

George Cross News Letter

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ENERGEX MINERALS LTD. (EGX-V,T)

HOLES	INTERVAL FT	WIDTH	OZ.GOLD/T	AL PROJECT REPORT
BINGO ZONE:				
AB-04	192.5-206	13.5 ft.	0.13	A.O. Birkeland,
AB-05	206.0-225.7	19.7	.09	president of
AB-07	257.5-272.3	14.8	.11	Energex Minerals
AB-8-11	216.8-223.4	6.6	.15	Ltd. reported
BONANZA WEST ZONE:				
AB-15	147.1-163.5	16.4	.18	initial exploration
AB-16	157.2-162.0	4.8	.15	results from its
				100% owned AL
				project, 600 miles
				north of Vancouver

in the Toadoggonne gold camp in north-central B.C. The main objectives of the current \$1,500,000 program are the addition of open pittable reserves of high grade milling ore and lower grade ore suitable for heap leaching. Additional drilling will test the property at depth and on additional zones where trenching has defined favourable geology and returned positive assays.

Drilling started on 12 July 88 on the Bingo zone, a large silicified structure some 1,200 feet to the north-west of the Thesis deposit. About 700 feet of the zone's 1,500 foot strike length has been tested by 12 diamond drill holes. Wide intercepts of silicified host rock were encountered in all holes with broad, low grade gold values in 7 holes. This wide spaced drilling indicates the Bingo structure may have potential to develop a reserve of near surface low grade material amenable to heap leaching. Best results in the table.

The main focus of surface exploration has been the Bonanza West zone, a structure parallel to the Bonanza orebody, situated on the west boundary of the planned open pit. The zone was stripped with a bulldozer, mapped and trenched while diamond drilling was underway on the Bingo zone. The Bonanza West structure is up to 80 feet wide at surface and has been tested by 17 drill holes along a strike length of 750 feet. One trench, TA87-51, from this area averaged 0.75 oz. gold/ton across 49.5 feet. Results in the table above.

A program of mapping and trenching is underway on the JD claims in area about 8 miles to the east of the Bonanza deposit. A low angle fault in this area was mapped and sampled by Kidd Creek in 1982 to 1984, returning trench assays of up to 0.46 oz. gold/t across 9.3 feet. Kidd Creek tested this structure with 16 diamond drill holes. All holes encountered the structure with gold values across widths of 5 feet or better, with the best intersection being 17.5 feet of 1.1 oz. gold/t.

Energex's 1988 work on the JD claims has defined a series of fault structures with a strike length of 5,000 feet. The central 3,000 feet of this structure has been systematically trenched and sampled, with mineralization noted within an altered sequence averaging 3 meters true thickness. Assays are pending.

A second lightweight diamond drill has been mobilized to test targets on the A1 and JD that cannot be accessed by the Longyear Super 38 drill.

SYMES RESOURCES INC. (SYI-V)

ASSAYS AWAITED FROM SURFACE- David J. Sykes, president has SAMPLING FOLLOW UP PROGRAM reported Symes Resources

Inc. holds an option to earn a 50% interest in the Easy claims, 65 km southwest of Pemberton, B.C., by spending \$550,000 on exploration by July 31, 1991. Recent soil samples from the property ranged as high as 9740 parts gold per billion, or 0.28 oz. gold/t. Hillside Energy Ltd. and Corona Corp. each retain a 25% interest in the property after Symes Resources has earned its 50% interest.

Under a recent second agreement, Corona Corp. agreed to pay the costs of a detailed geological, geochemical and prospecting program and to accept treasury shares of Symes in payment. Corona has now completed the collection of 120 soil samples and 9 rock samples with assays expected August 29, 1988.

ADRIAN RESOURCES LTD. (ADL-V)

ISKUT DRILLING POSSIBLE THIS FALL- Adrian has discovered widespread gold mineralization on its 3,600 acre Iskut River property, located 7.5 miles NE of the Snip property of Cominco-Delaware, 100 km north of Stewart, B.C. Adrian has an option to acquire a 100% interest in the property by spending \$225,000 on exploration by Dec. 31, 1990.

An initial program of prospecting and sampling has been completed. Nine grab samples ranging from 0.079 oz. gold/t to 0.875 oz. gold/t indicate mineralization over a 3,300 foot by 1,000 foot area near the north central area of the property. These samples were taken from the vicinity in which a government sponsored Regional Geochemical Reconnaissance silt sampling program reported gold values with a high value of 5,300 parts/billion.

