

# George Cross News Letter

NO.206(1988)  
OCTOBER 26, 1988

EQUINOX RESOURCES LTD. (EGX-V,T) 82M003

PAN AMERICAN MINERALS CORP. (PAA-V)

FORMAL AGREEMENT SIGNED - Equinox Resources Ltd. and Pan American Minerals Corp. reported signing a formal agreement granting Equinox the right to earn a 50% direct interest in Pan American's 100% owned J & L property, 32 km north of Revelstoke, B.C. and up to 2,700,000 shares of Pan American, or 40% of the company, by spending \$5,000,000 over five years on property exploration and development, and Pan American corporate and administrative costs. Equinox has also assumed day-to-day management of Pan American. The agreement is subject to Pan American shareholder approval, which will be sought at an extraordinary general meeting to be held on January 10, 1989.

The 18,250 acre J & L property contains a polymetallic massive sulphide arsenical gold deposit. Work by BP-Selco, Noranda and Pan American from 1983 to 1988 at a cost of over \$5,000,000 has developed the following reserve estimates:

GOLD SILVER LEAD ZINC

COMPANY	TONNES	OZ/T	OZ/TON	%	%	CATEGORY
Pan Amer.	813,000	0.15	1.77	1.84	3.81	Proven/Probable
BP-Selco	3,371,000	.17	1.73	2.15	4.04	Probable/Possible
Noranda	11,438,000	.20	2.01	2.56	4.48	Possible

Within the overall deposit are zones of higher grade in certain metals, including extensive areas with gold values over 0.25 oz./ton and others with combined lead-zinc values over 10%. The deposit contains an average of 5% arsenic.

Mineralization has been traced at surface over a 3,280 meter strike length and in a continuous zone underground for 845 meters. The tabular zone averages 1.5 meters wide, extends up to 10 meters wide, and appears to be amenable to underground mining with good ground conditions and clear geological control over mineralization.

Metallurgical testwork by BP-Selco, Noranda and Pan American has shown that economic recoveries can be achieved using conventional methods. Equinox has started a metallurgical and underground evaluation program budgeted at \$1,000,000 and designed to develop a production flowsheet. This will include underground drilling, collection of a 300 ton underground bulk sample and lab and pilot scale flotation and pressure oxidation tests.

004763

FIRCREST RESOURCES LIMITED (FCH-V)

PHASE I COMPLETED - Fircrest Resources Ltd. has

completed the phase I work program on its Croesus Property near Terrace, B.C. Results to date indicate several extensions of previous anomalies and one new showing. The company is entertaining a joint venture offer to continue exploration on the project.

Firecrest is acquiring a 20 unit mineral claim near the QR deposit in the Likely area of B.C. Details of the joint venture agreement and new acquisition will be released upon completion of the agreements.

The company has granted 50,000 employee options at 76¢ per share, exercisable until Oct.1/90.

BLACK SWAN GOLD MINES LTD. (BSW-V,Australian)

GOLD CAP INC. (GCX-Alberta)

HOLE	INTERVAL, FT	FEET	OZ. GOLD/T	TAS ASSAYS REPORTED
88-23	72.5- 74.1	1.6	0.17	' Arthur T. Fisher, pres-
88-24	79.4- 81.0	1.6	.28	'ident of Black Swan Gold
88-25	78.1- 86.9	8.8	.67	'Mines Inc. reported
	151.5-153.2	1.7	.55	'initial drill results

-----the Tas property 140 miles north of Prince George, B.C. Under an agreement with Goldcap Inc. and Noranda Exploration, Black Swan can earn a 55% working interest in the property by spending \$800,000 on exploration over 30 months. Eight holes have been completed and all holes have intersected at least one mineralized zone. Assays have only been received for 3 of the holes drilled in the East zone. During November drilling will continue to explore and delineate five known mineralized zones. Later, five holes will be drilled on other targets located elsewhere on the property.

# George Cross News Letter

NO.16(1989)  
JANUARY 24, 1989

82M 003

EQUINOX RESOURCES LTD. (EQX-V,T)  
PAN AMERICAN MINERALS CORP. (PAA-V)

HOLE	INTERCEPT	OZ.GOLD/T	OZ.SILVER/T	LEAD	ZINC	GOLD EQUIV
1	2.05m 6.8ft.	0.445	3.40	4.0%	6.0%	0.794
2	5.69 18.7	.467	1.70	2.6	3.7	.677
3	.32 1.1	.519	3.35	4.9	8.8	.991
4	1.86 6.1	.766	4.60	5.9	6.9	1.202
5	1.65 5.4	.570	2.45	3.0	4.4	.827
6	5.55 18.3	.342	1.45	2.4	3.5	.539
including	8.6	.647	2.50	4.5	5.8	.985
7	.67 2.2	.430	3.24	5.5	11.1	1.000
8	2.26 7.4	.214	2.64	3.6	6.4	.562

Gold equivalent assumes prices of: \$400 oz.gold,  
\$5.71 oz.silver, 38¢ lb.lead, and 75¢ lb.zinc.

