

To: _____

From: A.D. CLENDENAN PROJECT: VERONEX CONGRESS; PROP EXAM, 9 Sept 84, 92515

DATE: SEPT 84

SAMPLE NO.	LOCATION	DESCRIPTION - REMARKS	VERONEX-RESULTS				CHEMEX CERT 8415935 KERR ADDISON RESULTS 12/9/84							
			width ft	M	oz/t Au	oz/t Ag	Sb %	oz/t Au FA	oz/t Ag FA	ppm As	Sb NAA	ppm Cu	ppm Pb	ppm Zn
84065	TR28; 12-14 M.	^{1cm Sb vein} Rusty Fractures but generally not oxidized Volcanic-Andesite?	5.9	1.8	.055			.01	.59	1000		102	100	78
84066	TR28; 14-16 M	As 84065, No Sb vein, 1 cm Qtz vein.	17.8 incl 5.9	5.4 incl 1.8				1.02	.47	.012	.35	560		53 32 42
84067	TR28; 16-18 M	Rusty Volcanic - Andesite?	14.9	4.6				1.84	.87	.008	.13	750 NAA		57 14 78
84068	TR28; Float	Massive Sb boulder, 40x40x30 cm, Reportedly from this trench.						.022	7.06					14 1 1
84069	TR16S; 75cm TR16S	Resample of 2.5' Veronex. 050/90/0V. 25cm, 25cm Siliceous, 25cm blue clay ^{gauge.}	2.5	.75	.20	5.20	.10	.062	5.16	3100		70	205	28
84070	TR1; 1-4 M.	^{elev 2300 ft.} 1-2 M Buff bleached Vole 2 cm Rusty 0/90/0 Shear; ^{40/55/w.} 2-4 M Rusty Vole 2cm Q.V.	9.8	3	.25			.376	.28	4600		55	2	80
84071	^{3 M. True} TR4; 12-16 M.	2 Rusty Shear Zones 50/90/0 + 0/70/w in Rusty Volcanics.	9.8	3	1.39	.18		.358	.18	7300 NAA		20	5	78
84072	^{60cm, floor} TR4; 15-15.6 M.	Quartz Antimony Vein in Trench Floor (Pod') 25/85/w.						1.59	.51			22	6	73



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 Brooksbank Ave.
North Vancouver, B.C.
Canada V7J 2C1
Telephone (604) 984-0221
Telex: 843 52597

CERTIFICATE OF ASSAY

TO : KERR ADDISON MINES LTD.
(ATTN: RAY DUJARDIN)
703 - 1112 W. PENDER ST.
VANCOUVER, B.C.
V6E 2S1

CERT. # : A8415935-001-A
INVOICE # : I8415935
DATE : 18-SEP-84
P.C. # : B07
CONGRES

Sample description	Prep code	AS NAA %	SS NAA %	Ag FA oz/T	AU FA oz/T		
84055	207	--	DELAYED	0.45	0.306	--	--
84056	207	--	DELAYED	0.37	0.274	--	--
84057	207	--	DELAYED	0.26	0.080	--	--
84058	207	--	DELAYED	0.12	0.044	--	--
84059	207	--	DELAYED	3.99	0.032	--	--
34060	207	--	DELAYED	0.17	0.090	--	--
34061	207	--	DELAYED	0.12	0.042	--	--
34062	207	--	DELAYED	0.24	0.124	--	--
84063	207	--	DELAYED	0.25	0.114	--	--
34064	207	--	DELAYED	0.21	0.066	--	--
34065	207	--	DELAYED	0.59	0.010	--	--
34066	207	--	DELAYED	0.35	0.012	--	--
84067	207	--	DELAYED	0.13	0.008	--	--
34068	207	DELAYED	DELAYED	7.06	0.022	--	--
34069	207	--	DELAYED	5.16	0.062	--	--
84070	207	--	DELAYED	0.28	0.376	--	--
84071	207	--	DELAYED	0.18	0.358	--	--
84072	207	DELAYED	DELAYED	0.51	1.590	--	--

SEP 19 1984

KERR ADDISON MINES LTD.

PER
PER

.....
Ray Dujardin
.....
Registered Assayer, Province of British Columbia



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 Brooksbank Ave.
North Vancouver, B.C.
Canada V7J 2C1
Telephone: (604) 984-0221
Telex: 043-52597

CERTIFICATE OF ANALYSIS

TO : KERR ADDISON MINES LTD.
(ATTN: RAY DUJARDIN)
703 - 1112 W. PENDER ST.
VANCOUVER, B.C.
V6E 2S1

CERT. # : A8415935-001-A
INVOICE # : I8415935
DATE : 19-SEP-84
P.C. # : B07
CONGRFS

Sample description	Preo code	CU ppm	PS ppm	Zn ppm	AS ppm		
84055	207	59	8	100	3200	--	--
84056	207	52	4	88	2800	--	--
84057	207	23	12	66	2400	--	--
84058	207	20	22	66	1150	--	--
84059	207	40	1	1	81	--	--
84060	207	38	10	88	5900	--	--
84061	207	24	20	76	3000	--	--
84062	207	46	13	78	8400	--	--
84063	207	37	18	82	8600	--	--
84064	207	52	9	215	3300	--	--
84065	207	102	100	78	1000	--	--
84066	207	53	32	42	560	--	--
84067	207	57	14	79	750	--	--
84068	207	14	1	1	--	--	--
84069	207	70	205	28	3100	--	--
84070	207	55	2	30	4600	--	--
84071	207	20	5	78	7300	--	--
84072	207	22	6	73	--	--	--

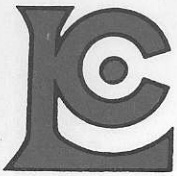
SEP 19 1984

KERR ADDISON MINES LTD.

