

NO.6(1992)  
JANUARY 9, 1992

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# George Cross News Letter

*Reliable Reporting*

## HABSBURG RESOURCES INC. (HAB-V)

FIRST DOME MT. MINE - Habsburg Resources reported PRODUCTION RESULTS results from the initial 3,500 tons of ore custom milled at the Premier Gold Mill at Stewart, B.C. The 3,205 metric tons from the Dome mine near Smithers, B.C. were processed to recover 2,514 oz. gold, 3,996 oz. silver valued at \$1,064,233.40. The average grade of the ore processed was 0.76 oz. gold and 3.45 oz. silver per ton. Recoveries were 97% for gold and 34% for silver.

Habsburg's share of the above \$1,604,233.40 is \$195,786.35 or approximately 4¢ per share.

Timmins Nickel, operator, has reported development will now allow a production rate of 5,000 to 6,000 tons per month at an anticipated grade of 0.5 oz. gold/t yielding production of 2,500 to 3,000 oz. per month.

A second portal has been collared at the 1,280 meter level approximately 500 meters to the east of the existing portal at the 1,370 meter level. In addition to accessing ore above the 1,280 meter level, this adit will enable underground exploration to the east of the existing ore reserves. Previous drilling to the east has had intersections up to 0.45 oz. gold per ton over 14.1 feet. The exploration program is planned for the second quarter of 1992 and will also include exploration of the Boulder Shear Zone in the graphitic Nikitkwa sediments approximately 2 miles to the east of the mine, where the Boulder Shear Zone is in volcanics.

Habsburg Resources is to receive 20% of the revenue until 325,000 tons have been shipped and 40% of revenue thereafter. Timmins Nickel provided the funds for the mine development and working capital for the current operation and receives 80% of the revenue. (SEE GCNL NO. 239, P. 3 12DEC91 FOR MORE DETAIL).

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