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George Cross News Letter
"Reliable Reporting"
WESTERN CANADIAN INVESTMENTS

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LANG BAY RESOURCES LTD. [LNB-V]

BOSTON FIRM STUDING POSSIBLE PARTICIPATION - Lauch Farris,
IN POWELL RIVER, B.C. KAOLIN PROSPECT president,
reports a

review of Lang Bay Resources Ltd.'s kaolin project is underway by Stone & Webster Development Corp. of Boston, Massachusetts. The study is designed to develop a proposal for Stone & Webster to possibly participate in the Stage II and Stage III programs. Lang Bay Resources has a 100% interest in the 7,300-acre kaolin clay property located on tidewater near Powell River about 100 km northwest of Vancouver, B.C.

Stone & Webster was incorporated in 1889 and has made a profit every year for 104 years. It is listed on the New York Stock Exchange and has 15 major offices around the world with 7,000 employees. Stone & Webster is engaged in a complete range of engineering, construction, environmental and related professional services worldwide. Stone & Webster also has technical expertise in the pulp and paper and mining industries.

Following a review of Lang Bay Resources technical reports, market studies, drilling and laboratory results, Stone & Webster visited the Lang Bay mining claims and met with representatives of the pulp and paper companies who have requested bulk samples of the company's kaolin paper filler LBK-60 to carry out extended mill trials.

Upon completion of preliminary evaluations, Stone & Webster's representatives have concluded the Lang Bay kaolin deposit would appear to have a reasonable probability of being developed into a viable mine/ processing facility if studies now underway confirm the initial mining and processing economics.

Stone & Webster and the company are now engaged in the preparation of a Memorandum of Understanding to define expectations for Stage II collaboration. The agreement will set out the expected responsibilities of both parties, define deferred payments to Stone & Webster and the expected future Stage III relationship in anticipation of a successful Stage II.

Concerning the \$1,500,000 Stage II financing, IBK Capital's Executive Summary was mailed on 16Dec93 to about 50 institutional clients as well as to a number of private investors. IBK Capital expects to have subscriptions for the private placement in hand, early in the new year. At that time, representatives of Lang Bay Resources management plan to visit Toronto, and meet with a number of IBK Capital's stock broker contacts who are known to invest in companies which specialize in industrial minerals.

Kaolin, a type of clay, is used to make paper, ceramics, refractories, rubber, paint and pharmaceuticals. Over \$2,000,000 has been spent to date exploring and developing the 6,000,000 tons of kaolin reserves averaging 62% brightness. (SEE GCNL NO.215, 9Nov93, P.2 FOR PREVIOUS PROJECT INFORMATION)

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