

# George Cross News Letter

NO.35(1989)

FEBRUARY 20, 1989

## NEXUS RESOURCE CORPORATION (NXS-V,T)

PRIVATE PLACEMENT REPORTED - John F. Stevenson, president reported that Nexus Resource Corporation has signed a flow-through private placement agreement with CMP 1989 Resource Partnership wherein it will receive \$500,000 at the average trading price for 20 days prior to Feb.15,1989. Proceeds will be used primarily to fund exploration program on the Debbie/Yellow project near Port Alberni on Vancouver Island, B.C. This will include completing and processing the under-ground bulk sample currently underway on the Mineral Creek zone, compilation of recently completed diamond drill results, and the completion of a mineral inventory on the Mineral Creek, Linda and 900 zones. The work should be completed near the end of April 1989 and will form the basis of planning the balance of the 1989 exploration program. The Debbie project is 50/50 joint venture with Westmin Resources, who are earning a 24.5% interest in the Yellow project. (SEE GCNL No.27, p.1, 8Feb89 for recent project update and results).

## ALPINE EXPLORATION CORPORATION (AXC-V)

### WESTLEY MINES LIMITED (WTY-V)

NEW EXPLORATION COMPANY TO BE FORMED - Willis W. Osborne, president of Alpine Exploration Corporation and Victor J.E. Jones, president of Westley Mines Limited, reported that the companies have agreed to vend their collective options to acquire 100% of the Taseko property into a new company. Under the proposed plan both Apine and Westley will receive 1,000,000 shares in the new company for the property, and \$1,000,000 will be raised through a public issue. The budget for exploraiton on the property in 1989 will be \$800,000 and Alpine will be the operator. The financing will be done through Canarim Investment Corporation as a guaranteed agency offering at \$1 per unit. This agreement is subject to regulatory approval.

The Taseko property is located 130 miles north of Vancouver and consists of 2900 areas in five claims. A new zone, the 88 zone, of gold-copper mineralization was discovered on the final diamond drill hole of last year's program. The hole intersected 149.5 ft. of 0.53% copper and 0.015 oz.gold/t, which included 53 ft. of 0.98% copper and 0.024 oz.gold/t.

## TIGRIS MINERALS CORPORATION (TIG-V)

DRILLING STARTED - G. D'Angelo, president reported that AT OKANAGAN FALLS Tigris Minerals Corporation has begun drilling a deep hole on the Yenner claim east of the Inco Gold/Seven Mile High option, and 2 miles east of Okanagan Falls, 25 miles south of Penticton, B.C. The property is optioned from CORONA CORPORATION (ICR.A,B-V,T,M,AMEX), who can back into a 72% working interest until March 1990 or retain a 10% net profits interest.

## FARGO RESOURCES LIMITED (FR-V)

KAOLIN STUDIES CONTINUE - Lauch F. Farris, president has reported Fargo Resources Limited completed a drilling program at the Lange Bay property 40 miles north of Vancouver, B.C. The program totalled 10,600 feet of HQ sized core drilling from 53 holes. Over 1,000 pounds of primary kaolin sample material was recovered from which process testwork is being carried out in the United States and New Zealand. To date a primary kaolin ore reserve of 6,000,000 tonnes has been approximated.

A more detailed program to test the applications of the primary kaolin products from Lang Bay as a paper filler under way at the research facilities of MacMillan Bloedel.

Work on the Brown Bed secondary kaolin is ongoing at the University of British Columbia where it has been concluded that the clay fraction from this material is an industrially important ceramic raw material, which can find applications in both refractory and pottery industries. Tens of millions of tonnes of this secondary Kaolin have been indicated from the drilling.

A marketing study is near completion.

A pre-feasibility study is scheduled for completion by Mid-March, 1989.