

VERDSTONE GOLD CORPORATION (VGC-V)

REA GOLD CORPORATION (REO-V,T;REOGF-Nasdaq)

TRENCH NO.	TOTAL LENGTH	MINERALIZED INTERVAL	GOLD OZ/TON	Larry W. Reaugh, president, Verdstone Gold and Rea Gold reports, significant results have been received on the Newton 50/50 joint venture project. Verdstone as operator of the property completed 5,715 feet of trenching over an area measuring approximately 3,500 ft. by 3,500 ft. Eleven new
91-13	500 FT.	13 FT.	0.016	
91-14	1,000	92	.010	
		26	.031	
		39	.007	
91-15	1,000	46	.016	
91-18	490	40	.013	
91-19	450	46	.009	
		118	.016	
		46	.014	
91-20	360	158	.025	
91-23	65	26	.010	
91-24	240	20	.017	
91-27	175	131	.008	

-----trenches were excavated and four other trenches were extended with all but one trench (91-17) reaching bedrock. Eight hundred (800) chip samples were taken at 2 metre intervals and have now been analyzed by Vangeochem Assay Labs with the more significant results shown in the table above.

High anomalous background readings, in gold and copper, were received in most of the trenches. Oxidation occurs to 90 foot depth on the property and the best result for copper is 256 feet of 0.10% copper in trench 91-13. An engineering report is presently being prepared to recommend drill hole locations for a program this winter. Verdstone has prepared a statement

of material facts to raise the capital for drilling and expects to be working on the property by mid January. The Newton Hill property is located 20 miles north of the Fish Lake deposit, 150 miles southwest of Williams Lake, B.C., of Taskeo Resources and is contained in the same geological formation (SEE MAP OVERLEAF).

920 50
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