

George Cross News Letter

NO.171(1988)
SEPTEMBER 6, 1988

MERIDOR RESOURCES LIMITED (MRO-V)

HOLE	FEET INTERVAL	FEET WIDTH	OZ/T GOLD	OZ/TON SILVER	% COPPER	% LEAD	% ZINC
88- 3	193.2-197.5	4.3	0.103	0.27	0.19		
88- 8	89.6- 94.5	4.9	.113		.09		
88-13	413.7-419.6	3.9	.165		.16		
88-17	14.1- 20.3	6.2	.174		.13		
	73.5- 84.3	10.8	.125		.19		
incl.		2.0	.260				
88-21	94.5- 98.1	3.6	.140	1.88	.37	0.72	1.80
	255.2-261.8	6.6	.254	.17			
88-24	17.1- 17.8	2.3	.184		.19		

ISKUT RIVER ASSAYS REPORTED- R.W. Hughes, president of Meridor Resources Limited reported assay results from the Iskut River property, 100 km north of Stewart, B.C. Ten zones of gold mineralization were intersected in 7 holes. Ten surface trenches returned gold values of up to 0.396 oz.gold/ton. Surface grab samples take 50 meters along strike from this trench assayed 0.202 oz.gold/t and 0.242 oz.gold/t. A 10,000 foot phase II program to start Sep.15,1988 will test eight of the zones. (Some of these holes were reported in GCNL No.160, p.2, 19Aug88).

MIKADO RESOURCES LTD.(MKO-V)

TURNER ENERGY & RESOURCES LTD.(TUN-V)

ASSAYS AWAITED FROM LONG MASSIVE SULPHIDE INTERSECTIONS

A new massive sulphide zone has been discovered in the area of the Abbott zone on the Mt. Templeman property, located in the Kootenay Arc mineralized belt, 60 miles southeast of Revelstoke, B.C. The new zone is within the favourable Index formation approximately 30 feet from the limestone contact. Massive sulphides have been encountered in four drill holes over zone widths of 48, 50, 68 and 89 feet, along a 65 foot strike length. Assays from these intersections are expected to be published about Sept.10,1988. Drilling is continuing to test the zone along strike in both directions and to depth. (SEE GCNL NO.169, Sept.1,1988 for assay results from drilling in the Abbott zone.) Interests in the property are 70% Mikado and 30% Turner Energy & Resources.

CREAM SILVER MINES LTD. (CEM-V)**SELECTED HIGH GRADE GRAB SAMPLE ASSAYS FROM SPLIT LAKE**

AMPLE NO.	GOLD OZ/T	SILVER OZ/T	CADMIUM %	COPPER %	LEAD %	ZINC %
1	0.504	3.0	--	N/A	N/A	N/A
SL01	3.49	N/A	--	N/A	N/A	N/A
SL02	10.41	40.36	.017	1.39	9.07	1.37
SL03	4.88	6.51	--	0.23	13.70	--
SL04	2.48	5.84	.013	1.79	3.41	--
SL05	8.17	21.37	.069	0.10	5.43	5.39

STRATHCONA PARK & THREE EXPLORATION PROJECTS REVIEWED

Frank A. Lang, president has reported that Cream Silver Mines has crews stripping along strike of the central exposed vein on the Split Lake property 12 miles east of Sioux Lookout, Ontario. The Central vein has been extended to 800 feet along strike. The Creek zone has been exposed for 450 feet strike length. A second pump and two additional personnel have been added to the crushing sampling crew.

There is a 70 foot section on the Creek zone that has been completely deformed, fractured and cross faulted breaching the vein-system to a width of 40 feet. This appears to be well mineralized and visible gold has been observed.

Mineralization continues to be patchy and occurs in massive sulphide pockets which makes assaying with any degree of accuracy difficult. Channel sampling with a diamond saw will be made at close intervals to determine grades. If warranted a bulk sample will be taken.

Assays from No.1 vein returned values of 0.12, 0.22 and 8.9 oz.gold/t over an average width of 30 inches. The No.2 vein returned erratic values of 0.10 to as high as 0.65 oz.gold/t over 14 inches.

Channel sampling of the Central vein gave 0.25 oz.gold/t over 4 feet while a highly altered carbonate formation zone returned 0.09 oz.gold/t over 17 feet.

The bulk sample assays shown in the table above, although by no means representative, are encouraging. Geological mapping, geophysical surveying, trenching and sampling will continue. Of a proposed budget of \$400,000 about \$180,000 remains to be spent by early November. Cream Silver holds an option to acquire a 100% working interest in the property subject to a 3% net smelter return by spending \$1,500,000 on exploration over three years.

Cream Silver has agreed to acquire a 100% interest, subject to a 3% net smelter return, in 33 claims geologically well located, in the Mishibishu Lake gold belt, near Mawa, Ontario, for 100,000 shares and staking costs. The claims are within the western extension of the Mishibishu Greenstone belt. Gold mineralization in the belt is localized in zones of intense hydrothermal alteration, intermittently along the regional deformation zones. The trends of these zones are now well defined and are more extensive than previously considered. Cream's property is along the postulated western extension of the Eagle River deformation zones which host the Central Crude orebodies 20 kms to the east. Preliminary mapping by the Ontario Geological Survey has indicated interbedded felsic and mafic volcanic flow deformed into a tight, NW plunging, anticlinal fold. A pervasive EW structural foliation is found in the rocks on the property. This style of structural deformation is a prime target for the gold mineralization found in the district to date. Initial exploration will start on the property as soon as possible.

On the Connor Creek property, 10 miles south of Hazelton, B.C. the max-min geophysical survey has extended the anomaly by 1,000 feet. Limited drilling and blasting for a trench has been suspended owing to forest fire hazard. This anomaly is similar in response to that from the original Creek showing where chip sampling of massive sulphide vein gave 0.388 oz.gold/t over 30 cms, 1 foot.