

# George Cross News Letter

"Reliable Reporting"

NO. 180 (1987)  
SEPTEMBER 18, 1987

## CATEAR RESOURCES LTD. (CAA.A-V)

EXPLORATION AND MILL PROGRESS AT - Catear Resources Ltd. GOLD CLAIMS NEAR STEWART REPORTED has presented results from the first four holes of its 15,000-foot drilling program on the Goldwedge claim near Stewart, B.C. This panel of holes was drilled about 150 feet north of the most northerly holes of the 1986 drilling. Native gold was encountered in hole GW87-16.

HOLE	INTERVAL, FT.	FOOTAGE	OZ. GOLD/T	OZ. SILVER/T
GW87-16	30-43	13	0.468	4.14
includes	30-38	8	.648	1.31
	86.25-88.00	1.75	.898	1.21
GW87-17	34-36	2	.256	1.04
	63.5-67	3.5	.119	3.41
	130-137.5	7.5	.842	2.37
includes	130-134.5	4.5	1.307	2.52
GW87-18	29-49	20	0.112	4.19
GW87-19	39-48	9	.128	0.43

Catear's mill equipment was transported from Montana to Stewart this past week. It was scheduled for airlift to the mill site by skycrane on September 12. However, due to misinformation about weights of the heavier pieces this airlift has been postponed to the end of September while further dismantling is completed. The contract on the underground program of 1,200 feet of decline and 500 feet of drifting and cross-cutting is expected to be let by 19Sep87, the work is to start by month end and continues into January. The underground equipment will be airlifted to the mine site with the mill equipment.

Meanwhile, preliminary trenching of the Goldwedge No. 3 Claim extending to the south has identified a new vein, the Red River vein, 300 feet long and 20 feet wide trending obliquely across the claim. Mineralization is similar to the Golden Rocket vein consisting of quartz stockwork within sericite schist. A total of 29 samples were taken and values ranged from a low of 0.006 oz/ton gold across 2.5 feet in Trench 6 to a high of 1.381 oz/ton gold and 4.62 oz/ton silver from a grab sample in Trench 10. In Trench 9, a grab sample assayed 0.786 oz. gold and 55.79 oz. silver/t. In Trench 1, sampling across 6 feet averaged 0.573 oz. gold and 0.55 oz. silver/t.

## MIKADO RESOURCES LTD. (MKO-V)

HOLE	INTERVAL, FT.	FOOTAGE	OZ. SILVER LEAD		ZINC		OZ. GOLD PER TON
			PER TON	%	%	PER TON	
87-61	489-500	11	5.63	8.44	2.61	0.049	
	493-500	7	8.02	12.3	3.73	0.057	
87-62	587-596	9	1.14	1.22	2.2	0.013	
87-64	587-591	3.5	4.1	5.56	1.75	0.024	
87-66	498-506	8	2.22	4.95	3.48	0.026	

DRILL HOLE ASSAY AND START OF - Richard J. Watson, UNDERGROUND DRIFTING REPORTED secretary of Mikado Resources Ltd., reports assay results from diamond drilling the Greenlaw quartz vein system on the Wagner Abbott project 75 miles SE of Revelstoke, B.C., joint ventured with TURNER ENERGY RESOURCES LTD. (TUN-V), 70% Mikado, 30% Turner.

Hole 87-61 intersected the ore about 24 feet below 87-60 (See GCNL 155(87)P.2 for details). Hole 87-62 cut the vein a further 125 feet down from 87-61.

For a next series of holes the drill was moved 100 feet to the southeast of 86-52, 87-59, 60, 61 and 62. From this new location, holes 87-63, 64, 65, 66, and 67 were then drilled. Hole 87-63 intersected the vein but the mineralization was below economic grade. Holes 87-64 and 66 cut the vein about 270 and 160 feet below 87-63, respectively. Hole 87-65 cut material below economic grade.

Hole 87-67 appears to have cut the vein about 110 feet below 87-63; assays are awaited. The drill has now been stepped out another 100 feet southeast and hole 87-68 is being drilled.

A portal has been collared on the Abbott replacement zone and 500 feet of underground drifting and cross-cutting is starting. This work is designed to explore the high grade replacement ore zones blocked out during the 1986 program.

High grade ore is being removed from the Abbott outcrop during drill site preparation and is stockpiled at the highway. Some 2,000 tons are now in the stockpile ready for milling.

BLACKDOME MINING CORPORATION (BDM-V-T)

<u>ORE RESERVES</u>	<u>TONS</u>	<u>OZ. GOLD/T</u>	<u>OZ. SILVER/T</u>
Current, 30Jun87	280,000	0.74	2.41
Previous, 31Dec86	276,000	0.72	2.58

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ORE FOUND EXCEEDS Blackdome Mining Corporation  
THE ORE PRODUCED president James A. Anderson announces newly calculated ore reserves resulting from their current exploration program at Blackdome Mountain, 60 miles west of Clinton, B.C., in which a 27,000-foot drilling program will be completed in September. The reserves were calculated as cut and diluted at a cut-off grade of 0.25 ounce of gold equivalent per ton.

Blackdome is extending its surface exploration program of line cutting, geochemistry, trenching and diamond drilling through December, 1987. In addition, the company conducts an ongoing underground exploration and development program.

Mr. Anderson reports that the Number One and Number Two veins remain open at depth and to the south. The Giant and Redbird veins have been included in the extended surface exploration program.

KAMAD SILVER CO. LTD. (KDS-V)

<u>FROM</u>	<u>TO</u>	<u>OZ. GOLD/T</u>	<u>OZ. SILVER/T</u>	<u>COPPER %</u>	<u>LEAD %</u>	<u>ZINC %</u>
23.6m	24.5m	6.34	96.7	0.35	1.23	0.96
		0.223	3.41			

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Kamad Silver has reported that, in August, Esso Resources Canada built a road up the Homestake Bluffs to drill stations to test the geochemical-geophysical anomalies found this summer. The drilling will start in September on the property 30 miles NE of Kamloops B.C.

During August, the Kam 21 Hole was drilled on Kamad 7 intersecting a fault zone but not the Rea zone. See assay result from Kam 19 to Kamad.