



Patagonia Gold PLC : Disposal

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Patagonia Gold PLC
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Patagonia Gold Plc ('Patagonia Gold' or the 'Company')

Patagonia Gold Plc announces disposal of stake in Glass Earth Limited

Patagonia Gold Plc is pleased to announce that it has agreed to sell its entire investment, including warrants in Glass Earth Limited, for C\$ 1,899,750 to St. Andrew Goldfields Limited.

The agreement provides for the 12,665,000 common shares and 6,332,500 warrants to be purchased by St. Andrew Goldfields Limited for 15c per share, a total sum of C\$ 1,899,750. (approximately GBP £ 925,000) which is payable in cash upon completion. Completion of this transaction is scheduled to take place on 31st July 2006. The profit on this disposal will amount to approximately GBP £ 425,000.

The proceeds will be directed towards funding Patagonia Gold's new exploration programmes recently announced.

ENDS

For more information, please contact:

Richard Prickett / Bill Humphries
Patagonia Gold Plc
Tel: + 44 (0)20 7409 7444
www.patagoniagold.com

Anthony Cardew/Tim Robertson
Tel: +44 (0) 20 7930 0777
Fax: +44 (0) 20 7925 0647
Email: tim.robertson@cardewgroup.com

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