

YANGOLD RESOURCES INC. (VN-V)

ORE GRADE GOLD DRILL HOLE ASSAYS - Dai S. Brynelsen, president of Vangold Resources Inc., has reported the underground drilling on the Rossland, B.C. Iron Colt claim has intersected significant mineralization in the Iron Colt South vein in hole UGIC - 2. From 47.6 ft. to 89.3 feet this

41.7 feet averaged 0.11 oz. gold/ton,

including 8.2 feet averaging 0.48 oz. gold/ton.

This mineralization is 90 feet down dip from an earlier drill hole which cut 6 feet averaging 1.1 oz. gold/ton. Drill Hole UGIC - 1 was targeted on the Iron Colt Main Vein and intersected this structure from 218 to 238 feet returning anomalous gold values. (SEE GCNL NO. 247, P.2, for much detail on previous drill hole results)

Diamond drilling will resume on 27Dec91 to test the extensions of the vein where it is open to the west and particularly to depth.

Present drill indicated ounces of gold contained in this vein are estimated to be between 20,000 and 60,000 ounces. Vangold plans to prove up and mine the Iron Colt deposit starting in January and increasing to 50 tons per day in March and eventually to 100 tons per day later in the year. The ore will be shipped to a custom cyanide recovery plant nearby in the USA.

Vangold Resources has received regulatory approval but has not yet closed a \$500,000 private placement of 1,000,000 units at a price of 50¢ per unit. All the funds are scheduled to be in hand by Dec. 31, 1991. Each unit consists of one share and one warrant exercisable at 50¢ in year one and at 65¢ in year two. Vangold has spent \$500,000 and as a result has now acquired 50% of the jointly-held 100% interest held by BRYNDEN VENTURES INC. (BNH-V) and ANTELOPE RESOURCES INC. in the North Beit claim group, forming part of the Rossland claim property which now includes 17,000 acres. Vangold may earn an additional 10% by spending an additional \$250,000 by 90Oct93.

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