George Cross News Letter

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WESTERN CANADIAN INVESTMENTS

NO. 164 (1996)
AUGUST 23, 1996

VERDSTONE GOLD CORP.
[VGC-V]   13,487,873 SHS.
MOLYCOR GOLD CORP.
[MOR-V]   6,430,827 SHS.

INTERESTING MOLY ASSAYS REPORTED - Larry W. Reaugh, president of Verdstone Gold Corp. and Molycor Gold Corp., has reported results of drilling on the Crow-Rea Webb-Site Zone near Summerland, BC. Drill hole results are as follows:

HOLE NO.	INTERVAL FEET	WIDTH FEET	MoS_2 %
DDH96-97	95-117	22.0	0.663
	167-170	3.0	.112
DDH96-92*	522-525	3.0	.140
	531-534	3.0	.087
	549-552	3.0	.053
	612-633	27.0	.121
	600-603	3.0	.635
	636-645	9.0	.049

*HOLE NO. 96-92 WAS A DEEP HOLE DRILLED 500 FEET NORTHWEST OF HOLE NO. 96-97.

Currently soil sampling is being conducted on the A-10 (swamp zone) and A9 targets which were identified by structural tectonics. Drilling is continuing on the Webb-Site Zone with three holes in for assay.

At the Salal Creek molybdenum property, 70 km. NW of Pemberton, BC the drill pad on Float Creek is being enlarged to complete the drill set up. The drill site is located at the centre of the alteration area which progresses inward from an outer chlorite zone (propylitic) to an inner chlorite zone (transition) to a outer sericite zone (argillite) to an inner sericite zone (Potassic). Coincident with this central location is: 1) the most impressive in-place molybdenum mineralization; 2) Float Creek lies at or near the contact between the fine grained and coarse grained phases of the intrusion, an area of complex intrusive history and strucutre that may be related to the emplacement of mineralization; and 3) the area underlying the Float Creek showing remains virtually untested.

It is expected that drilling will start on the Salal project August 25,1995.

BLENW General