



MAR 25 1988

822877

**REA GOLD CORPORATION**

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

March 11 1988

**P R E S S R E L E A S E****OVERALL HIGHER GRADES AND TONNAGES INDICATED  
WITHIN REA GOLD'S "GOLD ZONE" (DISCOVERY ZONE)  
AT ADAMS LAKE, B.C.**

Mr. Larry W. Reaugh, President and Chief Executive Officer of Rea Gold Corporation, is pleased to report the complete set of results from detailed sampling of both walls of the number one crosscut at the L98 lens. The overall weighted average result for gold shows the grade to be 0.578 oz/ton, which is 27% higher than the 0.453 oz/ton figure reported in the March 1st news release.

The complete weighted average results and individual sample results from the southeastern and northwestern walls of the crosscut are as follows:

**Weighted Average Results - Number One Crosscut**

APPARENT WIDTHS (METERS)	(FEET)	Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
6.6	21.6	0.578	3.91	3.65	4.58	0.95

**Individual Results - Southeastern Wall Number One Crosscut**

SAMPLE NO.	APPARENT WIDTHS (METERS)	(FEET)	Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
31*	1.1	3.6	0.086	0.58	1.72	2.52	0.28
15*	1.1	3.6	0.038	0.47	0.84	1.25	0.13
47	1.1	3.6	0.208	1.43	2.47	3.38	0.66
18	1.1	3.6	0.360	0.99	2.00	2.97	0.35
20	1.1	3.6	0.272	0.93	1.15	1.58	0.23
22	1.1	3.6	0.600	2.92	3.34	4.40	0.72
24	1.1	3.6	0.720	5.77	5.00	5.70	1.38

P.O. Box 12137, Nelson Square, 808 Nelson Street,  
Vancouver, British Columbia, Canada. V6Z 2H2  
Telephone: (604) 684-7527 Fax: 684-4428

Individual Results - Southeastern Wall ...Continued

SAMPLE NO.	APPARENT WIDTHS (METERS) (FEET)		Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
25	1.1	3.6	0.910	5.78	4.48	6.40	1.11
28	1.1	3.6	1.000	6.65	6.66	7.30	1.69
29*	1.1	3.6	0.133	0.52	0.54	0.79	0.13
Average Over Total Width	7.7	25.2	0.581	3.50	3.59	4.53	0.88

\* Below cut-off grade - Not included in weighted average grades.

Individual Results - Northwestern Wall Number One Crosscut

SAMPLE NO.	APPARENT WIDTHS (METERS) (FEET)		Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
35**	1.1	3.6	0.413	1.87	2.02	3.98	0.66
16*	1.1	3.6	0.047	0.41	0.99	1.32	0.17
13*	1.1	3.6	0.052	0.52	1.23	1.67	0.21
17*	1.1	3.6	0.054	0.58	0.72	0.53	0.14
19	1.1	3.6	0.182	0.64	0.89	1.06	0.14
21	1.1	3.6	0.420	2.51	4.57	6.10	0.69
23	1.1	3.6	0.730	7.35	4.26	6.00	1.67
26	1.1	3.6	0.750	8.98	6.34	6.42	2.13
27	1.1	3.6	0.780	2.92	2.60	3.63	0.60
30*	1.1	3.6	0.062	N/A	0.10	0.21	0.03
Average Over Total Width	5.5	18.0	0.572	4.48	3.73	4.64	1.05

\* Below cut-off grade - Not included in weighted average grades.  
 \*\* Not included in weighted averages.

The number two crosscut 10 metres to the northwest also has been sampled across both walls. The weighted average results and individual sample results are as follows:

Weighted average results - Number Two Crosscut

APPARENT WIDTHS (METERS) (FEET)	Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
4.5      14.8	0.195	2.89	3.01	4.21	0.74

Individual Results - Southeastern Wall Number Two Crosscut

SAMPLE NO.	APPARENT WIDTHS (METERS) (FEET)	Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
34*	1.0    3.3	0.082	0.87	1.98	2.23	0.30
37	1.0    3.3	0.226	2.33	3.11	4.60	0.39
39	1.0    3.3	0.159	4.08	3.15	4.70	1.34
42	1.0    3.3	0.046	1.05	2.67	4.06	0.95
44	1.0    3.3	0.252	3.56	4.48	6.40	0.64
46	1.0    3.3	0.276	2.66	2.65	4.13	0.59
Average Over Total Width	5.0    16.4	0.192	2.74	3.21	4.78	0.78

\* Below cut-off grade - Not included in weighted average grades.

Individual Results - Northwestern Wall Number Two Crosscut

SAMPLE NO.	APPARENT WIDTHS (METERS) (FEET)	Au (oz/T)	Ag (oz/T)	Zn%	Pb%	Cu%
40*	1.0    3.3	0.046	0.23	0.66	0.78	0.10
36*	1.0    3.3	0.052	1.52	1.97	2.00	0.36
38	1.0    3.3	0.205	2.04	2.36	2.84	0.71
41	1.0    3.3	0.136	3.79	2.46	3.25	0.81
43	1.0    3.3	0.306	5.25	4.37	5.72	0.79
45	1.0    3.3	0.146	1.22	1.87	2.24	0.43
Average Over Total Width	4.0    13.1	0.198	3.08	2.77	3.51	0.69

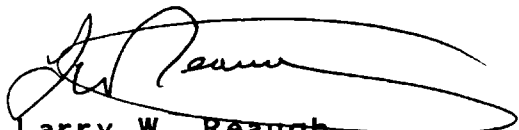
\* Below cut-off grade - Not included in weighted average grades.

Rea Gold Corporation  
Press Release  
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Results for the samples taken from the number three crosscut will be reported when received. The additional 260 feet southeasterly extension to the adit is almost complete. Underground diamond drilling is planned from stations set up along the extended adit to test for additional massive sulphides. It is now certain that the previously known reserves of 266,200 tons will be increased significantly; the increased grades will be recalculated at the completion of the program.

Further information on the Rea Gold "Gold Zone" will be released upon receipt by the Company.

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read "Larry W. Reaugh", is written over a horizontal line. The signature is fluid and cursive.

Larry W. Reaugh  
President and Chief Executive  
Officer

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



80-212-707

## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

March 1 1988

### P R E S S R E L E A S E

#### SIGNIFICANT GOLD GRADE INCREASES FROM INITIAL BULK SAMPLING ON REA GOLD'S "GOLD ZONE" (DISCOVERY ZONE)

J. Douglas Blanchflower, Project Manager of Rea Gold Corporation's ("Rea Gold") 100% owned "Gold Zone" (Discovery Zone), underground exploration program at Adams Lake, B.C. has reported to the Company results of the first bulk sampling of the No. One Cross-cut of the L-98 (see map attached) massive sulphides lens, located one-half mile southwest of the Samatosum Deposit. The assays are as follows:

TRUE WIDTH		GOLD oz/ton	SILVER oz/ton	LEAD %	ZINC %	COPPER %
Metres	Feet					
5.6	18.4	.453	3.05	3.86	5.37	.90

At present metal prices the grades shown in the No. One cross-cut bulk sample have a potential value of \$380 (Cdn) per ton.

Hole No. 85-109 located three (3) metres south, assayed as follows: (Drilled in 1985)

TRUE WIDTH		GOLD oz/ton	SILVER oz/ton	LEAD %	ZINC %	COPPER %
Metres	Feet					
7.1	23.3	.232	3.32	3.39	4.29	.81

The gold grade obtained by bulk sampling has doubled as a consequence of recovering more of the coarse particulate gold in the larger sample. !

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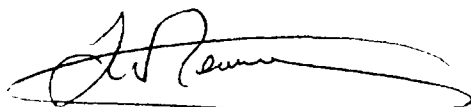
Rea Gold Corporation  
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Page 2

Two more cross-cuts, No. Two and No. Three, measuring 3.1 and 9.2 metre true widths, respectively, will be assayed within the next week and represent a strike length of approximately fifty (50) metres.

The bulk sampling is being conducted underground on portions of the L-98 lens which had not been previously identified in surface exploration work. The results of the underground work, to date, has enhanced both the probability of increasing the overall gold grade and tonnage potential of the reserves. The existing program has been extended to include a 260 foot level adit from which underground drilling will be conducted to test the new extension of the L-98 massive sulphide lens. Metallurgical studies by International Bioleach Inc., a subsidiary of Giant Bay Resources Ltd., of Burnaby, B.C., show consistently high recoveries of gold in the 93% to 94% range.

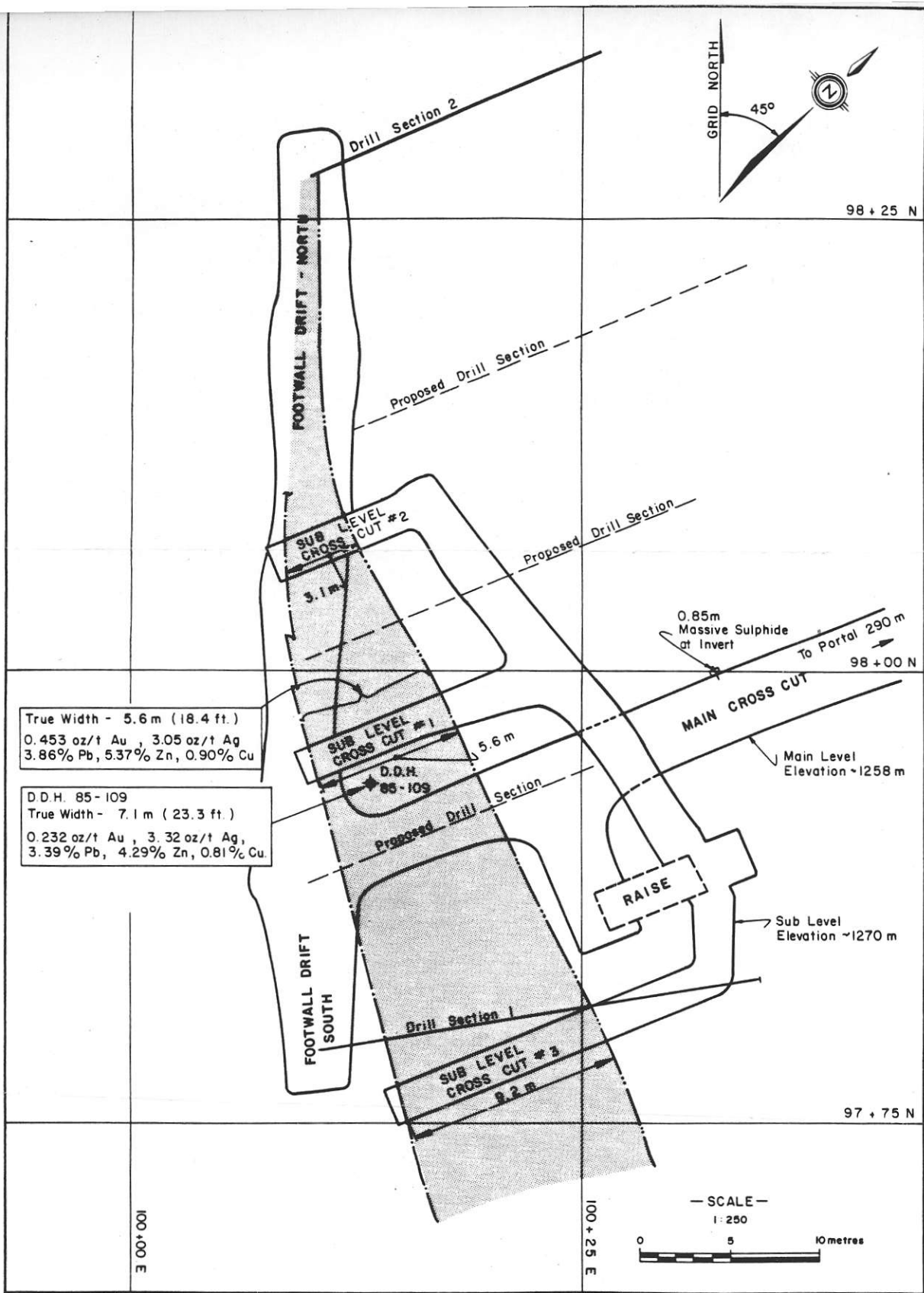
Further results on the Rea Gold "Gold Zone" will be released upon receipt by the Company.

