

YANANDA GOLD LTD. (VAG-V)

LARGE TONNAGE TARGETS TO BE - Stanley L. Beale, president has reported diamond drilling has resumed at Yananda Gold's 100% owned Texada Island project, 100 km north of Vancouver, B.C. A total of 20,000 feet of drilling is planned and will test 70,000,000 tons of IP indicated massive-sulfide copper gold targets. The program is expected to continue into March 1992 and is to consist of 18 drill holes. Drilling will focus on four main targets. These are:

The Mantos, an area north of the Texada mines, which is also adjacent to a highly anomalous massive-sulfide zone which averaged 10% zinc and 0.23 oz/t gold over 17 feet. Nine approximately 1,000 foot drill holes are planned for this estimated 26,000,000 ton target;

The Lake, which is approximately 500 meters north of the Lake deposit underground mine workings which are at the same depth, along the same volcanic contact and fault; and which appears to be a continuation or extension of the lake deposit. Drill intersections directly above the Lake target and through a possible feeder zone from it, intersected 0.3 oz/t gold over 7 feet in massive-sulfides. Three approximately 1,000 foot long drill holes are planned for this estimated 24,000,000 ton target;

The Northwest Diorite, which is approximately 600 meters north of the Yellow Kid mine's underground workings and appears to be at the same depth and along the same geologic structure. Over 50,000,000 pounds of copper was produced from the Lake and the Kid underground workings from massive-sulfide ores assaying as high as 3% copper. Three approximately 1,000 foot long drill holes are planned for this estimated 26,000,000 ton target;

The Little Billie Mine 1951 zone at the 6th and lowest level of the mine. Two approximately 700 foot holes are planned to test for a possible 1,500 foot extension of this high-grade copper-gold zone.

The company has planned a 600,000 unit sale at 70¢ each to generate \$420,000. Prior to this sale the company had 4,595,878 shares issued.

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