

NO.22(1991)
JANUARY 31, 1991

George Cross News

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GRAND NATIONAL RESOURCES INC. (GAA-V)

PERMIT RECEIVED / WORK UNDERWAY - Peter F. Wishart, president, reports Grand National Resources Inc. has received a work permit from the Ministry of Energy enabling work to proceed on the 100%-owned Larado/Puma property located about eight miles north of Keremeos, southern B.C. TOPPER GOLD CORP. (TGC-V), a related company, has an option to acquire a 40% interest by spending \$250,000 on exploration over two years. The company has begun upgrading the access road to a hauling road at the Kero vein and Kero adit at an elevation of 3,300 feet where drill site locations will be selected and prepared.

Grand National has conducted work on the claim group since 1984 including a three-mile road building program on the 20 square miles of ground, extensive geochemical and geophysical surveys, drilling, blasting cat and backhoe trenching and the widening and deepening of the Kero adit which cross-cuts the high grade Kero vein at the 3,300-foot level.

Two extensive polymetallic zones have been revealed on the Larado and Puma claims, plus the Kero gold vein some 600 meters to the east of the Larado zone. The Larado copper/gold zone has been mapped for 8,850 feet in length and some 3,280 feet in width and is open to the west, south and east. Sampling has returned copper values to 2.19% and 0.03 oz.gold/ton plus highly anomalous geochem values in silver, lead, zinc, barite and titanium.

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The Puma gold area consists of three separate but related polymetallic zones; the Puma, 4,593 feet long and up to 820 feet wide, the sub-parallel Puma, 1,148 feet long; the Puma North, 3,280 feet long and 2,624 feet wide and; the Puma South, 1,312 feet long by 1,312 feet wide respectively. All zones are open to extension.

To date, the Kero vein has been exposed over an east-west strike length of 2,000 feet. Samples from the Kero adit returned 0.312 oz.gold/ton from the west wall, 0.230 oz.gold/ton from the foot wall, 0.529 oz.gold/ton from the north wall, plus values in lead as high as 4.88%, zinc 2.42% and 2.82 oz.silver/ton.

A trench sample 575 feet west of the adit returned 2.991 oz.gold/ton, 4.50 oz.silver/ton, 6.15% lead. A sample taken 1,260 feet east of the adit assayed 1.92 oz.gold/ton, 11.25 oz.silver/ton, 2.49% lead, 2.95% zinc and 1.33% copper.

The company's consultants have recommended a diamond drilling program on the Kero vein and the three additional parallel veins to test for depth, lateral extension and other possible veins. An induced polarization survey is recommended for the Larado anomaly, followed by a second phase of diamond drilling. VLF-EM and soil anomalies will be tested by backhoe trenching and diamond drilling with the northern and southern extensions resampled at 25-meter spacings.

Grand National has received \$25,000 from a private placement of flow-through shares at 50¢ each for 50,000 shares, which are subject to a one-year holding period.

Other funding is being arranged through Georgia Pacific Securities with a statement of material facts to offer 800,000 units at 51¢ per unit, each comprising one share and one Series A warrant good to buy one share at the offering price for one year. The offering may be increased 15% or 120,000 units for oversubscription.

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