PER _____



Certified by _____



Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 Brooksbank Ave.
North Vancouver, B.C.
Canada V7J 2C1

Telephone: (604) 984-0221
Telex: 043-52597

CERTIFICATE OF ASSAY

TO : KERR ADDISON MINES LTD.
(ATTN: RAY DUJARDIN)
703 - 1112 W. PENDER ST.
VANCOUVER, B.C.
V6E 2S1

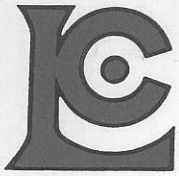
CERT. # : A8415935-001-A
INVOICE # : I8415935
DATE : 10-OCT-84
P.O. # : B07
CONGRESS

A.D. CLENDENAN

Sample description	Prep code	As NAA %	Sb NAA %	Ag FA oz/T	Au FA oz/T		
84055	207	--	0.090	0.45	0.306	--	--
84056	207	--	0.091	0.37	0.274	--	--
84057	207	--	0.512	0.26	0.080	--	--
84058	207	--	0.076	0.12	0.044	--	--
84059	207	--	38.120	3.99	0.032	--	--
84060	207	--	0.227	0.17	0.090	--	--
84061	207	--	0.130	0.12	0.042	--	--
84062	207	--	0.205	0.24	0.124	--	--
84063	207	--	0.289	0.25	0.114	--	--
84064	207	--	0.036	0.21	0.066	--	--
84065	207	--	0.078	0.59	0.010	--	--
84066	207	--	0.038	0.35	0.012	--	--
84067	207	--	0.040	0.13	0.008	--	--
84068	207	<0.001	28.800	7.06	0.022	--	--
84069	207	--	0.422	5.16	0.062	--	--
84070	207	--	0.045	0.28	0.376	--	--
84071	207	--	0.061	0.18	0.358	--	--
84072	207	0.003	<0.001	0.51	1.590	--	--

.....
Registered Assayer, Province of British Columbia





Chemex Labs Ltd.

Analytical Chemists • Geochemists • Registered Assayers

212 Brooksbank Ave.
North Vancouver, B.C.
Canada V7J 2C1

Telephone: (604) 984-0221
Telex: 043-52597

CERTIFICATE OF ANALYSIS

TO : KERR ADDISON MINES LTD.
(ATTN: RAY DUJARDIN)
703 - 1112 W. PENDER ST.
VANCOUVER, B.C.
V6E 2S1

CERT. # : A8415935-001-A
INVOICE # : I8415935
DATE : 10-OCT-84
P.O. # : B07
CON.

Sample description	Prep code	Cu ppm	Pb ppm	Zn ppm	AS ppm		
84055	207	59	8	100	3200	--	--
84056	207	52	4	88	2800	--	--
84057	207	23	12	66	2400	--	--
84058	207	20	22	66	1150	--	--
84059	207	40	1	1	81	--	--
84060	207	38	10	88	5900	--	--
84061	207	24	20	76	3000	--	--
84062	207	46	13	78	8400	--	--
84063	207	37	18	82	8600	--	--
84064	207	52	9	215	3300	--	--
84065	207	102	100	78	1000	--	--
84066	207	53	32	42	560	--	--
84067	207	57	14	78	750	--	--
84068	207	14	1	1	--	--	--
84069	207	70	205	28	3100	--	--
84070	207	55	2	80	4600	--	--
84071	207	20	5	78	7300	--	--
84072	207	22	6	73	--	--	--



Certified by Hart Bichler

To: _____

From: A.D. CLENDENAN

PROJECT: VERONEX
CONGRESS; PROP EXAM, 9 Sept 84, 92515

DATE: SEPT 84

SAMPLE No.	LOCATION	DESCRIPTION - REMARKS	VERONEX-RESULTS				CHEMEX CERT 8415935 KERR ADDISON RESULTS 12/9/84 10/Oct 84							
			width ft	M	oz/t Au	oz/t Ag	Sb %	oz/t Au FA	oz/t Ag FA	ppm As	% Sb NAA	ppm Cu	ppm Pb	ppm Zn
84065	TR28; 12-14 M.	1 cm Sb vein Rusty Fractures but generally not oxidized Volcanic-Andesite?	5.9	1.8	.055		.01	.59	1000	.078	102	100	78	
84066	TR28; 14-16 M	As 84065, No Sb vein, 1 cm Qtz vein.	17.8 inc/5.9	5.4 inc/1.8		1.02	.47	.012	.35	560	.038	53	32	42
84067	TR28; 16-18 M	Rusty Volcanic - Andesite?	14.9	4.6		1.84	.87	.008	.13	750	.04	57	14	78
84068	TR28; Float	Massive Sb boulder, 40x40x30 cm, Reportedly from this trench.						.022	7.06	NAA 0% <0.001	28.8	14	1	1
84069	TR16S; 75cm TR16S	Resample of 2.5' Veronex. 050/90/QV. 25cm, 25cm Siliceous, 25cm blue clay ^{gauge.}	2.5	.75	.20	5.20	.10	.062	5.16	3100	.422	70	205	28
			7.4	2.6	.07	.15	1.21							
84070	TR1; 1-4 M.	1-2 M Buff bleached Volc ^{elev 2300 ft.} 2 cm Rusty ^{40/55/w.} 0/90/0 Shear; 2-4 M Rusty Volc 2cm Q.V.	9.8	3	.25		.376	.28	4600	.045	55	2	80	
			3.3	1	.17									
84071	TR4; 12-16 M. ^{3 M. True}	2 Rusty Shear Zones 50/90 + 0/70/w in Rusty Volcanics.	9.8	3	1.39	.18	.358	.18	7300	.061	20	5	78	
84072	TR4; 15-15.6 M. ^{60 cm, floor}	Quartz Antimony Vein in Trench floor (Pod.) 25/85/w.					1.59	.51	NAA 0% 0.003	<.001	22	6	73	

September 4, 1984

Mr. Lewis
Dillman
VERONEX RESOURCES LTD.
250 625 Howe Street
Vancouver, B.C.

