

George Cross News Letter

Reliable Reporting

NO. 3, (1988)
JANUARY 6, 1988

NEXUS RESOURCE CORPORATION (NXS-V)

ANGLE RESOURCES LTD. (AUG-V)

REWARD RESOURCES LTD. (RWR-V)

THREE-FIRM AMALGAMATION PLANNED - Shareholders of Nexus Resource Corporation, Angle Resources Ltd. and Reward Resources Ltd. at meetings yet to be called will consider an amalgamation proposal on terms yet to be set, and subject to regulatory approval. The merger would take up to 3 months to complete.

All three companies are involved in projects on Vancouver Island near Port Alberni. On one of them, the Debbie project, a joint venture of Nexus 25%, Angle 25% and Westmin Resources Ltd. 50%, a recent drill intersection of 47.1 feet graded 4.087 ounces of gold per ton. An exploration program to prove sufficient reserves to justify a production decision is planned.

James W. MacNeil and Leon E. Nowek, who are both directors, officers and shareholders of Angle and Reward, have agreed to support the proposed merger, which will be subject to the approval of the shareholders of the three companies and court and regulatory approval.

Directors consider that the proposed consolidation of the 3 companies will produce a strong company with major interest in 3 advanced gold exploration projects and of a number of other earlier stage projects.

W.G. Kanke has been added to the board of directors of Nexus and has assumed the office of chairman and chief executive officer. He is a director of Equity Preservation Corp. of the First Exploration Group of companies which have funded or agreed to fund up to \$11,000,000 toward Nexus' exploration programs. He is president of Kanke Restaurant Limited and associated with Loewen Ondaatje McCutcheon & Co. Ltd.

Dr. John F. Stephenson, a continuing director, has been appointed president and chief operating officer. He was formerly a vice-president of St. Joe Canada.

Two new directors are: Barry Needler, a vice president of Fairway Heights Investments Ltd. which controls Contrans Corp., Laidlaw Carriers Inc. and Global Van Lines of California, and a director of Hanson Needler Corp., a property development company of Mississauga, Ontario; and Karl Elers, who is executive vice president of Battle Mountain Gold Company of Houston, Texas.

Continuing directors are James W. MacNeil, former president and Dr. Gerald G. Carlson, secretary of the First Exploration Corp. review board, investor relations director of Equity Preservation Corp. as well as adjunct professor of geology at U.B.C.

FAIRFIELD MINERALS LTD. (FFD-V) in which Regional currently has a 46% interest, had an active 1987 exploration season. Work continued on two gold properties in southern B.C. with drilling programs likely to be initiated in 1988. The mineral inventory on the Logan property in the Yukon, which is a joint venture with Getty Resources Limited, has increased as a result of the summer's drilling program and now stands at 15,000,000 tonnes grading more than 5% zinc.

Cash resources increased to \$2,600,000 at Oct. 31/87.