

# George Cross News Letter

"Reliable Reporting"

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## CAROLIN MINES LTD. (CLL-V,T)

NEW CLAIMS AND FUNDING SIGHTS - Michael Berns, LADNER CREEK GOLD EXPLORATION president has reported Carolin Mines Ltd. has received a Geological Evaluation and Plan for Exploration, Ladner Creek Properties, P.C. from the Winters Company of Tucson, Arizona. The report considers the properties to have potential for the discovery of additional gold deposits and recommended a seven point exploration program. The first phase would be conducted over the next month at a cost of between \$1,600,000 Cdn. and \$2,000,000 Cdn.

The Winters Company also recommended a program to evaluate the metallurgy of the gold deposit at a cost of \$171,000 Cdn. to \$246,000 Cdn.

Mr. Berns says there are no known ore reserves on the company's properties. The company intends to proceed with the first phase of the exploration and metallurgical programs recommended.

Carolin is negotiating to acquire a substantial block of claims contiguous to the north and south of the mine and located on the same geological structure along the Coquihilla Gold Belt. The acquisition of these claims by the company, which are currently held by a group consisting of Michael Berns and Neil Blumstein (both officers and directors) and James Berns, will be subject to regulatory approval.

At 15Jun87 Carolin had current liabilities of approximately \$3,800,000 Cdn.; \$1,100,000 Cdn. of these liabilities are owing to the Control Group. The company is attempting to settle some debts for common stock.

The company will be seeking to raise approximately \$6,500,000 Cdn. to satisfy liabilities and to provide working capital to commence the exploration and metallurgical programs. Since 19Jan87, all funds for operations have been provided by the Control Group which may convert these advances into stock, subject to regulatory approval.

## WINDFLOWER MINING LTD. (WFL-V)

HIGH GOLD ASSAYS REPORTED - Windflower Mining Ltd. has reported drilling by GRANGES EXPLORATION LTD. on the Goldfinch property near Revelstoke, B.C. returned one of the highest grade intersections drilled to date. Drill Hole #72, cut 18.2 ft., true width 13.1 ft. assaying 2.48 oz.gold/ton. Much of the gold in this drill core occurs as free gold in a carbonate rich zone within the main quartz vein system. A 1 ft. section assayed 37.0 oz.gold/ton.

Drill holes 73 to 79 have intersected low values over narrow widths. These holes were drilled on the periphery of the ore zone where problems in tracing the mineralization have been encountered previously. Hole #75, returned 2.4 ft. grading 0.19 oz./ton. Mineralized vein quartz has been intersected in Drill Hole #80, which may indicate the zone opening to the south. Assays will be available soon

## ENERGEX MINERALS LTD. (EGX-V,T)

HOLE	FROM FEET	TO FEET	WIDTH FEET	OZ. GOLD/T
A87-23	173.9	180.5	6.6	0.34
and	195.2	213.3	18.1	0.23
A87-24	214.7	247.7	33.0	0.96
including	216.4	221.3	4.9	0.32
and	231.1	245.9	14.8	2.02
A87-27	128.6	135.0	6.4	0.23
A87-28	62.0	67.5	5.5	0.67
A87-29	115.9	127.4	11.5	0.24
including	125.8	127.4	1.6	1.12
A87-30	77.4	167.0	89.6	0.74
including	85.6	97.8	12.2	3.28
and	99.5	115.5	16.0	1.18
A87-31	104.2	130.6	26.4	0.12
including	106.3	111.2	4.9	0.24

ENCOURAGING GOLD ASSAYS - Energex Minerals Ltd. has FROM TOODOGGONE GOLD CAMP reported results from drilling the Bonanza deposit in the A1 project, part of the 55 square mine holdings in the Toodoggone gold region B.C. Drilling of this block to a depth of 130 feet is targeted to develop up to 400,000 tons of open pittable reserves.(See map overleaf.)

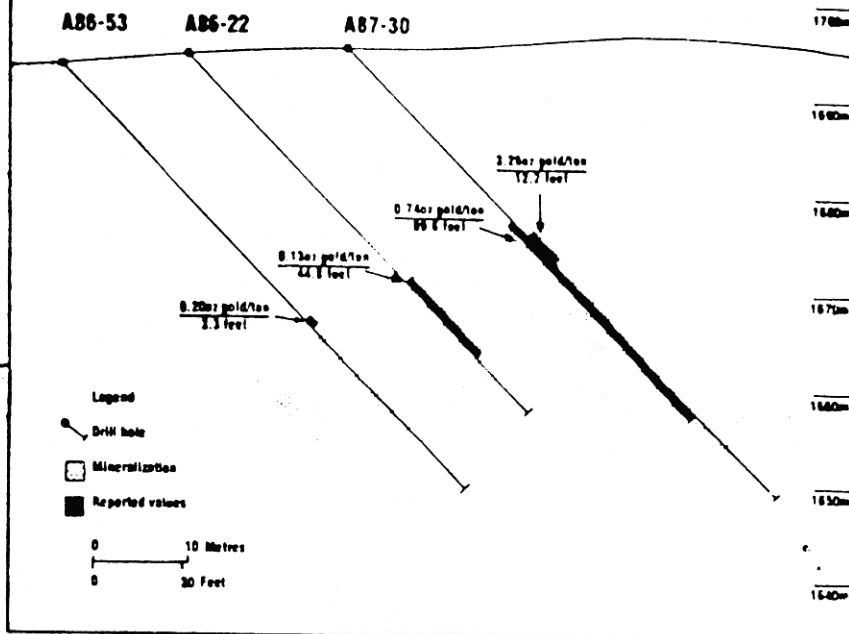
High gold values encountered in these holes appear to be structurally related to the intersection of two major zones: the Ghost, a wide, oxidized zone with bulk tonnage potential which is associated with a five mile long north/south regional fault system, and the Bonanza, a steeply dipping, high grade northwest striking structure. The intervening ground between the Ghost and Bonanza structures is mineralized in drill intercepts, suggesting potential for increased tonnages at depth. Values are increasing to the east where planned drilling will test the convergence of these structures.

Development drilling to date totals 12,040 feet in 69 holes. Additional results will be reported as assays become available.

Upon completion of the current development drilling phase a program of deeper exploration drilling will be initiated to test the underground potential of the Bonanza/Ghost system. Wider spaced drilling along strike will test the system's lateral potential.

# Energex Minerals Ltd. Al Project - Toodoggone

Simplified Cross Section - Bonanza Fig. 2



Drill Locations - Bonanza

