

Gold estimates soar at éléonore site

James Bay property called world class

BY LYNN MOORE, THE GAZETTE FEBRUARY 18, 2010

Gold Corp.'s new estimates of gold resources at its James Bay property have soared from 5.3 million ounces to 9.4 million ounces, the Vancouver-based company said yesterday.

More drilling at the éléonore property and a remodelling of drill results pushed up the site's prospects, spokeswoman Lynette Gould said in a telephone interview.

As of Dec. 31, 2009, the deposit contained 3.15 million ounces of indicated gold resources at an average grade of 11.92 grams per tonne and 6.25 million ounces of inferred gold resources at an average grade of 12.93 grams per tonne, the company said in a report yesterday. At the end of 2008, indicated and inferred gold resources were pegged at 5.3 million ounces of lower-grade ore.

"When you are approaching 10 million ounces, it is a world-class deposit," said André Gaumond whose junior exploration company discovered the property and sold it to Gold Corp. in 2005 for about \$440 million.

"Five years ago, it was a swampy area in the middle of nowhere" and now, with gold prices topping \$1,000 an ounce, it could contain more than \$10 billion worth of gold, said the president of Virginia Mines whose firm retained a stake in the property.

Gold Corp. has completed a pre-feasibility study which could be released within the next couple of months, Gould said.

lmoore@thegazette.canwest.com

© Copyright (c) The Montreal Gazette