Dear V6C 216

The extended Phase 1 trenching program on your Congress property is now complete. Six more trenches were added between, and to the north of, the existing four trenches on the newly discovered Lou vein. This new zone has been exposed another 100 metres north where it passes into chert but it has been cut out by a porphyry dike over the southern-most 100 metres, resulting in a total surface strike length of 200 metres.

Further trenching to the north and south is prohibited by thick overburden and/or steep and rocky terrain. Sampling of these new trenches shows that the Lou vein becomes less gold-rich and more silver- and antimony-rich to the north in cherts. The assays are tabulated below:

Zone	Trench	Location	Width (ft)	Au (oz/t)	Ag (oz/t)	Sb (%)
Congress 16S		L2N 1000E	2.5	0.20	5.20	0.10
			7.4	0.07	0.15	1.21
Lou	28	L5N 620E	5.9	0.055		
			17.8		1.02	0.47
			14.9		1.84	0.87
Exposure	29	South of L5N 640E	14.7	0.074	0.15	
			30	South of L4N 640E	16.2	0.097

Yours truly

Bradford J. Cooke
MINDAT Consultants

PROGRESS REPORT ON THE CONGRESS PROPERTY

FOR JULY 16 TO AUGUST 18, 1984

Mr. Louis Wolfin
Mr. Lewis Dillman
Congress Operating Corporation

August 27, 1984

WORK COMPLETED

1) A total of 61 mandays and \$22,000 were spent performing surface work on the Congress property during the period from July 16 to August 18, resulting in Phase 1 expenditures of \$28,000 to date.

2) Approximately 4.7 km of line cutting (flagged grid), geological mapping (scale 1:2000), geochemical sampling (B horizon soils) and geophysical surveying (VLF-EM) were carried out to extend the previous grid east to Gun Creek and south to Goldbridge road.

3) Some 27 bulldozer trenches were excavated to discover vein extensions and test geochemical and geophysical anomalies, as summarized below:

Zone	Trench	Location	Width (ft)	Au (oz/t)	Ag (oz/t)	Sb (%)
Lou	10	south of	3.3	0.10	elev 2075	
	(new discovery)	L1N 580E				
	13	L4N 640E	16.4	0.24	0.70	0.50
			23.0	0.05	0.88	0.07
	26	L3N 620E	22.6	0.37	0.32	1.70
	31	All overburden	11.5	0.09	0.18	0.41
	27	L2N 600E	8.9	0.25	0.12	
chert.	28	L5N	6.0 16.0	.05	# 1.00	1.00
Howard	1	south of	9.8	0.25		
		L4S 050E	3.3	0.17		
	2	south of	17.7	0.32	0.10	
		L3S 025E	5.9	0.03		
	3	south of	2.0	0.87	0.19	
	(remainder of zone covered)	L2S 000E				

10 Trenches
over 1300'

discovery tr.

32 } Shear cut off by dyke.
33 }

0

	4	south of L1S 025W	9.8	1.39	0.18	
	5	L1S 025W	19.7	0.38	0.15	0.65
Ridge	6	L00 100E	no vein - rusty soil			
(previously Howard)	7	L2N 100E	3.0	0.21		
	8	north of L2N 080E	4.6 [?] 3.0	0.04 0.04		
	9	L4N 100E	1.6	0.36	0.12	
	19	L7N 180E	no vein - rusty soil			
Road	11	L2N 720E	no vein - rusty soil			
	12	L3N 720E	no vein - rusty soil			
	14	L3N 840E	no vein - rusty chert			
	15	L1N 900E	no vein - rusty dike			
	17	L4N 800E	no vein - rusty chert			
	18	L6N 660E	no vein - rusty soil			
	23	L5N 800E	no vein - rusty soil			
Congress	16	L2N 1000E	10.0 { 2.5 4.1	0.15 { 0.20 0.06	0.15 { 5.20 0.16	1.0 { 0.10 0.01
(previously Bluff)	24	L0N 900E	14.8 2.0	0.19 0.36		
	25	L0N 1020E	no vein - rusty chert			
Gun	20	north of L10N 140E	no vein - rusty dike, volcanics			
	21	north of L11N 080E	no vein - rusty dike, volcanics			
	22	north of L12N to creek	1.6	0.23	rusty dike, volcanic	

PRELIMINARY CONCLUSIONS

1) A significant new discovery, the Lou vein, is up to 39 feet wide and at least 1000 feet long, as defined by 4 bulldozer trenches. Massive stibnite and disseminated pyrite, arsenopyrite and tetrahedrite occur in narrow quartz veins within a wide shear zone, giving assays up to 0.37 oz/ton Au, 0.32 oz/ton Ag and 1.70% Sb over 22.6 feet true width. This zone can be traced another 1000 feet south to the Goldbridge road and 2300 feet north to Gun Creek by geophysical and geochemical anomalies, giving a total possible strike length of 4300 feet.

2) The Howard vein is up to 24 feet wide and at least 1500 feet long, as defined by 5 bulldozer trenches. Mineralization is very similar to the Lou vein, giving assays up to 0.38 oz/ton Au, 0.15 oz/ton Ag and 0.65% Sb over 19.7 feet true width (possibly surface enriched). This zone can be traced another 1500 feet north beneath overburden by geophysical anomalies and several old drill holes (DDH 84-1,2,3,4,5) fell short of the vein as projected downdip from the anomaly at LON 000E. The total possible strike length is therefore 3000 feet.

3) Dr. Seraphim's north extension of the Howard vein is actually a different zone, now called the Ridge vein, that gives assays up to 0.36 oz/ton Au and 0.15 oz/ton Ag over 1.6 feet true width. This zone is traceable for 1000 feet as defined by 3 trenches and extends another 650 feet south and 1650 feet north as marked by geochemical and geophysical anomalies for a total possible strike length of 3300 feet.

4) The Road zone geochemical anomalies were tested by 7 trenches but no bedrock mineralization was found. It is possible that the anomalies originate from the Lou vein uphill.

