## George Cross News Letter

NO.12(1989) JANUARY 18, 1989

## CHENI GOLD MINES LTD. (CZG-V,T)

FIRST GOLD-SILVER BARS - Paul Girard, president, reports

POURED AT LAWYERS that Cheni Gold Mines Ltd.

poured its first dore bar on 8Jan89 at its Lawyers gold-silver property in the Toodoggone area, north-central B.C., 250 miles north of Smithers. To date, more than 100 pounds of builton have been produced containing 52 ounces of gold and 1,389 ounces of silver. The mining and milling operations are in the final stage of commissioning, less than 19 months from start of access road construction in June 1987.

The mine is expected to produce an average of 40,000 ounces of gold and 1,000,000 ounces of silver during the next seven years at least .

Ore reserves in all categories are currently estimated at 1,938,000 tons grading 0.198 oz.gold/t and 7.09 oz.silver/t. A 3,000-foot diamond drilling program will start this week to test the depth extension of the AGB zone below the 1700-level.

To provide additional working capital a loan of \$5,325,000 has been arranged from the majority shareholder, Cheni S.A.

## CHAPLEAU RESOURCES LTD. (CHI-V)

UNDERGROUND WORK PROPOSED FOR BLACK BEAR - Chapleau

Resources Ltd.

was recently able to access the ore zone in the newly discovered Black Bear adit on the Keen Group, located at Keen Creek, near Kaslo, B.C. The adit is 20 meters in length, with a 14 meter long cross-drift to the east, also exhibits a raise to a stoped out upper level. The cross-drift ended in ore grade material. Following are composite assays taken from the end of the cross-drift:

 OZ.GOLD/T OZ.SILVER/T LEAD
 ZINC
 CADMIUM

 Grab Samples (3)
 0.008
 2.19
 3.73
 12.72
 0.206

 Chip Samples (4)
 .004
 1.64
 2.63
 6.35
 .094

Plans are being formulated for rehabilitating the Black Bear, and extending the cross-drift to the east in order to drill the ore intersection from underground and to take a bulk sample of ore.

A total of 2,416 feet of diamond drilling has been completed on the Keen group. The program identified two major shear zones, the "16 to 1" and Last Chance shears, both of which have old workings associated with them. Mineralization was encountered on both shears.

The company is presently evaluating the results of the drill program, and a report with recommendations for 1989 is expected by month end.

## STAR ONE RESOURCES INC. (SOQ-V)

1988 EXPLORATION REVIEWED - William A. Travnik, president reports Star One Resources

Inc. has completed the 1988 exploration program on the 65.35% owned Mineral Hill property, which consists of 3000 acres an the Alaska side of the border and 800 acres on the B.C. side of the border, immediately west of and adjacent to the Premier gold project, 18 km north of Stewart, B.C. The 1988 exploration program, which included geochemical surveys outlined 10 gold, silver, copper, zinc and lead anomalous zones. The average of twelve 5 ft. trenching samples on the southern end of the Shasta grid on an anomaly extending 600 ft. in length and up 200 ft. in width was 0.076 oz.gold/t, 8.84 oz. silver/t. 1.363% lead and 2.95% zinc. Three holes drilled in this area carried minor gold values, with one intersection returning 0.11 oz.gold/t over 3.5 ft.; the entire cores will be reassayed as only the sulphide zones were assayed and Westmin has advised that gold values are encountered in siliceous and quartz carbonate stringers. Two diamond drill holes are planned for 1989 to test an anomalous zone of at least 300 ft. wide and 1200 ft. long on the northern end of the Shasta grid.

TECHNIGEN CORPORATION (TGP-V; TGPAF-Nasdaq) has purchased a 100% interest in the TRAC 1 to 5 mineral claims, 90 units near Cache Creek, Kamloops mining division, B.C., for the issuance of 50,000 Class "A" shares to one individual. A program of further geochemical sampling and drilling is planned to start in the spring of 1989.