

# George Cross News Letter

*"Reliable Reporting"*

NO.154(1987)  
AUGUST 12, 1987

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

NEW DRILL HOLE RESULTS INCLUDE - A.O. Birkeland,  
1.43 OZ.GOLD/T ACROSS 31.1 FEET president of Energex  
Ltd., announces  
shareholders' approval of the private placement  
agreement with Laurence Prust & Co., London, enabling  
Energex to advance the A1 project in the Toodoggone  
River district of north central B.C. to feasibility  
during the next 9 months. Energex will issue 3,200,000  
units at \$1.02 per unit comprising 1 common share and 1  
warrant exercisable for 9 months at \$1.43. Upon complete  
exercise of warrants, an estimated \$7,540,000 will be  
added to the treasury as a result of this financing.

In light of encouraging diamond drilling results to  
date at the A1 property and because the exploration  
project is ahead of schedule, the drilling program may  
be expanded beyond the 25,000 feet originally planned  
for 1987, says Mr. Birkeland.(SEE MAP OVERLEAF P.2.)

High grade gold intersections continue to be  
encountered at the convergence of the Bonanza and Ghost  
fault systems. Drill results include:

| HOLE   | FROM FEET | TO FEET | WIDTH, FEET | OZ.GOLD/T |
|--------|-----------|---------|-------------|-----------|
| A87-59 | 66.0      | 115.2   | 49.2        | 0.21      |
| A87-60 | 59.9      | 91.0    | 31.1        | 1.43      |
| and    | 109.6     | 116.0   | 6.4         | 0.23      |
| A87-61 | 91.2      | 99.1    | 7.9         | 0.20      |
| and    | 108.6     | 112.5   | 3.9         | 0.13      |

Drill holes A87-53 through 58 encountered a new  
zone to the west and parallel to the Bonanza structure.  
Results include:

|        |       |       |      |      |
|--------|-------|-------|------|------|
| A87-53 | 68.1  | 85.0  | 16.9 | 0.22 |
| A87-55 | 247.4 | 258.2 | 10.8 | 0.13 |
| A87-57 | 101.9 | 111.2 | 9.3  | 0.10 |
| A87-58 | 228.3 | 234.3 | 6.0  | 0.14 |

Gold values in drill holes A87-65 through 69 define  
the southward extension of the Bonanza structure which  
is open along strike. Results include:

|          |       |       |      |      |
|----------|-------|-------|------|------|
| A87-65   | 180.0 | 183.3 | 3.3  | 0.34 |
| and      | 214.2 | 220.7 | 6.5  | 0.14 |
| A87-67   | 75.8  | 83.3  | 7.5  | 0.31 |
| A87-68   | 105.5 | 117.6 | 12.1 | 0.17 |
| A87-69   | 69.5  | 87.5  | 18.0 | 0.15 |
| A87-70   | 113.8 | 137.5 | 23.7 | 0.17 |
| includes | 122.0 | 125.3 | 3.3  | 0.50 |

