

George Cross News Letter

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CUSAC INDUSTRIES LTD. (CQC-T,V:CUSIF-Nasdaq) MAJOR EXPLORATION PRODUCTION ACCESS LEVEL UNDERWAY

Cusac retains a carried 30% net profits interest in 59 claims in the Table Mountain gold camp 9 miles southeast of Cassiar, B.C. contained within a large block of ground controlled by Total Energold Corporation. At least 11 gold bearing vein systems of economic tenor have been identified on the Cusac claims since work began in 1978.

On these claims a major underground mine development program started in the Fall of 1988 to give access to the Michelle Extension gold zone. The work includes driving a 2,400 meter long (1.49 mile) adit level at an estimated cost of \$4,000,000. The primary objective of the drive is to provide production, main haulage, access to 25,000 tons of drill proven bonanza type reserves grading 2.224 ounces gold per ton, uncut, in the Michelle Extension vein zone. The minimum production grade of this ore has been calculated at 1 oz. gold per ton. The discovery hole in this reserve block was reported as No.C87-200 which cut 10.82 feet grading 11.68 ounces gold per ton. A 1988 drill hole, No.C88-230, assayed 0.836 oz.gold per ton across 5 feet, about 68 feet east of No.C87-200. This zone is open to extension both along strike and to depth. The mining and processing of these 25,000 tons is estimated to pay the costs of the tunnel.

The tunnel will provide underground access to almost two miles of the most gold productive and fecund geological contact zone in the area. Gold occurrence in the Erickson/Cusac camp is strongly correlated with the presence of a quartz carbonate unit known as Listwanite.

The Michelle Extension is just one of the numerous and as yet unnamed highgrade structures in the contact area. The following intercepts are in close proximity to the Michelle Extension and represent important structures to be drilled tested immediately from underground.

HOLE NO.	FEET	OZ.GOLD/T'	
C-87-200	1.96	8.13	'along the contact zone has
"	.98	15.29	'yielded encouraging results.
"	1.31	.6	'Listwanite/gold quartz inter-
1988	7.5	3.4	'cepts east of the sub-parallel

-----'Erickson Fault, some 1500 feet from the Michelle area, indicate greatly expanded exploration potential. Overall, the new underground developments will give Total Energold greater ability to build long-range highgrade reserves on the Cusac property. To date, Cusac's interest in the Table Mountain mine has produced revenues to the company of \$6,800,000, including recent court settlements.

GOLDEN NORTH RESOURCES CORPORATION

(GNO-V,T;GNOXF-NASDAQ)

1989 DRILL HOLE - John S. Godfrey, president of Golden ASSAYS REPORTED North Resources Corporation reported the results of 26 drill holes in the Canty deposit on the Nickle Plate properties near Hedley, B.C. ASSAYS IN THE TABLE OVERLEAF.

Corona Corporation, the operator of Golden North's project, is presently preparing all assays, correlating data and reports, in order to develop the 1989 program. An evaluation of the open pit reserves at the Canty deposit will begin in March. Earlier drilling at the Canty deposit indicated a geological reserve of 656,800 tons grading 0.154 oz.gold/ton. (SEE GCNL No.26, 7Feb89 for previous drilling results).

FIRCREST RESOURCES LTD. (FCH-V) has signed an agreement to acquire a mineral claim consisting of 20 units located about 5 miles north of the Calpine/Cons. Stikine joint venture 60 miles north of Stewart, B.C., from J.P. Stevenson and Associates. No terms were reported.



TABLE 1

HOLE NO.	INTERVAL FT.	WIDTH FT.	GOLD OZ/TON
C89-25	324.0 - 341.0	17.0	0.092
C89-26	49.0 - 192.0	143.0	0.102
C89-27	96.0 - 108.0	12.0	0.094
	153.0 - 173.0	20.0	0.067
	228.0 - 354.0	126.0	0.180
C89-28	58.0 - 64.0	6.0	0.208
	102.0 - 167.0	65.0	0.192
	217.0 - 246.0	29.0	0.104
	261.0 - 264.0	3.0	0.240
C89-29	110.0 - 116.0	6.0	0.249
	193.0 - 218.0	25.0	0.085
	262.0 - 274.0	12.0	0.104
	304.0 - 330.0	26.0	0.230
C89-30	102.0 - 125.0	23.0	0.169
	137.0 - 161.0	24.0	0.293
	186.0 - 196.0	10.0	0.161
	211.0 - 257.0	46.0	0.123
	277.0 - 292.0	15.0	0.238
C89-31	221.5 - 232.0	10.5	0.060
	253.0 - 288.0	35.0	0.230
	336.5 - 347.0	10.5	0.064
C89-32	61.0 - 96.5	35.5	0.185
	143.0 - 153.0	10.0	0.201
	197.0 - 218.0	21.0	0.214
C89-33	124.0 - 130.0	6.0	0.079
C89-34	294.0 - 332.5	38.5	0.236
	370.5 - 385.0	14.5	0.256
C89-36	195.0 - 199.0	4.0	0.119
	211.0 - 214.5	3.5	0.191
	283.0 - 295.0	12.0	0.244
C89-38	85.0 - 112.0	27.0	0.117
	152.0 - 164.5	12.5	0.646
	188.0 - 197.0	9.0	0.097
C89-39	309.0 - 332.0	23.0	0.061
	342.0 - 368.0	26.0	0.074
	395.0 - 400.0	5.0	0.130
C89-41	140.5 - 144.0	3.5	0.296
	164.0 - 185.0	21.0	0.104
	205.0 - 222.0	17.0	0.075
	262.0 - 282.0	20.0	0.587
	326.0 - 333.0	7.0	0.187
C89-43	23.0 - 29.0	6.0	0.152
	34.0 - 45.0	11.0	0.118
	57.0 - 72.0	15.0	0.099
	110.0 - 116.0	6.0	0.161
	191.0 - 203.0	12.0	0.102
	226.0 - 256.0	30.0	0.177
C89-44	134.0 - 148.0	14.0	0.153
	170.0 - 182.0	12.0	0.081
	212.0 - 220.0	8.0	0.512
	254.0 - 259.0	5.0	0.267
	272.0 - 283.0	11.0	0.082
C89-45	240.0 - 255.5	15.5	0.103
	274.5 - 288.0	13.5	0.079
	361.0 - 384.0	23.0	0.389
	399.0 - 410.0	11.0	0.116
	430.0 - 435.0	5.0	0.309
C89-46	205.0 - 230.0	25.0	0.320
	286.0 - 310.0	24.0	0.131
	333.0 - 358.0	25.0	0.134
C89-48	400.0 - 400.7	7.0	0.122
C89-49	17.0 - 24.0	7.0	0.588
C89-50	67.0 - 77.0	10.0	0.381
	125.0 - 130.0	5.0	0.206