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# George Cross News Letter

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## FIRST CHOICE INDUSTRIES LTD.

[FSD-V] 9,589,449 SHS.

GOLD TARGET EXPANDED - Peter Dasler, P.Geo., president, First Choice Industries Ltd., reports surface exploration work carried out in August and September on the Knob Hill project, located 30 km northwest of the Island Copper Mine, northern Vancouver Island, BC, has extended the large gold target identified from previous soil sampling, and at the same time clearly located one area of highly anomalous results. First Choice can earn a 50% interest from Kamaka Resources Ltd. (owned by Peter Dasler) by paying \$100,000, issuing 100,000 shares and spending \$750,000 on exploration over four years. An additional 15% can be acquired for 100,000 shares and completing a feasibility study.

Exploration effort is now being focused on a 1,100 metre by 700 metre section of the larger target area where gold values are strongly associated with arsenic, lead, and elevated zinc mineralization. Gold values are up to 563 ppb, lead values reach 392 ppm, arsenic values peak at 4713 ppm and zinc reaches 282 ppm.

Although the target area lacks outcrop, nearby exposures indicate the zone is within a rhyolite flow and dome complex. Extensive pyrite and pyrrhotite mineralization has been mapped within the rhyolite unit as flooding and fracture filling. Free gold has been panned from the drainage local to the target defined by the soil anomaly.

In a regional setting, the property is on the western end of the Island Copper porphyry copper-gold belt. The property covers the most western of a series of magnetic anomalies that define centres of Jurassic intrusive activity and advanced argillic alteration. The past producing Island Copper mine (365,000,000 tonnes), and at the Hushamu deposit of Jordex Resources (283,000,000 tonnes), are defined by the trend. Rhyolite domes and flows have been detailed by the BC Government Geological Survey, and the whole area is described in their 1994 work as a prime exploration target for high-sulphidation copper-gold mineralization, similar to other Pacific-Rim porphyry belts.

A field crew has been dispatched to the property to carry out preliminary work in advance of an IP and resistivity geophysical survey which will start mid-month. The crew will concentrate on hand trenching within the zone and prepare sites for drill testing.

Management is of the view the property has the potential to host a major gold deposit, and will progress to drill testing as soon as technically feasible. (SEE GCNL NO.148, 31Jul96, P.2 FOR SCHEFFERVILLE PROJECT INFORMATION)

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