5) The Congress vein has been extended another 700 feet north in 2 trenches, giving assays of 0.19 oz/ton Au over 14.8 feet true width. Dr. Seraphim's Bluff zone is actually the north extension of the Congress vein, as shown by geophysical anomalies extending south to Adit #3 on Carpenter Lake, giving a total possible strike length of 1400 feet.

6) The Bluff vein is probably halfway down the cliffs to Gun Creek, as described by Egil Lorntzsen. Strong exploration potential is indicated by old sampling (Clarke, 1965) of 630 feet long by 3.5 feet wide averaging 0.15 oz/ton Au, 0.91 oz/ton Ag and 3.02% Sb, and 125 feet long by 3.5 feet wide of 0.04 oz/ton Au, 2.21 oz/ton Ag and 4.46% Sb.

7) The Gun zone geochemical anomalies were tested by 3 trenches which uncovered silicified and pyritized volcanics and dikes. These zones do not carry gold but one vein assaying 0.23 oz/ton Au over 1.6 feet true width was located. Old sampling (Howie, 1965) indicates 0.035 oz/ton Au over 55 feet and old drilling (Bullis, 1965) intersected 0.17 oz/ton Au over 8 feet.

1710-809 GRANVILLE ST.
P.O. Box 10363 STOCK EXCHANGE TOWER
VANCOUVER, B.C.
V7Y 1G5
683-7265
(AREA CODE 604)

RECEIVED

OCT 12 1984

KERR & CO. MINES LTD.

George Cross News Letter
"Reliable Reporting"

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$300.00 PER YEAR

NO.196(1984)
OCTOBER 11, 1984

NO.196(1984)
OCTOBER 11, 1984

WESTERN CANADIAN INVESTMENTS

TRAPPER RESOURCES LTD. (TPR-Alberta)

	11MONTHS TO 30JUNE84	12MONTHS TO 31JULY83
Gross Revenue	\$927,273	\$ 794,091
Cash Flow	455,011	227,500
Net Earnings (Loss)	71,022	(32,416)
(Loss) Per Common Share *	(3¢)	(6¢)
Working Capital	208,011	199,010
Shares Outstanding, Average	3,457,841	3,412,741

REVENUE ROSE BY 17%
LOSS TURNED TO PROFIT

As a result of Trapper Resources Ltd. changing their fiscal year-end to June 30 from July 31, the recent reporting period covers 11 months. This is compared to a 12-month 1983 fiscal year in the adjoining table. The comparative results show a 17% rise in gross revenue, a doubling of cash flow, a turn from loss to profit and a halving of loss per common share. Expenses totalled \$816,251 in the 11 months ended 30Jun84 with 42% representing non-cash items of depletion and

depreciation. Expenditures on acquisition of property and equipment were \$787,693. General and administrative expenses were reduced 17% to \$271,983 from fiscal 1983.

Net production of crude oil was 16,713 barrels compared to 15,143 barrels and of natural gas was 49,734,000 cubic feet vs 47,654,000. An independent engineering study of proven reserves as at 1July84 estimated 256,000 barrels of oil and 2,013 million cubic feet of gas. Trapper has interests in 111,761 gross (13,786 net) acres of undeveloped land.

LEVON RESOURCES LTD. (LVN-V)

VERONEX RESOURCES LTD. (VEO-V)

DRILL TESTING OF THE DISCOVERY VEIN - Lewis Dillman, president of Veronex Resources Ltd. has reported an immediate start to a diamond drilling program of 9,000 to 10,000 feet to test the extent of the newly discovered Lou vein on the Congress property in the Bridge River area, 120 miles north of Vancouver. The holes will test the underground potential and the possibility of an open pit operation on the vein. The program calls for two holes at each of 12 sites with the holes designed to cut the vein at 150 feet and 300 feet below surface. The program also allows for several holes to greater depth. It is expected that 2 or 3 rigs will be used. All 10,000 feet are expected to be drilled before the end of 1984.

The Lou vein has been opened for 1,440 feet along strike by 10 bulldozer trenches and traced to a possible length of 4,590 feet. The zone is up to 39 feet wide with the best trench returning 0.37 oz.gold/t, 0.32 oz.silver/t, 1.7% stibnite across 22.6 feet. (See further detail and property location map in GCNL 195 and 167). The property contains about 500,000 tons grading from 0.18 to 0.37 oz.gold/t which could be supplemental to the Lou vein which is felt to have a mine making potential.

Veronex holds an option to earn 50% working property interest by spending \$1,000,000 on exploration.

Mr.Dillman stated that representatives of a number of major companies have expressed interest in possible participation in the next stages of property exploration.

BLACK SWAN GOLD MINES LTD. (BSW-V)

AUSTRALIAN PROPERTY HAS YIELDED - Black Swan Gold Mines Limited has reported results from recent underground sampling of old workings at its Gabanintha property in Western Australia. The results include identification of a 3.2-foot vein grading 1.93 ounces of gold per ton.

Black Swan will earn 51% interest in the property, currently controlled by Southern Ventures NL of Perth, Australia, after this year's work which is to include dewatering, mapping and sampling the main shaft of the old workings. (See also GCNL 188 page 1).

On the 160-foot level, the steeply dipping eastern zone returned a horizontal width in a cross-cut of 23 feet at 0.10 oz/ton gold and 10 feet at 0.15 oz/ton gold. These correlate with a nearby 1983 drill intersection of 22.6 feet of 0.37 oz/ton gold.

Sampling on the western mineralized zone returned the following values correlating with a nearby 1983 drill intersection of 14.0 feet grading 0.17 oz/ton gold: 3.18 feet at 1.93 oz/ton gold; 4.36 feet at 0.61; 4.00 feet at 0.14; 3.15 feet at 0.29; 1.74 feet at 0.75 oz/ton gold. On the 200 foot level, channel sampling in a cross-cut through the western zone returned 13.4 feet at 0.46 oz/ton gold.

