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*George Cross News*  
*Reliable Reporting*

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

1990 SAMATOSUM PRODUCTION SUMMARY

	<u>1st</u>	<u>2nd</u>	<u>3rd</u>	<u>4th</u>	<u>Total</u>
Tonnes Milled -					
	39,404	45,224	42,445	42,079	169,152
Silver Production (Ounces)-					
	2,200,000	1,416,000	799,000	985,000	5,400,000
Costs C\$/Tonne					
	135.93	113.96	85.69	66.33	100.14
Equivalent Silver Production (Ounces)-					
	3,214,000	2,074,000	1,169,000	1,443,000	7,900,000
Equivalent Cost US\$/Ounce -					
	1.38	2.10	2.65	1.65	1.82

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HIGHER THROUGHPUT OFFSETS LOWER PRICES - Larry W. Reaugh,  
president, Rea

Gold Corp., reports on operations in 1990 at the  
30%-owned Samatosum mine near Kamloops, B.C. MINNOYA  
INC. (MVA-T,M) has a 70% interest with Rea Gold  
retaining a 5% net smelter return royalty. Almost 10%  
additional throughput to 511 short tons per day was  
maintained and helped offset lower silver and gold  
prices. More than 5,000,000 ounces of silver were  
produced into a total of 16,400 tonnes of base metal  
concentrates which contained 3,225,000 lbs copper,  
7,099,000 lbs zinc, 5,831,000 lbs lead and antimony and  
almost 9,000 ounces of gold. Average silver recovery  
was 93.8% About \$1,000,000 was spent on exploration  
with Rea paying \$330,000. (SEE GCNL No.179, 17Sep90,  
P.1 FOR INTERIM REPORT)

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