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**NATIONAL GOLD CORPORATION.**

[NGT-CDNX] 5,175,000 SHS.

ZINGER PROPERTY OPTIONED - Albert Matter, president, reports National Gold Corp. has acquired an option on the Zinger property, a significant new gold discovery located in the Purcell Basin of southeastern BC.

On the Zinger property, bedrock sampling indicates gold mineralization is scattered over an area measuring 3.5 square km. Soil sampling over three discontinuous grids further expands the area of mineralization over an additional 1.0 square km area. To date, the limits of gold mineralization on the property have not yet been defined.

James McDonald, National Gold's vice-president of exploration said, "These are the best grab samples results I have seen in 20 years in the business. We are fortunate they were gathered with the aid of the respected Kennedy Prospecting Group of Cranbrook, BC."

A total of 247 grab samples were gathered in bedrock prospecting and have been analyzed by Acme Analytical Labs of Vancouver B.C. using ICP and geochem gold with fire assays conducted on selected samples. Of these 247 grab samples, eight assayed greater than 10,000 ppb, 26 greater than 3,000 ppb, and 56 greater than 1,000 ppb. 84 greater than 500 ppb and 149 greater than 100 ppb. The highest value assayed 31.9 grams gold/tonne.

Mr. McDonald added, "The large extent, strength and abundance of anomalous gold in bedrock and soil samples is impressive and demonstrates and Zinger is host to a very large gold system, consistent with systems capable of hosting multi-million ounce gold deposits."

Gold is hosted with Proterozoic sediments and is associated with silicification and limonite staining with some quartz veinlet stockwork development. Mineralization and alteration appear to be controlled by high angle structures and stratigraphic horizons adjacent to these structures. It is widespread over an area of at least 3.5 square km and is seen to vary in width along structures from less than 1.0 to 25.0 metres wide.

While the Purcell Basin is famous as the host of Cominco's world-renowned Sullivan lead, zinc, silver deposit it is less well known as the host to numerous major gold deposits chief among these being Placer Dome's 5,000,000 ounce (in situ) Golden Sunlight deposit and Canyon Resources Ltd.'s 9,000,000 ounce McDonald-Meadows project.

Further work is underway to define what is controlling the gold, to provide continuous coverage over the mineralized system, to determine where it becomes focused and to determine its outer limits.

National Gold has optioned the Zinger property, consisting of 22 original claims, to earn a 100% interest by spending \$750,000 on exploration and issuing 550,000 shares over four years. The claims are all subject to a 2% net smelter royalty, one-half of which can be purchased for \$1,000,000.

A grid map detailing the samples locations will be posted on the company website at [www.nationalgold.com](http://www.nationalgold.com).

In other news on National Gold's main focus of acquiring proven gold reserves, Mr. Matter reports the company is making significant progress. Numerous precious metal orebodies have been reviewed resulting in two formal bids being made. Mr. Matter said, "Either of these two properties would satisfy the company's objective of acquiring a gold resource containing, or with the potential for developing into, a minable mineral reserve in excess of

BLFSE General