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INITIAL DRILL RESULTS - Ross J. Beatty, president of AT J&L PROJECT, B.C. Equinox Resources Ltd. and Pan American Minerals Corp. reported assay results from the first 8 holes drilled in the current 10,000 foot drilling program on the J&L property, 32 km north of Revelstoke, B.C. Equinox holds an option to earn a 50% direct interest in the property and a 40% equity interest in Pan American by spending \$5,000,000 over five years on property exploration and on Pan American corporate and administrative costs. The 8 holes were drilled on sections 630 and 650 as fill-in holes to develop a proven resource for purposes of bankable feasibility study. Pilot scale metallurgical testwork will follow the program. Two drills remain active on the property. (SEE GCNL No.206, p.1, Oct.26,1988 for reserves and much further detail).

HUNTINGTON RESOURCES INC. (HUN-V)  
CORONA CORPORATION (ICR.A,B-V,T,M,AMEX)

BRETT CLAIMS WORK - Sterling D.McIlveen, president PROGRAM ANNOUNCED reports that Huntington Resources Inc. and Corona Corporation have reached agreement on a \$661,000 work program for 1989 the Brett claims about 25 km west of Vernon, B.C. The two phase work program will include extensive diamc and reverse circulation drilling. The drilling will primarily directed toward further development of the Ma Shear zone, the source of spectacular gold recovery during last year's work program. Recent drilling Brican Resources Ltd. near the boundary of the Bre claims intersected a large shear zone at depth. The hole was located some 2,000 ft. north of the site of la year's program and greatly expands the potential of t Main Shear zone. A detailed breakdown of the progr will be made available shortly.

Under the 1987 option agreement, Corona has earn a 51% interest in the Brett claims after invest \$500,000 in the property. Corona also made a \$110,000 cash payment and purchased \$100,000 of Huntington treasury stock. Corona was also granted an option acquire 500,000 shares of Huntington over 5 years.

BATEAUX RESOURCES INC.(BTU-V) has completed its work program on the property on northern Moresby Island, B.C. and is currently awaiting the final results and project report, expected in the first quarter of 1989. The company has received its 12g exemption allowing it to trade over-the-counter in the U.S.A. Also, Bateaux has undertaken to finance the preliminary review of a number of properties in Thailand with gold mining potential.

# George Cross News Letter

NO.36(1989)  
FEBRUARY 21, 1989

## MENIKA MINING LTD. (MML-V)

DRILLING REPORT - Doreen Boltard, director of Menika Mining Ltd. reported that D.D.H. 89-1 drilled at 90d. on the 100% owned Des property, Highland Valley, Kamloops mining division, B.C. intersect no commercial mineralization. D.D.H. 89-2 drilled at -60d azimuth west, is located 245 meters east of D.D.H. 89-1. D.D.H. 89-2 intersected visible sulphides from 850 feet down and drilling is still in progress at the rate of 75 to 100 feet per day. Additional information will be released as soon as D.D.H. 89-2 is completed. No samples have been assayed to date.

82M003

## EQUINOX RESOURCES LTD. (EQX-V,T)

### PAN AMERICAN MINERALS CORP. (PAA-V)

FURTHER ASSAYS FROM - Equinox Resources Ltd. and Pan J&L DRILLING PROGRAM American Minerals Corp. reported assay results from 13 holes drilled on the J&L property 32 km north of Revelstoke, B.C. Equinox may earn a 70% interest by spending \$5,000,000 on exploration and Pan American corporate expenses by Oct.1, 1993. Pan American can repurchase a 20% interest by issuing 2,700,000 shares to Equinox.

The 13 holes were drilled from underground between sections 350 and 950 as fill-in holes on 25 meter centers between holes previously drilled on 50 meter centers. Results demonstrate grade and continuity of the arsenical massive sulphide deposit over a 600 meter strike length and 120 meter vertical extent about the existing drift on the 830 meter level. (SEE ASSAY TABLE OVERLEAF PAGE 1).

Collection of a 300 ton underground bulk sample has now begun. Pilot scale metallurgical work by Lakefield Research will be carried out on this material in March. Drilling continues. (SEE ALSO NO.212, P.1, 3NOV88 FOR MORE DETAILS).

