

George Cross News Letter

NO.191(1988)
OCTOBER 4, 1988

CREW NATURAL RESOURCES LTD. (CMT-V) (FORMERLY T.P. RESOURCES LTD.)

INTERVAL	LENGTH	COPPER %	OZ. GOLD/T	NAME CHANGE AND ASSAY
15- 24 ft	9 ft.	0.67 %	0.011	RESULTS REPORTED
24- 42	18	.06	.001	Crew Natural Res-
42- 60	18	.59	.020	ources Ltd. changed
60- 70	10	.55	.029	its name from T.P.
70- 80	10	1.06	.016	Resources Ltd. on
80-130	50	.55	.0178	Sept.28, 1988.
130-180	50	.68	.0168	The company also
180-230	50	.23	.008	reported assay results
230-280	50	.37	.0148	from the second drill
280-330	50	.44	.0062	hole of a four hole
<u>330-350</u>	20	<u>.33</u>	<u>.0085</u>	program on the 100%
335 ft.core length	0.43%	0.013		owned Red Dog property

subject to a 3% net smelter return. The Red Dog copper-gold porphyry deposit is located 8 km northeast of Holberg on the northern end of Vancouver Island, B.C. Assays performed on 10 foot sections for the upper 350 feet of the 763 foot deep hole averaged 0.43% copper, 0.013 oz.gold/ton; equivalent to 0.827% copper. Drill hole RD 88-2 was drilled vertically, 430 feet from RD 88-1A (See GCNL No.183, p.1, 22Sep88 for assay results) and 300 feet from BHP-Utah drillhole RC-143, which reported similar copper grades over 177 feet before entering a dyke.

REA GOLD CORPORATION (REO-V,T;REOGF-Nasdaq) VERDSTONE GOLD CORPORATION (VGC-V)

NEGOTIATIONS STARTED - Rea Gold Corporation has started negotiations to acquire Verdstone Gold Corporation's interests in the "CK" lead, zinc, silver property, located near Clearwater, B.C. and the "Goldy" gold property, located near Carmacks, Yukon. The proposed sale of these assets to Rea Gold is subject to independent evaluation and to approval by the regulatory authorities.

Due to the foregoing negotiations Verdstone will not be proceeding with the private placement financing announced on 21Sept88.

SKYLINE EXPLORATIONS LTD. (SKX-T,V)

West Rib of Stope +13 ft. West:		PROGRESS REPORT
SAMPLE WIDTH	OZ. GOLD/T	
Footwall	2.0 ft.	1.641
	2.0	1.961
	2.0	8.176
	2.0	1.046
	2.0	2.431
	2.0	3.119
	1.6	5.900
	1.6	.118
Hanging wall	2.3	1.342
Total True Width	= 17.5 ft.	
Weighted Average Grade	= 2.826	
West Rib of Stope +21' West:		
SAMPLE WIDTH	OZ. GOLD/T	
Footwall	2.0 ft.	0.654
	2.0	3.153
	2.0	7.760
	2.0	2.632
	2.0	1.565
	2.3	.950
	2.0	.588
	1.3	.220
	2.0	.445
Hanging wall	3.0	.631
Total True Width	= 19.6 ft.	
Weighted Average Grade	= 1.904	

feet of true width. (See GCNL No.182, p.1, for previous drift assays and much detail on the <u>Johnny Mountain Mine</u>)		

GULF INTERNATIONAL MINERALS LTD. (GIM-V)

OLE NO.	INTERVAL FEET	FEET	COPPER %	SILVER OZ/T	GOLD OZ/T	PROGRESS REPORT
8-29	145.0-149.0	4.0	0.24	0.09	0.294	R.E. Davis, president of Gulf Interna-
	160.4-165.7	5.3	1.27	10.03	.530	tional Minerals
	177.5-179.5	2.0	5.12	.50	.309	Ltd., reports
	186.0-189.3	3.3	1.30	.52	.349	that the 1988
	190.6-193.9	3.6	1.19	2.66	.158	surface core
	286.1-287.1	1.0	.22	.22	.138	drilling pro-
	316.3-320.9	4.6	.54	.07	.175	gram on the
	375.4-373.7	2.3	.21	.05	.189	100% owned
8-30	137.8-141.1	3.3	.37	.21	.273	McLymont Creek
	225.1-228.7	3.6	.04	.02	.143	property in the
8-31	48.9- 49.9	1.0	.04	.05	.336	Iskut gold/camp
	92.2- 96.5	4.3	.71	.66	.152	some 100 km
	96.5- 99.4	2.9	.07	.12	.027	north of
	99.4-102.7	3.3	.29	.62	.222	Stewart, B.C.,
	102.7-106.0	3.3	.25	.66	.598	was completed
	106.0-109.3	3.3	.32	1.17	1.040	September 25th.
	92.2-109.3	17.1	.36	.66	.402	During this
	147.0-150.3	3.3	.01	.20	.155	season the

 extending the strike length of the Camp zone and has established the nature and potential extent of the Northwest high grade zone. Work on this property is continuing and includes detailed geological mapping as well as further geochemical surveys on unexplored parts of the property.

