

George Cross News Letter

NO.163(1988)
AUGUST 24, 1988

CANADIAN UNITED MINERALS, INC. (CUN-V)

HOLE NO.	INTERVAL FT.	WIDTH FT.	SILVER OZ./T	ZINC %	LEAD %	COPPER %	GOLD OZ./T
FW88-28	230.0-233.3	3.3	3.76	10.15	4.24	--	--
	391.4-398.0	6.6	9.26	1.75	0.46	--	--
	635.8-652.2	16.4	1.09	2.89	1.51	--	--
FW88-29	66.0- 75.8	9.8	1.18	--	--	0.76	--
	79.1- 95.5	16.4	1.96	11.13	1.17	.27	.009
including	85.7- 95.5	9.8	2.54	13.83	1.39	.23	.013
	108.9-119.7	10.8	4.41	15.50	4.72	.39	.032
	132.9-136.2	3.3	4.40	21.78	4.36	.18	.024
	145.6-152.2	6.6	1.55	5.05	1.24	.40	.030
	185.4-198.5	13.1	4.53	18.82	5.37	.50	.055
	210.9-214.2	3.3	1.48	2.75	3.26	.06	.004

ASSAYS CONFIRM MASSIVE SULPHIDE ZONE- Twenty-nine diamond drill holes have established a 1,000 foot strike length, and a depth of 550 feet, with widths varying from 3.3 feet to 43 feet of high grade silver with base metal values in the West zone on the Fireweed property on Babine Lake, 50 miles east of Smithers, B.C.

Hole FW88-28 was drilled to test the downward extension of previously reported mineralization encountered in hole FW88-08 which included 13.1 feet of 19.07 oz.silver/ton. All three previously known mineralized horizons were intersected.

Hole FW88-29 was spotted 160 feet east of hole FW88-28 and intersected six massive to near massive sulphide horizons ranging in width from 2.8 to 12.9 feet. Adjacent sulphide stringer zones and veining extend the apparent mineralized widths to up to 33 feet. Individual assays ranged up to 21.78% zinc, to 6.33% lead, to 7.27 oz.silver/t, to 0.86% copper and to 0.068 oz.gold/t. These assays confirm the high grade polymetallic nature of the massive sulphide horizons and add a significant gold dimension to the Fireweed West zone. Previous drilling in the East zone has encountered gold and copper values. The new hole assays provide the first indication of gold and copper in the West zone.

The current drill program totalled 5,000 feet of drilling in nine holes. Assay results are pending from holes FW88-31 and FW88-32. Further exploration programs on the property are being planned. Several other zones on the claims require drilling. Funding proposals are under consideration.

EL PARAISO RESOURCES LTD. (EPR-V)

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

PROPERTY INTERESTS REPORTED- El Paraiso Resources Ltd.

has re-negotiated it's agreement with Black Swan Gold Mines Ltd. regarding the Brovinia project in Australia. The company has elected to accept a 20% earned interest in the project for expenditures to date of \$200,000. The original agreement called for an additional \$300,000 of expenditures prior to 30Jun89 to earn a 35% interest. An additional \$150,000 of exploration is planned prior to 31Dec88 and the company shall be responsible for 20% of this total as a joint venture partner.

El Paraiso has acquired the Lark 1 and Lark 3 claims in the Vernon Mining District, some 2.5 km east of Huntington Resource's Brett claims, 30 miles west of Vernon, B.C. for \$24,000. These claims adjoin a previous holding acquired by El Paraiso and the company now holds a total of 40 contiguous units in this area. (SEE ALSO GCNL NO.151, OVERLEAF P.1, FOR HUNTINGTON AREA PROPERTY LOCATION MAP.)

RAT RESOURCES LTD. (RAT-V)

HOLE NO.	AREA	LENGTH	OZ.GOLD/T	OZ.SILVER/T
Ta 88-4	Anomaly B	3 to 5 ft.	0.03	--
5	"	"	"	--
6	"	"	"	--
Ta 88-7	Anomaly A	10.17 ft.	.125	
Surface Cut	Composite	16 ft	.095	4.8

NEW WORK MAY BE PLANNED- Fritz Mueller, president has reported Rat Resources will plan the next stage of exploration on the Ta Hoola gold project north of Bridge Lake - Little Fort, B.C. upon evaluation of the results of four diamond drill holes that returned the results shown in the table above.