Black Swan president Jack Jefferson said the next phase of drilling will begin Oct.10/84.

POCO PETROLEUMS LTD. (POC-Alberta,T)

	1984	1983
NINE MONTHS ENDED 31 JULY		
Oil/Gas Revenues, Net	\$11,443,000	\$4,131,000
Cash Flow	8,071,000	1,808,000
Net Income	3,417,000	747,000
Per Share	29¢	8¢
Working Capital Deficit	\$ 5,170,000	\$4,280,000

PROFIT ROSE 357%

Increases of 177% in oil and gas revenue, 266% in cash flow and 357% in net income were achieved by POCO Petroleum Ltd. in their fiscal year's first 9 months ended 31July84 compared with the previous like period. These increases resulted from a doubling of crude oil production, a 332% increase in natural gas production and the addition of

17,000,000 cubic feet per day of processing capacity.

In presenting these results, president Allan P. Markin states that POCO continued its policy of capitalizing overhead costs pertaining to exploration- \$398,000 vs \$262,000 in 1983.

As at 31July84 the combined long term debt and working capital deficit reached \$24,000,000, up \$10,500,000 in the 9 months, but POCO's debt to equity ratio remains a favorable 0.41:1 based on a market capitalization of \$62,000,000. These borrowed funds were successfully used in the 9 months to drill 80 gross (63.3 net) wells resulting in 49 gas wells and 7 oil wells and nearly doubling gas reserves.

Management expects to finance future exploration programs with internally generated cash flow. Additional funds will be needed to build facilities for natural gas contracts and to seek acquisitions.

* NO.196(OCTOBER 11, 1984) * OWNED, PUBLISHED AND COPYRIGHTED BY GEORGE CROSS NEWS LETTER LTD. *

1710-609 GRANVILLE ST.
P.O. Box 10363 STOCK EXCHANGE TOWER
VANCOUVER, B.C.
V7Y 1G8
683-7265
(AREA CODE 604)

RECEIVED

OCT 12 1984

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$300.00 PER YEAR

NO.195(1984)
OCTOBER 10, 1984

George Cross News Letter
"Reliable Reporting"

NO.194(1984)
OCTOBER 10, 1984

WESTERN CANADIAN INVESTMENTS

REGIONAL RESOURCES LTD. (RGL-V,T)

MINERAL RESOURCES INTERNATIONAL LIMITED (MRI-T)

RECENT DRILL RESULTS INCLUDE 8 OZ.SILVER/T & 21% - The most significant intersections from all holes drilled on the COMBINED LEAD/ZINC. UNDERGROUND WORK IS STARTING Midway property of Regional Resources Ltd. that straddles the B.C. Yukon border 65 miles west of Watson Lake are summarized in a table which is printed overleaf together with a drill hole plan. In presenting these results, president John W. Stollery says the 1984 surface drilling program totalled 35,735 feet in 49 holes ending with Hole 84-101. He points out that two of the most recent holes, 84-91 and 97, indicate a strong southerly trend to the Silver Creek deposit which remains open to further expansion.

Mr. Stollery reports that the Discovery and Silver Creek deposits together are estimated to contain geological reserves of over 6,000,000 tons grading 11.5 oz/ton silver and 18% combined zinc-lead. A revised mineral inventory will be released when results of the 1984 program have been fully evaluated.

With the year's surface program completed, a contract has been awarded to Canadian Mine Development Ltd. to provide 2,500 feet of underground access to explore the Silver Creek deposit further. This work will begin mid-October and, depending on progress and field conditions, may continue through the winter.

The Midway property is managed and 51% owned by Regional with Canamax Resources Inc. (CMX-T,M) and Procan Exploration Company together holding 49% interest.

In May this year, Regional granted Mineral Resources International Limited (MRI) the right to earn up to 1,200,000 common shares of Regional on a tax flow-through basis for \$8,400,000. MRI assigned this interest to Nanisivik Mines Ltd., a private firm owned 53% by MRI.

LEVON RESOURCES LTD.(LVN-V)

VERONEX RESOURCES LTD.(VEO-V)

SEVEN TARGET AREAS ON CONGRESS PROPERTY DEFINED - Between June 16 and Sept.21,1984 the Levon Resources Ltd. and Veronex AND RECOMMENDED FOR DETAIL FOLLOW UP DRILLING Resources Ltd. joint venture on the Congress property at Bralorne/Bridge River, 100 miles north of Vancouver, B.C. spent \$48,000 on 4.7 km of line cutting, geological mapping geochemical and geophysical surveying plus 33 bulldozer trenches. The program located a new zone and the recommendation for detailed exploration by diamond drilling and underground drifting of a total of seven zones on the property.(See property location map overleaf page two)

The new zone is named the Lou and has been opened at intervals for 1,440 feet long (and traced for a total of 4,590 feet by mapping and prospecting) by up to 39 feet wide where massive, banded and disseminated stibnite, pyrite, arsenopyrite and tetrahedite occur in narrow quartz veins and altered wall rock within a wide shear zone. Assays from the trenches range between:

across 22.6 feet	0.37 oz.gold/t,	0.32 oz. silver/t,	1.70% stibnite
across 3.3 feet	0.10 oz.gold/t		
across 17.8 feet		1.02 oz. silver/t,	0.47% stibnite
across 14.9 feet		1.84 oz. silver/t	0.87% stibnite

The Howard vein is 1,310 feet long, up to 24 feet wide, as defined by 5 surface trenches and an underground adit, and has been traced for a further 1,640 feet with mineralization similar to that in the Lou vein and assays of 0.38 oz:gold/t, 0.15 oz.silver/t, 0.65% stibnite over 19.7 feet true width. One drill hole cut 0.92 oz./gold/t across 5.5 feet.(See also detail in GCNL No.167, page one, Aug.29,1984)

The Congress vein has been opened for 790 feet by three adits and two drifts across 6 feet grading 0.2 oz.gold/t. On surface, the vein assayed 0.19 oz.gold /t across 14.8 feet.

