

1710 - 609 GRANVILLE ST
PO BOX 10363
VANCOUVER BC
CANADA V7Y 1G5
(604) 683-7265 FAX 683-5306

George Cross News Letter

"Reliable Reporting"

WESTERN CANADIAN INVESTMENTS

APR 08 1994

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$315.00 PER YEAR

NO. 64 (1994)
APRIL 5, 1994

NO. 64 (1994)
APRIL 5, 1994

E M P R

FORMATION CAPITAL CORP.

[FCO-V] 7,903,293 shs.

B.C. AND ALBERTA - Mari-Ann Green, CEO, Formation Capital Corp. CLAIMS ACQUIRED has reported the signing of a lease option on six polymetallic properties situated in south-central B.C. The properties are owned by a syndicate of senior exploration consultants. The properties will be held in Formation's wholly-owned subsidiary, Coronation Mines Ltd. Terms of the agreement require Formation to pay 5,000 shares. An additional payment of \$25,000 in cash or share equivalent is required by October 1, 1995 and a \$10 000 annual advance royalty payment is required on October 1, 1996 and each year thereafter. A purchase of all royalty interests down to a 0.5% NSR is part of the agreement.

The six polymetallic properties described below are composed of 64 claim units covering 3,950 acres. The properties have excellent infrastructure and are situated in favorable areas for development. Moffat Creek is a zinc/gold target with an untested 1,000-metre long conductive zone associated with a coincident zinc soil anomaly with values up to 1,360 ppm. Previous sampling on the property has returned values up to 20.8 ggrams gold/tonne across 1.5 metres in channel sampling. Mesabi is a copper (+gold?) skarn property situated northeast of Kamloops. Past drilling for iron ore intersected 1.67% copper and 30% iron across 4.5 metres. A copper soil anomaly with values up to 1,400 ppm extends for over 1,400 metres. No

92JNE47

drilling has occurred on the copper soil anomaly and gold does not appear to have been analyzed. Blair Creek is a polymetallic prospect with an untested 2,200-meter long by 300-meter wide copper soil anomaly with values up to 2,500 ppm. The three additional properties cover polymetallic prospects with attractive geochemical and geophysical anomalies.

In Alberta, a purchase agreement has been reached with a local prospector to acquire all rights to a specific Alberta Minerals Permit covering over 22,500 acres situated 480 km northwest of Edmonton. The agreement requires Formation to issue 3,000 free trading shares and a warrant to buy 2,500 additional shares at \$3.50 per share exercisable by 20Jul95.

In other news, Formation has re-negotiated its option agreement regarding parts of the Morning Glory property in Lemhi County, Idaho to reduce annual payments in consideration for which the company agreed to issue the optionor 5,000 shares. (SEE GCNL NO.47, 9Mar94, P.1 FOR OTHER PROJECT INFORMATION)