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George Cross News Letter

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GLOBAL METALS LTD.

[GML-V] 3,625,685 SHS.

JADE AGREEMENT REVIEWED - Allain Malo, president, Global Metals Ltd., reports the

following details of its recently completed exclusive sales and distribution agreement with Definity Marketing Inc. which has contacts in China and Europe. Global Metals Ltd. holds an option to earn a 90% interest in the Green 1 through 4 claims, located at 3,500 feet elevation, two km from the end of a logging road, near Trembleur Lake, 130 km northwest of Fort St. James, Omineca

mining division, B.C. To exercise the option Global Metals is to pay to vendor Prithvi Walia \$100,000 plus 100,000 shares and completing \$100,000 of exploration by June 24, 1995. The property is to be evaluated by an independent consultant and Global is to pay to Mr. Walia 1% of that appraised value. To assist in the evaluation Global Metals has completed the drilling of a total of 29 holes, 27 in 1995, for a total of 1,500 metres. The holes were drilled to quarrying depth and are reported to have returned between 8 feet and 80 feet of quality Nephrite jade in the majority of the cores recovered. The jade is estimated to have values from \$2.00 to \$50 per pound depending upon quality. It is also noted that some jewelry quality jade has values of several hundred dollars per pound. The cores have been logged and are being evaluated.

Exploratory cutting of site outcroppings will start shortly for further evaluation.

• Global Metals now has access to a world-wide jade market. This market is showing an increasing demand for high quality nephrite jade and other related mineral products.

• Under this agreement, Global Metals will participate in all downstream revenue opportunities occurring from the sale of its jade and related products to Definity Marketing Inc. Global will receive revenue not only from the bulk extraction of jade, but also from the wholesale, retail and value-added components. After receiving back the costs of quarrying and transportation, Global will receive a further 30% of the remaining revenues back from the sale of all raw, un-processed product. Global will also receive cost plus 10% of all processed product and 10% of the remaining revenues. Further, Global will receive back cost plus 10% of all specialty programs and applications and 10% of remaining revenues. The only costs attributed to Global Metals will be for the bulk extraction of the

product along, until Definity Marketing Inc. has receipt of the product under the terms of its purchase order to Global Metals, and the subsequent transportation of the product to a Vancouver, B.C., F.O.B. plant.

• Definity Marketing will bear all costs related to the sales, marketing and distribution of Global products world-wide. Definity will also incur all promotional and incentive expenses.

• Definity Marketing and Global Metals will share access to each other's promotional programs and will cooperate in all areas to achieve mutually beneficial goals.

• As a further incentive, Definity Marketing has been granted the right to purchase free trading treasury shares of Global: 1) 500,000 shares at \$1.25 per share; 2) 500,000 shares at \$1.25 each upon Definity achieving the target of \$10,000,000 in gross revenue; and 3) 500,000 shares at \$1.25 each upon Definity reaching an additional \$40,000,000 in gross revenues.

93K
General