

# George Cross News Letter

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## EXPEDITOR RESOURCE GROUP LTD. (EXD-V) CANOVA RESOURCES LTD. (CVD-V)

VERNON JOINT VENTURE BEGINS PROGRAM- Expeditor Resource Group and Canova

Resources report that the 50-50 joint venture now controls 120 units in the Whiteman Creek gold belt, 30 miles west of Vernon, B.C. and that the joint venture agreement has been amended to include 81 contiguous units acquired by the companies. Expeditor and Canova have both received flow-through private placement commitments for a total of \$250,000 to be spent on the Vernon claims. Excavation stripping and blasting has started to expose the 5 known gold shows on the property, three of which have reported limited historical production.

Amendments to the joint-venture agreement with Homestake Mining Co. have given Canova the opportunity to increase its interest in the Yellow Jacket property near Atlin, B.C. from 20% to 40% by providing \$450,000 for exploration. Under the previous agreement Homestake were required to spend \$1,800,000 on exploration before Dec.1,1989 to earn 80%. Homestake has spent \$1,500,000.

Flow-through funds spent by Canova on the Yellow Jacket property in 1987 and funds presently being spent will total \$250,000. A national flow through fund has agreed to provide Canova a further \$200,000. Once the \$450,00 has been spent then a Homestake 60%, Canova 40% joint venture will be formed.

Homestake have agreed to convert the option payment of \$75,000 due Jan.1,1989 to an optional private placement at the 10 day average trading price of Canova shares preceding Jan.1,1989.

The current drilling on the Yellow Jacket property is directed to up-grade reserves from potential to possible/probable. Assay results are expected shortly.

PASS LAKE RESOURCES LTD.(PLJ-V) has signed a letter of intent to grant Lorica Resources Company an option to acquire a 51% interest in the Trek 1 to 4 claims located in the Liard Mining Division, B.C., adjacent to the Trophy Gold project of Continental Gold Corporation. Lorica must spend \$1,000,000 on staged exploration by 10Jun93. An initial work program of prospecting, detailed mapping and geochemical sampling to define trench and drill targets is underway.

## BURDETT RESOURCES LTD. (BDT-V)

VERNON PROPERTY ACQUIRED- Burdett Resources Ltd. has acquired some 1,200 acres of mineral claims 5 km north of the Huntington/Lacana discovery, 30 km west of Vernon, B.C. The purchase price was \$10,000 and 75,000 shares in staged payments.

A contract to spend \$90,000 drilling on Burdett's claims in Siskiyou county, California has been signed; the claims are adjacent to the former King Solomon mine.

Geoffrey E. Wood has resigned as president and a director, and been replaced by Uros Menadic. Tony Antoniou also resigned as a director.

## BETTER RESOURCES LTD.(BRZ-V)

HOLE NO.	LENGTH	OZ. GOLD/T	OZ. SILVER/T	
88-174	6.2 ft.	0.048	0.62	Three surface
88-175	6.6	.937	4.43	' holes, 100 feet
incl.	4.5	1.01	4.92	' apart, from 500
incl.	.5	22.84	10.10	' to 700 feet to
88-176	9.6	.413	1.16	' the north of the
incl.	.7	2.66	4.52	' portal in the
incl.	1.0	1.86	4.23	' Lakeview area on

property 15 miles west of Courtenay, Vancouver Island, B.C., showed good open pit grades across mining widths in the flat lying bed. Two rows of holes at 100 foot spacing further north on the geochemical anomaly cut the zone but mineralization was sub-economic over mining thickness. Drilling is continuing to expand reserves south of the portal area.

One drill hole was deepened on the Oyster Breccia 8,000 feet north of the Lakeview zone. This hole was extended from 604 to 1,777 feet in highly altered Comox and Karmutsen breccia. No economic gold was found but the extent of alteration in this large collapse structure deserves considerable further investigation. A coincident gold, arsenic, antimony geochemical anomaly along the southeast side of the breccia zone will be drilled.

Preliminary results are available from metallurgical testing of flotation concentrates from the Mt. Washington ore. Cyanidation of a bio-oxidized concentrate gave 89.5% gold recovery with a low cyanide consumption. Combined recovery with a marketable flotation concentrate gave 90.8% gold recovery. A report on this phase of the metallurgical testing is awaited. These tests show that the Mt. Washington gold can be extracted effectively, and at competitive capital and operating costs.

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