

NO.7(1992)  
JANUARY 10, 1992

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# George Cross News Letter

Reliable Reporting

EL CONDOR RESOURCES LTD. (ECN-V)

ST. PHILIPS RESOURCES INC. (SPP-V)

KEMESS SOUTH FEASIBILITY WORK BEGINS - Robert G. Hunter,  
chairman, El

Condor Resources, has reported new mineral reserves at the Kemess South gold/copper deposit located 200 miles north of Smithers, B.C. in the Toadoggone region. (SEE OVERLEAF PAGE 3 FOR TABLE OF DRILL RESULTS AND CROSS SECTION) The Kemess project comprises two adjacent claim holdings known as the Kemess South and Kemess North, encompassing 63 square miles. El Condor is operator and has 60% in Kemess South and a 100% in Kemess North. Joint venture partner St. Philips Resources Inc. has a 40% working interest in Kemess South.

Based on grid drilling on 330-foot centres at Kemess South, El Condor has calculated a reserve of 252,000,000 tons grading 0.23% copper, 0.019 oz.gold/ton, a 0.86% copper equivalent, at a cut-off grade of 0.40% copper equivalent. Metal content in this reserve is 1.2 billion pounds of copper and 4,750,000 ounces of gold. El Condor is planning an accelerated feasibility, engineering and permitting program.

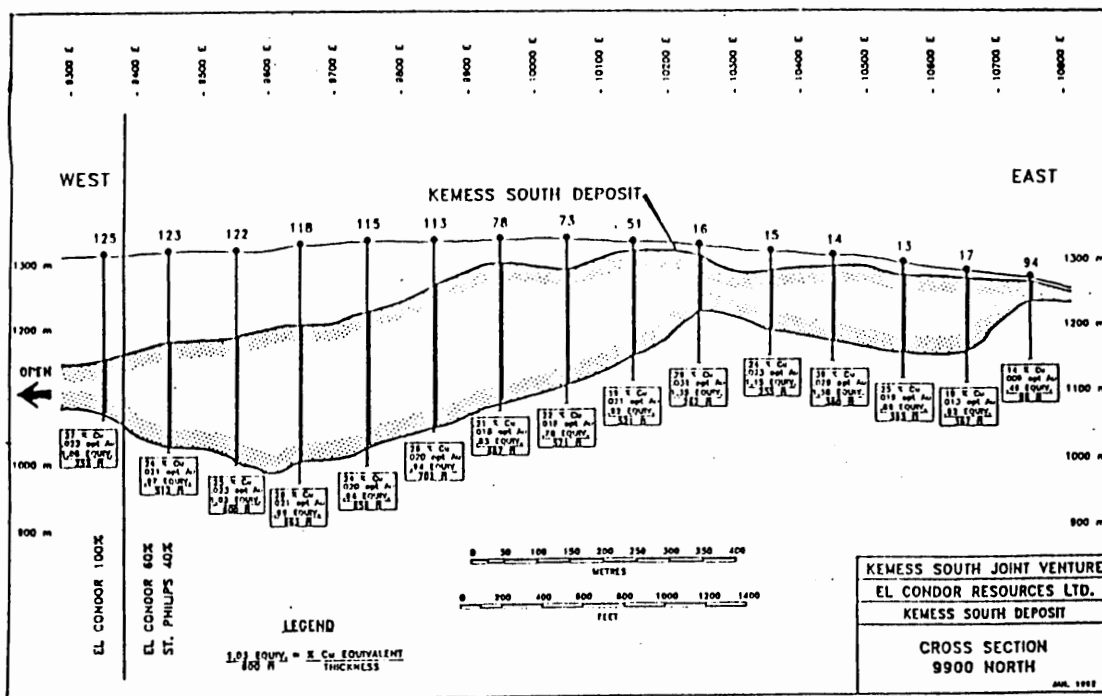
The Kemess South deposit is blanket-shaped, measuring 4,600 feet east-west, 2,000 feet north-south and up to 800 feet thick, making it amenable for open pit mining methods. A Phase I metallurgical program has been completed on composite samples at Lakefield Research with excellent preliminary test results. Grinding of the low work index ore and standard flotation processes resulted in high recoveries of gold and copper to a conventional copper concentrate. A detailed report is expected shortly.

Projections for Kemess South indicate at a production rate of 40,000 tons per day, average annual production of 200,000 ounces of gold and 58,000,000 pounds of copper over a mine life in excess of 15 years.

At Kemess North, 44 drill holes have defined a mineral reserve of 128,000,000 tons grading 0.19% copper and 0.011 oz.gold/ton, a 0.57% copper equivalent, at a cut-off grade of 0.40% copper equivalent. The Kemess North deposit is open in all lateral directions. Additional deposit targets have been identified which are ready for drill testing. SEE GCNL No.234, 5Dec91, P.1 FOR PREVIOUS DRILL RESULTS)

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Recent drill results within the Kemess South deposit boundaries are:

HOLE NO.	FROM (FEET)	TO (FEET)	THICKNESS (FEET)	AU OZ/TON	CU %	CU EQUIV %
91-106	17.0	408.8	391.8	0.019	0.24	0.88
91-107	10.0	239.5	229.5	0.019	0.31	0.97
91-109	40.0	280.0	240.0	0.022	0.32	1.08
91-111	17.0	238.2	219.2	0.012	0.14	0.56
91-112	113.2	800.5	687.3	0.022	0.27	1.04
91-113	226.4	928.5	702.1	0.020	0.26	0.94
91-114	213.3	672.6	459.3	0.030	0.29	1.32
91-115	351.0	1007.2	656.2	0.020	0.24	0.94
91-116	293.1	574.1	281.0	0.029	0.26	1.26
91-117	300.2	358.9	58.7	0.022	0.23	0.98
91-118	400.3	1063.0	662.7	0.021	0.26	0.99
91-119	373.1	675.9	302.7	0.016	0.17	0.72
91-120	459.3	944.9	485.6	0.013	0.17	0.63
91-121	400.3	1115.5	715.2	0.019	0.23	0.89
91-122	433.1	1032.8	599.7	0.023	0.25	1.03
91-123	446.2	958.0	511.8	0.021	0.24	0.97
91-124	413.4	721.8	308.4	0.010	0.09	0.43
91-125	524.9	778.2	253.3	0.023	0.27	1.06
91-126	505.2	800.5	295.3	0.013	0.12	0.57
91-127	416.7	1295.9	879.3	0.019	0.19	0.85
91-128	532.7	1135.2	602.5	0.012	0.14	0.55
91-129	543.3	1227.0	683.7	0.015	0.16	0.66
91-130	544.6	1174.5	629.9	0.020	0.20	0.87
91-132	12.0	521.7	509.6	0.020	0.22	0.91
91-133	624.7	1146.0	521.3	0.013	0.14	0.60
91-134	32.8	460.5	435.7	0.021	0.20	0.90
91-135	551.2	1023.6	472.4	0.025	0.23	1.08
91-136	124.7	397.0	272.3	0.035	0.29	1.50
91-137	390.4	658.8	268.4	0.028	0.35	1.30

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