

George Cross News Letter

NO.190(1988)
OCTOBER 3, 1988

REDFERN RESOURCES LTD.

HOLE	LENS	INTERVAL, FT	LENGTH	GOLD		SILVER		COPPER		LEAD		ZINC	
				OZ/T	%	OZ/T	%	%	%	%	%		
87-1	G	1812.5-1837.5	25.0	0.03	1.30	0.52	0.55	2.28					
		1857 - 1877.5	20.5	.185	6.50	1.37	2.78	8.00					
87-5	G	2102 - 2115.5	13.5	.07	2.48	1.31	1.08	6.03					
88-2	B	701 - 715	14	.015	1.76	.51	1.55	11.63					
88-3	E	566 - 574	8	.11	1.55	2.48	.13	.39					
		582 - 639.5	57.5	.088	1.83	4.60	.25	3.09					
88-4	G	547 - 572	25	.065	1.88	.61	.6	3.36					
88-5	G	694.5- 704.5	10	.046	2.70	.77	.77	4.06					
		719 - 726.5	7.5	.048	.99	.88	.65	6.13					
		738.5- 743.2	4.7	.04	1.62	1.16	1.05	6.42					
88-6	G	361 - 364	3	.014	1.146	.43	1.00	4.00					
88-7	G	477 - 485	8	.04	1.29	.98	1.85	6.12					
		495.7- 501.4	5.7	.17	9.16	2.39	2.04	14.04					
		518.5- 542	23.5	.04	1.91	.30	1.00	3.01					

TULSEQUAH RESULTS REPORTED - Redfern Resources Ltd. has reported assays for holes 88-4 through 88-7 from the underground program on the Tulsequah Chief project 100 km south of Atlin, B.C., in which Redfern may earn a 40% working interest by spending \$3,000,000 with Cominco Ltd. as operator. These holes represent the beginning of a grid drill pattern on the new "G" lens discovered by holes 87-1 and 87-5 last year (see table). The "G" lens has now been intersected in 6 holes over a strike length of 450 ft. and a dip length of 450 ft. It remains open in all directions. Some dikes have disrupted the intercepts in holes 88-5 and 88-7 and the mineral horizon in hole 88-6 has been cut off by a dike.

Hole 88-8, directed some 300 ft. below hole 88-3 has finished with a mineralized intercept of about 9 ft. submitted for assay. Holes 88-3 and 88-8 now confirm that the "E" lens continues at least 700 ft. down plunge from the lowest mine level.

A stratigraphic test hole is now drilling in the central fault block, after which the drill is expected to test the southwestern extension or "F" zone. An exploration drift to establish a new drill station for "G", "B" and "E" lens definition drillings is under consideration. (See GCNL No.179, p.1, 16Sep88 for previous drilling results).

The 40% owned Premier gold project is proceeding on schedule. It is expected that production will be 77,000 oz. gold and 900,000 oz. silver over the first four years, starting April 1989. The \$3,000,000 exploration program for 1988 will continue this fall.

Exploration has yielded some interesting results in the 609 and 602 underground zones near the Premier open pit (SEE TABLE). These results include an opportunity to develop higher grade underground reserves.

Some 30,836 feet of drilling has been completed to Aug. 29, 1988 in the Big Missouri open pit area, with results from the S-1 zone in the table overleaf. 104B046

Drilling in the Martha Ellen zone pit area has outlined 75,000 tons of 0.10 oz. gold/t previously thought to be waste (SEE DRILL RESULTS OVERLEAF).

TENAJON SILVER CORP. (TJS-V)

MAIN ZONE CHANNEL SAMPLES CUT AT THE NO. 35 CROSSCUT:

	GOLD		SILVER		COPPER		LEAD		ZINC		WIDTH FEET
	uncut	cut	uncut	cut	%	%	%	%	%		
	OZ/T	OZ/T	OZ/T	OZ/T	%	%	%	%	%		
SOUTH											
Side	1.060	.798	2.95	0.49	2.85	10.22	39.4				
NORTH											
Side	.657	.618	1.68	0.52	1.38	5.70	36.0				
AVERAGE	.867	.712	2.34	0.50	2.15	8.06	37.7				

DIAMOND DRILL HOLE ASSAYS:

HOLE NO.	INTERVALS, FT.	WIDTH, FT.	OZ. GOLD/T
88-25	417.5-419.5	2.0	0.612
	646.5-650.4	3.9	.139
88-26	573.2-592.1	18.9	.291
	606.9-631.5	24.6	.427
88-27	558.6-565.8	7.2	.137
88-28	459.4-518.4	59.0	.121
	including 488.2-496.9	8.7	.375
and	515.0-518.4	3.4	.371
88-30	421.8-430.3	8.5	.110
88-31	441.2-446.8	5.6	.310
88-33	498.3-521.6	23.3	.165
	590.5-617.5	27.0	.083

Tenajon 50%, Esso Resources 50%, have reported recent results on the SB property, 19 miles north of Stewart, B.C. Underground exploration is continuing on the northern Main zone. Seven drill stations have been cut at 85 foot intervals in the adit along 590 feet of strike, and a fan of underground diamond drill holes will be completed from each station. Drilling is now in progress with 5 holes completed. The drilling will also test the area of a 1987 intersection of 230 oz. gold/t across 1.3 feet. Surface drilling is continuing, as long as weather permits, to test the southern extension of the zone 1500 feet south of the underground work. The intersections on the surface drill holes are different to the heavy sulphides opened underground. The surface drill hole intersections have extended the zone by 450 feet to the south. (See table above).

