

George Cross News Letter

NO.92(1988)
MAY 12, 1988

NUSPAR RESOURCES LTD. (NUR-V)

MOUNT VERNON BULK - Nuspar Resources Ltd. has appointed SAMPLE PLANNED Konrad K. Breuers, B.Sc., a director following the resignation of R.D. Bray.

Mr. Breuers is in charge of research of the Electrostatic Separator that Nuspar has been developing for 2 years.

Nuspar has increased holdings at Mount Vernon near Cowichan Lake, Vancouver Island, B.C., to 341 units or 21,000 acres, where diamond drilling is underway. Assays are expected shortly.

Nuspar has not yet completed a joint venture agreement for \$3,000,000 for methane gas exploration on the Chute Creek coal property and for exploration at Mount Vernon.

The release states, "In a previous news release Nuspar had reported the purchase of 250,000 ounces of gold over a period of up to 5 years by a major international gold buyer and that Nuspar had been advised that the U.S. \$300,000 advance had been transferred. These funds have not been released to Nuspar even though a personal guarantee to the purchaser, held by the attorney for the Royal Bank of Canada, was made at no cost to Nuspar, by a director. As the buyer has not honoured the terms of the contract Nuspar has terminated the agreement 10May88.

Start of a 10,000 ton bulk sample production from Mount Vernon is planned for June.

MERIDOR RESOURCES LIMITED (MRO-V)

ISKUT CLAIMS TO BE EXPLORED - Meridor Resources Limited has started a \$500,000 exploration program extendable to \$1,000,000 on an Iskut property, 60 miles north of Stewart, B.C. (SEE LOCATION MAP OVERLEAF). Meridor's property covers the favourable geologic unit that hosts the Snip and Reg deposits.