ON BEHALF OF THE BOARD



Larry W. Reaugh  
President and Chief Executive  
Officer

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



True Width - 5.6 m (18.4 ft.)  
 0.453 oz/t Au, 3.05 oz/t Ag  
 3.86% Pb, 5.37% Zn, 0.90% Cu

D.D.H. 85-109  
 True Width - 7.1 m (23.3 ft.)  
 0.232 oz/t Au, 3.32 oz/t Ag,  
 3.39% Pb, 4.29% Zn, 0.81% Cu

**LEGEND**

- L98 LENS STRUCTURAL HANGING WALL AT ELEVATION 1270m
- L98 LENS STRUCTURAL FOOT WALL AT ELEVATION 1270m

**MINOREX CONSULTING LTD.**

**REA GOLD CORPORATION**

**REA DISCOVERY ZONE  
 L 98 LENS**

**Underground Exploration Plan**

Drawn by:  
 B. McLeod

Date:  
 Feb. 29/88

Figure No.:  
 1



MAR 31 1988

**REA GOLD CORPORATION**  
TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

March 22 1988

**P R E S S R E L E A S E**

**ASSAY RESULTS FROM THE L98 LENS ON THE REA GOLD  
GOLD (DISCOVERY) ZONE**

**THE NUMBER THREE CROSSCUT RETURNS 34.5 FEET GRADING  
0.302 OZ/TON AND UNDERGROUND DRILL HOLE 88-4 INTERSECTS  
33.4 FEET GRADING 0.428 OZ GOLD/TON**

Mr. Larry W. Reaugh, President and Chief Executive Officer of Rea Gold Corporation, is pleased to announce further assay results from the underground exploration program on the L98 Lens at the Rea Gold (Discovery) Zone, Adams Lake, B.C. The most recent exploration work included the driving of a third crosscut and the completion of seventeen underground diamond drill holes to evaluate further this precious metal-bearing massive sulphide deposit along a 50 metre strike length (164 feet).

NUMBER THREE CROSSCUT

The complete weighted average results for sampling along the southeastern and northwestern walls of the crosscut are as follows:

Weighted Average Results

APPARENT WIDTHS		Au (oz/T)	Ag (oz/T)	COMBINED Zn% & Pb%	Cu %
METRES	FEET				
10.5	34.5	0.302	2.80	8.85	0.73

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Vancouver, British Columbia, Canada. V6Z 2H2  
Telephone: (604) 684-7527 Fax: 684-4428



Individual Results - Southeastern Wall Number Three Crosscut

DISTANCE ALONG SE WALL	INTERVAL		Au (oz/T)	Ag (oz/T)	COMBINED Zn% & Pb%	Cu %
	METRES	FEET				
0.0 - 2.0	2.0	6.6	0.009	0.02	0.31	0.01
2.0 - 3.0	1.0	3.3	0.040	0.76	7.19	0.77
3.0 - 5.0	2.0	6.6	0.018	0.20	0.79	0.03
5.0 - 9.0	4.0	13.1	0.051	0.45	2.42	0.19
9.0 -20.0	11.0	36.1	0.242	2.12	7.68	0.61

Individual Results - Northwestern Wall Number Three Crosscut

DISTANCE ALONG NE WALL	INTERVAL		Au (oz/T)	Ag (oz/T)	COMBINED Zn% & Pb%	Cu %
	METRES	FEET				
1.0 - 2.0	1.0	3.3	0.150	0.87	4.09	0.26
2.0 -10.0	8.0	26.2	0.045	0.53	2.28	0.16
10.0 -20.0	10.0	32.8	0.368	3.54	10.13	0.87

Underground Diamond Drilling Results

DESCRIPTION (HOLE)	INTERVAL (METRES)	INTERVAL LENGTHS		Au (oz/T)	Ag (oz/T)	COMBINED Zn% & Pb%	Cu %
		METRES	FEET				
UG88-4 Includes	10.10-20.30	10.20	33.4	0.428	3.04	10.73	1.12
	16.10-17.70	1.60	5.3	0.780	2.33	13.99	1.45
	17.70-18.50	0.80	2.6	1.000	2.97	12.95	1.49
UG88-5	9.30-10.10	0.80	2.6	0.051	1.05	2.95	0.28
UG88-5	10.70-14.15	3.45	11.3	0.152	1.86	9.56	0.89
UG88-5	14.15-15.55	1.40	4.6	0.026	0.72	2.66	0.21
UG88-6	12.30-13.90	1.60	5.2	0.110	1.84	5.06	0.41
UG88-6	13.90-17.70	3.80	12.5	0.042	2.04	2.34	0.20
UG88-6	26.40-29.25	2.85	9.3	0.103	3.02	9.94	0.56
UG88-6	29.25-32.10	2.85	9.3	0.082	2.06	10.67	0.57

Underground Diamond Drilling Results ... Continued

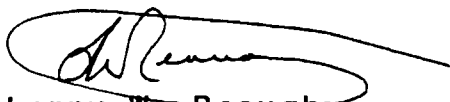
DESCRIPTION (HOLE)	INTERVAL (METRES)	INTERVAL LENGTHS		Au (oz/T)	Ag (oz/T)	COMBINED Zn% & Pb%	Cu %
		METRES	FEET				
UG88-9	8.85-13.30	4.45	14.6	0.220	1.83	4.92	0.58
UG88-9	13.30-17.80	4.50	14.8	0.065	1.10	4.42	0.36
UG88-10	7.40-10.20	2.80	9.2	0.056	0.93	3.04	0.27
UG88-10	13.85-15.50	1.65	5.4	0.064	0.86	4.80	0.55
UG88-11	9.65-11.85	2.20	7.2	0.075	0.82	6.01	0.22
UG88-12	14.60-15.40	0.80	2.6	0.231	2.51	8.46	0.97
UG88-12	19.70-29.60	9.90	32.5	0.348	3.39	11.59	1.09
UG88-12	29.60-31.00	1.40	4.6	0.045	1.26	2.86	0.20
Includes	21.30-22.20	0.90	3.0	0.990	3.85	16.80	1.46
UG88-13	9.80-11.90	2.10	6.9	0.077	1.40	5.10	0.31
UG88-13	11.90-23.10	11.20	36.7	0.274	2.79	12.21	1.11
UG88-13	23.10-24.50	1.40	4.6	0.057	0.46	2.57	0.16
UG88-14	7.60- 8.30	0.70	2.3	0.040	0.46	1.50	0.25
UG88-14	8.30-12.30	4.00	13.1	0.556	2.57	10.59	1.10
UG88-15	9.50-10.30	0.80	2.6	0.036	0.46	2.15	0.11
UG88-16	31.70-36.90	4.20	13.8	0.170	0.40	3.67	0.28
UG88-17	8.50-16.25	7.75	25.4	0.339	2.45	10.41	0.92
UG88-17	16.25-17.50	1.25	4.1	0.075	0.62	4.67	0.23
Includes	12.30-13.00	0.70	2.3	0.720	4.84	12.71	1.49
UG88-18	13.90-14.70	0.80	2.6	0.067	0.17	0.46	0.05
UG88-18	14.70-30.60	15.90	52.2	0.160	2.96	8.01	0.85
UG88-18	30.60-32.20	1.60	5.2	0.080	0.47	3.92	0.25
UG88-18	35.00-36.30	1.30	4.3	0.030	0.35	2.70	0.15
UG88-19	20.10-22.40	2.30	7.5	0.104	1.28	2.89	0.31
UG88-20	20.70-21.80	1.10	3.6	0.033	1.05	1.73	0.18
UG88-21	13.70-18.40	4.70	15.4	0.180	1.40	3.30	0.36
UG88-21	18.40-20.30	1.90	6.2	0.043	6.28	2.30	1.02
UG88-22	10.30-15.00	4.70	15.4	0.230	2.45	3.75	0.43
UG88-22	17.70-18.50	0.80	2.6	0.125	0.01	0.04	0.02
UG88-22	21.30-22.90	1.60	5.2	0.084	0.46	3.90	0.29

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With these very encouraging results the Company has now extended the level adit an additional 80 metres (262 feet) in a southeasterly direction and underground drilling from this extension is being undertaken to delineate the high grade mineralization along strike. Two of these drill holes have intersected massive sulphide and barite mineralization at least 15 metres (49 feet) southeast of Crosscut Number Three.

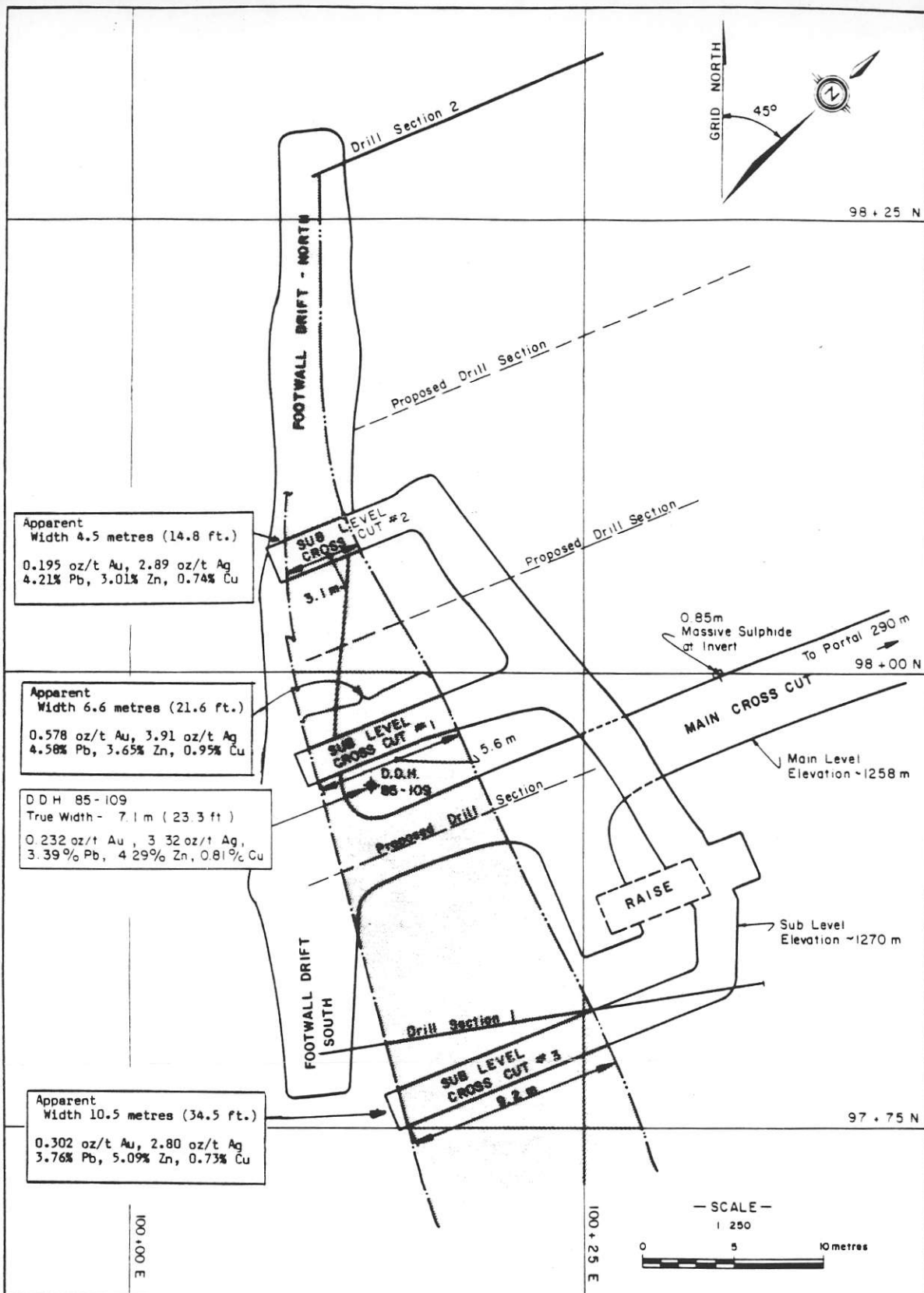
Further information on the Rea Gold "Gold Zone" will be released upon receipt by the Company.

