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George Cross News Letter

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WESTERN CANADIAN INVESTMENTS

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PACIFIC VANGOLD MINES LTD.

[PVM-V] 6,854,786 SHS.

HIGH GRADE HAULAGEWAY COMPLETED - Dal S. Brynelsen,

president has reported Pacific Vangold Mines has completed development of the main haulageway drift on the 100% owned Evening Star Mine at Rossland, B.C. and has completed an exploration raise from the haulageway drift up to the first diamond drill hole intersection, drilled in 1988, which returned a 15 foot vein width grading 1.0 oz. gold/ton.

The 50 feet between the ore haulageway and what was considered to be the bottom of the ore body was not included in the previous tonnage or grade calculations. Estimated tonnage based on 30 diamond drill holes, gave the Evening Star Mine a 100,000 ton reserve with an estimated grade of 0.31 oz. gold/ton. The new results outlined herein will increase both tonnage and grade by testing the area between the main haulageway and the area previously drilled.

The Evening Star orebody is presently being tested by diamond drilling to the west and is open to depth.

The raise intersected ore grade material from the main haulageway. The following are the muck and chip samples as taken from the raise developed. Muck samples are comprised of country rock and ore on the basis of a 30% to 50% dilution factor. Chip samples are taken from the ore face after each 6 foot round. The assays are as follows:

| ROUND | MUCKS GOLD OZ/T | CHIPS GOLD OZ/T |
|---------------------|-----------------------|-----------------------|
| 1 | 0.563 | 0.121 |
| 2 | 0.115 | 0.330 |
| 3 | 0.071 | 0.429 |
| 4 | 0.108 | 0.199 |
| 5 | 1.428 | 1.867 |
| 6 | 1.187 | 1.144 |
| 7 | 1.477 | 2.522 |
| KNUCKLE | 0.653 | 0.824 |
| 1ST VEIN CROSS CUT | 0.831 | 2.549 |
| 2ND VEIN CROSS CUT | 0.909 | 2.749 |
| AVERAGE (GOLD OZ/T) | 0.7342 | 1.2749 |

Dan Wehrle, the company's head geologist at Rossland, B.C. states "The combination of these very high grade gold assays located in an area that has not been explored, combined with the indication from present and past drilling of another ore body to the west of the Evening Star will greatly increase the mine life and profitability." The company has estimated, based on its previous drill grade indicated at 0.31 oz. gold/t the Evening Star could contribute 20¢ per share to forecast earnings. Preliminary calculations indicate the Evening Star Mine will now contribute 40¢ per share per year to the company's earnings, based on fully diluted 9,000,000 shares).

The company is completing metallurgy and an environmental report necessary for the required bulk sampling permit and expects to be in a position to start mining of the Evening Star ore body by February 1995.

The company has recently completed several diamond drill holes to the west of the ore body to test the Evening Star "New West Zone" and has visual intersections from which assays will be forthcoming.

Pacific Vangold Mines addition to its 15,000 acres of mineral claims in the Rossland gold camp, also has major mineral concessions in Uganda covering 2,000 square miles located on the potential northern extension of Africa's richest Nickel/Cobalt belt.

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