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George Cross

Reliable R

DRAGON RESOURCES LTD. (DGN-V)

DIAMOND DRILL HOLES TESTING - Dragoon Resources 50%.
GOOD GRADE GOLD TRENCHES and Greenstone Resources
(50%) have discovered a
gold-bearing, sheared, silicified and brecciated
structure in the Middle Aldridge sediments on the
David/Lew claims, 1.5 km west of the joint venture's
McNeil Creek property 40 km SE of Cranbrook, B.C.

Free gold was initially located by prospecting.
Soil geochemistry has subsequently identified a
north/south-trending gold/lead anomaly which now
stretches for 5 km along strike with values up to 280
ppb gold. Limited east/west sample lines indicated
parallel structures.

Trenching uncovered a structure over a 165 meter

strike length which ranges in width from 3.5 to 22
meters. Channel sample from bedrock in the trenches
assayed:

<u>SAMPLE LENGTH</u>	<u>OZ. GOLD/T'</u>	Further trenching has
3.4 meters	0.47	'extended the strike length a
2.0 meters	.20	'distance of 1.4 kilometers.
2.8 meters	.12	'These extensions appear to be
1.5 meters	.45	'mineralized.
2.0 meters	.01	'Diamond drilling is now in
1.0 meters	.35	'progress to assess the original
1.0 meters	.43	'structure and another 3-meter
2.5 meters	.12	'wide mineralized structure which
1.1 meters	.44	'is located 30 meters into the
		'footwall.

The joint venture has more than 20,000 acres in the
immediate vicinity including recent acquisitions, the
drill program is fully funded.

826 SW General