ON BEHALF OF THE BOARD



Larry W. Reaugh  
President and Chief Executive  
Officer

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



**LEGEND**

- L98 LENS STRUCTURAL HANGING WALL AT ELEVATION 1270.m
- L98 LENS STRUCTURAL FOOT WALL AT ELEVATION 1270.m

**MC** MINOREX CONSULTING LTD.

REA GOLD CORPORATION

REA DISCOVERY ZONE  
L 98 LENS

Underground Exploration Plan

Drawn by  
B McLeod

Date  
March 22/88

Figure No  
1



# REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

December 16 1987

## P R E S S R E L E A S E

### MORE HIGH GRADE RESULTS ADD CONFIDENCE TO THE QUALITY OF RESERVES AT THE SAMATOSUM DEPOSIT

Mr. Larry W. Reaugh, President of Rea Gold Corporation, is pleased to announce additional results from Minnova Inc.'s recent diamond drilling on the Samatosum deposit northeast of Kamloops, B.C.

TABLE I

HOLE NO.	INTERVAL (METERS)	APPARENT WIDTHS		Ag (oz/T)	Au (oz/T)	Zn%	Pb%	Cu%
		(METERS)	(FEET)					
179	56.7- 71.9	15.2	49.9	38.91	0.059	0.83	1.11	1.29
180	38.2- 50.2	12.0	39.4	57.40	0.108	2.96	3.06	1.72
181*	50.6- 54.1	3.5	11.5	16.91	0.055	2.17	1.17	0.75
	62.1- 63.6	1.5	4.9	21.58	0.067	0.12	0.74	0.86
184*	54.2- 62.2	8.0	26.2	97.88	0.133	5.75	3.53	3.81
	68.2- 71.2	3.0	9.8	11.61	0.022	2.04	1.17	0.86
188	20.3- 21.4	1.1	3.6	34.42	0.068	0.20	0.04	1.12
191	12.5- 22.0	9.5	31.2	21.67	0.036	0.28	0.01	0.77
193*	7.7- 12.0	4.3	14.1	70.00	0.125	21.80	14.50	2.72
194*	9.2- 11.7	2.5	8.2	34.53	0.036	6.61	7.90	0.80
198	124.0-125.5	1.5	4.9	10.29	0.035	2.17	1.06	1.00

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TABLE I - Continued.....

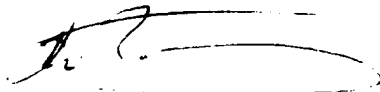
HOLE NO.	INTERVAL (METERS)	APPARENT WIDTHS		Ag (oz/T)	Au (oz/T)	Zn%	Pb%	Cu%
		(METERS)	(FEET)					
201	116.7-121.8	5.1	16.7	31.44	0.044	1.50	1.14	0.78
	130.5-131.5	1.0	3.3	42.29	0.058	4.05	1.81	1.24
203	108.0-116.5	8.5	27.9	29.84	0.040	3.09	1.78	1.23
209	91.4- 97.4	6.0	19.7	27.85	0.048	3.90	2.00	1.00
	109.5-111.0	1.5	4.9	16.39	0.035	0.96	1.24	1.08
212	62.5- 74.5	12.0	39.4	50.31	0.077	3.68	1.64	1.66
213	62.0- 63.5	1.5	4.9	16.71	0.034	6.04	3.72	0.63
217	117.0-117.5	0.5	1.6	90.42	0.127	0.44	1.89	2.62
	121.7-124.7	3.0	9.8	20.27	0.038	6.94	3.23	0.66

[\* Reported previously on November 18 1987]

To date a total of 44 holes have returned high grade silver values in association with gold, zinc, lead and copper values over impressive widths. Minnova Inc.'s initial estimate of mineral reserves is 661,000 tons grading 32.08 oz silver/ton, 0.052 oz gold/ton, 3.5% zinc, 1.7% lead and 1.2% copper.

Drilling has now been completed and further assays will be reported as they are received. A recalculation of the mineral inventory is underway.

ON BEHALF OF THE BOARD



Larry W. Reaugh  
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



REA GOLD CORPORATION



TICKER SYMBOLS - REO.V, REO.T  
NASDAQ-REOGF

TICKER SYMBOL - VGC.V

December 14 1987

P R E S S   R E L E A S E

**DIAMOND DRILLING COMMENCES ON  
EAST THURLOW ISLAND, B.C.**

Larry W. Reaugh, President of Rea Gold Corporation and Verdstone Gold Corporation, is pleased to announce that approximately 3,000 feet of diamond drilling has commenced on the East Thurlow Island gold/silver claims located 40 miles northeast of Campbell River, B.C. Drilling is in progress to follow up recently completed geophysical and geochemical work on the property.

**C.K. PROPERTY, B.C.**

10,000 feet of diamond drilling has been completed on the Massive Sulphide high grade Zinc property located 26 miles east of Clearwater, B.C.

Mineralized intercepts are currently being assayed and results will be published as they are received.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

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## **REA GOLD CORPORATION**

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

December 21 1987

### **P R E S S   R E L E A S E**

#### **PROGRESS REVIEW**

Mr. Larry W. Reaugh, President of Rea Gold Corporation ("Rea Gold") is pleased to report the continuing progress on the company's exploration projects and the recent decision to enter into a private placement with Goldbrae Developments Ltd. ("Goldbrae").

The private placement with Goldbrae is for 500,000 units at \$0.50/share with warrants attached entitling Rea Gold to purchase up to an additional 500,000 shares at \$0.70/share for one year. The proposed private placement is subject to the approval of the regulatory authorities.

Goldbrae's news release (November 18 1987) reported significant gold, silver and base metal values found in the initial 3,000 feet of diamond drilling on the Big Island Lake property near Flin Flon, Manitoba.

At Rea Gold's Red Hill property near Kamloops B.C., a 7,000 foot reverse circulation program is currently under way to test for massive sulphides in areas defined by previous work. As of mid-December a total of 1,500 feet has been completed. Assay results will be reported as they become available.

In Ontario, the company's joint-venture at McBean Lake with Discovery West Corporation is progressing well. A total of 1,600 feet of trenching was completed at three sites prior to the on-set of heavy snow. A total of sixty samples from one trench were assayed. Twenty-nine of these were found to have gold values considered to be anomalous and a diamond drill has been moved on to the property to test these promising indications. Results will be reported when available.

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Work on the Burchell Lake joint-venture project with Discovery West Corporation is under way. The initial trench sampling is completed. IP survey work has indicated several wide anomalous zones with good continuity. The initial diamond drilling will start in the New Year.

At Adam's Lake, on Rea Gold's Discovery Zone, underground exploration work is continuing. The adit to the L98 lens has advanced 112 metres from the portal. Hydrometallurgical tests on a composite sample from this Discovery Zone are continuing. The initial two tests using Giant Bay's proprietary bio-oxidation process as the means of breaking down the complex sulphides have been successful. The extraction of gold from these tests was 86% and 94%. Work will continue through the New Year.

ON BEHALF OF THE BOARD

A handwritten signature in cursive script, enclosed in a hand-drawn oval. The signature appears to read "Larry W. Reaugh".

Larry W. Reaugh  
President and Chief Executive  
Officer

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



*JLP 9/18*  
*DHW*  
*(fle)*

## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

November 18 1987

### P R E S S R E L E A S E

#### SIGNIFICANT RESULTS ENCOUNTERED ON SILVER DEPOSIT

Minnova Inc. has informed Rea Gold Corporation on partial results of diamond drilling on the High Grade Samatosum silver deposit located 60 kilometres northeast of Kamloops, B.C. Results to date have filled in wide areas within the deposit and extended the mineralization to the north and south. (see accompanying map). Results are as follows:

Hole No.	Interval Meters	True Width		Confirmed Assay Results				
				Ag oz/T	Au oz/T	Zn%	Pb%	Cu%
		Meters	Feet					
RG-142	206.2 - 208.6	2.4	7.9	5.66	.020	9.74	5.72	0.94
RG-147	85.5 - 88.5	3.0	9.8	4.14	.024	0.83	1.01	0.57
RG-148	248.0 - 249.5	1.5	4.9	1.34	.006	3.94	2.44	0.15
RG-150	70.5 - 75.0	4.5	14.8	4.72	.010	0.22	0.23	0.22
	76.5 - 78.0	1.5	4.9	10.79	.052	0.24	1.04	0.64
	81.0 - 82.0	1.0	3.3	31.50	.043	0.28	0.60	1.69
RG-151	171.6 - 173.1	1.5	4.9	45.21	.053	4.70	2.24	1.38
RG-152	69.8 - 71.8	2.0	6.6	13.94	.032	0.96	0.37	0.84
RG-153	73.9 - 75.0	1.1	3.4	10.21	.025	2.91	1.67	0.99
	83.5 - 84.6	1.1	3.4	4.87	.029	0.99	0.68	0.54
RG-154	195.7 - 197.9	2.2	6.8	10.79	.015	0.49	0.23	0.44
RG-155	31.9 - 32.8	0.9	3.0	11.32	.028	0.74	3.32	0.37
RG-162	171.7 - 173.2	1.5	4.9	58.33	.101	1.82	0.69	1.89

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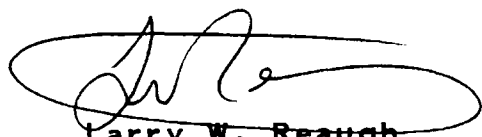
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Hole No.	Interval Meters	True Width		Confirmed Assay Results				
		Meters	Feet	Ag	Au	Zn%	Pb%	Cu%
				oz/T	oz/T			
RG-181	50.6 - 51.6	1.0	3.3	51.33	.128	6.45	3.52	2.40
	53.6 - 54.1	0.5	1.6	15.63	.130	2.28	1.18	0.43
	62.1 - 63.6	1.5	4.9	21.58	.067	0.12	0.74	0.86
RG-184	54.2 - 62.2	8.0	26.2	97.88	.133	5.75	3.53	3.81
	68.2 - 71.2	3.0	9.8	11.61	.022	2.04	1.17	0.86
RG-193	7.7 - 12.0	4.3	14.1	70.00	.125	21.80	14.50	2.72
RG-194	9.2 - 11.7	2.5	8.2	34.53	.036	6.61	7.9	0.80

Environmental, mineralogical, metallurgical and engineering studies are well under way for the feasibility study on placing the deposit (661,000 tons grading 32.08 oz/ton silver, .052 oz/ton gold, 3.50% zinc, 1.70% lead and 1.20% copper) into production.

Further assay results will be reported as they are received.

ON BEHALF OF THE BOARD



Larry W. Reaugh  
 President and Chief Executive  
 Officer

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.





## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

November 18 1987

### P R E S S   R E L E A S E

#### **UNDERGROUND EXPLORATION UNDERWAY ON REA GOLD'S 100% OWNED CONCESSION ZONE, ADAMS LAKE, B.C.**

Mr. Larry W. Reaugh, President of Rea Gold Corporation ("Rea Gold"), is pleased to announce that a level adit has been started for the underground exploration of the gold-bearing L98 massive sulphide lens on the Rea Gold Concession Zone, Adams Lake, B.C.

The underground exploration program will provide access to the drill indicated mineralization of the L98 lens, currently estimated to contain 147,210 tons grading 0.158 oz/ton gold, 1.785 oz/ton silver, 2.389% lead, 2.480% zinc and 0.693% copper at a cut-off grade of 0.05 oz/ton gold. A total of 1,600 feet of underground workings including the adit, two raises and sublevel drifting, will provide engineering, reserve, grade and metallurgical information at a cost of approximately two million (\$2,000,000) dollars.

Minorex Consulting Ltd is the project contractor on behalf of Rea Gold. The principal subcontractors include: Rocbore (1980) Limited (J.S. Redpath Limited) - Underground Work, Dolmage Campbell & Associates (1975) Ltd. - Geological Engineering, and Knight & Piesold Ltd. - Civil Engineering.

The Rea Gold Concession Zone is 100 percent owned by Rea Gold. It contains an estimated 266,200 tons of drill indicated reserves between three massive sulphide lens at an average grade of 0.19 oz/ton gold, 2.14 oz/ton silver, 2.149% lead, 2.247% zinc and 0.527% copper. A bulk sample of the sulphide mineralization will be used for on-going metallurgical studies to confirm the 90% gold and 80% silver recoveries reported by chemical processes.

The Samatosum high grade silver deposit is located approximately three quarters of a mile northeast of the Rea Gold Concession Zone. This deposit has reported drill indicated reserves of 661,000 tons averaging 32.08 oz/ton silver, .052 oz/ton gold, 3.50% zinc, 1.70% lead and 1.20% copper.

