

VANANDA GOLD LTD. (VAG-V)

FIVE ANOMALIES DISCOVERED AT TEXADA - Stanley L. Beale, president, reports a recently completed induced polarization survey on the 100%-owned Texada Island property located five large chargeable zones in both limestones and the underlying Karmutsen volcanics at the southern half of the property, about 75 miles northwest of Vancouver, B.C. in Georgia Strait. The first and largest is adjacent to the Northwest Diorite area. It extends from Line 8 at

the south end of the property where diamond drill hole 92-41 cut 29.4 meters of silica flooded basalt and diorite with pyrite and anomalous gold. This feature is from 50 to 200 meters wide and 1.4 km long and was profiled to 450 meters in depth. Three areas of mineralization exist on surface. The first two (more southern) areas contained up to 0.064 oz.gold/ton and over 1% copper. The third, which was recently uncovered, is midway along the zone over the highest area of chargeability. It consists of massive sphalerite and pyrite assaying 9.26% zinc, 0.049 oz.gold/ton, 2.84 oz.silver/ton and 0.233% copper.

The second IP feature is on strike with the Manto showing near the southwestern border of the property. This showing assayed 10% zinc and 0.23 oz.gold/ton across 17 feet. A third IP feature is north of the Northwest Diorite area and nearer to the centre of the property. It adjoins the Holly Fault which contains several high grade gold showings. Further IP work was completed on the Lake Structure (Sandy Grid main IP anomaly), near the Lake deposit at the southeast side of the property. In 1988, Freeport McMoRan Gold drilled two holes to test for a possible extension of a 1.123 oz. gold/ton surface showing. One hole intersected a further 7 feet of 0.3 oz. gold/ton at 300 feet below surface. This fourth IP feature shows this drill hole to have passed near a large chargeable zone about 50 meters wide which broadens and extends 400 meters south.

A fifth smaller zone is near the southeast boundary of the property. This IP survey re-examined an area where previous IP work outlined a zone which was originally interpreted to be less than 100 meters below surface. These new results instead show this zone to extend deeply into the underlying volcanics well below earlier shallow drilling. This new depth profile, in conjunction with soil samples of 1500 ppb gold and 5500 ppm zinc re-defines the anomaly for further drilling. Drilling will start immediately upon final target prioritization. Vananda has recently been listed for trading on the Stuttgart Stock Exchange in Germany under the ticker symbol MSKS. (SEE GCNL No.48, 9Mar92, P.2 FOR PREVIOUS PROJECT INFORMATION)

92F General