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43-78A USSO

X-CAL RESOURCES LTD. (XCL-T)

TRENCHING OPENS - Trenching approximately 500 meters east NEW EAST: ZONE of the East zone on the 100% owned

Resources, located near Ft. St.James, B.C., has located a parallel gold bearing zone in granite. A 2,000 foot gold anomaly in soils with values up to 5,000 and 6,500 ppb gold, conforming to the grantite is being tested. A grab sample of 0.25 pz.gold/t has been obtained from a surface trench.

Trenching in the original East zone opened veining similar to that of the Snowbird zone and returned a 1 meter width of 0.12 oz.gold/t. Trenching in the North

Zone opened some cross faulting.

i. Diamond drilling will be directed at increasing reserves in the North zone and to investigate the apparant plunge of the North zone.

Previous drilling returned values 230 ft. wide of 0.30 oz.gold/t and a North zone possible reserve of 250,000 tons of 0.20 oz.gold/t.

The North and Snowbird zones exist along strike from each other in a structure which has been shown by drilling to be over 4,000 ft long & open. Work will continue.

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