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# George Cross News Letter

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## BOOKER GOLD EXPLORATIONS LTD.

[BGE-V] 8,544,398 SHS.

FIRST MORRISON DRILL RESULTS - J. Paul Stevenson, CEO,  
Booker Gold Explorations  
Ltd., reports assay results were received from its first hole drilled on  
the Morrison porphyry copper-gold deposit. The Morrison deposit

is under 50% option from NORANDA INC., [NOR-T, M], and is adjacent to Booker's 100% owned Hearne Hill deposit, 65 km northeast of Smithers, BC. SEE DRILL HOLE MAP OVERLEAF P.2.

Booker Gold's drill program on the Morrison began in January 1998 and represents the first drilling on the property since Noranda drilled 95 holes in the 1960's and 1970's.

Higher grade mineralization was concentrated in the upper 96.6 metres (320 feet) of drill core with in hole 98-MO-1. From 3.1 metre (10 feet) to 96.6 metres (320 feet) the hole averaged 0.72% copper, 0.53 grams gold/tonne, 2.25 grams silver/tonne, and 13.0 grams gallium/tonne, and included an 8.1 metres (30 feet) intersection of 1.03% copper, 0.96 grams gold/tonne and 3.47 grams silver/tonne. Hole 98 MO-1 was drilled to a core length depth of 239.8 metres (790 feet) and averaged 0.41% copper, 0.29 grams gold/tonne, and 1.40 grams silver/tonne. Copper was assayed by atomic absorption, gold by fire-assay and all other elements by inductively coupled plasma (ICP) procedures. Drill hole 98-MO-1 was collared in the Northern Zone of the Morrison porphyry system, 60 metres west of Noranda's DH 17 and DH 18, and 70 metres east of DH 24 and DH 59. Drill hole 98-MO-1 was drilled due east at a 70° dip.

By contrast, Noranda's DH 17 averaged 0.17% copper over 91.4 metres (300 feet), DH 18 averaged 0.47% copper over 199.3 metres (654 feet), DH 24 averaged 0.36% copper over 45.4 metres (150 feet) and DH 59 averaged 0.33% copper over 239.2 metres (785 feet). Gold grades were not initially assayed during Noranda's drilling program, and later composite assays from selected pulp rejects suggested a 0.20 grams/tonne average for the entire deposit.

The objective of first phase drilling on the Morrison ground is to determine potential for higher grade zones within the Morrison porphyry system and assess the accuracy of previous drill results by Noranda. Booker Gold is using NQ (4.8 cm) size core versus the AEX (2.7 cm) size core Noranda used to drill the first 65 holes. Results from previous work allowed a resource estimate for the Morrison of 190,000,000 tonnes grading 0.40% copper and 0.20 grams gold/tonne. Assays from the second hole are pending and will be released when available. (SEE GCNL NO.236, 9Dec97, P.4 FOR PREVIOUS MORRISON & HEARNE HILL PROJECT INFORMATION)

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#### WHITEGOLD RESOURCE CORP.

CONTINUED FROM PAGE ONE - It is used primarily as a strengthening agent for new generation high-tech, impact resistant plastics, fibrocements, manufacturing of ceramics and paint products and as a substitute for asbestos since it does not readily transfer heat. The main usage is the production of nylon and polyurethane compounds used in inject molded automotive parts.

Wollastonite has been tested by the U.S. government as well as the National Institute of Occupational Safety and Health. The International Association for Cancer Research has declared the mineral "environmentally friendly" with no adverse chemical properties.

Whitegold's ISK wollastonite is projected to sell for about Cdn \$1,250 a tonne. Market research has shown that ISK wollastonite can compete with, and is superior to product grades within this price range. According to a survey conducted by the U.S. Department of the Interior Bureau of Mines, industry experts are "optimistic about the future of wollastonite", predicting that worldwide production will approach 700,000 tons by the year 2000, up from 400,000 tons reported for 1994.

Metallurgical testing has established the ISK wollastonite can be concentrated by flotation alone to 99.4% purity and can be milled into high aspect ratio filler product, surpassing most competing products world wide. Results of recent lab testing indicate the ISK Wollastonite is superior in product quality, tensile strength and elongation process percent. This indicates the 'Bril 8' product, without expensive surface treatment, can compete effectively with surface treated products which are selling for Can \$2,870 per tonne.

George C. Hawley, a world authority on industrial minerals marketing has written a study, "Wollastonite in Plastics: A Bright New Millennium for Wollastonite from Iskut" which finds the 'Bril 8' superior to most comperable products and should find ready buyers in an expanding market demand.

**POSITIVE PRE-FEASIBILITY COMPLETED** - The interim draft full feasibility study has shown a fast three year

payback on the basis of 50,000 tonnes of ore mined in July, August and September, trucked to a mill site at Bob Quinn or Stewart, where electric power for crushing and flotation would be available. Processing would be at 100 tonnes per day, year round. The company has the option to increase annual production to 100,000 tonnes or more in the future. The forecast Can. \$57,000,000 capital cost includes: \$12,900,000 for construction of 60 km of access road from the present Iskut Mine road to the property; \$4,500,000 for mining trucking equipment, which could be contracted to reduce capital costs; \$13,900,000 for a 'Cadillac' designed flotation plant where costs might be reduced by used buildings and machinery; plus \$9,000,000 for very fine grinding, [micronizing] and \$10,000,000 for working capital. The net present value of the project, using a 10% discount rate, is Can. \$40,000,000 after tax, or \$93,000,000 pre-tax and the discounted cash flow rate of return is 22% to 26% after tax, 31% to 36% pre tax. The present program calls for completion of a final feasibility study in the fourth quarter of 1998 and permit applications for road, mine and plant construction in anticipation of the start of construction in the Spring of 1999 and production in the fall of 2000. As this work is underway, discussions will continue with: the native bands in the area, who have been supportive in early talks; potential product buyers toward forward order contracts with related possible funding; and also with potential joint venture partners which have been following the project's progress.

