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George Cross News Letter

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WESTERN CANADIAN INVESTMENTS

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NEWHAWK GOLD MINES LTD.

[NHG-T] 13,317,708 SHS.

BRUCESIDE GOLD RESERVES FOR SALE - Donald A. McLeod,
p r e s i d e n t,
Newhawk Gold Mines stated, "at a recent meeting of the board of
directors, a change in the company's mandate was approved. This
change in direction will allow for the sale of Newhawk's 60% interest
in the Bruce side property and increase its efforts in the search for
North American precious metal properties in areas with existing
infrastructures."

The Bruce side property at Sulphurets is located about 60 km
north of Stewart, northwest B.C. A feasibility study conducted in
1990 reported a West Zone diluted mineable reserve of more than
385,000 gold equivalent ounces with potential for additional
reserves. In addition, there are at least 35 other known mineral
occurrences on the property. The feasibility study indicated that a
350 tonne-per-day underground operation at then prevailing metal
prices and an \$0.85 Canadian dollar would yield a discounted cash
flow rate of return of 6.7%. Using current criteria, the discounted
cash flow rate of return is estimated at about 20%. GRANDUC
MINING CORP. [GDC-T, V] owns the remaining 40% interest in

the project and holds a first right of refusal to purchase Newhawk's
interest.

Newhawk is now considering cash or largely cash sale offers for
the property. Funds received from the sale of the Bruce side property
will be used to expand the company's exploration efforts in Canada,
the U.S. and in Mexico. (SEE GCNL NO.8, 11Jan96, P.5 FOR
NEVADA PROJECT INFORMATION)

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