

96-026 Symbol: GXP (Toronto)

SECOND HOLE COMPLETED, THIRD HOLE DRILLING WELL AHEAD OF SCHEDULE ON SOREANG CONCESSION (JAVA KPs)

TORONTO-December 5, 1996. Goldstake Explorations Inc. (GXP-T) announced today that the second hole (DDH 10) of its 25-hole diamond drilling program on the Soreang concession in Java Indonesia was completed at a depth of 295 m. The drill passed through zones of brecciation and quartz veining from 0 to 270 m and into footwall rock an additional 25 m at an angle of 55°.

The third hole (DDH 11) has been started from the same platform as DDH 10, but at a 75° angle to explore at greater depth zones of brecciation and quartz veining identified in DDH 10. Drilling is down to 180 m and should be completed this weekend.

The drilling and regional exploration programs are being supervised by Goldstake's consulting geologist Dr. Roy Cox using consultants and company employed geologists on the ground. As part of the ongoing regional exploration program to identify further drill targets Goldstake has sent to the Mines Department mineral laboratories more than 300 soil and channel samples for atomic absorption analysis. The trenching program is being carried out over an area 2 km by 5 km, at intervals of 200 m. When the program is completed over 1,000 soil samples and 1,500 trench channel samples will have been assayed using this method.

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Due to core cutting delays in the processing facility, assays from DDH 9 and 10 have been delayed. Goldstake will announce the results of the first phase of its drill program on receipt of all three drill hole assays (DDHs 9, 10 and 11) which should be within two to three weeks.

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MORE INFORMATION:

Geoff Foulds Tel: 416-861-3010 email: gxp@goldstake.com