



Patagonia Gold PLC : Placing

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Patagonia Gold PLC
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Patagonia Gold Plc

Placing to raise £2.8 million

Patagonia Gold Plc ('Patagonia Gold' or the 'Company'), the South American mining explorer, today announces that it has placed 28 million new ordinary shares of 1p each in the Company ('Placing Shares') at a placing price of 10p per share (the 'Placing') to finance working capital and exploration expenditure. Placing Shares to the value of approximately £1 million have been subscribed for by Directors and their family associates. Directors' discloseable interests are as set out below. The Placing is conditional on admission of the Placing Shares to AIM.

The following Directors have subscribed for Placing Shares:

Director	Placing Shares Subscribed	Shareholding immediately following Admission	Percentage of enlarged issued share capital
Sir John Craven	1,000,000	1,000,000	0.40%
Carlos Miguens	2,562,120	36,940,382	14.64%
Bill Humphries	675,000	5,875,000	2.33%
Gonzalo Tanoira	277,440	3,995,437	1.58%
Richard Prickett	675,000	5,984,263	2.37%

Application has been made for admission of the Placing Shares to trading on AIM, and is expected to take place on 26 November 2004.

Commenting on the Placing, Mr. Richard Prickett said: 'The funds will be used to advance our 100% owned Cerro Crespo project in Argentina where we are confident that our current drilling programme will continue to identify additional gold bearing structures and other general corporate purposes.'

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