

George Cross News Letter

NO.216(1988)
NOVEMBER 9, 1988

REDFERN RESOURCES LTD. (RFR-V)

HOLE	INTERVAL	LENGTH FEET	COPPER %	ZINC %	LEAD %	GOLD OZ/T	SILVER OZ/TON
88-8	763.5-775.0	11.5	5.04	3.03	0.18	0.083	1.83

TULSEQUAH CHIEF - John A. Greig, president reports that ASSAY REPORTED assays have been received for drill hole 88-8, which is the last of the sulphide intersections to be reported for the 1988 program at the Tulsequah Chief project, 100 km south of Atlin, B.C., in which Redfern Resources Ltd. can earn a 40% working interest from Cominco Ltd. by spending \$3,000,000. The hole intersected the "E" zone 330 feet down dip from the high grade intersection in drill hole 88-3 and 730 feet down dip from the lowest mine level. The gross value is about \$280 per ton at current metal prices. The 1988 program has now been completed and a comprehensive interpretation of the results including additions to reserves and economic potential of the property will be summarized in the future. (SEE GCML NO.190, P.1, Oct.3/88 for previous drilling results).

ENERGEX MINERALS LTD. (EGX-V,T;EGEXF-Nasdaq)

INCO OPTIONS - A.O. Birkeland, president of Energex GOLD PROPERTY Minerals Ltd. reports that Inco Gold has signed an option to earn a 60% interest in the Gold claims, a 2,600 acre holding in the Osoyoos mining division in southern B.C., by spending \$500,000 over 3 years, including not less than 2,500 feet of drilling in the first 2 years, plus payments to the E&D joint venture totalling \$100,000 over 3 years. Energex has a 50% interest in the E&D joint venture. The Gold claims are located within Tertiary volcanic units that appear to be related to the formation hosting the former producing Dusty Mac mine at Okanagan Falls, B.C.

COVE RESOURCES CORPORATION (COV-V)

HOLE	DIP	INTERVAL	INTERCEPT	OZ. GOLD/T	ASSAYS ON FIRST
88-01	45N	309-336 ft	27 feet	0.188	' 3 HOLES REPORTED
88-02	50N	332-352	20	.495	'Richard N. McRae,
88-03	90N	349-370	21	.507	'president of Cove
		602-607	5	.106	'Resources Corpor-

ation, reported that fire assays from the first 3 holes on the 100% owned Alpine project, near Nelson, B.C., confirm the projected down dip extension to the No.10 level ore zone by about 1,000 feet, and indicates the zone widens to about 20 feet. He also noted that the intersection of another mineralized zone some 250 feet deeper suggests that a parallel structure may exist in an en-echelon pattern. The Alpine deposit has reserves of about 400,000 tons. (SEE GCML. NO.106, P.2, 2JUN88, for previous article).

HUNTINGTON RESOURCES INC. (HUN-V)

CORONA CORPORATION (ICR.A,ICR.B-V,T,M,AMEX)

HOLE	SECTION	DIP	INTERVAL, FT	WIDTH	OZ. GOLD/T	BRETT ASSAY RESULTS -
88-64	5+72N	-56	no significant assays			' RESULTS -
88-65	5+72N	-55	no significant assays			'Stirling D.
88-66	5+56N	-56	157.5-162.4	4.9 ft	0.033	'McIlveen,
			354.8-364.3	9.5	.034	'president of
88-67	5+56N	-90	220.3-225.1	4.8	.045	'Huntington
			236.4-244.9	8.5	.035	'Resources
			332.2-337.1	4.9	.091	'reported the
88-68	5+30N	-53	342.8-346.3	3.5	.075	'results of
88-69	5+30N	-46	268.5-273.5	5.0	.028	'five diamond
			350.9-352.0	1.1	.107	'drill holes
			373.4-378.8	5.4	.107	'in the New
88-70	4+14N	-49	140.7-143.7	3.0	.026	'Discovery
88-71	4+14N	-79	42.5- 45.6	3.1	.130	'zone and 3
			117.5-122.7	5.2	.044	'in the East
			287.9-297.9	10.0	.061	'zone of the
			318.9-339.1	20.2	.052	'Brett claims

'30 miles W of Vernon, B.C., in which Huntington has a 49% interest and Corona Corporation 51%. Three holes were drilled to test the mineralization found east of the Main Shear zone. The results of the five holes drilled in the New Discovery zone indicate gold mineralization in volcanic rocks similar to those found in the Main Shear zone.

