

George Cross News Letter

NO.24(1989)

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CAZADOR EXPLORATIONS LIMITED(CAZ-V)

PRIVATE PLACEMENT REPORTED - Rolando Andaya, chief financial officer of Cazador Explorations Limited reported on Jan.27,1989, Placer Dome Inc. bought 112,500 shares of the company from Pacific International Securities after the exercise of their brokers warrants for proceeds of \$61,875. On Dec.31, 1988, Cazador received \$200,000 from First Exploration Fund 1988 and Company Limited Partnership as proceeds from a private placement of 363,636 flow through shares at 55¢ each. First Exploration Fund 1988 also received warrants to purchase a further 181,818 shares at 65¢ each exercisable to Dec.31,1989. The funds are to be used in a 3,000 foot, 26 hole, reverse-circulation drill program on the 7,000 hectare Hanson Lake project, 5 km north of Endako, B.C. (SEE GCNL NO. 249, P.2, Dec.29, 1988, for previous property results). The drill program started Jan.11, 1989 with 20 holes drilled to Jan.31. Assay results are awaited.

Cazador holds options to acquire a 100% interest in the project by making property payments of \$50,000 and exploration expenditures of \$64,000 by Dec.31, 1996, subject to a 2% net smelter return royalty. The property covers one of the largest polymetallic soil geochemical anomalies in Canada. Extremely anomalous silver/copper and silver/lead/zinc zones have been defined within an immense area which is itself highly anomalous in lead-zinc. This encompassing anomalous area is 9 km long by 2 km wide.

Shares of the company were listed on the Vancouver Stock Exchange Oct.3,1988, following completion of the public offering of 450,000 shares at 40¢ each to net \$153,000, when there were 1,770,000 shares issued.

CANALASKA RESOURCES LTD.(CKE-V)

ASSAYS AWAITED FROM ZEBALLOS PROPERTY - Drilling started Jan./17,1989 by Canalaska at 1,840 feet from the portal of the No.9 level of the Central Zeballos mine project at Zeballos, west coast Vancouver Island, B.C. Three holes have been completed for a total of 4 holes in this program since one hole was drilled late in 1988. All holes intersected the main vein target, west of the No.4, 5 and 6 level drifts. The cores will be sent for assay. Drill holes No.5 and No.6 are targeted to intersect the main vein structure at the No.7 level. Current reserves are 10,000 tons grading 0.35 oz.gold/t. The objective of the current drilling is to indicate 250,000 to 500,000 tons of a similar grade. Canalaska holds an option to earn a 50% interest in the property.

A joint venture is under negotiation for the Rainbow Hill Lode gold property, Alaska.