George Cross

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WESTERN CANADIA

INTERNATIONAL SHASTA RESOURCES LTD. (ISR-V)
POSITIVE ECONOMIC RESULTS - Melvyn M. Rahal, president,
FROM THE TOODOGGONE MINE announced International
Shasta Resources Ltd. has

processed in excess of 45,000 tons of ore since mill startup in October, 1989. The ore was derived from both open pit and underground on the Shasta mineral claims in the Toodogqone area of B.C. The mill is now operating at over 200 tons per day on a continuous basis with excellent recoveries of both gold and silver.

By agreement with Homestake Mining (Canada) Limited, International Shasta has a further 70,000 tons of ore to mine. This tonnage will provide mill feed for the next year at 6,000 tons per month.

Homestake Mining has begun its 1990 exploration programe of \$500,000 consisting mainly of diamond drilling. Results can be expected by the end of August. Homestake has supplied its report on the 1989 programed which establishes the insitu geological reserves of 1.389,000 tons at 5.07 grams per ton gold

equivalent based on 2.0 grams per ton gold equivalent cutoff grade for three main zones.

The ore processed to date is of considerably higher grade with 0.125 oz./ton gold and 8.0 oz./ton silver being representative.

Both mining and milling are proceeding well and are providing positive economic results. (See GCNL No.88 and No.20 for previous data).