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# THE PRO TRADER

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Special Report

**VANANDA GOLD LTD.**

FILE NO:

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Texada Island

**IS ONE OF THE BEST SPECULATIVE INVESTMENTS I HAVE SEEN IN OVER A DECADE OF PROFESSIONAL TRADING...**

**NEIL MAEDEL, PROFESSIONAL TRADER, EDITOR.**

Dear Investor.

The profit potential of Vananda Gold Ltd. one of our recommendations has just increased dramatically. Add to this fact that Vananda Gold has already developed over \$40 million in geological copper-gold reserves at its Little Billie mine on Texada Island, BC and Vananda Gold Ltd.

becomes an even more astute speculation. But the Little Billie is just the insurance, leaving the company with a valuable asset capable of making it a medium sized gold producer in case its newly developed world-class targets do not pan out. The play consists of a group of large copper-gold targets each with multi billion dollar potential. So there isn't just one chance at finding a major mine but many. Also, like the saying, the sum is only as good as the parts, the parts, (the years of work and millions of dollars that has gone into the project), are superb and all point unfailingly to the distinct possibility that there is a major mine on the company's Texada Island project.

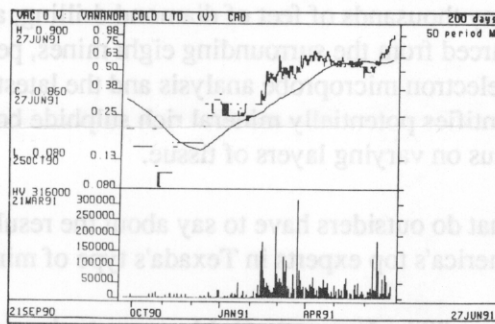
Did you ever hear the story of Consolidated Stikine Silver, a VSE penny stock that rocketed from \$0.40 to over \$70.00 per share. (I've also enclosed a list of over sixty companies that have been listed on the Vancouver Stock Exchange that have also discovered major mines.) Vananda Gold is the same kind of storybook play as Consolidated Stikine was prior to its making one of British Columbia's largest mining discoveries. Like Stikine, Vananda has been developed over many years by a single individual, in this case, its president, Stanley Beale, a well known and respected explorationist who is unswaying in his belief that the property holds a major mineral deposit. (One of its directors is also the president of a major mining company.) Also like Stikine, Vananda's property has had years and millions of dollars spent on its development. And finally, the result of those years are at last coming to fruition in a spectacular array of solidly developed billion dollar targets.

**"Vananda essentially already has a mining camp, as eight mines have already produced on the property, giving the company the opportunity to look deep into the earth and develop a concise understanding of the geology and where a major deposit might lie".**

Stanley Beale, president Vananda Gold

For instance, one of the targets (which is estimated at 24 million tons in size) is a mere 500 yards from the multi million ton Lake iron-copper deposit which ceased production in a huge underground cavern at the same level as the target and in ore which increased to as high as 3% copper as it moved towards it.

Remember however, a billion dollar discovery isn't worth much to us if the company already has a billion shares outstanding. Vananda also wins hands down in this case.



Its capitalization is a mere fully diluted 5.4 million shares, of which 500,000 are from a private placement (the majority of which was to insiders at the price of \$0.75 per share). A capitalization of this relatively small size will translate to an explosive price rise should a world class discovery be made.

For example, if only 25 million tons of 1% copper and 0.05 oz/ton gold was discovered the project would have over a billion dollars worth of geological reserves. Ponder the over \$100 per share in reserves this would equal and you will see what I mean as to how explosively the company's share price could move upwards.

One thing is certain, these potential ore bodies and the \$40 million in ore was not discovered overnight. Finding them was the result of 15 years of geological detective work and a more recent intense study which systematically analysed the Texada Island property at a cost of over two million dollars. The study utilized many thousands of feet of diamond drilling, aeromagnetic, and gravity surveys, underground geological data sourced from the surrounding eight mines, petrology, geochemical studies and such state of the art techniques as electron microprobe analysis and the latest method of induced polarization survey which effectively identifies potentially mineral rich sulphide bodies at specific depths of the earth much like a microscope can focus on varying layers of tissue.

What do outsiders have to say about the results of these studies? Doctor Art Etlinger who is among North America's top experts in Texada's type of mineralization says:

**"The Vananda Gold property is one of the best copper-gold skarn exploration targets in the province of British Columbia".**

Diamond drilling of these mammoth sulphide bodies is scheduled to begin late this summer and given the enormous potential of them, Vananda's shares are likely to trade substantially higher as anticipation of a discovery increases. Remember one of our stock picks, **Chase Resources**, its shares rose from \$1.00 to \$8.00 as investors speculated that future drilling of its recently acquired Taysan copper project would make it economic. Two of our other recent stock picks, **Oregon Resources** and **Consolidated Rhodes Resources** both rose over 300% on the same kind of speculation. The real, once in a lifetime profits of 1000% or more however, will arise should only one of Vananda's potential ore bodies return economic grades of copper-gold ore...

Already investors have begun to react to the discovery (which was made last June) and are getting in as illustrated by the chart on the preceding page. My reaction has been to not only continue recommending the company, but also to join it as its vice president and make available my international financing contacts to insure that the company remains well financed.

Professional traders often make trades in options or other markets with considerably more risk and certainly less profit potential and in the case of options often have nothing left if they are wrong. The Pro Trader has established an enviable record of profitable recommendations in speculative securities such as **Chase Resources**, **Oregon**, **Rhodes** and **Nikkei BT Bank puts** which rose from our recommended price of \$1.97 to \$10.00 or **A&A Foods** (it rose from \$0.65 to over \$6.00). Our mandate is to point out speculative opportunities with low downside risk and spectacular potential. Vananda Gold is the best we have seen.

For further information on what makes Vananda such a good investment, write or call The ProTrader at PO Box 91971, West Vancouver BC, Canada V7V 4S4, telephone: (604) 925 0615, or Vananda Gold Ltd. at Suite 705-475 Howe Street, Vancouver BC, Canada V6C 2B3 Telephone (604) 688 0323. Vananda Gold trades on the Vancouver Stock Exchange. Its symbol is V-VAG. and its United States 12-G-3 securities registration number is 82-1883.

Neil Maedel, Editor, The Pro Trader