

George Cross News Letter

Reliable Reporting

NO. 227 (1991)
NOVEMBER 26, 1991

GEDDES RESOURCES LIMITED (GDD-T)

MAJOR ORE RESERVE INCREASE REPORTED -Geddes Resources has reported results from the diamond drilling, trenching and other sampling completed in 1990 have been incorporated into a new geostatistical reserve calculation which shows an increase of 110,000,000 tonnes over the previous calculation of 186,500,000 tonnes completed in early 1990. The reserve calculation was by Montgomery Consultants Limited.

| <u>CUTOFF GRADE</u> | <u>TOTAL RESERVE</u> | <u>COPPER'</u> | This 59% increase in |
|---------------------|----------------------|----------------|------------------------|
| 0.50% | 297,439,000 | 1.38% | reserves at Windy |
| 0.75 | 230,202,000 | 1.63 | 'Craggy deposit in |
| 1.00 | 198,020,000 | 1.75 | 'NW B.C. confirms it |
| 1.50 | 139,190,000 | 1.96 | 'as the largest copper |

114P 2

-----and cobalt deposit in Canada and one of the largest in the world. With more than 9,000,000,000 pounds of contained copper and 400,000,000 pounds of cobalt gross metal value is \$15,000,000,000.

Zinc values which are significant in the North and Ridge zones have been incorporated in the reserves for the first time. The calculation includes almost 25,000,000 tonnes grading in excess of 0.5% copper surrounding the massive sulphide zones which was previously not distinguished from the waste rock.

Reevaluation of the mine plan will be required as the greatly increased reserve will accomodate a 20 year or longer mining schedule. The limits of the North, South and Ridge Zones have still not been found so that ultimate reserves may extend the mine life even more.