ON BEHALF OF THE BOARD

  
Larry W. Reaugh  
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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SEP 23 1987

## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

September 23 1987

### P R E S S   R E L E A S E

#### 1.5 MILLION DOLLAR DEVELOPMENT AND EXPLORATION PROGRAM ON B.C. 661,000 TON SAMATOSUM HIGH GRADE SILVER DEPOSIT

Minnova Inc. ("Minnova") has informed Rea Gold Corporation ("Rea Gold") that a major program including 33,000 feet of diamond drilling with three diamond drills will commence immediately on the property. The program will entail drilling to define the Samatosum Deposit, exploration drilling and to explore other areas on the claims which may be affected by facilities required to develop and mine the Samatosum Deposit (mill and tailings site). A program of geochemical and environmental studies, bulk sampling and further metallurgical work will also be conducted. Rea Gold has entered into the joint-venture agreement with Minnova earlier than necessary and will contribute their 30% of the above expenditures. Under the agreement Rea Gold would not be obligated to contribute until after the feasibility study was delivered but has entered into the agreement early to facilitate rapid progress of the project. Rea Gold has a 30% interest in the project plus a 5% Net Smelter Return. Minnova has estimated undiluted insitu reserves to be:

Tonnage	Ag oz/T	Au oz/T	Zn%	Pb%	Cu%
661,000 (Averaging)	32.08	.052	3.50	1.70	1.20

Rea Gold is well financed to contribute its share of mining and milling facilities with Ten Million (\$10,000,000) dollars in reserve and a Three Million (\$3,000,000) dollar exploration budget.

ON BEHALF OF THE BOARD

Larry W. Reaugh  
President

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**REA GOLD CORPORATION**  
TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

September 2 1987

**P R E S S   R E L E A S E**

The Company is pleased to announce that Wright Engineers Ltd. have been engaged and work has started to develop a process for the extraction and recovery of metals from the Company's 100% owned Discovery Zone at Adams Lake, B.C. The reserves, which contain arsenopyrite, have been estimated by Steffen, Robertson and Kirsten (B.C.) Inc. to be 266,000 tons containing 0.19 oz gold/ton based on a 0.05 oz gold/ton cut off. At present metal prices these reserves have a gross potential value of \$45,000,000 (Cdn) but, unlike the mineralization which occurs within the Silver Zone, (located 1,000 meters east) the Discovery Zone reserves are not amenable to the conventional physical methods used to produce saleable concentrates economically.

The present work involves chemical methods and the Company is confident that an economic process will be developed in the near future.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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MIDLAND ENERGY CORPORATION

September 10 1987

**DIAMOND DRILLING PROGRAM TO COMMENCE ON  
MIDLAND ENERGY CORPORATION'S HEDLEY GOLD PROPERTY**

**P R E S S R E L E A S E**

**Larry W. Reaugh**, President of Midland Energy Corporation ("Midland"), is pleased to announce that the company has entered into a 50/50 joint-venture with Redding Gold Corporation ("Redding"), a private company, on Midland's Golden Zone property located 14 kilometers north of Hedley, B.C.

The claims are located approximately 5 km north of Mascot Gold's 2,800 T.P.D. mill.

A 1,500 foot diamond-drilling program will commence immediately on the Golden Zone structure which consists of east trending quartz veins, fault zones, quartz and sulphide replacements occurring near a granodirite-volcanic hornfelsed contact and has been traced for over 600 feet in a zone up to 130 feet wide. A previous limited diamond drill program in 1983 cut impressive intersections the best averaging .133 oz/ton gold and 3.74 oz/ton silver over 26 feet and .55 oz/ton gold over 3 feet.

Redding may earn its interest by expending \$250,000 on work commitments and \$30,000 on option payments over 2-1/2 years.

On the Bellavista/Montezuma Costa Rican Property Midland expects to receive assays shortly on the first few holes of the 33,000 foot reverse circulation drill program.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.





REAGOLD CORPORATION



TICKER SYMBOLS - REO.V, REO.T  
NASDAQ-REOGF

TICKER SYMBOL - VGC.V

September 3 1987

**MORE HIGH GRADE ZINC VALUES RECEIVED  
ON CK PROPERTY, B.C.**

Larry W. Reaugh, President of Rea Gold Corporation and Verdstone Gold Corporation, is pleased to announce that J. Douglas Blanchflower, F.G.A.C., Consulting Geologist and Project Manager, has reported on additional drilling results on the CK 22,000 acre Massive Sulphide property located 52 kilometers northeast of Clearwater, B.C. Assays are as follows:

Hole No.	Interval Feet	True Width Feet	Confirmed Assay Results		
			Zn%	Pb%	Ag oz/T
87-26	78.7 - 83.0	4.3'	27.0	4.24	0.07
87-34	250.0 -252.8	2.8'	18.48	2.78	0.04
87-35	134.4 -134.9	0.5'	19.3	2.37	0.18
87-36	59.9 - 76.1	16.2'	18.15	3.05	0.04
87-37	86.1 - 88.9	2.8'	28.3	5.28	0.09
87-39	114.6 -122.9	8.3'	7.71	1.10	0.02

To date 59 drill holes have tested the New Showing and Main Boulder Zones. Additional results will be reported as they are received.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

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Toronto, Ontario  
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Telecopier (416) 982-7288

**FOR IMMEDIATE RELEASE**  
**September 23, 1987 - 4:30 p.m. E.D.T.**

Minnova Inc. announces that it has completed an agreement with Rea Gold Corporation wherein the two companies will participate in a joint venture to explore and develop the Samatosum deposit near Barriere, approximately 100 kilometers north of Kamloops, British Columbia. Each company will provide funds in proportion to its interest in the joint venture, which is Minnova 70% and Rea 30%. Rea also has a 5% net smelter return royalty. Minnova is to be operator of the joint venture.

Based on the results of a recent drill program, Minnova estimates the deposit to contain an undiluted, in situ mineral inventory of 600,000 tonnes grading, 1,100 grams of silver per tonne (32 ounces per ton), 1.8 grams of gold per tonne (0.05 ounces per ton), 1.2% copper, 1.7% lead, and 3.5% zinc.

Diamond drilling has begun on the property to test the strike and dip potential of the mineralized zone for additional reserves. Environmental, mineralogical, metallurgical, and engineering studies are in progress to prepare for a study on the feasibility of placing the deposit into production.

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For further information, please contact:

Mr. David H. Watkins, Vice President, Minnova Inc.  
(416) 982-7272

or

Mr. Larry Reaugh, President, Rea Gold Corporation  
(604) 684-7527



JUL 14 1987

# REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ:REOGF

July 9 1987

## P R E S S   R E L E A S E

### HOLE NO. 137 IN HIGH GRADE SILVER ZONE RETURNS 52 OZ/TON OF SILVER OVER TRUE WIDTH OF 37 FEET, AT ADAMS LAKE, B.C.

Minnova Inc. (formerly Corporation Falconbridge Copper) today reports assay results on the remaining 20 holes of the 20,000 foot drilling program on the Adams Lake, B.C. joint-venture property. Hole No. 122 is located 600 feet south of Hole No. 137 and averaged 30.6 oz/ton silver over a true width of 33 feet (see attached longitudinal section). The total strike length of the presently known mineralization (545 meters) 1,800 feet, averages (135 meters) 450 feet downdip and (4.0 meters) 13 feet wide. Assays on Hole No.'s 118 to 137 are as follows:

Hole No.	Interval Meters	True Width Meters Feet	Confirmed Assay Results				
			Ag oz/T	Au oz/T	Zn%	Pb%	Cu%
118	171.0 -174.0	2.80 ( 9'- 2")	4.63	.006	1.69	1.53	0.49
119	238.6 -240.1	1.5 ( 4'-11")	1.52	.005	1.52	1.05	0.108
	254.5 -255.5	1.0 ( 3'- 3")	0.87	.008	2.36	0.76	0.147
120	No significant assays						
121	164.3 - 165.8	1.4 ( 4'- 7")	3.50	.006	1.08	0.82	0.56
122	236.4 - 246.6	10.1 (33'- 1")	30.57	.059	2.31	1.28	1.26
123	110.9 -111.4	0.4 ( 1'- 4")	34.85	.059	4.52	2.27	0.99

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GOLD & SILVER EXPLORATION & MINING DEVELOPMENT

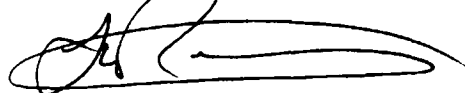
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Ticker Symbol: REO    Telex: 04-352848VCR

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Hole No.	Interval Meters	True Width Meters Feet	Confirmed Assay Results					
			Ag oz/T	Au oz/T	Zn%	Pb%	Cu%	
124	No significant	assays						
125	No significant	assays						
126	47.9 - 48.2	0.25 ( 0'-10")	49.29	.135	3.34	1.63	1.32	
127	No significant	assays						
128	22.6 - 24.4	1.3 ( 4'- 3")	16.06	.023	1.62	1.13	0.75	
129	No significant	assays						
130	185.2 -185.7	0.5 ( 1'- 7")	46.67	.065	2.52	25.2	4.82	
	194.6 -199.3	4.4 (14'- 5")	13.31	.036	2.03	0.95	0.71	
131	62.6 - 64.6	2.0 ( 6'- 6")	9.04	.019	0.08	0.20	0.32	
132	191.6 -203.0	11.2 (36'- 8")	8.94	.016	0.86	0.41	0.45	
133 (incl)	168.3 -173.8	5.2 (17'- 0")	6.50	.067	0.32	0.29	0.21	
	168.3 -169.8	1.4 ( 4'- 7")	19.25	.057	0.52	0.64	0.61	
134	No significant	Assays						
135	192.8 -195.4	2.45 ( 8'- 0")	0.58	.003	4.13	2.70	0.206	
	235.5 -241.5	5.6 (18'- 4")	trace	.120	trace	trace	trace	
136	51.5 - 62.4	10.7 (35'- 0")	18.39	.041	1.51	1.59	0.66	
137	49.0 - 60.7	11.3 (37'- 0")	52.44	.081	3.55	1.69	1.53	

Further progress will be reported as information becomes available.