No. 36(1989)

Feb. 21, 1989

# EQUINOX

824

## Pan American Minerals Corp.

Hole	Drill Interval ft	True Width ft	Gold oz/ton	Silver oz/ton	Lead %	Zinc %	Pb+Zn %	Gold * Equiv. oz/ton
88-9	14.0	7.3	0.48	1.8	1.9	8.8	8.5	0.79
88-14	34.6	11.6	0.19	1.9	1.7	4.5	6.2	0.38
88-18	24.9	9.9	0.21	2.1	3.1	7.7	10.8	0.59
88-20	20.6	13.2	0.24	2.8	3.1	6.4	9.5	0.58
88-21	23.8	14.9	0.14	1.3	1.6	1.7	3.3	0.25
88-22	24.3	4.3	0.11	0.9	1.1	2.5	3.6	0.24
88-24	12.0	4.0	0.14	2.4	2.6	3.2	5.6	0.34
88-25	26.6	4.6	0.28	1.9	2.6	4.7	7.3	0.53
88-27	13.9	6.6	0.28	3.5	5.4	7.3	12.7	0.74
88-28	7.5	4.6	0.14	1.9	3.9	5.4	9.3	0.46
88-29	9.5	7.3	0.21	3.5	6.5	11.7	18.2	0.82
88-30	4.6	4.6	0.33	1.0	1.2	0.8	2.0	0.40
88-31	5.1	4.0	0.20	0.2	2.2	4.7	6.9	0.47

\*Gold equivalent assumes gold price of \$400/oz, silver price of \$5.71/oz, lead price of \$0.38/lb and zinc price of \$0.75/lb.

True widths on previously announced holes follow. These were previously reported as holes 1 to 8 using a different numbering system, and reported in GCNL.No.16, Jan.24, 1989

Hole	Drill Interval ft	True Width ft	Gold oz/ton	Silver oz/ton	Lead %	Zinc %	Pb+Zn %	Gold * Equiv. oz/ton
88-4	6.8	5.0	0.45	3.4	4.0	6.0	10.0	0.79
88-5	18.7	13.9	0.47	1.7	2.6	3.7	6.3	0.66
88-6	1.1	1.0	0.52	3.4	4.9	8.8	13.7	0.99
88-7	6.5	1.3	0.77	4.6	5.9	6.9	12.8	1.20
88-8	5.4	4.0	0.57	2.5	3.0	4.4	7.4	0.83
88-9	18.3	18.2	0.34	1.5	2.4	3.5	5.9	0.54
incl.	8.6	8.6	0.65	2.5	4.5	5.8	10.3	0.99
88-10	2.2	1.7	0.43	3.2	5.5	11.1	16.6	1.00
88-11	7.4	1.7	0.21	2.7	3.6	6.4	10.0	0.56

\*Gold equivalent assumes gold price of \$400/oz, silver price of \$5.71/oz, lead price of \$0.38/lb and zinc price of \$0.75/lb.

### DRAGON RESOURCES LTD. (DGN-V)

DIRECTOR APPOINTED - Dragon Resources Ltd. has reported the appointment of Peter Loretto, M.R.A. as a director. He has considerable experience in the investment business and will assist in raising additional funds. Dragon is in partnership with GREENSTONE RESOURCES LTD in the Millie Mack, McNeil and Gill projects in southeastern B.C. Dragon is also seeking properties in Nevada.

KALI VENTURE CORPORATION(KIV-V) reported the purchase, from Taylor Explorations Ltd., of a 100% interest in the XL NO.2 claims. The 16 claim property is located in the Cariboo mining district about 30 miles north east of 100 Mile House in the Quesnel Trough. The deemed purchase price is \$36,000. The company consulting geologist will be sent in for an examination as soon as weather permits.

# George Cross News Letter

NO.60(1989)  
MARCH 29, 1989

## EQUINOX RESOURCES LTD. (EQX-V,T) 82M 003 PAN AMERICAN MINERALS CORP. (PAA-V)

**PRODUCTION FEASIBILITY STUDY FOR - Equinox Resources 70% J&L PROJECT AT REVELSTOKE, B.C.** Pan American Minerals 30% have decided to proceed to a full production feasibility study on the J&L property near Revelstoke, B.C. The study will require additional underground development and drilling, will cost several million dollars and is scheduled to be completed Dec.31,1989 toward production by mid-1991.

