

George Cross News Letter

"Reliable Reporting"

NO.27(1988)
FEBRUARY 9, 1988

GREEN LAKE RESOURCES LTD. (GLU-V)
CANDOL DEVELOPMENTS LTD. (CJD-V,T)

VOLCANOGENIC MASSIVE SULPHIDE DISCOVERY - Trenching on a road cut some 10 km. southeast of Pemberton, B.C. has opened a massive sulphide showing which yielded seven grab samples across approximately 2.0 meters, or 7 feet, returning the following values:

SAMPLE	ZINC%	COPPER%	SILVER(oz/t)	GOLD(oz/t)	LEAD%
1.	8.83	7.83	2.49	0.006	0.02
2.	3.64	1.98	.76	.003	.11
3.	5.63	2.51	.89	.001	.02
4.	3.18	.18	.11	.003	.04
5.	3.23	.02	.12	.003	.47
6.	1.28	.02	.035	.001	.02
7.	8.42	.91	.30	---	.03

Sulphide mineralization occurs intermittently over 6,000 meters southeast from the new discovery outcrop. Approximately 1,500 meters from the new discovery zone, mineralization occurs in the Lake Adit zone across 3.0 meters with grades up to 2.33% copper, 4.22% zinc, 0.09 oz gold/t and 0.6 oz silver/t. A program of diamond drilling is underway on geophysical and geochemical targets in an area 2,000 meters southeast of the new discovery. Geophysical and geochemical surveys to determine drill targets are underway.

Trading in the company's shares resumed at 12.30 p.m. February 8, 1988, after a trading halt.

GLAMIS GOLD LTD. (GLG-T, GLGVF-Nasdaq)

TO PURCHASE CONTROL OF - CHILEAN MINING COMPANY - Glamis Gold has entered an option agreement to purchase 51% of the outstanding shares of Inversiones Mineras Del Inca SA (MDI) and a loan of US \$964,110 owed by MDI, for an aggregate purchase price of \$3,000,000 payable in cash or shares, subject to receipt of a water exploitation permit and regulatory approval. Upon closing Glamis will have options to purchase the remaining 49%, valued at US \$6,000,000.

MDI owns the San Cristobal gold property, a 7.5 sq. mile concession in Antofagasta province, northern Chile. Proven and probable reserve are 9,000,000 tons grading .049 oz. gold/t at a stripping ratio of 1.5:1. Column test work indicates recoveries of 65%-70% after crushing to -3/4 inch size. During 1988, Glamis will mine, crush and load a 50,000 ton sample onto a test pad it will construct. The climate will permit year round mining and leaching operations.

Glamis also reports that it plans to bring the Sullivan deposit, Nye county, Nevada to heap leach production, with the objective being 3,000 ounces of gold per month by the end of 1988. Mineable reserves have been calculated at 13,500,000 tons grading .025 oz gold/t with a stripping ratio of 1.7:1. Glamis holds an option to acquire a 100% interest in the property subject to a 5% net smelter return royalty.

VALENTINE GOLD CORPORATION (VGD-V)
BEAU PRE EXPLORATIONS LTD. (BPD-V)

FIRST METALLURGICAL - RESULTS ENCOURAGING - Ursel S. Doran, president, has reported results from the first two samples from the bulk sampling program at Valentine Mountain project 19 km north of Sooke, Vancouver Island, B.C., held by Valentine Gold Corp.

Bacon Donaldson & Associates, metallurgical consultants, responsible for design and operation of the bulk sampling plant, report that 21.164 oz of gold were recovered from the first two samples identified as D-14 and 36 east vein. Gold recovery of over 96% is calculated for the second sample.

Both samples were taken from the surface trenches in the discovery zone. The first sample (D-14) consisted of 247.1 tons of biotite schist taken from a trench approximately 4 meters wide, 1.5 meters deep and 8.0 meters long. This material was low grade material primarily used to start up and tune up the mill.

The second sample (36-east) was taken from a trench 2 meters wide centered on a quartz vein cross cutting both biotite schist and meta sandstone. The trench was 24 meters long and about 1 meter deep, and the 184.0 tons processed yielded an average grade of 0.106 oz/t gold. These results indicate the potential of the discovery zone for yielding open pit reserves on the property. (See GCNL No.240 p.2; Dec.15, 1987 for previous drill results and financings.)