Adrian is completing additional sampling and surveying in preparation for a follow-up drilling program which is hoped to start this Fall.

CANASIL RESOURCES INC. (CLZ-V)

ASSAYS AWAITED FROM TOODOGGONE DRILLING PROGRAM-Canasil

Resources Inc. bought 14 claims, 66 units, in the Toodoggone River gold belt, 200 miles north of Smithers, B.C. earlier this year for \$45,000 and 65,625 shares and then granted Cyprus Metals (Canada) Ltd. an option to earn a 50% interest in the claims by spending \$1,000,000 on exploration by Dec. 31, 1989. Cyprus has spent about \$600,000 to date. Geochemical and geophysical surveying during June and July identified additional breccia zones. The first stage diamond drill program began Aug. 7, 1988 and was completed Aug. 18, 1988 with a total of 4,000 feet drilled in 12 holes. Assays are awaited. Canasil is continuing trenching and geophysical testing in areas where gold float was found earlier this year. If further drilling is warranted and exploration expenditures reach \$1,000,000 during 1988, Cypress can earn the 50% interest.

In the six months ended June 30, 1988, Canasil reported a loss of \$37,473 and ended the period with \$83,872 in working capital when there were 2,982,939 shares issued.

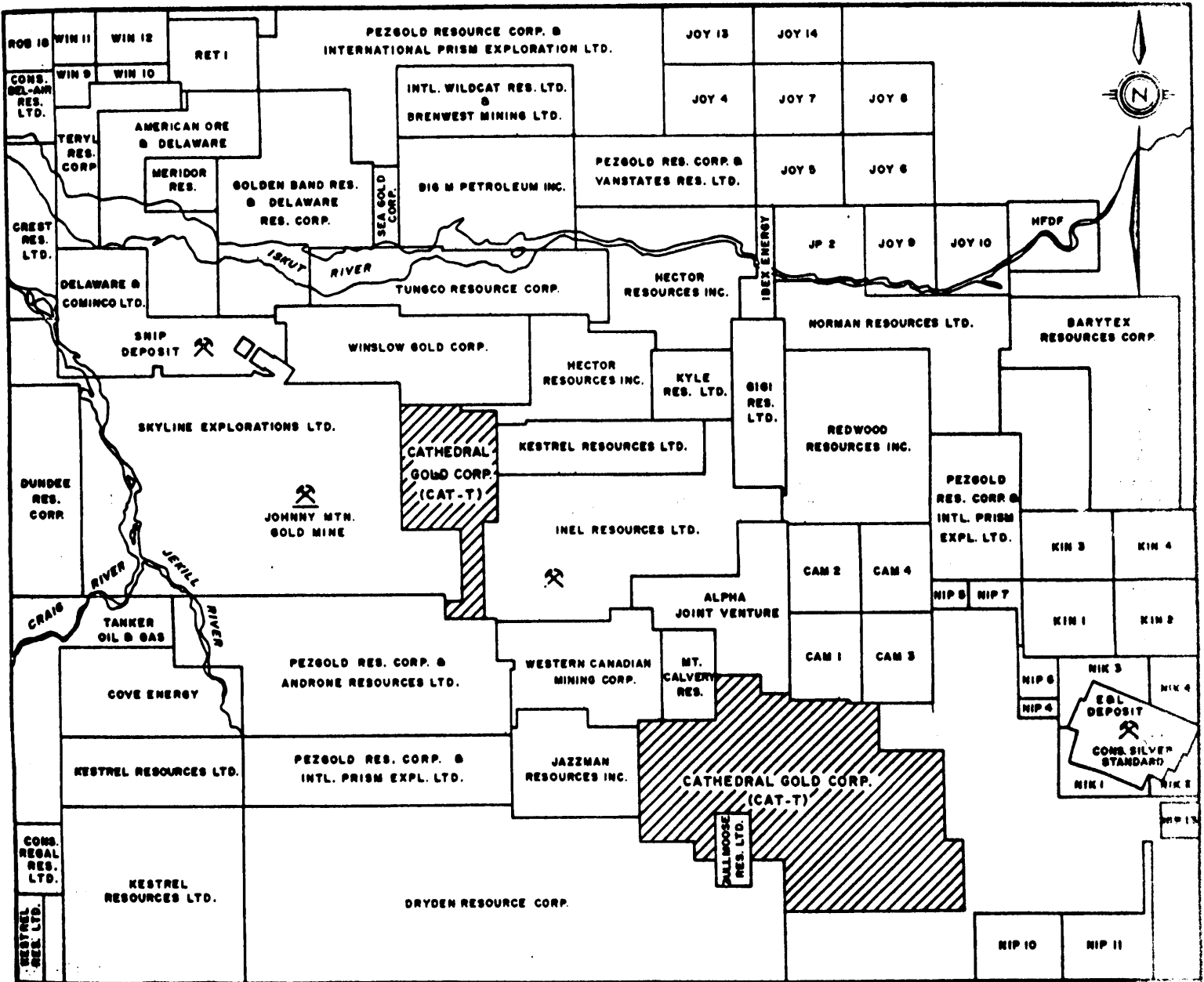
MAP PRINTED OVERLEAF

ISKUT RIVER AREA - The map printed overleaf p. 1 shows the Iskut River area, 65 miles north of Stewart, B.C., including the recently acquired holdings of CATHARAL GOLD CORPORATION (CAT-Y). The article appeared yesterday in ENR, No. 184, p. 8, 28 August.

Cathedral

GOLD CORPORATION

ISKUT RIVER GOLD CAMP

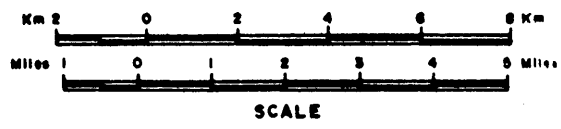


AUGUST 1986