A 32 hole program completed March 28,1989 returned an average grade of 0.32 oz.gold/t, 2.4 oz.silver/t, 3.3% lead, 6.0% zinc over an average true width of 6.4 feet. Geological reserves in all categories are calculated at 13,110,000 tonnes, including proven and probable reserves in the Main zone of 721,000 tonnes grading 6.8 grams/tonne gold, 69.0 grams/tonne silver, 2.6% lead, 5.45% zinc. Lakefield Research's metallurgical test work shows the ore can be up-graded using a sink/float plant such that a 250 tonne per day mill can be used with a 500 tonne per day mining rate. A 300 tonne bulk sample will be processed in Lakefield's plant as part of the feasibility study. Bench scale pressure leaching tests confirm the economics extractability of gold from arsenopyrite using an autoclave with a 100 tonne per day capacity.

KALI VENTURE CORPORATION (KIV-V) has appointed Timothy L.Sadler-Brown, consulting geologist as a directors and vice president of Exploration. He will direct the exploration of the Easy and Jo claim gold prospect in the Lillooet River area B.C. (SEE GCNL NO. 59, p.3, 28Mar89) Kali has cancelled all options and granted new options on 180,000 shares at 39¢ each until 28Feb94.

FOOTWALL EXPLORATIONS LTD. (FTW-V) has completed a two month underground drilling program on the A-55 gold zone near Zeballos, Vancouver Island, B.C. The holes indicated a gold anomalous trend with the best assays being 0.33 oz.gold/t and 0.64 oz. gold/t. Geologists are now planning the next stage of recommended exploration. Footwall has an option to acquire a 51% interest in the property by spending \$1,000,000. To date the company has spent \$500,000. Additional flow through funding is being sought. The company is also seeking other properties.

## CONTINENTAL GOLD CORP. (CNT-V;CNTVF-Nasdaq)

HOLE NO.	AZIMUTH DEGREES	DIP d	LENGTH FEET	INTERVAL		COPPER GOLD				
				FEET	FEET	%	OZ/T			
89-91	267	-45	506.8	195.5-	303.1	107.6	0.33 0.014			
89-92				265	-45	1053.2	260.8-1053.2	792.4	.02 .028	
							including	419.8-	971.2	551.4
							610.1-	971.2	361.1	.02 .052
89-94	269	-45	496.9	105.0-	352.6	247.6	.17 .020			
89-95	272	-45	707.8	22.0-	367.4	345.4	.20 .015			
89-97	280	-43	796.7	32.1-	184.3	152.2	.24 .006			
89-98				270	-71	567.4	12.1-	567.4	555.3	.31 .012
							including	12.1-	255.8	243.7
89-99	272	-69	1016.8	23.9-	688.8	664.9	.31 .024			

**STEP OUT DRILLING CONTINUES -** Robert A.Dickenson, president of Continental Gold Corp. reported assay results from recently completed drill holes on the Mt. Milligan property, 45 miles west of McKenzie, B.C. The project is a Continental Gold 70%, BP Resources Canada Limited 30%, joint venture. The drill results reported above are from widely spaced sites within the sulphide system measuring some 2 miles in circumference. Continental Gold and United Lincoln Resources Inc. have completed their amalgamation with 7,890,000 shares issued fully diluted. (SEE GCNL No.51 p.2, 14Mar89 for previous drilling results).

GERLE GOLD LTD. (GGL) has completed a private placement whereby PLACER DOME INC. purchased 800,000 shares of Gerle Gold for proceeds of \$240,000. As a result Placer Dome owns about 11.26% of the Gerle's issued shares.  
GOLDEN POND RESOURCES LTD. (GDP-V), ALLOTTA RESOURCES LTD. (AOS-V), TUNDRA GOLD MINES LIMITED (TDA-V), NEW BEGINNINGS RESOURCES INC. (NBR-V) and VILLENEUVE RESOURCES LTD. (VIE-V) have reported that Eric Laing has resigned as a director.

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AND PETROLEUM RESOURCES

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NO. 111 (1989)

JUNE 9, 1989

# George Cross News Letter

*"Reliable Reporting"*

LIBRARY

On March 28, Equinox announced its decision to advance the J&L arsenical gold-zinc deposit, near Revelstoke, B.C., to a full feasibility study. Metallurgical testwork was promising and confirmed the ability to produce saleable lead and zinc concentrates and economic extraction of gold from arsenopyrite using pressure leaching. Updated geological ore reserves are 721,000 tonnes (proven and probable) grading 0.2 oz. gold/t, 2 oz. silver/t, 2.6% lead and 5.4% zinc, and 13,110,000 tonnes (all categories) of the same grade, assuming a 1.6 meter mining width and 0.2 oz. gold/t equivalent cut-off grade.

Current work includes: mine permitting; expanded metallurgical testwork; operation of a pilot plant on the 300 ton bulk sample. Development of a mining plan and a detailed study of capital and operating costs.

