

SARGOLD
RESOURCE CORPORATION

NEWS RELEASE

Sargold Appoints New President to Sardinian Subsidiary and Announces \$130,000 Financing

January 19, 2005

TSX-V: SRG

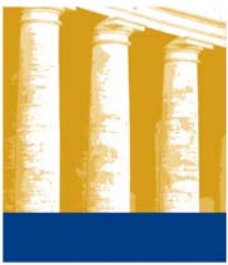
Vancouver, B.C. - **Sargold Resource Corporation (the “Company”)** is pleased to announce that Mr. Franco Cherchi has been appointed to the position of President of Sardinia Gold Mining SpA, Sargold’s wholly owned Sardinian operating company.

Mr. Cherchi is a former President of Progemisa SpA, the Sardinian mineral research and natural resource management company. Progemisa SpA is funded by the Sardinian regional government and holds a carried 10% ownership of Sardinia Gold Mining SpA. Mr. Cherchi served as President of Progemisa from 1997 to 2000 and was closely involved in the development of the Furtei gold mine and the large amount of exploration work completed across the island.

Mr. Cherchi brings extensive experience in geology, administration and local politics to his new position. Mr. Cherchi holds a degree in Geological Sciences and has published numerous research articles on various geological topics across Sardinia. Mr. Cherchi also has over 10 years of local political experience and is currently the leader of the Left Democratic Party in the Iglesias District Municipal Council.

Sargold management welcomes Mr. Cherchi to his new position and is confident that his practical experience and commitment to the future of mining and mineral exploration in Sardinia will be of tremendous benefit to the Company.

Sargold also announces that it has arranged a non-brokered private placement of 650,000 units at \$0.20 per unit. Each unit consists of one common share and one common share purchase warrant, with each share purchase warrant entitling the holder to acquire one common share at a price of \$0.25 for a period of two years. Proceeds of the placement will be used for general working capital.



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The Company also announces the grant of incentive stock options to purchase up to 500,000 shares at a price of \$0.20 per share for a period of five years ending January 17, 2010.

Please contact Karl Kottmeier, VP Corporate Communications at (604) 687-1717 or by email at karl@sargold.com for more information or please visit www.sargold.com.

ON BEHALF OF THE BOARD OF DIRECTORS,

“Richard W. Warke”

Richard W. Warke
President

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this News Release.