

# GOLDEN SKY VENTURES INTERNATIONAL INC.

JULY 28, 1998  
SYMBOL: "GLF" V

TRADING

## NEWS RELEASE

Dear Shareholders;

On behalf of the Board Of Directors of Golden Sky Ventures International Inc. ("Golden Sky"), it is my pleasure to provide you with a review of the Company's activities and also to present the financial statements for the six month period ended May 31, 1998.

### Golden Sky

Golden Sky reported net earnings of \$15,198 for the six month period ended May 31, 1998 versus \$81,108 over the same period last year. Management explains this decrease of 81% in its bottom line by the low performance of its operations in China.

Golden Sky's cash and marketable securities position increased by 14% to \$2 million as at May 31, 1998 as compared to \$1.6 million at the same date last year.

### Achievement

Golden Sky was granted "Advance Company Status" on May 26, 1998. Both the Vancouver Stock Exchange and management regard this designation as a significant achievement on the part of a public company. This highly recognized designation is a result of Golden Sky's accomplishments.

### Matoyee Enterprises Inc. ("Matoyee")

Despite the fact that Golden Sky experienced a decrease in its bottom line, the consolidated revenues for the six month period ended May 31, 1998 were \$2.84 million, an increase of 3.3% over revenues of \$2.74 million for the same period in the last fiscal year. Like the first quarter, the increase in revenues is attributable to the growth of Matoyee, the Canadian restaurant division which operates and franchises "quick service" restaurants, for which revenues rose 33% as compared to the same period in the last fiscal

year. This increase in revenues was offset by a decrease in revenues for our parking and software divisions.

-1-

Matoyee, currently has 96 units in operations with 4 new openings scheduled to occur within the next 45 days. Management is confident that its goal to have 100 restaurants in operation by the end of the 1998 fiscal year will be attained.

### GLF Investments Limited ("GLF")

It was necessary to implement a change in the management of our GLF division, (our car parking management and shoplifting prevention systems division), to ensure that this division returns to profitability. Consolidating and restructuring of current management is essential and all necessary steps are currently underway to achieve our goal. Golden Sky remains positive that the GLF division will realize substantial growth in the near future.

### Acquisitions

The acquisition of 51% equity interest in Gold-Tech Computer Systems Limited ("Gold-Tech") was completed on June 30, 1998 for \$238,000. Golden Sky also advanced the sum of \$100,000 to Gold-Tech as extra working capital.

### Appointments

On May 15, 1998, Mr. Darryl W. Halisky, who is currently based in Vancouver was appointed by the Board to handle its Investors Relations. Mr. Halisky's role is to create and promote investor interest in the business affairs of Golden Sky with the intention to encourage genuine investment in its shares and to provide liquidity in the market place.

Mr. Brian Aucoin has been appointed as President and Chief Financial Officer of Gold-Tech. Mr, Aucoin will be moving Gold-Tech forward with the objective of repositioning it into the top 50 Canadian companies of its field in terms of sales volume, from its current 87th position. This is anticipated to occur over the next 17 months. Management is confident that Mr. Aucoin will achieve these objectives.

### Incentive Stock Options

On June 1, 1998 directors and employees incentive stock options were granted for the purchase of up to 650,000 common shares of Golden Sky at an exercise price of \$0.27 per

share (being the average ten day closing price), for a period of 3 years. Golden Sky also announced the cancellation of the 350,000 Director and Employee stock options which were previously announced on April 27, 1998.

-2-

### Objectives

In order to reduce overhead and maintain control of the overall operations, the offices of Matoyee and Golden Sky have moved to Gold-Tech's existing 17,000 square foot facility.

Commencing July 1st, 1998 the results of operations of Gold-tech will be consolidated with Golden Sky's and will be reported on our next quarterly financial statements.

Golden Sky will continue on its present course of reducing expenses by consolidating and restructuring where necessary and will continuously review and assess its operations to ensure maximum efficiency and profitability in all its divisions. Golden Sky is committed to this philosophy and strongly believes that it will be of great benefit to its shareholders.

The Directors of Golden Sky would like to take this opportunity to express their appreciation to the staff and shareholders for their hard work and continued support.

For further information, please contact:

Mr. Darryl Halisky

Tel: (604)254-5358,

Fax: (604)254-3910

e-mail: elkhart@istar.ca

**GOLDEN SKY VENTURES INTERNATIONAL INC.**

**Claude St-Pierre**

**Director/Secretary**

This news release was prepared by management who takes full responsibility for its contents. The Vancouver Stock Exchange neither approves nor disapproves the contents of this news release.

-3-