

George Cross News Letter

NO.249(1988)
DECEMBER 29, 1988

WESTERN CANADIAN MINING CORPORATION(WCD-V)

SULPHURETS GOLD CORPORATION(SLE-V)

KERR PROPERTY INTERESTS ACQUIRED - J.D.Little, president has reported that

Western Canadian Mining Corporation completed an agreement, subject to regulatory approval, to purchase by private placement 222,222 shares of Sulphurets Gold Corp. for \$99,999.90. Western Canadian Mining will also sell a 70% interest in the Kerr property, 60 km. north of Stewart, B.C. to Sulphurets Gold for 7,423,290 shares of Sulphurets Gold. The transaction is subject to shareholder and regulatory approval and is scheduled to close Jan.16, 1989. Upon completion, Western Canadian will hold about 70% of the issued shares of Sulphurets Gold. Major shareholders of Sulphurets Gold have agreed to vote in favour of the agreement.

Exploration on the Kerr property has confirmed the presence of a large copper-gold deposit with a high grade core. Preliminary diamond drilling suggests that a deposit in excess of 3280 feet long, 660 feet wide and 330 feet thick, containing 66,000,000 tons averaging 0.86% copper, 0.01 oz.gold/t. The deposit is open to the north and downdip, significant additional tonnage is expected. Extensive exploration programs are planned to establish proven and probable reserves, determine the metallurgy and initiate environmental studies.

CALPINE RESOURCES INCORPORATED (CLP-V,T)

CONSOLIDATED STIKINE SILVER LTD. (CKI-V)

NEW ASSAYS REPORTED DEC.27,1988

HOLE NO.	INTERVAL,FT	LENGTH	OZ.GOLD/T	OZ.SILVER/T
CAB88-9	201.39-475.27	273.88	.172	1.47
including	450.67-475.27	24.60	.240	.98

PREVIOUSLY REPORTED ASSAY RESULTS

*	201.39-260.43	59.04	.601	2.77
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*SEE DETAIL OF ASSAYS IN GCNL NO.248, DEC 28,1988

SECOND PHASE DRILLING COMPLETED - Murray Pezim, chairman of Calpine Resources

has reported additional assays from hole CAB88-9 on the Consolidated Stikine Silver Ltd. 50%, Calpine 50%, Eskay Creek project 60 miles NW of Stewart, B.C. Calpine has spent over \$900,000 in 1988, to earn its interest.(SEE ALSO GCNL No.214, p.2, 4Nov88)

CAZADOR EXPLORATIONS LIMITED (CAZ-V)

HOLE NO.	INTERVAL FEET	COPPER %	LEAD %	ZINC %	SILVER GRAMS/T	GOLD GRAMS/T
DDH2	130-140	--	--	--	55.0	2.02
DDH3	367-369	0.11	3.80	1.00	20.0	--
DDH3	460-470	.70	--	--	38.0	0.08
DDH4	90-100	--	--	.35	1.5	--
DDH4	130-140	.11	--	--	8.0	--
DDH4	160-170	--	--	--	--	.18

Cazador Explorations Limited has received from Placer Dome Inc. sample interval data related to 1970's drilling at Hanson Lake, 18 km north of Endako, 125 km west of Prince George, B.C. (SEE TABLE ABOVE).

Cazador holds option to acquire a 100% interest in the project by making property payments of \$50,000 and exploration expenditures of \$64,000 by 31Dec96, subject to a 2% net smelter return royalty. The target is 9 km long by 2 km wide and anomalous to silver, copper, lead, and zinc. (SEE SOIL SAMPLE MAP OVERLEAF GCNL NO.190, P.2, OCT.3/88 AND ALSO GCNL NO.227, P.2, 25NOV88).

The old records also reported 52 grams silver/t between 110 and 170 feet in percussion drill hole No.27.

Cazador is planning a reverse-circulation drill program to test some of the geophysical and geochemical mineral targets not tested by the 1970's exploration. Primary targets are the precious metals soil anomalies identified in the 1988 exploration program.

CANARC RESOURCE CORP. (CCM-V)

CANARC ACQUIRED PLACER- Canarc Resource Corp. has reached CLAIM ON FRASER RIVER an agreement in principle with R. Reichel to acquire the Hurley placer lease along the Fraser River, 13 km north of Lytton, B.C. Other gold placers both upstream and downstream from the claim have produced significant amounts of gold in the past few years.

The company has granted an employee stock option on 25,000 shares at 86¢ for 3 years.

REA GOLD CORPORATION (REO-V,T;REOGF-Nasdaq)

DRILL RESULTS FROM - John W. Fisher, director of Rea
FLAP CLAIMS REPORTED. Gold Corporation reported assays
results from the initial drilling
program on the 29,500 acre Flap property, 20 miles west
of Kelowna, B.C. Six holes totalling 4,337 feet were
drilled to test the down-dip and strike continuity of a
quartz stockwork system related to a Tertiary stock
which intrudes Paleozoic andesite and volcaniclastic
rock. The best result was 1.614 oz. gold/ton and 7.79
oz. silver/t over 3.0 feet. (ASSAYS PRINTED OVERLEAF).

Present dimensions of the zone are 800 by 1,200
feet and it remains open along strike and down-dip. The
mineralization appears to be within a 400 foot zone, true
thickness, dipping 70 degrees SE. The drilling pattern
consisted of two fences, 250 feet apart, on 50 foot
centers. Holes 1, 2 and 3 formed one fence, and 4 and 6
another. Hole 5 was collared 125 feet NW of fence 1.

A geochem/geophysical survey covering 14,500 acres
has produced several areas of interest, including a
coincident IP/geochem anomaly some 2 miles north of the
present zone. This anomaly will be tested in January as
well as step-out holes on the present drilling.



REA GOLD CORPORATION
TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

HOLE NO.	INTERVAL (FEET)	LENGTH (FEET)	Gold (OZ/TON)
88-1 Depth 546 Ft. Inclination: -60°	62.5- 68.0	5.5	0.038
	93.0- 98.5	5.5	0.018
	121.0-122.5	1.5	0.033
88-2 Depth 606 Ft. Inclination: -45°	124.0-140.0	16.0	0.018
	155.0-172.0	17.0	0.016
	340.0-347.0	7.0	0.036
88-3 Depth 466 Ft. Inclination: -45°	52.0- 55.5	3.5	0.023
	160.5-168.5	8.0	0.037
	205.5-206.5	1.0	0.060
	213.0-214.0	1.0	0.046
	348.0-355.0	7.0	0.012
	406.0-411.0	5.0	0.017
88-4 Depth 1,050 Ft. Inclination: -45°	250.0-268.0	18.0	0.069
	478.0-479.0	1.0	0.734
	568.0-569.0	1.0	0.110
	604.0-620.5	16.5	0.031
	694.0-696.0	2.0	0.235
	775.0-798.0	23.0	0.018
	Within 940.0-960.0 Ft. Interval	6.0	0.024
	" " " " "	2.5	0.062
" " " " "	8.0	0.024	
88-5 Depth 550 Ft. Inclination: -45°	140.0-140.5	0.5	0.048
	167.0-171.5	4.5	0.020
	207.0-220.0	13.0	0.016
	223.0-238.5	15.5	0.039
88-6 Depth 1,148 Ft. Inclination: -70°	669.0-670.0	1.0	0.211
	689.0-690.5	1.5	0.017
	693.0-696.0	3.0	1.614
	698.0-699.0	1.0	0.023
	825.0-826.0	1.0	0.023
	872.0-874.0	2.0	0.056