

KINGSVALE RESOURCES LTD.

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VSE Symbol: KVL

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NEWS RELEASE

The Company has acquired an option to earn a 50% interest in the Yankee Dundee gold-silver base metals property from B.G.M. Diversified Energy Inc. by paying B.G.M. \$10,000 and spending \$1,000,000 on exploration work before March 31, 1990. When Kingsvale has earned a 50% interest, B.G.M. may elect to participate in ongoing exploration and development by contributing 50% of the cost or receive a 25% interest in the net proceeds of production after recovery of Kingsvale's exploration and development costs.

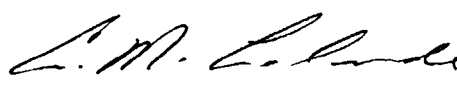
The Yankee Dundee mine is located at Ymir, B.C. on the Salmo Highway about 20 miles south of the city of Nelson. Prior to 1938 the mine produced 181,635 tons of ore averaging 0.50 opt gold along with values in silver, zinc, lead and cadmium.

The ore occurs in a series of parallel ENE trending shear veins. The principal production was from the "Yankee Girl" vein with a lesser amount from the "Dundee". Two other mineralized veins called the "Bonus" and "Cannon" were identified in the Wildhorse Crosscut in 1954 but not sufficiently explored. Samples taken across 5 feet in the Bonus vein averaged 0.45 oz. gold per ton and 3.3 feet in the Cannon vein averaged 0.38 oz. gold per ton. The 5100 foot Wildhorse tunnel is in good condition and provides access to the vein system 2000' below surface and 400' below the lowest stopes.

Kingsvale's initial objective will be to explore and develop the Bonus and Cannon veins between the 2000 foot level and surface. Preliminary geological work, underground and on surface will commence immediately.

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Per:


C.M. Lalonde
President

The Vancouver Stock Exchange has neither approved nor disapproved the content of this release.