 tons per day. Drilling program ASSAY RESULTS PRINTED OVERLEAF.
(SEE GCNL NO.84, P.1, 2May88 for previous assay results).

HUNTINGTON RESOURCES INC. (HUN-V)

HOLE NO.	SECTION	DIP	INTERSECTION FEET	WIDTH FEET	GOLD OZ/TON
RC88-14	8+95N	-90d	45 - 55	10	0.036
RC88-15	7+70N	-90d	20 - 30	10	.351
			70 - 90	20	.031
			145 - 155	10	.100
			275 - 285	10	.108
RC88-16	7+38N	-68d	75 - 185	110	.074
			including 95 - 120	25	.137
			including 110 - 115	5	.216
			also included 155 - 180	25	.094
			245 - 260	15	.084

MORE ASSAYS REPORTED- Stirling D. McIlveen, president of Huntington Resources Inc. reports the Hunting 49% - Corona 51% joint venture on the Brett project, 35 miles west of Vernon, B.C. has received results from three holes of the current reverse circulation drill program. This phase of drilling is concentrating along a 250 meter (820 ft.) portion of the Main Shear zone.

RC88-14 did not achieve the target depth of 430 feet due to technical difficulties. RC88-15 was drilled almost exclusively in the footwall area of the Main Shear zone. The intersections in RC88-15 extend 20 to 45 feet into the footwall volcanic rocks, away from the Main Shear zone approximately 25 to 35 feet into the adjacent footwall volcanic rocks. The gold values in RC88-15 and RC88-16 continue to demonstrate an extensive "halo" of mineralization associated with the Main Shear zone. Reverse circulation drilling is continuing and further results are expected shortly.