

George Cross News Letter

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UNIVERSAL TRIDENT INDUSTRIES LTD. (UTI-V) RHYOLITE RESOURCES INC. (RHY-V)

HARRISON LAKE UPDATE - Ronald H.D. Philip, president of Universal Trident Industries Ltd., reports that a trenching program which has been underway for three weeks is exposing numerous gold-bearing veins in a stockwork on the Harrison Lake, B.C. property. Universal Trident is earning a 51% interest in the Harrison Lake property from Rhyolite Resources Inc. by spending \$2,500,000 on exploration over four years.

Samples from the trenching program have yielded gold and silver assay values ranging from 0.813 oz.gold/ton and 0.32 oz.silver/t, to 0.867 oz.gold/t and 5.73 oz.silver/t. One sample from the north Vein zone assayed 12.740 oz.gold/t and 4.42 oz.silver/t.

Continued channel sampling across the stockwork is underway to investigate additional veining along the northern part of a 2 km zone that runs the length of this property. Drill sites are being prepared for a diamond drilling program which is scheduled to begin soon.

MIKADO RESOURCES LTD. (MKO-V) GOLDEN ARCH RESOURCES LTD. ROPER RESOURCES INC.

SAMPLES FROM RED - James H. Simpson, president of Mikado Elephant Reported Resources Ltd. reports the following results from recent surface and underground sampling at the Red Elephant project, Sloacan mining division, B.C. Roper Resources Inc. can earn a 50% interest with Mikado retaining 35% and Golden Arch Resources 15%. In the tunnel, 80 feet in elevation below the surface outcrop at the shaft, grab samples carried values of 0.345, 0.064 and 0.178 oz.gold/ton.

In a surface trench 250 feet to the north the zone is 6 to 10 feet wide. Grab samples from a stock pile ran 0.902 and 0.114 oz.gold/t.

A 40 pound bulk sample taken in the shaft returned values of 0.745, 1.83, 3.18, 2.18, 1.30, and 1.10 oz.gold/t. The bulk samples represents a width of 4 feet on the north wall of the shaft and has an average grade of 1.72 oz.gold/t with a value of approximately \$840 per ton.

The zone has a strike length in excess of 250 feet and is open in three directions. Widths of up to 10 feet have been exposed in the trenches.

ESPERANZA EXPLORATIONS LTD. (EEP-V)

<u>HOLE NO.</u>	<u>INTERVAL</u>	<u>THICKNESS</u>	<u>OZ. GOLD/T</u>
E88-203	1041-1118 ft	77 ft.	0.08
	incl. 1046-1102	56	.09
	incl. 1069-1102	33	.11
	incl. 1092-1102	10	.21

GOLD HORIZONS - John S. Brock, president of Esperanza WIDEN AT DEPTH Explorations Ltd., previously reported (GCNL NO.188, P.1, 29SEPT88) that step-out drilling intersected gold mineralization 1700 feet to the north of the drill-indicated reserves at Tillicum Mountain, near Burton, southeastern B.C. Since that time a deep exploratory hole has demonstrated that gold values persist to depths over 1000 feet.

Mr. Brock notes that hole 203 is significant in that the deep intersection at the 1760 meter level contains gold values over greater widths than formerly anticipated. As a result, the overall reserve potential at Tillicum Mountain is still wide open.

The upper portion of the deposit is now being explored from underground at the 2160 meter level. Drilling is continuing with two surface rigs. (SEE GCNL No.175, p.1, Sept.12,1988 for reserve figures).

MERIDOR RESOURCES LTD. (MRO-V) announced that Meridor entered into an exploration agreement with NIM Resource-1988 & Co., Ltd. Partnership whereby up to \$250,000 will be made available for funding a surface exploration program on Meridor's Iskut River claims, Laird Mining Division, B.C. As consideration, Meridor will issue up to 384,615 flow-thru common shs. to NIM Resource.

ALICE LAKE MINES LIMITED (ALM-V) EQUINOX RESOURCES LTD. (EQX-V,T)

PORT ALICE PROPERTY OPTIONED - On September 29, 1988, Alice Lake Mines Limited signed a joint venture agreement granting Equinox Resources Ltd. the right to explore and develop a 48 claim group near Port Alice on Vancouver Island, B.C. Equinox can earn a 75% interest by paying \$75,000 and spending \$2,000,000 on the property by June 30, 1993; \$5,000 was paid by Equinox upon signing the agreement. Equinox is to begin work on the property immediately.