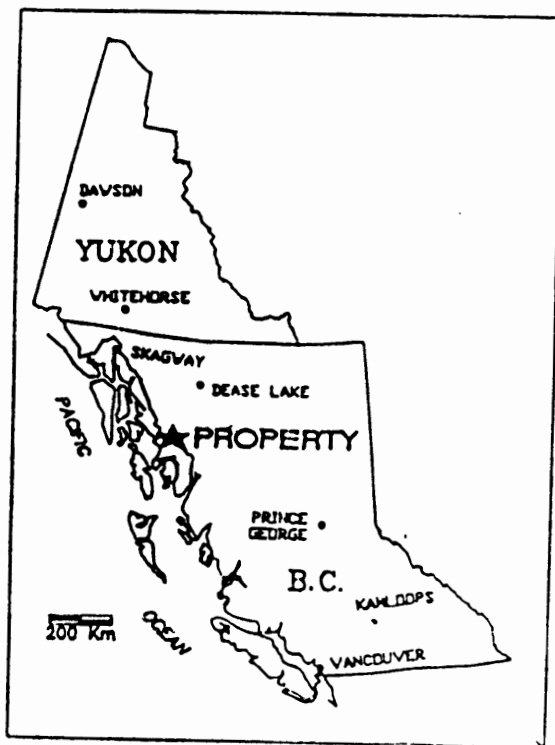
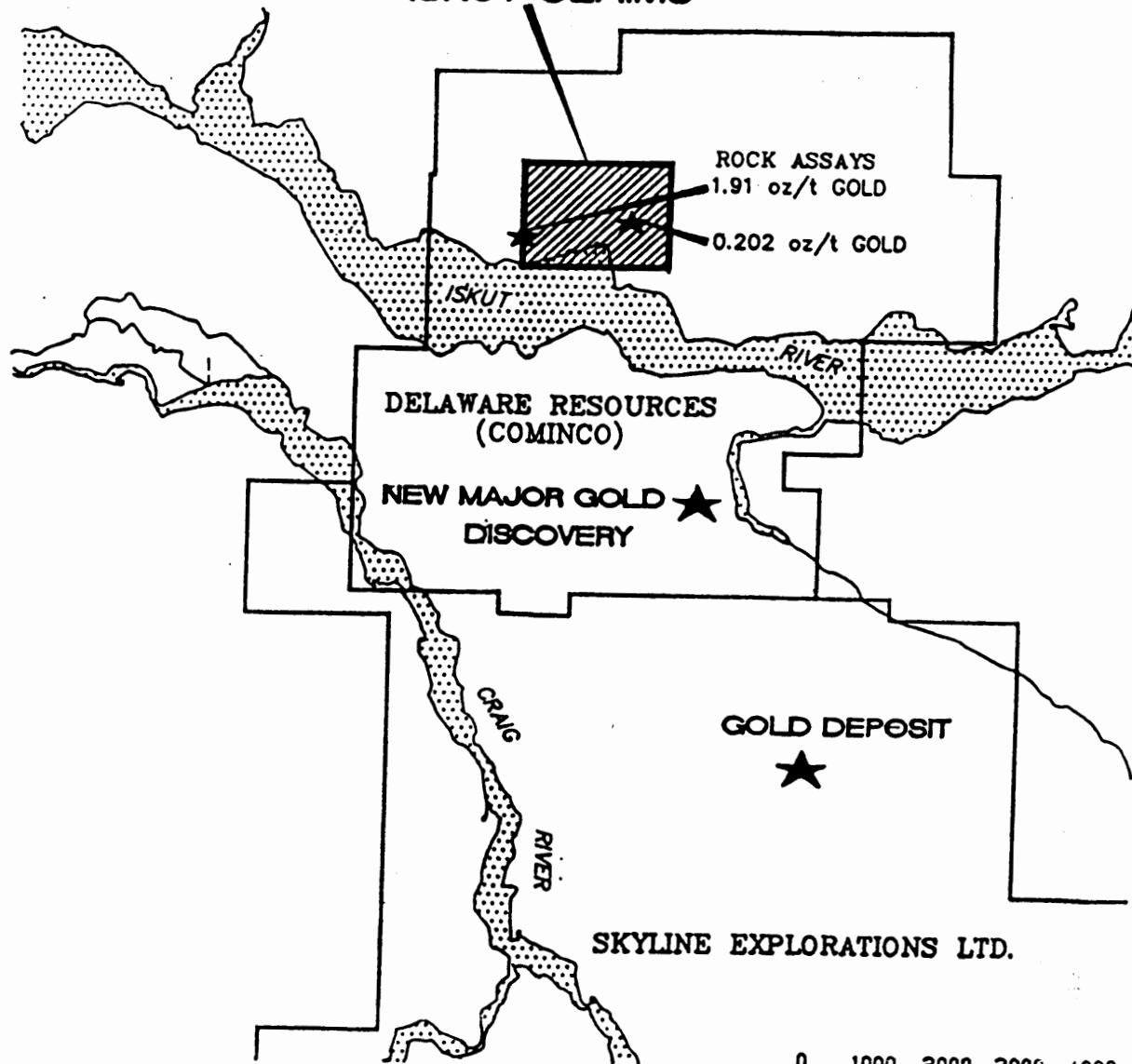
In 1987 Meridor conducted a soil sampling survey that picked up the continuation of Delaware's soil anomaly with gold values ranging from 100 ppb to 2,000 ppb extending onto the property for one and a half kilometers and up to 400 meters wide. The average gold values were about 300 ppb in this area. The same zone is also highly anomalous in silver and copper with several silver values exceeding 5.0 ppm and copper values up to 9,257 parts per million. Two grab samples from pyrite rich shear zones returned assays of 1.9 oz gold/t and 0.202 oz gold/t.

Other work performed in 1987 included a ground electromagnetometer survey which outlined a conductive trend which appears to parallel the soil anomaly located along the western claim margin. Two airborne surveys were flown over the property showing a zone of higher conductivity related to a syenite porphyry intrusion previously mapped on the southeast portion of the property. A similar appearing conductive body can be seen in the northern portion of the claims and likely represents the same porphyry although it has not been mapped on surface.

The 1988 exploration program will begin with linecutting to be followed by geological mapping, soil sampling, electromagnetic, proton magnetometer & induced polarization surveys. A 5,000 foot diamond drilling program is scheduled to begin near the middle of June, 1988. If the results of this first phase are successful a 10,000 foot diamond drilling program will follow.

MERIDOR RESOURCES LTD. (HUGHES-LANG GROUP)

ISKUT CLAIMS



0 1000 2000 3000 4000
SCALE (METRES)

CATHEDRAL GOLD CORPORATION(CAT-T)

ASSAY RESULTS RECEIVED- Zarko T. Nikic, exploration vice-
FROM PORCHER ISLAND president, reports assay results
have been received for all 27
holes on Cathedral Gold's 100% owned Porcher Island
property, about 40 km south of Prince Rupert, B.C. The
program was initially scheduled for 7,900 ft. but
excellent results prompted drilling to 18,041 feet in 27
holes including 17 holes on the AT zone, 7 holes on the
previously untested Edye zone and 3 holes in the newly
discovered Alder zone. All three zones are roughly
parallel to each other and are 800 to 1,000 feet apart.

