

CATHEDRAL GOLD CORPORATION (CAT-1)

FUNDING PROBLEMS HALT -Cathedral Gold Corporation's
EXPLORATION AT TAKLA RAINBOW joint option to TAKLA GOLD
MINES LTD. and REYMONT

GOLD MINES LTD. (RMT-Alberta) to earn a maximum 49%
interest in the Takla Rainbow property was recently
terminated following notification from Takla and Reymont
of their decision not to proceed with exploration work
on the property this year owing to a lack of flow-through
share funds. The property, located 48 km west of Manson
Creek, B.C. has been actively explored since 1985. A
total of 75 holes have been drilled to outline three
zones hosting 321,000 tons of drill indicated, inferred
and potential reserves grading 0.25 oz.gold/ton.
- Cathedral is reviewing alternative proposals.

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