

George Cross News Letter

NO.212(1988)
NOVEMBER 3, 1988

TENAJON RESOURCES CORP. (TJS-V)

STATION	HOLE	DIP	INTERVAL, FT	INTERCEPT	OZ. GOLD/T
6	U-88-8	0	68.2- 72.2	4.0 ft	0.141
	U-88-9	+35	131.0-144.4	13.4	.127
	U-88-11	-35	71.8- 82.7	10.9	.310
5	U-88-12	+45	85.3-100.4	15.1	.230
	U-88-13	-45	131.2-154.9	23.7	.230
	U-88-14	0	53.1- 79.7	26.6	.626
7	U-88-15	-37	88.7- 95.5	6.8	.232
			140.0-150.8	10.8	.669
	U-88-16	-45	150.7-160.0	18.3	.322

BLACK SWAN GOLD MINES LTD. (BSW-V, AUSTRALIA)

GOLD CAP INC. (GCX-ALBERTA)

HOLE	INTERVAL, FT	INTERCEPT	OZ. GOLD/T	TAS ASSAY RESULTS
MID ZONE:				' Arthur T. Fisher
88-30	102.4-113.9	11.5 ft	0.23	' president of Black
88-31	211.9-219.8	7.9	1.76	' Swan Gold Mines Ltd
		plus 2.84% copper		' reported assay res-
19 ZONE:				' ults from the <u>Tas</u>
88-32	77.1- 78.4	1.3	.49	' <u>property, 140 miles</u>
88-33	61.7- 63.7	2.0	.13	' <u>north of Prince</u>
88-34	154.5-167.0	12.5	.05	' <u>George, B.C.</u> Under
EAST ZONE:				' an agreement with
88-26	96.5-107.0	10.5	.12	' Gold Cap Inc. and
88-27	83.7- 85.0	1.3	.51	' Noranda, Black Swan
	108.0-111.2	3.2	.75	' can earn a 55% int-
88-28	111.2-112.5	1.3	.17	' erst by spending
88-29	151.6-153.6	2.0	.12	' \$800,000 on explor-

SURFACE DRILLING - Donald A. McLeod, president reports INTERSECTS NEW ZONE that Tenajon Resources Corp. 50% and Esso Minerals Canada 50% intersected a new zone paralled to the main zone during surface drilling on the SB property, 19 miles north of Stewart, B.C. Hole S-88-45, drilled from west to east, intersected the zone and returned 20 feet grading 2.749 oz.gold/ton and 0.425 oz.silver/t from 272.3 to 292.3 feet. Metallics, in addition to base metal assays, are now being run on this intersection containing a high concentration of quartz veining including several patches of visible gold up 1/4 inch in size over a 3 foot interval. Above the interval, the zone was characterized by 20% quartz vein material carrying sphalerite and minor electrum.

Results are being received from the 7,000 foot underground diamond drilling program being conducted along the massive sulphide zone from 7 drill stations. Assay results for base metals from the above holes will be reported when received. (SEE GCNL No.190, p.1, Oct.3 1988 for more detail).

TECK CORPORATION (TEK.A, TEK.B-V, T)

TECK TO MINE AJAX - M.P. Lipkewich, vice president, DEPOSIT NEAR AFTON reports that Teck Corporation through its 73% owned subsidiary, Afton Operating Corporation plans to bring the Ajax copper-gold deposit south of Kamloops and 10 km southeast of the Afton mill into production. The operation will involve an open pit mine, with ore trucked to the Afton mill. The Ajax property is owned 70% by Afton and 30% by a joint venture between COMINCO LTD. (CLT-V, T) and IMPERIAL METALS CORPORATION (IPM-V, T, M)

Reserves at Ajax are estimated to be 27,200,000 tons grading 0.46% copper and 0.01 oz.gold/ton. The planned milling rate is 11,000 tons per day, with production beginning next Spring.

Capital cost of the project is expected to be \$12,000,000 including purchase of mining equipment, pit preparation, modifications to the Afton mill, and the purchase of surface rights. Development work will get underway as soon as the necessary permits have been obtained.

Afton is currently processing low grade stockpile ore and ore from the adjacent Comet-Davenport property and this will continue while Ajax is being developed.

months. The drilling program is testing continuity of gold mineralization in three fracture and shear systems.

On the Mid zone, two holes drilled at 45 and 60 degrees tested the zone to a depth of 200 feet and indicated that the zone increases in grade and thickness with depth. Hole 31 also indicates the presence of economic grade copper mineralization.

In the 19 zone, 3 holes were drilled to confirm an earlier intercept of 1.1 oz.gold/ton over 5 ft. These holes demonstrated the existence of the structure over a strike length of 100 feet and to a depth of 150 feet.

On the East zone, drilling has demonstrated continuity and grade of two mineralized structures over a strike length of 300 feet and to a depth of 150 feet. Both structures are open to depth and along strike. (See GCNL No.206, p.2, Oct.26/88 for previous assay results).

Drilling will continue into November. The limited drilling program has demonstrated the high grade nature of the mineralized zones over a total strike length of 500 feet and over a vertical interval of 500 feet. The proposed drilling program for 1989 will be designed to define sufficient ore to support profitable operation of a 200 ton per day mill with a forecast production of about 35,000 oz.gold per year.

NEW BEGINNINGS RESOURCES INC. (NBR-V)

GOOD GRADE INTERCEPT REPORTED - Donald Cross, P.Eng., of Beginnings Resources Inc. reports diamond drill hole UR-88-16 located on line 263+00S at 15+15 East drilled on an azimuth of 240 degrees at minus 45 degrees intercepted 5.0 feet averaging 2.77 oz.gold/ton from 169.0 to 174.0 feet. The zone consists of a quartz flooded sediment mineralized with banded pyrite and pyrrhotite.

6 ↑ Does this look familiar to anyone?
If it does, please let me know.
Eleanor Knuffell