Valentine can earn 75% interest by starting commercial production by 1May92 after spending \$4,550,000 on the property and by buying 425,000 units of Beau Pre, each comprising 1 share and 1 warrant. If all the warrants are exercised, then Valentine would pay Beau Pre a total of \$2,706,413 for 950,000 shares, in instalments, the last by 1May90. Beau Pre would retain 25% interest in net profit generated from the property.

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ABERMIN CORPORATION (ABM-V)
LARAMIDE RESOURCES LTD. (LAM-V)

**TENDERS CALLED FOR 2700 - Abermin Corporation(65%) and
FEET OF RAMP DECLINE Laramide Resources Ltd. (35%)**
plan to proceed with
underground work and a feasibility study of their joint
venture Vancouver Island gold-basemetals project located
10 miles north of Duncan, B.C.

Tenders have been called for a contract for 2700
feet of underground ramping and drifting on the Lara
gold basemetals project by the operator Abermin
Corporation. It is anticipated that a contractor will
be chosen this month and the work commenced shortly
thereafter.

Ore reserves indicated and inferred by drilling to
the end of 1987 are: 1,240,000 tons, grading 0.67%
copper, 0.72% lead, 3.59% zinc, 1.98 oz silver/t, 0.084
oz.gold/t with an average thickness of 10.9 feet.

This includes a high grade core of: 583,000 tons,
grading 1.01% copper, 1.22% lead, 5.87% zinc, 2.92 oz
silver/t and .138 oz gold/t with an average thickness of
8.7 feet.

There is considerable geological scope for
expanding this reserve in the extensive rhyolite
formation on the Lara property.

The 1988 underground programme will permit
assessment of mining conditions and further
metallurgical tests so that a feasibility study can be
completed.

CONSOLIDATED BOUNDARY EXPLORATION LTD. (CBX-V)
GRAND FORKS MINES LTD. (GFK-V)

**DRIFT ENTERS MAIN - Consolidated Boundary Exploration
MINERALIZED ZONE and Grand Forks Mines Ltd. directors**
Laurence Sookochoff, and Irwin
Riback, respectively, reports that the joint venture
underground exploration program on the Golden Crown
property, Phoenix camp, Greenwood, B.C., is progressing
favorably. The exploration drift is at 1,968 feet and
within the area of the main mineralized zones where
77,000 tons of 0.44 oz.gold/ton is drill indicated.

A crosscut was started last week to intersect and
test the gold bearing structures. A crosscut was
started last week to intersect and test the gold bearing
structures. A raise to the 100-foot level of the Golden
Crown workings will be driven to provide a secondary
access to the present workings.

The workings of the Winnipeg mine have also been
encountered in the exploration drift. The Winnipeg is
reported to have produced more gold than all other gold
properties combined in the Phoenix area prior to 1912.
The workings, which were previously inaccessible, will
provide access for examination of the geology and
mineralization to some 200 feet below the present drift
level. In addition, the workings of the two former
producers should facilitate exploration and development
of the parallel vein systems. Upon completion of the
crosscut, the drift will be extended with additional
crosscuts. Diamond drilling is proposed to block out
additional tonnage.

HOUSTON METALS CORPORATION (HML-V)

**PROGRESS CONTINUES - Houston Metals reports that an
an extensive drill program is**
delineating the Camp vein system, 5 five veins striking
north-west south-west under heavy overburden. The
property is at at Owen Lake, near Houston, B.C. (See maps
overleaf P.2 and P.3). Drill indicated tonnage to date
is 155,000 tons with an average grade of .04 oz. gold/t,
13.91 oz. silver/t, .07% copper, 1.23% lead, and 5.16%
zinc.(SEE GCNL NO.20, JAN. 20,1988 for a review of the
program).

