

VANANDA GOLD LTD. (VAG-V)

**MULTI-METAL ASSAYS FROM - Stanley L. Beale, president of
TEXADA ISLAND REPORTED** Vananda Gold Ltd. reports promising assay results from channel samples of the "Quarry Manto" zone in Ideal Cements' limestone quarry on the northern part of Texada Island, 80 km NW of Vancouver. Mr Beale says Vananda holds 100% interest in the mineral rights in a 123-claim block.

<u>SAMPLE</u>	<u>FOOTAGE</u>	<u>OZ. GOLD/T</u>	<u>OZ. SILVER/T</u>	<u>COPPER %</u>	<u>ZINC %</u>
Manto 3	2.6	0.280	0.63	0.296	8.47
Manto 4	2.95	0.220	0.44	0.213	2.91
Manto 5	5.3	0.197	0.45	0.187	3.24
<u>Manto 6</u>	<u>6.56</u>	<u>0.237</u>	0.63	0.400	8.64
Average	4.3	0.233			

The quarry bench in front and below this deposit is being removed and stripping above the deposit has begun. Arrangements have been made with Ideal Cement to carefully mine through the exposed portion of the deposit and stockpile the ore grade material along with the 1,000 plus tons previously removed. This operation, scheduled for early 1988, will give an indication of the extent and direction of the deposit and form the basis for future drilling decisions.

Mr. Beale points out that the northern part of Texada Island has been an important mining area since the late 1800's. Initially, between 1897 and 1929, gold-copper-silver skarn deposits near the village of Vananda were targets for production in excess of 250,000 tonnes of high grade ore. Later, between 1948 and 1952, one of the mines, known as the "Little Billie", produced another 58,000 tonnes of ore.

There are two distinct families of skarn deposits on the property and, between the years 1952 and 1976, the large magnetite skarn deposits in the southern section produced more than 20,000,000 tons of iron concentrates with excellent by-product copper, gold and silver.

By 1977, the current Vananda Gold property had been consolidated and serious ground work, consisting mostly of geophysics and diamond drilling, was started and has continued with some interruptions to the present.