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George Cross News Letter
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 WESTERN CANADIAN INVESTMENTS

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CUSAC GOLD MINES LTD.		
(CUSAC:NASDAQ:GOC-T, V) 17,233,495 SHS.		
THREE MONTHS ENDED JUNE 30, 1995		
	1995	1994
PRODUCTION REVENUE	\$1,479,711	\$2,969,407
PRODUCTION COSTS	2,068,886	1,799,334
NET INCOME (LOSS)	(589,175)	1,160,073
EARNINGS (LOSS) PER SHARE	(4¢)	9¢
SIX MONTHS ENDED JUNE 30, 1995		
	1995	1994
PRODUCTION REVENUE	\$1,479,711	\$2,959,407
PRODUCTION COSTS	3,361,785	1,989,075
NET INCOME (LOSS)	(1,882,074)	970,332
EARNINGS (LOSS) PER SHARE	(11¢)	8¢

THREE/SIX-MONTH REPORT - Guilford H. Brett, president, Cusac Gold Mines Ltd., reports financial and production results for the three and six-month periods ended 30Jun95. The loss in the second quarter reflects significantly lower than expected ore grades from the Big Vein at the 100%-owned Table Mountain gold mine near Cassiar, northwest B.C. as well as ongoing development costs associated with the advancement of the Michelle Highgrade decline. Revenues are expected to rise sharply during the third and fourth quarters as milling of higher grade material from the Michelle Highgrade zone is projected to continue.

During July, Cusac produced an estimated 2,562 ounces of gold from 2,313 tons of ore at an average grade of 1.10 oz.gold/ton. As of 29Jul95, production totalled 5,891 ounces from the milling of 12,942 tons of ore. Management believes 1995 gold production will significantly exceed 1994 production of 15,788 ounces.

Funding of \$1,080,000 was received during the second quarter by the issue of shares upon the exercise of 950,000 warrants at 96¢ each held by Capital Constellation Fund (CCF), the Swiss firm that provided Cusac's original US \$2,200,000 production loan in 1993, and the exercise of various stock options. Subsequent to the end of the period, CCF exercised all of its remaining 363,000 warrants at 96¢. Canaccord Capital exercised 101,700 warrants at \$1.09 per share, providing additional capital of \$459,333. (SEE GCNL NO.158, 17Aug95, P.1 FOR EXPLORATION PROGRAM DETAILS)

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