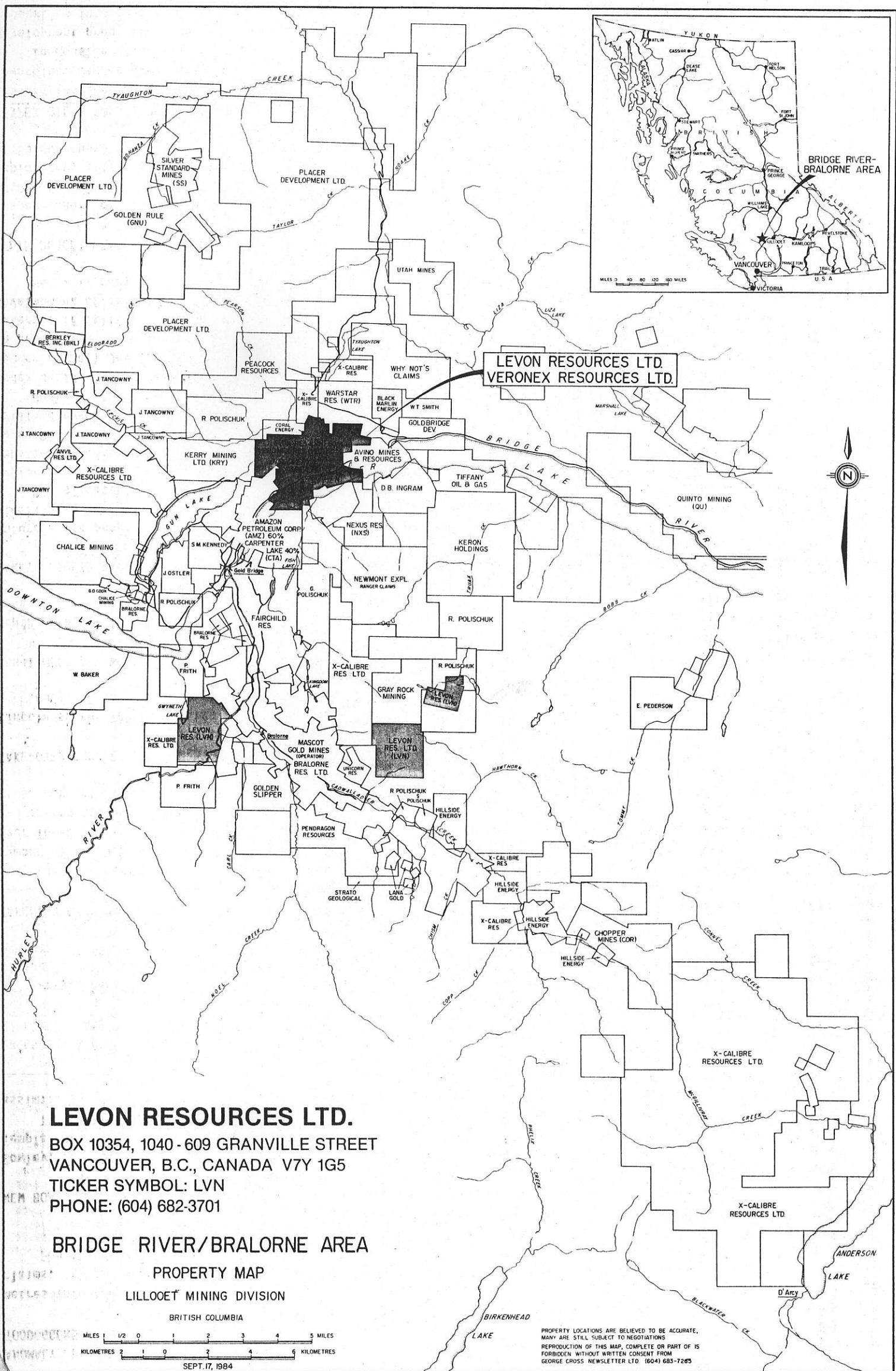
The Bluff zone has been traced on surface for 630 feet, across 3.5 feet averaging 0.15 oz.gold/t, 0.91 oz.silver/t, 3.02% stibnite, and along 125 feet across 3.5 feet wide averaging 0.04 oz.gold/t, 2.21 oz.silver/t, 4.46% stibnite. The Paul vein has estimated reserves of 43,000 tons grading 0.34 oz.gold/t, 0.27 oz.silver/t.

The Gun zone has been indicated by geochemical anomalies and yielded 0.23 oz.gold/t across 1.6 feet plus other lower gold values. The Ridge vein opened over 1,000 feet by three trenches, traced for a further 2300 feet by geochemical and geophysical surveys, yielded 1.6 feet wide assaying 0.36 oz.gold/t, 0.15 oz.silver/t. The Road zone has been indicated by geochemical surveys. Work continues.

PRIVATE PLACEMENT - Louis Wolfin, president of Levon Resources Ltd. has accepted, subject to regulatory approval, a FUNDING ARRANGED subscription agreement dated Oct.8/84, for the purchase of 320,512 shares at \$1.56 each on a private placement basis with the Banque Nationale de Paris on behalf of two funds managed by the bank, namely Epargne Valeur and Epargne Inter-Fund, each as to 160,256 shares. Levon has agreed to grant a finder's fee to Golden Eagle Investments S.A. for arranging the placement which will amount to 1.67% net smelter return royalty on production revenue from the company's Congress property, Bridge River, B.C. and any properties or property interest acquired by Levon within 25 miles of the Congress property. Golden Eagle is wholly owned by Gaston Coblentz & Company (Panama) S.A. which is controlled by Gaston Coblentz & Company Limited, a Jersey company; Zoubida B. Coblentz, of Morely St. Peter, Eymondham, Norfolk, England and The Balzac Trust of St. Helier, Jersey.

