

# EQUITIES

## ON THE MOVE CORPORATE PROFILES

### Capital Gold Corporation

OTC BB: CGLD



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#### TOP INVESTMENT HIGHLIGHTS

- Growing demand for gold and other precious metals.
- With the price of precious metals on the rise, favorable financing is available for construction of mines and future exploration.
- CGLD would remain profitable even if gold prices fell to \$375/oz.
- Mines are fully permitted and construction has begun.
- Independent feasibility studies indicate the mine at El Chanate will be profitable for at least the next 5-7 years.
- Has financing from debt and equity to fund the construction of new mining facilities.
- Potential for future expansion and additional exploration targets.
- Seasoned professional management and operating team.

#### CORPORATE PROFILE

In the State of Sonora Mexico, Capital Gold Corporation (TSX: CGC, OTC BB: CGLD) owns 16 mining concessions totaling approximately 8,756 acres. In addition, CGLD owns surface rights to 1,151 acres.

#### DEVELOPMENT PLANS

M3 Engineering and Technology of Tucson, AZ, completed a Feasibility Study on El Chanate in October 2005. The proven and probable reserve of gold from that study show 366,000 ounces of gold contained in 14 million metric tonnes, using a gold price of \$375 per ounce. The company is currently undergoing a recalculation of the proven and probable reserves at higher gold prices, and believes the reserves will significantly increase. The results will be made public as soon as they are available.

CGLD is now in the process of constructing and developing its El Chanate open-pit gold mining project. The mine will initially be capable of producing 2.6 million metric tonnes of ore per year from which they anticipate recovering 44,000 to 48,000 ounces of gold per year. Permitting and financing is completed and mine construction has begun. CGLD expects the El Chanate mine to be operational in early 2007.

#### EXPLORATION PLANS

There has been approximately \$10 million spent on exploration at the El Chanate mine to date. However, there is still a great deal of exploration potential remaining at El Chanate, and at an area about one mile to the south called El Charro. Exploratory drilling could begin as early as the Fall of 2006. Discoveries here could extend the

mine life significantly.

#### EL CHANATE MINE

The El Chanate gold mine is located along the Mohave-Sonora Mega Shear and within the 'Golden Triangle' which has been known to comprise many significant open-pit gold mines around Southern California and Northern Mexico.

Additionally, the property is relatively easy to mine. The location is flat terrain and is a short 8km drive from the highway. El Chanate is a "near surface" deposit so gold bearing ore will be mined right from the beginning. CGLD already owns a water well, and has contracted CFE, the Mexican Power Authority, to begin construction of the power line to the site. Furthermore, there is an abundant source of skilled labor in close proximity and the State of Sonora is supportive of mining.

The total project cost is estimated at US\$18 million. CGLD has received a commitment letter from Standard Bank, PLC for a Senior Project Finance Facility for up to US\$12 million to finance the construction of El Chanate, and in addition, CGLD has raised over \$10 million in equity financing.

#### MANAGEMENT

##### Gifford A. Dieterle

*President, Treasurer, Chief Financial Officer and Chairman of the Board of Directors of the Company.*

Mr. Dieterle was appointed President in September 1997. He has been the Company's Chairman, Treasurer and Chief Financial Officer since 1981. His highest educational degree is a M.S. in Geology obtained from New York University. From 1977 until July 1993, he was Chairman, Treasurer, and Executive Vice-President of Franklin

Consolidated Mining Company. From 1965 to 1987, he was a lecturer in geology at the City University of N.Y. (Hunter Division).

**Roger A. Newell**

*Vice President – Development and Director,*

Mr. Newell has been in the mining industry for over 30 years. From 1974 through 1977, he was a geologist with Kennecott Copper Corporation. From 1977 through 1989, he served as Exploration Manager/Senior Geologist for the Newmont Mining Corporation and, from 1989 through 1995, was the Exploration Manager for Gold Fields Mining Company. He was Vice President Development, for Western Exploration Company from 1997 through 2000. He has been self-employed as a geologist since 2001. His highest educational degree is a Ph.D. in mineral exploration from Stanford University.

**Jeffrey W. Pritchard**, *Vice President – Investor Relations and Director*

Mr. Pritchard has worked for the Company since 1996. He has been in the marketing/public relations field since receiving a Bachelor's degree from the State University of New York in 1979. Jeff has served as the Director of Marketing for the New Jersey Devils (1987-1990) and as the Director of Sales for the New York Islanders (1985-1987). He also was an Executive Vice President with Long Island based Performance Network, a marketing and publishing concern from 1990 through 1995.

**John Brownlie**

*Vice President, Operations.*

Mr. Brownlie has provided key management for mining projects requiring technical, administrative, political and cultural experience over his 28 year mining career. John has previously been the general manager for the Zarafshan-Newmont Joint venture in Uzbekistan, a million tonnes per month heap leach plant which produced over 400,000

ounces of gold per year. Prior to that he served as the chief engineer and general manager for Monarch Resources in Venezuela, at both the El Callao Revemin Mill and La Camorra gold projects. Before that he was a resident of South Africa and associated with numerous mineral projects across Africa. He is also a mechanical engineer and is fluent in Spanish.

**Jack V. Everett**

*Vice President – Exploration and Director*

Mr. Everett has been a consulting mining geologist since 1971, with expertise in all phases of exploration for base and precious metals. Following his 1947 graduation from Michigan State University, he was District Geologist for Pickands Mather & Company on the Cuyuna Iron Range, Minnesota. From 1951 to 1970, he was Chief Geologist and Exploration Manager for W.S. Moore Company, Duluth, Minnesota an iron mining company with gold and base metal sulfide holdings in the U.S. and Canada.

**J. Scott Hazlitt**

*Vice President – Mine Development*

Mr. Hazlitt has been in the mining business since 1974. He has worked primarily in mine feasibility, development, and mine operations, and was a mine geologist for ASARCO from 1979 to 1984. He served as Vice President of Exploration for Mallon Minerals from 1984 to 1988. From 1988 to 1992, Mr. Hazlitt was a project geologist and Mine Superintendent for the Lincoln development project. From 1992 to 1995, he was self-employed as a consulting mining geologist in California and Nevada. He was Mine Operations Chief Geologist for Getchell Gold from 1995 to 1999. His work experience has included precious metals, base metals, uranium, and oil shale. Since 2001, he has focused on development of our El Chanate concessions. His highest educa-

tional degree is Master of Science from Colorado State University. He is a registered geologist in the state of California.

**David Loder**

*General Manager*

Mr. Loder has been with our El Chanate project since March 2005. He is a registered professional mining engineer with over 30 years experience in the mining industry, spending the last 15 years managing open-pit gold heap leach operations. He has been a General Manager responsible for the overall planning and start-up for open-pit gold mining operations in Sonora, Mexico and elsewhere in Latin America. From 2003 to 2004, he was general manager of the Bellavista mine owned by Glencairn Gold in Costa Rica. From 1995 to 2001, Mr. Loder was general manager of the Santa Gertrudis mine owned by Campbell Resources in Sonora, Mexico. Mr. Loder is a Registered Professional Engineer in the United States and Canada.

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