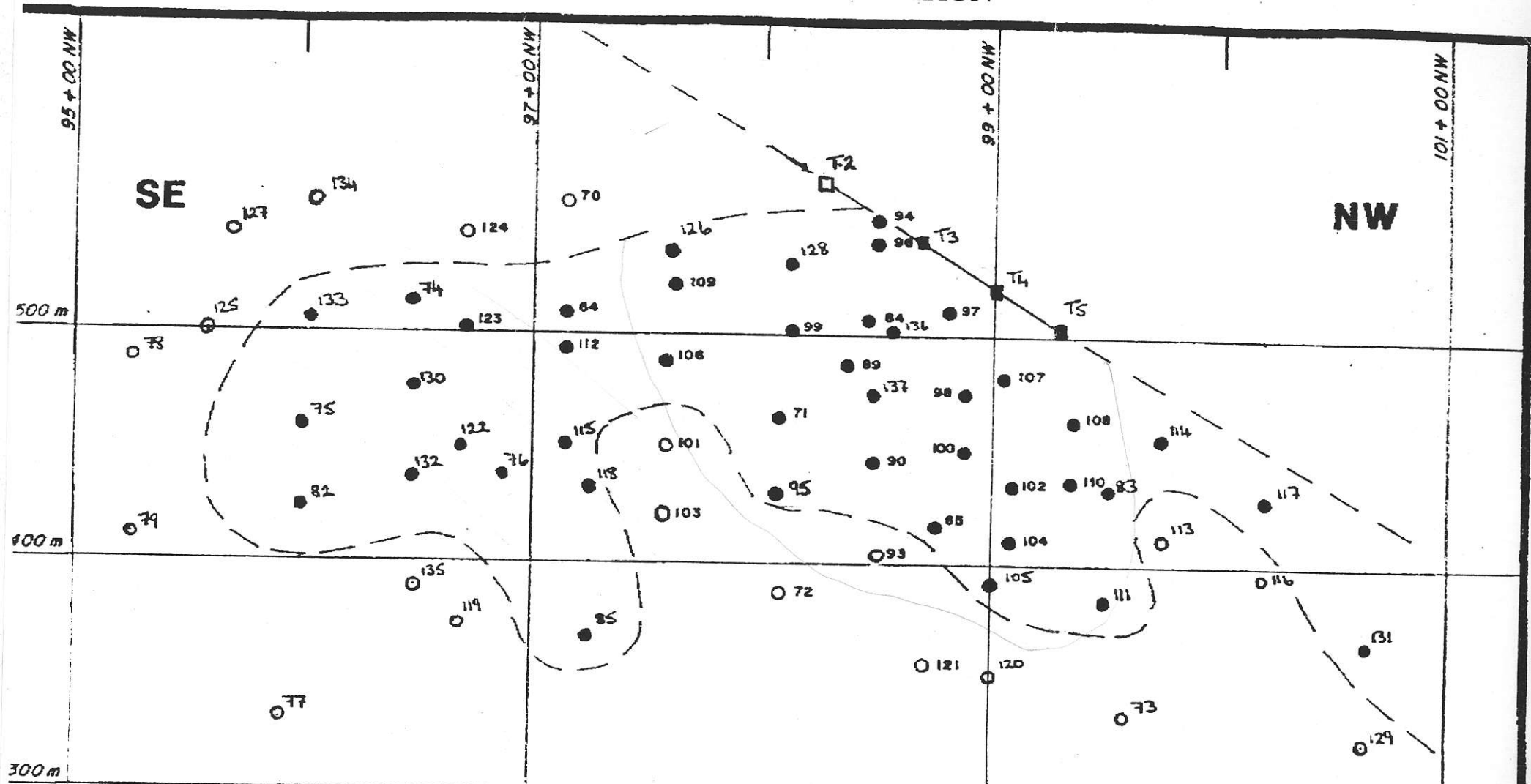
**ON BEHALF OF THE BOARD**



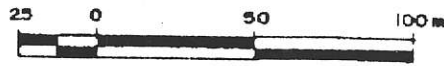
**LARRY W. REAUGH  
PRESIDENT**

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

REA GOLD CORPORATION



- holes 91, 92 did not intersect the plane of mineralization
- ● ore grade (\$50 netback cut off)
- ○ sub-ore grade



**SAMATOSUM DEPOSIT  
LONGITUDINAL SECTION  
IN PLANE OF MINERALIZATION**

(ASSUMING SINGLE PLANAR MINERALIZED STRUCTURE)  
82M/4W 1DP/5g JUNE 1987

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September 22 1987

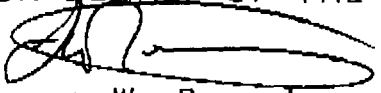
P R E S S   R E L E A S E

**1.5 MILLION DOLLAR  
DEVELOPMENT AND EXPLORATION PROGRAM  
ON B.C. SAMATOSUM HIGH GRADE SILVER DEPOSIT**

Minnova Inc. ("Minnova") has informed Rea Gold Corporation ("Rea Gold") that a major program including 33,000 feet of diamond drilling with three diamond drills, will commence immediately on the property. The program will entail drilling to define the Samatosum Deposit, exploration drilling and to explore other areas on the claims which may be affected by facilities required to develop and mine the Samatosum Deposit (mill and tailings site). A program of geochemical and environmental studies, bulk sampling and further metallurgical work will also be conducted. Rea Gold has entered into the joint-venture agreement with Minnova earlier than necessary and will contribute their 30% of the above expenditures. Under the agreement Rea Gold would not be obligated to contribute until after the feasibility study was delivered but has entered into the agreement early to facilitate rapid progress of the project. Rea Gold has a 30% interest in the project plus a 5% Net Smelter Return.

Rea Gold is well financed to contribute its share of Mining and Milling facilities with ten million (\$10,000,000) dollars in reserve and a three million (\$3,000,000) dollar exploration budget.

ON BEHALF OF THE BOARD

  
Larry W. Reaugh  
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.



AUG 11 1987

**REA GOLD CORPORATION**  
TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

July 30 1987

**P R E S S R E L E A S E**

**DISCOVERY ZONE EXPLORATION  
AGREEMENT TERMINATED**

Mr. Larry W. Reaugh, on behalf of the Board of Directors of Rea Gold Corporation ("Rea Gold") wishes to announce that the Exploration Agreement with Glitter Gold Mines Ltd. ("Glitter Gold") has, by mutual consent, been terminated. Under the terms of that Agreement Glitter Gold obtained a bulk sample of approximately 1,500 tons from the 97 and 100 lenses of the Discovery Zone, carried out metallurgical testwork and milled the bulk material via the Dankoe concentrator at Keremeos, B.C. The results obtained have confirmed previous indications that conventional milling fails to produce acceptable recoveries and grades of metal values and as such is therefore uneconomic.

Rea Gold plans to do further testwork in the laboratory concentrating on the application of chemical methods needed to resolve the difficult metallurgy which is due to the presence of appreciable levels of arsenopyrite in the presently known reserves within the Discovery Zone.

The Discovery Zone is a parallel zone located one half mile due west of the high grade Silver Zone. There is no arsenopyrite associated with the Silver Zone.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

AUG 11 1987

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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**MIDLAND ENERGY CORPORATION**

**TICKER SYMBOL- MDY.V**

July 29 1987

**P R E S S   R E L E A S E**

The Company wishes to report that further to a joint press release issued by the Company and Westlake Industries Ltd. ("Westlake") dated May 27 1987 the Company's Board of Directors has withdrawn from the proposed amalgamation of the Company with Westlake.

The acquisition by the Company of the Exploration Permits and Option Permits in Costa Rica (see Press Release dated April 10 1987) is expected to be completed on or before mid August 1987. The Company has negotiated a joint-venture with Rayrock Yellowknife Resources Inc. to carry out a program to evaluate the properties. Several mining companies, Canadian and International, have expressed an interest to further joint-venture these properties.

Rayrock, as Operator, is continuing to aggressively carry out the exploration program on the Bellavista/Montezuma gold project, Costa Rica.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT AND CHIEF EXECUTIVE  
OFFICER

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.





MIDLAND ENERGY CORPORATION

TICKER SYMBOL-MDY.V

August 5 1987

P R E S S R E L E A S E

MAJOR DRILLING PROGRAM COMMENCES  
AT BELLAVISTA/MONTEZUMA PROPERTY  
COSTA RICA

Rayrock Yellowknife Resources Inc. ("Rayrock"), operator of the joint-venture with Midland Energy Corporation 60% ("Midland") and Westlake Industries Ltd. 40% ("Westlake") report increased in-situ reserves as calculated by Mr. Tim Coates, P. Eng., Project Manager on the Bellavista/Montezuma Property, Costa Rica. Rayrock has the right to earn 50% of Midland's interest.

Drilling to confirm the reserves and to explore for extensions commenced July 23 1987 with a reverse circulation rig contracted from Boyles S.A. The initial drill program will be 33,000 feet.

The insitu reserves have been increased by surface trenching and underground work completed as of June 25 1987 and are:

<u>CLASS</u>	<u>TONS</u>	<u>AU OZ/TON</u>
Proven Bellavista	2,274,386	.095
Probable Bellavista	3,624,480	.113
Probable Montezuma	<u>1,082,493</u>	<u>.064</u>
TOTAL =	6,981,373	.100

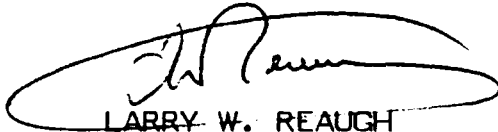
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The above reserves were calculated considering bulk mining methods and using a .02 ounce gold per ton cut off. Additional mineralization is indicated and with further exploration there is scope for substantial increases in the proven and probable reserves.

The first phase of drilling will consist of a series of cross-section holes through the major known mineralized zones with work commencing on the Daisy Zone, the most northerly of the Bellavista system.

Results from the drilling program will be reported as information is accumulated and assessed.

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read "Larry W. Reaugh", is enclosed within a large, hand-drawn oval.

LARRY W. REAUGH  
President

The Vancouver Stock Exchange have neither approved nor disapproved the information contained herein.



**REA GOLD CORPORATION**  
TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

August 4 1987

P R E S S R E L E A S E

The Company wishes to announce it has arranged a Private Placement with a financial institution of 30,000 shares at a price of \$8.25 per share. Richardson Greenshields of Canada (U.K.) Limited has acted as agent in arranging this Private Placement.

The foregoing transaction is subject to regulatory approval.

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read "L. Reaugh". The signature is written over a horizontal line.

LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

P.O. Box 12137, Nelson Square, 808 Nelson Street,  
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06/10/1987

## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ:REOGF

June 10 1987

### P R E S S R E L E A S E

The Company wishes to announce it has arranged a proposed Private Placement with several financial institutions of up to 1,000,000 shares at a price of \$6.75 per share with warrants attached, granting the right to purchase up to an additional 1,000,000 shares at a price of \$7.42 per share for one year. The proposed warrants are non-transferable for a 12 month period and are exercisable in whole or in part up to June 10 1988.

A Finder's Fee of five percent (5%) of the gross proceeds is proposed to be paid to the brokerage house for arranging the financing.

The proposed Private Placement is subject to approval by the regulatory authorities.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

GOLD & SILVER EXPLORATION & MINING DEVELOPMENT  
P.O. Box 12137, Nelson Square, 501 - 808 Nelson Street  
Vancouver, British Columbia V6Z 2H2, Canada (604) 684-7527  
Ticker Symbol: REO Telex: 04-352848VCR



## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ:REOGF

June 9 1987

### P R E S S   R E L E A S E

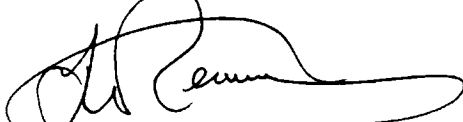
#### 10 FEET ASSAYS 407 OUNCE/TON OF EXTREMELY RICH ORE IN THE HIGH GRADE SILVER ZONE

Minnova Inc. (formerly Corporation Falconbridge Copper) has informed Rea Gold Corporation of assays received on three (3) holes in the Adams Lake, B.C., Silver Zone. Hole #107 and #108 extend the zone 100 feet up-dip and 120 feet along strike to the north of the high grade mineralization. Hole #109 extends the zone 120 feet up-dip on the southern strike extension. Assays are as follows:

Hole RC #	Interval Meters	True Width Meters    Feet		Confirmed Assay Results				
				Ag oz/T	Au oz/T	Zn%	Pb%	Cu%
107	21.5 - 23.5	1.75	( 5' - 9" )	75.85	.084	37.40	4.12	4.18
108	35.7 - 39.0	3.10	( 10' - 3" )	407.18	.340	19.56	9.43	6.34
109	123.4 - 125.9	2.5	( 8' - 3" )	71.76	.074	4.23	1.50	2.38
	131.1 - 135.2	4.1	( 13' - 6" )	19.81	.038	2.25	1.55	0.78

Further assays will be reported as they are received.

ON BEHALF OF THE BOARD

  
LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

June 9 1987

### P R E S S   R E L E A S E

The Company wishes to announce it has arranged a proposed Private Placement with Multiple Opportunities Fund of 100,000 shares at a price of \$3.90 per share with warrants attached, granting Multiple Opportunities Fund the right to purchase an additional share for each share held at a price of \$4.15 per share. The proposed warrants are non-transferable for a 12 month period and are exercisable in whole or in part up to June 9 1988.

A finder's fee of three percent (3%) is proposed to be paid to Canarim Investment Corporation Ltd. for arranging the Private Placement.

The proposed Private Placement is subject to approval by the regulatory authorities.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
PRESIDENT

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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→ D.H. WATKINS



## REA GOLD CORPORATION

TICKER SYMBOLS REO.V. REO.T. NASDAQ:REOGF

June 4 1987

### P R E S S   R E L E A S E

#### HOLE 102 RETURNS BONANZA 90 OUNCE/TON SILVER RESULTS OVER 25 FEET IN HIGH GRADE ZONE

Minnova Inc. (formerly Corporation Falconbridge Copper) has reported on recent drilling results on the High Grade Silver Zone at Adams Lake, B.C. Rea Gold Corporation calculates the recent drilling has increased the higher grade zone dimensions to 175 meters in length, 140 meters in width with an average 6 meter thickness still open in both directions. The average silver equivalent grade is 62 ounces per ton valued at \$640.00 Cdn per ton.