82M3

George

NO.167(1989)  
AUGUST 30, 1989

EQUINOX RESOURCES LTD. (EQX-V)

PAN AMERICAN MINERALS CORP. (PAA-V)

PLACER DOME TO FINANCE - Ross J.Beatty, president of  
J&L PROPERTY DEVELOPMENT Equinox Resources Ltd. and  
Pan American Minerals Corp.

reports Placer Dome Inc. has agreed to invest about  
\$500,000 to advance metallurgical test work on the J&L  
property 20 miles north of Revelstoke, B.C., by buying  
270,000 shares of Equinox at \$1.85 per share. Equinox  
will also be entitled to \$150,000 from the Canadian  
Exploration Incentive Program, making a total of \$650,000  
available to the test program. Equinox has agreed to  
give Placer Dome a priority right to future J&L related  
financings. Equinox operates the property under an  
option to acquire a 50% direct interest in the property  
and a 40% equity interest in Pan American Minerals.

The funds will be used to complete a pilot plant  
metallurgical program at Lakefield Research on a 300  
tonne bulk sample collected from the J&L property earlier  
this year.

The J&L property contains an arsenical gold-zinc

82M3

# George Cross

Reliable

NO. 25(1990)  
FEBRUARY 5, 1990

WESTERN CANADA

## EQUINOX RESOURCES LTD. (EOX-V)

At the J & L gold/zinc property 32 km north of Revelstoke, B.C., the 270-tonne pilot plant metallurgical program funded by PLACER DOME INC. has been successfully completed. Results are being evaluated. Flotation testwork confirmed the saleability of the zinc and lead concentrates which two smelters will purchase. Pressure leach testwork has helped to provide capital and operating cost estimates. One further underground exploration program is required before a final production decision is made. A 750 tonne per day mine would produce about 51,000 ounces of gold and 55,000 ounces of gold-equivalent (zinc/lead/silver). There are proven and probable reserves of 859,000 tonnes grading 7.5 grams gold/tonne, 65 grams silver/t, 5% zinc and 2% lead and in excess of 1,000,000 tonnes possible at similar grades. (SEE GCNL No. 167, 30Aug89, P.1 FOR EARLIER INFORMATION)

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CHENI GOLD MINES INC. (CZG-V,T,M)

EQUINOX RESOURCES LTD. (EQX-V,T)

PAN AMERICAN MINERALS CORP. (PAA-V,T)

REVELSTOKE OPTION SIGNED - Paul Savoy, president,  
reports Cheni Gold Mines

Inc. has signed an agreement, subject to regulatory approval, to earn a 60% interest in the J&L property located near Revelstoke, British Columbia from Equinox Resources Ltd. and Pan American Minerals Corp. To earn its interest, Cheni must fund all property exploration and maintenance costs, deliver within three years a bankable feasibility study, make a decision to place the property into commercial production and fund or arrange financing for 100% of capital costs until commercial production begins.

Capital costs will be recovered from 92% of the net operating cash flow, and will thereafter be split 60/40. The 18,250-acre J&L property contains a major arsenical gold, silver, lead and zinc deposit which has the potential to become a significant long-term polymetallic mine. More than \$8,000,000 has been spent on the J&L in the past decade by BP-Selco, Noranda, Pan Am and Equinox. Equinox's latest program was directed at resolving the metallurgical complexity of the mineralization. The results of recent metallurgical work were positive in that saleable zinc and lead concentrates could be produced, and in excess of 90% of the gold could be recovered by oxidation pressure leach.

Proven and probable geological reserves currently stand at 808,000 tonnes grading 7.2 grams gold/tonne, 65.7 grams silver/tonne, 2.5% lead and 5.2% zinc. Mineralization has been traced on surface for more than 3,280 metres and underground for 990 metres horizontally and 500 metres down-dip. The tabular zone averages 2.5 metres wide, extends up to 10 metres wide and is amenable to underground mining. Cheni's objective is to establish a mineable reserve base of 3,000,000 tonnes, through extending the existing 830 drift by 400 meters and completing an extensive underground drilling program. At a 750 tonne-per-day mining rate this would enable a minimum 10-year mine life with production of approximately 51,000 ounces of gold per year and 55,000 ounces of gold-equivalent in zinc, lead and silver sales. In addition, there is excellent exploration potential about five km to the northwest where the A & E prospect hosts very similar massive sulphide mineralization with the same stratigraphic association.