The AT zone was drilled 1,000 feet along strike
length and to a depth of 500 feet below surface. The
width and depth of intersections indicate good potential
for open pit and underground mining. Previous mining
was confined to the top 100 feet of the AT zone where
73,000 tons were mined prior to 1937. Mill recoveries
were 95% with ore grade averaging 0.29 oz. gold/t.

Mineralization in the Alder and Edye zones is
similar to that encountered in the AT zone with the best
intersection showing 14 feet grading 0.26 in Edye and 4
feet grading 0.556 oz. gold/t in Alder. SEE TABLE OF
DRILL RESULTS OVERLEAF PAGE 2. Mineralization in each
zone is open on strike and at depth. Current work is
evaluating previously unexplored areas of the 1,900 acre
property. Drilling will resume on May 25, 1988 with a
30 hole program costing a minimum of \$800,000.

CATHEDRAL GOLD CORPORATION
Porcher Island

Significant Intersections
Better than 0.1opt over 4 ft.

HOLE	feet		LENGTH	OPT	ZONE
	FROM	TO			
1	49.0	53.0	4.0	0.103	AT
	176.0	182.0	6.0	0.415	AT
2	173.0	177.0	4.0	0.163	AT
3	228.0	261.6	33.6	0.332	AT
4	172.8	179.4	6.6	0.157	AT
	219.0	296.0	77.0	0.204	AT
5	68.3	75.0	6.7	0.231	AT
	86.0	98.2	12.2	0.150	AT
6	200.2	201.4	1.2	0.334	AT
7	125.0	131.0	6.0	0.182	AT
	150.0	157.0	7.0	0.258	AT
	319.0	328.4	9.4	0.107	AT
	373.0	381.0	8.0	0.353	AT
8	81.0	82.0	1.0	0.485	AT
	235.0	268.3	33.3	0.115	AT
	528.8	534.0	5.2	0.187	AT
	725.5	751.0	25.5	0.158	AT
9	763.0	766.0	3.0	0.299	AT
	351.0	357.3	6.3	0.186	AT
10	38.0	53.0	15.0	0.101	AT
	100.0	132.0	32.0	0.206	AT
11	168.7	169.5	0.8	1.360	EDYE
	NO SIGNIFICANT INTERSECTIONS				EDYE
13	203.7	204.2	0.5	0.915	EDYE
	294.0	308.0	14.0	0.260	EDYE
	363.0	367.0	4.0	0.100	EDYE
	398.5	400.0	1.5	0.665	EDYE
14	249.0	252.0	3.0	0.144	EDYE
15	742.0	748.5	6.5	0.120	AT
	977.0	978.0	1.0	0.468	AT
16	321.0	327.0	6.0	0.282	AT
	582.0	587.0	5.0	0.218	AT
	623.0	628.0	5.0	0.306	AT
	704.0	705.0	1.0	0.540	AT
	795.0	799.0	4.0	0.160	AT
17	905.0	930.0	25.0	0.162	AT
	224.0	225.0	1.0	0.478	ALDER
18	557.0	561.0	4.0	0.555	ALDER
	448.0	449.5	1.5	0.338	ALDER
19	413.0	419.5	6.5	0.141	AT
	560.0	564.5	4.5	0.128	AT
20	NO SIGNIFICANT INTERSECTIONS				AT
21	64.0	65.5	1.5	0.602	ALDER
	482.0	483.5	1.5	1.874	ALDER
22	167.0	172.5	5.5	0.106	EDYE
23	NO SIGNIFICANT INTERSECTIONS				EDYE
24	243.0	247.0	4.0	0.140	EDYE
	277.0	278.0	1.0	0.810	EDYE
25	90.0	104.0	14.0	0.232	AT
	139.0	140.0	1.0	0.560	AT
	157.8	159.0	1.2	1.030	AT
	499.0	503.0	4.0	0.365	AT
26	129.0	133.0	4.0	0.861	AT
27	48.0	63.0	15.0	0.182	AT
	145.0	152.0	7.0	1.020	AT
	179.00	188.0	9.0	0.243	AT