Hole No.	Interval Meters	True Width Meters Feet	Confirmed Assay Results					Total Ag Equivalent (oz/ton)
			Ag oz/T	Au oz/T	Zn%	Pb%	Cu%	
100	46.0 - 52.5	5.60 (18'- 4")	28.50	.037	3.36	1.87	1.34	37.88
	46.0 - 50.2	3.60 (11'- 9")	40.98	.053	4.31	2.44	1.70	53.33
101	139.82-140.02	0.36 ( 1'- 2")	18.29	.007	3.53	2.49	2.30	28.23
102	74.5 - 82.1	7.5 (24'- 7")	90.24	.087	2.21	1.20	2.30	102.59
	75.3 - 82.1	6.7 (21'-11")	100.00	.096	2.41	1.30	2.52	113.55
103	Assays Pending							
104	56.2 - 58.7	2.4 ( 7'-10")	8.63	.063	0.82	0.39	0.30	13.99
	76.5 - 80.9	3.9 (12'- 9")	9.45	.018	3.36	2.34	0.49	16.54
105	62.4 - 77.1	10.4 (34'- 1")	10.67	.024	3.63	2.23	0.43	18.21
106	120.3 -122.8	2.4 ( 7'-10")	51.94	.074	1.51	0.34	1.44	60.66

Additional holes will be reported as they are received.

ON BEHALF OF THE BOARD

LARRY W. REAUGH  
 PRESIDENT

The Vancouver Stock Exchange has reviewed and approved nor disapproved the information contained herein.  
 R.O. Box 211 Hanson Drive 501 604 Nelson Street  
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## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

### PRESIDENT'S ANNUAL REPORT 1986

Steady progress continued throughout 1986. Additional new properties were obtained. In British Columbia the huge and largely unexplored CK Property known to contain zinc-lead rich massive sulphides was acquired undivided and was subsequently split 50-50 into both Rea Gold Corporation ("Rea Gold") and Verdstone Gold Corporation ("Verdstone"). A 50% interest was also acquired in a prospective gold property in the Casa Berardi Camp. Meanwhile exploration continues at Adams Lake and metallurgical tests were done on samples taken from the Discovery Zone.

#### ADAMS LAKE - Rea Gold's 100% owned Discovery Zone

In British Columbia the company's main interests continue to be its involvement with exploration and development of massive sulphide occurrences containing silver, gold and base metals. At Adams Lake a program of 10,000 feet of diamond drilling on the company's 100% owned twenty acre Discovery Zone was underway in January 1986 and completed a month or so later. This raised the total drilling on this zone to 30,000 feet and by mid-year a mining reserve study, done by Steffan, Robertson & Kirsten for Sentinel Management on behalf of Rea Gold, indicated in-place reserves of:

Tonnage	Au oz/ton	Ag oz/ton	Zn%	Pb%	Cu%
267,720 (averaging)	.190	2.14	2.25	2.14	.57

within the 97, 98 and 100 lenses. These reserves also contain arsenopyrite and metallurgy is difficult. Samples were tested by conventional cyanidation and through a bioleaching process but overall recovery of silver and gold were not encouraging. At the end of 1986, however, an agreement with Glitter Gold Mines Ltd ("Glitter Gold") was signed granting Glitter Gold a three month test period whereby Glitter Gold is to remove overburden prior to drilling and blasting for the removal of a 1000 - 1500 ton bulk sample. All costs are to be borne by Glitter Gold for work done under this initial agreement. Metallurgical work is planned and based on that data, plans will be made to mill the entire sample. If successful, the agreement may be extended to include terms for the mining and milling of all economic reserves on the Discovery Zone. At present Glitter Gold has been granted a one month extension to complete its metallurgical testing, which is underway, with the Company's Director and metallurgical Consultant, John W. Fisher, P. Eng., supervising the overall testing phases.

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On the "much" larger portion of the property the Company's joint-venture, partner Corporation Falconbridge Copper ("CFC"), continued exploration on the new Silver Zone discovered in 1985. Geochemical sampling, mapping and UTEM surveys were done in May and June. Further drilling started in July with the consequent discovery of more high silver values. Surface trenches were cut and spectacular mineralized areas with silver values in excess of 60 oz/ton were exposed. A summary of the data (July-Sept 1986) - from drill holes and three surface trenches is shown in Table I.

**TABLE I**

Hole No.	Interval Meters	Width Meters	Au oz/T	Ag oz/T	Zn%	Pb%	Cu%
64	89.45- 90.35	.90 ( 3'-0")	.111	78.85	7.82	6.95	9.43
65	60.20- 62.00	1.80 ( 6'-0")	.039	24.79	.54	.04	.76
	66.60- 66.90	.30 ( 1'-0")	.047	11.49	.86	.05	.57
	75.95- 81.00	5.05 (16'-7")	.040	6.94	1.96	1.16	.32
71	104.25-108.45	4.20 (13'-9")	.037	28.80	5.03	3.72	.07
RG-72	145.00-208.10	13.10 (43'-0")	.004	0.70	1.80	.95	.07
RG-73	123.50-125.00	1.50 ( 5'-0")	.012	1.75	1.25	.78	.08
RG-74	153.25-153.75	.50 ( 1'-8")	.012	1.76	3.02	.98	.94
" "	158.10-158.80	.70 ( 2'-4")	.017	6.77	1.03	.72	.30
" "	173.24-177.40	4.50 (13'-4")	.035	13.83	2.00	1.10	.45
RG-75	188.10-193.10	5.00 (16'-5")	.013	9.68	4.46	2.99	.68
RG-76	254.50-256.10	1.60 ( 5'-3")	.007	13.71	2.04	1.28	1.38

Step out drill holes assayed as follows:

Hole No.	Interval Meters	Width Meters	Au oz/T	Ag oz/T	Zn%	Pb%	Cu%
77	324-327	3.0M (9'-10")	.005	3.20	3.28	1.36	.43
78	255.2-256.7	1.5M (4'-11")	.008	.60	1.13	.64	.18
79	228.6-229.5	.9M (3'- 0")	.011	3.65	2.03	1.16	1.75
80	228.2-229.7	1.5M (4'-11")	.009	.41	.16	.18	.04
81	268.4-269.1	.7M (2'- 4")	.058	2.79	.03	.01	.03

Three trenches located 50 meters apart assayed as follows:

Trench No.	Width Meters	Au oz/ton	Ag oz/ton	Zn%	Pb%	Cu%
3	3.10M (10' - 2")	.130	83.28	3.30	17.80	1.84
4	.85M ( 2' - 10")	.324	255.25	1.37	24.98	4.22
5	4.80M (15' - 9")	.048	79.75	.82	8.65	1.75

These results were obtained from wide spread drilling. Centers varied between 75 and 150 meters but, nevertheless, they indicate a mineralized zone which measures 425 meters on strike, 200 meters down dip and 3 meters wide. Based on these measurements and assay data it has been calculated that the geologically drill-inferred tonnage is as shown below:

Tonnage	Au oz/ton	Ag oz/ton	Zn%	Pb%	Cu%
1,120,000 (averaging)	.042	21.22	2.89	3.20	1.16

These grades were calculated after cutting the high silver and lead values in the trenches by 50%. Further work has commenced at this time.

Unlike the Discovery Zone mineralization here is essentially free from arsenic. Initial testwork has shown the minerals to be fine grained but that they can be concentrated into marketable products. Some near surface material in the trenches has a total value in excess of \$1,200/ton (Cdn) based on current metal prices and after cutting high grade assays by 50%.

Rea Gold has entered into an agreement with Mr. J. A. Hilton to purchase the 5% Net Smelter Return on the joint-venture Adams Lake Property.

### THE CK PROPERTY

In May of 1986 the company and Verdstone Gold Corporation (an associated company within the Rea Group) each acquired an undivided 50% interest in the CK Property near Clearwater, B.C. discovered in 1973, this property was initially optioned to Rio Algom. In 1977, Cominco

obtained it and did extensive work programs until 1985 at which time it was returned to the owner. The claims cover an area of 22,000 acres and contain several outcrops of massive sulphides rich in zinc and lead.

The cost to the company of acquiring its interest in these claims was an initial payment of \$7,500 and the assumption of further payments under the original agreement with Mr. Andrew Horne. The total acquisition cost will be \$241,750 payable in escalating annual instalments over a ten year period.

Cominco did extensive geophysical and geochemical surveys, trenching and diamond-drilling in the period 1977-1980. More than 20km of strike length on the mineralized zone was identified. Some of the better zones defined by the trenching and drilling are shown in Table II.

TABLE II

* NEW SHOWING ZONE	GRADE ZN-PB%	AVERAGE WIDTH (M) FEET	STRIKE LENGTH FEET
North	13.0%	(1.5) 4' - 11"	(700M) 2,290 Feet
Central	10.1%	(1.7) 5' - 6"	(1,000M) 3,270 Feet
South	16.7%	(2.6) 8' - 6"	(500M) 1,635 Feet

\* The Best Diamond Drill Hole was collored in the south

Indicated and inferred reserves based on Cominco's work of drilling and trenching on the New Showing Zone have been calculated by the joint-venture partners to be 1,642,900 tons at 8.6% Zinc and 1.4% Lead. These reserves are within an area 1,328 meters long by 61 meters deep. The average true thickness is 3.83 meters.

In July of 1986, Minorex Consulting Ltd. on behalf of Rea Gold and Verdstone commenced a detailed program of mapping, linecutting and both geophysical and geochemical surveys. This was necessary to identify targets for further drilling work.

By mid November these tasks had been completed and an additional 2,000 acres of ground covering 5 kilometers of new strike had been staked. New areas of massive sulphides discovered on this 5 km section are shown on Table III.

TABLE III

SHOWING	ZN%	PB%	AG OZ/T
Autumn Showing - (Trench for 25 meters on Strike averaging 3 meters wide)	18.15	1.03	.26
Con Showing - (over 2.5 meters width)	11.50	1.82	.20
Spring Showing - (over 0.7 meters width)	24.20	5.27	.16
Horne Showing - Grab	18.00	4.71	.12

These showings are contained within the 5 kilometer strike length and were obtained where the mineralized structure outcrops close to the surface. The ore to the south of the New Showing (see Table II previously).

Subsequently in January and February of 1987 four feet of diamond drilling was performed. Some of the best results are as shown in the table below.

Hole No.	Interval Meters	Width		Zn%	Pb%	Ag oz/ton
		Meters	Feet			
87- 2	147.5 - 148.80	1.30	4' - 2"	15.30	3.00	.06
87- 4	49.5 - 49.80	.30	1' - 0"	4.33	.84	.02
	51.7 - 51.95	.25	0' - 10"	7.52	.55	.03
	53.0 - 53.30	.30	1' - 0"	7.33	.57	.03
87- 6	118.9 - 119.50	.60	2' - 0"	15.20	1.74	.05
	121.55 - 122.15	.60	2' - 0"	26.00	3.73	3.79
87- 8	153.0 - 153.90	.90	3' - 0"	11.42	.61	.02
	160.2 - 160.3	.10	0' - 2"	2.38	.01	.03
87- 9	55.4 - 58.6	3.20	10' - 6"	9.26	1.02	.05
	59.8 - 60.1	.95	3' - 2"	10.02	1.04	.09
87-10	58.3 - 61.8	3.50	11' - 6"	5.53	1.18	.10
	69.4 - 77.0	7.60	24' - 11"	12.21	2.49	.24
	79.3 - 80.1	.80	2' - 8"	22.60	4.07	.15

Drilling conducted by Cominco traced the New Showing Zone over a 2,000 foot length and averaged 11.2% Zinc and 1.6% Lead over an average width of 8'-4" to a depth of 200 feet. The trenched (New Showing) surface showing was exposed ofr 330 feet over a 10' to 16' width grading 20% Zinc and 4% Lead.

## CASA BERARDI, QUEBEC

In March the company and Midland Energy Corporation, are of the Rea Group of Companies, each acquired a 50% interest in 26 claims in the Casa Berardi gold camp. The claims are located fourteen miles to the north of the Inca-Golden Knight, Golden Pond discovery and is believed to be on the indicated extension of the same geological structure.

### SUBSEQUENT EVENTS:

1. Rea Gold's 100% owned concession - Adams Lake, B.C.

Glitter Gold Mines obtained the bulk sample of 1,500 tons. Metallurgical testwork is underway and a bult concentrate is being produced at the Dankoe Mill (Keromeos, B.C.). Depending on results the joint-venture may be extended to develop means of exploiting the mineable reseres within the Discovery Zone.

