

George Cross News Letter

"Reliable Reporting"

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REA GOLD CORPORATION(REQ-V,T;REOGF-Nasdaq)

<u>TONS</u>	<u>OZ.SILVER/T</u>	<u>OZ.GOLD/T</u>	<u>ZINC %</u>	<u>LEAD %</u>	<u>COPPER %</u>
661,000	32.08	0.052	3.50	1.70	1.20

MAJOR EXPLORATION PROGRAM - Larry W.Reaugh, president of
STARTS AT ADAMS LAKE, B.C. Rea Gold Corporation,

reports being advised by Minnova Inc. that a major program including 33,000 feet of diamond drilling with 3 diamond drills will start immediately on the Samatosum high grade silver deposit on Rea's Adams Lake property 28 miles NE of Kamloops, B.C. The program will entail definition drilling, exploration drilling and drill testing of other areas on the claims which may be affected by facilities required to develop and mine the Samatosum deposit, such as mill and tailings sites. Geochemical and environmental studies, bulk sampling and further metallurgical work will also be conducted.

Rea Gold has entered into the joint venture agreement earlier than necessary and will contribute its 30% of the above expenditures. Under the joint venture agreement with Minnova, Rea Gold would not be obliged to contribute until after the feasibility study was delivered, but Rea has entered into the agreement early to facilitate rapid progress of the project. Rea Gold has 30% interest in the project plus a 5% net smelter return interest.