The Banque Nationale has also been granted a 12-month option to arrange up to an additional \$1,000,000 financing by way of private placement with selected clients of the bank. Golden Eagle will be entitled to up to an additional 3.23% net smelter return royalty based on any additional placement by the bank pursuant to its option.

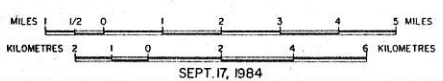
Levon's Congress property is currently being explored under a joint venture with Veronex Resources Ltd. pursuant to which Veronex may earn 50% undivided interest in the property by spending \$1,000,000 in its exploration. Trenching, sampling and diamond drilling have been undertaken on the property under the joint venture.



LEVON RESOURCES LTD.
VERONEX RESOURCES LTD.

LEVON RESOURCES LTD.
 BOX 10354, 1040 - 609 GRANVILLE STREET
 VANCOUVER, B.C., CANADA V7Y 1G5
 TICKER SYMBOL: LVN
 PHONE: (604) 682-3701

BRIDGE RIVER/BRALORNE AREA
 PROPERTY MAP
 LILLOOET MINING DIVISION
 BRITISH COLUMBIA



PROPERTY LOCATIONS ARE BELIEVED TO BE ACCURATE.
 MANY ARE STILL SUBJECT TO NEGOTIATIONS.
 REPRODUCTION OF THIS MAP, COMPLETE OR PART OF IS
 FORBIDDEN WITHOUT WRITTEN CONSENT FROM
 GEORGE CROSS NEWSLETTER LTD. (604) 683-7285

1710-608 GRANVILLE ST.
P.O. Box 10363 STOCK EXCHANGE TOWER
VANCOUVER, B.C.
V7Y 1G5
683-7265
(AREA CODE 604)

REC'D
Mines
AUG 29 1984
MINES LTD
Ade

COPYRIGHT
ALL REPRODUCTION
RIGHT RESERVED
PUBLISHED DAILY
SUBSCRIPTION RATE
\$300.00 PER YEAR

George Cross News Letter

"Reliable Reporting"

NO.167(1984)
AUGUST 29,1984

NO.167(1984)
AUGUST 29,1984

WESTERN CANADIAN INVESTMENTS

LEVON RESOURCES LTD. (LVN-V)

VERONEX RESOURCES LTD. (VEO-V)

Zone	Trench	Width	Oz.Gold/T	Oz.Silver/t	Antimony
Lou	TR-10	3.3 feet	0.10		
	TR-27	8.9	0.25	0.12	
	TR-26	22.6	0.37	0.32	1.70
	TR-13	11.5	0.09	0.18	0.14
Howard	TR- 1	16.4	0.24	0.70	0.50
		23.0	0.05	0.88	0.07
	TR- 1	9.8	0.25		
		3.3	.17		
	TR- 2	17.7	.32	.10	
Ridge		5.9	.03		
	TR- 3	2.0	.87	.19	
	TR- 4	9.8	1.39	.18	
	TR- 5	19.7	.38	.15	.65
(Howard)	TR- 7	3.0	.21		
	TR- 8	4.6	.04		
Congress	TR- 9	1.6	.36	.12	
	TR-16	2.5	.20	5.20	.10
		4.1	.06	.16	.01
Gun	TR-24	14.8	.19		
		2.0	.36		
	TR-22	1.6	.23		

DRILL PROGRAM PLANNED TO FOLLOW UP ON NEW ZONES FOUND BY TRENCHING
So far in 1984 Veronex Resources Ltd. has spent some \$300,000 on exploration of the Congress property of Levon Resources Ltd. Under their option agreement, Veronex can earn a 50% working interest in the property, located in the Bridge River-Bralorne area of southwestern B.C., by spending a total of \$1,000,000 on exploration prior to January 31, 1986.
As part of the program, Bradford J. Cooke, geologist, has reviewed all of the old reports on the property, published and unpublished, examined the old workings and geophysical survey results, carried out some geological mapping, followed by bulldozer trenching with a big machine in old and new areas, and sampling of the zones of mineralization located.
This

work resulted in discovery of a new zone, called the Lou zone, and a revised interpretation of the values and projection of some of the old zones. Some of the trenching was done in the old areas, but to greater depths. The program included 4.7 km of line cutting, geological mapping, geochemical sampling and VLF-geophysical surveying to extend the previous grid to Gun Creek and south to the Goldbridge road. The values of importance in the 27 trenches are reported in the table to the left.

The new Lou zone is up to 39 feet wide and at least 1,000 feet long. Massive stibnite and disseminated pyrite, arsenopyrite and tetrahedrite occur in narrow quartz veins within a wide shear zone. The zone can be traced over a further 1,000 feet south to the Goldbridge road and 2,300 feet north to Gun Creek by geophysical and geochemical anomalies, giving a total possible strike length of 4,300 feet.

The Howard vein is up to 24 feet wide and at least 1,500 feet long, as defined by 5 bulldozer trenches. Mineralization is similar to the Lou vein, giving assays up to 0.38 oz.gold/t, 0.15 oz.silver and 0.65% antimony over 19.7 feet true width (possibly surface enriched). This zone can be traced another 1,500 feet north beneath overburden by geophysical anomalies and several old drill holes fell short of the vein as projected downdip from the anomaly. The total possible strike length is 3,000 feet.

The Ridge zone was previously mapped as the north extension of the Howard vein and yielded assays of 0.36 oz.gold/t, 0.15 oz.silver/t and 1.6 feet true width. This zone is traceable for 1,000 feet as defined by three trenches and extends another 650 feet south and 1,650 feet north as marked by geochemical and geophysical anomalies for a total possible strike length of 3,300 feet.

The Road zone geochemical anomalies were tested by seven trenches but no bedrock mineralization was found. It is possible that the anomalies originate from the Lou vein uphill.

