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George Cross

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**AMERICAN FIBRE CORPORATION (AFB-V)
SILVER BUTTE RESOURCES LTD. (SBU-V)**

**POSSIBLE MAJOR DISCOVERY - Lewis Dillman, president,
American Fibre Corp. and**

**50/50 joint venture partner Silver Butte Resources Ltd.
report what is believed to be a major discovery on the
SIB claims located on strike and contiguous with the
Prime/Stikine Eskay Creek discovery about 60 miles
northwest of Stewart, B.C. Hole 90-30, drilled to test
coincident induced polarization, VLF and soil
geochemical anomalies, situated 820 feet southwest of
the Central Anomalous zone, returned excellent gold and
silver values: see table below:**

<u>HOLE</u> <u>NO.</u>	<u>INTERVAL</u> <u>FEET</u>	<u>LENGTH</u> <u>FEET</u>	<u>GOLD</u> <u>OZ/T</u>	<u>SILVER</u> <u>OZ/TON</u>	<u>GOLD EQUIV.</u> <u>OZ/TON</u>
90-30	189.2 - 236.1	46.9	0.421	30.912	0.73
Incl.	189.2 - 193.2	4.0	.418	2.06	
Incl.	193.2 - 201.4	8.2	.121	5.074	
Incl.	201.4 - 218.1	16.7	.869	50.244	
Incl.	218.1 - 227.9	9.8	.051	5.863	
Incl.	227.9 - 236.1	8.2	.254	61.414	

Mineralization is contained in a graphitic mudstone interbedded within felsic volcanic units. The geological setting is similar to the Prime/Stikine orebodies. To date, 20 diamond drill holes, 90-16 to 90-35, comprising 10,135 feet have been drilled since Sept.4/90.

Holes 90-16 to 21, 23, 24 and 26 were drilled along the highly altered central anomalous zone extending southward from the MacKay zone. Numerous intervals in the 0.01 to 0.09 oz.gold/ton range indicate precious metal mineralization is associated with this 2.6-mile long structure. Assays from 90-25, 27 to 29, 31 to 34 are pending. Hole 90-22, drilled to test the Adit zone, returned a short interval of low-grade mineralization in an intensely-altered volcanic unit. (SEE GCNL No.174, 10Sep90, P.3 FOR PREVIOUS INFORMATION)

104B General