2. Rea Gold's venture with CFC - Adams Lake, B.C.

CFC have given notice that further work on the high grade silver zone will commence early in May. The initial program will be 16,000 feet of diamond drilling to fill in the 75-150 meter grid established in last years work.

3. Rea Gold's 50% interest in the CK Claims - Clearwater, B.C.

In February eleven drill holes (500 feet) were completed as the initial part of a larger program to be continued on the new highgrade discovery zone in the southern part of the property. A further 16,000 feet is planned and will commence in May.

Two independent groups are at present looking into the possibilities of becomming involved in joint-ventures on this project.



# REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

May 26 1987

## P R E S S R E L E A S E

### DRILLING RESULTS TO DATE PROVING HIGH GRADE CORE ON ADAMS LAKE, B.C. PROPERTY

Minnova, Inc. ("Minnova") (formerly Corporation Falconbridge Copper) has reported additional results from the continuing successful drilling program on the High Grade Silver Zone at Adams Lake, B.C. Results are as follows:

Hole (RG#)	Interval Meters	True Width Meters Feet	Confirmed Assay Results					Total Ag Equivalent (oz/ton)
			Ag oz/T	Au oz/T	Zn%	Pb%	Cu%	
89	48.15- 59.8	11.65 (33'-2")	41.63	.065	2.85	1.33	1.10	50.67
	*48.15- 52.15	4.00 (13'-2")	102.00	.140	4.89	2.26	2.70	
90	98.37-102.11	3.74 (12'-3")	56.27	.090	2.64	1.13	1.71	67.36
	*99.10-102.11	3.01 ( 9'-11")	68.70	.106	2.60	.93	2.10	
93 **	113.80-114.45	0.50 ( 1'-8")	4.55	.016	1.09	0.87	0.85	8.47
	114.90-115.2	0.25 ( ' -10")	3.50	.022	3.41	1.76	0.80	10.64
95 **	129.00-130.00	1.00 ( 3'-3")	10.03	.012	3.03	1.80	1.60	17.48
96 **	13.80- 15.20	1.40 ( 4'-7")	43.49	.041	1.71	0.01	1.74	50.29
97	16.97- 21.17	3.95 (13'-0")	34.77	.036	25.50	0.83	4.61	69.77
98	42.80- 48.20	5.40 (17'-8")	79.92	.144	1.96	1.65	2.63	95.20
99	71.00- 77.80	6.70 (22'-4")	36.87	.062	3.46	2.23	1.73	47.98

\* Previously announced intercepts

\*\* Located on outer fringes of mineralized zone.

The foregoing results confirm and extend the spectacular values obtained and reported previously in Trenches T3, T4, T5 and in hole No.'s 71, 89 and 90. These results were as follows:

...2

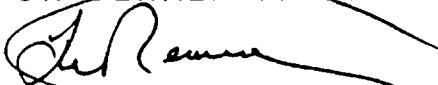
Hole No.	Interval Meters	True Width		Ag oz/T	Au oz/T	Zn%	Pb%	Cu%	Total Ag Equivalent (oz/ton)
		Meters	Feet						
71	104.25-108.45	4.20	(13'-9")	28.80	.037	5.03	3.72	1.07	39.96
T3	Surface	3.10	(10'-2")	83.28	.130	3.30	17.80	1.84	108.40
T4	Surface	0.85	( 2'-10")	255.25	.324	1.37	24.98	4.22	297.81
T5	Surface	4.80	(15'-9")	79.75	.048	0.82	8.65	1.75	91.78

All the holes and trenches shown in this release are contained within an open area which is 100 meters wide by 150 meters long. The average thickness of mineralization has been calculated to be 3.56 meters all of which is within a depth not exceeding 120 meters at the deepest point. Thus the overall significance of these data is that this portion of the high grade Silver Zone contains metal values which are in excess of \$750.00/ton Canadian.

In all likelihood these reserves could be mined from an open pit. This high grade section is contained in a zone of mineralization estimated by Rea Gold Corporation ("Rea Gold") to contain in excess of 1.1 million tons. The project is a joint-venture between Minnova (70%) and Rea Gold (30%). Rea Gold recently acquired the 5% N.S.R. from Mr. A.J. Hilton.

Drilling is continuing on this high grade Silver Zone which still remains open in both directions along strike. Further results will be reported as they become available.

ON BEHALF OF THE BOARD



LARRY W. REAUGH

PRESIDENT

LWR/tlp

The Vancouver Stock Exchange have neither approved nor disapproved the information contained herein.

FROM REA GOLD CORP

5.27.1987 10:51

P. 3

- 2 -

Hole No.	Interval Meters	True Width Meters Feet	Ag oz/T	Au oz/T	Zn%	Pb%	Cu%	Total Ag Equivalent (oz/ton)
71	104.25-108.45	4.20 (13'-9")	28.80	.037	5.03	3.72	1.07	39.96
T3	Surface	3.10 (10'-2")	83.28	.130	3.30	17.80	1.84	108.40
T4	Surface	0.85 ( 2'-10")	255.25	.324	1.37	24.98	4.22	297.81
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All the holes and trenches shown in this release are contained within an open area which is 100 meters wide by 150 meters long. The average thickness of mineralization has been calculated to be 3.56 meters all of which is within a depth not exceeding 120 meters at the deepest point. Thus the overall significance of these data is that this portion of the high grade Silver Zone contains metal values which are in excess of \$750.00/ton Canadian.

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Drilling is continuing on this high grade Silver Zone which still remains open in both directions along strike. Further results will be reported as they become available.

ON BEHALF OF THE BOARD

  
LARRY W. REAUGH

PRESIDENT

LWR/tip





# REA GOLD CORPORATION

May 12 1987

TICKER SYMBOLS REO.V, REO.T, NASDAQ:REOGF

## P R E S S R E L E A S E

### SPECTACULAR DRILL RESULTS RECEIVED ON ADAMS LAKE, B.C. PROPERTY

Minnova Inc., (formerly Corporation Falconbridge Copper) has reported to Rea Gold Corporation ("Rea Gold") the results from the first two holes on the Silver Zone of the Adams Lake, B.C. Massive Sulphide Property.

The holes are located 100 feet along strike to the south of Trench No. 3 (the results of which were reported last year). Assays on the drill holes are as follows:

Hole No.	Interval Meters	Width		Au oz/T	Ag oz/T	Zn%	Pb%	Cu%
		Meters	Feet					
89	48.15-52.15	4.0	(13' - 2")	.140	102.0	4.89	2.26	2.70
90	99.10-102.1	3.01	(9' - 11")	.106	68.7	2.60	.93	2.10
Trench No. 3*			(10' - 2")	.130	83.28	3.30	17.80	1.84

\* Previously reported last year.

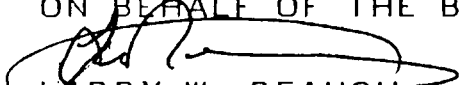
The total metal content in dollars per ton of Holes No. 89, 90 and Trench No. 3 is \$1,400.00, \$940.00 and \$1,255.00 (Cdn), respectively.

Rea Gold has calculated that geologic drill inferred reserves for the Silver Zone are as follows:

Tonnage	Au oz/ton	Ag oz/ton	Zn%	Pb%	Cu%
1,120,000 (averaging)	.042	21.22	2.89	3.20	1.16

Assay results for additional holes will be reported as they are received.

ON BEHALF OF THE BOARD

  
LARRY W. REAUGH  
President

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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## GOLD: Is The Rally Sustainable?

Gold has been the only sector of the Canadian mining industry which has enjoyed prosperity over the last year or so. Bullion prices prevailing over the last few years have translated to respectable profits for most established gold producers.

The last few months have witnessed a convincing move in gold prices of about \$100 U.S. per ounce, thereby enhancing earnings potential significantly. This impressive price performance has translated to excellent capital gains in gold equities. Investors and speculators alike must ask themselves: "Are these price gains sustainable?" In February of this year Osler

recommended that investors - both institutional and individuals - overweight their holdings of gold equities relative to the TSE index. Specifically we recommended the most prudent stance on gold equities was to be overweighted - but recommended confining commitments to established gold producers which:

- a) were low cost producers;
- b) had negligible debt or were debt-free; and
- c) hold the potential for increased production from existing or new operations.

Our roster of eight gold equities with these characteristics was:

	Feb. '86 Prices	Current Prices (Oct. 11 '86)	Percent Change
Agnico-Eagle Mines	\$23.00	\$31.67	+37.7%
Campbell Red Lake Mines Ltd.	\$28.78	\$29.37	+ 2.2%
Dickenson Mines "A"	\$ 7.75	\$10.12	+30.1%
Dome Mines	\$14.13	\$ 9.50	-32.8%
Echo Bay Mines Ltd.	\$20.00	\$31.75	+58.8%
Goliath Gold Mines Ltd.	\$ 9.00	\$15.67	+74.1%
Golden Sceptre Resources	\$ 8.25	\$14.50	+75.8%
Lac Minerals Ltd.	\$33.50	\$26.12	-22.0%

Clearly, this group of equities has enjoyed exceptional price appreciation; up to 75% over eight months. In our view, the case for further price appreciation hinges almost entirely on further gains in bullion prices. Although some gold enthusiasts are predicting higher gold prices, prudence would dictate partial profit taking.

The relative buoyancy that bullion prices have enjoyed over the last few years has nurtured a healthy activity in gold exploration. Exploration is one of the more exciting activities from an investor's perspective. Despite the long odds, exploration always holds the potential for exceptional capital gains which appeal to

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risk-oriented investors. At this juncture, by far the largest component of Canadian exploration activity is being directed toward gold. This activity is further stimulated throughout Canada by generous tax-shelter incentives via flow-through financings.

At this stage of maturity in the cycle, we recommend that investors/ speculators reinvest a portion of their gold holdings in well-conceived, well-managed gold exploration programs. Obviously the risk/reward characteristics of such equities is much more speculative than the eight low-cost, debt-free gold producers recommended in February 1986. Thus conservative investors are advised to confine exposure to say 10% to 20% of gold holdings; preferably by redeploying realized capital gains. For risk-oriented investors seeking gold exploration exposure the key criteria are:

- i) properties with geological merit;
- ii) experienced management with both administrative skills and exploration skills.
- iii) sufficient funds to execute planned field programs;
- iv) share price (we have not included several good situations that appear to have already discounted part of their potential).

An additional consideration is the degree of emphasis management places on "investor relations". Share prices of junior companies lacking earnings or dividends are highly reliant on management's willingness or ability to "tell their story" to shareholders and potential shareholders. Utilizing these criteria, we have identified a roster of gold exploration equities which, in our judgement, could provide excellent gold exploration exposure in the months immediately ahead.

	<u>Exchange</u>	<u>Symbol</u>	<u>Share Price</u>
<b>A. Relatively Mature Exploration Companies (4)</b>			
Granges Exploration Ltd.	(TSE)	GEG	\$ 8.67
Hope Brook Gold Inc.	(TSE)	HBG	\$ 4.75
Pancana Minerals Ltd.	(TSE)	PCN	\$ 6.75
St. Joe Gold Corp.	(TSE)	STG	\$16.75
<b>B. Intermediate Exploration Companies (6)</b>			
Amir Mines Ltd.	(VSE)	AMM	\$ 1.45
Franco-Nevada Mining Corp. Ltd.	(TSE)	FN	\$ 1.68
Golden Shield Resources Ltd.	(VSE)	GLS	\$ 2.90
Orofino Resources Ltd.	(TSE)	ORO	\$ 0.70
Pioneer Metals Corp.	(VSE)	PSM	\$ 3.65
Power Explorations Inc.	(TSE)	PWR	\$ 1.25
<b>C. Junior Exploration Companies (10)</b>			
Associated Porcupine Mines Ltd.	(TSE)	APC	\$ 2.60
Ateba Mines Inc.	(ASE)	ABA	\$ 0.38
Goldbrae Developments Ltd.	(VSE)	GOB	\$ 0.40
Jonpol Explorations Ltd.	(TSE)	JON	\$ 1.25
Langis Silver and Cobalt Mining Co. Ltd.	(COATS)	LSCM	\$ 0.65
McAdam Resources Inc.	(TSE)	MMM	\$ 1.25
Midland Energy Corp.	(VSE)	MDY	\$ 0.78
New Kelore Mines Ltd.	(TSE)	NKL	\$ 0.17
Santa Maria Resources	(TSE)	SMO	\$ 0.35
Stroud Resources Ltd.	(TSE)	SDR	\$ 0.36

\*



## REA GOLD CORPORATION

TICKER SYMBOLS REO.V, REO.T, NASDAQ-REOGF

NOVEMBER 17 1986

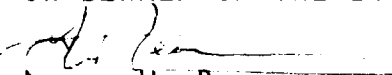
### P R E S S   R E L E A S E

THE COMPANY HAS TODAY ARRANGED A PROPOSED PRIVATE PLACEMENT OF UP TO 178,572 SHARES WITH DIVERSIFLOW RESOURCES LIMITED PARTNERSHIP II, AT A PRICE OF \$0.56 PER SHARE. A PROPOSED FINDER'S FEE OF 10,000 SHARES IS TO BE ISSUED TO GALCOR CAPITAL CORPORATION.

