

George Cross News Letter

NO.147(1988)
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GENCO INDUSTRIES INC.(GNI-V)

DRILLING STARTED- Drilling has started on the Bristol gold property in the Bralorne area,

B.C. to test strong gold-silver geochemical anomalies identified over 100 meters wide by 650 meters long. Genco Industries can earn a 50% interest in the claims by spending \$1,000,000 on exploration by Dec.31,1990. Westmin Resources, project operator and property vendor recently completed some backhoe trenching on a geochemical anomaly and assay results are awaited. Genco has financed the \$500,000 exploration budget for 1988 by way of flow through share sales to NIM.

Mark T.Waller, president of Genco has reported the drilling will be near the Tommy Creek zone where a 2.74 meter core length assayed 0.31 oz.gold/t and Level 3 values up to 0.93 oz.gold/t over 4.4 meters core length.

RIGGINS RESOURCES LTD.(RGN-V)

OPTION ACQUIRED- David J.Gallen, president reported that Riggins Resources Ltd. has acquired an option to earn a 60% interest in 2,000 acres, known as the Kwan 1-4, 50 km west of Manson Creek, 150 km north of Smithers, B.C. and adjoining to the southeast the Takla Rainbow property of Cathedral Gold Corp. An option has been granted by Cathedral to two companies from the Brown Group in Calgary called Raymont Resources Ltd. and Takla Gold Ltd. to each earn a 24.5% interest in the Takla Rainbow property by funding a positive feasibility report. Both Raymont and Takla Gold have applied for a listing on Alberta Stock Exchange. Exploration to date on the property has indicated reserves of 471,000 tons grading 0.4 oz.gold/t, containing 152,000 oz.gold. Mr. Gallen did not report from whom the property interest was acquired or at what cost. Riggins has started a program of surface sampling.

Riggins has started drilling on its Rawhide property in southern Arizona.

REDFERN RESOURCES LTD. (RFR-V)

DRILLING TO START- Redfern Resources Ltd. reports that underground diamond drilling is expected to be underway by August 1 on the Tusequah property in northwestern B.C. Rehabilitation of the 5400 level, 400 feet above sea level, has progressed well due to the better than anticipated condition of that level. Cominco, the operator, has a 60% interest and Redfern a 40% interest.

ALPINE EXPLORATION CORPORATION(AXC-V) and WESTLEY MINES LIMITED(WTY-V) have acquired an option to earn a 100% interest, subject to a 2.5% net smelter royalty, in the Taseko property. After the 1988 work program being paid \$12,500 by Westley and \$87,500 by Alpine the companies will be 50-50 partners. To earn the 100% property interest the partners must pay the owner \$181,000 and completed \$1,000,000 worth of exploration by Dec.31,1990. The three phase program will include, prospecting, soil sampling, a VLF electromagnetic survey and 1500 feet of diamond drilling.

Exploration will start in the area of the Empress showing where in 1976 a diamond drill hole cut 164.5 feet of 0.065 oz./t gold and 1.28% copper. Drilling to 1976 outlined an inferred 5,500,000 tons grading 0.35% copper and 0.031% molybdenum. This zone seems not to have been tested for precious metals; one hole in 1969 intersected 145 feet of 0.67% copper. If there is a correlation between gold and copper in the zone, as there is in the Empress, it might be possible to delineate a high grade copper-gold deposit.

GUNSTEEL RESOURCES INC. (GUN-V)

MILL PLANNED FOR- Stan A. Endersby, president of Gunsteel NUGGET PROPERTY Resources Inc., reports that reserves on the Nugget property about 10 miles northeast of Salmo, B.C. are estimated to be 223,000 tons grading 0.33 oz.gold/ton. A mill with an initial capacity of 100 to 150 tons of ore per day is now economically viable and work is proceeding on the design and financing arrangements. The initial construction will be for gold only, although a possible lead-zinc flotation circuit may be added later. Cost of the mill and related facilities are estimated to be under \$2,000,000 and the target date for completion is Spring 1989. The proposed millsite is owned by Nugget Mines Ltd., the 50% joint venture partner. The site is on a paved highway and has electrical power, water, gas and several buildings.

The No.1 and 5 portals of the old Reno mine are being opened to access the Reno vein and other adjacent veins. The Reno vein produced 261,500 tons of ore grading 0.56 oz.gold/t between 1927 and 1939. Exploration is also continuing on the Fawn/Nugget/Motherlode section of the property, including work to reach and test the downward projections of the Fawn veins.

Work will soon start to define and follow up on gold and silver-lead-zinc anomalies outlined by surface exploration in 1986-87. Trenching and diamond drilling are possible. (See GCNL No.68, p.3, 8Apr88 for reserve details and No.227, 12Nov87, overleaf p.1 & 2 for maps).

AVINO MINES & RESOURCES LTD. (AVO-V;AVMRF-Nasdaq)

HOLE	INTERVAL M.	LENGTH	OZ.GOLD/T	DRILLING RESULTS
Minto North Zone:				FROM MINTO REPORTED
88-2	72.55-72.90	0.35 m.	0.548	Avino Mines & Res-
88-4	27.73-30.93	3.2	.266	reported drilling
incl.	27.73-27.93	.2	1.073	results from the
	27.93-28.93	1.0	.338	company's Minto
	28.93-29.93	1.0	.174	property, located at
	29.93-30.93	1.0	.128	Gold Bridge, B.C.,
	36.93-37.93	1.0	.111	approximately 100
88-5	69.49-70.19	.7	.361	air miles north of
Rainbow Zone:				Vancouver. Sampson
88-6	69.70-70.70	1.0	.10	Engineering Inc.,
	82.90-83.40	.5	.193	conducted the work.

BRYNDON VENTURES INC. (BNV-Alberta)

ANTELOPE RESOURCES LIMITED (ATF-V)

HOLE	INTERVAL FT.	LENGTH	OZ.GOLD/T	ROSSLAND DRILL
88-17	785.8-790.1	4.3 ft.	0.138	RESULTS REPORTED
88-18	481.6-500.3	18.7	.978	Antelope Resources
incl.	481.6-483.6	2.0	.449	Limited and Bryndon
	483.6-486.9	3.3	2.846	Ventures reported
	486.9-489.8	2.9	.976	assay results from
	489.8-491.8	2.0	.298	their 50-50 joint
	491.8-494.4	2.6	.954	ventured properties
	494.4-496.7	2.3	.288	in Rossland, B.C.,
	496.7-500.3	3.6	.398	Bernard O.Brynelson

and

*diamond saw cuttings from

splitting the core of hole 88-18.

----- substance to our original theory that the Rossland properties are hosted by a geologic setting similar to that of the world famous Le Roi mine, located 2.3 km northwest of the drill hole site". Bryndon Ventures has agreed to sell NIM 416,667 flow through shares at \$1.20 each for proceeds of about \$500,000. Antelope has negotiated a private placement of 400,000 units at 50¢ each with warrants on 400,000 shares at 55¢ for one year.

* 1.805 president of Bryndon stated "These results are lending substance to our