George Cross Relieve K

NO.238(1989) DECEMBER 12, 1989

WESTERN CANADIA

GOLDEN NORTH RESOURCE CORP. (GNO-V.T; GNOXF-NASDAQ)
CANTY ZONE PRODUCTION PLANNING UNDERWAY
HOLE INTERVAL LENGTH GOLD 'NICKEL PLATE ASSAYS
NO. FEET FEET OZ/T ' John S. Godfrey.
GN-89-56 146 - 193 47 0.284 ' pr esident, reports
349 - 389 40 .080 ' Golden North Res-
443 - 466 23 .028 ' ourc es Co rp. has
483 - 486 3 .604 ' completed a 13-hole
' diamond drilling
program totalling 5,806 feet on its 1005-owned <u>Nickel</u>
Plate gold properties located adjacent to Corona Corp's
Nickel Plate mine near Hedley, B.C. Six of the holes
were drilled to the west of the Canty deposit to test
mineralized garnet pyroxene skarn encountered by
drilling last February. Hole GN-89-56, located 700 feet
NW of the Canty deposit, penetrated 731 feet of skarned

and mineralized Whistle Creek formation; see table above. As a result of the above encouraging results and its proximity to the Canty deposit, a further diamond drill program will begin immediately to outline and expand this new gold zone. The drilling will be funded by \$500,000 in flow-through funding from CMP 1989 Resource Partnership & Co. Ltd. Four holes drilled east of the Hedley Pacific property and three holes at the French mine property returned no significant values.

Golden North is proceeding with a joint venture to mine the Canty deposit with Corona to act as operator and utilize its mill, equipment and infrastructure. A Stage I report was submitted to the provincial body if government regulatory and, approved, applications for permits and licenses would be made. Golden North has \$3,800,000 is cash, no debt and 5,933,517 shares issued, of which 45% are owned by Corona. (SEE GCNL No. 175, 12SEP89, P.3 FOR RELATED INFORMATION)

92HSE General