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# GOLD CITY RESOURCES INC.

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## NEWS RELEASE

Symbol "GCV" - ASE

June 3, 1994

**GOLD CITY RESOURCES INC. is pleased to announce the following developments.**

Trading in the Company's shares was halted on May 25, 1994 at the Company's request. Subject to Alberta Stock Exchange approval, control of the Company has been transferred to a group of mining investor-operators headed by John A. Chapman, P.Eng., from Paul S. White, founder and controlling shareholder of the Company. Mr. White will remain as a Director, and will provide services to the ongoing venture, in addition to retaining a significant equity interest in the Company.

Upon receipt of regulatory approval, estimated to be at June 10th, Earl R. Bennett and Kenneth C. Johnston will resign as Directors of the Company. The proposed new Board of Directors is: John Chapman, Mel Smale, William Kure and Paul S. White. Mr. Chapman will be the President and Chief Executive Officer.

The group that is acquiring control of the Company has agreed to provide a \$200,000 Private Placement of Common Shares of the Company at \$0.12 per share, as a condition of closing the transaction. The placee is McKinney Mines Ltd, a private company and owner of former gold producer Camp McKinney Mine, located near Osoyoos, B.C. and close to Gold City's Midway Project which is being drilled currently. The McKinney Mine produced gold at various times from the 1800s to the early 1960s, when high-grade ore was shipped to Trail, B.C. Production ceased due to unfavourable royalty payment schedules which are no longer applicable.

The new group of investors, Directors and Officers has productive history in gold mining. The Chapman Group brought Western Canada's only new gold mine into production last year near Lynn Lake, Manitoba: the Keystone Mine, in which ConWest Exploration Ltd. has recently acquired controlling interest.

The new presence of such mine operators, mine finders and investment interests bodes well for the Company's future and its search for gold reserves in the Grand Forks and Osoyoos Mining Divisions.

Current exploration programs will continue apace, and results will be announced on an "as available basis."

**CONTACT: Paul S. White (403) 269-2122**



**Paul S. White, President**

The Alberta Stock Exchange has approved the release of the information contained herein. The shares of the Company will remain halted while the Change of Control is being considered by The Alberta Stock Exchange.