MENIKA MINING LTD. (MML-V)

FUNDING REPORTED - Charles Boitard, president, reports that on October 7, 1988, Menika Mining Ltd. arranged a flow-through financing with NIM Capital Corporation of \$125,000 at 65¢ per share. The company has also arranged a private placement financing of \$46,800 at 52¢ per share with one warrant attached for every two shares purchased, exercisable until Oct. 7, 1989 at 62¢ per share. The proceeds will be used to test drill at depth the mineralization uncovered by D.D.H. #88-1 on the MO Group, located on the west side of Deadman Valley, B.C., some 40 km north of the Afton mine.

The property consists of 7,000 acres held in an equal joint venture by Menika, Green Valley Mine Incorporated and Lakewood Mining Co. Ltd.

D.D.H. #88-1, financed by Green Valley, cut through a basalt cap of 1,034 feet and 60 feet of clay alteration. Due to drilling difficulties, the drill hole was abandoned at 1,123 feet in banded sulphides indicating mineralization of volcanogenic origin.

TAYWIN RESOURCES LTD. (TYN-V)

PROPERTY ACQUISITIONS REPORTED - Taywin Resources Ltd. has acquired British

Petroleum's entire ownership in the Electrum property on Kyoquot peninsula, 26 km south of Port Alice, Vancouver Island, B.C., in exchange for a 5% net smelter royalty. Plans to mine the high grade gold-silver ore pod on this property have been postponed pending recommended further stepout exploration. This work would be done on and around the Anomaly Creek outcrop which contains electrum mineralization similar to the known pod. Taywin is actively seeking a partner to carry out this work.

Following an extensive program on northern Vancouver Island, two properties are under a joint venture agreement with Jim Liard. The ground contains zinc, and shows promise of copper and gold mineralization. A crew is presently on one of these properties.

Options are being exercised whereby Taywin will acquire two former producing mines. Both properties are precious metals exploration targets; one has a modest published reserve.

The Taylor Windfall mine in the Taseko Lake area of B.C. is being made available for option.

Taywin is well funded and anticipates continued work on its Vancouver Island properties. Full details of the acquisitions will be released when finalized.

SEVEN MILE HIGH RESOURCES INC. (SVH-V)

<u>HOLE</u>	<u>COORDINATES</u>	<u>DIP</u>	<u>INTERVAL.FT</u>	<u>FEET</u>	<u>GOLD</u>	<u>SILVER</u>
					<u>OZ/T</u>	<u>OZ/TON</u>
72449	561E/71N	-53d	725.0-742.9	17.9	0.11	0.43
			753.1-772.3	19.2	.18	.27
			828.2-835.1	6.9	.12	.18
			925.1-940.2	15.1	.16	.26

DRILLING RESULTS FROM - Maurice Hamelin, president of VAULT CLAIMS REPORTED Seven Mile High Resources Inc., reports that assay results have been received from boreholes 72447 to 72453 on the Vault claims near Olanagan Falls, 60 km south of Kelowna, B.C. in which Inco Gold has a 60% interest and Seven Mile High 40%. Boreholes 72447 and 72448 were abandoned, 72450 and 72451 encountered weak or narrow mineralization, and 72452 and 72453 were barren. Holes 72449 and 72451 were drilled to test the main structure; 72450 was drilled at the west end of the structure. Boreholes 72452-53 were reconnaissance holes. Drilling was suspended in early September and will resume in early October. (See GCNL No.189, p.2, Sept.30,1988 for previous article).

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

B.C. GOVERNMENT APPROVES STAGE - Larry W. Reaugh reports 1 PERMIT ON SAMATOSUM PROJECT that Minnova Inc. has informed Rea Gold Corporation that the B.C. government has approved the Stage 1 permit for the construction of the mine facilities on the Samatosum silver project, 35 miles northeast of Kamloops, B.C. Rea has a 30% working interest and 5% net smelter return and Minnova a 70% working interest.

Crews, under the direction of the engineering contractor Proton Systems Limited, have moved onto the site and begun work on clearing the mill site, tailings dam, waste dump and road sites.

Minnova has further informed Rea Gold that approval of the construction program to place the mine into production by Minnova's directors will be recommended at its quarterly board meeting late in October.

Currently there is an ongoing 10,000 foot exploration diamond drill program on the property.