More work is needed to demonstrate this is a continuity of the same mineralized horizon, but

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P. 1 of 2

preliminary mapping indicates stratigraphic continuity of the section. Cheni has committed to an immediate \$2,700,000 underground tunnelling, drilling and metallurgical testing program as part of a two-phase \$7,500,000 program designed to reach a bankable feasibility study. The Bureau de Recherches Geologiques et Minieres (BRGM) of France will participate with Cheni and will provide valuable metallurgical and technological input to the project. Bids for the work are being solicited, and it is anticipated that work will begin by the latter half of October. The first phase of the program should be completed by June, 1991.  
(SEE GCNL No. 171, 5Sep90, P. 1 FOR OTHER PROJECT DATA)

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NO. 232 (1990)  
NOVEMBER 30, 1990

*George Cross*

*Reliable News*

WESTERN CANADIAN

EQUINOX RESOURCES LTD. (EQX-V,T)

J&L DRILLING UNDERWAY - Ross J. Beaty, president,  
reports Equinox Resources Ltd.

has begun surface drilling at the J&L project near Revelstoke, B.C., where a 40-man camp has been constructed. Equinox and PAN AMERICAN MINERALS CORP. (PAA-V) granted to CHENI GOLD MINES INC. (CZG-V,T,M) an option to earn an undivided 60% interest by spending at least \$1,000,000 per year for three years, delivering a positive feasibility study, making a production decision and providing funds for mine construction. Cheni has committed to an immediate \$2,700,000 underground tunnelling, drilling and metallurgical testing program as part of a two-phase \$7,500,000 program designed to reach a bankable feasibility study.

The drilling is testing the main sulphide zone in an area not previously tested near the 830 level portal. Significant zinc and lead mineralization has been intersected in the first two surface diamond drill holes located 135 meters north of the 830 level portal. Equinox views these results as encouraging since it represents a new zone of mineralization located in the hangingwall 30 to 40 meters above the main sulphide zone exposed in the 830 drift, and in an area previously unexplored. Hole S90-1 entered bedrock at 24 meters and collared in quartzite mineralized with stringers and clots of honey-coloured sphalerite. Sphalerite with varying amounts of fine-grained galena was intersected over the interval 33.0 to 79.0 meters. True stratigraphic thickness is about 35 meters. The main zone of sulphide mineralization was intersected where expected over a core length of 0.5 meters with sulphides comprising a mix of medium grained arsenopyrite, sphalerite, galena and varying amounts of pyrite in a matrix of white to glassy silica. Assays are expected Dec. 3. Hole S90-2 was collared at -45 degrees on an azimuth of 30 degrees west of hole S90-1. Similar mineralization was intersected; assays are pending. (SEE GCNL No. 218, 9Nov90, P.6 FOR PREVIOUS INFORMATION)

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EQUINOX RESOURCES LTD. (EQX-V,T)  
PAN AMERICAN MINERALS CORP. (PAA-V)  
CHENI GOLD MINES INC. (CZG-V,T,M)

HOLE S90-1:

INTERVAL METERS	LENGTH METERS	LEAD %	ZINC %	SILVER GR/TONNE	GOLD GR/T	ARSENIC %
26.0 - 65.8	39.8	0.93	3.45	22.3	0.01	0.01
28.2 - 30.4	2.2	1.09	1.09	14.9	.01	.01
33.3 - 34.8	1.5	2.27	9.05	56.8	.01	.01
37.6 - 39.5	1.9	1.91	4.05	70.5	.01	.01
49.9 - 65.8	15.9	1.29	6.04	31.8	.01	.01
Main Zone						
85.0 - 85.5	.5	1.05	.44	17.1	7.76	4.45
88.5 - 88.8	.3	.17	.21	8.3	9.64	15.70

FIG. J&L ASSAYS IN - Graham Scott, director, reports  
Equinox Resources Ltd. has

received partial assays from the first new holes on the J&L property, 8 miles east of the highway, 20 miles north of Revelstoke, B.C. Equinox and Pan American Minerals Corp. granted to Cheni Gold Mines Inc. an option to earn an undivided 60% interest by spending \$1,000,000 per year for three years, delivering a positive feasibility study, making a production decision and providing funds for mine construction.

Hole S90-1 entered bedrock at 24 meters and intersected a zone containing 4.38% combined lead/zinc from 26 to 65.8 meters. Within this zone was an interval of 15.9 meters containing 6.04% zinc, 1.29% lead and 31.8 grams silver/tonne. See table above for details. The new zinc zone is significant in terms of both its width and absence of arsenic. The J&L zone (the Main zone) was intersected in several narrow zones starting at 85.0 meters.