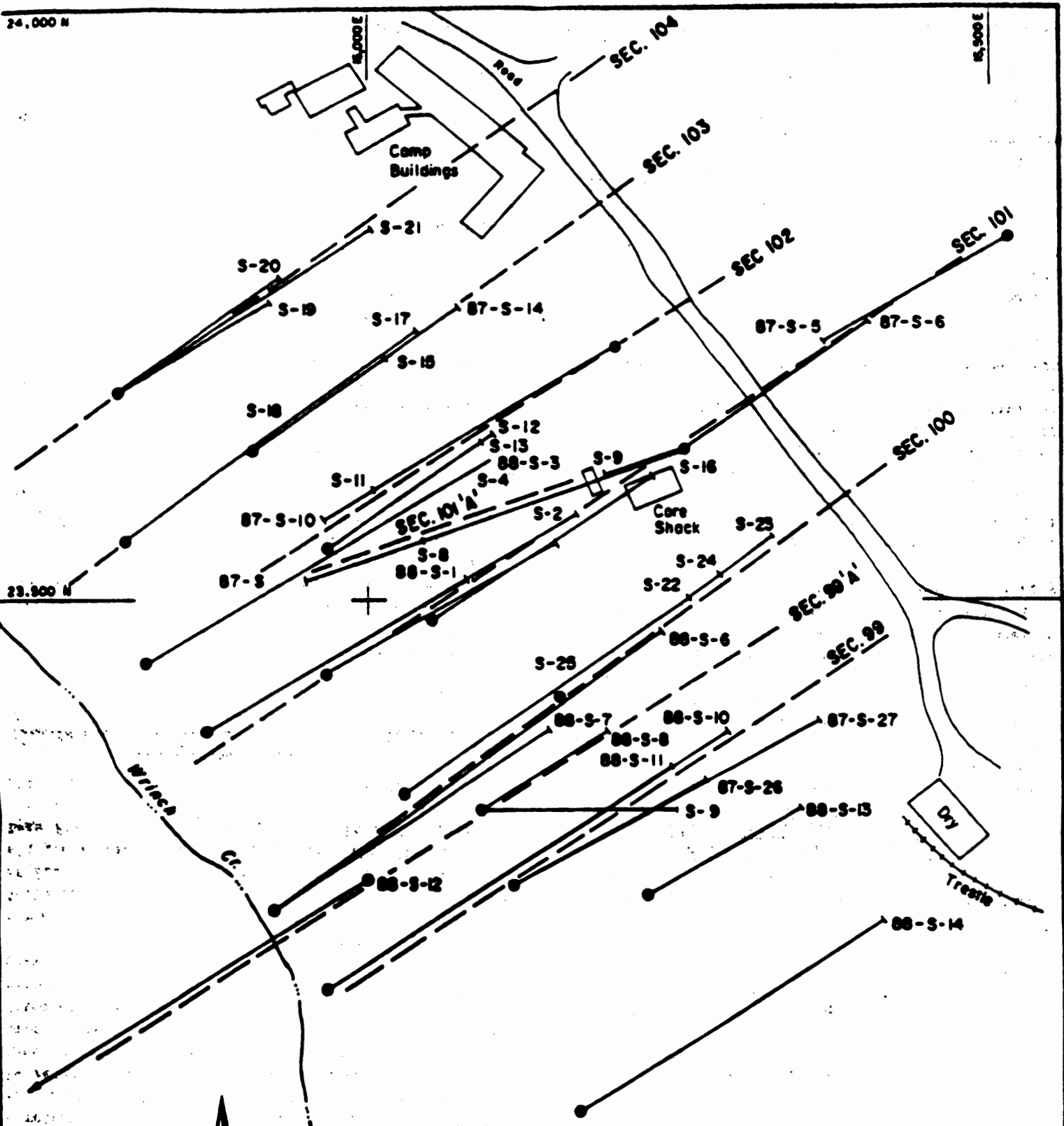
The Cole Lake crosscut intersected the Jack vein
600 feet below the surface, and is the first of a series
of veins 3,500 feet from the portal. Grades over 3 foot
widths are: .042 oz. gold/t, 3.91 silver/t, 1.55%
copper, 0.66% lead, 0.32% zinc, and 25 parts per million
germanium.