New assay results on drill core from the Northwest zone above. Further assay results will follow in the next few days. (SEE GCNL NO. 181, P.1, 20SEPT88 FOR PREVIOUS DRILL RESULTS).

WESTERN CANADIAN MINING CORPORATION (WCD-V)

SULPHURETS GOLD CORPORATION (SLE-V)

DRILL HOLE	AZIM. DEG.	DIP DEG.	LENGTH M.	INTERVAL M.	LENGTH M.	COPPER %	GOLD OZ/T
K87-5	60	-60	228.9	143.0-224.0	81.0	0.61	0.009
K87-8	90	-60	147.2	28.4-115.1	86.7	1.10	.011
K88-1	90	-62	272.8	176.2-272.8	96.6	.99	.010
K88-11	90	-60	212.8	51.0-173.3	122.3	1.27	.011
K88-14	90	-60	272.8	33.0-182.4	149.4	.50	.006
				including 33.0- 83.6	50.6	.82	.008
K88-15	90	-60	239.9	90.5-200.0	109.5	.54	.008
*K88-16	125	-60	106.1	66.0-106.1	40.1	.82	.013
*K88-17	140	-60	57.0	41.3- 57.0	15.7	.63	.009
K88-18	60	-60	255.4	21.0-164.0	143.0	1.00	.012
				including 103.2-164.0	60.8	1.32	.017
*K88-20	90	-60	152.1	76.0-103.0	27.0	.69	.009
*K88-21	V	-90	213.1	162.1-213.1	51.0	1.12	.016
*K88-22	V	-90	136.9	69.1-136.9	67.8	.71	.011

*Note: Drill holes 16, 17, 20, 21 and 22 all ended in mineralization. Holes 16 and 21 had just entered higher grade mineralization and holes 17, 20 and 22 bottomed before reaching projected higher grade mineralization.

KERR DRILLING PROGRAM COMPLETED - Western Canadian Mining Corporation 70% and

Sulphurets Gold Corporation 25% have completed the 1988 drilling program, costing over \$1,000,000, on the Kerr property 60 km north of Stewart, B.C. The program included 3,589 meters of drilling as well as geological, geophysical and geochemical surveys.

Geophysical surveying has defined an area of low resistivity and high chareability over 2000m that is open in both directions. Diamond drilling tested 1000m of the anomaly and has outlined a porphyry copper-gold system, with a high grade copper-gold core.

The copper mineralization consists of primarily chalcocite, chalcopyrite and some native copper. Based on 12 drill holes and geological correlation, a deposit has been defined that averages 0.84% copper, 0.01 oz. gold/t and 0.06 oz. silver/t with current indicated dimensions of 1000m strike length, 100m thickness and 200m width. Some 66,000,000 tons can inferred. The deposit dips 50 degrees west and is open in 3 directions.





The table above lists the 1987-88 drill holes on the B zone that define this new copper-gold deposit.

SEE MAP OVERLEAF.

Consolidated Brinco Limited has acquired 1,144,781 shares of Western Canadian Mining at \$1 per share as a result of a recent rights offering of 1,145,837 shares. Brinco now holds 3,716,073 shares representing 40.5% of the issued shares of Western and has been granted a warrant to buy up to 458,334 shares of Western at \$1 per share until March 13, 1989.

