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George Cross
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COVE RESOURCES CORPORATION (COV-V)

DRILL MOBILIZED - Rahoul Sharan, secretary, reports

Cove Resources Corp. has mobilized a diamond drill rig and crew to its 100%-owned 14,000-acre Alpine mine project near Nelson in southeast B.C.

A 2,000-foot drill program costing \$150,000, is planned for the project. The company expects that this new drilling will demonstrate the continuity of high grade ore to over 1,000 feet below the previous No. 10 level. This would greatly enhance the existing high grade ore reserves. Production from the No. 10 level during the late 1930's and early 1940's averaged 0.68 oz. gold/ton plus silver lead and zinc values.

Cove is currently negotiating with two mining companies to provide funds for an underground drilling and bulk sampling program on a joint venture basis.

Cove has now spent in excess of \$2,000,000 on in refurbishment and exploration of the former high grade gold producer. (SEE GCNL No.107, 4Jun90, P.2 FOR RELATED INFORMATION)

82F NW 127