

# George Cross News Letter

Reliable Reporting

NO. 66(1989)  
 APRIL 6, 1989

NO. 66(1989)  
 APRIL 6, 1989

## WESTERN CANADIAN INVESTMENTS

**COMINCO RESOURCES INTERNATIONAL LIMITED (COR-V,T)**  
**NEW RIGHTS OFFERING** - Cominco Resources International  
**TERMS ESTABLISHED** - Limited reported it has received  
 the approval of all provincial  
 securities commissions for its rights offering. Upon  
 completion of filings with the Toronto and Vancouver  
 stock exchanges, Cominco Resources will proceed with the  
 rights offering to shareholders of record April 19, 1989,  
 on the basis of one right for each share held. Four  
 rights plus \$2.75 are required to purchase one common  
 share until May 10, 1989. The company expects to issue  
 about 8,100,000 shares under the rights offering for  
 proceeds of about \$21,900,000.

**TENAJON RESOURCES CORP. (TJS-V)**  
**PRIVATE PLACEMENT REPORTED** - Donald A. McLeod, president  
 reported that Tenajon  
 Resources Corp. has reached an agreement, subject to  
 regulatory approval, with 7 places for a private place-  
 ment of 1,300,000 units at \$1 per unit. Each unit will  
 consist of one share and 1/2 of one non-transferable  
 warrant, one warrant is exercisable for one share at \$1  
 for one year. Proceeds of about \$1,300,000 will be  
 added to working capital. (SEE also GCNL No. 64, p.1,  
 4Apr89 & No. 62, p.1, 31Mar89).

**CANLAN INVESTMENT CORPORATION (CAI-V)**

YEAR ENDED DECEMBER 31	1988	1987
Revenues	\$10,700,000	\$8,300,000
Income Def. Extn. Item	1,300,000	190,000
Income Tax Recovery	429,000	
Net Income	1,729,000	190,000
Per Share	64¢	10¢

Canlan Investment Corporation through joint ventures  
 and wholly owned projects is in the land development  
 business in B.C., Ontario and Oregon. The company  
 develops residential subdivisions for sale of building  
 lots and commercial developments, including shopping  
 centers, for sales and rental income.

Canlan's directors are Richard Burke, chairman,  
 J.B. Ross, president, P.J. Doyle, vice president  
 finance, D.C. Andrews, F.D. Barber, G.J. Barber, R.H.  
 McDonald, W.B. Pattison and J.W. Race.

The company will hold its annual meeting on June  
 14, 1989, at a time and place yet to be reported. There  
 were some 2,990,385 shares issued at Dec. 31, 1988.

**CANADIAN UNITED MINERALS LTD. (CUM-V)**  
**GUNNAR GOLD MINING CORP. (000-ALBERTA; GUNFR-Nasdaq)**

TONS	AVG. WIDTH	SILVER OZ/TON	ZINC \$	LEAD \$	CUT OFF OZ SILVER/T <sup>2</sup>
640,000	15.6 ft.	9.97	2.22	1.34	5.0
incl. 440,000	11.9	13.31	2.70	1.62	10.0
EQUIVALENT			93M151		

**WEST ZONE RESERVE** - Drill indicated mineral reserves  
**CALCULATIONS REPORTED** have been reported for the West  
 zone silver-zinc-lead horizon on  
 the Fireweed project at Babine Lake, 50 km east of  
 Smithers, B.C. The Fireweed property is owned 100% by  
 Canadian-United Minerals subject to a 2% net smelter  
 return. Gunnar Gold Mining can earn a 50% interest in  
 the property, convertible to shares, upon expenditure of  
 \$5,000,000. Gunnar is funding the current exploration  
 work. The calculations are based on 27 drill intersec-  
 tions spaced at 150 foot intervals to a depth of 500 feet.

Mineralization is stratigraphically controlled  
 within a coarse sandstone horizon and the bulk of the  
 reserves appear to be concentrated into two parallel,  
 gently southwest plunging sheets 100-200 feet wide. Both  
 sheets are open along strike to depth. An overall lower  
 grade mineral inventory of approximately 7,000,000 tons  
 averaging 12.15 oz. silver/ton equivalent is estimated  
 for the entire drilled portion of the horizon including  
 the above reserve areas. Reserve figures are in situ  
 and unutilized.

Calculations were made under the supervision of  
 Canadian-United's exploration manager, Robert Holland,  
 B.Sc. and were reviewed by Dr. G.R. Pentfield, P.Eng.  
 No allowance has been made for potential mineral  
 inventory from the adjoining massive sulfide feeder zone  
 near the nearby Au horizon, both of which hold promise  
 but require drilling.

Drilling is continuing on the previously untested  
 1600 Zone induced polarization target, some 1,800 feet  
 west of the West zone. Visible massive and disseminated  
 sulphides have been intersected in rock types similar to  
 the West Zone. The largely untested East zone is also  
 being drilled. Areas are outlined.

**GALECTIC RESOURCES LTD. (GLC-V,T,M,AND)**

YEAR ENDED 31 DECEMBER	1988	1987
Sales	\$29,630,635	\$40,441,744
Operating Income (Loss)	(1,801,980)	7,662,290
General & Administrative	5,290,670	3,670,240
Britedoms	30,887,000	
Net Income (Loss)	(46,387,775)	3,821,000
Per Share	(\$3.43) B	13¢
Avg. Shares Issued	28,980,300 B	27,263,000

ALL FIGURES IN US DOLLARS

Galactic Resources Ltd. reports that the net loss  
 for 1988 includes the write-down of producing property  
 assets at the Summitville mine of US \$30,887,000. The  
 company expects to return to profitability during the  
 first quarter of 1989 as a result of the company's 40%  
 share of production from the low cost Ridgeway mine,  
 which started operations in late 1988 and is now in full  
 commercial production. (SEE GCNL NO. 24, P.1, 3Feb89 for  
 some early production results from Ridgeway.)

**INTERNATIONAL BROADCASTING CENTRE LTD. (IBC-V-ALBERTA)**  
**ELECTRONICS FILM** - International Broadcasting Centre Ltd.  
**AWARDED CONTRACT** reports that its Electronics division,  
 Western CineVision, has been awarded a  
 contract by an Alberta corporation to supply equipment  
 and technical services for installation in Calgary, The  
 \$500,000 contract calls for the construction and instal-  
 lation of a curved 54 ft. long inside wall of variflite  
 vision panels, distributed exclusively in Western Canada  
 by Western CineVision. When electrically powered the  
 panels have the appearance of clear glass. However, the  
 unique light scattering properties of the variflite  
 liquid crystal film, laminated between two layers of  
 heat-strengthened glass, make it impossible to see  
 through the panel when power is not applied to the panel.  
 The contract also calls for Western CineVision to  
 supply and install 24 special, high frequency video  
 projectors for large screen display of computer data and  
 video images. The projectors are being manufactured in  
 Kitchener, Ontario by Electrohome Ltd.