

George Cross News Letter

NO. 47 (1989)
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X-CAL RESOURCES LTD. (XCL-T)

HOLE	INTERVAL, FT	INTERCEPT	OZ. GOLD/T	NORTH ZONE WINTER DRILLING RESULTS
89-6	272.49-281.18	8.69 ft	0.226	'Shawn Kennedy, president of X-Cal Resources reported that winter drilling on the North Zone of the Snowbird property near Fort St. James, B.C., has to date located a possible ore block of some 250,000 tons of 0.20 oz. gold/ton. The present calculation has been
88-9	309.00-318.85	9.85	.109	
88-13	272.65-275.93	3.28	.298	
	333.35-337.12	3.77	.110	
	356.15-376.23	20.08	.319	
88-14	281.12-291.29	10.17	.0897	
89-2	192.56-195.84	3.28	.114	
	212.15-291.29	5.84	.351	
89-3	325.51-335.58	10.07	.264	
89-4	263.96-271.50	7.54	.189	
89-9B	362.55-365.17	2.62	.128	
	496.71-504.58	7.87	.124	
89-10	514.30-520.99	6.69	.152	
	527.94-537.43	9.49	.204	
89-11	506.52-521.58	15.06	.136	

-----'taken from nine widely spaced sections that exhibit good continuity over a 500 ft. length and 300 ft. of vertical depth beginning at surface. The table above shows North zone drill intersections and values.

A significant ore block may be present in the adjacent Snowbird zone as well. Statistical work comparing the frequency of ore grade intersections, with detailed sampling of surface showings and the shaft section, suggest a second possible ore block.

The newly discovered East zone will be one of the focal points of the continuing exploration. The widespread mineralization at Snowbird exists in a large structural setting and the limits of the mineralizing system have not been defined. Extensive surface work, including trenching and stripping, is being planned to better evaluate the overall potential of the various zones and new targets. New targets will be trenching and drill tested in conjunction with further drilling of the North zone in anticipation of bulk sampling there this year. (SEE GCNL NO.6, Jan.10,1989 for more detail and drill hole location map in GCNL No.33, overleaf p.1, Feb.16,1989).

BRICAN RESOURCES LIMITED (BRI-V; BRIIF-Nasdaq)

MAN DRILL RESULTS REPORTED - Brican Resources Ltd.

reported the results of diamond drill holes 321-4 through 321-8, completed on the Man alkaline porphyry copper-gold prospect near Princeton, B.C. in January 1989.

HOLE NO.	DIP	INTERVAL, FT.	LENGTH, FT.	% COPPER	OZ. GOLD/T
321-4	-45d	659-827	168	0.19	0.014
	incl.	659-751	92	.33	.017
	incl.	675-695	20	.73	.030
321-5	-90d	436-462	26	.28	.021
321-6	-90d	392-398	6	1.15	.270
321-7	-90d	37- 75	38	.43	.006
		144-213	69	.11	.019
321-8	-90d	292-517	225	.18	.003
	incl.	292-312	20	.32	.012
	incl.	302-312	10	.51	.023
	incl.	390-400	10	.50	.033

----- Brican holds an option to acquire 100% of this property and is preparing for the next stage of drilling. Holes 4 to 7 were drilled in the central part of a 1300 ft. by 1600 ft. IP anomaly. Hole 321-8 was a step out hole 600 feet to the southwest of the area where the other holes were drilled, but still within the anomaly.

MERIDOR RESOURCES LTD. (MRO-V)

HOLE	INTERVAL, FT	WIDTH	OZ. GOLD/T	R.W. Hughes, president
89-1*	194.2-198.8	4.6 ft	1.300	'has reported Meridor
	240.8-243.4	2.6	.679	'has had a legal survey
89-2*	105.3-125.7	20.4	.259	'completed to establish
incl.	110.6-114.5	3.9	.474	'the claim boundary
incl.	119.4-122.4	3.0	.592	'with Delaware Resource
	259.2-269.0	9.8	.381	'in the Iskut River, 100
89-3	164.4-173.6	9.2	.082	'km north of Stewart.
	649.4-654.5	5.1	.064	'B.C. The survey shows

* previously reported some sections of drill holes reported by Delaware Nov.11,1988 occur on Meridor's claims, including a 15.1 foot intersection assaying 0.92 oz.gold/t.

Meridor has resumed drilling, following a two week shut down for cold weather. The current holes are designed to follow up on the holes shown in the table above and on a strong northerly striking VLF electromagnetic conductor coinciding with the mineralization. A second longer, parallel striking conductor was found 500 feet to the east which is coincident with as gold soil geochemical anomalous zone. This conductor is now being tested with 5 holes.

CHENI GOLD MINES INC. (CZG-V,T,M)

COMMISSIONING PROGRESS - Paul Girard, president of Cheni
REPORTED BY CHENI GOLD Gold Mines Inc. reported that
commissioning of the 550 ton per
day mill on the 100% owned Lawyers property in the
Tadogone area, 200 miles north of Smithers, B.C., has
progressed favourably during the last two months.

From the day of the first dore bar pour, Jan.8,1989
to Feb.28,1989, 11,220 tons of ore averaging 0.327 oz.
gold/ton and 5.58 oz.silver/t have been processed through
the mill. During the last 21 days of February, the mill
ran at an average of 380 tons per day.

Metal production to date has amounted to over 3,200
ounces of gold and 42,000 ounces of silver.

Mill feed is currently extracted from underground
workings on the AGB zone where 75% of the final develop-
ment work has been completed. There are some 50,000
tons of broken ore averaging 0.296 oz.gold/t and 7.79
oz.silver/t stockpiled underground and on surface.

The diamond drilling program designed to test the
depth extension of the AGB zone below the 1700 working
level has been completed. An additional mineable reserve
of 33,583 tons grading 0.237 oz.gold/t, 9.60 oz.silver/t
was found; these reserves are readily accessible from
the current development workings. In addition, two holes
drilled from the north end of the current workings
yielded 0.660 oz.gold/t, 13.54 oz.silver/t and 0.664 oz.
gold/t, 56.76 oz.silver/t across a true width of 1.5
meters. This discovery will be explored by further
drilling in the near future.

The mine is expected to produce an average of
40,000 oz. gold and 1,000,000 oz. silver on an annual
basis for at least 7 years. Ore reserves in all
categories are currently estimated at 1,938,000 tons
grading 0.198 oz.gold/t and 7.09 oz.silver/t.