LEGEND

-  Underground Development
-  Producing Mine
-  Cathedral Gold Corporation Property



CATHEDRAL GOLD CORPORATION makes no representation, in respect to, nor does it assume responsibility for, the accuracy of this map or the information contained herein.

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**GOLDEN NORTH
RESOURCE CORPORATION**

TABLE 1
SUMMARY OF SIGNIFICANT ASSAY INTERVALS
(Horsefly-Terrier Group)

HOLE NO.	INTERVAL FT.	WIDTH	OZ. GOLD/TON
UNDERGROUND DRILL HOLES			
MD-3151	57.5 - 65.0	7.5	0.155
	265.0 - 270.0	5.0	0.133
MD-3154	307.0 - 311.0	4.0	0.415
MD-3156	316.0 - 333.0	17.0	0.181
	354.0 - 372.0	18.0	0.339
MD-3158	250.0 - 255.0	5.0	0.150
MD-3160	100.0 - 108.0	8.0	0.115
MD-3162	299.0 - 305.0	6.0	0.313
	308.0 - 319.0	11.0	0.220
MD-3163	309.0 - 361.5	52.5	0.522
	408.0 - 416.0	8.0	0.579
MD-3164	271.0 - 284.0	13.0	0.413
MD-3165	333.0 - 338.0	5.0	0.263
	343.0 - 348.0	5.0	0.332
MD-3166	86.5 - 92.0	5.5	0.195
	298.0 - 303.0	5.0	0.268
MD-3167	49.5 - 55.5	6.0	0.104
MD-3168	307.0 - 315.0	8.0	0.183
MD-3169	175.0 - 180.0	5.0	0.167
	285.0 - 298.0	13.0	0.100
MD-3170	246.0 - 257.0	11.0	0.299
	310.0 - 321.5	11.5	0.474
MD-3171	196.0 - 207.0	11.0	0.177
	213.0 - 220.5	7.5	0.163
MD-3173	56.5 - 65.5	9.0	0.132
	218.0 - 226.0	8.0	0.189
MD-3174	137.0 - 158.0	21.0	0.171
	267.0 - 273.0	6.0	0.148
	289.0 - 299.5	10.5	0.135
	341.0 - 349.0	8.0	0.104
MD-3176	195.5 - 214.0	18.5	0.136
MD-3177	130.0 - 138.0	8.0	0.126
	275.0 - 288.0	13.0	0.179
MD-3181	342.0 - 357.0	15.0	0.155
MD-3182	165.8 - 174.6	8.8	0.110
MD-3185	61.0 - 81.0	20.0	0.253
	83.0 - 136.0	53.0	0.110
MD-3187	293.7 - 301.0	7.3	0.244
MD-3194	435.0 - 452.0	17.0	0.184
	476.1 - 484.8	8.7	0.686