

George Cross News Letter

NO. 49 (1989)
MARCH 10, 1989

CATEAR RESOURCES LTD. (CAA.A-V)

FINANCING REPORTED- E.R. Kruchkowski, president reported AIRSTRIP TO BE BUILT that Catear Resources Ltd. has

signed a flow through share private placement agreement to raise about \$1,000,000 from NIM and Company, Limited Partnership - 1989 by issuing about 1,149,425 shares, with the issue price to be determined prior to the closing of the Partnership offering by April 30, 1989. The funds to be used to advance the decline by another 1,000 feet and 15,000 feet of surface drilling on the Goldwedge property, about 100 miles north of Stewart, B.C.

Due to poor weather conditions and heavy snowfall in January and February, the company suspended activity at Goldwedge until conditions improved. The resulting delay allowed the company some time to analyze the ongoing costs of transportation and Catear has decided to construct an airstrip to more efficiently handle expediting from Stewart, which could result in cost savings of up to \$500,000 per year. Applications to the government have been made and approval is expected within a month. Construction time would be about 6 weeks.

Catear anticipates its personnel will be back on the property toward the end of March with mining and production scheduled for late April.

INDIGO GOLD MINES INC. (IGM-Alberta) is negotiating to acquire four properties in the Eskay Creek-Iskut area of B.C., about 4 miles from the Calpine-Consolidated Stiking property 60 miles NNW of Stewart, B.C. The properties cover an area of prospective host rocks for gold-silver and nickel-copper deposits, and total about 35,000 acres. This acquisition would make Indigo one of the largest claim holders in the Iskut-Eskay Creek gold camp.

STAGE EXPLORATIONS LTD. (SGP-V)

VANCOUVER ISLAND EXPLORATION STARTED - Stage Explorations Ltd. director

Henry Neugebauer has reported the start of exploration on the Jumbo zone of the Deer Bay property 30 miles east Tofino, Vancouver Island, B.C. As recommended by R.S. Adamson, P.Eng., detailed geophysical and geological mapping is being carried out over a zone with a strike length of 2.5 kilometres, a width of 0.5 kilometres and which is exposed vertically from sea level to 300 meters elevation. Within this zone, skarn-type volcanogenic copper/gold massive sulphides crop out intermittently along limestone rich horizons. Glacial outwash gravels cover large parts of the mineralized zone and the geophysical surveys is expected to define drill targets beneath this cover.