

George Cross News Letter

NO.213(1988)
NOVEMBER 4, 1988

CANOVA RESOURCES LTD. (CVD-V)

HOLE NO.	INTERVAL, FT	LENGTH	OZ. GOLD/T'	Canova Resources
YJ88-36**	311.7-321.5	9.8ft.	0.323	'Ltd. has reported
	including	3.3	.939	'the significant
YJ88-37**	318.3-324.8	6.5	.119	'assay results from
YJ88-43	223.1-234.6	11.5	.079	'23 diamond drill
	including	6.6	.117	'holes totalling
	367.5-386.0	18.5	.062	'10,500 feet com-
	including	3.3	.167	'pleted on the
YJ88-47	370.7-374.0	3.3	.126	'Yellow Jacket pro-
YJ88-55	65.6- 72.2	6.6	.198	'perty at Atlin, BC
	285.4-295.3	9.8	.151	' This drilling
	including	3.3	.353	'completes the earn
YJ88-57	124.7-134.5	9.8	.053	'in by Homestake
	including	3.3	.132	'Mining Company to
	301.8-318.2	16.44	.426	'a 60% working
	including	3.3	.195	'interest in the
	including	3.3	.462	'property. Previous
	including	3.3	.354	'drill programs
	including	3.3	1.088	'conducted by
++	321.5-341.2	19.7	.113	'Homestake in 1986
	including	6.6	.319	'and 1987 have
++	354.3-374.0	19.7	.162	'identified the
	including	6.6	.457	'Yellow Jacket min-

** Holes previously reported

++ Geochem. only, fire assays pending

grade intercepts to 300 feet in depth. The favourable structure has been drill indicated over 2 km and to 600 feet below surface.

The Yellow Jacket structure has been delineated by geophysical interpretation for approximately 5 km of which only 10% has been evaluated with diamond drilling.

CANALASKA RESOURCES LTD. (CKE-V)

ZEBALLOS DRILL PROGRAM FUNDED - Canalaska Resources has negotiated a private placement of 214,286 flow-through shares at 70¢ each for \$150,000 with CMP 1988 III. The proceeds will be used in stage I drilling in the Central Zeballos mine, 5 km north of Zeballos, Vancouver Island, B.C. Canalaska holds an option to earn a 50% interest in the property by spending \$500,000 on exploration over two years.

Ore reserves estimates have been revised, based on recent back sampling and historical mine data. On the No.5 level, probable reserves of 9,000 tons grading 0.35 oz.gold/t exist in two blocks: a western block of 6,000 tons grading 0.35 oz. gold/t and an eastern block of 3,000 tons grading 0.35 oz. gold/t. The western block is the same as the previous estimate of 1,662 tons grading 1.239 oz.gold/t over a 4 foot width. A high grade assay of 3.856 oz.gold/t at the western face of the No.6 level indicates a vertical extension of the western block of ore. Possible reserves are also indicates on the No.'s 1,2, and 3 levels.

The drilling will test for extension to the western ore block beginning in mid-November. Underground drill startions are being prepared.

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

COVE RESOURCES CORPORATION (COV-V)

GRANGES AGREES TO J/V 100,000 - Cove Resources
ACRE SULPHURETS PROJECT Corporation and several associated companies

acting as a syndicate, have accepted in principle a \$3,000,000 joint venture proposal from Granges Explorat- ion Ltd. to develop the syndicate's 100,000-plus acres in the Sulphurets gold camp, in northwestern, B.C. Granges has agreed to spend a minimum of \$1,000,000 each year for three years, and to accelerate work as results warrant, in order to earn a 50% interest in the project.

Syndicate members include Cove and Springer Resources with holdings of 25% in each of two syndicates; Lauran Minerals Corp. with a 50% interest in one syndicate, and Arania Minerals Corp. with a 50% interest in a separate syndicate. Springer, Lauran and Arania all are private companies for which prospectus share offerings have been filed. The Springer offering has been receipted by the B.C. Superintendent of Brokers and the initial public offering is expected shortly.

MULTINATIONAL RESOURCES INC. (MUT-V)

EXPLORATION RECOMMENDED FOR NEW TARGETS - Multinational has added reserves on the Chappelle property in the Toodoggone gold camp in northern B.C. This increase results from the 1988 drilling of 7,455 feet. The new reserves are 10,000 tons grading 0.247 oz.gold/ton, 4.65 oz.silver/t in the A zone. This is in addition to B zone reserves of 50,000 tons grading 0.57 oz.gold/t and 5.16 oz. silver/t.

Multinational also drilled the New zone, an area 2,300 feet east of, and on trend with, the B Zone. One of the five hole intersected a 7.7 ft. length of 0.535 oz.gold/t and 18.38 oz.silver/t. Similar quartz veining was noted in a backhoe trench; samples yielded 6.2% lead, 16.7% zinc and 4.8 oz.silver/t with only trace gold suggesting a telescoped vertical zoning for the discovery area.

In the Cirque Zone 3,000 feet south of the New zone, rock sampling indicated anomalous gold and silver values.

Multinational's consulting geologist, N.C.Carter, Ph.D., P.Eng., has recommended a minimum of \$250,000 in 1989 to further investigate several new targets.

The joint venture has elected not to buy the mill and camp facilities pending an agreement to use the access road.

CALPINE RESOURCES INCORPORATED (CLP-V)

<u>HOLE</u>	<u>INTERVAL.FT.</u>	<u>LENGTH</u>	<u>OZ.GOLD/T</u>	<u>OZ.SILVER/T</u>
CA88-3	283.8-301.1	21.3 ft	0.220	0.243
Hole abandoned in mineralization at 305.1 feet				
CA88-5	111.2-354.3	242.1	.125	
incl.	112.2-122.0	9.8	.346	.71
	189.3-218.8	29.5	.22	
	251.6-304.1	52.5	.267	.95
incl.	256.6-289.4	32.8	.332	1.18
Hole abandoned in mineralization at 354.3 feet				
CA88-6	294.6-391.1	96.5	.730	1.12
incl.	301.2-353.7	52.5	1.33	1.99
Hole abandoned in mineralization at 391.1 feet				

WINTER DRILL - Calpine Resources Incorporated has PROGRAM PLANNED has announced that Prime Explorations Ltd., manager of the Eskay Creek project, has finalized a drilling plan for Calpine's discovery on the 21 zone. Bids have been solicited for an open drilling contract to start as soon as crews can be mobilized. The drill will have a depth capacity of at least 1,500 feet. A tractor and other equipment will also be brought to the property for drill moves and camp servicing, to keep helicopter support to a minimum. Calpine's intent is to drill throughout the winter. The camp has been winterized.

The 21 zone lies on a plateau at an elevation of approximately 3,500 feet, and all existing and planned collar locations are accessible from the camp. The proposed drilling will test the width of the 21 zone in the area of the discovery.

Calpine has also an agreement in principle to acquire a 66.67% interest in four mineral claims immediately contiguous to the north, west and east of the principal property. The interest will be earned by the payment of \$50,000 cash, the issuance of 200,000 Calpine shares over two years and a work program of \$300,000 over the same period. The claims are subject to a 2% net smelter royalty.