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WESTERN CANADIAN MINING

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

VERDSTONE GOLD CORP. (VGC-Y)

NEWTON HILL CLAIMS OPTIONED - Larry W. Reaugh, president,
reports Verdstone Gold

Corp. has agreed to earn a 50% interest from Rea Gold Corp. in the Newton Hill property located 20 km north of the Taseko Lake copper/ gold project which is about 170 miles west of Williams Lake, B.C., subject to regulatory approval. Verdstone must pay \$50,000 by 1Nov92 and spend \$500,000 on exploration over three years.

The Newton Hill property occurs in geological setting similar to the Taseko deposit. Soil sampling on the Newton has confirmed a northeast trending gold anomaly with a central zone 2,000 by 4,000 feet in size with assays as high as 0.058 oz.gold/ton. Trenching in this area has confirmed copper values over 250 feet grading 0.10% copper in trench No.90-02. Trench 90-06, located 2,000 feet southeast of No.02, returned values averaging 0.018 oz.gold/ton over 180 feet. Verdstone plans a \$150,000 trenching and drilling program this year to test the trench/ soil sample results.

Verdstone also reports its has terminated its agreement of last year to acquire certain rights for the Green Pulse plant growth machine.

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