Rea Gold receives option payment for Adams Lake property from CFC

VANCOUVER, British Columbia—Larry W. Reaugh, president of Rea Gold Corp., has announced that Corporation Falconbridge Copper (CFC) made their November 4, 1984, payment on the Adams Lake, British Columbia, option.

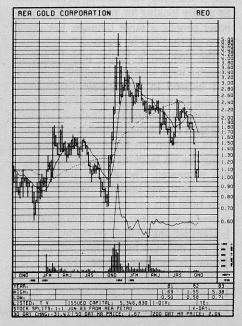
CFC has the right to earn a 51 percent interest in the property by payment of C\$250,000 on option payments, expending C\$2 million on exploration, and delivering a feasibility study on or before May 4, 1986. Less than C\$1 million has been expended to date.

Assay results from mineralized sections of Rg-30, which tested a bore hole geophysical response, down dip of one of the massive sulphide lenses, were as follows (in meters):

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Interval	Width	Au/ton	Aq/ton	% Cu	% Zn
142.0-143.5	1.5	0.012	0.09	-0.1	0.06
143.5-145.0	1.5	0.092	0.59	0.02	0.25
145.0-146.5	1.5	0.018	0.18	0.20	0.82
146.5-148.0	1.5	0.010	0.29	0.04	0.84

Anomalous values in precious and base metals were encountered in some sections of RG-32, located on the new zone 366

meters northeast of the massive sulphide ore bodies. CFC has informed Rea Gold that diamond drilling will recommence in February 1985.



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