PLAN

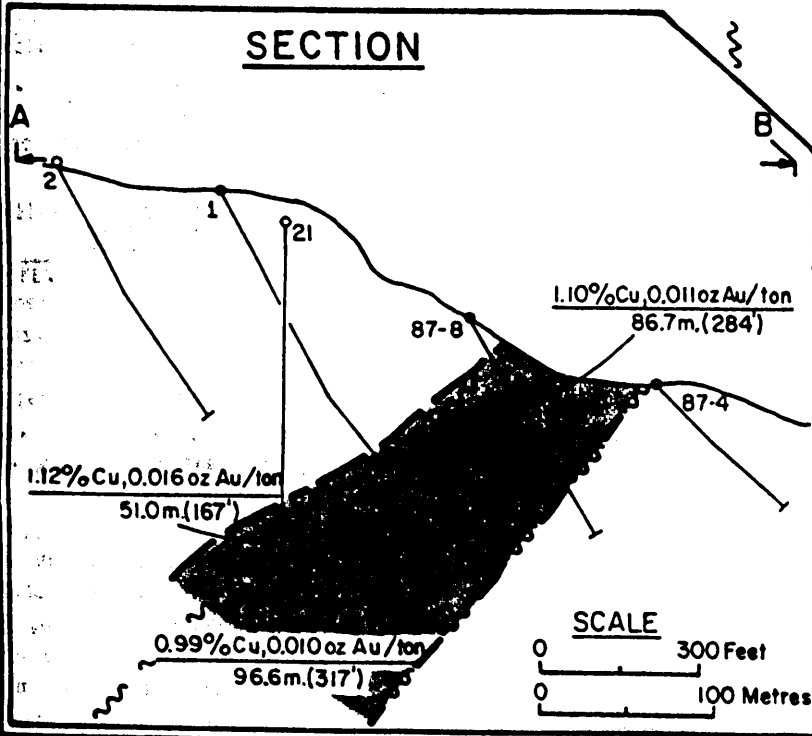
LEGEND

-  GEOPHYSICAL ANOMALY
-  SURFACE TRACE OF HIGH GRADE COPPER-GOLD MINERALIZATION.
-  1988 DRILL HOLE
-  1987 DRILL HOLE

SCALE

0 100 200 Metres

0 300 600 Feet



WESTERN CANADIAN MINING CORPORATION
KERR PROJECT

LARAMIDE RESOURCES LTD. (LAM-V)

AGREEMENT WITH MINNOVA REACHED - Albert F. Reeve,

president, reports that Laramide Resources Inc. has agreed to sell Minnova Inc. 2,500,000 shares at 90¢ each to provide the funds required by Laramide to acquire the 65% interest of Abermin Corporation in the Lara property, 15 miles north of Duncan, Vancouver Island, B.C. Laramide can purchase the interest for \$2,300,000 in cash with Abermin retaining a 10% net profits of production royalty. Minnova has the option to earn up to a further 2,000,000 shares of Laramide by making exploration and development expenditures on the Lara property at the rate of 1 share for every \$1 spent for the first \$1,000,000 and 1 share for every \$1.50 spent for the next \$1,500,000 of expenditures. If fully consummated, the transaction will result in a change of control of Laramide, and is subject to shareholder and regulatory approval, and to the concurrent closing of the Lara property acquisition.

The successful completion of the purchase of Abermin's interest will give Laramide a 100% interest in the promising gold-base metals deposit on southern Vancouver Island. The company's present estimate of drill indicated reserves is 583,000 tons averaging 1.01% copper, 1.22% lead, 5.87% zinc, 2.92 oz. silver/ton and 0.138 oz. gold/t.

Mr. Reeves commented, "Minnova has recognized expertise in developing and operating Canadian polymetallic mines and will provide Laramide with the essential financial strength to advance the Lara project toward production".

CHAPLEAU RESOURCES LTD. (CHI-V)

DRILLING CONTINUES - Mark D. Best, president of Chapleau ON BAR PROPERTY Resources Ltd. reports that to date a total of 2,800 feet of drilling has been completed in eight holes on the Bar property, located near Cranbrook, B.C., in which **GUNSTEEL RESOURCES INC. (GUN-V)** can earn a 50% interest over 2 years. Six of these holes have tested a structurally controlled epithermal system, discovered by Hole B88-3,

EQUINOX RESOURCES LTD. (EQX-V,T)

PAN AMERICAN MINERALS CORP. (PAA-V)

EQUINOX ACQUIRES INTEREST - Equinox Resources Ltd. and IN J & L DEPOSIT, B.C. Pan American Minerals Corp. *82M003* reported the signing of a letter of intent whereby Equinox may acquire up to a 50% joint venture interest in the J & L polymetallic sulphide deposit located near Revelstoke, B.C. and up to 2,700,000 treasury shares of Pan American Minerals by spending \$5,000,000 over 5 years on exploration, Pan American accounts payable and on-going Pan American general and administrative expenses. The agreement is subject to regulatory approval, Pan American shareholder approval and execution of a formal agreement.

X-CAL RESOURCES LTD. (XCL-T)

DRILLING PROGRAM STARTED - Shawn Kennedy, president of *92K036* X-Cal Resources Ltd., reports that the Fall percussion drilling program has started on the company's Snowbird property at Fort St. James, B.C. One hundred holes are being drilled in order to define the strike extensions of the major structure which is host to the Snowbird gold deposit. A new comprehensive geological map of the entire 5,500 acre property is being prepared. The information will be used to target the proposed winter diamond drilling program on the new North zone, the Snowbird zone and such favourable areas as may be located along strike from the existing deposit.

INTERSTATE ENERGY CORP. (ITS-V)

JOY 5 & 6 CLAIMS ACQUIRED - Ernest J. Fowler, president reports that Interstate Energy Corp. has acquired the Joy 5 and 6 mineral claims, 40 units, in the Liard mining division, some 100 km north of Stewart, B.C. for a cash payment of \$10,000 upon execution, a further payment of \$50,000 by 30Jun89 and by issuing 200,000 shares in stages.

FOR THE RECORD

BALLATAR EXPLORATIONS LTD. (BLE-V) reports that work crews are completing prospecting, geological mapping and soil sampling on the company's property south of the Blackdome mine, Clinton mining division, B.C. Several new areas of quartz veining and quartz float have been discovered. Assays are pending. Initial soil samples have highlighted a new gold anomaly with values up to 790 parts per billion. Trenching and diamond drilling are to follow in October. Ballatar has agreed in principle to purchase a 100% interest in the property, currently held under option, from Kargen Developments Ltd. for \$39,000. Kargen will retain a 15% net profit interest.