**PROPERTY ACQUISITION TERMS AS AMENDED** - Whitegold has an agreement to acquire 100% working interest in the ISK Wollastonite property

from 495488 B.C. Ltd., subject to the 20% net profits interest, for the following consideration: \$10,000 which has been paid, 900,000 shares in work related instalments including 600,000 upon completion of a feasibility study. Terry McCrory received a finder's fee in the transaction. In Nov. 1996, Whitegold, while still named Super Twins, received VSE approval to an amended option agreement dated 23Sept96, to buy 10% net profits interest for \$500,000, this interest is half of the 20% net profits interest held by 495488 B.C. Ltd.

**REVIEW NAME CHANGE** - On 13Feb97, Whitegold Resource AND RECENT FINANCINGS was renamed from SUPER TWINS RESOURCES LTD. [STN-V] with no capital consolidation. Of 100,000,000 no par share authorized, 9,508,169 shares were issued at the time, including 750,000 shares in escrow. On May 1, 1997, there were 375,000 shares released from escrow with 375,000 share remaining in escrow owned by Harbour Creek Management Corp. and Brian A. Lueck. Transfer agent is Pacific Corporate Trust Co.

On Oct.14/97, VSE approved the non-brokered private placement, which had been sold and closed, of 1,897,369 units (357,334 are flow-through) at 60¢ per unit together with 1,897,369 warrants exercisable to buy 1,897,369 non-flow-through shares at 60¢ per share for 1 year. Flow-through placees are Eric Savics 83,334 shares, Herman Leusink 67,000, Laurentian Trust ITF Elmer Mosner 50,000 and Peter Weichler 30,000 shares and 33 other placees as to 127,000 shares. Non-flow-through placees are Caisse Nationale de Credit Agricole 420,000 shares, Paribas Asset Management and Banque Bruxelles Lambert France 335,000 shares each, Societe General Asset Management 170,000, Myron F. Klinkman 60,000 and Omnium de Gestion Patrimoniale S.A. 59,000 shares and 33 other placees as to 161,035 shares A finder's fee of \$59,355 is payable to Global Equities (Patrick Piard, Gilles Boyer)

On 10Dec97, the company proposed a private placement, approved by VSE 26Jan98, sold and closed, of 483,871 units at 62¢ per unit for total proceeds of \$300,000. Each unit comprises one flow-through share and one two year warrant. Each warrant is exercisable to buy one non flow through share at 62¢ each in year one and at 72¢ in year two. In the case of 483,871 units, the subscriber applied to VSE for policy relief so that its warrants will be exercisable through 23Feb2000 at 62¢ p/s for entire term. A portion of placement, namely \$300,000 or 483,871 units, will be subject to following additional terms. The funds will be held in escrow by Montreal Trust Co. and will be released to Whitegold as it incurs resource expenses on its exploration properties. Upon receipt from the company, from time to time of certificates setting out actual resource expenses incurred on its properties by 31May98 (which may be extended by parties), the subscriber will cause Montreal Trust to pay to the company the amount specified in each certificate. Whitegold will, in turn, issue to the subscriber that number of flow-through shares equal to amount paid divided by 62¢. If Whitegold is unable to incur \$300,000 in resource expenses before 31May98, then the subscriber will have the option, through 31Dec98, to subscribe for such number of non-flow through shares equal to difference between \$300,000 and the total amount of resource expenses incurred divided by the 62¢ per share price. Placee is Caratax Ltd. Partnership - 1997.

**NEW OFFICES** - In Oct. 1997, the company moved offices to 1950-400 Burrard St., Vancouver, B.C. V6C 3A6. Telephone number is (604) 681-2393.

**DIRECTORS AND CONSULTANTS** - Directors currently are: Brian A. Lueck, B.A.Sc., P.Geol. president; Bart Jaworski, B.A.Sc., Hon., president exploration; Ross O. Gianville, B.A.Sc., P. Eng., MBA, CGA; Colin Johnson, director and president of Premier F.I., Switzerland; and Dr. John Vince Hover, DDS, director and a significant shareholder; and Warren Drew, director and an investment banker.

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**BOOKER GOLD EXPLORATIONS LTD.  
NORANDA INC.  
MORRISON COPPER-GOLD PROJECT  
65 KM NORTHEAST OF SMITHERS, BC**

**MORRISON - HEARNE  
GEOLOGY LEGEND**

- QAL Quaternary - overburden.
  - Eoc Eocene: BFP
  - Ejg Early Jurassic:  
Diorite, granodiorite
  - LB Lower Jurassic Hazelton  
Group: Volcanics and Sediments
  - Fault - major
  - Fault - minor
  - 0.10 % Copper  
isopleth.
- 1500m.

From: CIM 1995 Special Volume 46

**Figure 1: Hearne Hill/Morrison project geology with blow-up showing selected drill hole locations on the Morrison.**