CAZADOR EXPLORATIONS LIMITED (CAZ-V)

ENDAKO AREA PROPERTY - John Arthur Chapman, president TO BE FURTHER EXPLORED of Cazador has reported completion of the sale of 450,000 shares at 40¢ each for proceeds of \$153,000 through Pacific International Securities Inc. The shares are scheduled to start trading on the Vancouver Stock Exchange on Oct. 3, 1988. Following the sale of the prospectus shares there are 1,770,000 shares issued including 750,000 shares in escrow. Directors of the company are: J.A. Chapman, president, Rolando Andaya, C.A. Roy Lammie, Stephen B. de Verteuil, J.J.E. Dagenais, Tor Jensen, and Wm. B. Kure.

The Cazador 7150 hectare property is located on Hanson Lake, 18 km north of the Endako molybdenum mine, 125 miles west of Prince George in central B.C. The property covers one of the largest polymetallic soil geochemical anomalies in Canada. The president states, "Extremely anomalous silver-copper and silver-lead-zinc zones have been defined within an immense area which is itself highly anomalous in lead-zinc. This encompassing anomalous area is 9 km long and up to 2 km wide. There is a very significant silver anomaly covering 5 hectares near the west end of the property with silver values averaging 60 grams per tonne and reaching concentrations as high as 220 grams per tonne. (SEE MAP OVERLEAF) This remarkable concentration and association of metals, together with the rock types and structures, indicates that the most likely source of the anomalies is either massive sulfide or epithermal mineralization with precious metals. In some places the concentrations of metals in the soils is much higher than in the bedrock which indicates that the source of the metals has not yet been found."

Cazador Explorations will start a program of detailed soil sampling and geological mapping over the known anomalous areas in the next few weeks.

CANALASKA RESOURCES LTD. (CKE-V)

UPDATE ON ZEBALLOS - Canalaska Resources holds an option from New Impact Resources to earn a 50% interest in the Central Zeballos Gold property, 5 km. north of Zeballos, Vancouver Island, B.C. by spending \$500,000 on exploration over two years. The current program is to establish a grid at 10 meter intervals on 50 meter lines and 100 meters long to test the 800 meter inferred extension of the main vein. VLF electromagnetic and magnetometer surveys will be run over the grid and the west extension of the vein will be trenched and the possible east extension is to be mapped and surveyed. Other targets on the property will be tested. This program is designed to select drill targets.

Harry Barr, president of Canalaska Resources said previous engineering reports indicate the Zebalos project has proven and probable reserves of some 10,000 tons grading 0.44 oz. gold/t. Previous underground production and development at the mine amounts to \$5,000,000 at current prices. The company is negotiating for additional flow through funding with which to continue the property exploration. Canalaska recently sold 160,256 shares to Nim at 78¢ each for a total of \$125,000.

TEESHIN RESOURCES LTD. (TEE-V)

THREE PROPERTIES OPTIONED - Teeshin Resources reported that it has entered into option agreements with three different vendors for two properties on Dome Mountain and one in the Sibola Mountain area, both in B.C. Teeshin can earn a 50% interest from Zuni Energy Corp. on 6 contiguous claims on Dome Mountain by spending \$150,000 on the claims over 3 years. Ralph R. Keefe has granted Teeshin an option to earn a 100% interest on 11 claims in the Dome Mountain area by issuing 60,000 shares over 2 years with the vendor retaining a 2% net smelter return. Robert Hamblin has granted Teeshin an option to earn a 100% interest in 10 claims on Sibola Mountain, Omenica Mining District, B.C. by issuing 90,000 shares with the vendor retaining a 2% net smelter return. The company plans to carry out preliminary exploration work on all three properties by the end of 1988.

TUNGCO RESOURCES CORPORATION (TNG-V)

FIRST ASSAY RECEIVED - Tungco Resources Corporation has received the first assay result from its ¹⁰⁴⁸⁰¹⁵ 5,000 foot drilling program on the Waratah property in the Iskut River gold camp of northwestern B.C., 2 miles east of the SNIP deposit and 4 miles north of the Johnny Mountain mine. Hole 88-36 intersected the No. 7 vein 45 feet below the last hole of the March 1988 drilling program. Hole 88-36 intersected 4.3 feet grading 0.226 oz. gold/t from 164.4 to 168.7 ft. Assays are pending for another 3 holes on the No. 7 vein.

Drilling is currently focused on the Gold Bug vein, which has yielded surface assays up to 0.30 oz. gold/ton across 2.7 feet.

Tungco has instructed its consulting engineers to calculate preliminary reserves for the Bluff and No. 7 veins, where more than 30 holes have been drilled.

CAZADOR EXPLORATIONS LIMITED