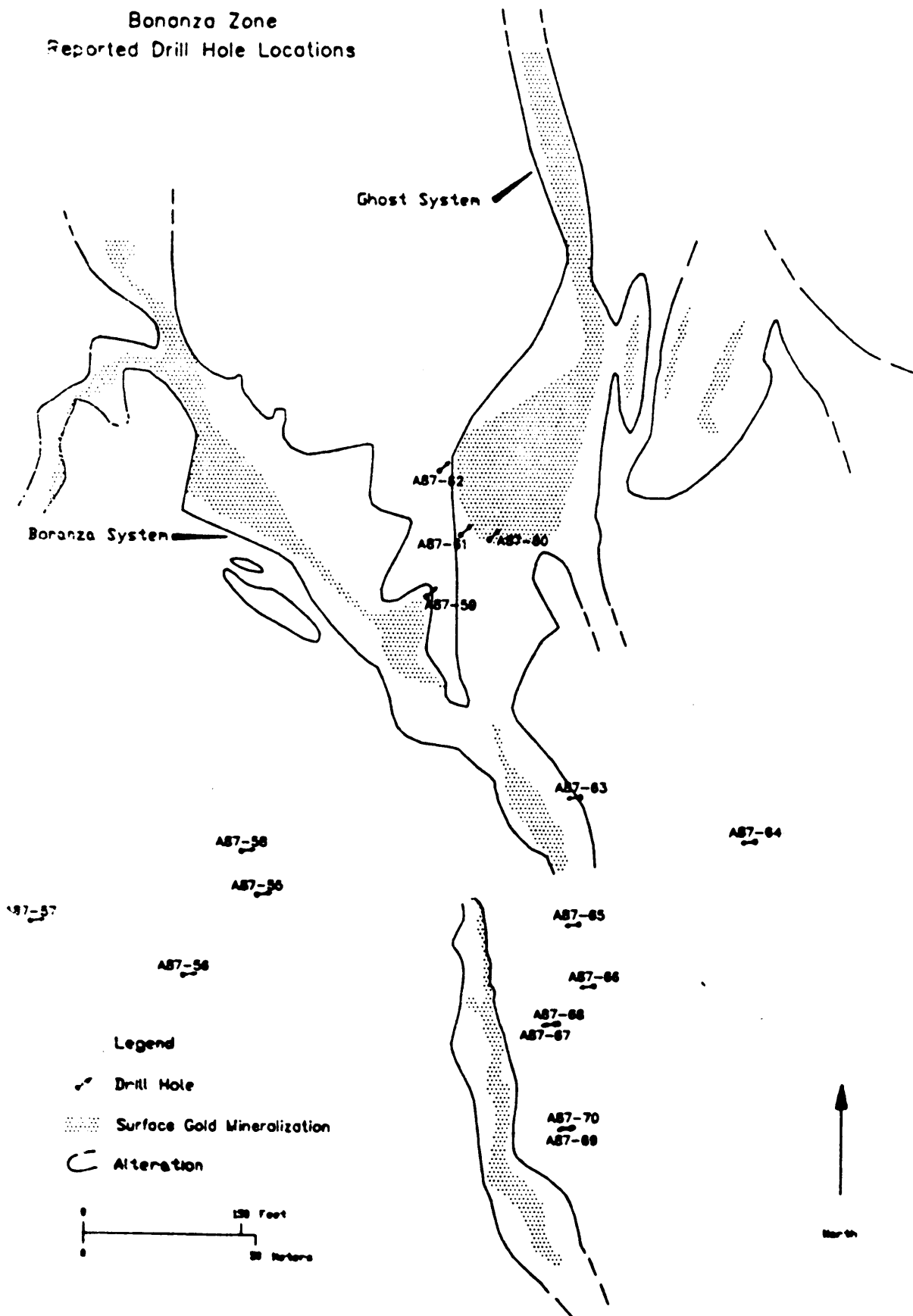
## WINSLOW GOLD CORP.(WGC-V)

ISKUT RIVER PROPERTY TO BE DRILLED - Gerald N.Ross,  
president, has  
reported Winslow Gold expects to start on Aug.26,1987,  
diamond drill testing a number of significant anomalies  
located on the Iskut River claims located 60 miles north  
of Stewart, B.C. The Phase I program costing \$250,000  
is complete and included line cutting, soil geochemical  
and ground geophysical surveys, geological mapping and  
construction of a camp. The Phase II will include  
further geochemical soil sampling, geologic mapping and  
1,000 meters of drilling.

First Exploration Fund on Aug.4,1987 subscribed for  
a further 96,899 tax flow-through shares at \$2.58 to  
provide \$250,000, subject to regulatory approval.

