

George Cross News Letter

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REA GOLD CORPORATION (REO-V,T;REOGF-Masdaq)

ADDITIONAL METALLURGICAL TEST WORK PLANNED - Rea Gold Corporation has announced the termination of the exploration agreement with Glitter Gold Mines Ltd., by mutual consent. Under the 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 concentrating on chemical methods to resolve the difficult metallurgy which is due to arsenopyrite.

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.

MIKADO RESOURCES LTD. (MKO-V)

PROJECT MANAGER APPOINTED - James H. Simpson, president of Mikado Resources Ltd., announces the appointment of Ernest Brisbane, a mining engineer formerly with Placer Development and Gibraltar Mines, as project manager on the Mikado/Turner Energy property in the Slocan district of SE B.C.

Drilling is continuing there on the Abbott claims to expand and delineate the massive sulfide ore bodies indicated by last year's program. Drill hole No.3652 produced a 5-foot section of excellent mineralization and hole 8657, sited to intercept at a 50-foot lower elevation, has produced a 24-foot well mineralized section that is awaiting assay. Mr. Simpson says official assay results will be reported as they become available.