Drilling is continuing on the new zone. Holes S90-2 and 3 have been completed on a section about 25 meters west of hole S90-1. Hole S90-2, drilled at -45°, entered bedrock at 30 meters and intersected the zinc zone over the interval 32.9 to 52.9 meters and the Main zone over 1.8 meters from 63.6 to 65.3 meters. Hole S90-3, drilled at -77°, entered bedrock at 24.3 meters and intersected the zinc zone over the interval 276.6 to 77.0 meters; assaying are pending.

Hole S90-4 is being drilled from a new set-up located 30 meters northeast of the collar of hole 2 and 3 and is intended to help determine the geometry and hangingwall contact of the new zone by testing the interval about 25 meters further west. (SEE GCNL No.232, 30Nov90, P.2 FOR PREVIOUS INFORMATION)

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CHENI GOLD MINES INC. (CZG-V,T,M)  
EQUINOX RESOURCES LTD. (EQX-V,T)  
PAN AMERICAN MINERALS CORP. (PAA-V)

HOLE NO.	INTERVAL METERS	WIDTH		SILVER	LEAD	ZINC
		METERS	FEET	GRMS/T	%	%
90-7	47.5-61.0	13.5	44	110.8	5.20	12.71
	47.5-50.9	3.4	11	216.2	9.19	20.17
90-8	79.4-87.7	8.3	27	91.7	4.75	10.40
	101.5-105.5	4.0	13	18.7	0.66	5.57
90-9	Drilled to intereseect Main Zone on section 350					
91-10	108.8-122.2	14.2	47	45.7	1.83	6.86
	108.0-115.7	7.7	25	53.9	2.25	8.44
	117.2-122.2	5.0	16	30.6	1.08	5.94
91-11	81.7-97.3	15.6	51	45.1	2.22	4.40
	83.3-86.8	3.5	12	59.4	3.04	8.47
	92.0-97.3	5.3	17	52.1	2.65	5.81
91-12	44.2-48.3	4.1	13	121.9	5.29	13.44

J & L DRILL RESULTS - Equinox Resources, Pan American Minerals and Cheni Gold Mines have received drill results for holes 90-6 through 91-12 drilled in the newly discovered Yellowjacket zinc zone on the J & L project, 20 miles north of Revelstoke, B.C. In Oct/90, Equinox and Pan American granted Cheni an option to earn 60% by funding to production and spending \$3,000,000 by 31Dec93. The 40% carried interest is shared equally by Pan American, 20%, and Equinox, 20%, with part of Equinox's interest held by way of share ownership in Pan American. The mine is subject to an 11% net profits royalty after payout of pre-production costs to T. Arnold and Kirbert Holdings. (Holes 1 through 5 were released; SEE GCNL No.8, 11Jan91)

To date, 11 holes have been completed from surface and underground in the Yellowjacket zone over a 200 m strike length, and a dip length of 100 metres.

The strike of the zone generally parallels the arsenical gold zone exposed in the 830 level drift, but the dip is somewhat steeper. Intersections indicate the Yellowjacket zone plunges to the southeast at a moderate angle which takes it below the elevation of the drift. Hole 90-6 was drilled above the plunge of the zone.

Because this new zone enhances the J&L project significantly, the current program will be expanded to fast-track continued exploration of the Yellowjacket Zone in parallel with the Main Zone work. In view of the strong potential to increase the clean base metal reserve, a prefeasibility evaluation will be carried out, as results allow, towards the initial development of a plant to produce lead and zinc concentrates. Precious metal production from the arsenical ore would be phased in as development proceeds.

Holes 9, 13, and 14 have been completed in the main zone with intersections cut as projected.

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NO. 47 (1991)  
MARCH 7, 1991

# George Cross News

*Reliable Reporting*

WESTERN CANADIAN INVEST

## EQINOX RESOURCES LTD. (EQX-V,T)

At the J & L property, 32 north of Revelstoke, B.C., where CHEM GOLD MINES INC. (C2G-V,T,M) holds an option to earn 60% by funding to production, a \$3,000,000 program of 35,000 feet of drilling began designed to increase reserves. Present reserves are 808,000 tonnes of 7.3 grams gold/tonne, 5.2% zinc, 2.0% lead. Some 14 holes have cut good widths on the Yellowjacket zone.

