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Gold City Mining Corporation VSE:GCP**NEWS RELEASE**

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FOR IMMEDIATE RELEASE

**OPTION TO FORM JOINT VENTURE
 WELBAR GOLD PROJECT, WELLS, BRITISH COLUMBIA**

Vancouver, B.C.: John Chapman, President, Gold City Mining Corporation, is pleased to announce the signing of an agreement with Applied Mine Technologies Inc. (AMT) whereby AMT may earn up to a 50% joint venture interest in GCP's 13,000 hectare WelBar Gold project, centered on the famous Cariboo Gold Fields.

GCP and AMT are combining their respective strengths of mining and mineral processing toward the advancement of the Project through: (1) preliminary feasibility study (1997), (2) feasibility study (1997 and early 1998), and if technically and financially feasible, then (3) development and operations (1998). The focus will be upon the development of near-surface high-grade gold deposits for delivery of ore to a centrally located mobile modular mill and processing plant, of about 200 tonnes per day capacity located in the Quesnel - Wells infrastructure corridor. Several high-grade resource showings have been identified in the Project area including: Domin, Myrtle, Morning Star, Black Jack, Forrest, Wilkinson, Warspite, Bell, Grouse, Shasta and 605 Vein. The ultimate objective is to develop enough reserves in the region to warrant the design, development and operation of a major centralized treatment plant.

By having acquired an immediate 50% interest in the Domin property, AMT has earned the option to contribute a minimum of \$1,250,000 to the total WelBar Gold project on or before July 1, 1998 in order to vest at 33% interest in the Project on a joint venture basis. Thereafter, AMT has the option to contribute a further \$1,250,000 to earn up to 50% on or before December 31, 1999. GCP has the right during AMT's earn-in to spend up to \$250,000 per quarter in the Project and this would have the affect of increasing the required contribution of AMT proportionally.

If the feasibility is positive, AMT will on a best efforts basis seek Project financing (secured only against the proposed mobile mill and the Domin property). For every \$1,000,000 in Project financing raised AMT will receive a \$100,000 credit against its Project earn-in.

GCP will be the Operator of the venture for the exploration and feasibility phases, and if the Project is developed then GCP will continue to operate the exploration as well as the mining phases while AMT will be Operator of the central mill and processing plant.

GCP is very pleased to be able to join with the AMT group in advancing the WelBar Gold project. The Principals of AMT bring strong backgrounds in metallurgy, process plant design, process plant operations and financing. These capabilities combined with GCP Principals' skills in exploration and mining greatly improve the potential for successful development and operations at the WelBar.

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