24,000 N

25,000 E

23,800 N

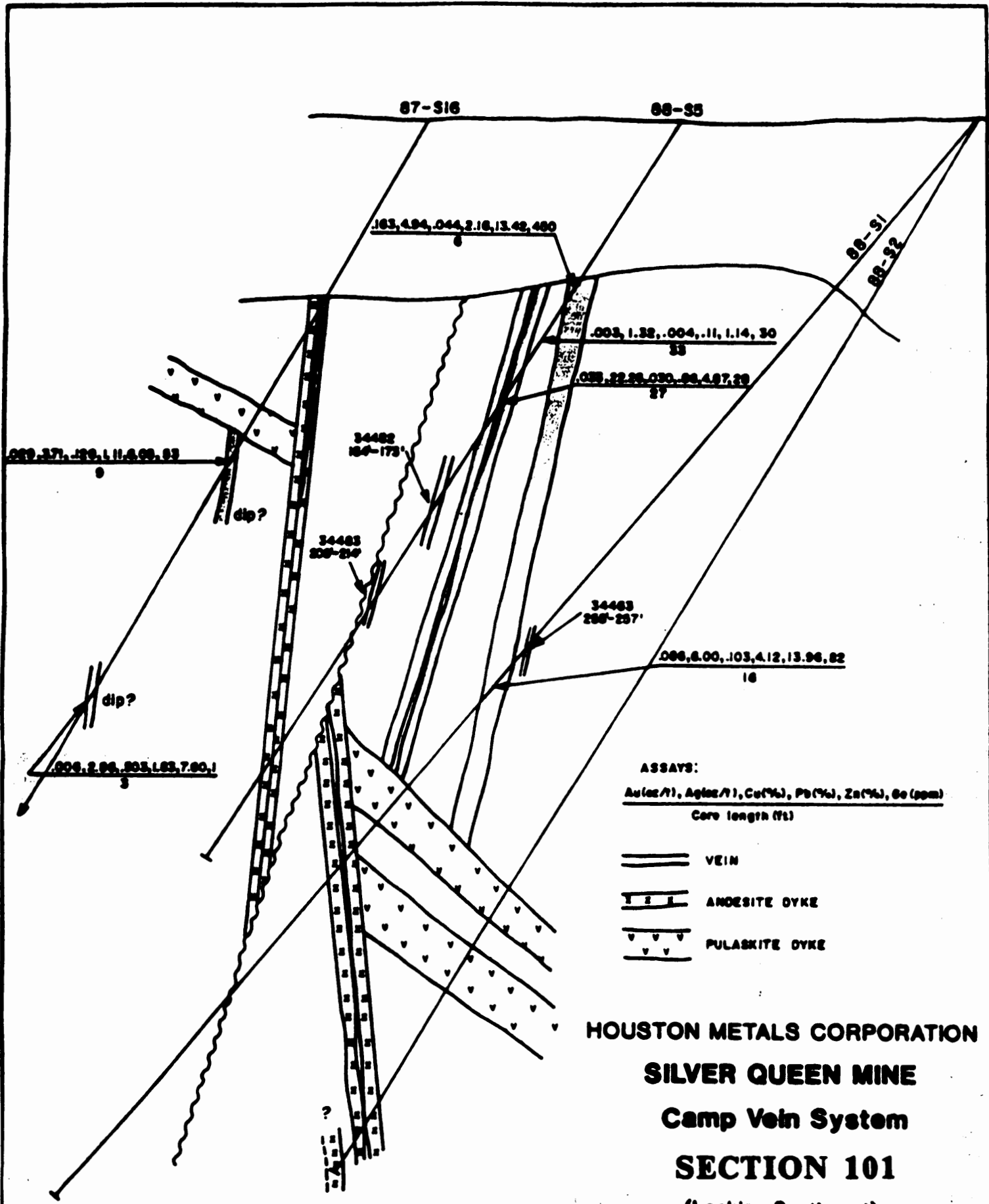
23,600 N



HOUSTON METALS CORPORATION
 SILVER QUEEN MINE
 Camp Vein System
 DIAMOND DRILL HOLE PLAN



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ASSAYS:
 Au(oz/t), Ag(oz/t), Cu(%), Pb(%), Zn(%), Se (ppm)
 Core length (ft)

- ==== VEIN
- Z--- ANDESITE DYKE
- V--- PULASKITE DYKE

HOUSTON METALS CORPORATION
SILVER QUEEN MINE
Camp Vein System
SECTION 101
 (Looking Southeast)

FEET 0 10 20 30 40 FEET

JANUARY, 29, 1966

J.M.H.

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