

1710 - 609 GRANVILLE ST  
PO BOX 10363  
VANCOUVER BC  
CANADA V7Y 1G5  
(604) 683-7265 FAX 683-5306  
BBS 683-7206

# George Cross News Letter

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## REDFERN RESOURCES LTD.

[RFR-T] 16,681,958 SHS.

TULSEQUAH PROGRESS REPORT - John A. Greig, president, Redfern Resources Ltd., reports substantial progress has been made on its final engineering feasibility and permitting work towards a production decision on the high grade 100%-owned Tulsequah Chief base metal - precious metal deposit in northwestern B.C. Since July 1994, eight engineering consulting firms involving some 40 mining engineers and other professionals have been engaged in preparing a bankable feasibility study, targeted for completion by mid-summer. The engineering involves the total design and costing of all of the components of a mining operation of Tulsequah Chief including the mine, mill tailings impoundment, power, accommodation and transportation. The economic analysis will determine capital and operating costs, cash flow and rate of return on investment. At this time, metallurgical testing is finished and design work is close to completion. The design incorporates various innovations which will result in a model operation from the environmental standpoint.

Two transportation alternatives are being developed for the estimated 140,000 tons of metal concentrates that would be produced annually. These are: 1) year-round trucking over a new 150-km road link from the property to Atlin, B.C. and from there over the existing road system to the port of Skagway, Alaska or 2) seasonal barging along the Taku River and Inlet directly from the property to Juneau and then by larger barges to Skagway. The road would be similar in construction characteristics to the road servicing the Golden Bear mine. Skagway, the end point for both transportation options, has a modern concentrate storage and ship loading facility which handles most of the Yukon's concentrate production.

Permitting, referred to as the Mine Development Review Process, began in April 1994. A Pre-Application Certificate was filed in September 1994 and the application for a Mine Development Certificate should be ready to submit to relevant government agencies by October 1995. Approval of the Mine Development Certificate could occur by early 1996.

The permitting process involves detailed environmental studies including assessment of water quality, fisheries, and wildlife values throughout all of the areas (mine site and roads) impacted by the proposed development. The permitting process also requires socio-economic analysis, archeological investigations and extensive consultations with local communities and interest groups.

The Tulsequah Chief drill indicated geological reserve in all categories has increased to 8,930,000 tonnes grading 1.31% copper, 1.24% lead, 6.62% zinc, 2.53 grams gold/tonne (0.074 oz/ton) and 107.56 grams silver/tonne (3.14 oz/ton). About \$2,500,000 was spent in 1994 on reserve confirmation and expansion. The Tulsequah Chief deposit is open to expansion at depth and on strike and other large deposits are likely to be discovered with continued exploration at the Big Bull and other large mineral systems identified on the extensive 150 sq.km. property.

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