

DRAGON RESOURCES LTD. (DGN-V)

GREENSTONE RESOURCES LTD. (GRE-T,M;NASDAQ)

SAMPLE	COPPER	LEAD	ZINC	SILVER	GOLD	Table shows
	%	%	%	OZ/TON	OZ/T	geochemical
094	0.7	0.9	0.2	0.2	0.14	ICP analysis,
096	6.1	2.4	.3	7.5	.11	induced
097	7.8	2.3	.6	7.9	.06	coupled plasma
099	7.5	1.8	4.4	7.4	.05	analysis of
100	1.6	1.1	.3	7.8	.02	grab samples.
169	2.4	.7	.5	2.6	.10	ICP does not
170	1.1	1.9	.2	2.9	.02	detect base
171	* 10.0	.1	.5	14.7	.18	metal elements
172	* 10.0	.1	.6	15.0	.16	above a limit
173	1.3	.3	.1	4.8	.001	of 10%, in
175	1.4	.02	.05	1.6	.01	which case
176	1.6	.05	.1	1.8	.02	fire assay

* Above detection limits will be used

POLYMETALLIC DEPOSIT FOUND - Walter Clemens, director, reports Dragoon Resources Ltd. has discovered a polymetallic structure by surface sampling on the Tiger property 28 miles north of Cranbrook, B.C. The 3,200 acre road accessible property is held by South Kootenay Goldfields Inc., which is owned 50/50 by Dragoon and Greenstone Resources Ltd. who can earn a 100% interest by making option payments of \$168,000 over several years (SEE GCNL No.67 7Apr89, P.2).

Mineralization appears to be related to a skarn within the Jubilee formation. To date, work crews have located a north/south trending boulder train of mineralized skarn related to known outcrops that stretch for 2,600 ft. The sulphide mineralization consists of bornite, chalcopyrite, galena, sphalerite, silver and gold in boulders up to 15 ft. across.

Nine adits and one shaft were driven in the early 1900's into the vein structure. The work program is continuing which may extend known mineralization to the south. Further assay results are awaited. The five square mile property is currently being enlarged. A geophysical and geochemical program will be conducted shortly to define the structure, to be followed by trenching and drilling.

Dragoon 50% and Greenstone 50% resumed diamond drill testing of the 180 unit McNeil Creek property, 22 miles south of the Sullivan Mine at Kimberly, SE B.C. in mid-September. The target being tested is an aerial and ground magnetometer anomaly. The first hole of the current series, No.89-3, is located over 1 km NW of hole No. 88-7 which cut 106 feet of bedded sediments running five times anomalous background. This core contained pyrite, pyrrhotite, sphalerite and galena at the contact between the Middle and Lower Aldridge, including 3 feet grading 10% combined lead-zinc, 2.6 oz.silver. The new hole, No.89-3, cut in excess of one foot of strataform sediment hosted sulphides of sphalerite, chalcopyrite and some galena at 600 feet below the collar of the vertical hole. Assays are awaited. The hole has been terminated at between 1,300 and 1,400 feet in a fault. A 45 degree to the west angle hole is planned to test the structure closer to the fault and up dip from a drill site just west of the No.89-3 collar.

George

NO.186(1989)
SEPTEMBER 27, 1989

→ BZGNW Gunra 1