

George Cross News Letter

NO.13(1989)

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BETTER RESOURCES LTD. (BRZ-V)

	<u>CUT-OFF</u> <u>OZ.GOLD/T</u>	<u>SHORT</u> <u>TONS</u>	<u>GOLD</u> <u>OZ/T</u>	<u>SILVER</u> <u>OZ/TON</u>
Possible Open Pit	0.05	274,500	0.184	0.74
Underground	.10	<u>332,100</u>	<u>.208</u>	<u>1.10</u>
Total		606,600	.197	.94

NEW RESERVES AND PRELIMINARY FEASIBILITY STUDY REPORTED

Dennis C. Baxter, director reports that Better Resources Ltd. has completed a reserve calculation for the Mt. Washington gold-silver deposit 15 miles west of Courtney, Vancouver Island, B.C., incorporating the results of 17,682 ft. of drilling in 1988 with the previous results.

Planning is underway for a preliminary feasibility report. Preliminary capital and operating costs for a 200 ton per day are awaited. Planning is also underway for the 1989 program to expand existing reserves and to explore other potential on the 12,000 acre property.

Noranda Exploration Company have made the 31Dec88 payment on the Murex joint venture part of the Mt. Washington property, where Noranda can earn a 51% interest by making payments of \$100,000 and spending \$2,500,000 on exploration by Dec.31, 1990, of which \$750,000 is required in 1989. Detailed 1989 program plans are awaited. (SEE also GCNL No.222, Nov.18,1988).

NIC-NIK RESOURCES LTD. (NNK-V)

EXPLORATION PLANNED- Ronald H.D.Philp, president reports that following completion of Nic-Nik Resources Ltd.'s primary offering of 400,000 shares at 40¢ each on the VSE, the company's consultants are conducting a review of earlier work carried out on the Blue Grouse property, south of Cowichan Lake on Vancouver Island, B.C. towards implementing an early exploration program. A program of gridding, geological, geophysical and geochemical surveys, plus trenching and underground rehabilitation has been recommended.

The Blue Grouse property is a former copper-silver producer, having operated during 1917-1919 and 1956-1960 when it produced 275,000 tons yielding 15,000,000 lbs. of copper and 78,000 oz.silver. During 1987, several anomalous area were outlined by geophysical-geochemical surveys, the latter indicating a possible extension to the earlier copper deposit, plus an area anomalous for gold about 2.3 km to the northwest.

The company is also investigating a possible acquisition in the communications field. Additional financing would be required.

ANTELOPE RESOURCES LIMITED (ATF-V) BRYNDON VENTURES INC. (BNV-ALBERTA)

MINERAL INVENTORY REPORTED - Christian von Hessert, president of Antelope Resources Limited reported an estimate of preliminary drill indicated mineral inventory on three separate zones of mineralization on the Rossland, B.C. properties, joint ventured 50/50 with Bryndon Ventures, Inc. All zones are open along strike and to depth.

<u>ZONE</u>	<u>TONS</u>	<u>OZ.GOLD/TON</u>	<u>OZ.GOLD</u>	<u>Both mineral- alized zones in the North Belt are accessible by existing</u>
North Belt West	18,589	0.47	8,692	
North Belt East	51,810	.23	11,746	
South Belt	38,176	.57	21,634	

underground workings. Mineralization in the North Belt West zone has been defined by surface drilling; tonnages in the North Belt East zone have been calculated from underground drilling by previous owners. Mineralization in the South Belt has been estimated from surface drilling. Construction of a spiral ramp or shaft would be required for proving ore in this area. Considerable drilling in the South Belt will be necessary before the company can proceed with an underground program.

The joint venture plans an additional \$1,000,000 of surface drilling in 1989.

SKYHAWK RESOURCES INC.(SYK-V) has started a \$120,000 exploration program on the Bombini property, Greenwood mining area, B.C. The bulk of this program involves diamond drilling, with some geophysical survey and trenching. Drilling by previous operators included assays from holes 1, 5, 7 and 8 intersecting values of 4.5 feet of 0.206 oz.gold/ton, 2.2 feet of 0.262 oz. gold/t, 2.3 feet of 0.678 oz.gold/t and 2.0 feet of 0.101 oz.gold/t, respectively. The current drilling program will test coincident VLF/EM and geochemical anomalies. The company was unable to obtain 1988 flow-through financing for the Ferrier 14-17 gas well and will continue to search for financing in 1989.

HARRISBURG-DAYTON RESOURCE CORP. (HRU-V)

GALORE CREEK PROPERTY OPTIONED - Jerry Bella, president reports that Harrisburg-Dayton Resource Corp. has reached an agreement to acquire up to 75% interest in the Jack claims, Galore Creek area, some 150 miles north of Stewart, B.C. from CONSOLIDATED SILVER STANDARD MINES LTD. (CDS-V) by payment of \$35,500 in cash and spending \$750,000 on the property over three years. Samples taken from the Jack claims have yielded up to 1.509 oz.gold/ton.

GERLE GOLD LTD. (GGL-V)

PLACER-DOME OPTIONS PROPERTY - R.A. Hrkac, president reports that Gerle Gold Ltd. has reached an agreement in principle whereby Placer Dome Inc. will option the 7,500 acre McConnel Creek property 150 miles north of Smithers, B.C. Subject to a formal agreement and regulatory approval, Placer Dome will make a private placement of 800,000 shares of Gerle Gold at no less than 30¢ per share, and will have the right to earn a 60% interest by spending \$3,500,000 on the property by Dec.31, 1993. After Placer Dome earns its interest, Gerle Gold has the option to maintain its 40% interest or be carried for 30% until a production notice is received; at which point Gerle can elect to participate as to 30% or elect either a 12% net profits interest or a 3% net smelter return royalty.

Since acquiring the property in 1981, Gerle Gold has spent \$1,500,000 on exploration, defining a series of gold geophysical and geochemical anomalies over a length of six miles. Trenching and diamond drilling on one of these anomalies, 2000 ft. in length, outlined several gold bearing zones. The largest of these extends for 475 ft. and averages 0.211 oz.gold/ton over 5.6 feet and contains 100 ft. of 0.345 oz.gold/t over 6.7 feet.