

George Cross

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Reliable

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

KAMLOOPS COPPER PROSPECT ACQUIRED - Larry W. Reaugh,
president reports

Rea Gold has acquired an option to earn a 100% interest (subject to a 2% N.S.R.) in a 66 units (4,100 acres) from Alvin McLellan and Associates. The property is 12 miles north of Rea Gold's Samatosum mine, 35 miles north of Kamloops, B.C. Rea Gold may earn its interest by paying \$200,000 and doing \$750,000 work over three years.

The new discovery was made during recent logging activity in the North Barriere Lake area and is located in sheared Eagle Bay formation volcanics near the contact with the Baldy Batholith granites. The discovery is east of the EBL deposit which was extensively drilled and is reported to contain a large tonnage of low grade copper.

Grab assays in the new discovery high grade section averaged between 4.25% to 8.65% copper and 0.58 to 1.0 ounces silver with traces of gold, lead and zinc. The higher grade copper showing is about 1 metre thick within a low grade zone which has been exposed for the 15 metres across. The showing consists of Northwest striking, vertically dipping disseminated and fracture filled chalcopyrite mineralization associated with quartz sericite alteration.

Rea Gold will start exploration in a few weeks.

BZM General