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NEWS RELEASE

Caerus Resource: Lease Purchase Option Agreement for Cachira Gold Project in Colombia

Vancouver, BC October 19, 2009 - Caerus Resource Corporation (“The Company”)(TSX-V: [CA](#)) is pleased to announce that it has entered into a Lease Purchase Option Agreement for the Cachira Gold Project located in the Cachira Department of Norte de Santander, Colombia. The claims are situated north of the town of Cachira, and cover an area of known gold mineralization. Terms of the Lease Purchase Option Agreement are: \$ U.S. 15,000 upon signing, and further payments totaling \$ US 440,000 over a four year period. The exploration period may be extended a further year for an additional payment of \$ U.S. 100,000. At any time during the lease period, the Company may purchase the project entirely for \$ U.S. 8.00 per ounce of gold defined as a reserve as per Canadian Mining and Metallurgy (CIM) standards. The project is also subject to a 2% Net Smelter Royalty which may be purchased for US \$ 3 million.

The Cachira Gold Project is comprised of approximately 500 hectares. In addition, the Company, through it’s wholly owned Colombian subsidiary Minera Ophir S.A., has applied for a further six concessions totaling 11,040 hectares. Granting of the additional claimed area will be subject to the application process now filed with IGNEOMINAS. The property package covers the area of geologic interest, and is bordered by claims filed by Robert Daniel Taylor for Nickel, Tantalum, and Rare Earths; by claims filed by Carboquin for gold and non-ferrous metals; and by claims filed by Ingeminera for copper and uranium.

The concession area covers a portion of the Bucaramanga Fault, with the dominant rock types being quartz monzonite to granodiorite of the Rio Negro Batholith. Outcrops of strong to intense argillic alteration have been reported on both sides of the fault. The dominant rock type of the 500 hectare concession area is observed to be sandstone to quartzite with rhyolites outcropping in the northeastern corner. The rhyolites may be interstratified with the sandstones and quartzites. The sediments are cut by faults and parallel fracture systems which trend 020 degrees (N20E) and are often mineralized. In outcrop, the fractures generally contain iron and manganese oxides.

Gold mineralization has been reported on the 500 hectare core concession area by a local geological engineer engaged on behalf of the property owner. A recent site visit by the President, Adrian Hobkirk, and Mr. Jim Reeves, a Qualified Person as per NI 43-101, identified an area of sandstones with disseminated pyrite and quartzites with pyrite on fractures. A vein of approximately 10 centimeters was exposed and observed to contain massive sulfides. A geologic team is camped at the project and will begin a geological reconnaissance of the core 500 hectares and the additional project area.



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The Lease Purchase Option of the Cachira Gold Project is complimentary to the current Plan of Arrangement between White Gold Corp and the Company. That transaction is expected to complete in the near future.

Mr. Paul A. Pelke, California Registered Geologist No. 4150, a Qualified Person as defined in National Policy Instrument 43-101 has reviewed the content of this press release.

On Behalf of the Board of Directors of Caerus Resource Corporation.

Adrian F.C. Hobkirk,
President and Chief Executive Officer

The TSX Venture Exchange has not reviewed the content of this News Release and therefore does not accept responsibility or liability for the adequacy or accuracy of the contents of this News Release. This news release contains certain “ forward- looking statements ” within the meaning of Section 21E of the United States Securities and Exchange Act of 1934, as amended. Except for statements of historical fact relating to the Company, certain information contained herein constitutes forward- looking statements. Forward-looking statements are based upon opinions and estimates of management at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors which could cause actual results to differ materially from those projected in the forward-looking statements. The reader is cautioned not to place undue reliance on forward-looking statements. The transaction described in this News Release is subject to a variety of conditions and risks which include but are not limited to : regulatory approval, shareholder approval, market conditions, legal due diligence for claim validity, financing, political risk, security risks at the property locations and other risks. As such, the reader is cautioned that there can be no guarantee that this transaction will complete as described in this News Release. We seek safe harbour.