George Cros. Reliable.

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## WESTERN CANADI

NEWHAWK GOLD MINES LTD. (NHG-V,T) GRANDUC MINES LTD. (GDC-V) NEW RAISE CONFIRMS VERTICAL - Newhawk Gold Mines Ltd. CONTINUITY OF HIGH GRADE GOLD 60% and Granduc Mines Ltd. 40% have reported assay results from the first 130 feet of drifting on the R-8 structure at the 1200 m level, on the Sulphurets property, located 30 miles northeast of Stewart, B.C. averaged 1.512 oz.gold/t and 17.16 oz.silver/t across a true width of 8.1 feet. Drifting on R-8 is part of the 1989 exploration program. Raising and drifting are confirming the continuous nature of the R-8 structure. Mineralization is well defined, easy to follow and returning consistently high precious metals values. A crosscut from the decline at the 1150 m level has intersected the R-8 structure 50 meters (165 ft) below the drift, diamond drill results from the latest R-8 intersection, West Zone underground and surface drilling will be reported shortly. Assays from 220 feet slope length of raising on the upper extremity of R-8 between 1200m and 1250m levels averaged 0.323 oz.gold/t and 17.69 oz.silver/t across 7.6 feet. The structure is continuous between levels. Because the raise was driven following the footwall, the full width was not exposed by the raise and a high grade stringer in the hanging wall not always sampled.

The three-phase 1989 exploration program, budgeted at over \$10,000,000 for the year has been 80% spent. Property work will continue until Christmas holiday suspension. A full scale production feasibility study is scheduled to be completed early in 1990.

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