

George Cross News Letter

"Reliable Reporting"

NO. 44(1993)
MARCH 4, 1993

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GEDDES RESOURCES LTD. (GDD-T)

WINDY CRAGGY REPORT PUBLISHED - Keith Somerville, P.Eng.,
president, reports Geddes
Resources Ltd. has published a detailed report on the
Windy Craggy project located in the Haines Triangle
region of northwest B.C. SEE MAPS OVERLEAF PAGE 1.

The report is in answer to the numerous questions posed by the media, environmental groups and government agencies concerning the implications of the copper/gold project. The B.C. Government has placed the permitting on hold pending recommendations from Stephen Owen, commissioner for resources and the environment. For a review of Mr. Owen's Interim Report on Tatshenshini/Alsek Land Use Report, see GCNL No.23, 3Feb93, P.1.

Presently, some 50 environmental groups have opposed the project stating they would like to have the area set aside as a wilderness preserve. Summer rafters on the Tatshenshini and Alsek Rivers have objected to the project because they would have to look a bridge for 10 minutes one day while rafting.

In the report, Geddes states the \$550,000,000 project would affect less than 1/10 of 1% of the Haines Triangle, which covers some 2,500,000 acres. It also notes the mine site is situated above the tree line in a rocky area, not in a forested region. The Windy Craggy deposit contains copper, gold and silver worth some \$8.5 billion at current prices. The 6.2 billion pounds of copper would supply 1% of the world's copper consumption for 22 years and provide about 500 jobs for 22 years and up to three times as many in indirect and servicing jobs. Windy Craggy would deliver \$720,000,000 in tax revenues to B.C. and \$545,000,000 to the federal treasury, not including tax revenues from the indirect employment and increased economic activities resulting from the project. Geddes estimated expenditures over more than 20 years would be about \$150,000,000 per year for wages, supplies and services.

A go-ahead for the project would mean a great deal for the communities of Granisle, Houston, Stewart, Smithers and Terrace which recorded unemployment rates as high as 14% in June 1992. Haines, Alaska is suffering with an unemployment rate of 27%.

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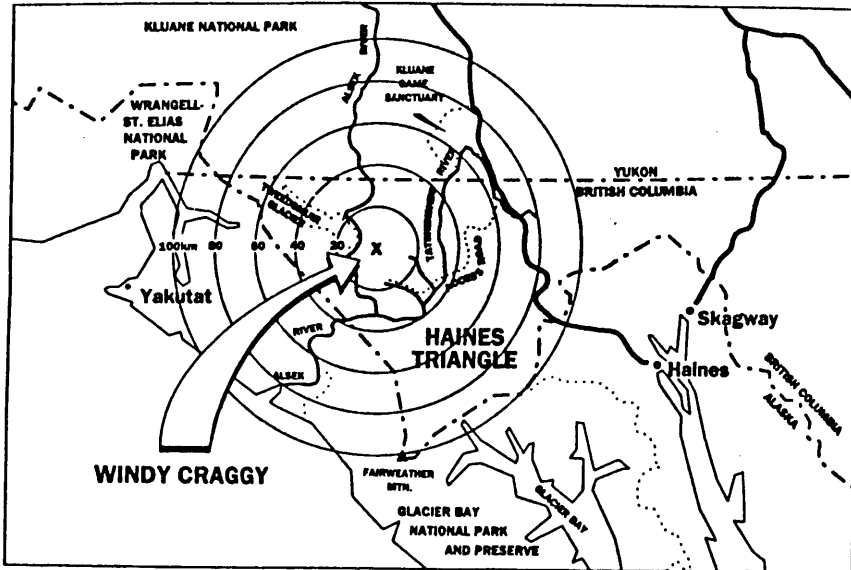
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The main concern over the Windy Craggy project is protecting the environment. The Geddes report states the company will cooperate fully with all authorities in the examinations and studies required to assure an environmentally acceptable development. The company is also prepared to participate in consultations with the public. There has been some criticism over the danger of an earthquake damaging the tailings dam. Geddes points out that B.C. Hydro has prepared guidelines for selecting seismic design criteria for dams. The Windy Craggy tailings dam would be similar to the one at El Infiernillo in Mexico which has withstood at least two earthquakes, including one registering 8.1 on the Richter Scale with its epicentre 37 miles away. Concentrate would be piped to Haines as a slurry in a buried 6-inch pipeline. In addition to the Windy Craggy deposit and extensions to it which will probably be discovered, reconnaissance in the surrounding area has identified a favourable mineral environment. Showings of base metal mineralization, along with geochemical, geophysical and structural conditions, all point to potential for additional mineral deposits.

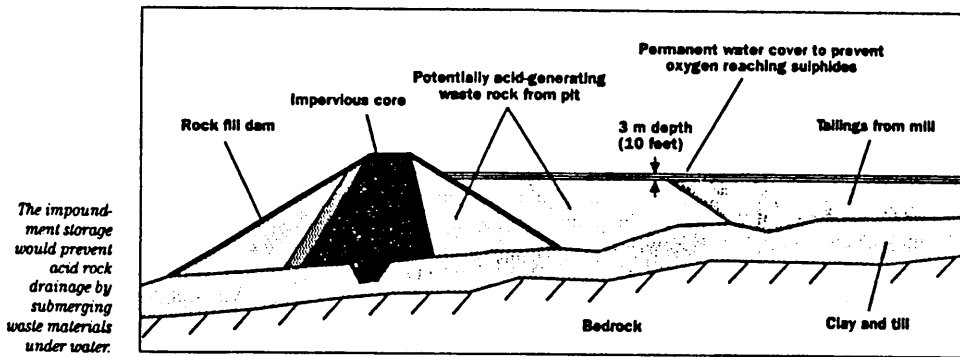
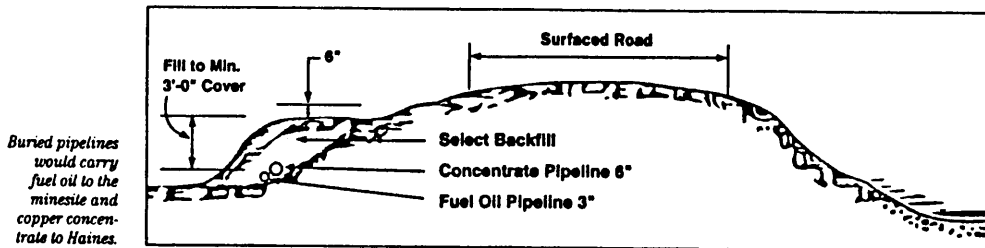
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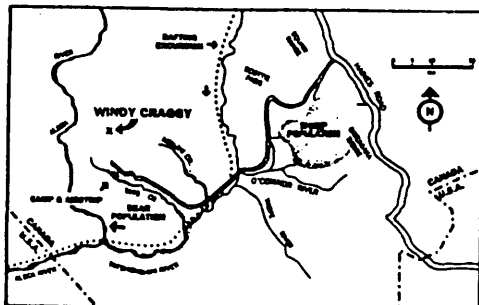
GEDDES RESOURCES LIMITED



Windy Craggy development would require only one-tenth of one percent of the 1.1 million hectare (2.5 million acre) Haines Triangle.



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The future, with and without Windy Craggy

