

1710 - 609 GRANVILLE ST
PO BOX 10363
VANCOUVER BC
CANADA V7Y 1G5
(604) 683-7265 FAX 683-5306

George Cross News Letter

"Reliable Reporting"

WESTERN CANADIAN INVESTMENTS

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$350.00 + GST

NO. 174 (1997)
SEPTEMBER 10, 1997

NO. 174 (1997)
SEPTEMBER 10, 1997

FIRST CHOICE INDUSTRIES LTD.

[FSD-V] 9,776,949 SHS.

· KNOB HILL GEOPHYSICS UPDATE - Peter Dasler, president, First Choice Industries Ltd., reports the recent airborne magnetic/ EM/ radiometric survey over the Knob Hill property has highlighted three priority targets for immediate follow-up work. Knob Hill is located 40 km. west of the Island Copper mine site, on northern Vancouver Island, BC, at the western end of a series of mineral deposits and large alteration zones called the Island Copper porphyry copper-gold belt". The Island Copper mine, which closed in late 1995 was a 365,000,000 tonne copper-gold deposit which produced over 1,000,000 ounces of gold.

The largest of the airborne survey targets shows intense electromagnetic response over a zone one km long. There is little rock exposure along or near the target but ground inspection has provided scattered, sulphide float along the zone which is adjacent to a large area of magnetic hornfels alteration. Ground geophysical surveys are underway to determine possible drill locations. The company expects to be able to drill test parts of the zone during the current drill program.

The current 2,500 metres (8,200 feet), 21 hole drill program has been discovering extensive polymetallic sulphide mineralization, including extensive copper sulphide. Seven holes have been drilled, but drilling has currently been suspended to allow sample assays and ground work to catch up. The main drill target is a large circular structure within rhyolite and rhyolite breccias. The surface soil geochemistry is highly anomalous in copper and gold within this structure.

In previous drilling at Knob Hill, the company identified a gold-bearing, polymetallic sulphide alteration zone within rhyolitic rocks. In 1996, drill samples indicated gold mineralization was strongly related to copper mineralization. One drill hole, 96-1, located about 350 metres east of the centre of the main structure, targeting an arsenic-lead soil anomaly to the east, intercepted high grade gold-copper veinlets assaying up to 29.8 grams gold/tonne (0.87 oz/ton) and 0.2% copper. Once assays have been received and evaluated the drill program will resume.

CRYSTALLEX INTERNATIONAL CORP. (KRY-T, AMEX) is in the process of finalizing the purchase of a 30% interest in the Knob Hill property. (SEE GCNL NO.164, 26Aug97, P.3 FOR PREVIOUS KNOB HILL PROJECT INFORMATION)

102I S