The uppermost section in DDH-88-66 coincides with the level of known surface mineralization. The lowermost values in DDH-88-66 through and including DDH-88-68 are found well below the surface showings and the anomalous drainage. These intersections thus far indicate a mineralized horizon extending 50 ft. in a north-south direction and up to 300 ft. in an east-west direction. The overall lateral range of the mineralization from the most westerly intersections in DDH-88-68 to the most easterly intersections in DDH-88-71 is 500 ft. and is open in both directions. The north-south range is also open.

MACNEIL INDUSTRIAL INC. (MCE-V)

ASSAYS REPORTED - Frederick J. Hilton, president of MacNeil Industrial Inc. reported assay results from the Spokane gold property 40 km north of Lillooet, B.C. Drill hole 88-10 tested a quartz vein beneath an old adit to a vertical depth of some 200 feet. Assays of the drill core returned 0.40 oz.gold/ton and 1% copper over 18.4 feet, including an 11.2 foot section that returned 0.53 oz.gold/t and 2% copper. Drill hole 88-8 located about 900 ft. east of hole 88-10 is being evaluated. Drilling continues. The main vein is an east-west trending structure which is exposed in trenches over an 800m strike length and a 200m vertical interval.

MINISTRY OF ENERGY, MINES AND PETROLEUM RESOURCES

A SURVEY OF THE PLACER - The Open File report by E.I. MINING INDUSTRY IN B.C. Faulkner and B.A. Gordon analyses the results from a questionnaire mailed to placer miners active in B.C. in 1985 and 1986. The purposes of the questionnaire was to obtain basic statistical information on the placer mining industry for the years 1981 to 1986. The returns show that the placer mining industry spent over \$30,000,000 annually during the period and employed about 3000 people. The 35 page report costs \$6. Statistics are summarized by mining region and include data on the occupational background of placer miners, the size of placer mining operations, length of the mining season, mining equipment used, purchasing patterns for equipment and supplies, and a breakdown of expenditures, including exploration. Copies may be ordered from: MAPS B.C. 110-553 Superior Street, Victoria, B.C., V8V 1X5, telephone: (604)387-1441.

KINGSVALE RESOURCES LTD. (KVL-V)

YANKEE DUNDEE EXPLORATION UNDERWAY - Kingsvale Resources Ltd. is carrying out exploration on the Yankee Dundee property at Ymir, about 20 miles south of Nelson, B.C. Kingsvale has an option to earn a 50% interest in the property by spending \$1,000,000 on exploration by 31Mar90. Prior to 1938, the Yankee Dundee property produced 181,635 tons of ore averaging 0.50 oz.gold/ton along with values in silver, zinc, lead and cadmium. Geological mapping and a VLF-EM survey have been completed over 20 miles of grid lines. Excavator trenching started in mid-August and continues. A strong quartz-filled shear zone striking 055 degrees through the Evening Star shaft has been traced by the geophysical survey 4000 feet southwestward through the Lakeview fault zone into the old Dundee Mine stopes. Several trenches have exposed quartz veining along the shear zone. Assays received to date show gold mineralization in trenches sampled 1200 ft. southwest of the Evening Star Shaft. Samples taken in the Evening Star Shaft average 0.295 oz.gold/t and 3.45 oz.silver/t over a width of 8 ft. A sampled interval 115 ft. southwest of the shaft averages 0.65 oz.gold/t and 1.17 oz.silver/t across 9 ft. Samples taken 243 ft. and 262 ft. west of the shaft returned assays of 1.71 oz.gold/t across 4 ft.

YELLOW BAND RESOURCES INC. (YBD-V)

B.C. PROPERTY ACQUIRED - Bevan Anderson, president of Yellow Band Resources Inc. reports the acquisition of the Evans-Terra property, Fort Steele mining division, about 30 km SW of Kimberly, B.C. Yellow Band can earn a 100% interest in the property by paying \$31,000 plus 150,000 shares. The property consists of two, 20 unit claim blocks and is the site of numerous copper-silver-gold showings. Mineralization occurs within quartz and quartz carbonate veins up to 2 meters wide associated with intrusive shear and fault zones. A small shipment of ore in 1902 assayed 6 oz.silver/ton and 6% copper. A phase I exploration program will consist of a detailed \$42,000 I.P. survey.