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Bonanza Zone  
Reported Drill Hole Locations



Legend

- ✓ Drill Hole
- ⋯ Surface Gold Mineralization
- - - Alteration



**AMERICAN RESERVE MINING CORPORATION (AMI-V)**

| HOLE NO.          | LENGTH FEET | LEAD PLUS ZINC % | SILVER OZ/TON | GOLD OZ/TON |
|-------------------|-------------|------------------|---------------|-------------|
| 7204              | 17.06       | 7.14             | 1.12          | .036        |
| 7205              | 31.49       | 14.80            | .76           | .054        |
| 8610              | 3.0         | 2.01             | 57.70         | .066        |
| and               | 1.6         | 3.70             | 51.60         | .122        |
| and               | 2.7         | 0.87             | 4.05          | .062        |
| and               | 2.6         | 6.35             | 63.80         | .155        |
| and               | 2.6         | 1.40             | 17.20         | .040        |
| and               | 3.3         | 2.04             | 28.00         | .058        |
| and               | 4.6         | 3.45             | 46.70         | .056        |
| 8614              | 13.77       | 15.84            | 0.62          | .042        |
| <b>TRENCH NO.</b> |             |                  |               |             |
| 0856              | 9.8         | -                | 16.62         | .008        |
| 0861              | 22.9        | 7.40             | 0.90          | .031        |
| 0865              | 18.7        | 9.20             | 0.95          | .078        |
| 0868              | 10.5        | 7.49             | 10.55         | .012        |
| 8614              | 13.2        | 9.59             | 8.32          | .054        |
| 8621              | 3.3         | 8.32             | 78.40         | .610        |
| and               | 3.2         | 3.14             | 35.00         | .196        |
| and               | 9.9         | 1.79             | 21.10         | .062        |
| and               | 6.5         | 1.74             | 15.50         | .072        |
| and               | 9.9         | 0.88             | 28.30         | .076        |
| 8629              | 13.1        | 8.78             | 0.53          | .034        |
| 8631              | 19.37       | 12.16            | 1.14          | .173        |
| 8632              | 29.5        | 8.81             | 1.05          | .033        |
| 8639              | 11.5        | 8.90             | 0.82          | .085        |
| 8646              | 13.8        | 8.29             | 0.53          | .052        |
| MD10              | 9.9         | -                | 13.75         | .021        |

POLYMETALLIC DISCOVERY IN - C.F. Zuber, president of HOUSTON, B.C. AREA REPORTED American Reserve Mining Corp., announces a significant new discovery 500 feet downslope from, and parallel to, the North Zone at the New Moon polymetallic project 60 miles north of Smithers, B.C. American Reserve is funding the current program and may earn up to 49% interest in the profit by providing \$1,800,000.

Newmont Exploration of Canada have advised American Reserve that the new zone is several hundred feet long, averages 20 feet wide and is open in both directions. Also, the North zone has been extended by field crews and is now about 2000 feet long within which several quartz carbonate vein systems occur with widths up to 70 feet. Both the new discovery and the North zone extension add very significantly to the potential tonnage of this project.

The current drilling program tested the zone around diamond drill hole (Misty Day Zone) with 7 holes which are now completed and the rig has moved to the zone around Trench number 8621 (North Zone). The drilling program will include testing the new discovery zone. The assays shown in the table are from 4 of the 15 known mineralized zones which extend over a 2-mile length.

Mr. Zuber also reports Reserve is funding to earn 40% interest. On the project, the first 3 shallow diamond drill holes designed to test the geology and a small weak I.P. anomaly have been completed on the Northern B zone and no significant mineralization was encountered. The average thickness of the mineralized strata appears to be 30 feet. The drill has moved 1 mile SE to test the strong I.P. response of the 1000 x 1300-foot A anomaly with two holes and will then test the B, C and D targets.

Assay results from the San Jose Del Oro property, Mexico have shown much of it to be of little further interest and the company has proposed that the operator discontinue exploration.

For the San Marcial property, Mexico, Cominco Resources have proposed a Phase II program which includes a geochemical survey. From Phase I, good gold and silver confirmation assay results were received, however, they are from a very limited area. Further targets are needed before starting a drilling program.