B2M 3

NO.98(1991)  
MAY 22, 1991

*George Cross News*  
*"Reliable Reporting"*

EQUINOX RESOURCES LTD. (EQX-V,T)

CHEMI GOLD MINES INC. (CZG-V,T,M)

PAN AMERICAN MINERALS CORP. (PAA-V)

FURTHER J & L DRILL RESULTS - Ross Beaty, president,  
reports Equinox Resources

Ltd. has received further assays from drilling on the J & L property 20 miles north of Revelstoke, B.C. SEE TABLE OF ASSAYS OVERLEAF PAGE ONE. In Oct/90, Equinox, 20%, and related company Pan American Minerals, 20%, granted Chemi Gold Mines an option to earn a 60% interest by funding to production and and spending \$3,000,000 by 3Dec93, subject to an 11% net profits royalty to T. Arnold and Kirbert Holdings.

Drilling has been continuing on the arsenical Main zone and the newly discovered arsenic-free Yellowjacket zone. All 55 holes drilled toward the Main zone have intersected it with ore values over mineable widths in 75% of the holes. The Main zone, open in all directions, has now been tested over a strike length of 1,250 meters and 300 meters down vertically. On the Yellowjacket zone, hole 56 and 57 intersected low grade zinc/lead values; further drilling is underway. A surface prospecting and drilling program starts immediately. (SEE QCHL No.68, 4Apr91, P.1 FOR PREVIOUS DRILL RESULTS)

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GCNL  
 No. 98 (1991)  
 May 22, 1991

Table II J&L DRILL RESULTS APRIL 1 - MAY 14, 1991

Hole	Section (m)	Dip	Interval (m)	Width (m)	Gold g/t	Silver g/t	Lead %	Zinc %	
91-32	10150	-40°	143.0-161.0	18.0	-	23.6	1.3	8.2	
91-33	10290	-65°	125.4-127.4	2.0	1.8	7.3	0.3	0.5	
91-34	10290	-85°	124.4-129.0	4.6	5.6	36.6	1.2	1.5	
91-35	10290	-43°	82.6-84.3	1.7	2.8	75.7	2.9	6.6	
91-36	10950	-5°	104.7-105.7	1.0	4.4	34.3	0.8	0.7	
91-37	10950	-5°	88.2-90.1	1.9	5.2	38.8	1.2	1.6	
91-38	10950	-78°	86.1-87.9	1.8	-	21.6	1.0	4.6	
			96.9-98.6	1.7	16.8	97.0	3.2	4.5	
91-39	10950	-90°	125.0-128.4	3.4	7.2	47.0	1.4	2.1	
91-40	10950	-42°	77.4-79.2	1.8	6.1	78.0	1.1	1.5	
91-41	10650	-66°	126.5-128.3	1.8	7.8	80.0	3.4	4.6	
			144.4-146.0	1.6	7.1	52.3	1.2	1.2	
91-42	10650	-80°	136.7-138.9	2.2	5.8	107.8	3.9	5.3	
91-43	10650	-90°	154.0-158.5	2.5	7.1	135.4	4.5	5.8	
			173.5-175.4	1.9	6.4	26.5	1.4	0.6	
91-44	11000	-45°	85.3-87.2	1.9	10.4	78.9	1.5	1.4	
91-45	11000	-76°	114.7-117.9	3.2	11.4	88.9	3.1	8.2	
91-46	11000	-90°	142.4-144.0	1.6	7.6	72.0	3.0	4.2	
91-47	10700	-78°	141.2-143.0	1.8	7.0	102.7	3.9	7.1	
91-48	10700	-90°	167.6-169.0	1.7	6.9	195.1	6.8	6.6	
91-49	11050	-5°	157.5-159.3	1.8	2.7	21.9	1.0	1.2	
91-50	11050	-78°	129.4-131.4	2.0	8.7	79.6	3.5	4.4	
91-51	11050	-90°	160.7-162.7	2.0	7.6	94.5	3.2	2.7	
91-52	11050	-35°	93.8-95.6	1.8	71.3	100.2	2.1	3.0	
91-53	11050	+25°	207.2-209.0	1.8	6.9	89.8	2.3	3.3	
91-54	10700	-62°	123.2-124.9	1.7	2.2	24.3	0.9	2.8	
91-55	10700	+34°	NOT COMPLETED DUE TO DRILL PROBLEMS						
91-56	10950	-78°	256.3-257.5	1.2	2.1	64.9	1.8	2.2	
91-57	10950	-58°	220.0-224.0	4.0	NOT YET ASSAYED				
91-58	10700	-65°	134.1-140.7	6.6	NOT YET ASSAYED				
<b>Averages</b>				2.2	7.7	73.4	2.4	3.3	

Notes:

1. Averages exclude Yellowjacket Zone and assume a cut grade of 30 g/t Au for hole 91-52.
2. Holes 33-58 are Main Zone intersections and contain an average of 5.3% arsenic.
3. Except for hole 91-32 where the true width is approximately 9.8 meters, all drill intersections approximate widths.

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