WESTERN CANADIAN MINING CORPORATION (WCD-V)**SULPHURETS GOLD CORPORATION (SLE-V)**

AREA/ZONE	SAMPLE NO.	LENGTH	OZ. GOLD/T	OZ. SILVER/T
A North	8,675	6.6 ft.	0.69	1.05
	7,645	1.6	.222	.39
A South	8,140	3.3	.4	1.23
	8,142	3.3	.16	1.70
	8,154	3.3	.416	.05
	8,011	3.3	.295	19.3
	8,014	3.3	.156	6.81
	8,046	3.3	.118	.63
	8,063	3.3	2.34	1.98
	8,554	3.3	.292	.27
	8,555	3.3	.416	4.45
	8,096	3.3	.375	3.22
	8,169	3.3	.242	1.27
	8,173	3.3	4.20	14.80
A Central	8,175	3.3	.103	.13
	8,070	3.3	.541	.87

 ASSAYS AWAITED FROM- Dale E. Wallster, president of
 OVER 20 HOLES Sulphurets Gold Corporation has
 reported assay results from trenches
 and surface samples from the A zone of the Kerr Gold
 project located in the Sulphurets area, 37 miles north
 of Stewart, B.C. The Kerr claims adjoin to the south
 the Newhawk-Granduc Bruce Jack mine. The property is
 owned: Western Canadian Mining 70%, Sulphurets Gold 25%
 and CLIFTON RESOURCES LTD. (CLF-V) 5%. (SEE PROPERTY
 LOCATION MAP OVERLEAF P.1, GCNL No. 134, July 13, 1988)
 The current sampling of the A zone has traced surface
 gold-silver mineralization for a distance of about 250
 feet to the south of the 1987 diamond drilling.

Over twenty holes have been completed in 1988 on
 the A and B zones. Assay are pending analysis and
 further information will be reported shortly.
 (SEE ALSO GCNL NO.204, Oct.23,1987 for a review of
 diamond drill results from the 1987 program.)

INTERNATIONAL DAMASCUS RESOURCES LTD. (IDR-V)**GRANGES CAN ACQUIRE PROPERTY & EQUITY INTEREST**

International Damascus Resources Ltd. has reached
 agreement with Granges Exploration Ltd. for further
 development of the OX precious and base metals project
 near Houston, B.C. Granges can earn a 50% interest in
 the project by funding \$1,500,000 in exploration over
 three years. In addition, Granges can acquire up to 20%
 equity interest in International Damascus by exercising
 three separate 200,000 share purchase options at prices
 of 75¢, \$1.50 and at \$3 per share.

The 5,000 acre OX property has been under develop-
 ment by International Damascus since the early 1980's.
 Drill testing of the large number of mineral structures
 has resulted in discovery of the Damascus zone where
 current drill inferred reserves are in excess of 200,000
 tonnes with the zone open to the north, south and at
 depth. Grades up to 66.8 oz.silver/ton, 113.90% lead
 and 8.60% zinc were intersected by drilling, although
 grades in an enriched portion of the Damascus zone
 averaged 16.9 oz.silver/t, 0.016 oz.gold/t, 3.75% lead
 and 4.55% zinc.

An approximate \$200,000 program is proposed for the
 current season to further develop the Damascus zone and
 drill test other vein structures and contact areas where
 sampling has returned assay values up to 9.8 oz.silver/t
 and up to 0.30 oz.gold/t.

FLECK RESOURCES LTD. (FLK-V)

SAMPLE VALUES REPORTED- Fleck Resources Ltd. reports that
 assays of 17 initial samples from
 the Smith-Nash vein have returned average values of 0.92
 oz.gold/ton . Values up to 0.25 oz.gold/t have been
 found in wall rock, outside the zone mentioned above.
 The first four drill holes of the thirty drill hole
 program have intersected the deposit. Assay results
 will be announced in the near future. Fleck has
 allocated \$500,000 in flow through funds provided by NIM
 for this year's program. Previous engineering reports
 give this property an indicated 117,000 tons of 0.92
 oz.gold/t. Fleck can earn a 65% interest in the Smith
 property, located 15 km southeast of Kamano, B.C., by
 spending \$750,000 over 3 years.