The Congress vein has been extended another 700 feet north in two trenches, giving assays of 0.19 oz.gold/t over 14.8 feet true width. The Bluff zone has now been mapped as the north extension of the Congress vein, as shown by geophysical anomalies extending south to Adit No.3 on Carpenter Lake, giving a total possible strike length of 1,400 feet.

The Bluff vein is probably halfway down the cliffs to Gun Creek. Strong exploration potential is indicated by old sampling of 630 ft. long by 3.5 ft. wide averaging 0.15 oz.gold/t., 0.91 oz.silver/t and 3.02% antimony and 125 feet long by 3.5 feet wide of 0.04 oz.gold/t, 2.21 oz.silver/t and 4.46% antimony.

The Gun zone geochemical anomalies were tested by three trenches which uncovered silicified and pyritized volcanics and dikes. These zones do not carry gold but one vein assaying 0.23 oz.gold/t over 1.6 feet true width was located. Old sampling indicates 0.035 oz.gold/t over 55 feet and old drilling intersected 0.17 oz.gold/t over 8 feet.

Additional trenching and sampling is now underway toward the start of a diamond drilling program in mid-September.

Veronex currently has a free working capital of approximately \$5,000,000 since the A and B warrants have almost all been exercised to purchase a further 750,000 shares at \$4.28 each to net \$3,200,000 approximately and bringing the issued shares to just over 5,000,000. There were A warrants outstanding to purchase 500,000 shares and, at last count, there had been over 490,000 shares subscribed for by the due date Aug.27,1984.

Also regarding Veronex' progress is the report that RICHPORT RESOURCES LTD. (RRO-V) has received V.S.E. approval to acquire a 50% interest in the same secondary and primary oil recovery leases held by Veronex in the Enim area of southern Sumatra. Richport is to issue 984,600 shares for the interest. (See some detail on page four of this GCNL No.166)

Levon Resources Ltd. is negotiating new financing.

* NO.167(AUGUST 29, 1984) * OWNED PUBLISHED AND COPYRIGHTED BY GEORGE CROSS NEWS LETTER LTD.

Levon encounters new vein in exploration

VANCOUVER — Although exploration work is still in its early stages, **Levon Resources** appears to have made a significant new gold discovery on its Congress property in the Bridge River-Bralorne area of southwestern B.C. According to Louis Wolfen, president, the significance of the find has been confirmed by several majors who are evaluating recent results with a view to optioning the property.

Veronex Resources, which can earn a 50% interest in the prospect by spending a total of \$1 million by Jan. 31, 1986, has spent about a third of that amount already.

Mr. Wolfen has been involved with the property for over 25 years through various companies but while previous work was encouraging the discovery of the Lou vein has been the most exciting to date.

This vein reaches up to 39 ft. in width and runs for a distance of 1,000 ft. on the basis of four bulldozer trenches which outlined the structure. Mineralization includes massive stibnite, disseminated pyrite, arsenopyrite and tetrahedrite, all of which occur in narrow quartz veins within a wide shear zone. Assays included: 22.6 ft. of 0.37 oz. gold, 0.32 oz. silver and 1.70% antimony (generally a good marker for gold). Another trench returned 16.4 ft. of 0.24 oz. gold, 0.7 oz. silver and 0.5% antimony while yet another averaged 0.25 oz. gold and 0.12 oz. silver over 8.9 ft. All these are true widths, the company notes.

Extensive geophysical and geochemical work have traced the zone 1,000 ft. to the south and some 2,300 ft. to the north giving the vein structure a possible strike length of 4,300 ft.

Several other veins have been extended by the trenching program including the Howard which is up to 24 ft. wide and at least 1,500 ft. along strike based on five trenches. The mineralization there is similar to the Lou vein and assays ranged to 0.38 oz. gold, 0.15 oz. silver and 0.65% antimony across 19.7 ft.

Moss drilling

Moss Resources has started a diamond drilling program on its Ben Lake gold property in northwestern Ontario. The program will initially focus on several geophysical targets which are believed to represent a highly folded magnetite formation similar to that at the old Central Patricia and Pickle Crow mines. These were two major gold producers in the Pickle Lake

One trench averaged 0.32 oz. gold and 0.1 oz. silver over 17.7 ft. while 0.25 oz. gold was returned over 9.8 ft. Some of these values could be "surface enriched," the company points out, noting that the zone has been traced for another 1,500 ft. by geophysics (under overburden) and also by several old drill holes. Apparently those holes were not drilled deep enough to reach the vein.

A number of other vein structures have been extended and seven more trenches are planned for the Lou vein immediately. A company consultant is preparing a report on the property which will recommend a drill program and the Lou vein will be given top priority.

The most fully developed section of the property contains the old Congress mine which has been opened on five levels, three of them adits. There is over a mile of lateral development but production was limited and the biggest shipment totalled some 800 tons grading 0.22 oz. gold and 1.33% antimony. The main group of claims is located 13 miles south of Gold Bridge and adjacent to the highway between Bralorne and Lillooet.

There are several big landholders in the region and a private company, **X-Calibre Resources**, has one of the largest land positions there. The company is located at Gold Bridge right in the Bralorne gold camp.



BANK OF MONTREAL
Established 1817

First Canadian Bank for Mining

Bank of Montreal
416-867-5675

MCGILL UNIVERSITY

PROFESSIONAL DEVELOPMENT SEMINARS - DEPARTMENT OF MINING AND METALLURGICAL ENGINEERING NINETEENTH ANNUAL PROGRAM 1984-1985

October 29th - 31st, 1984

INSTRUMENTATION IN MINE GROUND CONTROL

November 12th - 16th, 1984

COMPUTERIZED OPEN-PIT MINE PLANNING

December 3rd - 7th, 1984

GEOSTATISTICAL MINERAL RESERVE ESTIMATION

February 11th - 22nd, 1985

MINERAL PROJECT EVALUATION TECHNIQUES AND APPLICATIONS