THE PROPOSED PRIVATE PLACEMENT FUNDS ARE TO BE APPLIED TO CANADIAN EXPLORATION EXPENDITURES ON THE COMPANY'S BRITISH COLUMBIA PROPERTIES.

THE PROPOSED PRIVATE PLACEMENT AND PAYMENT OF THE FINDER'S FEE IS SUBJECT TO THE APPROVAL OF THE REGULATORY AUTHORITIES FOR THE PROVINCES OF BRITISH COLUMBIA AND ONTARIO.

ON BEHALF OF THE BOARD

  
LARRY W. REAUGH  
PRESIDENT

THE TORONTO STOCK EXCHANGE AND THE VANCOUVER STOCK EXCHANGE HAVE NEITHER APPROVED NOR DISAPPROVED THE INFORMATION CONTAINED HEREIN.

GOLD & SILVER EXPLORATION & MINING DEVELOPMENT  
P.O. Box 12137, Nelson Square, 501 - 808 Nelson Street  
Vancouver, British Columbia V6Z 2H2, Canada (604) 684-7527  
Ticker Symbol: REO    Telex: 04-352848VCR



# INSTITUTIONAL MORNING LETTER

## HIGHLIGHTS

November 17, 1986

- |                      |  |
|----------------------|--|
| CDC                  | - Sizeable Third Quarter Loss.                 |
| CANTERRA ENERGY      | - Poor Q3 We Remain Sellers.                   |
| GOLD AND GOLD STOCKS | - Blame It On Platinum.                        |
| HEES INTERNATIONAL   | - Third Qtr On Pace; Recommended 'Buy'.        |
| QUEBECOR             | - Excellent Fourth Quarter Shares Inexpensive. |
| REA GOLD             | - At Last, An Exciting Base Metals Play!       |
| RIO ALGOM            | - Walks Away From Tin Project.                 |
| TEMBEC INC.          |  |

**FOR FURTHER INFORMATION CONTACT:  
INSTITUTIONAL SALES  
860-3590**

## RAY GOLDIE - REA GOLD - 49 cents

Rea Gold owns a property in the Adams Lake district of British Columbia. The Company's near-namesake, Ray Goldie, is puzzled by the weakness in this stock, in spite of very good recent exploration news. He recommends Rea Gold as an interesting exploration "play". Although the "play" is on a deposit which consists mostly of base metals, what gives it sex appeal is the high concentration of precious metals.

Rea Gold has optioned its property in the Adams Lake district of southern British Columbia to Corporation Falconbridge Copper (C.F.C.). There are two major mineralized zones on the property: the "Discovery Zone" and the "Silver Zone". C.F.C. has a right to earn a 70 pct interest in the property with the exception of the "Discovery Zone", in which Rea Gold has a 100 pct interest with C.F.C. having a 10 pct carried interest after all paybacks to Rea Gold.

The Discovery Zone has drill-proven reserves of 0.27 million tons grading 0.19 oz/t gold, 2.1 oz/t silver, 2.2 pct zinc, 2.1 pct lead and 0.6 pct copper.

The Silver Zone has been identified only in the past few months. On November 10th, Rea Gold announced that, based on CFC's drilling and trenching, Rea Gold's approximate estimate was that the Silver Zone contained 1.12 million tons grading 0.04 oz/t gold, 21.2 oz/t silver, 2.89 pct zinc, 3.2 pct lead and 1.2 pct copper. Assuming that 60 pct of the gold, 69 pct of the silver, 72 pct of the zinc, 71 pct of the lead and 79 pct of the copper could be recovered after milling, smelting and refining losses, we are talking about rock worth 180 Canadian dollars per ton at today's prices. With 15 pct dilution and extraction costs of, say, 50 dls per ton, the mineralization in the Silver Zone could yield a total operating profit of about 135 million dollars: Rea Gold's 30 pct interest would be worth 40 million dollars. This amount is: (a) before taxes; (b) before capital costs; and (c) very approximate. On the other hand, it ignores the strong possibility of more ore discoveries in the property. It also ignores the value of the Discovery Zone and of Rea Gold's other interests in mining exploration properties.

With 6.14 million shares outstanding, the total market value of Rea Gold is little more than 3 million dls. The stock is underpromoted and undervalued. The connection with C.F.C., a blue chip company, is reassuring. Investors willing to accept a high-risk situation should 'buy'.

Often, after recommending purchase of shares in a small company like Rea Gold, an analyst faces a problem: "should I now recommend sale?" This is a problem because it is possible that such a recommendation could, in the case of thinly-traded shares, lead to a sharp decline in the shares' price, to the detriment of those investors who decide to hold on. Ray Goldie, therefore, does not anticipate making a later 'sell' recommendation on the shares of Rea Gold. Rather, he recommends that investors pick a target price and/or holding period BEFORE they purchase their shares.

In a similar vein, it may prove useful for those wishing to invest in Rea Gold to wait a few days or weeks, rather than buying today.

**MIDLAND ENERGY CORPORATION**  
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Ph. (604) 684-7527  
Ticker Symbol - MDY.V

**WESTLAKE INDUSTRIES LTD.**  
888 Burrard Street  
Suite 222  
Vancouver, B.C. V6Z 1X9  
Ph. (604) 689-2422  
Ticker Symbol - WLK.V

May 27 1987

**P R E S S   R E L E A S E**

The Boards of Directors of Midland Energy Corporation ("Midland") and Westlake Industries Ltd. ("Westlake") wish to announce an amalgamation of Midland and Westlake on the basis of 1.35 shares of Midland for each share of Westlake. The aforesaid ratio of share exchange has been modified since Midland's Press Release of May 6 1987 announcing a 1.5 share of Midland for each one share of Westlake. At that time, Midland contemplated Westlake had issued and allotted a lesser amount of shares, however, due to Westlake having made previous commitments and obligations to issue further shares, Midland revised its share ratio exchange offer to 1.35 shares of Midland to each one Westlake share. This share ratio exchange has now been agreed to by the Boards of Midland and Westlake.

The Boards of Directors of Midland and Westlake have also agreed that Westlake will roll all assets and liabilities out of Westlake into a new company with the exception of their 40% working interest plus the 4% carried interest in the Bellavista/Montezuma Gold Property in Costa Rica, which will be amalgamated with Midland's 60% working and 3% carried interests.

Extraordinary General Meetings of the Shareholders of Midland and Westlake will be called shortly in order to seek approval by the Shareholders of the foregoing transactions.

The said transactions are also subject to approval by the regulatory authorities.

**ON BEHALF OF THE BOARD**

**MIDLAND ENERGY CORPORATION**

  
**LARRY W. REAUGH**  
**PRESIDENT**

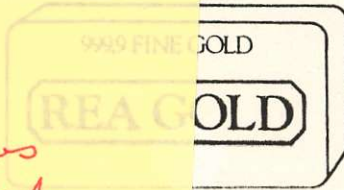
**ON BEHALF OF THE BOARD**

**WESTLAKE INDUSTRIES LTD.**

  
**PETER P. TSAPARAS**  
**PRESIDENT**

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

To MJK  
From DW  
Re Rea Au news  
release dated  
Dec. 2



## REA GOLD CORPORATION

December 2 1983

Rene - pls telex-text  
between red lines. TKS  
(I hope you feel better than  
I do this morning!!)  
I wish I did!!

E A S E

### DRILL RESULTS AND EXTENSION OF SURFACE SHOWING ON REA GOLD'S/FALCONBRIDGE'S ADAMS LAKE GOLD/SILVER DISCOVERY

Larry W. Reaugh, President of Rea Gold Corporation, announces that a massive sulphide showing has been uncovered 130<sup>+</sup> southeast of the Hilton Discovery and appears to be 10<sup>+</sup> in width. The extension was located by Doug Blanchflower, Consulting Geologist, and assayed the following:

	Au	Ag	Assayer
Grab #1 [fresh sulphides]	.601	2.96	General Testing Labs
Grab #2 [fresh sulphides]	.608	2.82	General Testing Labs
Grab #3 [leached sulphide]	.410	3.14	Chemex Labs Ltd.

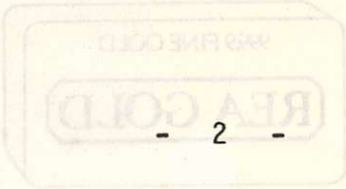
Base metal assays have not been completed. The extension coincides with the geophysical and geochemical anomalies. The VLF - EM anomaly coincides with both showings and has been traced for a strike length of 600 metres [1968<sup>+</sup>] and is open to the northwest. Pulse EM geophysics give a coincident response and corroborates the VLF data. Soil geochemical analysis gives anomalous values coincident with the geophysics and geological contact. The highest values obtained for Au, Ag, Cu, Pb and Zn are 2990 PPB, 20+ PPM, 826 PPM, 4000+ PPM and 4000+ PPM, respectively.

Falconbridge have released partial precious metal drill assay results from holes RG-1 and 2. The holes were located in the area of the Hilton Discovery on a weaker portion of the VLF anomaly and were 25 metres apart and drilled at -50 degrees southwest and were located 50 metres and 90 metres northeast of the Hilton Discovery [see map]. Heavy sulphides were encountered in both holes. The balance of the gold and silver assays have not been received. No assays have been received by Falconbridge on the base metals. The holes were weakly mineralized with precious metal, the best section being in hole RG-2 which assayed .038 oz/ton Au, .70 oz/ton Ag over a total core length of 17 feet.

see over //

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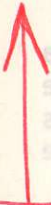


REA GOLD CORPORATION

The initial two holes are the first of a series of planned drill holes. Doug Blanchflower, Consulting Geologist, has stated that the two drill holes encountered a thick section of intensely silicified brecciated and pyritized felsic volcanics which indicated that only the margin of the massive sulphide zone has been encountered. These results confirm a very intense volcanogenic system. The initial assays also reflect the intersection of a root zone and the known variable nature of precious metals within volcanogenic massive sulphide systems.

According to Richard Taylor, P. Eng., the apparent low gold grades in the first two holes reflect the variable concentrations of precious metals in base metal massive sulphides. It is probable that occurrences of gold concentrations equivalent to those found on surface will be found underground as well.

The two drill rigs continue the drilling program and results will be announced when received.



ON BEHALF OF THE BOARD

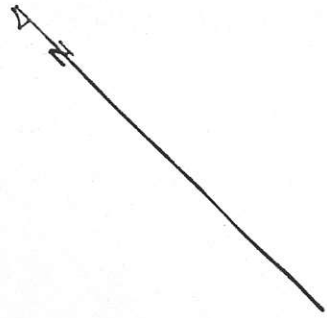
*Larry W. Reaugh*  
Larry W. Reaugh  
President

AG	AU	Grav #1 [fresh sulphides]
2.98	.601	
2.82	.608	Grav #2 [fresh sulphides]
3.14	.410	Grav #3 [leached sulphide]

The Vancouver Stock Exchange has neither approved nor disapproved the information contained herein.

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# REA GOLD/FALCONBRIDGE Hilton Discovery



SAMPLING LIMIT

RG 1

RG 2

B

	Au	Ag
Discovery	1.0	6.5
Showing	0.6	2.9
	oz/ton	

B

SAMPLING LIMIT

100 M

1:5000

Soil Contours (ppb Au)

10

100

1000

100 00