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George Cross News Letter Relieble Reporting

WESTERN CANADIAN INTEREST

KILO GOLD MINES LTD. (KGD-A)

PENTICTON GOLD PROJECT - Kilo Gold Mines Ltd. will start the summer core drilling program TO BE FURTHER DRILLED 15Jun92, on the Apex Mountain property, 26 km S.W. of Penticton, 8 km west of the Nickel Plate mine near Hedley, B.C. The planned holes are to test the area where the 0.20 oz. gold/t over 40 feet was drilled previously. The geological formations involved basic diorite intrusives centering between the 400-600 west-grid lines with limestone-argillite sedimentary complexes on each side succeeded on the east by another basic intrusive. The McNulty, Austrialian, Apex, Nelson and smaller mineralized zones appear to be related to the contacts or marginal edges of the intrusive and sediments. Prominent sulphide mineralization is pyrrhotite, magnetite and arsenopyrite with chalcopyrite and other secondary copper minerals are present. Interrelated with these minerals are gold and silver associations. Structurally, continuity of the mineral zones explored to date is complicated due to the expressed vertical and horizontal fault complexes.

Kilo Gold president, Thomas E. Kirk, reported that upon confirmation of gold values an immediate start will be made to mine and ship the ore for milling. -Proceeds from this mining could be used for further exploration. (SEE GCNL NO.199, P.2, OCT.16/91 FOR PREVIOUS RESULTS).

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